



Comhairle Cathrach Chorcaí
Cork City Council

Comhairle Cathrach Chorcaí
Ráiteas Airgeadais Bhliantúil 2019

Cork City Council
Annual Financial Statement 2019



AUDITED

ANNUAL FINANCIAL STATEMENT

Cork City Council

For the year ended 31st December 2019

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FINANCIAL REVIEW

Introduction

This Annual Financial Statement sets out the financial results of Cork City Council's activities for the year 2019 and the financial position as at 31st December 2019.

The Annual Financial Statement has been prepared in accordance with the statutory requirements governing the accounts of local authorities and in compliance with the Accounting Code of Practice for Local Authorities prescribed by the Minister of the Housing, Planning and Local Government.

The Annual Financial Statement is subject to external audit by the Local Government Auditor who is required to form an independent opinion on the accounts and to submit an Audit Report to the City Council. This will be reviewed by the Audit Committee, who will then report to Council on its consideration of the audited financial statement and auditor's report.

The Annual Financial Statement represents fairly the financial position of the City Council. The Accounts have been prepared on an accruals basis. Appropriate accounting policies have been employed and applied consistently and are set out in the Statement of Accounting Policies on pages 4 to 7. Where necessary, prudent judgements and estimates were made which comply with the Accounting Code of Practice.

Cork City Council incurred total expenditure of €331,451,378 during 2019. This comprises:

- Revenue Expenditure of €194,850,822 and
- Capital Expenditure of €136,600,556

The total expenditure shows an increase of €60.1m on the 2018 outturn of €270.1m.

Revenue Account

2019 was a year of significant financial challenge for the City Council. The City Boundary Extension which came into effect on May 31st 2019 has meant the city has increased fivefold in geographical size and welcomed 85,000 new residents into the administrative area of Cork City Council. Over 400 public services transferred along with up to 550kms of roads, 990 social homes, nine cemeteries and three libraries. This meant there were significant additional demands and requirements for the provision of services in areas such as Housing, Roads, Libraries, Parks, Community and Enterprise, Tourism and Economic Development and these had to be funded from various income resources such as locally generated income, and from central government funding.

The DHPLG continued to compensate for the loss of Irish Water rates income during 2019 and did in part compensate for the pay rises due to National Pay Agreements.

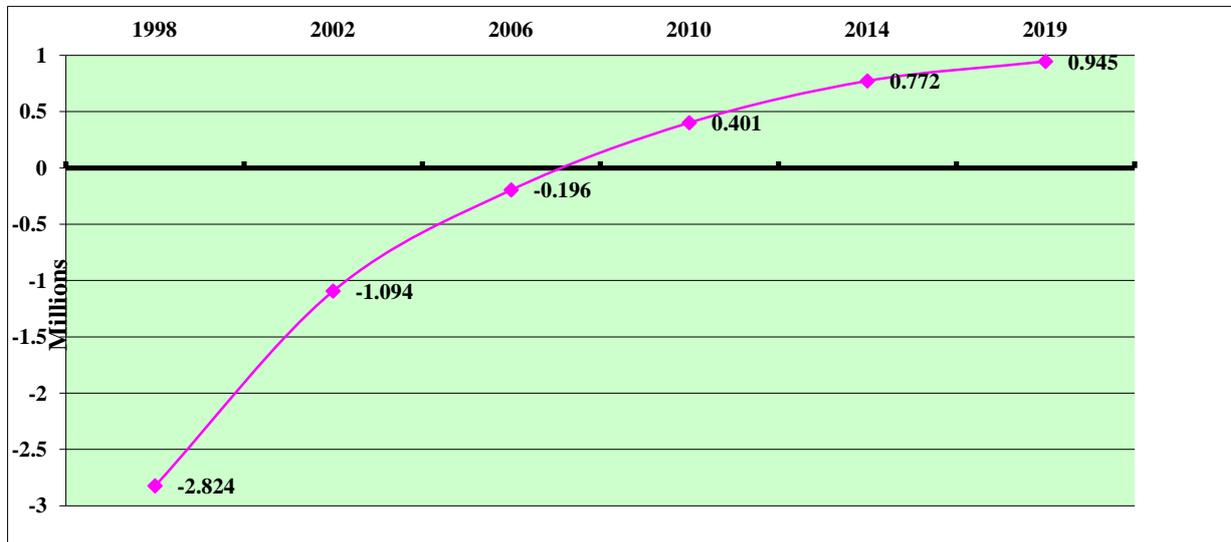
Table 1: Revenue Account 2019

| | |
|--|---------------------|
| Revenue Expenditure on Council Services | €194,850,822 |
| Revenue Income (Grants, Charges & Rates) | 194,903,618 |
| Surplus for the year | €52,796 |

Table 1: Revenue Account 2019 shows that the Revenue Expenditure for the year amounted to €194,850,822 with Income of €194,903,618 giving an excess of income over expenditure of €52,796. This represents a satisfactory outcome given the fiscal climate and builds on the progress of recent years

during which we have eliminated the Revenue deficit (See Fig 1 below). The General Reserve stands at €945,638 as at 31st December 2019.

Fig1. Cumulative Revenue Account Balance 1998 – 2019



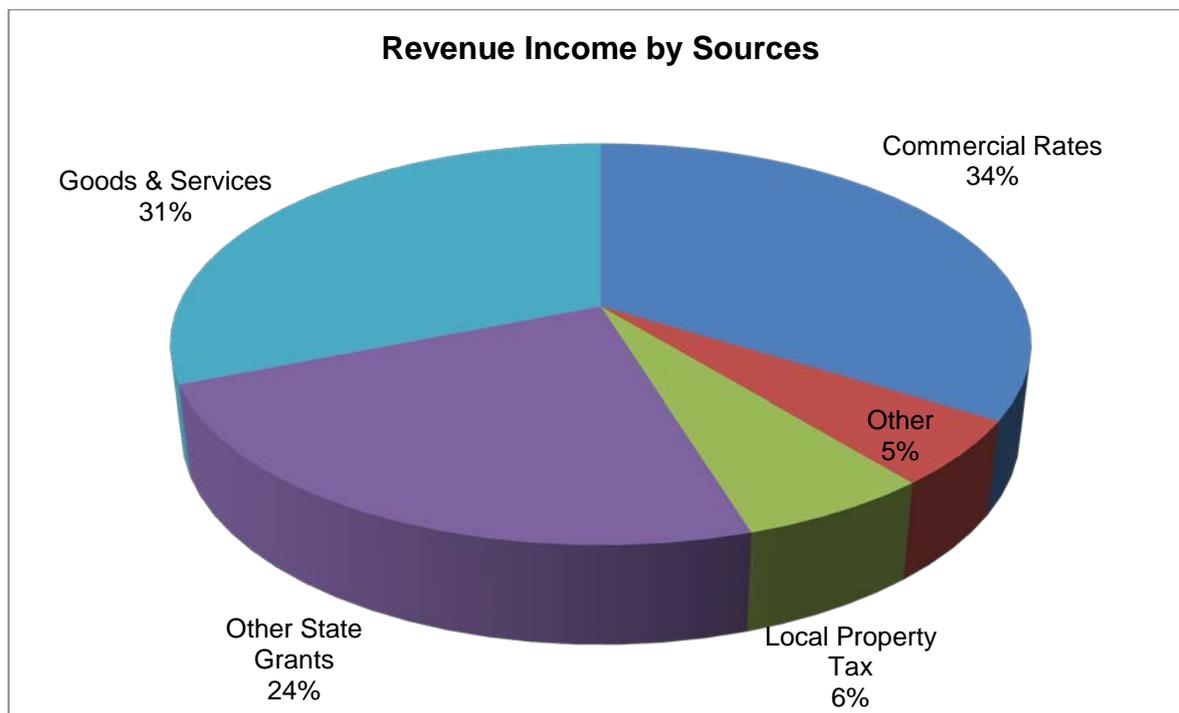
Income

Total Revenue Income amounted to €194,903,618; 29.69% of this was funded from Central Government with 70.3% raised locally. Table 2 and Figure 2 show the Revenue Income by Source. Appendices 3 & 4 further analyse income from Grants and from Goods & Services.

