

ANNUAL FINANCIAL STATEMENT

DUBLIN CITY COUNCIL

For the year ended 31st December 2010



Photo by Darko Novakovic courtesy of Dublin.ie

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Introduction

I am pleased to present the Annual Financial Statements of Dublin City Council for the financial year ended 31st December 2010. Comparative figures are given for 2009. Dublin City is the economic hub of the Dublin Region, which in turn is the economic hub of the State. Dublin City has a diverse economy, a source of employment and income for an area well beyond the City itself. Dublin is a centre for retail, financial, higher education, medical, cultural and entertainment activities.

Review of Dublin City Council's Financial Performance in 2010

Dublin City Council's bank position at the end of 2010 was a credit balance of €77.9m. This position represents an improvement on the financial position at the end of 2009. The improved financial position was due to the payment of outstanding government claims on a number of projects, borrowing of funds to finance capital projects in early 2011 and prepayment of grants for capital projects and Voluntary Housing Bodies loans. During 2010 Dublin City Council operated in overdraft for 258 of 365 days.

Dublin City Council took actions over the course of 2010 and continues to into 2011 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 Dublin City Council's services is the objective to maintain and support business and households through the provision of quality value driven services.

Financial Management Measures 2010

Over the course of 2010 Dublin City Council has managed the resource base effectively. Since the commencement of the economic downturn, the City Council have put in place a programme of prudent expenditure controls, strengthened debt collection measures, limited exposure to capital projects and accelerated a review process of work practices and resource demands. This programme will continue into the future. It has been a key enabler in the City Council's capacity to limit the impact of reduced resources on services to the relatively low level that has occurred. The programme is critical to continuing to make changes in how we work. It will assist in further service reviews over the course of 2011 and beyond. These effective controls have enabled Dublin City Council to bring forward the advantage of once off issues such as additional income that arose with regard to the non principal private residence charges. During 2010 loan charges were lower than estimated at the end of 2009. The Department of the Environment, Heritage and Local Government amended their calculation of

the pension levy deduction which resulted in a net gain for the authority. Entry Year Property Levy secured an additional income. Savings in pay were achieved across salaries and wages through controls on overtime and recruitment.

Accounting Statements, Notes & Appendices

The aim of the Annual Financial Statement is to fairly present the financial position of Dublin City Council as at the end of 2010. This is achieved through the production of Statements, Notes and Appendices, as required by the regulatory accounting framework set by the Minister for the Environment, Heritage and Local Government. The purpose of each of these documents is set out in the glossary.

Changes to Accounting Policies

The 2010 Annual Financial Statements have been prepared incorporating some small changes in accounting policies as advised by the Minister. These changes are set out in the Accounting Policies and relate to the following issues:

- Fixed Assets Revaluation
- Pensions
- Affordable Housing

In addition to these policy changes the way we report on VEC pensions has been changed. From AFS 2010 onwards VEC pensions and gratuity will no longer be included in payroll expenditure but will be included in Agency Services and show in Appendix 1 to the AFS.

Some other minor presentation changes were introduced. All of the changes are listed at the end of this report.

Revenue Expenditure

During 2010, Revenue (i.e. day to day operations) Expenditure amounted to €891.2m with income of €896.8m, giving an excess of income over expenditure of €5.6m. (See Table 1). This demonstrates an increase of €0.2m on the 2009 values

	€m
Revenue Expenditure on City Council Service	891.2
Revenue Income (Government Grants, Service Charges & Rates)	896.8
Balance	5.6

Table 1: Revenue Expenditure 2010

Transfers to Reserve Fund

As required by the regulatory accounting framework set by the Minister for the Environment, Heritage & Local Government, expenditure shown in the 2010 Income and

Expenditure account is net of transfer to reserves i.e. transfer to reserves are excluded. Note 15 "Transfers to and from Reserves" provides greater detail on these transfers. The movement from gross expenditure to net expenditure indicated in the AFS is set out in Table 2.

	€m
Expenditure	860.0
Transfers to Reserve	31.2
Final Expenditure	891.2

Table 2: Movement from Gross to Net Expenditure 2010

Income is also expressed in the AFS net of transfers to reserves, as presented in Table 3.

	€m
Income	488.0
Rates Income	324.5
Local Government Fund	64.7
Pension Levy	19.0
Income before Transfers	896.2
Plus Transfers from Reserves	0.6
Final Income	896.8

Table 3: Movement from Gross to Net Income 2010

Accounting Policies

The Accounting Policies used in the preparation of the AFS are set out in the Statement of Accounting Policies. Dublin City Council is fully compliant with the regulatory accounting framework as determined by the Department of the Environment, Heritage and Local Government.

Statutory Audit

Dublin City Council undergoes an annual audit, required by statute, carried out by the Local Government Audit Service (LGAS). The Audit for the financial year 2010 is scheduled to commence in March 2011. This Audit provides an independent review to help assure a fair presentation of Dublin City Council's financial position. Dublin City Council is also subject to audit in relation to EU funding, NRA funding, tax compliance and audits with a Value For Money objective through the LGAS.

Capital Expenditure

Expenditure on Capital projects and investment net of internal transfers and before loan advances in 2010 was €334.2m. This spend forms part of the Capital Programme 2010 to 2012 of €900m. This expenditure of €334.2m was funded through income net of transfers of €300.8m leaving a surplus of expenditure over income for the year of €33.4m. The value of

capital expenditure in 2010 is reduced by €219.4m or almost 39% on 2009 levels.

	€m
Opening Balance (Credit)	14.9
Expenditure as at 31 st December 2010	334.2
Income	300.8
Net Transfers (€19.9 - €0.6)	19.3
Closing Balance 31 st December 2010 (Credit)	0.8

Table 4: Capital Account

The key movements in Capital were in Housing, Water and the assignment of Development Contributions.

Development Contributions

Section 48 of the Planning and Development Act 2000 enables Dublin City Council when granting a planning permission under Section 34 of the Act to include conditions requiring the payment of a contribution. This contribution is in respect of public infrastructure and facilities benefiting development in the area of the planning authority and that is provided, or that is intended will be provided by or on behalf of a local authority (regardless of other sources of funding for the infrastructure and facilities). Dublin City Council's Development Contributions Scheme under the 2000 Act came into operation on 1st January 2004. The Annual Financial Statement for the financial year 2010 includes values for development contributions as set out in Table 5.

	€m
Development Contributions Outstanding at the Year End	33.5
Development Contributions subject to phasing arrangements	104.2
Total	137.7

Table 5: Development Contributions

Phasing arrangements for payments of development contributions are in place where considered appropriate. Site developments are subject to inspection to confirm that building works have commenced. The value of debt owed to Dublin City Council by way of development contributions will be reviewed continuously over 2011. Enforcement actions in respect of development sites where development contributions are due and remain unpaid include site inspections, warning letters, enforcement notices and legal proceedings.

Rates

Rates are a local property tax levied by Dublin City Council on the occupiers and owners (in some cases) of commercial properties in Dublin City. Rates income in 2010 amounted to

€324.5m, 36 % of Dublin City Council's funding for day-to-day services.

Rates are based on rateable valuations of properties as set by the Commission of Valuation, and the annual rate on valuation (the multiplier) is determined each year by reserved function of the elected members of Dublin City Council (see Table 6).

	2007	2008	2009	2010
	€m	€m	€m	€m
Commercial Rateable Valuation of City	5.06	5.17	5.31	5.49
ARV (multiplier)	59.52	61.87	63.91	62.63
Rates Receipts	282.40	296.60	307.50	296.50

Table 6: Rates

Trading conditions for business in 2010 involved many pressures. Difficulties in the banking sector, the impact of the recession on trading and purchasing patterns and reduced confidence were all evident in the latter half of 2010. Rates forms the largest single income source of Dublin City Council's day to day activities. The rate collection in 2010 performed robustly in the context of a weakening economic environment (see Table 7).

	€m
Rates Income	324.5
Less Bad Debt Provision	42.5
Income net of Bad Debt Provision	282.0
As per Adopted Budget	282.0
Difference	0.0

Table 7: Rate 2010

Financial Management

System of Internal Controls

The Executive of Dublin City Council acknowledges its responsibility for systems of internal control in Dublin City Council including putting in place processes and procedures for the purpose of ensuring that control systems are effective. These systems can provide reasonable and not absolute assurance that assets are safeguarded, transactions authorised and properly recorded, and that material errors or irregularities are either prevented or detected in a timely period. Effective internal control systems enable Dublin City Council to meet its responsibilities for the integrity and accuracy of its accounting records.

Dublin City Council has taken steps to ensure an appropriate control environment is in place by:

- Clearly defining and documenting Management responsibilities and powers
- Strengthening a strong culture of accountability across all levels of the organisation
- The work of Internal Audit
- The work of the Central Procurement office
- The work of the Risk Management Unit
- The work of the Ethics Officer
- The work of the Audit Committee
- External Audit and Scrutiny through many channels

Financial management reporting in Dublin City Council is robust and thorough. A rigorous system of monthly financial monitoring ensures that any significant budget variances are identified and appropriate actions are taken to minimise any adverse financial impact. The system of internal financial control is based on a framework of regular management information, administrative procedures including segregation of duties, and a system of delegation and accountability. In particular it includes:

- A comprehensive budgeting system with an annual budget which is reviewed and agreed by the elected members
- Regular financial reviews; weekly, monthly and quarterly financial reports which indicate financial performance against forecasts on both expenditure and income and variance analysis evaluation
- Setting targets to measure financial and other performances
- Clearly defined capital investment control guidelines
- Formal project management disciplines
- Strict policies and procedures for the receipt recording and control of monies. These procedures are regularly reviewed and audited.

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 is a key player in the Corporate Governance process and makes a valuable contribution to the effective management of Dublin City Council. The concepts of accountability and transparency are important principles in responsible governance, implying openness to scrutiny and a requirement to report on performance. Internal Audit facilitates this process by providing an independent

review function to management, to assure that services are being provided in an efficient, effective and economic manner and in conformity with legal requirements. In 2010, eleven reports were issued covering a wide range of issues.

Management and Staff

Dublin City Council acknowledges the committed work of our staff. The high quality of our services, projects and interaction is due to their dedication and tremendous contribution. Dublin City Council is fully committed to the development of our staff. Dublin City Council wishes to be considered as a destination employer, attracting the best staff to achieve our vision for Dublin City and is an equal opportunities employer. The Finance Department and others operate a Continuing Professional Development support scheme for staff to assist in retaining and developing professional skills and knowledge.

Finance Strategic Policy Committee

The Finance Strategic Policy Committee provides leadership and direction on key areas relating to the financing of Dublin City Council. Key topics pursued during 2010 were:

Labour redeployment

Frank Kelly, Head of Human Resources, provided a report to the Committee on the following areas:

- Staff Numbers
- Management of Payroll Costs
- Workforce Planning
- Employee Relations and Industrial Relations
- Current Work to Rule
- National Sectoral Discussions

Dublin City Revaluation

The Valuation Office commenced preparatory work on the Dublin City revaluation in 2010. The revaluation, which is scheduled to commence in 2011, will bring greater equity and transparency to the rating system in Dublin city. The revaluation will result in a redistribution of the commercial liability between rate payers.

VAT on local authority services

Following the issuing of the Finance Bill 2010 on 4th February 2010, the Committee were updated on a regular basis on the proposals that Local Authorities and other public bodies would be made accountable for VAT on the supply of certain goods and services. The introduction of VAT for public bodies resulted from a Judgement issued in July 2009 by the European Court of Justice which found that Ireland had not correctly transposed the EU

VAT directive is so far as it relates to the application of VAT to goods and services supplied by public bodies.

Consideration of system to monitor key property market indices

A briefing report was presented by the Chair of the Finance SPC Cllr. Killian Forde on this matter following meetings and discussions with officials from Planning, Economic Development and Finance. The aim of the initiative would be that the SPC would develop a set of indicators which will map the status and direction of the property market, commercial and residential in Dublin City.

Bonds

The issue of bonds was discussed in detail during 2010 by the Committee. The initial report provided the Committee with information on Dublin City Council's capacity to issue bonds. It further provided an overview of bonds, acknowledged the current financial environment and considered options that may be available to the Council.

Following the submission of a motion to the City Council, further consideration was given to a municipal bond being issued to fund the refurbishment of void housing units and other infrastructural projects throughout the city. In the existing financial and economic climate, the Department of Finance declined to extend the issue of bonds for these purposes.

Unauthorised Car Parks in Dublin City Centre

A report issued to the Committee providing information on a number unauthorised car parks in the city area. Further detail was provided on the enforcement status of the sites and the rating liability of same.

Dublin Business Innovation Centre – Presentation

A presentation was made to the Committee by John Phelan to highlight the work of the Dublin Business Innovation Centre's (DBIC) and the Guinness Enterprise Centre's (GEC) contribution to the start-up enterprise sector in Dublin.

Finance Risk Register 2010 and Finance Related elements of Corporate Risk Register

A report was presented to the Committee detailing the progress to June 2010 on the risks identified in the Finance Department's Risk Register for 2010. Further information was provided on the finance related risks identified in the Corporate Risk Register.

Actuarial valuation of the accrued pension liabilities of Dublin City Council

A follow-up review of an actuarial valuation of accrued pension liabilities of Dublin City

Council, commissioned by the Finance SPC, was carried out by John Reilly, Actuary, Department of Finance in 2010 and presented to the Committee. The principal findings were:

- The pension liability at 31st December 2009 for Dublin City Council amounts to €2.4bn, at a discount rate of 4%;
- The evaluation concludes that pension liabilities will steadily increase for Dublin City Council until 2035 and from then on reduce.
- Any increases in pension costs are unfunded by Central Government. The sustained increases noted in the report would form a steadily increasing demand on funds, which might otherwise fund service provision/improvements.
- A copy of the report will be issued to the Department of Environment, Heritage & Local Government, outlining the funding pressures arising from increasing pension liabilities.

Annual Report of Dublin City Council's Audit Committee

Under the provisions of Local Government legislation and the Audit Committee Charter, the Audit Committee formally reports to the City Council each year on its activities and offers its advice and makes such recommendations as it considers appropriate. This report issued in 2010 covered the activities of the Committee since its establishment in September 2008 to 31st December 2009.

Housing Rent Arrears – Presentation by Housing & Residential Services Dept.

A presentation was made to the Committee covering the following issues:

- Rent Arrears
- Rent Assessment
- Arrears Management
 - Transfers Policy 2010
 - Maintenance Policy (July 2009)
- Plans for the future management of rents

Overview of Priorities for 2011

The Revenue Budget for 2011 was adopted by the City Council on 29th November 2010. The Budget provides for the continuation of services vital to the effective functioning of the City, while acutely aware of the impact of the cost of service provision.

The Budget and consequent service provision for 2011 has been framed reflecting the following matters:

The Department of the Environment, Heritage and Local Government has advised the City Council of a Local Government Fund Allocation for the year 2011 of €73.7m. This allocation represents a 12% reduction on the 2010

revised allocation, one of the highest reductions applied to the local government fund allocation of a local authority. See Table 8 Below

	2008 Actual	2009 Actual	2010 Actual	2011 Estimate
	€m	€m	€m	€m
Net	105.0	78.6	64.7	56.2
Actual Allocation	105.0	94.7	88.7	78.7
Pension levy deduction	0.0	16.1	19.0	17.5
35% Pay Adjustment	0.0	0.0	5.0	5.0

Table 8: Net Local Government Fund Allocation 2008 to 2011

Continuous Registration / Non-Use Declaration

Legislation is being drafted with the objective of consolidating and updating all matters relating to vehicle registration and taxation. One of the matters being considered and which was recommended by the Local Government Efficiency Review Group, is the removal of non use declarations as it currently operates. This would have a significant positive impact on receipts to the Local Government Fund (LGF) and therefore to Local Government funding.

The Declaration of Non-use, on the RF100A Motor Tax Renewal Form, is the method prescribed for dealing with periods of vehicle non-use. Essentially, it gives registered owners of vehicles the opportunity to make a declaration, witnessed by a member of An Garda Síochána, that a vehicle was not used on the public road for a given period, thereby eliminating the liability for Motor Tax for that period. The declaration is not supported by any documentary evidence as to why the vehicle was not on the public road. The use of such declarations has increased sharply in recent times.

A study by staff in Dublin City Council in 2009 of the practice of submitting non use declarations identified €50m in income foregone annually. However, if calculations for change of owner situations, where gaps are common between vendor tax expiry and purchaser tax commencement are included, the figure is much greater. The limiting of non use declarations will ensure that appropriate off the road situations are appropriately addressed.

The introduction of the proposed legislation would have a positive impact on the LGF. It would also assist in increased use of the on line system which in turn will reduce the number of staff now involved in direct customer interface. The City Council would be anxious that the necessary legislative change would be enacted as soon as possible. It will benefit how business can be conducted at Motor Tax Offices and strengthen compliance.

Local Government Efficiency Review

The report of the Local Government Efficiency Review Group issued in July 2010 provides proposals for change for the Local Government Sector. A specific recommendation of the group was the establishment of an independent group to review the staffing complement of Dublin City Council and Cork City Council. This group has engaged with Dublin City Council in forming a viable basis for the delivery of quality services for Dublin City and the people who live in, work in or enjoy the City.

Removal of exemption from commercial rates

Local Government has been the subject of reviews before, in particular with regard to the financing of local government services. The Indecon report of 2006 recommended that Central Government should no longer benefit from an exempt status in relation to the payment of commercial rates. This recommendation has not been implemented thus far. In 2010, had the rates exemption been lifted, commercial rates of €26.8m would have been payable to Dublin City Council by Government.

Charges set at economic price

Another recommendation of the Indecon review was to set planning charges at an economic rate. Currently a maximum price threshold applies to large applications with the result that local authorities must assign considerable skilled resources to applications which is not met by way of planning fee. Dublin City Council looks forward to changes in the structure of the planning fee schedule.

Severe Weather Events

In January 2010, exceptional weather events caused disruption across Dublin City and beyond, restricting mobility and water supply. Severe weather occurred in late November and December 2010. We responded to that situation by deploying many staff from across Dublin City Council to deal with footpaths and roads. Actions were required to be taken over a short period of time which had resource implications. I wish to acknowledge funding from the Department of the Environment Heritage and Local Government in respect of specific costs incurred in these matters

Conclusion

Dublin City Council services critically support business, residential and visitor life in the City. Service demand remained high in 2010 notwithstanding economic pressures, and this remains the case in 2011. Dublin City Council will continue to closely link service provision with available resources. Notwithstanding movements in resources, services will be

delivered to the highest quality and represent value for money.

I would like to thank the staff of all departments for their co-operation and especially my colleagues in the Finance Department for their work in producing the Annual Financial Statement, in particular Antoinette Power, Head of Financial Accounting and the staff of the Financial Accounting Unit for their work. I also wish to thank the members of the City Council in relation to their help and consideration in resolving the many financial issues, which arose during 2010. I would like to acknowledge the contribution made by members of the Audit Committee and its Chairperson, Tom McAleese.

I would like to thank in particular the members and Chairperson of the Finance Strategic Policy Committee, Cllr Killian Forde, for their contribution and commitment.

Kathy Quinn, CPFA
Head of Finance

Changes to AFS 2010

Asset Revaluations Accounting Policy

"As set out in the Accounting Code of Practice it will be the policy to revalue assets where appropriate at intervals of not more than five years. Due to their physical nature the vast majority of assets are unique to local authorities and are not subject to disposal. Some of the remaining general assets are subject to disposal and their valuation and the current revaluation policy will be reviewed in 2011.

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 receipts are credited as receipts to the Income & Expenditure Statement. The requirements of current accounting standards relating to pensions and their application to local authority accounting is currently under review"

Treatment of Affordable Housing

The balances on Affordable Housing Capital Projects are included as part of Agent Works Recoupable in Note 5 of the Annual Financial Statements.

Other Changes

- *In appendix 2 an additional line item 'Transfers to/from Reserves' to be included in each Division.*
- *Note 17 an additional column to be included for 'Transfers to/from Reserves'.*

VEC Pensions

The accounting treatment for VEC pension and gratuity costs has been changed. From AFS 2010 onwards VEC pension and gratuity costs must be included under Agency Services in Appendix 1 to the AFS.

Minor Change to Balance Sheet Format

- *The words 'Financed By' on the face of the Balance Sheet would be replaced by the words 'Represented By'*
- *NPPR receipts received by the LGCSB to 31st December 2010 to be included.*
- *Deferred income would be included under the category of 'Other' under 'Creditors'(Amounts falling due after more than one year). The purpose of this change is to align deferred income with the treatment of the corresponding development contribution debtors due after one year, which are shown as long term debtors.*

Dublin City Council

Certificate of City Manager/Head of Finance

for the year ended 31 December 2010

We certify that the financial statement of Dublin City Council for the year ended 31st December 2010 as set out in pages 16 to 42 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, Heritage and Local Government. We have also taken reasonable steps for the prevention and detection of fraud and other irregularities.

Signed: _____

John Tierney
John Tierney
City Manager

Signed: _____

Kathy Quinn
Kathy Quinn, CPFA
Head of Finance

Dated: _____

31/3/11.

Audit Opinion

To the Members of Dublin City Council

I have audited the annual financial statement as set out on pages 16 to 29 for the year ended 31 December 2010 and have also issued a separate report in accordance with section 120 of the Local Government Act, 2001.

Responsibilities of the Council and the Local Government Auditor

The Council is by law, responsible for the maintenance of all accounting records including the presentation 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.

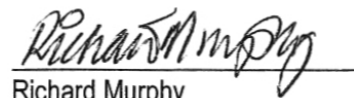
Basis of Opinion

I conducted my audit in accordance with the principles and practice of Local Government Audit. 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 other irregularity or error.

Opinion

In my opinion the annual financial statement presents fairly, in accordance with the Code of Practice and Accounting Regulations, the financial position of the Dublin City Council at 31 December 2010 and its income and expenditure for the year then ended.

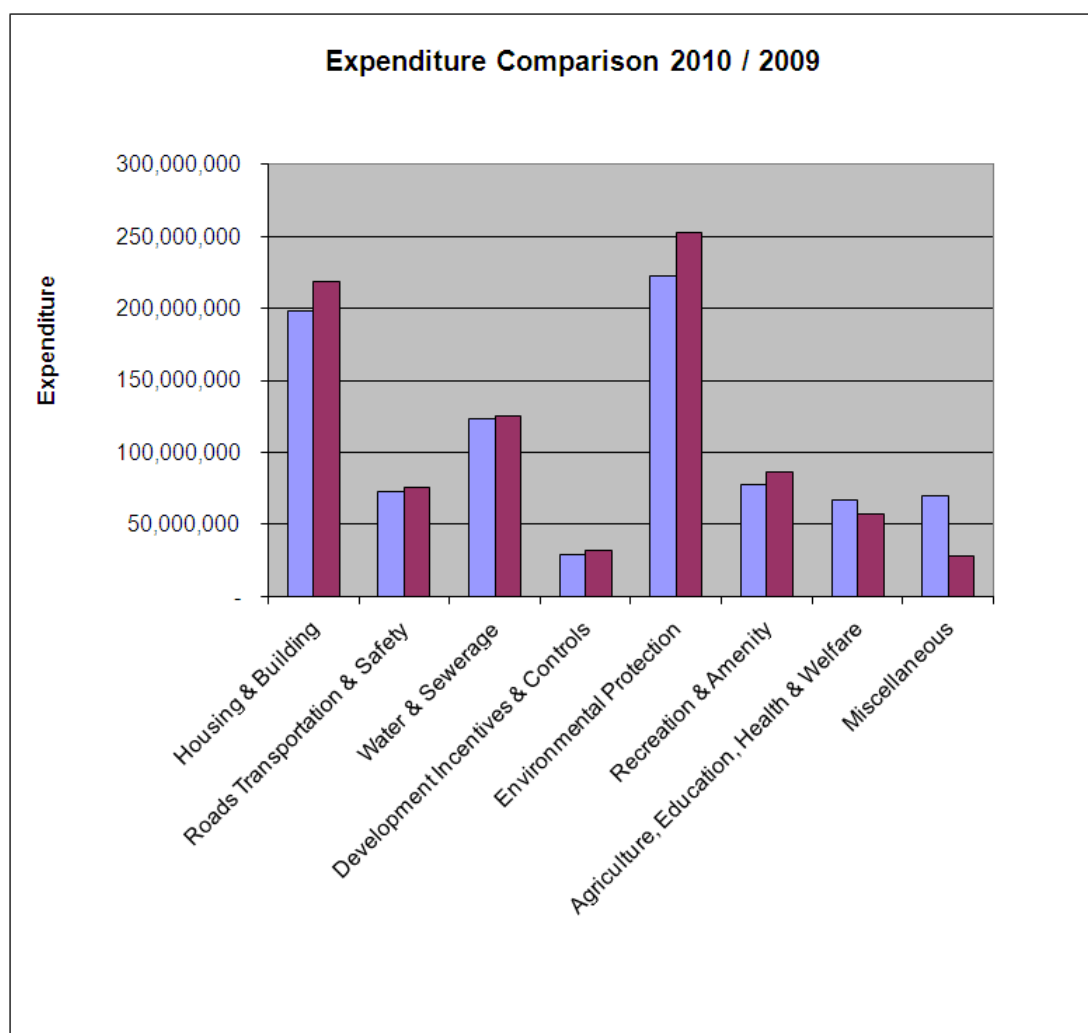


Richard Murphy
Principal Local Government Auditor
31 August 2011

GRAPHS

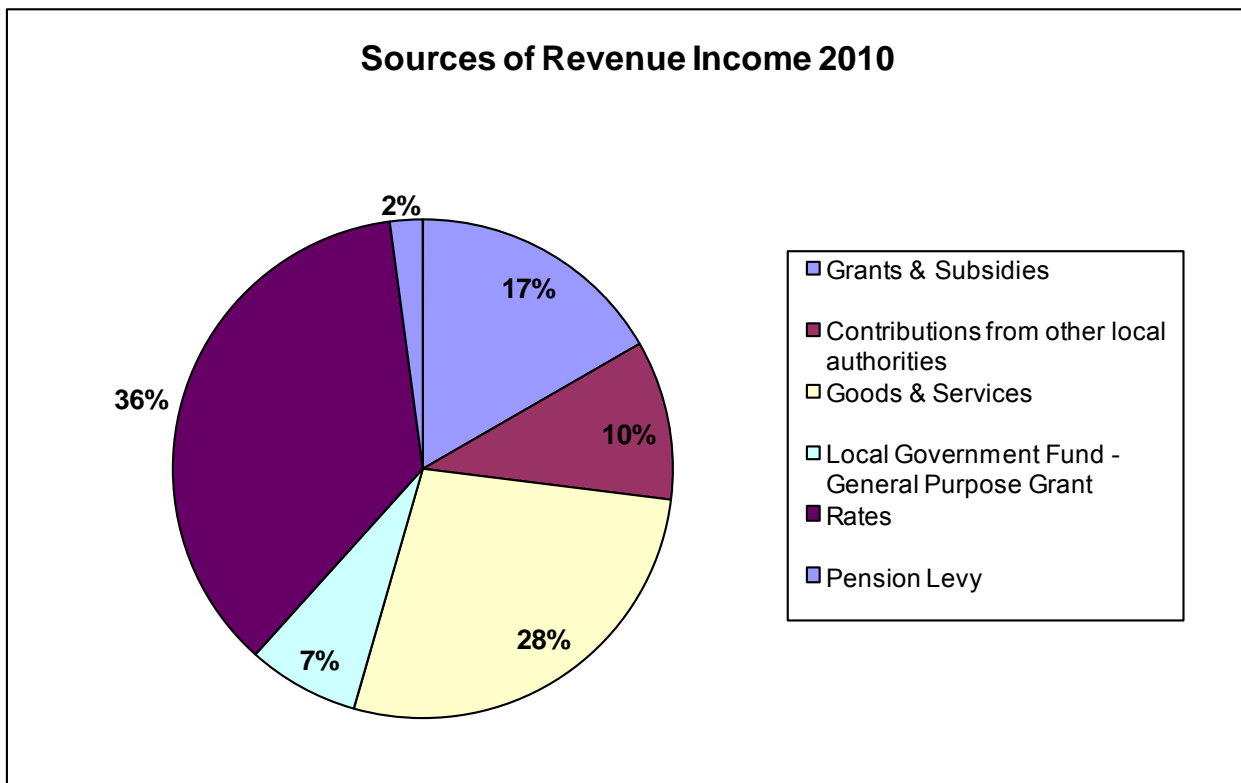
Revenue Accounts 2010 / Financial Profile at a glance

	Expenditure 2010 €	Expenditure 2009 €
Housing & Building	198,353,426	219,062,481
Roads Transportation & Safety	73,006,638	75,689,253
Water & Sewerage	123,659,107	125,307,650
Development Incentives & Controls	28,559,419	32,009,963
Environmental Protection	222,306,395	252,541,226
Recreation & Amenity	77,863,344	86,466,902
Agriculture, Education, Health & Welfare	66,829,426	56,822,128
Miscellaneous	69,420,632	28,406,642
Total Expenditure	859,998,387	876,306,245



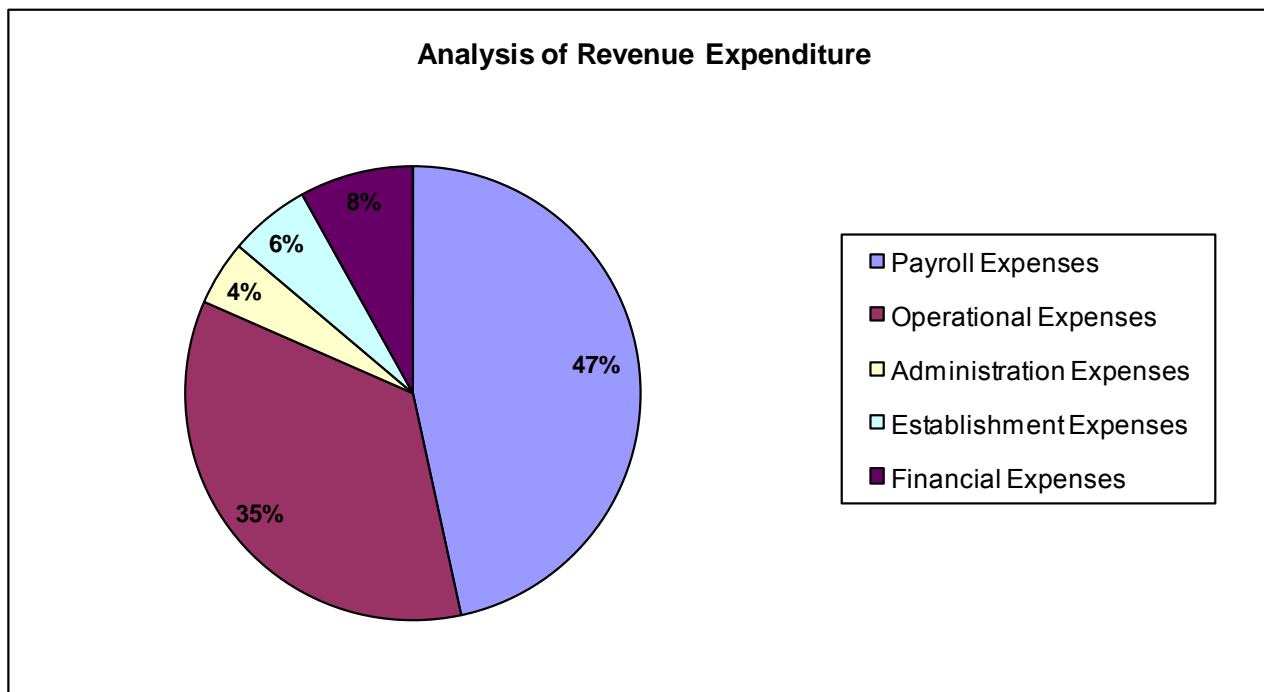
Main Sources of Revenue Income 2010

	2010
	€
Grants & Subsidies	149,247,147
Contributions from other local authorities	92,512,364
Goods & Services	246,256,832
Local Government Fund - General Purpose Grant	64,672,297
Rates	324,537,363
Pension Levy	19,009,978
	<u>896,235,981</u>



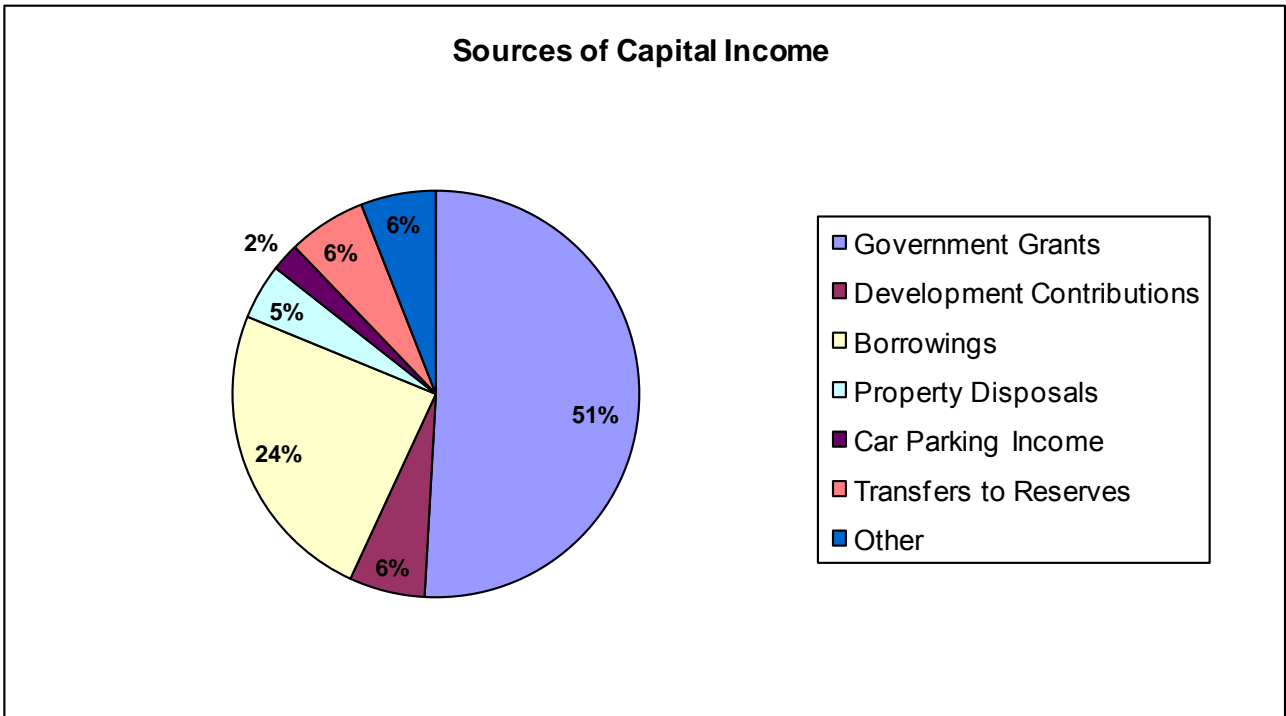
Main Categories of Revenue Expenditure

	2010 €
Payroll Expenses	400,797,358
Operational Expenses	300,815,372
Administration Expenses	39,560,916
Establishment Expenses	49,435,522
Financial Expenses	69,389,219
Total Expenditure	859,998,387



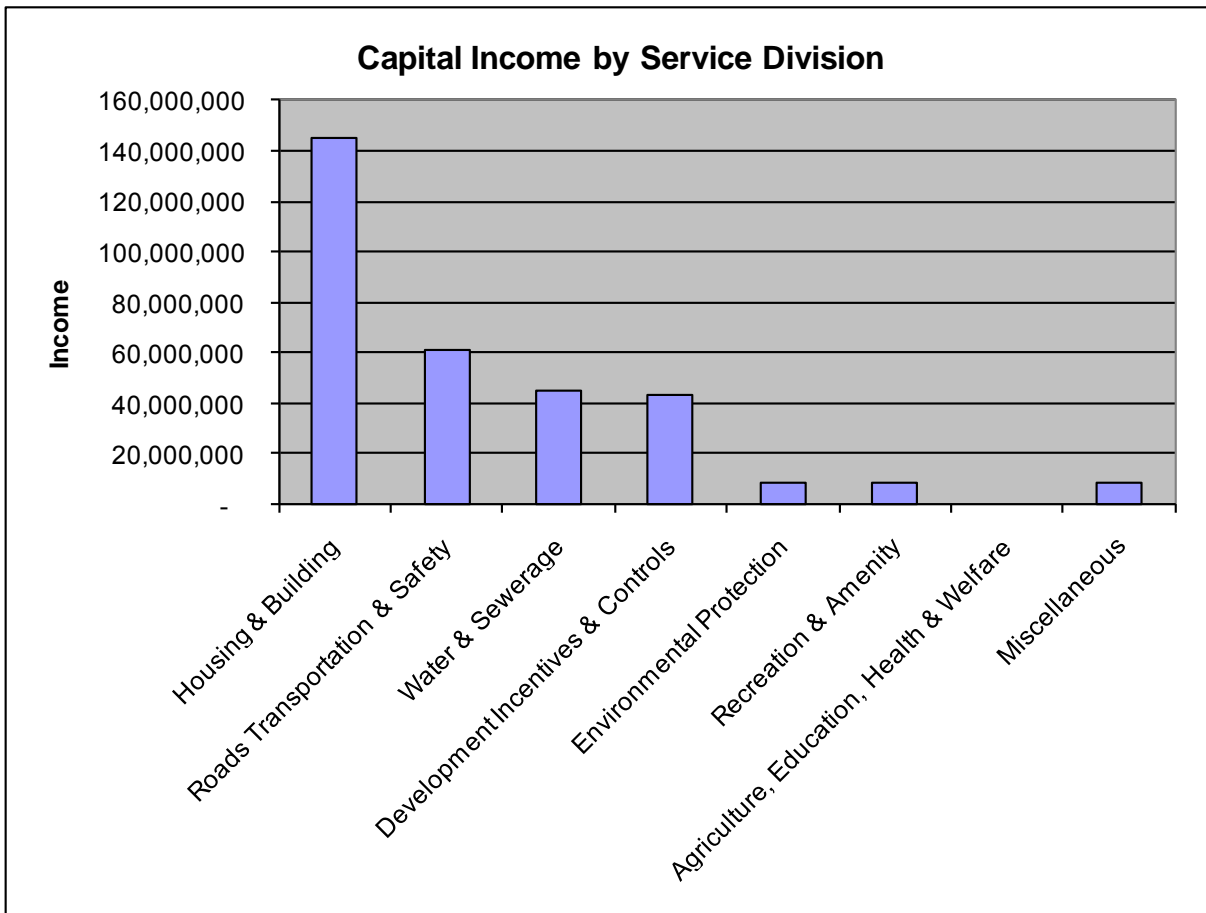
Sources of Capital Income

	2010
	€
Government Grants	163,171,430
Development Contributions	19,223,925
Borrowings	77,962,738
Property Disposals	14,114,841
Car Parking Income	7,140,421
Transfers to Reserves	19,869,751
Other	19,142,738
	<u>320,625,844</u>



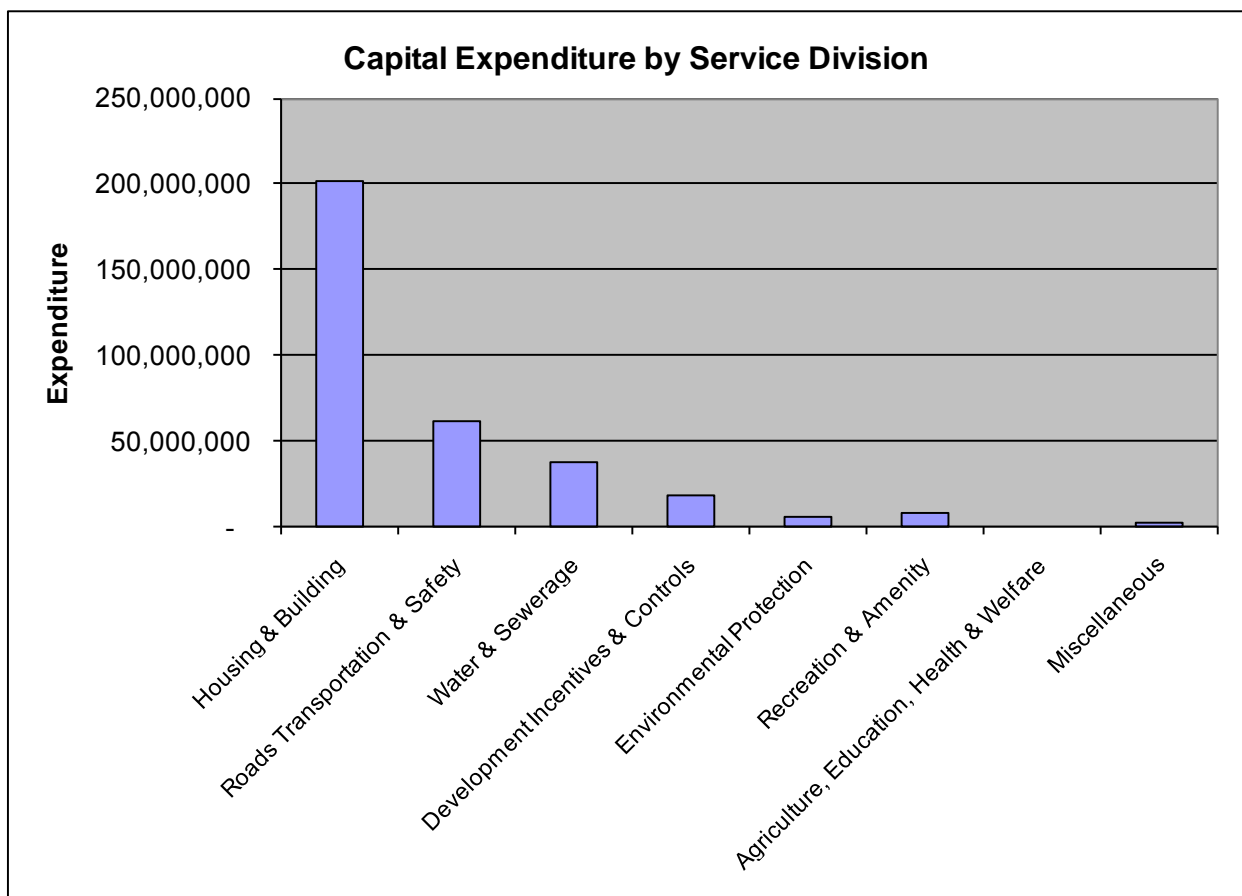
Capital Income by Service Division

	2010
	€
Housing & Building	145,328,827
Roads Transportation & Safety	61,020,922
Water & Sewerage	44,857,398
Development Incentives & Controls	43,633,076
Environmental Protection	8,836,208
Recreation & Amenity	8,146,269
Agriculture, Education, Health & Welfare	-
Miscellaneous	8,803,144
	<u>320,625,844</u>



Capital Expenditure by Service Division

	2010
	€
Housing & Building	201,754,325
Roads Transportation & Safety	61,278,966
Water & Sewerage	37,337,623
Development Incentives & Controls	18,692,577
Environmental Protection	5,849,482
Recreation & Amenity	7,403,852
Agriculture, Education, Health & Welfare	-
Miscellaneous	2,489,398
	334,806,223



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, Heritage and Local Government (DEHLG) at 31st December 2010.

2. Replacement of Programme Group Structure

Prior to 2008 the Annual Financial Statement was presented in a programme group structure. In 2008 it has been replaced with a service-based structure. The comparison between the programme and the new service structure is as follows.

Programme Structure	New Service Structure
Programme Groups	Divisions
Programmes	Services
Sub-programmes	Sub-services

The new service structure is a more up to date presentation of the key services provided by local authorities. Under the programme group structure overheads were allocated to programme group level. In the new service structure overheads are allocated to each service and identifies the full costs of the service.

3. Accruals

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

Development Levies are accounted for on the accruals basis. When Development Levies are invoiced, but part payment is agreed on a phased basis, the phased income is treated as Deferred Income and matched by Long Term Debtor.

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 authorities 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. 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 Income & Expenditure Statement. The requirements of current accounting standards relating to pensions and their application to local authority accounting is currently under consideration.

6. Agency and Other Services

Expenditure on services provided or carried out on behalf of other bodies is recouped at cost or in accordance with specific agreements.

7. Insurance

The City Council is its own insurer for the following amounts:

Liability Cover €500,000

Asset Cover €500,000

Amounts in excess of the above are covered by a number of insurance companies. Our motor vehicles are covered by 3rd Party, fire and theft (driver excluded)

8. Provision for Bad & Doubtful Debts

Provision has been made in the relevant accounts for bad & doubtful debts.

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 DEHLG. 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 later financial statements.

9.4 Revaluation

As set out in the Accounting Code of Practice it will be the policy to revalue assets where appropriate, at intervals of not more than five years. Due to their physical nature the vast majority of assets are unique to local authorities and are not subject to disposal. Some of the remaining general assets are subject to disposal and their valuation will be reviewed in 2011 to comply with current revaluation policy.

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 DOEHLG.

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 Income & Expenditure and consequently the charge for depreciation and the corresponding credit from amortisation is excluded from the Income & Expenditure Statement.

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

Asset Type	Bases	Depreciation Rate
Plant & Machinery		
- Long life	S/L	10%
- Short life	S/L	20%
Equipment /Computers	S/L	20%
Furniture	S/L	20%
Heritage Assets		Nil
Library Books		Nil
Playgrounds	S/L	20%
Parks	S/L	2%
Landfill sites*		
Water Assets		
- Water schemes	S/L	Asset life over 70 years
- Drainage schemes	S/L	Asset life over 50 years

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

* There are no land fill sites in Dublin City Council.

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 a capitalisation account.

11. Debt Redemption

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

12. Lease Schemes

Rental payments under operating leases are charged to the Income & Expenditure. 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.

13. Stock

Stocks are valued on an average cost basis.

14. 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'.

15. Debtors and Creditors

15.1 Debtors

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

15.2 Creditors

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

16. Interest of Local Authority in 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.

17. Accounting for Affordable Housing Capital Projects

The balances on Affordable Housing Capital Projects are included as part of Agent Works Recoupable in Note 5 of the Annual Financial Statements.

FINANCIAL ACCOUNTS

INCOME & EXPENDITURE ACCOUNT STATEMENT FOR YEAR ENDED 31st DECEMBER 2010

CITY COUNCILS

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 2010 €	Income 2010 €	Net Expenditure 2010 €	Net Expenditure 2009 €
Housing & Building	198,353,426	160,527,386	37,826,040	46,922,389
Roads Transportation & Safety	73,006,638	44,554,470	28,452,168	30,512,235
Water Services	123,659,107	77,356,466	46,302,641	46,552,408
Development Management	28,559,419	6,561,209	21,998,210	24,753,089
Environmental Services	222,306,395	103,233,360	119,073,035	135,513,545
Recreation & Amenity	77,863,344	10,952,843	66,910,501	74,552,327
Agriculture, Education, Health & Welfare	66,829,426	64,103,321	2,726,105	2,748,867
Miscellaneous Services	69,420,632	20,727,288	48,693,344	11,284,903
Total Expenditure/Income	859,998,387	488,016,343	371,982,044	372,839,763
Net cost of Divisions to be funded from Rates & Local Government Fund				
Rates		324,537,363	324,537,363	316,107,522
Local Government Fund - General Purpose Grant		64,672,297	64,672,297	78,621,795
Pension Related Deduction		19,009,978	19,009,978	16,126,818
Surplus/(Deficit) for Year before Transfers			36,237,594	38,016,372
Transfers from/(to) Reserves			(30,619,229)	(32,576,628)
Overall Surplus/(Deficit) for Year			5,618,365	5,439,744
General Reserve @ 1st January 2010			9,765,759	4,326,015
General Reserve @ 31st December 2010			15,384,124	9,765,759

BALANCE SHEET AT 31st DECEMBER 2010

	Notes	2010 €	2009 €
Fixed Assets	1		
Operational		6,745,668,004	6,397,350,936
Infrastructural		4,545,613,003	4,465,973,887
Community		275,311,323	275,103,167
Non-Operational		284,211,743	397,444,923
		11,850,804,073	11,535,872,913
Work in Progress and Preliminary Expenses	2	899,327,297	837,136,104
Long Term Debtors	3	830,712,989	868,263,658
Current Assets			
Stocks	4	4,869,523	4,758,099
Trade Debtors & Prepayments	5	226,325,709	338,097,007
Bank Investments	9	3,615,826	3,535,494
Cash at Bank		76,798,161	-
Cash in Transit		1,069,428	-
Urban Account	7	-	-
		312,678,647	346,390,600
Current Liabilities (Amounts falling due within one year)			
Bank Overdraft		-	28,534,987
Creditors & Accruals	6	267,798,193	281,270,684
Urban Account	7	-	-
Finance Leases		-	-
		267,798,193	309,805,671
Net Current Assets / (Liabilities)		44,880,454	36,584,929
Creditors (Amounts falling due after more than one year)			
Loans Payable	8	921,257,895	952,566,208
Finance Leases		-	-
Refundable deposits	9	3,615,826	3,535,494
Other		63,759,420	104,475,174
		988,633,141	1,060,576,876
Net Assets		12,637,091,672	12,217,280,728
Represented by			
Capitalisation Account	10	11,850,804,073	11,535,872,913
Income WIP	2	833,759,418	768,560,800
Specific Revenue Reserve		-	-
General Revenue Reserve		15,384,124	9,765,758
Other Balances	11	(62,855,943)	(96,918,743)
Total Reserves		12,637,091,672	12,217,280,728

NOTES TO AND FORMING PART OF THE ACCOUNTS

1. Fixed Assets

	Land €	Parks €	Housing €	Buildings €	Plant & Machinery (Long & Short Life) €	Computers, Furniture & Equipment €	Heritage €	Roads & Infrastructure €	Water & Sewerage Network €	Total €
Costs										
Accumulated Costs @ 1/1/2010	168,568,607	25,624,891	5,820,744,852	769,666,734	26,629,834	17,513,463	275,103,167	2,355,497,579	3,292,451,051	12,751,800,178
Additions										
- Purchased	2,570,689	-	33,928,929	3,320,000	1,654,937	138,078	-	-	-	41,612,633
- Transfers WIP	-	10,446,688	44,253,409	34,670,168	-	-	-	61,530,030	-	150,900,295
Disposals	(65,000)	-	(5,377,117)	(2,582,400)	(119,469)	(54,260)	-	-	-	(8,198,246)
Revaluations *	-	-	(3,383,500)	-	-	-	-	-	-	(3,383,500)
Historical Cost Adjustments	253,947	977,279	115,385,105	4,030,043	-	220,838	208,156	45,838,282	-	166,913,650
Accumulated Costs @ 31/12/2010	171,328,243	37,048,858	6,005,551,678	809,104,545	28,165,302	17,818,119	275,311,323	2,462,865,891	3,292,451,051	13,099,645,010
Depreciation										
Depreciation @ 1/1/2010	-	4,420,275	-	-	14,874,479	14,657,768	-	-	1,181,974,743	1,215,927,265
Provision for Year	-	1,573,969	-	-	2,486,383	1,261,184	-	-	27,729,196	33,050,732
Disposals	-	-	-	-	(84,954)	(52,106)	-	-	-	(137,060)
Accumulated Depreciation @ 31/12/2010	-	5,994,244	-	-	17,275,908	15,866,846	-	-	1,209,703,939	1,248,840,937
Net Book Value @ 31/12/2010	171,328,243	31,054,614	6,005,551,678	809,104,545	10,889,394	1,951,273	275,311,323	2,462,865,891	2,082,747,112	11,850,804,073
Net Book Value @ 31/12/2009	168,568,607	21,204,616	5,820,744,852	769,666,734	11,755,355	2,855,695	275,103,167	2,355,497,579	2,110,476,308	11,535,872,913
Net Book Value by Category										
Operational	-	31,054,614	6,005,551,678	696,221,045	10,889,394	1,951,273	-	-	-	6,745,668,004
Infrastructural	-	-	-	-	-	-	-	2,462,865,891	2,082,747,112	4,545,613,003
Community	-	-	-	-	-	-	275,311,323	-	-	275,311,323
Non-Operational	171,328,243	-	-	112,883,500	-	-	-	-	-	284,211,743
Net Book Value @ 31/12/2010	171,328,243	31,054,614	6,005,551,678	809,104,545	10,889,394	1,951,273	275,311,323	2,462,865,891	2,082,747,112	11,850,804,073

* The prices of Ballymun Plaza Apartments held for sale have been adjusted to reflect the current value.

NOTES TO AND FORMING PART OF THE ACCOUNTS

2. Work in Progress and Preliminary Expenses

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

	Funded 2010 €	Unfunded 2010 €	Total 2010 €	Total 2009 €
Expenditure				
Work in Progress	537,838,238	237,408,503	775,246,741	723,080,818
Preliminary Expenses	110,594,510	13,486,046	124,080,556	114,055,286
	648,432,748	250,894,549	899,327,297	837,136,104
Income				
Work in Progress	533,215,355	193,124,388	726,339,743	661,604,783
Preliminary Expenses	97,990,009	9,429,666	107,419,675	106,956,017
	631,205,364	202,554,054	833,759,418	768,560,800
Net Expended				
Work in Progress	4,622,883	44,284,115	48,906,998	61,476,035
Preliminary Expenses	12,604,501	4,056,380	16,660,881	7,099,269
Net Over/(Under) Expenditure	17,227,384	48,340,495	65,567,879	68,575,304

3. Long Term Debtors

A breakdown of the long-term debtors is as follows:

	Balance @ 1/1/2010 €	Loans Issued €	Principal Repaid €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2010 €	Balance @ 31/12/2009 €
Long Term Mortgage Advances*	245,308,367	5,347,741	9,491,904	3,793,891	1,819,504	239,189,817	245,308,367
Tenant Purchases Advances	14,323,526	-	2,239,222	-	-	12,084,304	14,323,526
Shared Ownership Rented Equity	144,709,287	2,152,580	2,899,350	1,744,513	(1,800,918)	140,417,086	144,709,287
	404,341,180	7,500,321	14,630,476	5,538,404	18,586	391,691,207	404,341,180
Voluntary Housing						268,206,758	237,660,352
Development Levy Debtors						72,921,411	115,699,350
Inter Local Authority Loans						-	-
Long-term Investments						-	-
Cash						-	-
Interest in associated companies						-	-
Other						119,555,604	134,286,949
						852,374,980	891,987,831
Less: Amounts falling due within one year (Note 5)						21,661,991	23,724,173
Total Amounts falling due after more than one year						830,712,989	868,263,658

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

4. Stocks

(a) A summary of stock is as follows:

	2010 €	2009 €
Central Stores	-	-
Other Depots	4,869,523	4,758,099
Total	4,869,523	4,758,099

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

	2010 €	2009 €
Opening Stock at 1 January	4,758,099	5,063,003
Purchases	8,168,395	7,888,223
Returns to Stores	527,844	522,863
Issues from Stores	(8,583,608)	(8,717,145)
Stocktake Adjustments	123	599
Other adjustments	(1,330)	556
Closing Stock at 31 December	4,869,523	4,758,099

5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

	2010 €	2009 €
Government Debtors	18,456,021	112,882,367
Commercial Debtors	119,438,217	68,642,508
Non-Commercial Debtors	43,565,574	43,392,571
Development Levy Debtors	33,522,893	33,106,528
Other Services*	1,929,412	63,005,761
Other Local Authorities	34,316,110	34,089,017
Agent Works Recoupable	(1,971,293)	(14,917,870)
Revenue Commissioners	-	-
Other	-	-
Add: Amounts falling due within one year (Note 3)	21,661,991	23,724,174
Total Gross Debtors	270,918,925	363,925,056
Less: Provision for Doubtful Debts	47,837,331	27,414,050
Total Trade Debtors	223,081,594	336,511,006
Prepayments	3,244,115	1,586,001
	226,325,709	338,097,007

* Other Services Debtors were further analysed during 2010 and allocated to Commercial and Non-Commercial Debtors

NOTES TO AND FORMING PART OF THE ACCOUNTS

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2010 €	2009 €
Trade creditors	26,880,670	35,328,171
Grants	-	-
Revenue Commissioners	5,528,101	6,385,916
Other Local Authorities	6,691,784	7,073,125
Other Creditors	1,360,425	13,336,384
	40,460,980	62,123,596
Accruals	78,549,074	62,917,473
Deferred Income	100,788,139	48,229,615
Add: Amounts falling due within one year (Note 8)	48,000,000	108,000,000
	267,798,193	281,270,684

7. Urban Account

A summary of the Intercompany account is as follows:

	2010 €	2009 €
Balance at 1 January	-	-
Charge for Year	-	-
Received /Paid	-	-
Balance at 31 December	-	-

8. Loans Payable

(a) Movement in Loans Payable

	HFA €	OPW €	Other €	Balance @ 31/12/2010 €	Balance @ 31/12/2009 €
Balance @ 1/1/2010	1,024,932,313	-	35,633,337	1,060,565,650	1,039,306,241
Borrowings	100,014,472	-	-	100,014,472	169,184,150
Repayment of Principal	27,675,617	-	2,818,804	30,494,421	27,876,728
Early redemptions	160,827,805	-	-	160,827,805	120,047,455
Other Adjustments	-	-	-	-	-
Balance @ 31/12/2010	936,443,363	-	32,814,533	969,257,896	1,060,566,208

(b) Application of Loans

An analysis of loans payable is as follows:

	HFA €	OPW €	Other €	Balance @ 31/12/2010 €	Balance @ 31/12/2009 €
Mortgage loans*	219,892,791	-	-	219,892,791	254,685,841
Non-Mortgage loans					
Asset/Grants	163,196,180	-	32,814,533	196,010,713	214,244,015
Revenue Funding	-	-	-	-	-
Bridging Finance	119,555,045	-	-	119,555,045	134,286,949
Recoupable	-	-	-	-	-
Shared Ownership – Rented Equity	165,592,588	-	-	165,592,588	194,689,051
Inter-Local Authority	-	-	-	-	-
Voluntary housing	268,206,758	-	-	268,206,758	237,660,352
Social Housing	-	-	-	-	-
Other	-	-	-	-	25,000,000
	936,443,362	-	32,814,533	969,257,895	1,060,566,208

Less: Amounts falling due within one year (Note 6)

	48,000,000	108,000,000
Total Amounts falling due after more than one year	921,257,895	952,566,208

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2010 €	2009 €
Opening Balance at 1 January	3,535,494	6,105,056
Deposits received	99,200	12,009
Deposits repaid	25,316	2,581,670
Interest Received	6,448	99
Closing Balance at 31 December	3,615,826	3,535,494

Note: Short Term Refundable Deposits are included as part of Cash Investments on the Balance sheet

10. Capitalisation Account

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

	Balance @ 1/1/2010 €	Purchased €	Transfers WIP €	Disposals €	Revaluations €	Historical Cost Adj €	Balance @ 31/12/2010 €	Balance @ 31/12/2009 €
Grants	2,138,695,624	34,942,567	147,496,148	(5,377,117)	(832,500)	169,228,865	2,484,153,587	2,138,695,624
Loans	-	-	-	-	-	-	-	-
Revenue funded	15,518,326	779,378	3,404,147	(54,260)	-	220,837	19,868,428	15,518,326
Leases	-	-	-	-	-	-	-	-
Development Levies	-	-	-	-	-	-	-	-
Tenant Purchase Annuities Unfunded	-	-	-	-	-	-	-	-
Historical	10,327,159,345	-	-	(119,469)	(2,551,000)	(1,290,000)	10,323,198,876	10,327,159,345
Other	270,426,883	5,890,689	-	(2,647,400)	-	(1,246,053)	272,424,119	270,426,883
Total Gross Funding	12,751,800,178	41,612,634	150,900,295	(8,198,246)	(3,383,500)	166,913,649	13,099,645,010	12,751,800,178
Less: Amortised							1,248,840,937	1,215,927,265
Total *							11,850,804,073	11,535,872,913

* Must agree with Note 1

NOTES TO AND FORMING PART OF THE ACCOUNTS

11. Other Balances

A breakdown of other balances is as follows:

	Note	Balance @ 1/1/2010 €	Capital re-classification * €	Expenditure €	Income €	Transfer from Revenue €	Transfer to Revenue €	Internal Transfers €	Balance @ 31/12/2010 €	Balance @ 31/12/2009 €
Tenant Purchase Annuities										
- Realised	(a)	17,792,097	17,792,097	(29,095)	6,737,430	-	-	(24,500,628)	(196)	17,792,097
- UnRealised	(b)	14,323,525	14,323,525	-	(2,239,222)	-	-	-	12,084,303	14,323,525
Development Levies	(c)/(o)	67,655,629	67,655,629	(126,413)	19,223,925	-	-	(19,768,945)	66,984,196	67,655,629
Unfunded Balances										
- Project Balances	(d)	-	(57,681,005)	(25,064,654)	10,358,864	-	-	3,848,189	(68,538,606)	-
- Non-Project Balances	(e)	-	(147,947,800)	(41,213,014)	41,612,357	1,098,000	-	13,769,535	(132,680,922)	-
Funded Balances										
- Project Balances	(f)	(53,271,262)	2,856,755	(151,864,641)	125,894,780	-	(51,078)	2,510,368	(20,653,816)	(53,271,262)
- Non-Project Balances	(g)	(135,508,936)	6,518,618	55,500,799	(50,856,064)	2,504,576	(55,000)	4,609,355	18,222,284	(135,508,936)
Other Balances										
- Assets	(h)	-	-	-	-	-	-	-	-	-
- Insurance Fund	(i)	21,461,560	21,461,560	-	-	3,532,076	-	-	24,993,636	21,461,560
- General	(j)	150,471,782	150,606,989	(682,451)	18,315,113	9,158,617	(453,091)	(912,110)	176,033,067	150,471,782
Net Capital Balances		82,924,395	75,586,368	(163,479,469)	169,047,183	16,293,269	(559,169)	(20,444,236)	76,443,946	82,924,395
Non-Mortgage Loans - Principal to be Amortised	(k)								(196,010,714)	(214,244,014)
Lease Repayment - Principal to be Amortised	(l)								-	-
Historical Opening Mortgage Funding Surplus/(Deficit)	(m)								25,462,517	25,462,517
Shared Ownership Rented Equity Account	(n)								(151,692)	(3,421,794)
Debtors Introduction Reserve									31,400,000	14,800,000
Loans & Grants Uncashed Cheques									-	(2,439,847)
Reserves - associated companies										
									(139,299,889)	(179,843,138)
Total Other Balances									(62,855,943)	(96,918,743)

* represents a change in the 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.

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.

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 both 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.

NOTES TO AND FORMING PART OF THE ACCOUNTS

12. Capital Account Analysis

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

	2010 €	2009 €
Net WIP & Preliminary Expenses (Note 2)	(65,567,879)	(68,575,304)
Net Capital Balances (Note 11)	76,443,946	82,924,395
Agent Works Recoupable (Note 5)	1,971,293	14,917,870
Tenant Purchase	(12,084,303)	(14,323,525)
Capital Balance Surplus/(Deficit) @ 31 December	763,057	14,943,436

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

	2010 €	2009 €
Opening Balance @ 1 January	14,943,436	29,134,230
Expenditure	334,247,053	553,580,583
Income		
- Grants	163,171,430	319,886,806
- Loans	77,962,738	78,482,110
- Other	59,621,925	117,794,035
Total Income	300,756,093	516,162,951
Net Revenue Transfers	19,310,581	23,226,838
Closing Balance @ 31 December	763,057	14,943,436

13. Mortgage Loan Funding Surplus/(Deficit)

The mortgage loan funding position on the balance sheet is as follows:

	2010 Loan Annuity €	2010 Rented Equity €	2010 Total €	2009 Total €
Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3)	239,189,816	140,417,087	379,606,903	390,017,655
Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 8)	219,892,791	165,592,588	385,485,379	449,374,892
Surplus/(Deficit) in Funding @ 31 December	19,297,025	(25,175,501)	(5,878,476)	(59,357,237)

NOTE: Cash on Hand relating to Redemptions and Relending

€

5,000,000

14. Summary of Plant & Materials Account

A summary of the operations of the Plant & Machinery account is as follows:

	2010 Plant & Machinery €	2010 Materials €	2010 Total €	2009 Total €
Expenditure	-	-	-	-
Charged to Jobs	-	-	-	-
Transfers from/(to) Reserves	-	-	-	-
Surplus/(Deficit) for the Year	-	-	-	-

NOTES TO AND FORMING PART OF THE ACCOUNTS

15. Transfers from/(to) Reserves

A summary of transfers to/from Reserves is as follows:

	2010 Transfers from Reserves €	2010 Transfers to Reserves €	2010 Net €	2009 €
Loan Repayment Reserve	-	11,308,648	11,308,648	9,349,790
Lease Repayment Reserve	-	-	-	-
Historical Mortgage Funding Write-off	-	-	-	-
Development Levies	-	-	-	-
Other	(559,170)	19,869,751	19,310,581	23,226,838
Surplus/(Deficit) for Year	(559,170)	31,178,399	30,619,229	32,576,628

16. Analysis of Revenue Income

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

	Appendix No	2010		2009	
		€	%	€	%
Grants & Subsidies	3	149,247,147	17%	136,641,282	15%
Contributions from other local authorities		92,512,364	10%	99,874,547	11%
Goods & Services	4	246,256,832	27%	266,950,653	29%
		488,016,343	54%	503,466,482	55%
Local Government Fund - General Purpose Grant		64,672,297	7%	78,621,795	9%
Pension Related Deduction		19,009,978	2%	16,126,818	2%
Rates		324,537,363	36%	316,107,522	35%
County Charge					
Total Income		896,235,981	100%	914,322,617	100%

17 Over/Under Expenditure

The following table shows the difference between the adopted budgets and the actual outturn in respect of both expenditure and income:

	Expenditure (Over)/Under Budgets €	Income Over/(Under) Budgets €	Transfers Over/(Under) Budget €	Net Position €
Housing & Building	21,461,759	(7,257,089)	(9,838,921)	4,365,749
Roads Transportation & Safety	6,354,264	806,808	(4,213,633)	2,947,439
Water Services	2,809,597	3,882,588	(5,067,764)	1,624,421
Development Management	753,999	(18,876)	2,742	737,865
Environmental Services	4,637,363	(8,400,189)	(137,998)	(3,900,824)
Recreation & Amenity	3,491,528	858,498	(1,764,468)	2,585,558
Agriculture, Education, Health & Welfare	(1,039,699)	1,513,779	-	474,080
Miscellaneous Services	(37,062,660)	5,986,737	(5,865,203)	(36,941,126)
Total Divisions Including Transfers	1,406,151	(2,627,744)	(26,885,245)	(28,106,838)
Local Government Fund - General Purpose Grant				(1,560,592)
Pension Related Deduction				2,509,978
Rates				42,515,369
County Charge				-
Dr/Cr Balance				(9,739,552)
(Deficit)/Surplus for Year				5,618,365

APPENDICES

APPENDIX 1
ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31ST DECEMBER 2010

	Notes	2010 €	2009 €
Payroll Expenses			
Salary & Wages		316,290,350	344,652,308
Pensions (incl Gratuities)*		84,507,008	89,420,146
Other costs		-	-
Total		400,797,358	434,072,455
Operational Expenses			
Purchase of Equipment		3,943,822	10,176,100
Repairs & Maintenance		17,932,627	28,146,921
Contract Payments		41,952,449	44,628,100
Agency services		42,967,148	41,109,575
Machinery Yard Charges incl. Plant Hire		14,327,938	17,777,638
Purchase of Materials & Issues from Stores		27,952,514	20,392,766
Payment of Grants		19,769,681	21,950,780
Members Costs		402,423	404,182
Travelling & Subsistence Allowances		1,251,666	1,484,012
Consultancy & Professional Fees Payments		2,347,244	3,094,172
Energy Costs		16,695,713	17,970,599
Other		111,272,147	115,697,946
Total		300,815,372	322,832,791
Administration Expenses			
Communication Expenses		8,056,214	7,802,098
Training		1,790,998	2,549,930
Printing & Stationery		2,481,735	4,655,631
Contributions to other Bodies		13,627,952	8,953,063
Other		13,604,017	18,031,589
Total		39,560,916	41,992,311
Establishment Expenses			
Rent & Rates		44,891,226	31,846,797
Other		4,544,296	18,853,430
Total		49,435,522	50,700,227
Financial Expenses		69,389,219	26,708,462
Miscellaneous Expenses		-	-
Total Expenditure		859,998,387	876,306,245

* Pensions & Gratuities are shown excluding Pensions & Gratuities paid on behalf of Third Parties. These Costs are shown as Agency services.

APPENDIX 2

SERVICE DIVISION A HOUSING and BUILDING

DIVISION		EXPENDITURE	INCOME			
		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
A01	Maintenance/Improvement of LA Housing	64,916,112	3,553,327	263,412	-	3,816,739
A02	Housing Assessment, Allocation and Transfer	5,653,462	-	2,257,320	-	2,257,320
A03	Housing Rent and Tenant Purchase Administration	7,402,079	-	73,760,432	-	73,760,432
A04	Housing Community Development Support	23,075,458	176,182	310,199	-	486,381
A05	Administration of Homeless Service	43,960,708	34,503,339	568,814	924,903	35,997,056
A06	Support to Housing Capital & Affordable Prog.	9,662,523	770,573	233,674	-	1,004,247
A07	RAS Programme	21,201,337	18,190,452	2,254,453	-	20,444,905
A08	Housing Loans	19,477,339	688,583	12,782,045	-	13,470,628
A09	Housing Grants	12,777,842	6,401,897	10,008	-	6,411,905
A10	Voluntary Housing Scheme	-	-	-	-	-
A11	Agency & Recoupable Services	14,831	-	2,902,773	-	2,902,773
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		208,141,691	64,284,353	95,343,130	924,903	160,552,386
Less Transfers to/from Reserves		9,788,265		25,000		25,000
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		198,353,426		95,318,130		160,527,386

SERVICE DIVISION B ROAD TRANSPORTATION and SAFETY

DIVISION		EXPENDITURE	INCOME			
		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
B01	NP Road - Maintenance and Improvement	2,303,497	842,944	2,731	-	845,675
B02	NS Road - Maintenance and Improvement	146,489	32,685	-	-	32,685
B03	Regional Road - Maintenance and Improvement	4,330,314	51,951	7,337	-	59,288
B04	Local Road - Maintenance and Improvement	19,382,541	7,186,043	480,074	-	7,666,117
B05	Public Lighting	10,234,893	-	8,261	-	8,261
B06	Traffic Management Improvement	18,584,225	102,158	3,315,277	246,134	3,663,569
B07	Road Safety Engineering Improvement	-	-	-	-	-
B08	Road Safety Promotion/Education	3,137,216	70,166	7,679	-	77,845
B09	Maintenance & Management of Car Parking	13,424,049	-	29,588,026	-	29,588,026
B10	Support to Roads Capital Prog.	4,736,399	-	-	-	-
B11	Agency & Recoupable Services	2,535,082	588,579	1,872,049	152,376	2,613,004
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		78,814,705	8,874,526	35,281,434	398,510	44,554,470
Less Transfers to/from Reserves		5,808,066		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		73,006,639		35,281,434		44,554,470

**SERVICE DIVISION C
WATER SERVICES**

		EXPENDITURE	INCOME			
DIVISION		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
C01	Operation and Maintenance of Water Supply	57,399,516	1,644,975	24,501,562	15,285,848	41,432,385
C02	Operation and Maintenance of Waste Water Treatment	67,888,244	307,500	10,310,199	22,014,177	32,631,876
C03	Collection of Water and Waste Water Charges	655,209	-	-	-	-
C04	Operation and Maintenance of Public Conveniences	221,233	-	3,133	-	3,133
C05	Admin of Group and Private Installations	-	-	-	-	-
C06	Support to Water Capital Programme	282,238	-	-	-	-
C07	Agency & Recoupable Services	2,659,959	-	1,474,454	1,864,618	3,339,072
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		129,106,399	1,952,475	36,289,348	39,164,643	77,406,466
Less Transfers to/from Reserves		5,447,292		50,000		50,000
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		123,659,107		36,239,348		77,356,466

**SERVICE DIVISION D
DEVELOPMENT MANAGEMENT**

		EXPENDITURE	INCOME			
DIVISION		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
D01	Forward Planning	3,942,018	-	73,970	-	73,970
D02	Development Management	7,113,645	-	1,064,825	-	1,064,825
D03	Enforcement	2,685,645	-	243,862	-	243,862
D04	Op & Mtce of Industrial Sites & Commercial Facilities	4,923,621	-	1,874,541	436,467	2,311,008
D05	Tourism Development and Promotion	681,174	-	-	-	-
D06	Community and Enterprise Function	3,746,474	1,040,256	78,423	-	1,118,679
D07	Unfinished Housing Estates	-	-	-	-	-
D08	Building Control	997,957	-	282,946	-	282,946
D09	Economic Development and Promotion	2,137,384	-	225,693	-	225,693
D10	Property Management	325,686	-	400,771	-	400,771
D11	Heritage and Conservation Services	2,095,943	670,705	23,876	-	694,581
D12	Agency & Recoupable Services	-	-	525,874	-	525,874
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		28,649,547	1,710,961	4,794,781	436,467	6,942,209
Less Transfers to/from Reserves		90,128		381,000		381,000
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		28,559,419		4,413,781		6,561,209

**SERVICE DIVISION E
ENVIRONMENTAL SERVICES**

		EXPENDITURE	INCOME			
DIVISION		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
E01	Operation, Maintenance and Aftercare of Landfill	20,715,411	-	1,073,436	140,653	1,214,089
E02	Op & Mtce of Recovery & Recycling Facilities	4,716,616	1,689,767	822,520	-	2,512,287
E03	Op & Mtce of Waste to Energy Facilities	-	-	-	-	-
E04	Provision of Waste to Collection Services	33,509,687	66,080	22,400,969	(773,545)	21,693,504
E05	Litter Management	3,715,897	75,000	390,833	33,315	499,148
E06	Street Cleaning	35,638,061	16,940	797,036	-	813,976
E07	Waste Regulations, Monitoring and Enforcement	4,318,262	1,668,635	2,115,442	-	3,784,077
E08	Waste Management Planning	1,020,045	-	626	106,121	106,747
E09	Maintenance and Upkeep of Burial Grounds	34,137	-	5,305	-	5,305
E10	Safety of Structures and Places	2,971,555	437,546	1,235,714	242,912	1,916,172
E11	Operation of Fire Service	112,749,121	1,430,490	15,088,423	51,838,385	68,357,298
E12	Fire Prevention	2,494,075	-	-	-	-
E13	Water Quality, Air and Noise Pollution	2,016,404	250	16,662	-	16,912
E14	Agency & Recoupable Services	-	-	2,313,845	-	2,313,845
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		223,899,271	5,384,708	46,260,811	51,587,841	103,233,360
Less Transfers to/from Reserves		1,592,876				-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		222,306,395		46,260,811		103,233,360

**SERVICE DIVISION F
RECREATION and AMENITY**

		EXPENDITURE	INCOME			
DIVISION		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
F01	Operation and Maintenance of Leisure Facilities	9,086,347	-	2,690,959	-	2,690,959
F02	Operation of Library and Archival Service	25,060,829	174,577	756,804	-	931,381
F03	Op, Mtce & Imp of Outdoor Leisure Areas	23,486,901	73,500	778,979	-	852,479
F04	Community Sport and Recreational Development	13,588,011	2,670,232	1,281,868	-	3,952,100
F05	Operation of Arts Programme	8,529,112	209,931	532,657	-	742,588
F06	Agency & Recoupable Services	-	-	1,793,336	-	1,793,336
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		79,751,200	3,128,240	7,834,603	-	10,962,843
Less Transfers to/from Reserves		1,887,857		10,000		10,000
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		77,863,343		7,824,603		10,952,843

**SERVICE DIVISION G
AGRICULTURE, EDUCATION, HEALTH and WELFARE**

DIVISION		EXPENDITURE	INCOME			
		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
G01	Land Drainage Costs	-	-	-	-	-
G02	Operation and Maintenance of Piers and Harbours	-	-	-	-	-
G03	Coastal Protection	-	-	-	-	-
G04	Veterinary Service	1,141,130	665,049	136,220	-	801,269
G05	Educational Support Services	65,688,296	62,951,226	350,826	-	63,302,052
G06	Agency & Recoupable Services	-	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		66,829,426	63,616,275	487,046	-	64,103,321
Less Transfers to/from Reserves		-	-	-	-	-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		66,829,426		487,046		64,103,321

**SERVICE DIVISION H
MISCELLANEOUS SERVICES**

DIVISION		EXPENDITURE	INCOME			
		TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€	€
H01	Profit/Loss Machinery Account	1,794,913	-	1,794,912	-	1,794,912
H02	Profit/Loss Stores Account	-	-	-	-	-
H03	Adminstration of Rates	48,136,244	-	2,632,178	-	2,632,178
H04	Franchise Costs	1,303,980	-	4,893	-	4,893
H05	Operation of Morgue and Coroner Expenses	3,437,994	-	-	-	-
H06	Weighbridges	-	-	-	-	-
H07	Operation of Markets and Casual Trading	1,194,380	-	1,029,063	-	1,029,063
H08	Malicious Damage	9,012	8,852	-	-	8,852
H09	Local Representation/Civic Leadership	3,846,434	-	20,843	-	20,843
H10	Motor Taxation	15,080,569	-	60,614	-	60,614
H11	Agency & Recoupable Services	1,181,021	286,757	14,982,346	-	15,269,103
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		75,984,547	295,609	20,524,849	-	20,820,458
Less Transfers to/from Reserves		6,563,915		93,170		93,170
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		69,420,632		20,431,679		20,727,288
TOTAL ALL DIVISIONS		859,998,387	149,247,147	246,256,832	92,512,364	488,016,343

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2010 €	2009 €
Department of the Environment, Heritage and Local Government		
Road Grants	-	-
Housing Grants & Subsidies	64,386,355	63,327,796
Library Services	-	22,361
Local Improvement Schemes	-	-
Urban and Village Renewal Schemes	-	-
Water Services Group Schemes	1,230,000	1,254,025
Environmental Protection/Conservation Grants	3,556,272	1,741,614
Miscellaneous	2,073,501	8,921,950
	71,246,128	75,267,746
Other Departments and Bodies		
Road Grants	9,205,942	7,010,709
Higher Education Grants	19,836,598	11,532,708
VEC Pensions and Gratuities	42,616,322	40,693,491
Community Employment Schemes	-	-
Civil Defence	-	-
Miscellaneous	6,342,157	2,136,628
	78,001,019	61,373,536
Total	149,247,147	136,641,282

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2010 €	2009 €
Rents from Houses	80,986,796	82,069,927
Housing Loans Interest & Charges	12,497,632	16,046,272
Domestic Water	-	-
Commercial Water	28,419,610	32,905,122
Domestic Refuse	18,439,341	16,148,931
Commercial Refuse	9,725,710	9,110,979
Domestic Sewerage	-	-
Commercial Sewerage	4,251,673	3,274,396
Planning Fees	1,305,701	2,431,033
Parking Fines/Charges	30,920,479	37,517,696
Recreation & Amenity Activities	2,032,547	1,075,242
Library Fees/Fines	412,651	622,091
Agency Services	10,358,004	17,198,277
Pension Contributions	14,681,731	16,571,449
Property Rental & Leasing of Land	7,698,713	3,251,275
Landfill Charges	-	-
Fire Charges	1,146,326	4,629,829
NPPR	13,517,342	10,145,992
Miscellaneous Goods & Services	9,862,576	13,952,142
	246,256,832	266,950,653

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2010 €	2009 €
EXPENDITURE		
Payment to Contractors	121,043,741	251,567,822
Purchase of Land	39,670,782	51,465,161
Purchase of Other Assets/Equipment	3,043,235	8,302,465
Professional & Consultancy Fees	17,154,671	21,307,515
Other	153,334,624	220,937,620
Total Expenditure (Net of Internal Transfers)	334,247,053	553,580,583
Transfers to Revenue	559,170	1,846,792
Total Expenditure (Incl Transfers) *	334,806,223	555,427,375
INCOME		
Grants	163,171,430	319,886,806
Non - Mortgage Loans	77,962,738	78,482,110
Other Income		
(a) Development Contributions	19,223,925	17,630,729
(b) Property Disposals		
- Land	4,122,743	16,497,727
- LA Housing	9,992,098	19,839,764
- Other property	-	-
(c) Purchase Tenant Annuities	2,239,221	2,631,843
(d) Car Parking	7,140,421	8,127,803
(e) Other	16,903,517	53,066,169
Total Income (Net of Internal Transfers)	300,756,093	516,162,951
Transfers from Revenue	19,869,751	25,073,630
Total Income (Incl Transfers) *	320,625,844	541,236,581
Surplus\Deficit for year	(14,180,379)	(14,190,794)
Balance (Debit)\Credit @ 1 January	14,943,436	29,134,230
Balance (Debit)\Credit @ 31 December	763,057	14,943,436

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

APPENDIX 6
ANALYSIS OF EXPENDITURE AND INCOME ON CAPITAL ACCOUNT

	BALANCE @ 1/1/2010	EXPENDITURE	INCOME				TRANSFERS			BALANCE @ 31/12/2010
			Grants	Non-Mortgage Loans	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	
	€	€	€	€	€	€	€	€	€	€
Housing & Building	31,863,650	201,754,325	54,467,484	77,962,738	7,669,954	140,100,176	5,253,651	25,000		88,289,148
Road Transportation & Safety	(14,286,862)	61,278,966	51,569,357	-	5,620,368	57,189,725	3,831,197	-	(3,810,841)	(17,839,659)
Water Services	4,896,169	37,337,623	39,793,216	-	4,074,654	43,867,870	1,039,528	50,000	(8,031,943)	(10,655,549)
Development Management	(32,698,936)	18,692,577	2,272,756	-	41,651,192	43,923,948	90,128	381,000	12,541,364	(45,098,071)
Environmental Services	55,389,116	5,849,482	6,888,530	-	354,802	7,243,332	1,592,876	-	-	52,402,390
Recreation & Amenity	7,873,866	7,403,852	6,060,668	-	597,145	6,657,813	1,498,456	10,000	(698,580)	6,432,869
Agriculture, Education, Health & Welfare	-	-	-	-	-	-	-	-	-	-
Miscellaneous Services	(67,980,435)	2,489,398	2,119,421	-	212,982	2,332,403	6,563,915	93,170	-	(74,294,185)
TOTAL	(14,943,432)	334,806,223	163,171,432	77,962,738	60,181,097	301,315,267	19,869,751	559,170	-	(763,057)

Note: Mortgage-related transactions are excluded

The closing balances for 2009 Appendix 6 did not reflect internal transfers within the Service Divisions. Opening balances for 2010 have been re-instated to reflect this. There is no change to the total figure.

APPENDIX 7

SUMMARY OF MAJOR REVENUE COLLECTIONS FOR 2010

	Arrears @ 1/1/2010 €	Accrued €	Write Off €	Waivers €	Total for Collection €	Collected €	Arrears @ 31/12/2010 €	% Collected*
Rates	44,455,944	324,537,363	9,035,651	-	359,957,656	296,510,814	63,446,842	82%
Rents & Annuities	19,526,762	73,679,765	541,823	-	92,664,704	73,482,574	19,182,130	79%
Commercial Water	21,373,541	27,634,491	3,827,136	-	45,180,896	22,991,930	22,188,966	51%
<u>Refuse</u>								
Domestic	19,566,287	22,127,730	593,108	6,395,534	34,705,375	17,398,176	17,307,199	50%
Commercial	-	-	-	-	-	-	-	0%
Housing Loans	4,396,341	23,466,744	-	-	27,863,085	21,400,846	6,462,239	77%

The total for collection in 2010 includes arrears b\ fwd at 1/1/2010. This will tend to reduce the % collected for 2010.
Rental income from Shared Ownership has been included under Housing Loans
Income from Tenant Purchase Annuities has been included under Note 11.
Arrears brought forward is shown net of credit balances.

Appendix No. 8

Interest of Local Authorities in Companies

Name of Company	Principal Activities	Share Ownership (beneficial)	L.A. reps on Board	Guarantees, By L.A. For borrowings	Financial Information	Securities of L.A. in moneys advanced	CO's reflection in L.A. Accounts
Ballymun Regeneration Limited	The social, physical and economic regeneration of Ballymun in accordance with the objectives set out in the 1998 Masterplan agreed with the Department of Environment, Heritage and Local Government and with Dublin City Council	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	2 City Councillors and 3 Dublin City Council officials	None		None	The results are reflected in Dublin City Council accounts
Ballymun Business and Technology Park (Management) Limited	The management of any elements of the development provided by the Ballymun Business and Technology Park (Development) Limited which remain in public ownership	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Ballymun Regeneration Limited	2 Dublin City Council officials	None		None	This company is dormant but its results will be included in the capital accounts of Dublin City Council through the inclusion of the results of Ballymun Regeneration Limited
Ballymun Homes (Management) Limited	The provision of a management company for the sale of apartments to private purchasers where transfer of title is by way of lease and not freehold.	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Ballymun Regeneration Limited	1 Dublin City Council official and the Company Secretary for Ballymun Regeneration Limited, who is on secondment from Dublin City Council to Ballymun Regeneration Limited	None		None	This company is dormant but its results will be included in the accounts of Dublin City Council through the inclusion of the results of Ballymun Regeneration Limited

Name of Company	Principal Activities	Share Ownership (beneficial)	L.A. reps on Board	Guarantees, By L.A. For borrowings	Financial Information	Securities of L.A. in moneys advanced	CO's reflection in L.A. Accounts
Poppintree Neighbour Centre Management Company Limited	The company will provide the management structure for the Carrig Court Neighbourhood Centre on completion of the development and provide the vehicle for leasehold apartment purchasers to own the buildings and manage the operational and legal affairs of the scheme in which their apartments are situated	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	2 officials of Dublin City Council	None	2010 Turnover €58,153 Profit for year €677 Reserves €22,788	None	The Results are not reflected in the Accounts of DCC
Coultry Neighbourhood Centre Management Company Limited	The company will provide the management structure for the Coultry Court Neighbourhood Centre on completion of the development and provide the vehicle for leasehold apartment purchasers to own the buildings and manage the operational and legal affairs of the scheme in which their apartments are situated	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	2 officials of Dublin City Council	None	2010 Turnover €38,385 Loss for Year €(6,943) Reserves €10,823	None	The Results are not reflected in the accounts of DCC.
Shangan Neighbourhood Centre Management Company Limited	The company will provide the management structure for the Shangan Court Neighbourhood Centre on completion of the development and provide the vehicle for leasehold apartment purchasers to own the buildings and manage the operational and legal affairs of the scheme in which their apartments are situated	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	2 officials of Dublin City Council	None	2010 Turnover €38,870 Profit for Year €6,397 Reserves €19,781	None	The results are not reflected in the accounts of DCC.
Forestwood Management Company Limited	The company will provide the management structure for the Forestwood area on completion of the development and provide the vehicle for leasehold apartment purchasers to own the buildings and manage the operational and legal affairs of the scheme in which their apartments are situated	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	2 officials of Dublin City Council	None	2010 Turnover €10,033 Net Loss €3,775 Reserves (€3775)	None	The results are not reflected in the accounts of DCC.

Name of Company	Principal Activities	Share Ownership (beneficial)	L.A. reps on Board	Guarantees, By L.A. For borrowings	Financial Information	Securities of L.A. in moneys advanced	CO's reflection in L.A. Accounts
City of Dublin Energy Management Agency Limited (CODEMA)	Not for profit local energy agency service for energy efficiency, renewable energy and clean transport	Total Share Capital of 100 Ordinary shares, 60 held by Dublin City Council	% officials		2010 Turnover €696,355 Profit € 22,265 Reserves €79,367	None	CODEMA produces its own Accounts. The results are not included in the account of Dublin City Council.
Hugh Lane Gallery Trust Limited	To advance education in the Arts by operating and managing the Hugh Lane Municipal Gallery of Modern Art	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	4 Councillors and 2 officials	None		None	The results are reflected in Dublin City Council accounts
Temple Bar Cultural Trust Limited	Property Managers / Cultural Developers in the Temple Bar Area	Wholly owned subsidiary of Dublin City Council	4 Councillors and 2 officials	None	2009 Turnover € 3,306,150 Profit € 102,572 Reserves €15,653,424 No Accounts for 2010 were available at the time of completion of Dublin City Council Audit.	None	The results are not included in the accounts of Dublin City Council
Urban Ballyfermot Limited	To implement a physical and social regeneration programme in the Ballyfermot Area	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	3 local committees and 4 officials	None		None	Company was dissolved by the Companies Office on April 30 th 2010
Dublin City Sports & Leisure Services Limited	To manage and operate sports and leisure facilities for Dublin City Council	Company Limited by Guarantee and not having a share capital. Wholly owned subsidiary of Dublin City Council	7 officials	None	No results for 2010. Accounts will be prepared to 30 th September 2011.	None	Dublin City Sports & Leisure Services Limited produces its own accounts. Registered 04/05/2010. The results are not included in the account of Dublin City Council

Glossary of Terms

Accruals (Matching)

The concept that income and expenditure are recognised as they are earned or incurred, not as money is received or paid.

Capital Expenditure

Expenditure on the acquisition of a fixed asset or expenditure that adds to and not merely maintains the value of an existing fixed asset.

Community Assets

Assets that the local authority intends to hold in perpetuity, that have no determinable useful life, and that may have restrictions on their disposal. Examples of community assets are parks and historic buildings.

Contingency

A condition which exists at the balance sheet date, where the outcome will be confirmed only on the occurrence or non-occurrence of one or more uncertain future events.

Corporate and Democratic Services

The corporate and democratic services comprises all activities which local authorities engage in specifically because they are elected, multi-purpose authorities. The cost of these activities are thus over and above those which would be incurred by a series of independent, single purpose, nominated bodies managing the same services. There is therefore no logical basis for apportioning these costs to services.

Deferred Charges

Expenditure which may properly be deferred, but which does not result in, or remain matched with, tangible assets. Examples of deferred charges are expenditure on items such as preliminary expenses on proposed capital schemes.

Depreciation

The measure of the wearing out, consumption, or other

reduction in the useful economic life of a fixed asset, whether arising from use, effluxion of time or obsolescence through technological or other changes.

Exceptional Items

Material items which arise from events or transactions that fall within the ordinary activities of the authority and which need to be disclosed separately by virtue of their size or incidence to give fair presentation of the accounts. Example - redundancies, uninsured damage, uninsured structural failure of operational buildings, deficits arising on the settlement of uninsured claims, cost of industrial action and losses on investments.

Fair Value

The fair value of an asset is the price at which it could be exchanged in an arm's length transaction less, where applicable, any grants receivable towards the purchase or use of the asset.

Finance Lease

A lease that transfers substantially all of the risks and rewards of ownership of a fixed asset to the lessee. Such a transfer of risks and rewards may be presumed to occur if at the inception of the lease the present value of the minimum lease payments, including any initial payment, amounts to substantially all of the fair value of the leased asset.

Fixed Assets

Tangible assets that yield benefits to the local authority and the services it provides for a period of more than one year.

Going Concern

The concept that the authority will remain in operational existence for the foreseeable future, in particular that the revenue accounts and balance sheet assume no intention to curtail significantly the scale of operations.

Government Grants

Assistance by government and inter-government agencies and similar bodies, whether local, national or international, in the form of cash or transfers of assets to an authority in return for past or future compliance with certain conditions relating to the activities of the authority.

Infrastructure Assets

Fixed assets that are inalienable, expenditure on which is recoverable only by continued use of the asset created. Examples of infrastructure assets are highways and footpaths.

Investments

A long-term investment is an investment that is intended to be held for use on a continuing basis in the activities of the authority. Investments should be so classified only where an intention to hold the investment for the long term can clearly be demonstrated or where there are restrictions as to the investor's ability to dispose of the investment.

Investments which do not meet the above criteria should be classified as current assets.

Investment Properties

Interest in land and/or buildings:

(a) in respect of which construction work and development have been completed; and

(b) which is held for its investment potential, any rental income being negotiated at arm's length.

Long-Term Contracts

A contract entered into for the design, manufacture or construction of a single substantial asset or the provision of a service (or a combination of assets or services which together constitute a single project), where the time taken substantially to complete the contract is such that the contract activity falls into different accounting periods. Some contracts with a shorter duration than one year should be

accounted for as long-term contracts if they are sufficiently material to the activity of the period.

Net Book Value

The amount at which fixed assets are included in the balance sheet, i.e. their historical cost or current value less the cumulative amounts provided for depreciation. Current value can be either "net current replacement cost" or "net realisable value".

Net Current Replacement Cost

The cost of replacing or recreating the particular asset in its existing condition and in its existing use, i.e. the cost of its replacement or of the nearest equivalent asset, adjusted to reflect the current condition of the existing asset.

Net Realisable Value

The open market value of the asset in its existing use (or open market value in the case of non-operational assets), less the expenses to be incurred in realising the asset.

Non-Operational Assets

Fixed assets held by a local authority but not directly occupied, used or consumed in the delivery services. Examples of non-operational assets are investment properties and assets that are surplus to requirements, pending sale or redevelopment.

Operating Leases

A lease other than a finance lease.

Operational Assets

Fixed assets held and occupied, used or consumed by the local authority in the direct delivery of those services for which it has either a statutory or discretionary responsibility.

Post Balance Sheet Events

Those events, both favourable and unfavourable, which occur between the balance sheet date and the date on which the AFS is

signed by the responsible financial officer.

Prior Year Adjustments

Those material adjustments applicable to prior years arising from changes in accounting policies or from the correction of fundamental errors.

Prudence

The concept that revenue is not anticipated but is recognised only when realised in the form either of cash or of other assets the ultimate cash realisation of which can be assessed with reasonable certainty.

Stocks

Comprise the following categories:

- (a) goods or other assets purchased for resale;
- (b) consumable stores;
- (c) raw materials and components purchased for incorporation into products for sale;

Useful Life

The period over which the local authority will derive benefits from the use of a fixed asset.