



Kerry County Council
Comhairle Contae Chiarraí

ANNUAL FINANCIAL STATEMENT
2014

RÁITEAS AIRGEADAIS BHLIANTÚIL
2014

For the year ended 31st December 2014

Don bhliain dár críoch 31ú Nollaig 2014



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10 April 2015

Don/

Mhéara agus gach Ball
de Chomhairle Chontae Chiarraí

Re: Annual Financial Statement 2014 – Financial Review

A Chomhairleoir, a chara,

1. Introduction

- 1.1 The aim of the Annual Financial Statement is to fairly present the financial position as at end 2014. This is achieved through the production of Statements, Notes and Appendices as required by the regulatory accounting framework set by the Minister for Environment, Community & Local Government.
- 1.2 The Annual Financial Statement is subject to external audit by the Local Government Audit Service whose purpose is to form an independent opinion of the accounts following a comprehensive review of the Council's accounting records and management practices, to certify the correctness of the Annual Financial Statement and to submit an Audit Opinion and an Audit Report, if appropriate, to the Local Authority, to the Director of Audit and to the Minister for the Environment, Community and Local Government, in accordance with Sec. 120 of the Local Government Act, 2001, and as provided for in the Local Government Reform Act, 2014. A copy of the Auditor's Opinion and Report will be circulated to each Member of the Council when it is received, in accordance with normal practice.
- 1.3 By Resolution at the October 2007 Ordinary Meeting, the Council established an Audit Committee. As per the Local Government Reform Act, 2014, and in accordance with the approved Audit Committee Charter, the functions of the Committee are to:-
 - Review financial and budgetary reporting practices and procedures within the Council.
 - Foster the development of best practice in the internal audit function.
 - Review auditors' reports and special reports and assess follow-up action by management.
 - Assess and promote efficiency and value for money.
 - Review risk management systems and make such recommendations to the authority as the Committee considers appropriate in relation to the foregoing.

The Audit Committee is required to report to the Council annually, providing such advice and making such recommendations, if any, to the Council as the Committee considers appropriate. The 2014 Report will be considered by the Members at the April Ordinary Meeting.

Internal Audit - The primary role of internal audit is to provide assurance to Senior Management and to the Audit Committee that the various risks facing the Council have been identified and appropriate internal controls are in place to manage those risks. Internal Audit makes a valuable contribution to the effective management of Kerry County Council and is a key player in the corporate governance process. It provides an independent review function to management. In 2014, 6 reports were issued covering a wide range of issues. Final audit reports were provided to the Chief Executive, Head of Finance, Audit Committee and Management. In addition, numerous transaction audits and checks were carried out by Internal Audit on all cash collection points in the Council.

- 1.4 The Annual Financial Statement for 2014 for Kerry County Council differs significantly to that of previous years making direct comparison with 2013 difficult. The 2014 Annual Financial Statement reflects:-

- The combined accounts of the former Tralee, Killarney and Listowel Town Councils with Kerry County Council.
- The provisions of the Water Services Act, 2013, and No. 2 Act, 2013, in respect of the transfer of assets and liabilities to Irish Water.
- A Service Level Agreement with Irish Water for the delivery of Water Services.
- Establishment of Local Enterprise Office in Kerry County Council following the dissolution of the County Enterprise Board in April 2014.

In particular, in relation to comparison of categories of expenditure, the severe storms of early 2014 incurred additional expenditure than that budgeted across many divisions of the Council and former Town Councils for 2014. In addition, Water Services operational expenditure traditionally reflected across many expenditure headings in 2013 and previous years are, from 2014, mainly procured through Irish Water Systems. All of these factors make direct comparison difficult to previous years. Actual expenditure for 2014 is reflected in the original budget sub-service as adopted by Members in each of the four Kerry Local Authorities for Budget 2014. As discussed with Members during Budget 2015, the comparative Budget 2014 figures are restated for both the Statutory Budget Tables for 2015 and are stated in the Annual Financial Statement 2014 for comparison purposes. This represents a standardised coding and costing of expenditure across all divisions and will facilitate consistent comparative reporting into the future for this Local Authority.

- 1.5 Total Financial Activity of the Council for the year 2014 and a comparison with the previous year is provided on page 10 - Income and Expenditure Account Statement for the year ended 31st December 2014 and page 11 - Balance Sheet as at 31st December 2014. A Funds Flow Statement as at 31st December 2014 is also provided. The Accounting Policies underpinning the accounts (in accordance with the Accounting Code of Practice) are laid out from Page 3 to Page 8 and supporting notes and appendices to the accounts are provided from Page 13 to Page 41.

- 1.6 The Overall Financial Activity of the Council for the year is summarised below:

<u>Expenditure</u>	2014	2013
	€	€
Revenue	135,026,534	157,720,613
Capital	<u>35,585,228</u>	<u>64,386,947</u>
Total	170,611,762	222,107,560

<u>Income</u>	2014	2013
	€	€
Revenue	135,117,464	157,965,727
Capital	<u>24,275,364</u>	<u>58,951,367</u>
Total	159,392,828	216,917,094

This level of expenditure indicates the ongoing extent of day-to-day service delivery, infrastructural development undertaken by the Council across the county during 2014. It also indicates the significance of operations of the County Council on the local economy.

However, for the purposes of this review, I will deal with four key elements of the Annual Financial Statement, (i) Income and Expenditure Statement - Revenue Account, (ii) Capital Account, (iii) Borrowings and (iv) Fixed Assets.

The charts at the end of this review give the distribution of expenditure amongst the Divisions/Programme Groups and the sources of income of both the Revenue and Capital Accounts.

2. **Income and Expenditure Statement - Revenue Account**

- 2.1 This account covers the everyday expenses of the Council, such as payroll, Maintenance of Housing, Roads, Irish Water Service Level Agreement, Land-Use Planning, provision of waste management infrastructure, pollution control, fire protection and fire fighting, library service, administration/support costs, repayment of loan charges, insurance, etc.
- 2.2 The Account may be summarised as follows:-

	2014	2013
	€	€
Income	135,117,464	157,965,727
Total Expenditure	<u>135,026,534</u>	<u>157,720,613</u>
Surplus (Deficit) for year	90,930	245,114
Opening Credit Balance	6,093,078	5,847,964
Closing Credit Balance	6,184,008	6,093,078

An excess of income over expenditure in 2014 has resulted in a surplus of €90,930 for 2014. Total Expenditure reflected above is gross of the transfer to reserves i.e. transfer to reserves are included. The Income and Expenditure

Account Statement indicates the movement from Gross expenditure to Net expenditure, Note 15 and Appendix 9 to the Accounts provides greater detail. The 2014 Annual Financial Statement is prepared in accordance with the revised Local Authority Accounting in Ireland – Code of Practice and Accounting Regulations.

There is a future financial obligation in respect of the Killorglin Area Service Centre Development. As presented to Members on a number of occasions since 2004 the Killorglin Town Centre Project was developed as a public private venture with Laune Properties Limited. The building was satisfactorily completed in 2006, in order to avail of the taxation relief schemes in place at that time the investors group to the development are required to hold the property under a long-term lease. As part of the legal agreements required the investor group leased back the Council elements of the development upon completion of the works for a period of 13 years and 3 months to the Council. This ensures that the Council will at all times be able to use the property as anticipated. At the end of the tax life of the reliefs available Kerry County Council will purchase the investors interest in the development. This is a lump sum capital payment of €7.942m by this Council in full and final settlement of our financial obligations towards this project in December 2020. A specific reserve of €480,000 has been created in the accounts towards this obligation during the intervening years up to 31 December 2013.

- 2.3 Over the course of 2014, Kerry County Council has managed the resource base effectively despite the many challenges faced. The Council has prudent expenditure controls in both Revenue and Capital and strengthened debt management measures to maximise income where possible. This effective resource management has limited the impact of the economic downturn on the delivery of local services by this Council. Higher than anticipated income from NPPR, together with storm grant support received at year-end, has offset the significant additional expenditure incurred as a result of the storm damage in early 2014 and has enabled the Council to carry forward provisions for a number of on-going specific projects following review of the financial accounts and identification of specific projects in future years.

The main provisions carried forward include in particular:-

- €440,000 - Local Authority Land Bank .
Creation of a fund to maximise development of existing land banks, strategic review of land loans, and to avail of any economic opportunities on strategic sites.
- €200,000 towards Killorglin Area Service Centre Funding obligation.
This provision is made to increase the specific reserve referred to in Par. 2.2 which refers to future financial obligations of €7.942m for this project.
- €100,000 Emergency Structural Repair Fund as a provision towards costs arising from severe weather conditions.
- €100,000 towards Opportunity Site Development Design.

- €150,000 contribution towards contingency superannuation fund to avoid exceptional pension payments liability in any given year.
-
- €60,000 Financial Management System Up-Grade.
- €200,000 towards the Fenit Harbour Dredging Programme.
- €120,000 Town/Village Enhancement Programme.
- €100,000 I.T. Desktop and Server Reinvestment Programme.
- €50,000 in support of grant-aid for 1916 Commemorations.
- €70,000 as a provision for Public Lighting Upgrade Capital Refurbishment Programme.
- €50,000 as a provision for Burial Ground Development Programme.
- €50,000 provision towards Library Services Infrastructure Programme.

2.4 Expenditure variances to the allocations approved in the Adopted Budget were incurred in:-

- Division A - Housing and Building

Restated Adopted Allocation €19,802,952
Out-Turn €21,103,115

The additional expenditure was incurred on over-expenditure on housing maintenance (including storm damage) and also over-expenditure on the RAS Scheme. Additional RAS Income fully offset the over-expenditure in that area. In addition, a provision of €440,000 has been made in respect of Land Bank.

- Division B - Road Transportation and Safety

Restated Adopted Allocation €32,390,452
Out-Turn €37,255,187

The main reason for additional expenditure is attributable to increased grant allocations of €17.65m versus budget allocation of €14.43m. These were received for weather related works, WAW signage and increased allocation mid-year for Restoration Improvement Programme. In addition to storm damage costs funded from own resources an amount of €95,614 partly funded Duagh flooding costs in capital. The county street cleaning costs were €797,329 while the adopted budget of €854,712 for this service is included in the restated Division E Budget for street cleaning. Some additional costs were incurred in Public Lighting and administration of roads capital programme. A provision of €100,000 has been included for Emergency Structural Repair Fund while minor funding has been applied to capital debit balances.

- Division C – Water Services

Restated Adopted Allocation €16,931,030
Out-Turn €17,128,113

Over-expenditure in this area was fully recouped.

- Division D - Development Management

Restated Adopted Allocation €8,588,366
Out-Turn €9,316,104

The additional expenditure principally arose due to the re-organisation of the Local Enterprise Office which became a service of Kerry County Council from April 2014, such expenditure supporting businesses. This additional expenditure was fully offset by the recoupment of grants from Enterprise Ireland. In addition, provisions of €100,000 towards Opportunity Sites Development and €50,000 towards next year's commemoration of the Easter Rising of 1916, have been funded from this Division.

- Division E - Environmental Services

Restated Adopted Allocation €17,042,760
Out-Turn €16,017,029

The principal reason why this Division is under-spent is, as set out under Division B above, Kerry County Council's street cleaning costs of €797,329 were charged to Roads, whereas those of the three former Town Councils were charged to Environmental Services. The total restated budget for street cleaning has been shown in Division E. In addition, Landfill Operation and Aftercare was under expended by €48,000, Provision of Waste Collection Services by €87,000 and Litter Management by €72,000. There was an over-spend of €30,000 on maintenance of burial grounds, mostly due to storm damage.

- Division F – Recreation and Amenity

Restated Adopted Allocation €7,764,105
Out-Turn €9,070,408

The main reason for the increase in expenditure is due to the clean-ups and repair to the amenities, playgrounds, beaches and beach car parks following the storm damage which was supported by grant funding. The over-expenditure in the Library Services is due to further funding of capital SEAI Energy Efficiency Grants. Provisions for Town and Village Enhancements €120,000 and Library Services €65,000 are included in this Division.

- Division G - Agriculture, Education, Health and Welfare

Restated Adopted Allocation €5,246,132
Out-Turn €6,622,359

Increased expenditure occurred in areas of Piers and Coastal Protection arising from storm damage related works and the part-funding of capital debit balances including Knightstown and Inch. The own resource cost of Portmagee Pontoons was funded from revenue in support of capital grant-aid. A provision of €200,000 has been provided for Fenit Harbour Dredging. Adjusting for storm grant funding from the OPW and Department of Agriculture, Food and Marine of €1.5m reduces the net expenditure over income out-turn to €0.708m.

- Division H - Miscellaneous Services

Restated Adopted Allocation €16,002,589
Out-Turn €18,514,219

The additional expenditure principally arose in two areas. With reference to amalgamation of the three former Town Councils and in order to ensure that payroll transitioned across efficiently, Kerry County Council undertook payment of the Town Councils' salaries, wages and pensions some months prior to their abolition. The expenditure of €1,053,000 was recouped in full from the Town Councils. Irrecoverable Rates were estimated across the four local authorities at €8.7m, whereas the actual out-turn amounted to €9.6m.

2.5 Local Income

Our reliance on locally sourced income is increasing and will gain greater significance into the future. We will continue to maintain and strengthen our focus on debt collection. A Summary of Major Collections - Appendix 7 is attached which illustrates the percentage collections for 2014 and the level of debtors associated with each of these income streams. The percentage collections across the major income streams have been broadly maintained compared to 2013. Our collection staff continue to work through satisfactory payment plans with all our debtors where necessary and I must emphasise the need to engage fully and constructively with our collection staff. Unfortunately, where no reasonable means is taken to pay outstanding debts we have no choice but to take appropriate court or other recovery measures. During 2014 we issued 754 registered 6-day notices with 410 by way of ordinary post in respect of outstanding rates. A total of 88 rates summonses were subsequently issued. These figures reflect the unification of the Town Councils which has greatly impacted in the workload in this area.

- 2.6 Charge on Non-Principal Private Residences: - This charge, introduced in July 2009 yielded a gross income countywide to Kerry County Council of €2.72m for 2014. The Local Government Reform Act, 2014, repealed this charge. From 2014 onwards this charge ceases to exist. Arrears owing continue to remain outstanding.

3. Capital Account

3.1 The current capital category transactions may be summarised as follows:-

	<u>2014</u> €	<u>2013</u> €
Income	24,275,364	58,951,367
Expenditure	<u>35,585,228</u>	<u>64,386,947</u>
Surplus (Deficit) for year	(11,309,864)	(5,435,580)
Credit Balance @ 1 January	54,783,524	60,219,104
Credit Balance @ 31 December	43,473,660	54,783,524

Pages 37 to 38 of the Annual Financial Statement set out the details.

3.2 There is no general contingency fund available in the account. The favourable balance arising is attributable to a mixture of debits on some schemes and credits on others. However, all the credit sums have been allocated for specific projects, as approved by the Elected Council and are reviewed continuously. An unrealised amount of €6,165,757 is included in the closing capital balance.

3.3 The Summary of Capital Expenditure incurred during 2014 gives an overview of the level of activity through the year:-

Programme Group	Expenditure €m	Principal Expenditure Projects	2014 €m
Housing and Building	4.35	Mitchels Regeneration Tralee Programme of Works funded by Grant and Internal Capital Receipts Single Rural Cottages/Extensions Voluntary Housing Housing Land HFA Rolled up Interest	1.16 2.53 0.39 0.13 0.14
Roads, Transportation and Safety	15.20	NRA Projects NRDO/HQ Road Design (recoupable) Development Levy Works Car Parking Works Road Restoration Emergency Repairs Flooding Duagh Miscellaneous Projects	9.10 1.55 2.11 1.45 0.21 0.19 0.59
Water and Sewerage	6.01	Irish Water Projects (recoupable)	6.01
Development Incentives and Controls	0.50	Tourism/ Community Projects, incl. Tralee Wetlands, Windmill Centre, Ballybunion Castle Conservation	0.50
Environmental Protection	0.98	Waste Management Services Burial Grounds Laboratory System Upgrade Fire Services/Other Equipment	0.55 0.29 0.09 0.05
Recreation and Amenity	0.73	Amenities, incl. Walkways Playgrounds	0.61 0.12
Agriculture, Educ. Health and Welfare	0.11	Piers and Harbours	0.11
Miscellaneous	5.25	Plant and Materials Account Killarney Motor Tax Online Service (recoupable) Procurement Project (recoupable) NPPR Payment Plans Local Elections I.T. Capital Upgrade Corporate Projects	1.28 0.75 0.72 0.86 0.22 0.25 1.17
Total	33.13		33.13

- 3.4 The Balance Sheet indicates that capital work was in progress and design/planning was advancing to the overall cumulative value of €11.79m at 31 December 2014. This represents a decrease of 53.48% on the 2013 figure and is primarily due to the transfer of Public Water and Sewerage projects to Irish Water. The figure of €11.79m is represented by:-

	€
Local Authority Housing and Building	0.17m
Road Transportation and Safety	11.29m
Burial Grounds	0.06m
Piers and Harbours	0.22m
Miscellaneous	0.05m

4 Capital Borrowing/ Mortgaged Housing Loan Activity

- 4.1 The Council's capital debt at 31 December 2014 amounted to €106.9m, a decrease of €5.7m on the December 2013 figure of €112.7m. Of that figure, a sum of €10.56m relates to mortgage secured housing loans, a reduction of €0.92m on the December 2013. A sum of €52.5m relates to Assets/Grants, a reduction of €25.1m, of which €18.5m was transferred to a Short-Term Debtor and €2.5m transferred to a Long-Term Debtor due to the transfer of responsibilities to Irish Water. The age profile of the loans has increased with a significant portion of loan principal being offset annually. There were no borrowings in 2014.

5. Fixed Assets

- 5.1 The Balance Sheet indicates that at 31 December 2014, the Net Book Value of our accountable assets is €3,490.5m (a decrease of €469.8m on the 2013 figure after depreciation), and were constituted as follows: -

	€
Land	139.5m
Housing	441.4m
Buildings	120.25m
Plant and Machinery	2.9m
Computer/Hire Equipment/Furniture	0.75m
Heritage/Parks	9.5m
Roads Network	2,776.2m
Water and Sewerage Plant/Network	nil

The value and complexity of the Council's asset portfolio require continuous management and financial support in the interests of the overall economic and social well-being of the County.

6. Conclusion

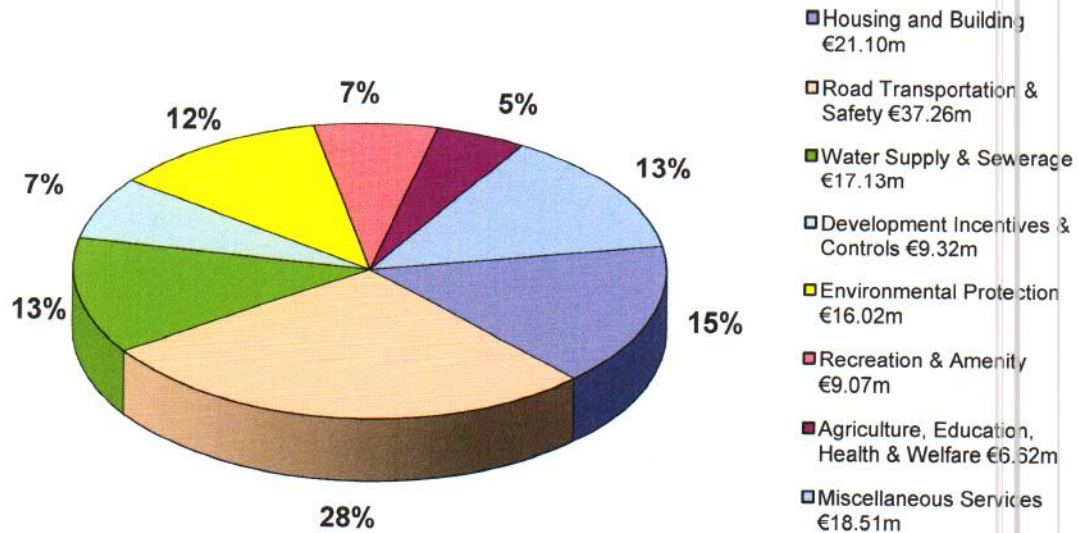
- 6.1 The Revenue Surplus for 2014 is €90,930, as a result the accumulated revenue reserve as at the end of 2014 is €6,184,008. The retention of a cumulative revenue reserve is a very positive reflection on both the elected members and the continuous efforts of staff of Kerry County Council in maximising resources, achieving better value for money, maximising revenue and increasing overall efficiencies over the past number of years. However, it must be noted that this is based on accrual accounting and not all of the funds are realised at the end of 2014. The balance on the account is considered prudent and satisfactory for an organisation of this size and complexity.

Kerry County Council took actions during 2014 and continues into 2015 and the future, to adjust and match both operational day-to-day spend and its long-term capital investment programme with available funding and resources. Central to all of Kerry County Council's services is the objective to maintain and support business and households through provision of quality driven services within the current financial constraints.

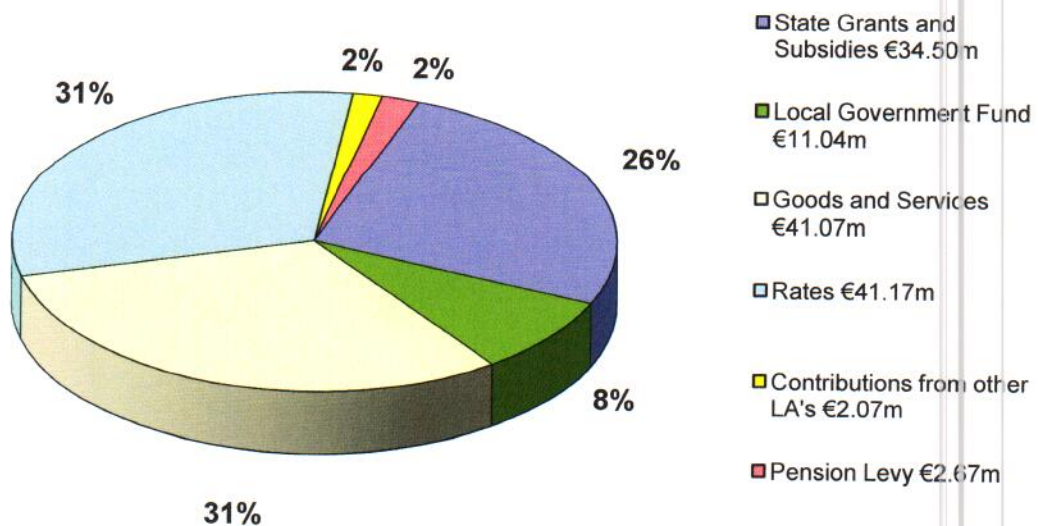
In addition, Circular Letter Fin.03/2009 dated 13th February 2009 from the Department of Environment, Heritage and Local Government continues in force. This Circular imposes very strict obligations on local authorities to avoid any deficit in the current account, to keep expenditure and income in the capital account in balance, to borrow only in accordance with ministerial sanction and to keep the net bank position limited to the previous year's level. This Circular was updated as recently as January 2015 in relation to the Control and Monitoring of Local Authorities Contributions to the General Government Balance. This, in effect, leaves very little discretion to local authorities to manage their affairs.

Angela McAllen
Head of Finance

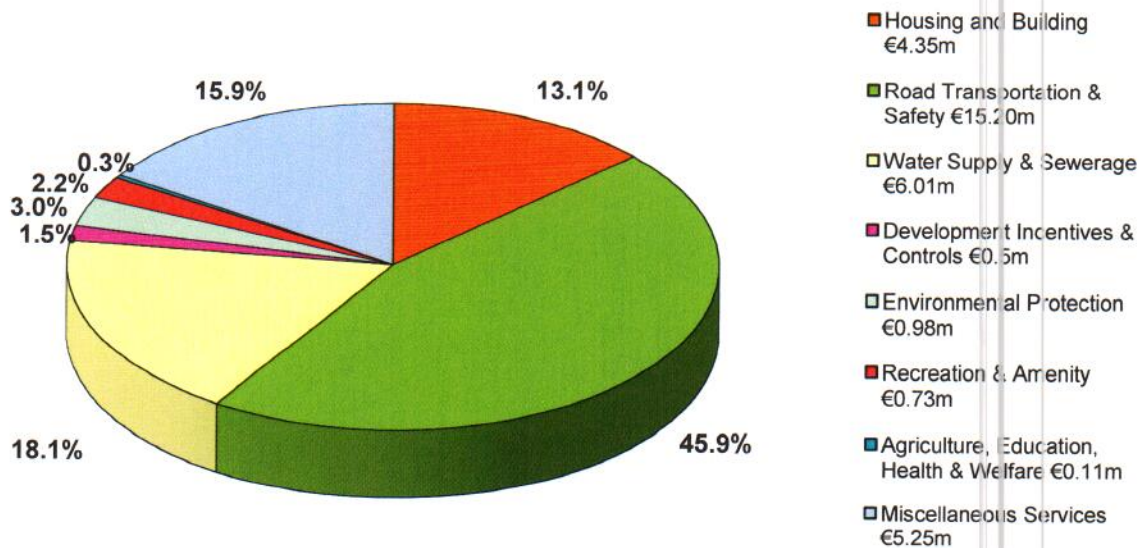
Kerry County Council - Revenue Expenditure 2014



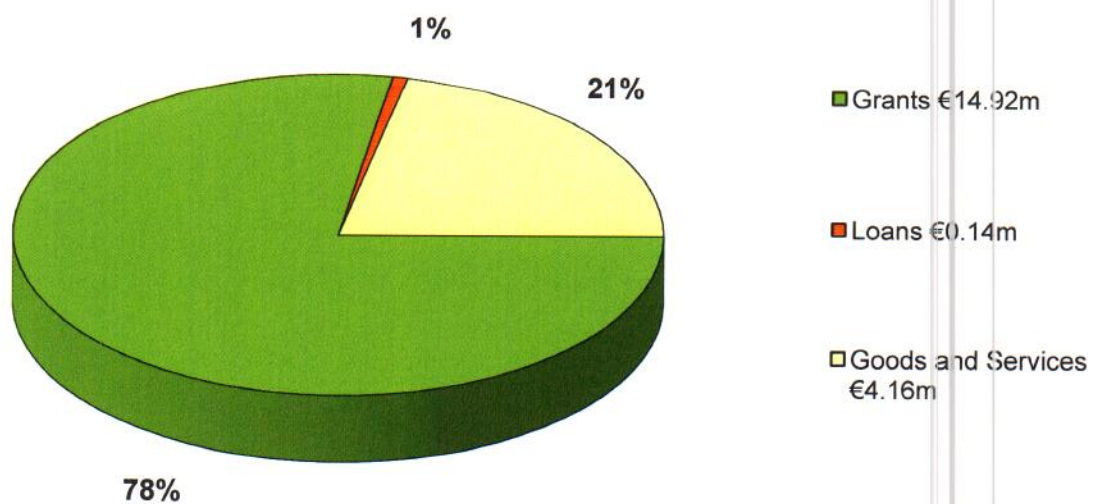
Kerry County Council - Revenue Income 2014



Kerry County Council - Capital Expenditure 2014 per Appendix 6



Kerry County Council - Sources of Capital Funding 2014 per Appendix 6

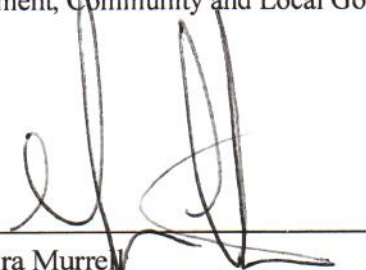


Kerry County Council

Certificate of Chief Executive & Head of Finance for the year ended 31 December 2014

- 1.1 We the Chief Executive and Head of Finance are responsible for preparing an annual financial statement in accordance with the accounting code of practice issued by the Minister under section 107 of the Local Government Act, 2001
- 1.2 We are responsible for maintaining proper books of account that disclose with reasonable accuracy the financial position of the local authority and enable it to ensure that financial statements prepared comply with the statutory requirements.
- 1.3 We are responsible for the safeguarding of assets of the local authority and for taking reasonable steps for the prevention and detection of fraud and other irregularities.
- 1.4 When preparing financial statements we have:
 - stated that the financial statements have been prepared in accordance with the Accounting Code of Practice and the accounting policies have been applied consistently; and,
 - made judgments and estimates that are reasonable and prudent;
- 1.5 We certify that the financial statements of Kerry County Council for the year ended 31 December 2014, as set out on pages 9 to 41, are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for the Environment, Community and Local Government.

Signed:


Moira Murrell
Chief Executive

Date:

08/04/2015



Angela McAllen
Head of Finance

Date:

8/4/15

Independent Auditor's Opinion to the Members of Kerry County Council

I have audited the annual financial statement of Kerry County Council for the year ended 31 December 2014 as set out on pages 3 to 24, which comprises the Statement of Accounting Policies, Statement of Comprehensive Income, Statement of Financial Position, Statement of Funds Flow and Notes on and forming part of the Accounts. The financial reporting framework that has been applied in its preparation is the Code of Practice and Accounting regulations as prescribed by the Minister for the Environment, Community and Local Government.

Responsibilities of the Council and the Local Government Auditor

The Council, in accordance with Section 107 of the Local Government Act, 2001, is responsible for the maintenance of all accounting records including the preparation of the Annual Financial Statement. It is my responsibility, based on my audit, to form an independent opinion on the statement and to report my opinion to you.

Scope of the audit of the financial statement

I conducted my audit in accordance with the Code of Audit Practice, as prescribed under Section 117 of the Local Government Act, 2001. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the annual financial statement. It also includes an assessment of the significant estimates and judgements made in the preparation of the financial statement, and of whether the accounting policies are appropriate to the Council's circumstances, consistently applied and adequately disclosed.

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide sufficient evidence to give reasonable assurance that the annual financial statement is free from material misstatement, whether caused by fraud or error.

Opinion on the financial statement

In my opinion the annual financial statement, which has been prepared in accordance with the Code of Practice and Accounting Regulations for local authorities, presents fairly the financial position of the Kerry County Council at 31 December 2014 and its income and expenditure for the year then ended.

Statutory Audit Report

I have also prepared an associated audit report as provided for in Section 120(1)(c) of the Local Government Act, 2001.



Name: Thomas O'Callaghan

Local Government Auditor

Date: 4th September 2015

STATEMENT OF ACCOUNTING POLICIES

1. General

The accounts have been prepared in accordance with the Accounting Code of Practice on Local Authority Accounting, as revised by the Department of Environment, Community and Local Government (DoECLG) in December 2014.

Non compliance with accounting policies as set out in the Accounting Code of Practice must be stated in the Policies and Notes to the accounts.

2. Funds Flow Statement

A Funds Flow statement was introduced as part of AFS 2011. While the guidance of International Accounting Standard 7 Statement of Cash Flows has been followed, the business of local authorities is substantially different to most private sector organisations and therefore some minor changes to the format have been agreed to ensure the data displayed is meaningful and useful within the local government sector. For this reason the statement is being referred to as a "Statement of Funds Flow". The financial accounts now include a Statement of Funds Flow shown after the Statement of Financial Position (Balance Sheet). Notes 18 – 23 relate to the Statement of Funds Flow and are shown in the Notes on and forming part of the Accounts section of the AFS. Note 20 details Project/Non Project/Affordable/Voluntary balances, which can be either a debit or a credit balance. The funds flow assumes that these are debit balances and bases the (Increase)/Decrease description on this.

3. Accruals

The revenue and capital accounts have been prepared on an accrual basis in accordance with the Accounting Code of Practice.

4. Interest Charges

Loans payable can be divided into the following two categories:

- Mortgage related loans
- Non- mortgage related loans

4.1 Mortgage Related Loans

Mortgage related loans have a corresponding stream of income from long term advances (i.e. monies lent by the local authority to borrowers) for the purchase of houses. Only the interest element is charged or credited to the Statement of Comprehensive Income (Income & Expenditure Statement).

4.2 Non-Mortgage Related Loans

Note 8 to the accounts sets out the types of borrowing under this heading. Loans relating to assets / grants, revenue funding, inter local authority will not have a corresponding stream of income. Bridging finance will eventually become part of permanent funding. Loans in respect of the other headings will have a corresponding value in Note 3.

5. Pensions

Payments in respect of pensions and gratuities are charged to the revenue account in the accounting period in which the payments are made. The cost of salaries and wages in the accounts includes deductions in respect of superannuation (including Widows' and Orphans') benefits. Such deductions are credited as receipts to the Statement of Comprehensive Income (Income & Expenditure Statement). The requirements of current accounting standards relating to pensions and their application to local authority accounting remains under consideration.

6. Agency and Other Services

Expenditure on services provided or work done on behalf of other local authorities and statutory bodies is recouped at cost or in accordance with specific agreements.

7. Insurance

The Council has paid in full the deposit premium on insurance cover for Public and Employers liability at year's end. Provision exists in the Balance Sheet for a specific reserve to provide in part for the 'retro-rating' of insurance costs.

8. Provision for Bad & Doubtful Debts

Provision has been made in the relevant accounts for bad & doubtful debts for the following income streams: rates, rents, housing loans, fire charges, P.E.L.S (Property Entry Levy), development contributions, environmental enforcement charges, burial ground fees, marina fees government grants and miscellaneous income.

9. Fixed Assets

9.1 Classification of Assets

Fixed assets are classified into categories as set out in the Statement of Financial Position (Balance Sheet). A further breakdown by asset type is set out in note 1 to the accounts.

9.2 Recognition

All expenditure on the acquisition or construction of fixed assets is capitalised on an accrual basis.

9.3 Measurement

A Statement of Financial Position (Balance Sheet) incorporating all of the assets of the local authority was included for the first time in the Annual Financial Statement for 2003. The assets were valued based on the 'Valuation Guideline' issued by the DoECLG. All assets purchased or constructed as from 1/1/2004 have been included at historical Cost. Accounting policies relating

to leases are currently being developed and will be reflected in the financial statements at a future date.

9.4 Revaluation

As set out in a revision to the Accounting Code of Practice it is policy to show fixed assets at cost. Maintenance and enhancement costs associated with Infrastructure assets are not currently included in fixed assets but will be reviewed at a future date. Due to their physical nature the vast majority of assets are unique to local authorities and are not subject to disposal. Any loss or gain associated with the net realisable value of the remaining general assets subject to disposal, are accounted for at time of disposal.

9.5 Disposals

In respect of disposable assets, income is credited to a specific reserve and is generally applied in the purchase of new assets. Proceeds of the sale of local authority houses are to be applied as directed by the DECLG.

9.6 Depreciation

Under the current method of accounting, the charge for depreciation is offset by the amortisation of the source of funding the asset. This method has a neutral impact on the Income & Expenditure and consequently the charge for depreciation and the corresponding credit from amortisation is excluded from the Statement of Comprehensive Income (Income & Expenditure Statement).

The policies applied to assets subject to depreciation are as follows:

Asset Type	Basis	Depreciation Rate
Land		Nil
Plant & Machinery		
- Long life	SL	10%
- Short life	SL	20%
Computers, Furniture & Equipment	SL	20%
Housing		Nil
Roads Infrastructure		Nil
Buildings		Nil
Heritage Assets		Nil
Library Books		Nil
Playgrounds	SL	20%
Parks	SL	2%
Water Assets		
- Water schemes	SL	Asset life of 70 years
- Drainage schemes	SL	Asset life of 50 years

SL = Straight Line

The Council does not charge depreciation in the year of disposal and will charge a full year's depreciation in the year of acquisition.

The value of the landfill site has been included in Note 1 under land. Depreciation represents the depletion of the landfill asset.

10. Government Grants

Government grants are accounted for on an accrual basis. Grants received to cover day-to-day operations are credited to the Statement of Comprehensive Income (Income & Expenditure Statement). Grants received, relating to the construction of assets, are shown as part of the income of work-in-progress. On completion of the project the income is transferred to a Capitalisation Account.

11. Development Debtors & Income

Recognition of Development Contribution Income

Development Debtors are included in Notes 3 & 5. Development Contributions due on the basis of Commencement Notices received after 01/01/2004 have been included as debtors in so far as they are realistically collectable. Income from Development Contributions not due to be paid within the current year is deferred and shown in Note 6.

All such income relates to files pending legal review.

12. Debt Redemption

The proceeds from the early redemption of loans by borrowers are applied in the redemption of mortgage related borrowings from the HFA and OPW.

13. Lease Schemes

Rental payments under operating leases are charged to the Statement of Comprehensive Income (Income & Expenditure Statement). Assets acquired under a finance lease are included in fixed assets. The amount due on outstanding balances is shown under current liabilities and long term creditors.

14. Plant and Machinery Account

The Plant and Machinery account is operated in the capital account.

15. Stock

Stocks at Council's Central Store at year-end are included as an asset in the Balance Sheet and are valued at average cost. Otherwise materials purchased are treated as having been consumed in the accounting period, i.e. no adjustment made for opening and closing stocks

16. Work-in-Progress & Preliminary Expenditure

Work-in-progress and preliminary expenditure is the accumulated historical cost of various capital related projects. The income accrued in respect of these projects is shown in the Statement of Financial Position (Balance Sheet) balance sheet as 'Income WIP'.

17. Debtors and Creditors

17.1 Debtors

At the close of the financial year, debtors represent income due but not yet received.

17.2 Creditors

At the close of the financial year, creditors represent payments due in respect of goods received and services rendered but not yet paid.

18. Interest in Local Authority Companies

The Interest of Kerry County Council in companies is listed in Appendix 8.

19. Transfer of Responsibility for the Delivery of Water Services

The Water Services Act 2013 and the Water Services (No. 2) Act 2013 provides for the establishment of Irish Water as an independent subsidiary within the Bord Gáis Éireann Group.

From January, 2014, the legislation provides for:

- The transfer of Local Authority water services assets and liabilities to Irish Water.
- That all functions of a Local Authority relating to water services, shall transfer to Irish Water other than those related to rural water services, notably group water schemes and individual domestic wastewater treatment systems.
- Local authorities will deliver services on behalf of Irish Water through service level agreements for an agreed payment. It is provided that these agreements will run for an initial 12 year period with reviews after two years and seven years. This has been reflected in Local Authority revenue budgets adopted for 2014.

The analysis, computation and valuation of assets and liabilities to be transferred to Irish Water will be computed and agreed between Local Authorities and Irish Water in 2015. The changes provisionally agreed will be reflected in the 2014 AFS for Local Authorities. The transfers will not affect the going concern capacity of Local Authorities.

20. Development Contributions – Water and Waste Water 2014

Short Term water related development contribution debtors balances (less bad debt provision) as at 31 December 2014 are being shown with an equivalent creditor in the AFS to reflect the transfer of water and waste water services to Irish Water. Cash collected in 2014 but not paid over to Irish Water in 2014 is also shown as a creditor.

21. Mergers and Unifications

The Local Government Reform Act 2014 gave effect to significant structural reforms and other changes to the local government system, first detailed in Action Programme for effective Local Government (October 2012). The '2014 establishment day' and the 'transfer date' was **1 June 2014**. The '2014 establishment day' order (dissolved the local authorities in Limerick, Tipperary and Waterford and replaced them with new merged local authorities) and the 'transfer date' order (activated the dissolution of town councils and established the local authorities in whose areas the town councils were situated as their successors). Annual Financial Statements for 2014 will report on the financial position of local authorities under the new structure and assumes the existence of the new local authority for the full year. Prior year comparatives have been updated accordingly to reflect the new structures.

FINANCIAL ACCOUNTS

**STATEMENT OF COMPREHENSIVE INCOME (INCOME AND EXPENDITURE ACCOUNT STATEMENT)
FOR YEAR ENDED 31st DECEMBER 2014**

The Income and Expenditure Account Statement brings together all the revenue related income and expenditure. It shows the surplus/(deficit) for the year.

Transfers to/from reserves are shown separately and not allocated by service division.

Expenditure by Division	Note	Gross Expenditure 2014 €	Income 2014 €	Net Expenditure 2014 €	Net Expenditure 2013 €
Housing and Building		19,700,679	20,000,764	(300,085)	(323,475)
Roads, Transportation & Safety		35,840,340	23,092,971	12,747,369	13,055,005
Water Services		15,347,614	16,411,570	(1,063,956)	13,358,768
Development Management		8,929,540	2,256,109	6,673,431	6,827,482
Environmental Services		14,757,926	3,399,191	11,358,735	10,106,655
Recreation & Amenity		8,066,723	1,569,303	6,497,420	6,470,137
Agriculture Education, Health & Welfare		5,898,777	5,167,321	731,456	514,504
Miscellaneous Services		17,957,095	5,742,665	12,214,430	9,592,308
County Charge		-	-	-	6,348,887
Total Expenditure/Income	16-17	126,498,694	77,639,894		
Net Cost of Division to be funded from Rates and Local Government Fund				48,858,800	65,950,271
Rates				41,169,215	41,387,398
Local Government Fund				11,043,837	22,238,923
Pension Related Deduction				2,670,557	2,884,278
County Charge				-	6,348,887
Surplus/(Deficit) for Year before Transfers				6,024,809	6,909,215
Transfers from/(to) Reserves	15			(5,933,879)	(6,664,101)
Overall Surplus/(Deficit) for Year				90,930	245,114
General Reserve at 1st January 2014				6,093,078	5,847,964
General Reserve at 31st December 2014				6,184,008	6,093,078

STATEMENT OF FINANCIAL POSITION (Balance Sheet) as at 31st December 2014

	Notes	2014 €	2013 €
Fixed Assets	1		
Operational		695,969,956	702,217,402
Infrastructural		2,776,246,759	3,244,436,063
Community		13,254,424	8,519,021
Non-Operational		5,078,468	5,225,443
		3,490,549,607	3,960,397,929
Work-in-Progress and Preliminary Expenses	2	11,785,832	25,333,435
Long Term Debtors	3	45,471,274	35,140,049
Current Assets			
Stock	4	1,007,071	974,208
Trade Debtors & Prepayments	5	28,850,118	12,859,773
Bank Investments		74,371,546	77,954,546
Cash at Bank		-	-
Cash in Transit		619,285	592,677
Urban Account	7	-	-
		104,848,020	92,381,204
Current Liabilities			
Bank Overdraft		445,526	781,474
Creditors & Accruals	6	47,216,351	25,226,098
Urban Account	7	-	-
Finance Leases		29,343	28,259
		47,691,220	26,035,831
Net Current Assets / (Liabilities)		57,156,800	66,345,373
Creditors (Amounts greater than one year)			
Loans Payable	8	85,054,499	107,166,205
Finance Leases		48,686	79,114
Refundable Deposits	9	2,591,146	2,281,864
Other		348,005	523,790
		88,042,336	110,050,973
Net Assets / (Liabilities)		3,516,921,177	3,977,165,813
Represented By			
Capitalisation	10	3,490,549,607	3,960,397,931
Income WIP	2	11,093,257	24,108,590
Specific Revenue Reserve		7,478,134	7,478,134
General Revenue Reserve		6,184,008	6,093,078
Other Balances	11	1,616,171	(20,911,920)
Total Reserves		3,516,921,177	3,977,165,813

FUNDS FLOW STATEMENT

AS AT 31st DECEMBER 2014

		2014	2014
		€	€
REVENUE ACTIVITIES	Note		
Net Inflow/(outflow) from Operating Activities	18		5,974,427
CAPITAL ACTIVITIES			
Returns on Investment and Servicing of Finance			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		(469,848,322)	
Increase/(Decrease) in WIP/Preliminary Funding		(13,015,333)	
Increase/(Decrease) in Reserves Balances	19	(12,802,974)	
Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance			(495,666,629)
Capital Expenditure & Financial Investment			
(Increase)/Decrease in Fixed Assets		469,848,322	
(Increase)/Decrease in WIP/Preliminary Funding		13,547,603	
(Increase)/Decrease in Agent Works Recoupable		83,547	
(Increase)/Decrease in Other Capital Balances	20	877,293	
Net Inflow/(Outflow) from Capital Expenditure and Financial Investment			484,356,765
Financing			
Increase/(Decrease) in Loan & Lease Financing	21	(32,648,060)	
(Increase)/Decrease in Reserve Financing	22	34,453,771	
Net Inflow/(Outflow) from Financing Activities			1,305,711
Third Party Holdings			
Increase/(Decrease) in Refundable Deposits			309,282
Net Increase/(Decrease) in Cash and Cash Equivalents	23		(3,220,444)

1. Fixed Assets

<u>Costs</u>	Land €	Parks €	Housing €	Buildings €	Plant & Machinery (Long and Short Life) €	Computers, Furniture and Equipment €	Heritage €	Roads and Infrastructure €	Water and Sewerage Network €	Total €
Accumulated Costs at 1st Jan	139,349,023	9,133,030	441,385,283	123,548,860	19,177,640	6,396,349	2,891,689	2,773,223,756	744,982,880	4,260,088,510
Additions - Purchased	100,000	-	720,000	6,305	266,815	246,912	75,000	152,191	-	1,567,223
Additions - Transfer WIP	307,853	25,809	234,282	-	-	-	-	-	-	567,944
Disposals/Statutory Transfers	(370,949)	-	(976,840)	(795,937)	(1,793,951)	(462,068)	(47,760)	-	(744,982,880)	(749,430,385)
Revaluation	153,410	-	-	-	-	-	70,000	-	-	223,410
Historical Costs Adjustments	40	-	-	-	-	-	(53,617)	2,870,812	-	2,817,235
Accumulated Costs 31/12/2014	139,539,377	9,158,839	441,362,725	122,759,228	17,650,504	6,181,193	2,935,312	2,776,246,759	-	3,515,833,937
<u>Depreciation</u>										
Accumulated Depreciation at 1st Jan	-	2,386,269	-	2,502,633	15,373,188	5,657,919	-	-	273,770,573	299,690,582
Provision for year	-	183,991	-	-	978,909	214,866	-	-	-	1,377,766
Disposals/Statutory Transfers	-	-	-	-	(1,566,436)	(447,009)	-	-	(273,770,573)	(275,784,018)
Accumulated Depreciation 31/12/2014	-	2,570,260	-	2,502,633	14,785,661	5,425,776	-	-	-	25,284,330
Net Book Value at 31/12/2014	139,539,377	6,588,579	441,362,725	120,256,595	2,864,843	755,417	2,935,312	2,776,246,759	-	3,490,549,607
Net Book Value at 31/12/2013	139,349,023	6,746,761	441,385,283	121,046,227	3,804,452	738,430	2,891,689	2,773,223,756	471,212,307	3,960,397,929
<u>Net Book Value by Category</u>										
Operational	134,344,690	-	441,362,725	117,056,595	2,859,942	346,004	-	-	-	695,969,956
Infrastructural	-	-	-	-	-	-	-	2,776,246,759	-	2,776,246,759
Community	525,632	6,588,579	-	3,200,000	4,901	-	2,935,312	-	-	13,254,424
Non-Operational	4,669,055	-	-	-	-	409,413	-	-	-	5,078,468
Net Book Value at 31/12/2014	139,539,377	6,588,579	441,362,725	120,256,595	2,864,843	755,417	2,935,312	2,776,246,759	-	3,490,549,607

Note: Reduction in Fixed Assets due to transfer of responsibilities to Irish Water – Net Book value (472,388,364) [Accumulated costs (747,598,972) and Depreciation 275,210,608]

2. Work in Progress and Preliminary Expenses

A summary of work in progress and preliminary expenses is as follows:

	Funded	Unfunded	Total	Total
	2014	2014	2014	2013
<u>Expenditure</u>	€	€	€	€
Preliminary Expenses	4,990,657	701,395	5,692,052	7,614,762
Work in Progress	6,093,780	-	6,093,780	17,718,673
Total Expenditure	11,084,437	701,395	11,785,832	25,333,435
<u>Income</u>				
Preliminary Expenses	5,008,483	387	5,008,870	6,704,337
Work in Progress	6,084,387	-	6,084,387	17,404,253
Total Income	11,092,870	387	11,093,257	24,108,590
<u>Net Expended</u>				
Work in Progress	9,393	-	9,393	314,420
Preliminary Expenses	(17,826)	701,008	683,182	910,425
Net Over/(Under) Expenditure	(8,433)	701,008	692,575	1,224,845

3. Long Term Debtors

A breakdown of long term debtors is as follows:

	2014	2014	2014	2014	2014	2014	2013
	Balance @ 01/01/2014	Loans Issued	Installments	Early Redemptions	Other Adjustments	Balance @ 31/12/2014	Balance @ 31/12/2013
	€	€	€	€	€	€	€
A breakdown of long term debtors is as follows:							
Long Term Mortgage Advances *	11,277,297	238,400	(762,983)	(52,979)	(12,237)	10,687,498	11,277,297
Tenant Purchase Advances	500,722	-	(78,977)	(4,494)	-	417,251	500,722
Shared Ownership Rented Equity	3,972,920	-	-	(25,108)	(52,404)	3,895,408	3,972,920
	15,750,939	238,400	(841,960)	(82,581)	(64,641)	15,000,157	15,750,939
Voluntary Housing & Water Loans Recoupable						21,641,164	19,832,272
Capital Advance Leasing Facility	-	-				348,005	523,791
Development Contributions - Long Term						-	-
Inter Local Authority Loans						-	-
Long Term Investments - Cash						9,828,090	354,901
Long Term Investments - Associated Companies						150,165	266,636
Other						46,967,581	36,728,539
Less: Current Portion of Long Term Debtors						(1,496,307)	(1,588,490)
Total amounts falling due after one year						45,471,274	35,140,049

* Includes HFA agency loans

4. Stocks

A summary of stock is as follows:

	2014	2013
	€	€
Central Stores	241,782	217,721
Other Depots	765,289	756,487
Total	1,007,071	974,208

5. Trade Debtors and Prepayments

A breakdown of debtors and prepayments is as follows:

	2014	2013
Government Debtors	21,488,215	2,348,032
Commercial Debtors	10,463,944	14,417,479
Non-Commercial Debtors	981,093	817,964
Development Debtors	3,403,503	2,806,567
Other Services	1,826,668	1,564,030
Other Local Authorities	132,030	1,547,426
Agent Works Recoupable	-	83,547
Revenue Commissioners	-	-
Other	-	-
Current Portion of Long Term Debtors	1,496,307	1,588,490
Total Gross Debtors	39,791,760	25,173,535
Less: Provision for Doubtful Debts	(11,683,642)	(12,313,762)
Total Trade Debtors	28,108,118	12,859,773
Prepayments	742,000	-
Total	28,850,118	12,859,773

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2014	2013
	€	€
Trade Creditors	5,049,075	620,948
Grants	400	-
Revenue Commissioners	1,827,435	1,914,891
Other Local Authorities	-	-
Other Creditors	1,292,473	478,986
	8,169,383	3,014,825
Accruals	9,161,756	13,634,177
Deferred Income	7,989,739	3,083,808
Add: Current Portion of Loans Payable	21,895,473	5,493,288
Total	47,216,351	25,226,098

7. Urban Account

A summary of the Urban account is as follows:

	2014	2013
	€	€
Opening Balance at 1st January	-	-
Charge for Year	-	-
Paid/(Received)	-	-
Balance at 31st December	-	-

8. Loans Payable

(a) Movement in Loans Payable	2014 HFA €	2014 OPW €	2014 Other €	2014 Total €	2013 Total €
Opening Balance	98,373,377	146,130	14,139,985	112,659,492	117,445,892
Borrowings	-	-	-	-	299,947
Repayment of Principal	(3,479,785)	(80,473)	(1,506,445)	(5,066,703)	(5,367,120)
Early Redemptions	(783,759)	-	-	(783,759)	(180,474)
Other Adjustments	140,942	-	-	140,942	461,248
	94,250,775	65,657	12,633,540	106,949,972	112,659,493
Less: Current Portion of Loans Payable				(21,895,473)	(5,493,288)
Total amounts falling due after one year				85,054,499	107,166,205

(b) Application of Loans

Mortgage

Mortgage Loans *	10,503,492	63,470	-	10,566,962	11,484,680
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Non Mortgage

Assets/Grants	42,363,441	-	10,127,421	52,490,862	77,595,598
Revenue Funding	-	-	-	-	-
Bridging Finance	857,664	-	-	857,664	857,664
Recoupable	18,511,351	-	-	18,511,351	7,314
Shared Ownership Rented Equity	2,881,967	-	-	2,881,967	2,881,967
Inter-Local Authority	-	-	-	-	-
Voluntary Housing and Water	19,132,860	2,186	2,506,120	21,641,166	19,832,270
Balance at 31st December	94,250,775	65,656	12,633,541	106,949,972	112,659,493

Less: Current Portion of Loans Payable				(21,895,473)	(5,493,288)
Total Amounts Due after one year				85,054,499	107,166,205

* Includes HFA Agency Loans

Reduction in Loans Payable due to the transfer of responsibilities to Irish Water amounts to €21,019,657. This change of responsibility results in the creation of a Short Term Debtor (€18,511,351) in the case of HFA Water Loans and the creation of a Long Term Debtor (€2,508,306) for non HFA Water Loans.

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2014 €	2013 €
Opening Balance at 1st January	2,281,854	2,168,125
Deposits received	857,202	489,769
Deposits repaid	(547,920)	(376,030)
Closing Balance at 31st December	2,591,136	2,281,864

10. Capitalisation Account

The Capitalisation Account shows the funding of the assets as follows:

	2014	2014	2014	2014	2014	2014	2014	2014	2013
	Balance @ 01/01/2014 €	Purchased €	Transfers WIP €	Disposals/ Statutory T/F's €	Revaluation €	Historical Cost Adjustments €	Balance @ 31/12/2014 €	Balance @ 31/12/2013 €	
Grants	443,968,934	43,376	234,283	(60,152,574)	-	12,545,421	396,639,440	443,968,934	
Loans	65,740,159	-	307,853	(19,851,069)	-	-	46,196,943	65,740,159	
Revenue Funded	14,047,939	160,802	-	(1,192,678)	(1)	473,389	13,489,451	14,047,939	
Leases	971,456	-	-	(96,287)	-	(363,511)	511,658	971,456	
Development Contributions	4,768,383	-	-	(2,311,137)	-	(198,577)	2,258,669	4,768,383	
Tenant Purchase Annuities	21,595,658	-	-	(10,677)	-	-	21,584,981	21,595,658	
Unfunded	7,087,832	-	-	(409,276)	-	-	6,678,556	7,087,832	
Historical	3,672,063,225	-	-	(637,971,037)	113,962	(9,154,674)	3,025,051,476	3,672,063,225	
Other	29,844,927	1,363,045	25,808	(27,435,650)	109,449	(484,813)	3,422,764	29,844,927	
Total Gross Funding	4,260,088,513	1,567,223	567,944	(749,430,385)	223,410	2,817,235	3,515,833,937	4,260,088,513	
Less: Amortised							(25,284,330)	(299,690,582)	
Total *							3,490,549,607	3,960,397,931	

* As per note 1

11. Other Balances

A break down of other balances is as follows:

	Note	2014 Balance @ 01/01/2014 €	2014 * Capital Reclassification €	2014 Expenditure €	2014 Income €	2014 Transfer from Revenue €	2014 Transfer to Revenue €	2014 Internal Transfers €	2014 Balance @ 31/12/2014 €	2013 Balance @ 31/12/2013 €
Tenant Purchase Annuities										
- Realised	(a)	4,653,700	-	4,569	347,505	-	444,235	414,908	4,137,493	4,653,700
- Unrealised	(b)	485,720	-	-	(10,211)	-	-	(15,000)	490,509	485,720
Development Levies										
Development Contributions	(c) & (o)	21,135,185	-	2,282,111	1,433,434	(27,444)	-	10,853,159	9,460,793	21,135,185
Unfunded Balances										
- Project	(d)	(5,862,776)	-	4,601	6,718	(240,000)	-	-	(5,620,659)	(5,862,776)
- Non-Project	(e)	(1,149,160)	(99,248)	(117,422)	(1,915)	(21,093)	-	15,000	(1,126,808)	(1,149,160)
Funded Balances										
- Project	(f)	(20,088,374)	(25,214)	2,625,593	2,271,860	(317,970)	49,474	(715,337)	(19,483,488)	(20,088,374)
- Non-Project	(g)	(2,481,580)	(594,791)	17,659,890	12,545,566	(1,017,100)	48,000	(4,674,907)	(2,546,688)	(2,481,580)
Voluntary & Affordable Housing Balances										
- Voluntary Housing		(174,071)	-	132,046	114,528	-	-	-	(191,589)	(174,071)
- Affordable Housing		(930,044)	-	(9,951)	153,765	(1,791)	-	74,943	(839,480)	(930,044)
Other Balances										
- Assets	(h)	11,916,856	-	13,506	48,458	(725,000)	-	2,303,168	10,373,640	11,916,856
- Insurance Fund	(i)	1,256,415	-	-	-	-	77,700	(250,000)	1,428,715	1,256,415
- General	(j)	47,330,045	(56,639)	9,580,391	1,637,318	(2,705,836)	1,831,979	(7,879,607)	48,083,797	47,330,045
Net Capital Balances		56,091,916	(775,892)	32,175,334	18,547,026	(5,056,234)	2,451,388	126,327	44,166,235	56,091,916
Non Mortgage Loans - Principal to be Amortised	(k)									
Lease Repayment - Principal to be Amortised	(l)								(53,348,525)	(78,453,262)
Historical Mortgage Funding Surplus/(Deficit)	(m)								(78,029)	(107,373)
Shared Ownership Rented Equity Account	(n)								1,282,397	1,424,886
Reserves - Associated Companies									(211,259)	(222,987)
Total Other Balances									9,805,352	354,900
									1,616,171	(20,911,920)

* Capital re-classification represents the change in status and/or funding of opening capital balances.

Note (a)	Accrued Repayments of annuities by borrowers who have purchased local authority houses.	Note (h)	Relates to reserves provisions and advance funding for future Local Authority assets.
Note (b)	Future repayments of annuities by borrowers, not yet due, who have purchased local authority houses.	Note (i)	Relates to reserves provisions for future insurance liabilities.
Note (c)	Development contributions to be applied to either specific or general developments.	Note (j)	Relates to reserve provisions and miscellaneous credit balances.
Note (d)	Balances relating to completed asset codes for which funding has yet to be identified.	Note (k)	Both the principal and interest of non-mortgage loans are funded through the Income and Expenditure account. This represents the outstanding principal on all such loans.
Note (e)	Balances relating to capital codes not resulting in assets for which funding has yet to be identified.	Note (l)	Similar to (k), it represents the future lease liability that remains to be funded.
Note (f)	Balances relating to completed asset codes for which funding has been identified but not yet received.	Note (m)	Relates to the funding position on the Mortgage Loan book on change to Balance Sheet accounting, net of timing differences and subsequent write offs to Revenue.
Note (g)	Balances relating to capital codes not resulting in assets for which funding has been identified but not yet received.	Note (n)	Under the shared ownership scheme both the equity element and the corresponding borrowings are indexed linked to the CPI. This reserve represents the cumulative difference between the values of indexations and can be attributed mainly to timing differences.
Note (o)	Provision has not been made in the Annual Financial Statement in respect of the associated commitment/liabilities for the spending of these development contributions.	Note (o)	

12. Capital Account Analysis

The capital account has been de-aggregated and is comprised of the following accounts in the balance sheet as follows:

	2014	2013
	€	€
Net WIP and Preliminary Expenses (Note 2)	(692,575)	(1,224,845)
Net Capital Balances (Note 11)	44,166,235	56,091,916
Net Agency Works Recoupable (Note 5)	-	(83,547)
Capital Balance Surplus/(Deficit) at 31st December	43,473,660	(54,783,524)

A summary of the changes in the Capital account (see Appendix 6) is as follows:

Opening Balance at 1st January	54,783,524	60,219,104
Expenditure	33,133,756	57,646,600
Income		
- Grants	14,917,516	40,517,498
- Loans	140,942	743,569
- Other	4,160,672	7,970,551
Total Income	19,219,130	49,231,618
Net Revenue Transfers	2,604,762	2,979,402
Closing Balance	43,473,660	54,783,524

13. Mortgage Loan Funding Position

The mortgage loan funding position on the balance sheet at year-end is as follows:

	2014	2014	2014	2013
	€	€	€	€
	Loan	Rented Equity	Total	Total
Mortgage Loans/Equity Receivable (Note 3)	10,687,498	3,895,408	14,582,906	15,250,217
Mortgage Loans/Equity Payable (Note 8)	(10,566,962)	(2,881,967)	(13,448,929)	(14,366,647)
Surplus/(Deficit) in Funding @ 31st of December	120,536	1,013,441	1,133,977	883,570

NOTE: Cash on Hand relating to Redemptions and Relending **1,133,977**

14. Summary of Plant and Materials Account

The Plant and Materials account is operated within the Capital Account.
A summary of the operations of the Plant and Materials account is as follows:

	2014	2013
	€	€
Balance @ 01/01/2013	788,904	491,919
(Profit)/Loss Year	376,840	286,485
Capital Expenditure	33,210	10,500
Transfer from Revenue	-	-
Internal Transfer	-	-
Balance @ 31/12/2014	1,198,954	788,904

15. Analysis of Transfers to/from Reserves

A summary of the transfers to/from reserves is as follows:

	2014	2014	2014	2013
	Transfers From Reserves	Transfers To Reserves	Net	Total
	€	€	€	€
Loan Repayment Reserve	-	(3,442,263)	(3,442,263)	(3,814,761)
Lease Repayment Reserve	-	(29,343)	(29,343)	(28,259)
Historical Mortgage Funding Write Off	142,489	-	142,489	158,321
Development Levies	-	-	-	2,288,712
Other	2,451,472	(5,056,234)	(2,604,762)	(5,268,113)
Surplus/(Deficit) for Year	2,593,961	(8,527,840)	(5,933,879)	(6,664,100)

Refer to Appendix 9 for detailed analysis of transfers between revenue & capital.

16. Analysis of Revenue Income

A summary of the major sources of revenue income is as follows:

	Appendix No	2014		2013	
		€		€	
State Grants & Subsidies	3	34,498,732	26.0%	32,040,594	20.9%
Contributions from other Local Authorities	4	2,070,428	1.6%	3,218,656	2.1%
Goods and Services	4	41,070,734	31.0%	45,182,246	29.5%
		77,639,894	58.6%	80,441,496	52.5%
Local Government Fund - General Purpose Grant		11,043,837	8.3%	22,238,923	14.5%
Pension Related Deduction		2,670,557	2.0%	2,884,278	1.9%
Rates		41,169,215	31.1%	41,387,398	27.0%
County Charge		-	0.0%	6,348,887	4.1%
Total Income		132,523,503	100.0%	153,300,982	100.0%

17. Over/Under Expenditure

The difference between the adopted budget and the actual outturn is respect of both expenditure and income is as follows:

	EXPENDITURE				INCOME				(Over)/Under Budget 2014 €
	Excluding Transfers 2014 €	Transfers 2014 €	Including Transfers 2014 €	Budget 2014 €	(Over)/Under Budget 2014 €	Excluding Transfers 2014 €	Transfers 2014 €	Including Transfers 2014 €	Over/Under Budget 2014 €
Housing & Building	19,700,679	1,402,436	21,103,115	19,802,952	(1,300,163)	20,000,764	745,745	20,746,509	1,046,274
Roads Transportation & Safety	35,840,340	1,414,847	37,255,187	32,390,452	(4,864,735)	23,092,971	125,700	23,218,671	3,461,627
Water Services	15,347,614	1,780,499	17,128,113	16,931,030	(197,083)	16,411,570	7,838	16,419,408	558,239
Development Management	8,929,540	386,564	9,316,104	8,588,366	(727,738)	2,256,109	149,474	2,405,583	554,537
Environmental Services	14,757,926	1,259,103	16,017,029	17,042,760	1,025,731	3,399,191	121,500	3,520,691	(420,449)
Recreation & Amenity	8,066,723	1,003,685	9,070,408	7,764,105	(1,306,303)	1,569,303	-	1,569,303	979,547
Agriculture, Education, Health & Welfare	5,898,777	723,582	6,622,359	5,246,132	(1,376,227)	5,167,321	-	5,167,321	667,339
Miscellaneous Services	17,957,095	557,124	18,514,219	16,002,589	(2,511,630)	5,742,665	1,443,704	7,186,369	3,917,133
Central Management Charges	-	-	-	-	-	-	-	-	-
Total Divisions	126,498,694	8,527,840	135,026,534	123,768,386	(11,258,148)	77,639,894	2,593,961	80,233,855	10,764,247
Local Government Fund - General Purpose Grant	-	-	-	-	-	11,043,837	-	11,043,837	(3,097)
Pension Related Deduction	-	-	-	-	-	2,670,557	-	2,670,557	(144,443)
Rates	-	-	-	-	-	41,169,215	-	41,169,215	732,371
County Charge	-	-	-	-	-	-	-	-	-
Dr/Cr Balance	-	-	-	-	-	-	-	-	-
Surplus/(Deficit) for Year	126,498,694	8,527,840	135,026,534	123,768,386	(11,258,148)	132,523,503	2,593,961	135,117,464	11,349,078
									90,930

18. Net Cash Inflow/(Outflow) from Operating Activities

2014

€

Operating Surplus/(Deficit) for Year	90,930
(Increase)/Decrease in Stocks	(32,863)
(Increase)/Decrease in Trade Debtors	(15,990,346)
Non operating activity in Trade Debtors (Agent Works)	(83,547)
Increase/(Decrease) in Creditors Less than One Year	21,990,253
(Increase)/Decrease in Urban Account	-
	5,974,427

19. Increase/(Decrease) in Reserve Balances

Increase/(Decrease) in Development Contributions	(11,674,392)
Increase/(Decrease) in Other Reserve Balances	(617,164)
Increase/(Decrease) in Tenant Purchase Annuities	(511,418)
	(12,802,974)

20. (Increase)/Decrease in Other Capital Balances

(Increase)/Decrease in Project Balances - Funded	604,886
(Increase)/Decrease in Project Balances - Unfunded	242,117
(Increase)/Decrease in Non Project Balances - Funded	(65,108)
(Increase)/Decrease in Non Project Balances - Unfunded	22,352
(Increase)/Decrease in Voluntary Housing Balances	(17,518)
(Increase)/Decrease in Affordable Housing Balances	90,564
	877,293

21. Increase/(Decrease) in Loan & Lease Financing

(Increase)/Decrease in Long Term Debtors	(10,331,225)
Increase/(Decrease) in Mortgage Loans	(917,718)
Increase/(Decrease) in Asset/Grant Loans	(25,104,736)
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	-
Increase/(Decrease) in Recoupable Loans	18,504,037
Increase/(Decrease) in Shared Ownership Rented Equity Loans	-
Increase/(Decrease) in Inter-Local Authority Loans	-
Increase/(Decrease) in Voluntary Housing Loans	1,808,896
Increase/(Decrease) in Finance Leasing	(29,344)
(Increase)/Decrease in Portion Transferred to Current Liabilities	(16,402,185)
Increase/(Decrease) in Long Term Creditors - Deferred Income	(175,785)
	(32,648,060)

22. (Increase)/Decrease in Reserve Financing

2014

€

(Increase)/Decrease in Specific Revenue Reserve	-
(Increase)/Decrease in Historical Mortgage Funding Surplus/Deficit	(142,489)
(Increase)/Decrease in Lease Repayment Principal to be Amortised	29,343
(Increase)/Decrease in Non-Mortgage Loan Principal to be Amortised	25,104,737
(Increase)/Decrease in Reserves in Associated Companies	9,450,452
(Increase)/Decrease in Shared Ownership Rented Equity Account	11,728
	34,453,771

23. Analysis of Changes in Cash & Cash Equivalents

Increase/(Decrease) in Bank Investments	(3,583,000)
Increase/(Decrease) in Cash at Bank/Overdraft	335,948
Increase/(Decrease) in Cash in Transit	26,608
	(3,220,444)

APPENDICES

APPENDIX 1

ANALYSIS OF EXPENDITURE

FOR YEAR ENDED 31ST DECEMBER 2014

	2014 €	2013 €
<u>Payroll</u>		
- Salary & Wages	44,646,468	45,424,094
- Pensions & Gratuities	8,454,600	7,887,925
- Other Costs	4,525,933	4,644,562
Total	57,627,001	57,956,581
<u>Operational Expenses</u>		
- Purchase of Equipment	1,208,402	1,103,281
- Repairs & Maintenance	1,398,135	1,245,942
- Contract Payments	9,533,566	10,136,848
- Agency Services	1,578,991	4,040,135
- Machinery Yard Charges (Incl Plant Hire)	5,007,507	6,106,968
- Materials & Stores Issues	10,512,768	12,190,013
- Payments of Grants	4,969,498	6,182,598
- Member Costs	360,051	420,127
- Travelling & Subsistence Allowances	2,021,645	2,104,307
- Consultancy & Professional Fees	888,981	1,142,869
- Energy Costs	2,830,660	5,530,234
- Other	9,364,902	8,706,890
Total	49,675,106	58,910,212
<u>Administration Expenses</u>		
- Communication Expenses	664,278	748,482
- Training & Recruitment	390,189	365,124
- Printing & Stationery	354,795	318,699
- Contributions to Other Bodies	1,663,738	1,947,370
- Other Administration Expenses	1,417,001	1,365,503
Total	4,490,001	4,745,178
<u>Establishment Expenses</u>		
- Rent & Rates	1,291,250	5,331,112
- Other Establishment Expenses	716,713	559,752
Total	2,007,963	5,890,864
Financial Expenses	12,156,879	11,771,637
Miscellaneous Expenses	541,744	768,409
County Charge (Exp)	-	6,348,887
Total Expenditure	126,498,694	146,391,768

Appendix 2

SERVICE DIVISION A Housing and Building

		EXPENDITURE		INCOME		
Service		TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
A01	Maintenance/Improvement of LA Housing	5,786,624	506,770	9,871,393	8,778	10,386,941
A02	Housing Assessment, Allocation and Transfer	889,458	93,850	27,551	-	121,401
A03	Housing Rent and Tenant Purchase Administration	1,167,443	-	35,363	-	35,363
A04	Housing Community Development Support	329,591	-	8,328	-	8,328
A05	Administration of Homeless Service	954,570	25,000	6,302	708,779	740,081
A06	Support to Housing Capital & Affordable Prog.	1,433,951	480,328	32,579	-	512,907
A07	RAS Programme	6,641,924	4,813,803	1,828,121	-	6,641,924
A08	Housing Loans	1,675,690	2,540	578,515	-	581,055
A09	Housing Grants	2,223,468	1,537,860	114,936	-	1,652,796
A11	Agency & Recoupable Services	396	-	58,973	6,740	65,713
A12	Housing Assistance Programme	-	-	-	-	-
Total Including Transfers to/from Reserves		21,103,115	7,460,151	12,562,061	724,297	20,746,509
Less: Transfers to/from Reserves		1,402,436	-	745,745	-	745,745
Total Excluding Transfers to/from Reserves		19,700,679	7,460,151	11,816,316	724,297	20,000,764

SERVICE DIVISION B
Road Transport & Safety

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
B01 NP Road - Maintenance and Improvement	919,201	570,983	58,674	-	629,657
B02 NS Road - Maintenance and Improvement	2,232,032	1,343,428	144,737	-	1,488,165
B03 Regional Road - Maintenance and Improvement	7,681,264	5,476,789	363,820	10,000	5,850,609
B04 Local Road - Maintenance and Improvement	18,813,603	9,977,379	1,410,442	-	11,387,821
B05 Public Lighting	2,048,102	78,260	24,060	-	102,320
B06 Traffic Management Improvement	46,798	-	785	-	785
B07 Road Safety Engineering Improvement	340,291	197,679	14,595	-	212,274
B08 Road Safety Promotion/Education	238,087	6,726	4,507	-	11,233
B09 Maintenance & Management of Car Parking	1,638,067	-	2,951,285	10,682	2,961,967
B10 Support to Roads Capital Prog.	2,688,388	-	253,519	-	253,519
B11 Agency & Recoupable Services	609,354	-	316,174	4,147	320,321
Total Including Transfers to/from Reserves	37,255,187	17,651,244	5,542,598	24,829	23,218,671
Less: Transfers to/from Reserves	1,414,847	-	125,700	-	125,700
Total Excluding Transfers to/from Reserves	35,840,340	17,651,244	5,416,898	24,829	23,092,971

SERVICE DIVISION C
Water Services

Service		EXPENDITURE		INCOME		
		TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
C01	Operation and Maintenance of Water Supply	9,236,229	1,332,298	212,014	-	1,544,312
C02	Operation and Maintenance of Waste Water Treatment	3,552,622	572,411	80,344	-	652,755
C03	Collection of Water and Waste Water Charges	1,446,925	-	45,037	-	45,037
C04	Operation and Maintenance of Public Conveniences	849,396	-	14,636	-	14,636
C05	Admin of Group and Private Installations	995,694	862,534	24,283	-	886,817
C06	Support to Water Capital Programme	954,086	-	957,724	-	957,724
C07	Agency & Recoupable Services	93,161	-	12,318,127	-	12,318,127
C08	Local Authority Water & Sanitary Services	-	-	-	-	-
Total Including Transfers to/from Reserves		17,128,113	2,767,243	13,652,165	-	16,419,408
Less: Transfers to/from Reserves		1,780,499	-	7,838	-	7,838
Total Excluding Transfers to/from Reserves		15,347,614	2,767,243	13,644,327	-	16,411,570

SERVICE DIVISION D
Development Management

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
D01 Forward Planning	985,526	-	128,969	-	128,969
D02 Development Management	2,922,921	-	582,595	-	582,595
D03 Enforcement	1,287,321	-	55,334	-	55,334
D04 Op & Mice of Industrial Sites & Commercial Facilities	36,892	6,129	6,991	-	13,120
D05 Tourism Development and Promotion	953,163	19,000	8,406	25,000	52,406
D06 Community and Enterprise Function	664,916	44,370	25,197	21,870	91,437
D07 Unfinished Housing Estates	-	-	-	-	-
D08 Building Control	348,654	-	237,699	-	237,699
D09 Economic Development and Promotion	1,541,362	749,539	154,181	-	903,720
D10 Property Management	157,300	-	150,333	1,109	151,442
D11 Heritage and Conservation Services	410,710	177,464	11,397	-	188,861
D12 Agency & Recoupable Services	7,339	-	-	-	-
Total Including Transfers to/from Reserves	9,316,104	996,502	1,361,102	47,979	2,405,583
Less: Transfers to/from Reserves	386,564	-	149,474	-	149,474
Total Excluding Transfers to/from Reserves	8,929,540	996,502	1,211,628	47,979	2,256,109

SERVICE DIVISION E
Environmental Services

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
E01 Operation, Maintenance and Aftercare of Landfill	3,014,997	-	1,410,813	-	1,410,813
E02 Op & Mtce of Recovery & Recycling Facilities	782,123	110,641	263,254	-	373,895
E03 Op & Mtce of Waste to Energy Facilities	-	-	-	-	-
E04 Provision of Waste to Collection Services	579,296	-	425,787	-	425,787
E05 Litter Management	529,319	45,450	15,853	-	61,303
E06 Street Cleaning	1,463,084	-	13,731	65,000	78,731
E07 Waste Regulations, Monitoring and Enforcement	549,186	81,910	19,393	-	101,303
E08 Waste Management Planning	39,365	-	-	-	-
E09 Maintenance and Upkeep of Burial Grounds	1,091,238	1,000	210,692	14,984	226,676
E10 Safety of Structures and Places	892,867	111,341	51,198	-	162,539
E11 Operation of Fire Service	5,471,158	9,282	526,945	-	536,227
E12 Fire Prevention	670,091	-	21,829	-	21,829
E13 Water Quality, Air and Noise Pollution	934,305	-	111,039	-	111,039
E14 Agency & Recoupable Services	-	-	10,549	-	10,549
Total Including Transfers to/from Reserves	16,017,029	359,624	3,081,083	79,984	3,520,691
Less: Transfers to/from Reserves	1,259,103	-	121,500	-	121,500
Total Excluding Transfers to/from Reserves	14,757,926	359,624	2,959,583	79,984	3,399,191

SERVICE DIVISION F
Recreation and Amenity

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
F01 Operation and Maintenance of Leisure Facilities	552,850	-	715	-	715
F02 Operation of Library and Archival Service	3,706,698	18,083	183,854	-	201,937
F03 Op, Mtce & Imp of Outdoor Leisure Areas	3,608,270	1,045,863	41,826	-	1,087,689
F04 Community Sport and Recreational Development	258,233	83,268	17,290	-	100,558
F05 Operation of Arts Programme	944,357	38,332	99,297	40,775	178,404
F06 Agency & Recoupable Services	-	-	-	-	-
Total Including Transfers to/from Reserves	9,070,408	1,185,546	342,982	40,775	1,569,303
Less: Transfers to/from Reserves	1,003,685	-	-	-	-
Total Excluding Transfers to/from Reserves	8,066,723	1,185,546	342,982	40,775	1,569,303

SERVICE DIVISION G
Agriculture, Education, Health & Welfare

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
G01 Land Drainage Costs	157,277	36,000	1,711	-	37,711
G02 Operation and Maintenance of Piers and Harbours	2,106,696	191,992	844,423	-	1,036,415
G03 Coastal Protection	1,331,743	1,316,165	-	-	1,316,165
G04 Veterinary Service	725,186	288,646	357,270	-	645,916
G05 Educational Support Services	2,301,370	2,117,930	12,749	-	2,130,679
G06 Agency & Recoupable Services	87	-	435	-	435
Total Including Transfers to/from Reserves	6,622,359	3,950,733	1,216,588	-	5,167,321
Less: Transfers to/from Reserves	723,582	-	-	-	-
Total Excluding Transfers to/from Reserves	5,898,777	3,950,733	1,216,588	-	5,167,321

SERVICE DIVISION H
Miscellaneous Services

Service	EXPENDITURE		INCOME			TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL	
H01 Profit/Loss Machinery Account	-	-	-	-	-	-
H02 Profit/Loss Stores Account	-	-	-	-	-	-
H03 Administration of Rates	10,435,131	-	-	137,909	-	137,909
H04 Franchise Costs	407,169	-	-	9,232	-	9,232
H05 Operation of Morgue and Coroner Expenses	374,814	-	-	1,680	-	1,680
H06 Weighbridges	-	-	-	-	-	-
H07 Operation of Markets and Casual Trading	19,928	-	-	23,916	-	23,916
H08 Malicious Damage	-	-	-	-	-	-
H09 Local Representation/Civic Leadership	2,089,672	-	-	195,591	-	195,591
H10 Motor Taxation	1,614,445	-	-	108,706	-	108,706
H11 Agency & Recoupable Services	3,573,060	-	127,689	5,429,082	1,152,564	6,709,335
Total Including Transfers to/from Reserves	18,514,219	-	127,689	5,906,116	1,152,564	7,186,369
Less: Transfers to/from Reserves	557,124	-	-	1,443,704	-	1,443,704
Total Excluding Transfers to/from Reserves	17,957,095	-	127,689	4,462,412	1,152,564	5,742,665
OVERALL TOTAL DIVISIONS	126,498,694	34,498,732	41,070,734	2,070,428	77,639,894	

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2014	2013
	€	€
Department of the Environment, Heritage, and Local Government		
Road Grants	486,975	-
Housing Grants & Subsidies	9,246,011	6,358,988
Library Services	-	-
Local Improvement Schemes	-	-
Urban and Village Renewal Schemes	-	-
Water Services Group Schemes	862,533	1,206,674
Environmental Protection/Conservation Grants	216,141	287,347
Miscellaneous	955,131	227,400
	11,766,791	8,580,409
Other Departments and Bodies		
Road Grants	17,164,270	18,386,933
Local Enterprise Office	771,904	-
Higher Education Grants	2,114,088	4,006,737
VEC Pensions and Gratuities	-	-
Community Employment Schemes	-	-
Civil Defence	110,260	102,032
Miscellaneous	2,571,419	964,483
	22,731,941	23,460,185
TOTAL	34,498,732	32,040,594

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2014	2013
	€	€
Housing Rent	10,899,393	10,490,912
Housing Loans Interest & Charges	384,988	447,007
Domestic Water	-	-
Commercial Water	-	8,312,972
Irish Water	13,153,562	-
Domestic Refuse	347,958	318,096
Commercial Refuse	67,759	50,389
Domestic Sewerage	-	-
Commercial Sewerage	-	1,848,484
Planning Fees	411,617	359,732
Parking Fees/Charges	2,896,370	2,805,733
Recreation & Amenity Activities	535	78
Library Fees & Fines	73,363	57,097
Agency Services	739,753	413,070
Pension Contributions	2,332,141	2,424,082
Property Rental & Leasing of Land	177,517	241,678
Landfill Charges	1,379,553	6,099,373
Fire Charges	433,304	320,414
NPPR	2,717,531	4,634,620
Miscellaneous Inc - Goods & Services	5,055,390	6,238,508
	41,070,734	45,132,245

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2014	2013
<u>EXPENDITURE</u>	€	€
Payments to Contractors	13,226,766	33,055,251
Purchase of Land	205,134	760,771
Purchase of Other Assets/Equipment	632,392	647,119
Consultancy & Professional Fees	2,675,178	3,563,872
Other	16,394,286	19,619,586
Total Expenditure (Net of Internal Transfers)	33,133,756	57,646,599
Transfers to Revenue	2,451,472	6,740,348
Total Expenditure (Including Transfers) *	35,585,228	64,386,947
 <u>INCOME</u>		
Grants	14,917,516	40,517,498
Non Mortgage Loans	140,942	743,569
Other Income		
Development Contributions	1,449,686	1,467,956
Property Disposals - Land	354,458	25,000
- LA Housing	351,117	1,602,025
- Other Property	15,708	80,000
Tenant Purchase Annuities	51,375	59,183
Car Parking	131,105	117,414
Other	1,807,223	4,618,973
Total Income (Net of Internal Transfers)	19,219,130	49,231,618
Transfers from Revenue	5,056,234	9,719,749
Total Income (Including Transfers) *	24,275,364	58,951,367
 Surplus/(Deficit) for year	 (11,309,864)	 (5,435,580)
Balance (Debit)/Credit @ 1st January	54,783,524	60,219,104
Balance (Debit)/Credit @ 31 December 2014	43,473,660	54,783,524

* Excludes internal transfers, includes transfers to and from Revenue account

APPENDIX 6

ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

	Balance at 01/01/2014	INCOME				TRANSFERS				Balance at 31/12/2014	
		Expenditure	Grants	Non Mortgage Loans		Other	Total Income	Transfers from Revenue	Transfers to		
				Revenue	Internal Transfers						
01 HOUSING & BUILDING	6,869,599	4,349,490	3,043,124	140,942	1,110,585	4,294,651	1,275,580	745,745	130,000	7,474,595	
02 ROAD TRANSPORTATION & SAFETY	10,942,718	15,194,538	10,349,929	-	1,191,560	11,541,489	737,272	107,553	70,347	7,989,735	
03 WATER SERVICES	8,636,088	6,012,260	1,180	-	(1,838,057)	(1,836,877)	44,055	22,838	72,084	880,252	
04 DEVELOPMENT MANAGEMENT	10,418,217	504,586	212,945	-	339,468	552,413	259,834	149,474	(460,657)	10,115,747	
05 ENVIRONMENTAL SERVICES	9,214,699	983,705	54,336	-	1,708	56,044	413,896	121,500	(24,875)	8,554,559	
06 RECREATION & AMENITY	3,130,422	731,015	166,859	-	(5,955)	160,904	522,678	-	213,101	3,296,090	
07 AGRICULTURE, EDUCATION, HEALTH & WELFARE	(3,437,155)	105,545	200,000	-	-	200,000	676,266	-	-	(2,666,434)	
08 MISCELLANEOUS	9,008,936	5,252,617	889,143	-	3,361,363	4,250,506	1,126,653	1,304,362	-	7,829,116	
	54,783,524	33,133,756	14,917,516	140,942	4,160,672	19,219,130	5,056,234	2,451,472	-	43,473,660	

APPENDIX 7

Summary of Major Collections for 2014

	<i>Arrears @ 01/01/2014</i>	<i>Accrued</i>	<i>Write Off</i>	<i>Waivers</i>	<i>Total for Collection</i>	<i>Collected</i>	<i>Arrears @ 31/12/2014-</i>	<i>% Collected</i>
	€	€	€	€	€	€	€	
Rates	10,560,102	41,169,215	9,623,071	-	42,106,246	32,691,594	9,414,652	78%
Rents & Annuities	620,644	10,876,345	41,645	-	11,455,344	10,725,419	729,925	94%
Domestic Refuse	-	-	-	-	-	-	-	
Commercial Refuse	1,282	436,128	-	-	437,410	432,058	5,352	99%
Housing Loans	197,211	1,239,001	357	-	1,435,855	1,184,687	251,168	83%

Note 1 The total for collection in 2014 includes arrears b/fwd at 1/1/2014. This will tend to reduce the % collected for 2014.

Note 2 Rental income from Shared Ownership has been included under Rents.

Note 3 Income from Tenant Purchase Annuities has been included under Housing Loans.

Note 4 Arrears brought forward is shown net of credit balances.

Note 5 Loans – the figures here represent principal plus interest.

APPENDIX 8

INTEREST OF LOCAL AUTHORITIES IN COMPANIES

Where a local authority as a corporate body or its members or officers, by virtue of their office have an interest in a company (controlled, jointly controlled and associated), the following disclosures should be made for each entity:

Name of Company or Entity	Voting Power %	Classification: Subsidiary / Associate / Joint Venture	Total Assets	Total Liabilities	Revenue Income	Revenue Expenditure	Cumulative Surplus/ (Deficit)	Currently Consolidated Y/N	Date of financial statements
Tralee Bay Wetlands Company Ltd	100%	Subsidiary	€197,162	€175,620	€115,307	€280,466	(165,159)	N	31/12/2013
Killarney Sports and Leisure Campus Ltd	100%	Subsidiary	€10,680,930	€2,289,895	€850,135	€1,184,320	(€2,039,572)	N	31/12/2013
Killarney Technology Innovation Ltd	55%	Subsidiary	€1,263,863	€209,357	€139,740	€93,475	€148,237	N	30/06/2014
Blennerville Windmill Co. Ltd	43%	Associate. The Council guarantees borrowings of €253,950	€448,965	€297,320	€46,923	€35,970	€151,645	N	31/12/2013
Tralee Regional Sports and Leisure Company Ltd	50%	Jointly controlled by KCC & KETB	€103,839	€171,169	€934,652	€957,367	(€67,330)	N	31/12/2013
Ballyunion Health & Leisure Centre / Bevely Ltd.	0%	A guarantee was given by the Council pursuant to Section 66 of the Local Government Act, 2001, to the Minister for Arts, Sport and Tourism to ensure the operation of the facility as a swimming pool and leisure centre for a period of 15 years dating from the payment of the grant.							

APPENDIX 9

Transfers between Revenue Account and Capital Account

Transfers from Capital Account to Revenue Account	
Vacant Houses Income from Internal Capital Receipts	444,235
Housing Support Grants	100,000
Local Property Tax on Housing Liable Properties	201,510
Roads & Transportation Capital support	48,000
Discretionary Water Services support	7,833
Forward Planning support	100,000
Broadband support	49,474
Fire Services Capital Support - Gratuities	50,000
Lough Leane monitoring	71,500
TTC Budget 2014 Support	300,000
Members Gratuities Support	179,162
Corporate Retirements/ Pension support	324,553
Amalgamation / Corporate capital support	227,500
IPB Dividend / TTC Insurance Funds Support	347,700
	2,451,472
Transfers from Revenue Account to Capital Account	
Housing RAS & Social Leasing Surplus	608,295
Housing Land Bank Servicing Provision	440,000
L.A Housing Technical / Administrative overheads funding/ HFA land Interest	177,285
Housing Vehicle Equipment Fund	50,000
Provision Emergency Structural Repair Fund	100,000
Killorglin Area Services Centre Provision	200,000
Opportunity Site Development	100,000
Town and Village Enhancements	120,000
Town Improvement Fund Listowel	40,000
Public Lighting Provision for capital refurbishment works programme	70,000
Funding for Dingle Relief Loan Charges Holding a/c	48,854
Funding balances on Road Projects incl Emergency Repairs Flooding Duagh	185,553
Road Projects funded from Revenue works programme	192,171
Road Restoration ref Water Services Projects	100,694
Water Services - Vehicle Replacement Plan	44,055
Landfill Cell Development/Aftercare Fund	162,480
Funding Transfer Stations, Landfill Closures & Civic Amenity Capital Works	140,374
Fire Services Funding Vehicles	23,542
Laboratory System Upgrade	17,500
Burial Grounds Development Programme Provision	50,000
Civil Defence Capital Fund	20,000
Public Area Enhancement Scheme/ Ballybunion Castle Grant Support / Amenity	56,867
1916 Grant Aid Support	50,000
Ashe Memorial Hall / County Museum Provision	77,000
Windmill / Steam Train Fund	30,000
Killarney Sports & Leisure Centre Provision / Ballybunion Leisure Centre Grant Support	170,000
Library Services Capital Works /Archival Services Provision	65,000
SEAI Library Grant support / Caherciveen Library Balances	98,644
Playground Equipment Fund	15,000
Part Funding balance on Inch Coastal Protection Works	100,000
Part funding completed Pier Projects incl Knightstown	371,266
Fenit Harbour Dredging	200,000
Superannuation Provision for Retirements	150,000
Local Elections Provision for Costs / Members Computer Tablets	103,413
Land Drainage	5,000
FMS / Online Development Units	192,752
IT Desk Top & Server Reinvestment Programme	100,000
Aras Chambers Refurbishment	242,489
Castleisland ASC Storm Damage 2013	118,000
Funding Miscellaneous Corporate Projects	20,000
	5,056,234