Table 2: Revenue Income by Sources

| | € | % |
|---------------------------------|------------|--------|
| Local Property Tax | 11,927,355 | 6.11% |
| Other State Grants | 45,827,820 | 23.51% |
| Goods & Services | 60,746,342 | 31.14% |
| Commercial Rates | 66,184,863 | 33.93% |
| Transfers from Reserves | 739,931 | 0.38% |
| Contributions from other L.A.'s | 9,477,308 | 4.86% |
| | | |

Fig 2. Revenue Income by Sources



Income from parking sources other than Lavitts Quay Car Park were up on budget for 2019 however these will be of concern for 2020 due to the impact of COVID-19.

A sum of €1.2m was received from the Non Principal Private Residence charge which was €400k in excess of the 2019 budget figure of €800k. This additional income was used to address known commitments and liabilities with regards to an increase in insurance liability claims and an increase in payroll costs due to earlier than anticipated retirements.

The extension of the Cork City Boundary came into effect on 31st May 2019 resulting in the responsibility for local authority services relating to the transitioning area passing to Cork City Council from that date. The income relating to Commercial Rates for this transitioning area remained with Cork County Council for the remainder of 2019, and the City Council took over responsibility from 01/01/2020. The responsibility for the collection of other income relating to the transition area transferred to the City Council at 31st May 2019 resulting in € 3.96 million additional income for 2019.

Section 22 of the Local Government Act 2019 provides that the county council shall pay to the city council a contribution equal to the expenditure incurred by the city council in the provision of services in, or in respect of, the relevant area during the local financial year 2019. €5.9m in expenditure has been incurred by the city council in the provision of services in respect of the relevant area and this has been reflected in the 2019 Income figures and included as a receivable from the County Council.

Revenue Collections

Details of the Major Revenue Collections for 2019 are included in Appendix 7 of the AFS and the % collected for the years 2019 and 2018 respectively are shown in *Table 3* below.

Table 3: Major Revenue Collections

| | % Collected | |
|-------------------|-------------|------|
| | 2019 | 2018 |
| Rates | 83 | 82 |
| Rents & Annuities | 88 | 88 |
| Housing Loans | 79 | 69 |

The % collection in Rates increased year on year mainly due to the rates incentive scheme and an increased collection resources.

Cork City Council continues to undertake various initiatives in order to strengthen debt collection measures and processes and to make secure the City Council income. The Rates Incentive Scheme continued throughout 2019. This scheme was targeted at SME's which have an annual rates liability of less than €4,000. This represents 57% of the rate payers in the city. Once the conditions of the scheme are met, the rate payer's 2019 liability will be reduced by 3%. The scheme will continue for 2020.

Collection % for rents has remained consistent at 88%.

Overall, there was a year on year increase of 10% in the collection in Housing Loans for 2019. This was due to the continued work utilising the Mortgage Arrears Resolution Process and also 2019 saw a number of long term unsustainable mortgages being resolved during the year. .

The City Council continues to recognise the need, in some cases, to agree payment schedules with customers to reflect both the requirement of the City Council to raise funds for the provision of services and the ability of the customer to make payment in the traditional manner. Such schedules can be tailored to the particular circumstances of each individual case and the Council continues to encourage anyone who may be experiencing difficulty to make contact at an early stage where their particular circumstances can be addressed and costly legal proceedings avoided.

Expenditure

The principal adverse variances on the revenue account arose in the areas of Housing, Roads, Development Management and Recreation & Amenity.

In the Housing Division there was an increased spend on Homelessness. However the majority was offset by additional grants being received in respect of Homelessness. There has been additional spend over budget on Housing Leasing Initiative Schemes, Calf Scheme and Mortgage to rent, this overspend has been offset by additional grants also. Additionally, there was increased spend in housing maintenance due to increased upgrade works; this was offset by an increase in Housing Rents income.

In the Roads Division, there was an increased spend on road resurfacing and footpaths, this was offset by additional grants being received and funding from own resources.

In the Development Management Services Division, there was an increase in spend over budget on Tourism Development & Promotion, Economic Development Fund, Vacant Homes, and Development Plans. This was increase was partially offset by increased income from events and additional grants. In the Recreation & Amenity Service Division, there was an increased spend over budget in the Libraries. This was mainly due to ICT upgrades and increased operational spend in the Central Library. There was an increased spend on Parks due to increase in security and recycling waste costs. Additionally there was an increased spend on Sports Centres, this was partially offset against an increase in swimming pool and sport hall income. There was an additional spend on the Arts Programme which was offset by increased arts grant. There was an increased spend on Seafest but this was offset by an increase in the grant.

Lump Sum payments increased by €877k on budget during the period, this was mainly due to earlier than anticipated retirements. Also in 2019, costs related to public liability claims increased which resulted

in a budget overspend. Other increased spends over budget included the City Coroner and City Hall maintenance.

However in 2019, there was increased income from a number of streams – Housing Rents, NPPR, Fire Income and Planning Application Fees. These together with a saving in payroll costs due to time delays in filling vacancies and strong financial management and budgetary control offset the various over expenditures.

Transfer to Reserves

In compliance with the Accounting Code of Practice, the Income & Expenditure Account Statement on page 9 of the Accounts shows the Revenue Account net of transfers to reserves (see Note 14 - Transfer to and from Reserves). To assist interpretation of the accounts the movement from gross to net expenditure and income are set out in *Table 4* and *5*.

Table 4: Movement from Gross to Net Expenditure 2019

| | €m |
|---------------------------|--------------------|
| Gross Expenditure | 194,850,822 |
| Less Transfer to Reserves | 6,487,394 |
| Net Expenditure | 188,363,428 |

Table 5: Movement from Gross to Net Income 2019

| | €m |
|-----------------------------|--------------------|
| Gross Income | 194,903,618 |
| Rates | 66,184,863 |
| Local Property Tax | 11,927,355 |
| Net Income before Transfer | 116,791,400 |
| Less Transfer from Reserves | (739,930) |
| Net Income | 116,051,470 |

Capital Account

The Capital Account records income and expenditure in respect of the acquisition and provision of assets related to services provided by the Council. A summary of the transactions in the Capital Account for 2019 with comparative figures for 2018 is set out in *Table 6*.

Table 6: Capital Account for 2019

| | 2019 | 2018 |
|--|---------|---------|
| | €000's | €000's |
| Expenditure including transfers | 136,600 | 99,280 |
| Income including transfers | 135,725 | 100,773 |
| Outturn for the year | 875 | (1,493) |
| Opening Balance Favourable / (Adverse) | 31,549 | 30,056 |
| Closing Balance Favourable/(Adverse) | 30,673 | 31,549 |

Capital expenditure amounted to €136.600m, an increase of €37.3m from 2018.

Note 11 to the Accounts sets out where the Capital Account appears on the Balance Sheet while Appendices 5 & 6 gives further detailed analysis.

The net balance on the Capital Account moved from an opening €31.5m credit balance to a €30.6m credit balance at year end due to transfers to capital.

Over the recent years, significant attention and emphasis has been placed on the Capital Account and progress continued during 2019.

Funding arrangements are in place for adverse balances and provision made for known liabilities and commitments in all bar three notable and significant items. The three exceptional items are: loans of €33.8m in respect of adverse housing land costs; loans of €28.1m in respect of Affordable Housing Schemes; unfunded balances of €17.5m on housing construction and related projects. In addition to these, unfunded loans totalling €37.1 million in relation to Affordable Housing Schemes and €3 million loans for housing land costs were taken over from Cork County Council as a result of the boundary extension. There are funding arrangements in place for €3.67m in respect of the balance of acquisition costs for Marina Park and €4.7m relating to docklands bridges.

These balances are reviewed regularly with particular emphasis on funding sources and we continue to engage with the Department for recoupment from Central Government in relation to the housing balances. It is intended that the Docklands Bridge will be funded in tandem with future developments in the docklands area.

Financial Standing

The Balance Sheet shows net assets of €3,584b at the 31st December 2019 consisting of the following:

Table 7: Balance Sheet Summary

| | 2019 | 2018 |
|---|----------------|----------------|
| | €m | €m |
| Fixed Assets | 3584.5 | 3,281.1 |
| Work in Progress & Preliminary Expenses | 86.03 | 63.0 |
| Long Term Debtors | 87.65 | 62.0 |
| Net Current Assets/(Liabilities) | 31.93 | 31.7 |
| Long Term Creditors | <u>(205.7)</u> | <u>(131.1)</u> |
| Net Assets | 3584.45 | 3,306.7 |
| Represented By | | |
| Capitalisation Account | 3584.5 | 3,281.1 |
| Income WIP | 79.9 | 56.9 |
| General Revenue Reserve | .95 | 0.8 |
| Other Balances | <u>(80.9)</u> | <u>(32.1)</u> |
| | 3584.45 | 3,306.7 |

The net book value of fixed assets (including Work In Progress) at 31st December 2019 was €3.67 billion This includes additions during the year of €308m to the Fixed Asset Register, €250m of which relate to the transfer of assets from Cork County as part of the City Boundary Extension which came into effect on May 31st 2019, The Breakdown of the Fixed Asset additions is as follows:

| Asset Classification | €m |
|----------------------|--------|
| Parks | 7.76 |
| Housing | 268.99 |
| Buildings | 24.57 |
| Plant & Machinery | .81 |
| Heritage | 5.81 |

Property asset added during 2019 under the above categories were in respect of properties where the City Council was satisfied as to existence of the asset and the Council's title over it and where an original cost figure could be ascertained. This work has continued after the deadline for completion of these financial statements and further additions will be made in 2020. Furthermore a number of assets transferred as part of the boundary extension are not included in the above additions figure instead they are reflected in the WIP value as they were not complete at the balances sheet date.

Fixed Asset disposals during the year amounted to €2.2m of which €1.8m was in respect of housing and €3m related to computers, furniture and equipment.

Conclusion

In overall terms, the outcome for 2019 is a significant achievement in light of the additional requirements for the provision of services due to the Boundary Extension which came into effect on May 31st 2019. It has been a challenge to maintain strict control of both revenue and capital expenditure in the existing and expanded city. During 2019 Cork City Council has continued to take actions to adjust and match both operational day to day spend and long term capital investment programme in light of competing resources.

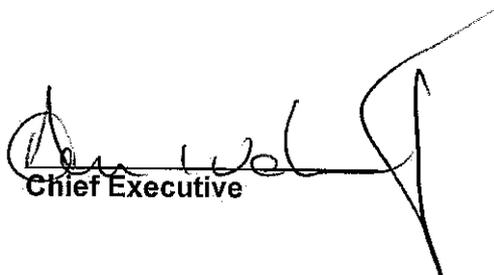
There are a number of areas which have the potential to give rise to significant challenges during 2020. The most significant of these relate to the Coronavirus. At the financial year end on 31/12/2019 initial reports were emerging from China about Covid-19. In the interim the WHO has declared it a pandemic which has resulted in unprecedented restrictions on travel and movement. This health crisis has, in a short space of time, resulted in effectively locking down economic activity within the city and country for the vast majority of businesses, and brings with it financial uncertainty and consequences that will be of proportions impossible to estimate effectively at this time. What is known is that income including Rates, Pay Parking and other service income is being eroded and is likely to continue for much of the rest of 2020. This unprecedented challenge will require the strictest control of both revenue and capital expenditure and will require Cork City Council to adapt budgets as circumstances change.

Cork 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 in order to support business, residential and visitor life in the city.

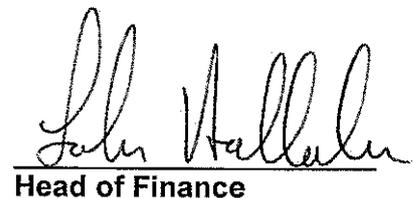
Cork City Council

Certificate of Chief Executive & Head of Finance for the year ended 31 December 2019

- 1.1 We the Chief Executive and Head of Finance are responsible for preparing an annual financial statement in accordance with the accounting code of practice issued by Minister under section 107 of the Local Government Act 2001.
- 1.2 We are responsible for maintaining proper books of account that disclose with reasonable accuracy the financial position of the local authority and enable it to ensure that financial statements prepared comply with the statutory requirements.
- 1.3 We are responsible for the safeguarding of assets of the local authority and for taking reasonable steps for the prevention and detection of fraud and other irregularities.
- 1.4 When preparing statements we have:
- stated that the financial statements have been prepared in accordance with the Accounting Code of Practice and the accounting policies have been applied consistently; and,
 - made judgments and estimates that are reasonable and prudent;
- 1.5 We certify that the financial statement of Cork City Council for the year ended 31 December 2019 as set out on pages 4 to 38 are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for Housing , Planning and Local Government.


Chief Executive

Date 24/6/20


Head of Finance

Date 24/6/2020

Independent Auditor's Opinion to the Members of Cork City Council

I have audited the annual financial statement of Cork City Council for the year ended 31 December 2019 as set out on pages 4 to 22, which comprise the Statement of Accounting Policies, Statement of Comprehensive Income, Statement of Financial Position, Funds Flow Statement and notes to and forming part of the accounts. The financial reporting framework that has been applied in its preparation is the Code of Practice and Accounting Regulations as prescribed by the Minister for Housing, Local Government and Heritage.

Responsibilities of the Council and the Local Government Auditor

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

Scope of the audit of the financial statement

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

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

Opinion on the financial statement

In my opinion the annual financial statement, which has been prepared in accordance with the Code of Practice and Accounting Regulations for local authorities, presents fairly the financial position of Cork City Council at 31 December 2019 and its income and expenditure for the year then ended.

Emphasis of Matter- Uncertainty relating to COVID-19

I draw attention to Note 23 of the Annual Financial Statements, which refers to the impact of COVID-19, a non-adjusting post balance sheet event, and describes the uncertainty faced by the local authority as a result. My opinion is not modified in respect of this matter.

Statutory Audit Report

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



John Collins
Local Government Auditor
17 December 2020

STATEMENT OF ACCOUNTING POLICIES

1. General

The accounts have been prepared in accordance with the Accounting Code of Practice ACoP on local authority accounting, as revised by the Department of Housing, Planning and Local Government (DHPLG) at 31st December 2019. Non-compliance with accounting policies as set out in ACoP must be stated in the Policies and Notes to the Accounts.

2. Statement of Funds Flow (Funds Flow Statement)

A Statement of Funds Flow was introduced as part of AFS 2011. While the guidance of International Accounting Standard 7 Statement of Cash Flows has been followed, the business of local authorities is substantially different to most private sector organisations and therefore some minor changes to the format have been agreed to ensure the data displayed is meaningful and useful within the local government sector. For this reason the statement is being referred to as a 'Statement of Funds Flow'. The financial accounts now include a Statement of Funds Flow shown after the Statement of Financial Position (Balance Sheet). Notes 17 – 22 relate to the Statement of Funds Flow and are shown in the Notes on and forming part of the Accounts section of the AFS. Note 19 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 Code of Practice. Parking, Planning, Fire Certificates, Library and Golf Course Fees are recorded on a cash receipts basis.

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 Statement of Comprehensive Income (Income and Expenditure Statement).

4.2 Non Mortgage Related Loans

Note 7 to the accounts sets out the types of borrowing under this heading. Loans relating to assets/grants, revenue funding 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 pension contributions (including Widows and Orphans) benefits under the Local Government Superannuation Scheme and the Single Public Service Pension Scheme.

The Single Public Service Pension Scheme ("Single Scheme") commenced with effect from 1 January 2013. Employee contributions for the Single Scheme continue to be deducted by local authorities but are remitted centrally to DPER.

6. Agency and Other Services

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

7. Provision for Bad & Doubtful Debts

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

8. Fixed Assets

8.1 Classification of Assets

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

8.2 Recognition

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

8.3 Measurement

A Statement of Financial Position (Balance Sheet) incorporating all of the assets of the local authority was included for the first time in the Annual Financial Statement for 2003. The assets were valued based on the 'Valuation Guideline' issued by the DHPLG. All assets purchased or constructed as from 1/1/2004 have been included at historical cost. Accounting policies relating to leases are currently being developed and will be reflected in the financial statements at a future date.

8.4 Revaluation

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

8.5 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 DHPLG.

8.6 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 Statement of Comprehensive Income (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 | S/L | 20% |
| Furniture | S/L | 20% |
| Heritage Assets | | Nil |
| Library Books | | Nil |
| Playgrounds | S/L | 20% |
| Parks | S/L | 2% |
| 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.

9. Government Grants

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

10. Development Debtors & Income

Short term development levy debtors are included in note 5. Income from development contributions not due to be paid within the current year is deferred and not separately disclosed in the financial statements.

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

13. Stock

Purchases of stock are recorded and charged to the Annual Financial Statement in the year that the goods are ordered and received.

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 Statement of Financial Position (Balance Sheet) as 'Income WIP'.

15. Interest in Local Authority Companies

The interest of Cork City Council in companies is listed in Appendix 8.

16. Related Parties

A related party transaction is a transfer of resources, services or obligations between the local authority and a related party. The main related parties for a local authority include the following:

- i. Management and Personnel
- ii. Council members
- iii. Government Departments
- iv. Local Authority Companies

Local Authority council members and key personnel are bound under the relevant sections of the Local Government Act 2001 and subsequent amending legislation to:

- a. furnish an annual declaration of 'declarable interests' set out in section 175 of the Act;
- b. disclose under sections 167, 178 and 179 any beneficial interests that they or a connected person has; and
- c. follow a code of conduct issued by the Minister for Housing, Planning and Local Government under section 169 of the Local Government Act 2001 in 2004.

'Declarable interests' cover both financial and certain other interests such as land etc.

Local authority management and personnel salary and remuneration is determined by the Department of Housing, Planning and Local Government in line with central government policy on rates of pay.

Local Authority interests in companies and joint ventures are disclosed in Appendix 8 to the Annual Financial Statements.

17. Accounting for the Extended Boundary Area

Where the original cost / value of assets and liabilities taken over as part of the boundary extension could be determined and Cork City Council's title/liability could be ascertained in time for inclusion in these Annual Financial Statements (AFS), they have been included. Where this was not possible as in the case of a number of fixed assets including housing, roads, recreational and other property assets, these were not included in the 2019 AFS.

Also a number of receivables and non Housing Finance Agency loans were also not reflected in the 2019 AFS as Cork City Council were unable to determine their value. The position regarding certain liabilities had not been agreed / determined in time either and these have also been excluded. Work will continue in 2020 to establish the value of these items and further additions will be made in the 2020 and subsequent AFS.

FINANCIAL ACCOUNTS

STATEMENT OF COMPREHENSIVE INCOME (INCOME & EXPENDITURE ACCOUNT STATEMENT) FOR YEAR ENDING 31st DECEMBER 2019

The Income and Expenditure Account Statement brings together all the revenue related income and expenditure. It shows the surplus/(deficit) for the year. Transfers to/from reserves are shown separately and not allocated by service division. Note 16 allocates transfers by service division in the same format as Table A of the adopted Local Authority budget.

Expenditure by Division

| | Notes | Gross Expenditure | Income | Net Expenditure | Net Expenditure |
|---|-------|--------------------|--------------------|--------------------|--------------------|
| | | 2019 € | 2019 € | 2019 € | 2018 € |
| Housing & Building | | 59,095,337 | 59,224,192 | (128,855) | 1,830,835 |
| Roads Transportation & Safety | | 38,741,025 | 21,937,669 | 16,803,356 | 14,380,038 |
| Water Services | | 9,861,878 | 9,233,884 | 627,994 | 459,080 |
| Development Management | | 13,592,687 | 4,652,411 | 8,940,276 | 7,921,069 |
| Environmental Services | | 33,740,111 | 5,127,535 | 28,612,576 | 25,188,669 |
| Recreation & Amenity | | 24,502,890 | 2,454,825 | 22,048,065 | 20,483,933 |
| Agriculture, Education, Health & Welfare | | 544,179 | 247,447 | 296,732 | 273,151 |
| Miscellaneous Services | | 8,285,320 | 13,173,508 | (4,888,188) | 984,573 |
| Total Expenditure/Income | 15 | 188,363,427 | 116,051,471 | | |
| Net cost of Divisions to be funded from Rates & Local Property Tax | | | | 72,311,956 | 71,521,348 |
| Rates | | | | 66,184,863 | 66,391,421 |
| Local Property Tax | | | | 11,927,355 | 11,927,355 |
| Surplus/(Deficit) for Year before Transfers | 16 | | | 5,800,262 | 6,797,428 |
| Transfers from/(to) Reserves | 14 | | | (5,747,464) | (6,754,403) |
| Overall Surplus/(Deficit) for Year | | | | 52,798 | 43,025 |
| General Reserve @ 1st January 2019 | | | | 892,845 | 849,820 |
| General Reserve @ 31st December 2019 | | | | 945,643 | 892,845 |

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AT 31st DECEMBER 2019

| | Notes | 2019 € | 2018 € |
|--|-------|----------------------|----------------------|
| Fixed Assets | 1 | | |
| Operational | | 2,263,955,540 | 1,971,705,308 |
| Infrastructural | | 1,154,377,762 | 1,156,002,358 |
| Community | | 112,289,290 | 99,501,083 |
| Non-Operational | | 53,873,737 | 53,873,738 |
| | | 3,584,496,329 | 3,281,082,487 |
| Work in Progress and Preliminary Expenses | 2 | 86,036,802 | 62,984,968 |
| Long Term Debtors | 3 | 87,650,077 | 62,072,838 |
| Current Assets | | | |
| Stocks | 4 | - | - |
| Trade Debtors & Prepayments | 5 | 49,827,055 | 25,068,087 |
| Bank Investments | | 29,633,746 | 42,299,761 |
| Cash at Bank | | 456,555 | 2,079,050 |
| Cash in Transit | | 22,399 | 21,740 |
| | | 79,939,755 | 69,468,638 |
| Current Liabilities (Amounts falling due within one year) | | | |
| Bank Overdraft | | - | - |
| Creditors & Accruals | 6 | 47,975,371 | 37,791,840 |
| Finance Leases | | 29,778 | 20,910 |
| | | 48,005,149 | 37,812,750 |
| Net Current Assets / (Liabilities) | | 31,934,606 | 31,655,888 |
| Creditors (Amounts falling due after more than one year) | | | |
| Loans Payable | 7 | 178,453,041 | 125,575,529 |
| Finance Leases | | 51,559 | 30,316 |
| Refundable deposits | 8 | 4,570,823 | 3,579,684 |
| Other | | 22,589,346 | 1,908,535 |
| | | 205,664,769 | 131,094,064 |
| Net Assets | | 3,584,453,045 | 3,306,702,117 |
| Represented by | | | |
| Capitalisation Account | 9 | 3,584,496,326 | 3,281,082,487 |
| Income WIP | 2 | 79,918,868 | 56,869,472 |
| Specific Revenue Reserve | | - | - |
| General Revenue Reserve | | 945,643 | 892,845 |
| Other Balances | 10 | (80,907,791) | (32,142,683) |
| Total Reserves | | 3,584,453,045 | 3,306,702,117 |

**STATEMENT OF FUNDS FLOW (FUNDS FLOW STATEMENT)
AS AT 31ST DECEMBER 2019**

| | Note | 2019 € | 2019 € |
|---|------|---------------------|-----------------------------------|
| REVENUE ACTIVITIES | | | |
| Net Inflow/(outflow) from operating activities | 17 | | (14,522,639) |
| CAPITAL ACTIVITIES | | | |
| Returns on Investment & Servicing of Finance | | | |
| Increase/(Decrease) in Fixed Asset Capitalisation Funding | | 303,413,839 | |
| Increase/(Decrease) in WIP/Preliminary Funding | | 23,049,396 | |
| Increase/(Decrease) in Reserves Balances | 18 | <u>3,758,659</u> | |
| Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance | | | 330,221,894 |
| Capital Expenditure & Financial Investment | | | |
| (Increase)/Decrease in Fixed Assets | | (303,413,838) | |
| (Increase)/Decrease in WIP/Preliminary Funding | | (23,051,834) | |
| (Increase)/Decrease in Other Capital Balances | 19 | <u>(4,791,560)</u> | |
| Net Inflow/(Outflow) from Capital Expenditure and Financial Investment | | | (331,257,232) |
| Financing | | | |
| Increase/(Decrease) in Loan Financing | 20 | 48,011,195 | |
| (Increase)/Decrease in Reserve Financing | 21 | <u>(47,732,207)</u> | |
| Net Inflow/(Outflow) from Financing Activities | | | 278,988 |
| Third Party Holdings | | | |
| Increase/(Decrease) in Refundable Deposits | | | 991,139 |
| Net Increase/(Decrease) in Cash and Cash Equivalents | 22 | | <u><u>(14,287,850)</u></u> |

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 @ 1/1/2019 | 74,102,245 | 12,040,949 | 1,776,950,827 | 131,402,380 | 5,901,779 | 1,969,223 | 91,220,451 | 1,173,079,955 | 34,138,768 | 3,300,806,577 |
| Additions | | | | | | | | | | |
| - Purchased | - | 7,758,772 | 241,945,382 | 11,813,488 | 811,159 | 50,721 | 5,807,661 | - | - | 268,187,183 |
| - Transfers WIP | - | - | 27,047,256 | - | - | - | - | - | - | 27,047,256 |
| Disposals/Statutory Transfers | - | - | (1,851,121) | - | (38,116) | (343,450) | - | - | - | (2,232,687) |
| Revaluations | - | - | - | - | - | - | - | - | - | - |
| Historical Cost Adjustments | - | - | - | 12,758,109 | - | - | - | - | - | 12,758,109 |
| Accumulated Costs @ 31/12/2019 | 74,102,245 | 19,799,721 | 2,044,092,344 | 155,973,977 | 6,674,822 | 1,676,494 | 97,028,112 | 1,173,079,955 | 34,138,768 | 3,606,566,438 |
| Depreciation | | | | | | | | | | |
| Depreciation @ 1/1/2019 | - | 4,435,396 | - | - | 5,274,933 | 1,886,330 | - | - | 8,127,430 | 19,724,089 |
| Provision for Year | - | 778,227 | - | - | 267,550 | 39,073 | - | - | 1,624,596 | 2,709,446 |
| Disposals/Statutory Transfers | - | - | - | - | (19,973) | (343,450) | - | - | - | (363,423) |
| Accumulated Depreciation @ 31/12/2019 | - | 5,213,623 | - | - | 5,522,510 | 1,581,953 | - | - | 9,752,026 | 22,070,112 |
| Net Book Value @ 31/12/2019 | 74,102,245 | 14,586,098 | 2,044,092,344 | 155,973,977 | 1,152,312 | 94,541 | 97,028,112 | 1,173,079,955 | 24,386,742 | 3,584,496,326 |
| Net Book Value @ 31/12/2018 | 74,102,245 | 7,605,553 | 1,776,950,827 | 131,402,380 | 626,846 | 82,893 | 91,220,451 | 1,173,079,955 | 26,011,338 | 3,281,082,488 |
| Net Book Value by Category | | | | | | | | | | |
| Operational | 5,097,806 | - | 2,044,092,346 | 141,705,635 | 1,152,313 | 94,541 | 22,951,356 | 48,861,543 | - | 2,263,955,540 |
| Infrastructural | - | - | - | 2,034,385 | - | - | 4,108,930 | 1,123,847,705 | 24,386,742 | 1,154,377,762 |
| Community | 15,508,430 | 14,586,098 | - | 12,233,957 | - | - | 69,590,098 | 370,707 | - | 112,289,290 |
| Non-Operational | 53,496,009 | - | - | - | - | - | 377,728 | - | - | 53,873,737 |
| Net Book Value @ 31/12/2019 | 74,102,245 | 14,586,098 | 2,044,092,346 | 155,973,977 | 1,152,313 | 94,541 | 97,028,112 | 1,173,079,955 | 24,386,742 | 3,584,496,329 |

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 2019 € | Unfunded 2019 € | Total 2019 € | Total 2018 € |
|----------------------|---------------------|-----------------------|--------------------|--------------------|
| Expenditure | | | | |
| Work in Progress | 72,805,996 | 1,208,052 | 74,014,048 | 57,811,768 |
| Preliminary Expenses | 9,538,410 | 2,484,344 | 12,022,754 | 5,173,200 |
| | 82,344,406 | 3,692,396 | 86,036,802 | 62,984,968 |
| Income | | | | |
| Work in Progress | 68,400,261 | 1,004,760 | 69,405,021 | 53,204,911 |
| Preliminary Expenses | 10,002,258 | 511,589 | 10,513,847 | 3,664,561 |
| | 78,402,519 | 1,516,349 | 79,918,868 | 56,869,472 |
| Net Expended | | | | |
| Work in Progress | 4,405,735 | 203,292 | 4,609,027 | 4,606,857 |
| Preliminary Expenses | (463,848) | 1,972,755 | 1,508,907 | 1,508,639 |
| | 3,941,887 | 2,176,047 | 6,117,934 | 6,115,496 |

3. Long Term Debtors

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

| | Balance @ 1/1/2019 € | Loans Issued € | Principal Repaid € | Early Redemptions € | Other Adjustments € | Balance @ 31/12/2019 € | Balance @ 31/12/2018 € |
|----------------------------------|----------------------------|----------------------|--------------------------|---------------------------|---------------------------|------------------------------|------------------------------|
| Long Term Mortgage Advances* | 18,239,714 | 4,472,871 | (1,375,491) | (570,193) | 2,157 | 20,769,058 | 18,239,714 |
| Tenant Purchases Advances | 50,989 | - | (12,834) | (8,051) | - | 30,104 | 50,989 |
| Shared Ownership Rented Equity | 3,724,107 | - | - | (275,347) | (63,337) | 3,385,423 | 3,724,107 |
| | 22,014,810 | 4,472,871 | (1,388,325) | (853,591) | (61,180) | 24,184,585 | 22,014,810 |
| Recoupable Loan Advances | | | | | | 42,922,332 | 39,498,137 |
| Capital Advance Leasing Facility | | | | | | 22,589,346 | 1,908,535 |
| Long-term Investments | | | | | | - | - |
| Cash | | | | | | - | - |
| Interest in associated companies | | | | | | 1,107,100 | 1,328,500 |
| Other | | | | | | 66,618,778 | 42,735,172 |
| | | | | | | 90,803,363 | 64,749,982 |
| | | | | | | (3,153,286) | (2,677,144) |
| | | | | | | 87,650,077 | 62,072,838 |

Less: Amounts falling due within one year (Note 5)

Total Amounts falling due after more than one year

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

4. Stocks

A summary of stock is as follows:

| | 2019 € | 2018 € |
|----------------|-----------|-----------|
| Central Stores | - | - |
| Other Depots | - | - |
| Total | - | - |

5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

| | 2019 € | 2018 € |
|---|-------------------|-------------------|
| Government Debtors | 23,515,263 | 5,859,683 |
| Commercial Debtors | 15,562,425 | 17,461,442 |
| Non-Commercial Debtors | 4,894,903 | 3,995,476 |
| Development Levy Debtors | 7,232,746 | 4,504,963 |
| Other Services | - | - |
| Other Local Authorities | 7,681,843 | 2,735,021 |
| Revenue Commissioners | - | - |
| Other | 8,949,181 | 8,910,846 |
| Add: Amounts falling due within one year (Note 3) | 3,153,286 | 2,677,144 |
| Total Gross Debtors | 70,989,647 | 46,144,575 |
| Less: Provision for Doubtful Debts | (21,887,571) | (21,553,990) |
| Total Trade Debtors | 49,102,076 | 24,590,585 |
| Prepayments | 724,979 | 477,502 |
| | 49,827,055 | 25,068,087 |

NOTES TO AND FORMING PART OF THE ACCOUNTS

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

| | 2019 € | 2018 € |
|---|-------------------|-------------------|
| Trade creditors | 4,587,416 | 818,495 |
| Grants | - | - |
| Revenue Commissioners | 5,035,551 | 4,136,410 |
| Other Local Authorities | - | - |
| Other Creditors | - | - |
| | 9,622,967 | 4,954,905 |
| Accruals | 27,507,054 | 25,132,609 |
| Deferred Income | 4,265,041 | 2,023,551 |
| Add: Amounts falling due within one year (Note 7) | 6,580,309 | 5,680,775 |
| | 47,975,371 | 37,791,840 |

7. Loans Payable

(a) Movement in Loans Payable

| | HFA | OPW | Other | Balance @ 31/12/2019 | Balance @ 31/12/2018 |
|---|--------------------|----------|-------------------|-------------------------|-------------------------|
| | € | € | € | € | € |
| Balance @ 1/1/2019 | 113,535,472 | - | 17,720,832 | 131,256,304 | 138,297,070 |
| Borrowings | 4,435,800 | - | - | 4,435,800 | - |
| Repayment of Principal | (3,285,567) | - | (2,591,207) | (5,876,774) | (5,552,944) |
| Early Redemptions | (690,027) | - | - | (690,027) | (1,848,738) |
| Other Adjustments | 48,042,842 | - | 7,865,206 | 55,908,048 | 360,916 |
| Balance @ 31/12/2019 | 162,038,520 | - | 22,994,831 | 185,033,351 | 131,256,304 |
| Less: Amounts falling due within one year (Note 6) | | | | 6,580,309 | 5,680,775 |
| Total Amounts falling due after more than one year | | | | 178,453,042 | 125,575,529 |

(b) Application of Loans

An analysis of loans payable is as follows:

| | HFA | OPW | Other | Balance @ 31/12/2019 | Balance @ 31/12/2018 |
|---|--------------------|----------|-------------------|-------------------------|-------------------------|
| | € | € | € | € | € |
| Mortgage loans* | 21,027,271 | - | - | 21,027,271 | 18,226,417 |
| Non-Mortgage loans | | | | | |
| Asset/Grants | 44,455,325 | - | 7,865,206 | 52,320,531 | 41,674,472 |
| Revenue Funding | - | - | - | - | - |
| Bridging Finance | 65,167,461 | - | - | 65,167,461 | 28,132,309 |
| Recoupable | 27,792,708 | - | 15,129,625 | 42,922,333 | 39,498,137 |
| Shared Ownership – Rented Equity | 3,595,754 | - | - | 3,595,754 | 3,724,969 |
| | 162,038,519 | - | 22,994,831 | 185,033,350 | 131,256,304 |
| Less: Amounts falling due within one year (Note 6) | | | | 6,580,309 | 5,680,775 |
| Total Amounts falling due after more than one year | | | | 178,453,041 | 125,575,529 |

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

8. Refundable Deposits

The movement in refundable deposits is as follows:

| | 2019 € | 2018 € |
|---------------------------------------|------------------|------------------|
| Opening Balance at 1 January | 3,579,684 | 3,393,340 |
| Deposits received | 1,743,290 | 835,628 |
| Deposits repaid | (752,151) | (649,284) |
| Closing Balance at 31 December | 4,570,823 | 3,579,684 |

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

9. Capitalisation Account

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

| | Balance @ 1/1/2019 € | Purchased € | Transfers WIP € | Disposals/Statutory Transfers € | Revaluations € | Historical Cost Adj € | Balance @ 31/12/2019 € | Balance @ 31/1/2/2018 € |
|---------------------------------------|----------------------------|--------------------|-----------------------|---------------------------------------|-------------------|-----------------------------|------------------------------|-------------------------------|
| Grants | 944,784,852 | 17,964,927 | 27,047,256 | - | - | - | 989,797,035 | 944,784,852 |
| Loans | 65,528,921 | - | - | - | - | - | 65,528,921 | 65,528,921 |
| Revenue funded | 5,843,234 | 182,022 | - | (343,450) | - | - | 5,681,806 | 5,843,234 |
| Leases | 19,776,047 | 83,394 | - | (18,142) | - | - | 19,841,299 | 19,776,047 |
| Development Levies | 18,180,815 | - | - | - | - | - | 18,180,815 | 18,180,815 |
| Tenant Purchase Annuities Unfunded | - | - | - | - | - | - | - | - |
| Historical | 2,155,639,698 | - | - | (1,631,094) | - | - | 2,154,008,604 | 2,155,639,698 |
| Other | 91,053,010 | 249,956,840 | - | (240,000) | - | 12,758,109 | 353,527,959 | 91,053,010 |
| Total Gross Funding | 3,300,806,577 | 268,187,183 | 27,047,256 | (2,232,686) | - | 12,758,109 | 3,606,566,439 | 3,300,806,577 |
| Less: Amortised | | | | | | | (22,070,113) | (19,724,090) |
| Total * | | | | | | | 3,584,496,326 | 3,281,082,487 |

* Must agree with note 1

NOTES TO AND FORMING PART OF THE ACCOUNTS

10. Other Balances

A breakdown of other balances is as follows:

| | Balance @ 1/1/2019 € | Capital re-classification * | Expenditure € | Income € | Net Transfers € | Balance @ 31/12/2019 € | Balance @ 31/12/2018 € |
|--|----------------------------|--------------------------------|-------------------|-------------------|--------------------|------------------------------|------------------------------|
| Development Levies balances | 2,184,207 | - | 832,934 | 8,374,781 | (5,579,342) | 4,146,712 | 2,184,207 |
| Capital account balances including asset formation and enhancement | (1,659,867) | (1,386,620) | 80,820,829 | 70,068,397 | 7,381,776 | (6,417,143) | (1,659,867) |
| Voluntary & Affordable Housing Balances | (163,109) | - | 716,140 | 567,391 | - | (311,858) | (163,109) |
| - Voluntary Housing | 4,072,479 | - | 1,007,118 | 852,240 | 269,343 | 4,186,944 | 4,072,479 |
| - Affordable Housing | | | | | | | |
| Reserves created for specific purposes | 33,230,625 | 408,489 | 2,738,933 | 3,321,993 | 804,605 | 35,026,779 | 33,230,625 |
| A. Net Capital Balances | 37,664,335 | (978,131) | 86,115,954 | 83,184,802 | 2,876,382 | 36,631,434 | 37,664,335 |
| Balance Sheet accounts relating to the loan principal outstanding (including Unrealised TP Annuities) | | | | | | (117,539,225) | (69,807,018) |
| Interest in Associated Companies | | | | | | - | - |
| B. Non Capital Balances | | | | | | (117,539,225) | (69,807,018) |
| Total Other Balances | | | | | | (80,907,791) | (32,142,683) |

*() Denotes Debit Balances

- (i) This represents the cumulative balance of development levies i.e. income less expenditure and transfers to date.
- (ii) This represents the cumulative position on funded and unfunded capital jobs consisting of project (completed assets) and non-project (enhancement of assets) balances. Debit balances will require sources of funding to clear.
- (iii) This represents the cumulative position on voluntary and affordable housing projects.
- (iv) Relates to reserves and advance funding for future Local Authority assets, insurance liabilities, other purposes and includes realised tenant purchase annuities.
- (v) Loan related balances including outstanding principal on leases and non-mortgage loans remaining to be funded, historical mortgage funding gap, unrealised principal on tenant purchase annuities to be repaid in the future and shared ownership rented equity.
- (vi) Represents the local authority's interest in associated companies.

NOTES TO AND FORMING PART OF THE ACCOUNTS

11. Capital Account Analysis

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

| | 2019 € | 2018 € |
|--|-------------------|-------------------|
| Net WIP & Preliminary Expenses (Note 2) | (6,117,934) | (6,115,496) |
| Net Capital Balances (Note 10) | 36,631,434 | 37,664,335 |
| Capital Balance Surplus/(Deficit) @ 31 December | 30,513,500 | 31,548,839 |

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

| | 2019 € | 2018 € |
|--------------------------------------|--------------------|-------------------|
| Opening Balance @ 1 January | 31,548,838 | 30,056,430 |
| Expenditure | 135,860,626 | 99,098,855 |
| Income | | |
| - Grants | 113,606,594 | 78,676,649 |
| - Loans | 348,796 | 360,916 |
| - Other | 15,424,912 | 15,098,030 |
| Total Income | 129,380,302 | 94,135,595 |
| Net Revenue Transfers | 5,444,988 | 6,455,674 |
| Closing Balance @ 31 December | 30,513,502 | 31,548,844 |

12. Mortgage Loan Funding Surplus/(Deficit)

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

| | 2019 Loan Annuity € | 2019 Rented Equity € | 2019 Total € | 2018 Total € |
|--|---------------------------|----------------------------|--------------------|--------------------|
| Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3) | 20,769,058 | 3,385,423 | 24,154,481 | 21,963,821 |
| Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 7) | (21,027,271) | (3,595,754) | (24,623,025) | (21,951,386) |
| Surplus/(Deficit) in Funding @ 31st December | (258,213) | (210,331) | (468,544) | 12,435 |

NOTE: Cash on Hand relating to Redemptions and Relending

€

-

13. Summary of Plant & Materials Account

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

| | 2019 Plant & Machinery € | 2019 Materials € | 2019 Total € | 2018 Total € |
|---------------------------------------|--------------------------------|------------------------|--------------------|--------------------|
| Expenditure | (3,126,364) | - | (3,126,364) | (3,049,243) |
| Charged to Jobs | 3,126,364 | - | 3,126,364 | 3,049,243 |
| | - | - | - | - |
| Transfers from/(to) Reserves | - | - | - | - |
| Surplus/(Deficit) for the Year | - | - | - | - |

NOTES TO AND FORMING PART OF THE ACCOUNTS

14. Transfers from/(to) Reserves

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

| | 2019 | 2019 | 2019 | 2018 |
|---|-------------------------|-----------------------|--------------------|--------------------|
| | Transfers from Reserves | Transfers to Reserves | € | € |
| Principal Repayments of Non-Mortgage Loans (Own Asset) | - | (302,476) | (302,476) | (298,730) |
| Principal Repayments of Non-Mortgage Loans (Recoupable Non Asset) | - | - | - | - |
| Principal Repayments of Finance Leases | - | - | - | - |
| Transfers to Other Balance Sheet Reserves | - | - | - | - |
| Transfers to/from Capital Account | 739,931 | (6,184,918) | (5,444,987) | (6,455,673) |
| Surplus/(Deficit) for Year | 739,931 | (6,487,394) | (5,747,463) | (6,754,403) |

15. Analysis of Revenue Income

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

| Appendix No | 2019 | | 2018 | |
|--|--------------------|-------------|--------------------|-------------|
| | € | % | € | % |
| Grants & Subsidies | 45,827,820 | 24% | 33,363,482 | 19% |
| Contributions from other local authorities | 9,477,308 | 5% | 4,211,063 | 2% |
| Goods & Services | 60,746,342 | 31% | 55,313,183 | 32% |
| | 116,051,470 | 60% | 92,887,728 | 54% |
| Local Property Tax | 11,927,355 | 6% | 11,927,355 | 7% |
| Rates | 66,184,863 | 34% | 66,391,421 | 39% |
| Total Income | 194,163,688 | 100% | 171,206,504 | 100% |

From 2017 onwards, local authorities will no longer retain PRD locally. Accordingly, an upward adjustment was made to the LPT baseline of each local authority, to include an additional amount equivalent to the PRD income retained by local authorities in 2014.

NOTES TO AND FORMING PART OF THE ACCOUNTS

16. Over/Under Expenditure

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

| | EXPENDITURE | | | | INCOME | | | | NET (Over)/Under Budget 2019 € | |
|--|-------------------------------------|------------------------|-------------------------------------|---------------------|-------------------------------------|-------------------------------------|------------------------|-------------------------------------|--|---------------------|
| | Excluding Transfers 2019 € | Transfers 2019 € | Including Transfers 2019 € | Budget 2019 € | (Over)/Under Budget 2019 € | Excluding Transfers 2019 € | Transfers 2019 € | Including Transfers 2019 € | | Budget 2019 € |
| Housing & Building | 59,095,337 | 2,892,789 | 61,988,126 | 48,728,705 | (13,259,421) | 59,224,192 | - | 59,224,192 | 44,465,900 | 14,758,292 |
| Roads Transportation & Safety | 38,741,025 | 1,019,293 | 39,760,318 | 29,266,830 | (10,493,488) | 21,937,669 | 604,275 | 22,541,944 | 15,396,500 | 7,145,444 |
| Water Services | 9,861,878 | 76,167 | 9,938,045 | 9,973,764 | 35,719 | 9,233,884 | 62,608 | 9,296,492 | 9,293,200 | 3,292 |
| Development Management | 13,592,687 | 646,458 | 14,239,145 | 12,792,732 | (1,446,413) | 4,652,411 | - | 4,652,411 | 3,804,500 | 847,911 |
| Environmental Services | 33,740,111 | 950,901 | 34,691,012 | 33,182,092 | (1,508,920) | 5,127,535 | 70,747 | 5,198,282 | 5,011,500 | 186,782 |
| Recreation & Amenity | 24,502,890 | 712,740 | 25,215,630 | 23,086,256 | (2,129,374) | 2,454,825 | - | 2,454,825 | 2,305,400 | 149,425 |
| Agriculture, Education, Health & Welfare | 544,179 | 10,970 | 555,149 | 494,931 | (60,218) | 247,447 | - | 247,447 | 183,100 | 64,347 |
| Miscellaneous Services | 8,285,320 | 178,076 | 8,463,396 | 9,318,598 | 855,202 | 13,173,508 | 2,300 | 13,175,808 | 7,084,000 | 6,091,808 |
| Total Divisions | 188,363,427 | 6,487,394 | 194,850,821 | 166,843,908 | (28,006,913) | 116,051,471 | 739,930 | 116,791,401 | 87,544,100 | 29,247,301 |
| Local Property Tax | - | - | - | - | - | 11,927,355 | - | 11,927,355 | 11,927,400 | (45) |
| Rates | - | - | - | - | - | 66,184,863 | - | 66,184,863 | 66,804,100 | (619,237) |
| D/Or Balance | - | - | - | - | - | - | - | - | - | - |
| (Deficit)/Surplus for Year | 188,363,427 | 6,487,394 | 194,850,821 | 166,843,908 | (28,006,913) | 194,163,689 | 739,930 | 194,903,619 | 166,275,600 | 28,628,019 |

NOTES TO AND FORMING PART OF THE ACCOUNTS

2019

€

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

| | |
|---|---------------------|
| Operating Surplus/(Deficit) for Year | 52,798 |
| (Increase)/Decrease in Stocks | - |
| (Increase)/Decrease in Trade Debtors | (24,758,968) |
| Increase/(Decrease) in Creditors Less than One Year | 10,183,531 |
| | <u>(14,522,639)</u> |

18. Increase/(Decrease) in Reserve Balances

| | |
|---|------------------|
| Increase/(Decrease) in Development Levies balances | 1,962,505 |
| Increase/(Decrease) in Reserves created for specific purposes | 1,796,154 |
| | <u>3,758,659</u> |

19. (Increase)/Decrease in Other Capital Balances

| | |
|---|--------------------|
| (Increase)/Decrease in Capital account balances including asset formation and enhancement | (4,757,276) |
| (Increase)/Decrease in Voluntary Housing Balances | (148,749) |
| (Increase)/Decrease in Affordable Housing Balances | 114,465 |
| | <u>(4,791,560)</u> |

20. Increase/(Decrease) in Loan Financing

| | |
|---|-------------------|
| (Increase)/Decrease in Long Term Debtors | (25,577,239) |
| Increase/(Decrease) in Mortgage Loans | 2,800,854 |
| Increase/(Decrease) in Asset/Grant Loans | 10,646,059 |
| Increase/(Decrease) in Revenue Funding Loans | - |
| Increase/(Decrease) in Bridging Finance Loans | 37,035,152 |
| Increase/(Decrease) in Recoupable Loans | 3,424,196 |
| Increase/(Decrease) in Shared Ownership Rented Equity Loans | (129,215) |
| Increase/(Decrease) in Finance Leasing | 30,111 |
| (Increase)/Decrease in Portion Transferred to Current Liabilities | (899,534) |
| Increase/(Decrease) in Other Creditors - Deferred Income | 20,680,811 |
| | <u>48,011,195</u> |

NOTES TO AND FORMING PART OF THE ACCOUNTS

2019

€

21. (Increase)/Decrease in Reserve Financing

| | |
|---|---------------------|
| (Increase)/Decrease in Specific Revenue Reserve | - |
| (Increase)/Decrease in Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities) | (47,732,207) |
| (Increase)/Decrease in Reserves in Associated Companies | - |
| | <u>(47,732,207)</u> |

22. Analysis of Changes in Cash & Cash Equivalents

| | |
|---|---------------------|
| Increase/(Decrease) in Bank Investments | (12,666,015) |
| Increase/(Decrease) in Cash at Bank/Overdraft | (1,622,495) |
| Increase/(Decrease) in Cash in Transit | 659 |
| | <u>(14,287,851)</u> |

23. Post Balance Sheet (Non Adjusting) Event

At the financial year end on 31/12/2019 initial reports were emerging from China about Covid-19.

In the interim the WHO has declared it a pandemic which has resulted in unprecedented restrictions on travel and movement.

This health crisis has, in a short space of time, resulted in effectively locking down economic activity within the county and country for the vast majority of businesses, and brings with it financial uncertainty and consequences that will be of proportions impossible to estimate effectively at this time.

The global economic shock created by the COVID 19 pandemic has been faster and more severe than the 2008 financial crash. It is clear, however, even at this point of the crisis that the financial impact will be significant but an estimate of such costs both in terms of dealing with the crisis and the direct impact on other Income and Expenditure for the local authority cannot be estimated at this time as the crisis is ongoing.

APPENDICES

APPENDIX 1
ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31st DECEMBER 2019

| | 2019 € | 2018 € |
|--|--------------------|--------------------|
| Payroll Expenses | | |
| Salary & Wages | 66,637,384 | 58,845,900 |
| Pensions (incl Gratuities) | 18,473,901 | 18,510,534 |
| Other costs | 4,981,212 | 4,958,975 |
| Total | 90,092,497 | 82,315,409 |
| Operational Expenses | | |
| Purchase of Equipment | 1,433,229 | 1,013,131 |
| Repairs & Maintenance | 2,394,430 | 1,930,836 |
| Contract Payments | 22,245,411 | 15,440,233 |
| Agency services | 18,141,985 | 12,951,807 |
| Machinery Yard Charges incl Plant Hire | 3,733,017 | 3,156,459 |
| Purchase of Materials & Issues from Stores | 2,948,063 | 2,503,216 |
| Payment of Grants | 6,185,024 | 5,642,688 |
| Members Costs | 475,455 | 532,884 |
| Travelling & Subsistence Allowances | 764,040 | 780,562 |
| Consultancy & