

Subject to Audit



**Kerry County Council
*Comhairle Contae Chiarraí***

**ANNUAL FINANCIAL STATEMENT
2011**

***RÁITEAS AIRGEADAIS BHLIANTÚIL
2011***

For the year ended 31st December 2011

Don bhliain dár críoch 31ú Nollaig 2011



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12 April 2012

Don/

Mhéara agus gach Ball
de Chomhairle Chontae Chiarraí

Re: Annual Financial Statement 2011 – Financial Review

A Chomhairleoir, a chara,

1. Introduction

- 1.1 The aim of the Annual Financial Statement is to fairly present the financial position at end 2011. 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.
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. Within the statutory framework, 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 and, within three months of the end of each calendar year, providing such advice and making such recommendations, if any, to the Council as the Committee considers appropriate. The Committee has issued its Report for 2011 and is to be considered by the Council 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 2011, 9 reports were issued covering a wide range of issues. Final audit reports, incorporating management comments were provided to the Audit Committee as well as to the auditee, appropriate line management, the County Manager and the Head of Finance. Final reports are also made available to the Local Government Auditor.

- 1.4 Total Financial Activity of the Council for the year 2011 and a comparison with the previous year is provided on page 9 - Income and Expenditure Account Statement for the year ended 31st December 2011 and page 10 - Balance Sheet as at 31st December 2011. This year, for the first year a Funds Flow Statement as 31st December 2011 is also provided. The Accounting Policies underpinning the accounts are laid out from Page 3 to Page 7 and supporting notes and appendices to the accounts are provided from Page 12 to Page 43.
- 1.5 The Overall Financial Activity of the Council for the year is summarised below:

<u>Expenditure</u>	2011	2010
	€	€
Revenue	128,234,776	131,629,181
Capital	<u>60,864,263</u>	<u>59,246,259</u>
Total	189,099,039	190,875,440
 <u>Income</u>	 2011	 2010
	€	€
Revenue	128,521,843	132,266,293
Capital	<u>62,328,388</u>	<u>65,618,012</u>
Total	190,850,231	197,884,305

This level of expenditure indicates the ongoing extent of day-to-day service delivery, infrastructural development undertaken by the Council across the county during 2011. 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 maintenance of housing, roads, water and sewerage schemes, land-use planning, refuse collection and waste management, pollution control, fire protection and fire fighting, library service, administration/support costs, repayment of loan charges, etc.

2.2 The Account may be summarised as follows:-

	<u>2011</u>	<u>2010</u>
	€	€
Income (including accrual income)	128,521,843	132,266,293
Total Expenditure	<u>128,234,776</u>	<u>131,629,181</u>
Surplus (Deficit) for year	287,067	637,112
Opening Credit Balance	2,526,146	1,889,034
Closing Credit Balance	2,813,213	2,526,146

An excess of income over expenditure in 2011 has resulted in a surplus of €287,067 for 2011. 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

2.3 Over the course of 2011, Kerry County Council has managed the resource base effectively. The Council has put in place prudent expenditure controls and strengthened debt management measures, and has limited exposure to capital projects. This effective resource management has limited the impact of the economic downturn on the delivery of local services by this council and has enabled the Council to carry forward provisions for a small number of on-going Council work programmes, together with some uncompleted projects at year's end.

The main provisions carried forward include in particular:-

- €175,000 contribution towards contingency superannuation fund to avoid exceptional pension payments liability in any given year.
- €20,000 towards public lighting upgrading capital refurbishment works.
- €20,000 as a provision towards legal costs associated with planning enforcement.
- €13,000 towards support of the Kerry Economic Development Unit to stimulate economic and enterprise development in the County.
- €10,000 towards upgrading of laboratory equipment to enable increased in-house sampling which in turn will reduce reliance on external laboratory testing.
- €25,000 towards a start-up fund to support Kerry County Council in the maintenance of Land Drainage areas in view of over-expenditure in recent years due to flooding.
- €10,000 towards staff training and development in recognition of the changing skill and aptitude requirements owing to staff redeployment needs and the Croke Park Agreement.

- €25,000 as a provision to support exceptional payments for Coroners and Inquests/Post Mortem Expenses.

2.4 Additional expenditure to the allocation approved in the Adopted Budget was incurred in:-

- Division A - Housing and Building

Adopted Allocation	€16,484,718
Out-Turn	€17,821,283

The main reasons for the additional expenditure in this Division were increased expenditure on maintenance of local authority housing €179m (offset by partial insurance claim income), voluntary housing loan charges €0.099m (offset by recoupable income), additional expenditure on Housing Support Grant Schemes €0.995m as a result of increased allocations during the year which resulted in an additional own resource cost of €0.240m. Increase in provision for bad/doubtful debts in respect of housing loan repayments €0.030m and a contribution to the funding of the capital legacy design costs €0.210m.

- Division B - Road Transport and Safety

Adopted Allocation	€35,234,737
Out-Turn	€37,677,319

The main reasons for the additional expenditure in this Division were as a result of an increased allocation of €2.8m for the Regional and Local Road Restoration improvement programme (significantly offset by increased grant-aid). Also, the costs of the severe weather treatment at the beginning of the year, (significantly offset by increased grant-aid), additional public lighting costs and funding of minor debit capital balances. As a result of the downturn in the economy and lack of income available from the development contribution scheme the Dingle Relief Road Loan Charges of €0.299m is funded in 2011 from own resources and a contribution of €0.165m towards the balance outstanding as at the end of 2010 in the Capital Account.

- Division C - Water Supplies

Adopted Allocation	€24,197,920
Out-Turn	€22,308,487

While there was not any additional expenditure in this division overall, the main reason for the reduced out-turn relative to the budget figure is the reduced DoECLG grant allocation for group water schemes leading to subsequent reduced expenditure and income. Savings were also made in energy costs and an overall provision for EPA Licences, which was not required in 2011. The Capital Metering Project was also funded by €0.15m in this division.

- Division D - Development Management

Adopted Allocation	€7,888,189
Out-Turn	€7,606,689

The reduction overall is mainly attributable to the cessation of a Conservation Grant Scheme.

While there was not any additional expenditure in this division overall, the services within this division were all within budget with the exception of Tourism Development and Promotion which supported additional worthwhile projects that arose within the year.

- Division E - Environmental Services

Adopted Allocation €18,715,409

Out-Turn €17,184,341

This Division did not incur any over expenditure overall. This is mainly due to the downturn in Landfill operations and the cessation of the Refuse Service during 2011. The other services within this division - Fire Services, Burial Grounds, Civil Defence and Environmental Monitoring and Enforcement broadly remained within Budget.

- Division F - Recreation and Amenity

Adopted Allocation €4,978,714

Out-Turn €4,854,834

While there was not any additional expenditure overall in this division, additional expenditure was incurred in the Arts Programme for the Kerry Year of Craft and Culture Night Projects which was significantly offset by funding. Minor additional expenditure was incurred in beach cleaning. The Library Service remained within budget and this included an overall contribution of €0.09m to support the grant allocation of €40m to Cahirciveen Library.

- Division G - Agriculture, Education, Health and Welfare

Adopted Allocation €15,540,248

Out-Turn €14,423,614

The reduction in the expenditure in this division is attributable to the transfer of payment of the VEC pensions from mid-November to the Paymaster General, Department of Finance. However, additional expenditure of €0.466m occurred in the Operation of Harbours when the Council assumed responsibility for the operation of Fenit Harbour (this was offset by Income). Minor capital balances for completed Pier projects were also funded.

- Division H - Miscellaneous Services

Adopted Allocation €5,707,469

Out-Turn €9,444,306

The additional expenditure was due mainly to write-off of irrecoverable rates of €3.443m and extra costs in respect of inquests/post mortems and advertising costs for NPPR (recoupable).

Due to the extension of the grace period for retirements under which pensions are calculated at the pre-cut rate of pay, a higher than anticipated level of retirements was experienced across all divisions during 2011. This resulted in over-expenditure of €728,000 in the amount provided for pensions and lump sums in Budget 2011.

2.5 Local Income

Our reliance on locally sourced income is increasing and will no doubt 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 2011 , and the level of debtors associated with each of these income streams. The percentage collections across the major income streams have been maintained compared to 2011 and have with the exception of Landfill and Refuse Collection, met or exceeded budgeted targets. Debtor Balances in Commercial Water charges have reduced by €236,000 and Housing Loans have decreased slightly, however, debtors in Commercial Rates have increased by €241,000 and a slight increase in Housing Rents Debtors has occurred. Our Collection staff continue to work through satisfactory payment plans with all our debtors where necessary and I must re 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 2011 we issued 603 registered 6-day notices in respect of outstanding rates and 185 rates summonses were issued afterwards. A total of 47 water supply disconnections were carried out during the year.

- 2.6 Charge on Non-Principal Private Residences: - This charge, introduced in July 2009 yielded a gross income to Kerry County Council of €2.281m for 2011 and, which, after the NPPR National Office and local costs added our income by approx. €2.237m. In addition, the Town Councils benefitted by approx €1.0m nett. The Council has strengthened debt collection measures in this area. Some €310,000 were collected in late fees for Kerry County Council in 2011 and legal proceedings are pending in a number of cases. The liability date for 2012 is 31 March 2012 and payment is due by 30 June at the latest, if late payment fees are to be avoided.

- 2.7 At the March 2011 Ordinary Council Meeting, the Council approved the investment of €50,000 through a secured bond purchase as financial support towards the restoration of the Cork-Swansea Ferry Service in accordance with S.66 of the Local Government Act, 2001. This sum was paid from within the approved budget for Division D Service - Tourism Development and Promotion.

At the November 2011 Ordinary Council Meeting the Council approved additional funding, totaling €20,000, towards the costs of the Examinership process. The amount actually incurred was €14,300.

- 2.8 Following a fundamental review, Kerry County Council sold the Refuse Collection Service in November 2011 to Killarney Waste Disposal Ltd. The net proceeds from the sale are ringfenced in the Capital Account to fund future liabilities associated with the Landfill and Waste Disposal Infrastructure throughout the county.

- 2.9 The AFS 2011 also reflects the Assets and Liabilities arising from the takeover of Tralee and Fenit Harbour during 2011.

3. **Capital Account**

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

	<u>2011</u> €	<u>2010</u> €
Income	62,328,388	65,618,012
Expenditure	<u>60,864,263</u>	<u>59,246,259</u>
Surplus (Deficit) for year	1,464,125	6,371,753
Credit Balance @ 1 January	38,163,052	31,791,299
Credit Balance @ 31 December	39,627,177	38,163,052
Debtors not realised included above	5,740,284	10,005,175
Unspent loans drawn for Specific	8,392,835	7,582,187

Pages 36 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 earmarked for particular projects, as approved by the Elected Council. The credit balances are available mainly for water and sewerage schemes (both new and improvements), local authority housing, waste disposal facilities, landfill after care and various other miscellaneous projects. In relation to loans, following Council approval and Departmental sanction, the Council has drawn a further loan of €2.7m including €2.5m for the RAL Water Projects in 2011.

The funds drawn down are specific to the approval and must be spent on them – work was continuing on a number of them at 31 December 2011, leaving a loan balance of €8.39m available for advancing the schemes in 2011 and, so, as work progresses the unspent balance will be expended.

3.3 The Council is contracted for the provision of a number of Water and Waste Water Schemes at present and is advancing the planning and design of a number of others. In view of the current global and national economic difficulties, funding, both at national and local levels, is becoming so restricted that only schemes of the highest priority and urgency on the basis of either water quality in the case of water schemes and environmental grounds in the case of waste water schemes can progress as evidenced by the National Water Services Investment Programme 2010-2013 (per circular L4/12 WSIP-Measures To Support Programme Activity in 2012).

In the case of funding for the local contribution required for the schemes, very strict limitations continue to apply to borrowing approvals from the Department of the Environment, Community and Local Government and the receipts from development contributions – on which the Council is reliant for funding loan charges on water/waste water schemes – has dramatically reduced in recent years. It is essential that we continue to have some funds available within the Capital Account to enable the start-up of any approved projects and to finance cash-flow while long-term funding is being organised, such as grant-aid and/or borrowings, as appropriate.

3.4 The Summary of Capital Expenditure incurred during 2011 gives an overview of the level of activity through the year :-

Programme Group	Expenditure €m	Principal Expenditure Projects	2011 €m
Housing and Building	6.08	Voluntary Housing Town Council S.H.I.P. Allocation 2011 County Council S.H.I.P. Allocation 2011 Housing Land Redemption and Rolled up Interest Internal Capital Programme of Works L.A. Housing Technical / Administrative Overheads Miscellaneous Minor Projects	3.31 0.73 0.80 0.47 0.30 0.39 0.08
Roads, Transportation and Safety	37.53	Nat. Primary Road Improvement Nat. Secondary Road Improvement Munster Bridges Rehabilitation Development Levy Works Miscellaneous Minor Projects	18.60 12.41 3.66 0.98 1.88
Water and Sewerage	7.85	Major Water Schemes Ral Programme Metering Project Energy Efficiency/Water Conservation/Misc. Small Schemes – Water and Sewerage Major Sewerage Schemes WSIP Capital Design Office	1.80 2.06 0.32 0.98 0.62 1.40 0.67
Development Incentives and Controls	0.69	Miscellaneous Community Projects	0.69
Environmental Protection	1.24	Waste Management Services/Pollution Control Burial Grounds Fire Services	0.71 0.11 0.42
Recreation and Amenity	0.66	Library Services/Amenities	0.66
Agriculture, Education, Health and Welfare	0.35	Piers Improvements / Coastal Development	0.35
Miscellaneous	3.57	Plant and Materials Account Corporate Projects	1.21 2.36
TOTAL	57.97		57.97

- 3.5 The Balance Sheet indicates that capital work was in progress and design/planning was advancing to the overall cumulative value of €68.84m at 31 December 2011, an increase of 26% on the 2010 figure. The figure of €68.84m is represented by:-

	€
Local Authority Housing	0.06m
Road Improvement	37.94m
Public Water Supply Schemes	17.46m
Public Sewerage Schemes	7.49m
Waste Disposal	0.15m
Burial Grounds	0.20m
Fire Protection	0.04m
Piers & Harbours & Marine	5.49m
Miscellaneous	0.01m

4 Capital Borrowing/ Mortgaged Housing Loan Activity

- 4.1 The Council's capital debt at 31 December 2011 amounted to €100.47m, a decrease of €1.42m on the December 2010 figure of €101.89m. Of that figure, a sum of €13.16m relates to mortgage-secured housing loans, a reduction of €0.80m on the December 2010 figure and €20.85m relates to Voluntary Housing, a reduction of €0.65m on the December 2010 figure.

5. Fixed Assets

- 5.1 The Balance Sheet indicates that at 31 December 2011, the Net Book Value of our accountable assets is €3,469m (an increase of €31m on the 2010 figure after depreciation), and were constituted as follows: -

	€
Land (mostly housing)	66.5m
Housing	249.4m
Buildings	86.5m
Plant and Machinery	4.6m
Computer/Hire Equipment/Furniture	1.0m
Heritage/Parks	0.9m
Roads Network	2,613.0m
Water and Sewerage Plant/Network	446.7m

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

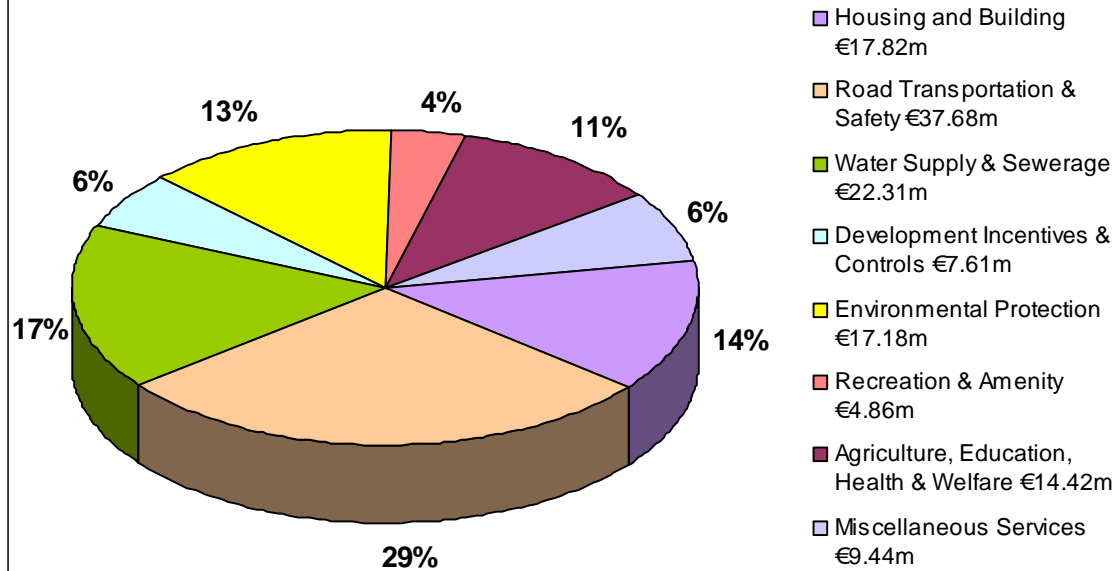
- 6.1 The Revenue Surplus for 2011 is €287,067, as a result the accumulated surplus at the end of 2011 is €2,813,213. The retention of a cumulative surplus is a very positive reflection on both the elected members and the continuous efforts of staff of Kerry County Council in maximising resources, achieving better value for money, maximising revenue and increasing overall efficiencies during these, uncertain challenging economic times. On going commitment to successful implementation of EU/IMF/ECB Troika Memorandum of Understanding. The National Recovery Plan and implementation of recommendations from the Local Government Efficiency Review Group will continue to impact on our funding streams and our operating environment over the coming years.

Kerry County took actions during 2011 and continues into 2012 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 Councils services is the objective to maintain and support business and households through provision of quality driven services.

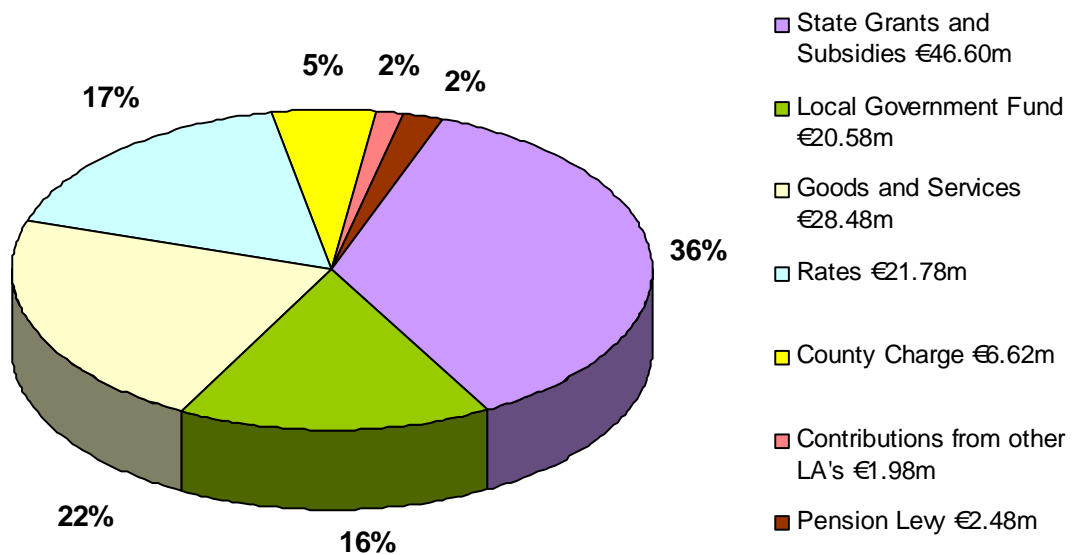
In addition, Circular letter Fin 03/2009 dated 13th February 2009 from the Department of Environment, Heritage and Local Government continues in force. This Circular imposes very strict obligations on local authorities to avoid any deficit in the current account, to keep expenditure and income in the 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. In effect, this leaves very little discretion to local authorities to manage their affairs.

Angela McAllen
A/Head of Finance

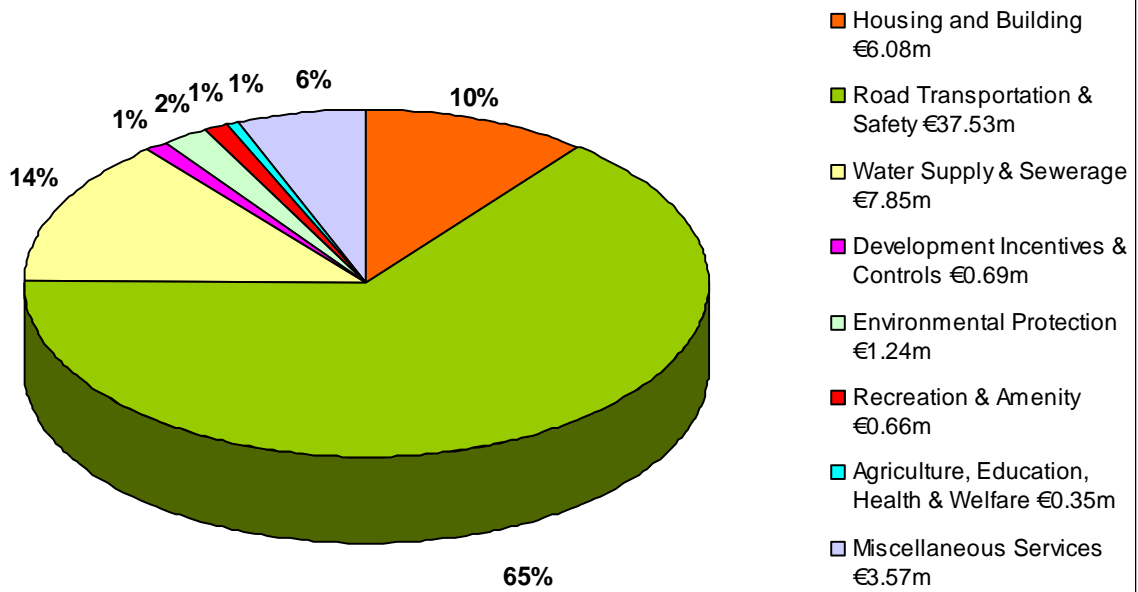
Kerry County Council - Revenue Expenditure 2011



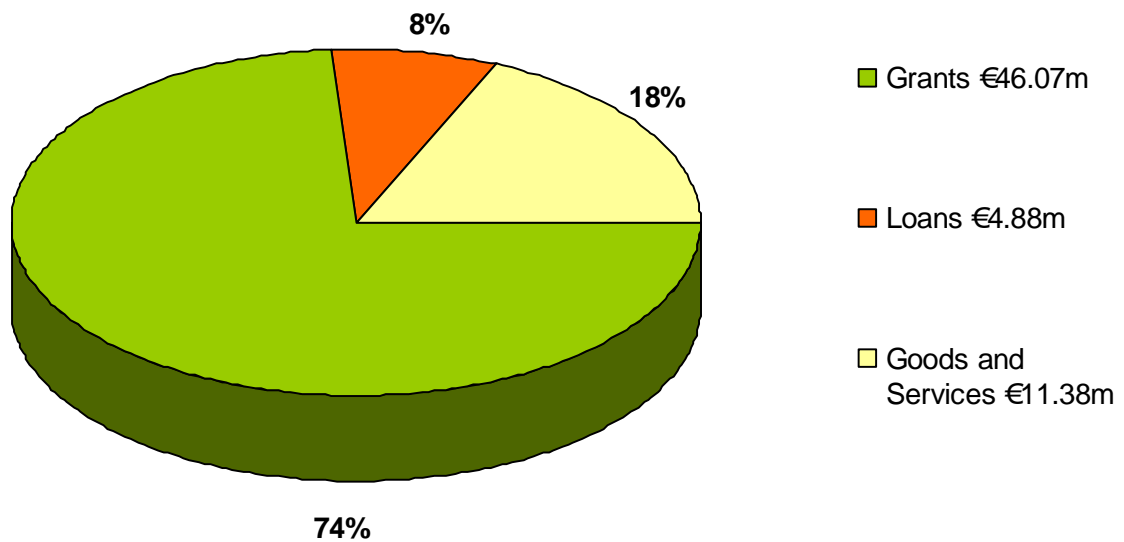
Kerry County Council - Revenue Income 2011



Kerry County Council - Capital Expenditure 2011



Kerry County Council - Sources of Capital Funding 2011



Kerry County Council
Certificate of Manager \ Head of Finance
for the year ended 31st December 2011

We certify that the financial statement of Kerry County Council for the year ended 31st December, 2011 as set out on pages 8 to 43 is in agreement with the books of account and has been prepared in accordance with the accounting requirements as directed by the Minister for the Environment, Community and Local Government. We have also taken reasonable steps for the prevention and detection of fraud and other irregularities.

Signed: _____
Tom Curran
County Manager

Angela McAllen
Acting Head of Finance

Dated: _____

Audit Opinion

Subject to Audit

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) at the 31st December 2011.

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 has been 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 'Funds Flow Statement'. The financial accounts now include a funds flow statement shown after the Balance Sheet. Notes 18 – 23 relate to the funds flow statement 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.

Non domestic water income for 2011 reflects the actual amounts invoiced in the financial year 2011.

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 Income & Expenditure Statement.

4.2 Non-Mortgage Related Loans

Note 8 to the accounts sets out the types of borrowing under this heading. Non mortgage loans do not have a corresponding stream of income. The purpose of these loans is generally to acquire assets. 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 Income & Expenditure Account as the salaries of the staff attached to the National Roads Design Office are specific to that assignment, the superannuation contributions deducted and the overhead superannuation contributions recouped from the National Roads Authority are credited to a special capital account for future use in the payment of the pensions and lump sums of the relevant staff. Future superannuation payments are charged to the Revenue Account and the sums in question are Financed by way of transfer from the Capital Account. 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, commercial water charges, waste disposal charges and agency services, fire charges, P.E.L.S (Property Entry Levy), development contributions and environmental enforcement charges.

9. Fixed Assets

9.1 Classification of Assets

Fixed assets are classified into categories as set out in the 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 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 for 2012.

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 in 2012. 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 DoECLG.

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 Income & Expenditure Account.

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

Asset Type	Basis	Depreciation Rate
Plant & Machinery		
- Long life	SL	10%
- Short life	SL	20%
Equipment	SL	20%
Furniture	SL	20%
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 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 the 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 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 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 in the companies limited by guarantee listed in Appendix 8 has not been incorporated in the Financial Statements. Interest in other associated companies is included in Note 3.

19. Affordable Housing

The accounting policy for the Affordable Housing Scheme has been amended for AFS 2011. The amended policy is being introduced to appropriately reflect the changing circumstances in the housing market, which impact on the scheme, including the deployment of unsold affordable homes for other purposes, including temporary use under the social leasing or RAS schemes. For AFS 2011, the bridging finance is being brought into the relevant capital jobs and the impact can be seen in current asset debtors (agency works recoupable) and Other Balances (loan repayment reserve). AFS 2012 will show the completion of the accounting policy change and will include the addition of the affordable housing units to the fixed asset register and inclusion in the Balance Sheet.

FINANCIAL ACCOUNTS

INCOME AND EXPENDITURE ACCOUNT STATEMENT FOR YEAR ENDED 31st DECEMBER 2011

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

Expenditure by Division	Notes	Gross Expenditure	Income	Net Expenditure	Net Expenditure
		2011 €	2011 €	2011 €	2010 €
Housing and building		16,960,907	16,212,114	748,793	(441,457)
Road transport & safety		36,937,900	23,727,110	13,210,790	11,115,835
Water services		20,626,484	11,869,349	8,757,135	6,735,810
Development management		7,318,968	1,537,951	5,781,017	5,910,739
Environmental services		15,687,728	5,169,560	10,518,168	8,947,513
Recreation and amenity		4,608,310	479,087	4,129,223	4,174,468
Agriculture, education, health & welfare		14,368,696	13,853,579	515,117	794,381
Miscellaneous services		9,252,877	4,219,921	5,032,956	2,149,149
Central management charges		-	-	-	-
Total Expenditure/Income	16-17	<u>125,761,870</u>	<u>77,068,671</u>		

Net Cost of Divisions to be funded from Rates and Local Government Fund		48,693,199	39,386,437
Rates		21,778,442	18,262,690
Local Government Fund – General Purpose Grant		20,574,023	22,408,735
Pension Related Deduction		2,482,348	2,585,888
County Charge		<u>6,618,359</u>	<u>6,676,702</u>
Surplus/(Deficit) for Year before Transfers		<u>2,759,973</u>	<u>10,547,577</u>
Transfers from/(to) Reserves	15	<u>(2,472,906)</u>	<u>(9,910,465)</u>
Overall Surplus/(Deficit) for Year		<u>287,067</u>	<u>637,112</u>
General Reserve at 1st January 2011		<u>2,526,146</u>	<u>1,889,034</u>
General Reserve at 31st December 2011		<u>2,813,213</u>	<u>2,526,146</u>

Balance Sheet as at 31st December 2011

	Notes	2011 €	2010 €
Fixed Assets	1		
Operational		405,613,971	389,883,237
Infrastructural		3,059,757,905	3,044,179,136
Community		934,428	1,076,879
Non-Operational		2,487,327	2,892,171
		3,468,793,631	3,438,031,423
Work-in-Progress and Preliminary Expenses	2	68,838,850	54,701,951
Long Term Debtors	3	38,428,111	39,891,061
Current Assets			
Stock	4	985,528	957,968
Trade Debtors and Prepayments	5	13,321,296	16,603,249
Bank Investments		61,100,865	48,000,000
Cash at Bank		-	15,320
Cash in Transit		467,932	596,544
		75,875,621	66,173,081
Current Liabilities (Amounts falling due within one year)			
Bank Overdraft		4,254,788	-
Creditors & Accruals	6	24,677,178	20,059,803
Urban Account	7	365,352	524,703
Finance Leases		28,571	-
		29,325,889	20,584,506
Net Current Assets / (Liabilities)		46,549,732	45,588,575
Creditors (Amounts falling due after more than one year)			
Loans Payable	8	96,045,097	97,283,879
Finance Leases		128,572	-
Refundable Deposits	9	2,326,945	1,976,216
Other		367,120	-
		98,867,734	99,260,095
Net Assets / (Liabilities)		3,523,742,590	3,478,952,905
Represented By			
Capitalisation Account	10	3,468,793,631	3,438,031,423
Income WIP	2	69,286,851	56,426,329
Specific Revenue Reserve		5,476,624	5,476,624
General Revenue Reserve		2,813,213	2,526,146
Other Balances	11	(22,627,729)	(23,507,613)
Total Reserves		3,523,742,590	3,478,952,909

**FUNDS FLOW STATEMENT
AS AT 31st DECEMBER 2011**

		2011	2011
	Note	€	€
REVENUE ACTIVITIES			
Net Inflow/(outflow) from operating activities	18		8,652,384
CAPITAL ACTIVITIES			
Returns on Investment and Servicing of Finance			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		30,762,208	
Increase/(Decrease) in WIP/Preliminary Funding		12,860,522	
Increase/(Decrease) in Reserves Balances	19	<u>2,664,964</u>	
Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance			46,287,694
Capital Expenditure & Financial Investment			
(Increase)/Decrease in Fixed Assets		(30,762,208)	
(Increase)/Decrease in WIP/Preliminary Funding		(14,136,899)	
(Increase)/Decrease in Agent Works Recoupable		(652,900)	
(Increase)/Decrease in Other Capital Balances	20	<u>728,438</u>	
Net Inflow/(Outflow) from Capital Expenditure and Financial Investment			(44,823,569)
Financing			
Increase/(Decrease) in Loan & Lease Financing	21	748,432	
(Increase)/Decrease in Reserve Financing	22	<u>(2,513,525)</u>	
Net Inflow/(Outflow) from Financing Activities			(1,765,093)
Third Party Holdings			
Increase/(Decrease) in Refundable Deposits			350,729
Net Increase/(Decrease) in Cash and Cash Equivalents	23		<u>8,702,145</u>

1. Fixed Assets

	Land	Parks	Housing	Buildings	Plant and Machinery (Long and Short Life)	Computers, Furniture and Equipment	Heritage	Roads and Infrastructure	*Water and Sewerage Sewerage Network	Total
Costs	€	€	€	€	€	€	€	€	€	€
Accumulated Costs @ 01/01/2011	56,386,112	1,460,129	250,768,367	79,527,003	16,331,072	4,074,570	693,298	2,610,935,685	661,896,992	3,682,073,228
Additions - Purchased	187,486	-	913,507	9,518,162	1,110,841	256,352	3,808	1,854,958	-	13,845,114
Additions - Transfers WIP	24,000	-	1,577,904	-	-	275,345	-	233,784	7,651,330	9,762,363
Disposals	(199,800)	-	(3,018,995)	-	(838,774)	(52,617)	-	-	-	(4,110,186)
Revaluations	(109,789)	-	-	-	-	-	-	-	13,000	(96,789)
Historical Cost Adjustments	10,211,975	-	(859,081)	-	-	-	-	-	27,766,208	37,119,102
Accumulated Costs @ 31/12/2011	66,499,984	1,460,129	249,381,702	89,045,165	16,603,139	4,553,650	697,106	2,613,024,427	697,327,530	3,738,592,832
<u>Depreciation</u>										
Depreciation @ 01/01/2011	-	1,076,548	-	-	11,285,598	3,062,548	-	-	228,617,111	244,041,805
Provision for Year	-	149,159	-	2,502,633	1,221,753	495,863	-	-	21,976,943	26,346,351
Disposals	-	-	-	-	(536,338)	(52,617)	-	-	-	(588,955)
Accumulated Depreciation @ 31/12/2011	-	1,225,707	-	2,502,633	11,971,013	3,505,794	-	-	250,594,054	269,799,201
Net Book Value @ 31/12/2011	66,499,984	234,422	249,381,702	86,542,532	4,632,126	1,047,856	697,106	2,613,024,427	446,733,476	3,468,793,631
Net Book Value @ 31/12/2010	56,386,112	383,581	250,768,367	79,527,003	5,045,474	1,012,022	693,298	2,610,935,685	433,279,881	3,438,031,423
<u>Net Book Value by Category</u>										
Operational	64,442,326	-	249,381,702	86,542,532	4,632,126	615,287	-	-	-	405,613,973
Infrastructural	-	-	-	-	-	-	-	2,613,024,427	446,733,476	3,059,757,903
Community	2,900	234,422	-	-	-	-	697,106	-	-	934,428
Non-Operational	2,054,758	-	-	-	-	432,569	-	-	-	2,487,327
Net Book Value @ 31/12/2011	66,499,984	234,422	249,381,702	86,542,532	4,632,126	1,047,856	697,106	2,613,024,427	446,733,476	3,468,793,631

* Water & Sewerage Network assets reflect full consolidation at County Council level of Water Supply and Wastewater Treatment Assets, in accordance with the Provisions (Part 9 Chapter 5) of the Local Government Act 2001.

2. Work in Progress and Preliminary Expenses

A summary of work in progress and preliminary expenditure by asset category is as follows:

	Funded	Unfunded	Total	Total
	2011	2011	2011	2010
<u>Expenditure</u>	€	€	€	€
Work in Progress	56,906,984	-	56,906,984	30,724,969
Preliminary Expenses	10,586,260	1,345,606	11,931,866	23,976,982
Total Expenditure	67,493,244	1,345,606	68,838,850	54,701,951
<u>Income</u>				
Work in Progress	60,491,059	-	60,491,059	34,209,231
Preliminary Expenses	8,495,224	300,568	8,795,792	22,217,098
Total Receipts	68,986,283	300,568	69,286,851	56,426,329
<u>Net</u>				
Work in Progress	(3,584,075)	-	(3,584,075)	(3,484,262)
Preliminary Expenses	2,091,036	1,045,038	3,136,074	1,759,884
Net Over/(Under) Expenditure	(1,493,039)	1,045,038	(448,001)	(1,724,378)

3. Long Term Debtors

A breakdown of long term debtors is as follows:

	2011	2011	2011	2011	2011	2011	2010
	Balance @ 01/01/2011 €	Loans Issued €	Instalments €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2011 €	Balance @ 31/12/2010 €
Long Term Mortgage Advances *	14,345,032	182,020	(806,787)	(167,785)	(42,100)	13,510,380	14,345,032
Tenant Purchase Advances	727,440	-	(66,219)	(32,777)	(1,000)	627,444	727,440
Shared Ownership Rented Equity	4,040,784	16,730	-	(40,213)	160,974	4,178,275	4,040,784
	19,113,256	198,750	(873,006)	(240,775)	117,874	18,316,099	19,113,256
Voluntary Housing						20,850,221	21,501,895
Development Levy Debtors						367,120	551,358
Inter Local Authority Loans						-	-
Long Term Investments - Cash						-	-
Long Term Investments - Associated Companies						360,412	353,542
Other						32,647	43,264
						39,926,499	41,563,316
Less: Amounts falling due within one year (Note 5)						(1,498,388)	(1,672,255)
Total amounts falling due after more than one year						38,428,111	39,891,061

* Includes HFA agency loans

4. Stocks

(a) A summary of stock is as follows:

	2011	2010
	€	€
Central Stores	219,689	228,269
Other Depots	765,839	729,699
Total	985,528	957,968

(b) A summary of the movement in stock is as follows:

	2011	2010
	€	€
Opening Stock at 1 January	957,968	892,051
Purchases	4,573,843	3,911,971
Returns to Stores	20,264	25,724
Issues from Stores	(4,566,547)	(3,871,778)
Stock Take Adjustments	0	0
Other Adjustments	-	-
Closing Stock at 31st December	985,528	957,968

5. Trade Debtors and Prepayments

A breakdown of debtors and prepayments is as follows:

	2011	2010
	€	€
Government Debtors	5,699,645	9,438,990
Commercial Debtors	6,352,110	6,766,499
Non-Commercial Debtors	297,249	305,040
Development Levy Debtors	1,414,918	1,214,667
Other Services	1,844,709	1,423,473
Other Local Authorities	876,442	1,061,133
Agent Works Recoupable	29,536	(623,364)
Revenue Commissioners	-	-
Other	83,299	49,556
Add: Amounts falling due within one year (Note 3)	1,498,388	1,672,255
Total Gross Debtors	18,096,296	21,308,249
Less: Provision for Doubtful Debts	(4,775,000)	(4,705,000)
Total Trade Debtors	13,321,296	16,603,249
Prepayments	-	-
Total	13,321,296	16,603,249

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2011	2010
	€	€
Trade Creditors	926,252	1,416,958
Grants	-	-
Revenue Commissioners	2,407,561	350,070
Other Local Authorities	312,709	22,544
Other Creditors	276,556	342,520
	3,923,078	2,132,092
Accruals	9,226,581	12,324,474
Deferred Income	7,102,365	989,947
Add: Amounts falling due within One year (Note 8)	4,425,154	4,613,290
Total	24,677,178	20,059,803

7. Urban Account

A summary of the Urban account is as follows:

	2011	2010
	€	€
Opening Balance at 1st January	(524,703)	(475,135)
Charge for Year	6,618,359	6,676,702
Paid/(Received)	(6,459,008)	(6,726,270)
Balance at 31st December	(365,352)	(524,703)

8. Loans Payable

(a) Movement in Loans Payable

	2011 HFA	2011 OPW	2011 Other	2011 Total	2010 Total
	€	€	€	€	€
Opening Balance	85,380,631	542,883	15,973,655	101,897,169	103,145,204
Borrowings	3,264,148	-	-	3,264,148	5,908,220
Repayment of Principal	(2,895,719)	(98,786)	(1,327,581)	(4,322,086)	(3,631,478)
Early Redemptions	(330,544)	-	(568,500)	(899,044)	(3,708,862)
Other Adjustments	530,064	-	-	530,064	184,086
Balance @ 31 December	85,948,580	444,097	14,077,574	100,470,251	101,897,169
Less: Amounts falling due within One year (Note 6)				4,425,154	4,613,290
Total amounts falling due after more than one year				96,045,097	97,283,879

8. Loans Payable

(b) Application of Loans

	2011 HFA €	2011 OPW €	2011 Other €	2011 Total €	2010 Total €
An analysis of loans payable is as follows:					
<u>Mortgage</u>					
Mortgage Loans *	12,784,271	377,497	-	13,161,768	13,964,506
<u>Non Mortgage Loans</u>					
Assets/Grants	47,142,167	33,953	14,077,574	61,253,694	61,537,565
Revenue Funding	-	-	-	-	-
Bridging Finance	2,380,845	-	-	2,380,845	2,116,697
Recoupable	-	32,647	-	32,647	43,264
Shared Ownership - Rented Equity	2,791,079	-	-	2,791,079	2,733,241
Inter-Local Authority	-	-	-	-	-
Voluntary Housing	20,850,218	-	-	20,850,218	21,501,895
Balance @ 31 December	85,948,580	444,097	14,077,574	100,470,251	101,897,169
Less: Amounts falling due within 1 year (Note 6)				4,425,154	4,613,290
Total Amounts Due after more than one year				96,045,097	97,283,879

* Includes HFA Agency Loans

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2011 €	2010 €
Opening Balance at 1st January	1,976,216	1,521,300
Deposits received	462,590	536,195
Deposits repaid	(111,861)	(81,279)
Closing Balance at 31st December	2,326,945	1,976,216

* In 2011, amounts held in Joint Deposit in lieu of Planning Bonds, which are refundable upon satisfactory completion of development, are included in the above Deposits Received.

10. Capitalisation Account

The capitalisation account shows the funding of the assets as follows:

	2011 Balance @ 01/01/2011 €	2011 Purchased €	2011 Transfers WIP €	2011 Disposals €	2011 Revaluation €	2011 Historical Cost Adjustments	2011 Balance @ 31/12/2011 €	2010 Balance @ 31/12/2010 € €
Grants	252,068,713	1,242,850	6,868,846	(153,330)	-	(1,295,331)	258,731,748	252,068,713
Loans	35,595,980	-	1,650,000	-	(183,986)	-	37,061,994	35,595,980
Leases	529,287	-	-	(286,960)	-	-	242,327	529,287
Revenue Funded	10,236,480	2,180,111	299,345	(437,560)	-	(2,000)	12,276,376	10,236,480
Development Levies	2,169,725	2,750	84,982	-	-	312,816	2,570,273	2,169,725
Tenant Purchase Annuities	16,501,746	-	-	(6,348)	-	-	16,495,398	16,501,746
Unfunded	5,143,297	-	233,784	(22,950)	-	-	5,354,131	5,143,297
Historical	3,386,318,537	10,260,727	-	(2,990,738)	(4,951)	27,450,642	3,421,034,217	3,386,318,537
Other	(26,490,537)	158,676	625,406	(212,300)	92,148	10,652,975	(15,173,632)	(26,490,537)
Total Gross Funding	3,682,073,228	13,845,114	9,762,363	(4,110,186)	(96,789)	37,119,102	3,738,592,832	3,682,073,228
Less: Amortised							(269,799,201)	(244,041,805)
Total *							3,468,793,631	3,438,031,423

* As per note 1

11. Other Balances

A breakdown of other balances is as follows:

	Note	2011 Balance @ 01/01/2011 €	2011 * Capital Reclassification €	2011 Expenditure €	2011 Income €	2011 Transfer from Revenue €	2011 Transfer to Revenue €	2011 Internal Transfers €	2011 Balance @ 31/12/2011 €	2010 Balance @ 31/12/2010 €
Tenant Purchase Annuities										
- Realised	(a)	709,110	(1)	3,709	1,427,092	-	500,916	(358,973)	1,272,604	709,110
- UnRealised	(b)	727,436	-	-	(99,992)	-	-	-	627,444	727,436
Development Levies	(c) & (o)	16,087,350	(4,120)	1,491,971	1,186,921	-	124,881	648,743	16,302,042	16,087,350
Unfunded Balances										
- Project	(d)	(1,851,089)	(233,784)	4,546	8,697	-	-	22,629	(2,058,093)	(1,851,089)
- Non-Project	(e)	(1,507,224)	19,663	-	-	-	-	1	(1,487,560)	(1,507,224)
Funded Balances										
- Project	(f)	(24,261,389)	(1,822,632)	5,560,848	5,235,669	74,854	-	1,625,162	(24,709,184)	(24,261,389)
- Non-Project	(g)	(724,312)	266,203	17,561,305	15,306,756	221,062	-	1,619,097	(872,499)	(724,312)
Voluntary && Affordable Housing										
- Voluntary Housing		-	3,664,430	3,311,194	(310,267)	-	-	-	42,969	-
- Affordable Housing		-	(3,001,798)	(1,294,973)	2,936,352	-	-	239,264	1,468,791	-
Other Balances										
- Assets	(h)	5,920,915	-	506	(192,082)	83,500	-	(1,347,527)	4,464,300	5,920,915
- Insurance Fund	(i)	1,079,277	-	-	-	-	-	-	1,079,277	1,079,277
- General	(j)	39,635,236	2,587,863	6,238,200	9,225,023	2,311,401	2,264,833	(2,177,869)	43,078,621	39,635,236
Net Capital Balances		35,815,310	1,475,824	32,877,306	34,724,169	2,690,817	2,890,630	270,527	39,208,712	35,815,310
Non Mortgage Loans - Principal to be Amortised	(k)								(63,634,540)	(61,537,565)
Lease Repayment - Principal to be Amortised	(l)								(157,143)	-
Historical Opening Mortgage Funding Surplus/(Deficit)	(m)								1,759,207	1,954,674
Shared Ownership Rented Equity Account	(n)								(164,378)	(93,568)
Reserves - Associated Companies									360,412	353,542
Other									-	-
Total Other Balances									(22,627,729)	(23,507,607)

*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 (b) Future repayments of annuities by borrowers, not yet due, who have purchased local authority houses.

Note (c) Development contributions to be applied to either specific or general developments. Of the €16.302m, €15.300m is received and is mainly attributable to Roads Specific Works (€4.140m); Strategic Infrastructure (€1.115m), Water Schemes (€2.857m); Sewerage Schemes (€5.806m); Urban Renewal (€0.197m); Amenity Levies (€1.155m); Fire Service Special Levy (€0.030m). The balance of €1.002m is the nett of €1.402m debtors due at 31st December 2011, less bad debt provision of €0.400m (per Note 5). The €1.402m debtors is attributable to Roads Specific Works (€0.339m); Water Schemes (€0.543m); Sewerage Schemes (€0.324m); Amenity Levies (€0.196m).

Note (d) Balances relating to completed asset codes for which funding has yet to be identified.

Note (e) Balances relating to capital codes not resulting in assets for which funding has yet to be identified.

Note (f) Balances relating to completed asset codes for which funding has been identified but not yet received.

Note (g) Balances relating to capital codes not resulting in assets for which funding has been identified but not yet received.

Note (h) Relates to reserves provisions and advance funding for future Local Authority assets.

Note (i) Relates to reserves provisions for future insurance liabilities.

Note (j) Relates to reserve provisions and miscellaneous credit balances.

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 (l) Similar to (k), it represents the future lease liability that remains to be funded.

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. The decrease in 2011 relates to the transfer of a portion of this surplus to the Revenue Account (Div A).

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 value 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.

12. Capital Account Analysis

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

	2011	2010
	€	€
Net WIP and Preliminary Expenses (Note 2)	448,001	1,724,378
Net Capital Balances (Note 11)	39,208,712	35,815,310
Net Agency Works Recoupable (Note 5)	(29,536)	623,364
Capital Balance Surplus/(Deficit) @ 31st December	39,627,177	38,163,052

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

Opening Balance @ 1st January	38,163,052	31,791,299
Expenditure	57,973,633	59,246,259
Income		
- Grants	46,071,590	47,630,022
- Loans*	4,881,644	4,226,298
- Other	8,675,215	5,877,632
Total Income	59,628,449	57,733,952
Net Revenue Transfers	(190,691)	7,884,060
Closing Balance @ 31st December	39,627,177	38,163,052

* Due to a change in treatment of Affordable Housing in 2011 Loans income includes €2,116,697 in respect of prior year bridging finance loans.

13. Mortgage Loan Funding Position

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

	2011 € Loan	2011 € Rented Equity	2011 € Total	2010 € Total
Mortgage Loans/Equity Receivable (Note 3)	13,510,380	4,178,275	17,688,655	18,385,817
Mortgage Loans/Equity Payable (Note 8)	(13,161,768)	(2,791,079)	(15,952,847)	(16,697,747)
Surplus/(Deficit) in Funding @ 31 December	348,612	1,387,196	1,735,808	1,688,070

NOTE: Cash on Hand relating to Redemptions and Relending **1,735,808**

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:

	2011	2010
	€	€
Balance @ 01/01/2011	137,536	591,711
(Profit)/Loss Year	60,576	(223,576)
Capital Expenditure	34,520	19,500
Transfer from Revenue	(20,000)	(250,000)
Balance @ 31/12/2011	212,632	137,536

15. Analysis of Transfers to/from Reserves

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

	2011	2011	2011	2010
	Transfers From Reserves	Transfers To Reserves	Net	Net
	€	€	€	€
Loan Repayment Reserve	-	(2,859,064)	(2,859,064)	(2,026,404)
Lease Repayment Reserve	-	-	-	-
Historical Mortgage Funding Surplus / Write-off	195,467	-	195,467	-
Development Levies	-	-	-	-
Other	2,890,630	(2,699,939)	190,691	(7,884,061)
Surplus/(Deficit) for Year	3,086,097	(5,559,003)	(2,472,906)	(9,910,465)

16. Analysis of Revenue Income

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

		2011		2010	
	Appendix No	€	%	€	%
State Grants and Subsidies	3	46,603,856	36.3%	48,748,584	36.8%
Contributions from other LAs		1,979,545	1.5%	2,276,286	1.7%
Goods and Services	4	28,485,270	22.2%	31,307,408	23.7%
		77,068,671	60.0%	82,332,279	62.2%
Local Government Fund - General Purpose Grant		20,574,023	16.0%	22,408,735	16.9%
Pension Related Deduction		2,482,348	1.9%	2,585,888	2.0%
Rates		21,778,442	16.9%	18,262,690	13.8%
County Charge (Inc)		6,618,359	5.2%	6,676,702	5.1%
Total Income		128,521,843	100.0%	132,266,293	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 (Over)/Under Budget	Income Over/(Under) Budget	Transfers (Over)/Under Budget	Net Position
	2011	2011	2011	2011
	€	€	€	€
Housing and building	(524,752)	1,021,928	(715,429)	(218,253)
Road transport & safety	(2,182,212)	1,395,069	(591,371)	(1,378,514)
Water services	2,016,213	(1,252,364)	(1,075,486)	(311,637)
Development management	366,697	(88,160)	(81,198)	197,339
Environmental services	1,274,475	(1,877,057)	238,133	(364,449)
Recreation and amenity	157,398	162,810	(33,519)	286,689
Agriculture, education, health & welfare	1,096,565	(758,097)	20,067	358,535
Miscellaneous services	(3,780,976)	1,206,380	39,019	(2,535,577)
Central management charges	-	-	-	-
Total Divisions Including Transfers	(1,576,592)	(189,491)	(2,199,784)	(3,965,867)
Local Government Fund – General Purpose Grant	-	(74,193)	-	(74,193)
Pension Related Deduction	-	(107,652)	-	(107,652)
Rates	-	4,475,427	-	4,475,427
County Charge	-	(40,648)	-	(40,648)
Dr/Cr balance	-	-	-	-
Surplus/(Deficit) for Year				287,067

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

	2011
	€
Operating Surplus/(Deficit) for Year	287,067
(Increase)/Decrease in Stocks	(27,560)
(Increase)/Decrease in Trade Debtors	3,281,953
Non operating activity in Trade Debtors (Agent Works)	652,900
Increase/(Decrease) in Creditors Less than One Year	4,617,375
Increase/(Decrease) in Urban Account	(159,351)
	8,652,384

19. Increase/(Decrease) in Reserve Balances

	2011 €
Increase/(Decrease) in Tenant Purchase Annuities	463,502
Increase/(Decrease) in Development Contributions	214,692
Increase/(Decrease) in Other Reserve Balances	<u>1,986,770</u>
	2,664,964

20. (Increase)/Decrease in Other Capital Balances

(Increase)/Decrease in Project Balances - Funded	(447,795)
(Increase)/Decrease in Project Balances - Unfunded	(207,004)
(Increase)/Decrease in Non Project Balances - Funded	(148,187)
(Increase)/Decrease in Non Project Balances - Unfunded	19,664
(Increase)/Decrease in Voluntary Housing Balances	42,969
(Increase)/Decrease in Affordable Housing Balances	<u>1,468,791</u>
	728,438

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

(Increase)/Decrease in Long Term Debtors	1,462,950
Increase/(Decrease) in Mortgage Loans	(802,738)
Increase/(Decrease) in Asset/Grant Loans	(283,871)
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	264,148
Increase/(Decrease) in Recoupable Loans	(10,617)
Increase/(Decrease) in Shared Ownership Rented Equity Loans	57,838
Increase/(Decrease) in Inter-Local Authority Loans	-
Increase/(Decrease) in Voluntary Housing Loans	(651,677)
Increase/(Decrease) in Finance Leasing	157,143
(Increase)/Decrease in Portion Transferred to Current Liabilities	188,136
Increase/(Decrease) in Long Term Creditors - Deferred Income	<u>367,120</u>
	748,432

22. (Increase)/Decrease in Reserve Financing

(Increase)/Decrease in Specific Revenue Reserve	-
(Increase)/Decrease in Non-Mortgage Loan Principal to be Amortised	(2,096,975)
(Increase)/Decrease in Lease Repayment Principal to be Amortised	(157,143)
(Increase)/Decrease in Historical Mortgage Funding Surplus/Deficit	(195,467)
(Increase)/Decrease in Shared Ownership Rented Equity Account	(70,810)
(Increase)/Decrease in Reserves in Associated Companies	<u>6,870</u>
	(2,513,525)

23. Analysis of Changes in Cash & Cash Equivalents

Increase/(Decrease) in Bank Investments	13,100,865
Increase/(Decrease) in Cash at Bank/Overdraft	(4,270,108)
Increase/(Decrease) in Cash in Transit	<u>(128,612)</u>
	8,702,145

APPENDICES

APPENDIX 1
ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31ST DECEMBER 2011

	2011	2010
	€	€
<u>Payroll</u>		
- Salary & Wages	38,473,507	39,433,597
- Pensions & Gratuities	6,559,915	5,585,889
- Other Costs	4,502,228	4,155,927
Total	49,535,650	49,175,413
<u>Operational Expenses</u>		
- Purchase of Equipment	1,388,052	1,308,661
- Repairs & Maintenance	633,672	550,131
- Contract Payments	10,034,195	9,152,384
- Agency Services	5,829,297	7,020,149
- Machinery Yard Charges incl. Plant Hire	6,801,631	7,398,359
- Purchase of Materials & Issues from Stores	12,004,244	11,424,832
- Payments of Grants	11,853,729	11,990,611
- Members Expenses	308,182	343,555
- Travelling & Subsistence Allowances	2,154,225	2,159,942
- Consultancy & Professional Fees Payments	807,735	883,109
- Energy Costs	3,843,907	3,782,503
- Other	6,236,857	5,478,687
Total	61,895,726	61,492,924
<u>Administration Expenses</u>		
- Communication Expenses	736,644	767,457
- Training & Recruitment	397,943	424,011
- Printing & Stationery	473,183	606,986
- Contributions to Other Bodies	1,527,266	1,411,261
- Other Administration Expenses	1,152,556	1,078,094
Total	4,287,592	4,287,809
<u>Establishment Expenses</u>		
- Rent & Rates	1,210,384	1,244,160
- Other Establishment Expenses	278,128	236,563
Total	1,488,512	1,480,722
Financial Expenses	6,025,239	2,781,912
Miscellaneous Expenses	2,529,151	2,499,937
County Charge (Exp)	-	-
Total Expenditure	125,761,870	121,718,716

Appendix 2

SERVICE DIVISION A Housing and Building

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
A01 Maintenance & Improvement of LA Housing Units	3,457,140	514,114	5,828,703	-	6,342,817
A02 Housing Assessment, Allocation and Transfer	580,357	68,203	12,247	-	80,450
A03 Housing Rent and Tenant Purchase Administration	810,087	37,712	23,364	-	61,076
A04 Housing Community Development Support	177,998	-	5,210	-	5,210
A05 Administration of Homeless Service	839,520	569,740	6,743	106,157	682,640
A06 Support to Housing Capital Prog.	1,449,295	571,640	42,444	-	614,084
A07 RAS Programme	4,499,446	3,554,291	945,155	-	4,499,446
A08 Housing Loans	1,131,686	-	983,528	-	983,528
A09 Housing Grants	4,875,754	3,592,666	4,389	-	3,597,055
A11 Agency & Recoupable Services	-	-	42,191	-	42,191
Total Including Transfers to/from Reserves	17,821,283	8,908,366	7,893,974	106,157	16,908,497
Less: Transfers to/from Reserves	860,376		696,383		696,383
Total Excluding Transfers to/from Reserves	16,960,907	8,908,366	7,197,591	106,157	16,212,114

SERVICE DIVISION B
Road Transport & Safety

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
B01 NP Road - Maintenance and Improvement	893,426	640,671	40,934	-	681,605
B02 NS Road - Maintenance and Improvement	2,084,289	1,449,557	143,122	-	1,592,679
B03 Regional Road - Maintenance and Improvement	10,799,026	8,363,846	444,030	40,463	8,848,339
B04 Local Road - Maintenance and Improvement	18,531,421	10,336,513	1,432,223	-	11,768,736
B05 Public Lighting	1,150,924	66,667	11,461	-	78,128
B06 Traffic Management Improvement	51,255	-	982	-	982
B07 Road Safety Engineering Improvement	251,533	162,334	2,618	-	164,952
B08 Road Safety Promotion & Education	126,102	3,345	1,215	-	4,560
B09 Car Parking	661,152	-	92,701	36,954	129,655
B10 Support to Roads Capital Prog	2,513,633	-	232,398	-	232,398
B11 Agency & Recoupable Services	614,558	-	225,076	-	225,076
Total Including Transfers to/from Reserves	37,677,319	21,022,933	2,626,760	77,417	23,727,110
Less: Transfers to/from Reserves	739,419		-		-
Total Excluding Transfers to/from Reserves	36,937,900	21,022,933	2,626,760	77,417	23,727,110

SERVICE DIVISION C
Water Services

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
C01 Water Supply	11,451,838	860,948	7,378,923	107,000	8,346,871
C02 Waste Water Treatment	6,013,609	25,226	1,787,166	1,200,877	3,013,269
C03 Collection of Water and Waste Water Charges	1,291,436	-	61,202	-	61,202
C04 Public Conveniences	631,959	-	6,556	-	6,556
C05 Admin of Group and Private Installations	1,689,509	1,273,732	18,857	-	1,292,589
C06 Support to Water Capital Programme	835,096	-	91,887	-	91,887
C07 Agency & Recoupable Services	395,040	-	310,268	-	310,268
Total Including Transfers to/from Reserves	22,308,487	2,159,906	9,654,859	1,307,877	13,122,642
Less: Transfers to/from Reserves	1,682,003		1,253,293		1,253,293
Total Excluding Transfers to/from Reserves	20,626,484	2,159,906	8,401,566	1,307,877	11,869,349

SERVICE DIVISION D
Development Management

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
D01 Forward Planning	773,970	-	19,836	-	19,836
D02 Development Management	2,948,454	-	582,844	-	582,844
D03 Enforcement	1,199,671	-	61,856	-	61,856
D04 Industrial and Commercial Facilities	1,302	-	6,025	-	6,025
D05 Tourism Development and Promotion	479,855	-	-	-	-
D06 Community and Enterprise Function	676,703	76,304	28,907	5,000	110,211
D07 Unfinished Housing Estates	-	-	-	-	-
D08 Building Control	422,348	-	277,519	-	277,519
D09 Economic Development and Promotion	235,037	-	-	-	-
D10 Property Management	82,022	846	59,007	-	59,853
D11 Heritage and Conservation Services	383,954	98,981	8,635	-	107,616
D12 Agency & Recoupable Services	403,373	316,191	-	-	316,191
Total Including Transfers to/from Reserves	7,606,689	492,322	1,044,629	5,000	1,541,951
Less: Transfers to/from Reserves	287,721		4,000		4,000
Total Excluding Transfers to/from Reserves	7,318,968	492,322	1,040,629	5,000	1,537,951

SERVICE DIVISION E
Environmental Services

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
E01 Landfill Operation and Aftercare	3,808,022	-	2,771,153	-	2,771,153
E02 Recovery & Recycling Facilities Operations	813,867	333,694	260,907	36,318	630,919
E03 Waste to Energy Facilities Operations	-	-	-	-	-
E04 Provision of Waste Collection Services	2,504,571	-	1,189,166	-	1,189,166
E05 Litter Management	520,567	77,000	19,666	-	96,666
E06 Street Cleaning	100,000	-	-	-	-
E07 Waste Regulations, Monitoring and Enforcement	590,027	83,415	16,494	-	99,909
E08 Waste Management Planning	67,680	-	-	-	-
E09 Maintenance of Burial Grounds	977,572	-	192,673	6,200	198,873
E10 Safety of Structures and Places	785,345	135,721	55,632	-	191,353
E11 Operation of Fire Service	5,496,254	9,499	347,253	-	356,752
E12 Fire Prevention	660,697	-	23,372	-	23,372
E13 Water Quality, Air and Noise Pollution	858,121	-	(28,786)	-	(28,786)
E14 Agency & Recoupable Services	1,618	-	45,473	2,250	47,723
Total Including Transfers to/from Reserves	17,184,341	639,329	4,893,003	44,768	5,577,100
Less: Transfers to/from Reserves	1,496,613		407,540		407,540
Total Excluding Transfers to/from Reserves	15,687,728	639,329	4,485,463	44,768	5,169,560

**SERVICE DIVISION F
Recreation and Amenity**

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
F01 Leisure Facilities Operations	-	-	-	-	-
F02 Operation of Library and Archival Service	3,611,038	31,618	156,820	-	188,438
F03 Outdoor Leisure Areas Operations	671,711	-	9,463	944	10,407
F04 Community Sport and Recreational Development	217,217	177,060	7,292	-	184,352
F05 Operation of Arts Programme	354,868	75,672	14,718	5,500	95,890
F06 Agency & Recoupable Services	-	-	-	-	-
Total Including Transfers to/from Reserves	4,854,834	284,350	188,293	6,444	479,087
Less: Transfers to/from Reserves	246,524		-		-
Total Excluding Transfers to/from Reserves	4,608,310	284,350	188,293	6,444	479,087

SERVICE DIVISION G
Agriculture, Education, Health & Welfare

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
G01 Land Drainage Costs	115,536	54,386	234	-	54,620
G02 Operation and Maintenance of Piers and Harbours	699,377	-	557,367	-	557,367
G03 Coastal Protection	-	-	-	-	-
G04 Veterinary Service	844,976	423,373	305,683	-	729,056
G05 Educational Support Services	12,759,037	12,488,749	18,905	-	12,507,654
G06 Agency & Recoupable Services	4,688	-	4,882	-	4,882
Total Including Transfers to/from Reserves	14,423,614	12,966,508	887,071	-	13,853,579
Less: Transfers to/from Reserves	54,918		-		-
Total Excluding Transfers to/from Reserves	14,368,696	12,966,508	887,071	-	13,853,579

SERVICE DIVISION H
Miscellaneous Services

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local	
H01 Profit & Loss Machinery Account	-	-	-	-	-
H02 Profit & Loss Stores Account	-	-	-	-	-
H03 Administration of Rates	3,958,371	-	17,155	-	17,155
H04 Franchise Costs	365,204	-	7,065	-	7,065
H05 Operation of Morgue and Coroner Expenses	458,132	-	1,225	-	1,225
H06 Weighbridges	-	-	-	-	-
H07 Operation of Markets and Casual Trading	4,885	-	2,719	-	2,719
H08 Malicious Damage	-	-	-	-	-
H09 Local Representation & Civic Leadership	1,332,395	-	10,590	-	10,590
H10 Motor Taxation	1,538,677	-	114,410	-	114,410
H11 Agency & Recoupable Services	1,786,642	130,142	4,229,614	431,882	4,791,638
Total Including Transfers to/from Reserves	9,444,306	130,142	4,382,778	431,882	4,944,802
Less: Transfers to/from Reserves	191,429		724,881		724,881
Total Excluding Transfers to/from Reserves	9,252,877	130,142	3,657,897	431,882	4,219,921
OVERALL TOTAL DIVISIONS	125,761,870	46,603,856	28,485,270	1,979,545	77,068,671

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2011	2010
	€	€
Department of the Environment, Community, and Local Government		
Road Grants	-	507,163
Housing Grants & Subsidies	8,825,163	8,222,249
Library Services	-	-
Local Improvement Schemes	-	-
Urban and Village Renewal Schemes	-	-
Water Services Group Schemes	1,273,732	2,119,858
Environmental Protection/Conservation Grants	478,694	663,051
Miscellaneous	756,303	188,705
	11,333,892	11,701,026
Other Departments and Bodies		
Road Grants	21,022,933	20,229,256
Higher Education Grants	6,891,630	7,421,741
VEC Pensions and Gratuities	5,597,119	6,691,575
Community Employment Schemes	-	-
Civil Defence	119,191	119,694
Miscellaneous	1,639,091	2,585,292
	35,269,964	37,047,558
TOTAL	46,603,856	48,748,584

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2011	2010
	€	€
Housing Rent	6,301,713	6,037,679
Housing Loans Interest & Charges	605,085	590,981
Domestic Water	-	-
Commercial Water	6,479,767	6,864,612
Domestic Refuse	984,713	1,669,611
Commercial Refuse	180,833	241,687
Domestic Sewerage	-	-
Commercial Sewerage	681,398	691,156
Planning Fees	397,660	558,538
Parking Fees/Charges	74,885	71,697
Recreation & Amenity Activities	259	78
Library Fees & Fines	59,572	62,659
Agency Services	182,825	105,177
Pension Contributions	1,968,718	1,981,354
Property Rental & Leasing of Land	64,760	59,481
Landfill Charges	2,271,455	3,202,618
Fire Charges	288,294	610,069
NPPR	2,281,480	2,185,880
Miscellaneous Inc - Goods & Services	5,661,853	6,374,131
	28,485,270	31,307,408

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2011 €	2010 €
<u>EXPENDITURE</u>		
Payments to Contractors	22,051,526	25,407,563
Purchase of Land	11,451,726	6,853,426
Purchase of Other Assets / Equipment	202,886	4,375,477
Consultancy & Professional Fees	5,092,857	4,120,267
Other	19,174,638	18,489,526
Total Expenditure (Net of Internal Transfers)	57,973,633	59,246,259
Transfers to Revenue	2,890,630	-
Total Expenditure (Including Transfers) *	60,864,263	59,246,259
 <u>INCOME</u>		
Grants	46,071,590	47,630,022
Non Mortgage Loans**	4,881,644	4,226,298
Other Income		
a) Development Contributions	1,203,121	1,191,919
b) Property Disposals - Land	30,182	2,090
- LA Housing	1,228,164	358,346
- Other	108,520	37,417
c) Tenant Purchase Annuities	98,932	81,849
d) Car Parking	122,403	130,033
e) Other	5,883,893	4,075,978
Total Income (Net of Internal Transfers)	59,628,449	57,733,952
Transfers from Revenue	2,699,939	7,884,060
Total Income (Including Transfers) *	62,328,388	65,618,012
 Surplus/(Deficit) for year	 1,464,125	 6,371,753
Balance (Debit)/Credit @ 1st January	38,163,052	31,791,299
Balance (Debit)/Credit @ 31 December	39,627,177	38,163,052

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

** Due to a change in treatment of Affordable Housing in 2011 Non Mortgage Loans include €2,116,697 in respect of prior year bridging finance loans.

APPENDIX 6

ANALYSIS OF PAYMENTS AND RECEIPTS ON CAPITAL ACCOUNT

Programme	Balance @	Expenditure	Receipts				Transfers			Balance @
	01/01/2011		Grants	Loans	Other	Total Receipts	Transfer from Revenue	Transfer to Revenue	Internal Transfers	31/12/2011
	€	€	€	€	€	€	€	€	€	€
101 Local Authority Housing	(730,063)	4,024,132	3,410,642	472,226	32,454	3,915,322	210,000	-	198,962	(429,911)
102 Assistance to Persons Housing	826,605	2,016,346	655,986	1,709,418	284,862	2,650,266	-	-	-	1,460,525
103 Assistance to Persons Imp Hous	(45,005)	13,773	37,692	-	495	38,187	-	-	20,947	356
108 Administration and Misc.	3,143,260	25,331	-	-	1,331,336	1,331,336	574,627	(500,916)	(358,973)	4,164,003
TOTAL	3,194,798	6,079,582	4,104,320	2,181,644	1,649,147	7,935,111	784,627	(500,916)	(139,064)	5,194,974
201 Road Upkeep	-	-	-	-	-	-	-	-	-	-
202 Road Improvement	8,926,858	37,527,327	35,041,222	-	1,025,862	36,067,084	261,891	-	612,089	8,340,595
203 Road Traffic	-	-	-	-	-	-	-	-	-	-
208 Administration and Misc.	-	-	-	-	-	-	-	-	-	-
TOTAL	8,926,858	37,527,327	35,041,222	-	1,025,862	36,067,084	261,891	-	612,089	8,340,595
301 Public Water Supply Schemes	(977,498)	4,758,300	4,690,613	2,700,000	13,420	7,404,033	219,806	(708,568)	(1,795,622)	(616,149)
302 Public Sewerage Schemes	2,271,786	1,641,735	458,975	0	296,753	755,728	112,693	(544,725)	536,326	1,490,073
308 Administration and Misc.	11,693,849	1,454,391	762,964	-	486,368	1,249,332	11,326	(124,881)	782,953	12,158,188
TOTAL	12,988,137	7,854,426	5,912,552	2,700,000	796,541	9,409,093	343,825	(1,378,174)	(476,343)	13,032,112
401 Land Use Planning	1,589,409	1,399	-	-	324,381	324,381	20,000	-	(5,491)	1,926,900
402 Industrial Development	-	-	-	-	-	-	-	-	-	-
403 Other Devel. & Promotion	723,427	572,735	132,488	-	1,221,838	1,354,326	20,000	-	122,163	1,647,181
405 Promotion of Interest of the Loca	355,344	114,657	7,452	-	14,327	21,779	13,000	(4,000)	-	271,466
408 Administration and Misc.	-	-	-	-	-	-	-	-	-	-
TOTAL	2,668,180	688,791	139,940	-	1,560,546	1,700,486	53,000	(4,000)	116,672	3,845,547

APPENDIX 6

ANALYSIS OF PAYMENTS AND RECEIPTS ON CAPITAL ACCOUNT

Programme	Balance @ 01/01/2011	Expenditure	Receipts				Transfers			Balance @ 31/12/2011
			Grants	Loans	Other	Total Receipts	Transfer from Revenue	Transfer to Revenue	Internal Transfers	
	€	€	€	€	€	€	€	€	€	€
501 Waste Disposal	224,326	634,343	-	-	1,212,115	1,212,115	580,168	(400,000)	-	982,266
502 Burial Grounds	(295,142)	107,995	-	-	5,065	5,065	24,000	-	23,523	(350,549)
503 Safety of Structures & Places	2,660	9,730	-	-	-	-	7,070	-	-	-
504 Fire Protection	1,607,690	409,397	358,414	-	30,000	388,414	-	-	-	1,586,707
505 Pollution Control	1,217,969	77,492	-	-	-	-	41,398	(7,540)	(56,380)	1,117,955
TOTAL	4,757,505	1,238,957	358,414	-	1,247,180	1,605,594	652,636	(407,540)	(32,857)	5,336,381
602 Libraries	(119,441)	604,121	423,000	-	-	423,000	93,673	-	203,990	(2,899)
603 Parks & Open Spaces	1,764,936	48,161	(192,082)	-	-	(192,082)	0	-	31,320	1,556,013
604 Other Recreation & Amenity	306,976	10,146	-	-	-	-	-	-	-	296,830
TOTAL	1,952,473	662,428	230,918	-	-	230,918	93,673	-	235,310	1,849,946
701 Agriculture	(3,809,260)	346,276	130,592	-	-	130,592	42,012	-	-	(3,982,932)
702 Education	-	-	-	-	-	-	-	-	-	-
TOTAL	(3,809,260)	346,276	130,592	-	-	130,592	42,012	-	-	(3,982,932)
802 Plant & Materials	111,345	1,217,466	-	-	990,508	990,508	20,000	-	(10,000)	(105,613)
804 Elections	-	-	-	-	-	-	-	-	-	-
Admin. of Justice & Consumer										
805 Protection	114,270	-	-	-	-	-	-	-	-	114,270
808 Administration and Misc	7,258,746	2,358,380	153,632	-	1,405,431	1,559,063	448,275	(600,000)	(305,807)	6,001,897
TOTAL	7,484,361	3,575,846	153,632	-	2,395,939	2,549,571	468,275	(600,000)	(315,807)	6,010,554
OVERALL TOTAL	38,163,052	57,973,633	46,071,590	4,881,644	8,675,215	59,628,449	2,699,939	(2,890,630)	-	39,627,177

* Due to a change in treatment of Affordable Housing in 2011 Non Mortgage Loans for Housing and Building include €2,116,697 in respect of prior year bridging finance loans.

APPENDIX 7

Summary of Major Collections for 2011

	<i>Arrears @ 01/01/2011</i> €	<i>Accrued</i> €	<i>Write Off</i> €	<i>Waivers</i> €	<i>Total for Collection</i> €	<i>Collected</i> €	<i>Arrears @ 31/12/2011</i> €	<i>% Collected</i>
Rates	3,684,073	21,775,882	3,443,752	-	22,016,203	18,090,642	3,925,561	82%
Rents & Annuities	124,380	6,238,146	16,034	-	6,346,492	6,209,701	136,791	98%
Commercial Water	2,422,484	7,165,210	103,791	-	9,483,903	7,297,184	2,186,719	77%
Housing Loans	177,341	1,505,963	10,419	-	1,672,885	1,515,696	157,189	91%
Waste	203,007	2,608,706	-	-	2,811,713	2,674,691	137,022	95%

Note 1 Commercial Refuse Income €180,833 – 100% Collected.

Note 2 Domestic Refuse Income €984,713 – 100% Collected.

Note 3 The total for collection in 2011 includes arrears b/fwd at 1/1/2011. This will tend to reduce the % collected for 2011.

Note 4 Rental income from Shared Ownership has been included under Rents.

Note 5 Income from Tenant Purchase Annuities has been included under Housing Loans.

Note 6 Arrears brought forward is shown net of credit balances.

Note 7 Waste Disposal: Inclusive of Landfill Levy.

Note 8 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, specified disclosures should be made for each entity. For the purposes of this appendix "Interest" is defined as: *"Any shareholding, loans, guarantees, underwriting which may impact on the financial position of a Local Authority"*. For 2011, Kerry County Council was involved with two companies for which disclosure under this definition is required, viz:-

Company 1

- | | |
|--|---|
| 1. Name of the Company | Cumann Bádóireachta Trá Lí Teo (formerly Jeanie Johnston (Ireland) Co. Ltd.) |
| 2. Principal activities of the Company | The provision and operation of a Tourism Project in accordance with a Business Plan dated 30 October 1997. |
| 3. Share Ownership (beneficial) | Kerry Group Plc., Shannon Development Ltd., Kerry County Council and Tralee Town Council. |
4. How the local authority is represented on the Board of the Company: **At 31 December 2011 one Director represented the Council – as nominated by the Elected Council, Cllr. Paul O'Donoghue.**
5. Amount and nature of any guarantees, underwritings, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **A guarantee pursuant to Section 6 of the Local Government Act, 1991, to the Minister for Arts, Heritage, Gaeltacht and the Islands, to ensure the successful operation of the project mentioned for a period of 10 years dating from the completion of the construction of the project. The Council agreed to grant a guarantee in respect of bank borrowings not exceeding €2.5m by the Project Company to facilitate completion of the Jeanie Johnston Project at its meeting on 20 December 1999 in accordance with Section 6 of the Local Government Act, 1991, also. The Council, by virtue of the 2002 Share Subscription and Shareholders Agreement, agreed to transfer its proportion of the liability arising from the Bank Borrowings guarantee amounting to €1.068m into shares in the Company to that value. In addition, the Council, also, subscribed additional share capital to the value of €80,000.**

The company completed the sale of the Jeanie Johnston Ship in Autumn 2005 to the Dublin Docklands Development Authority for a sum of €2.7m. That sum will be distributed in accordance with the Share Subscription and Shareholders Agreement and having regard to the remaining life of the guarantee, which expired on 30/06/2010. On that basis, Kerry County

Council will be entitled to recover some funds to apply to the loan borrowed. As the grant terms have now expired, it is in order to proceed with a members' voluntary winding-up and in doing so to distribute the capital monies remaining in accordance with the Share Subscription and Shareholders Agreement. During 2011, a partial distribution was made, the members' voluntary winding up will finalise in early 2012.

6. The extent to which the local authority has any security for money advanced to the Company: **The only security held is through its shareholding. Kerry County Council has a separate agreement with Tralee Town Council to share 60% Tralee Town Council, 40% Kerry County Council, any liability that may arise from the operational guarantee. At 31 December 2011, Tralee Town Council had a public representative - Cllr. Johnny Wall – on the Board of Cumann Bádóireachta Trá Lí Teo.**
7. How and where the results of the Company have been reflected in the accounts of the local authority: **Not applicable.**

Company 2

1. Name of the Company **Ballybunion Health & Leisure Centre**
2. Principal activities of the Company **The development and operation of a swimming pool and health suite in Ballybunion.**
3. Share Ownership (beneficial) **Bevely Limited – private company limited by shares**
4. How the local authority is represented on the Board of the Company: **Local Authority not represented on the Board of the Company; Local Authority is represented on the Management Committee by Mr. John Breen, Director of Service and Ms. Angela McAllen, Acting Head of Finance.**
5. Amount and nature of any guarantees, underwriting, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **A guarantee 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 & leisure centre for a period of 15 years dating from the payment of the grant.**
6. The extent to which the local authority has any security for money advanced to the Company: **Not applicable – no money advanced.**
7. How and where the results of the Company have been reflected in the accounts of the local authority: **Not applicable.**
8. A contribution of €10,000 was made towards the operating costs of the facility during 2011.

Company 3

- | | |
|--|--|
| 1. Name of the Company | Killarney Technology Innovation Ltd |
| 2. Principal activities of the Company | To establish, manage and operate a technology centre |
| 3. Share Ownership (beneficial) | Kerry County Council, Killarney Town Council, South Kerry Development Partnership Ltd, Institute of Technology Tralee, Kerry County Enterprise Board Ltd, Killarney Chamber of Commerce |
-
4. How the local authority is represented on the Board of the Company: **As at 31/12/2011 the local authority was represented on the Board of the company by Mr. John Breen, Director of Service.**
 5. Amount and nature of any guarantees, underwriting, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **None.**
 6. The extent to which the local authority has any security for money advanced to the Company: : **Not applicable – no money advanced.**
 7. How and where the results of the Company have been reflected in the accounts of the local authority:
Note 3 – Long Term Debtors – Long Term Investment – Associated Companies €360,412 and Note 11 – Other Balances – Reserves – Associated companies €360,412, representing Kerry County Council's share holding of 35% of the net assets of the company.

APPENDIX 9

Transfers between Revenue Account and Capital Account

Transfers from Capital Account to Revenue Account

	€
Vacant Houses Income from Internal Capital Receipts	500,916
Development Contribution funding Water Loan charges	703,773
Development Contribution funding Waste Water Loan charges	549,520
Development Contribution funding WSIP Loan Charges Castleisland Office	124,881
Community and Enterprise Capital Fund support	4,000
Landfill Capital Fund support	400,000
Bring Bank Capital Fund support	7,540
Overall Budget support from Income Shortfall Fund b/f from 2008	600,000
	<u>2,890,630</u>

Transfers from Revenue Account to Capital Account

	€
RAS Surplus	574,627
Landfill Aftercare/other landfill works	505,168
Contribution Tralee Traffic Management Plan	24,000
Water Services Internal Loans - Vehicle Replacement Plan	25,565
Water Services support to SEAI Grants	56,285
Water Services Capital Replacement Fund	83,500
Water Services DBO Capital Replacement/Plant Operational Cost Reserve	11,326
Landfill Community Fund	75,000
Tidy Towns Contribution	20,000
Kerry Groundwater Protection Scheme Contribution	15,000
Oil Pollution Plan Contribution	11,400
Caherciveen Library Capital Refurbishment Works /Library WIFI Project	93,673
Local Elections Provision for Costs	30,000
CIIs Retirement Gratuities Provision / Costs	33,971
Funding FMS / Online Development Units	174,304
Public Lighting Provision for capital refurbishment works programme	20,000
Forward Planning Provision for enforcement legal costs	20,000
Kerry Economic Development Unit Provision	13,000
Laboratory Equipment Upgrading	14,997
Diseases Of Animals Provision	5,000
Land Drainage Provision	25,000
Staff Training and Development Provision	10,000
Coroners & Inquests Provision for Costs	25,000
Superannuation provision for retirements	175,000
L.A Housing Technical / Administrative overheads funding	210,000
Funding for Machinery Account	20,000
Funding for Dingle Relief Loan Charges Holding a/c	165,000
Funding balances on capital Road Projects	52,891
Water Services funding balances including Metering Project	167,150
Burial Ground Land Purchase	24,000
Civil Defence vehicle replacement purchase	7,070
Piers and Harbours funding completed projects	12,012
	<u>2,699,939</u>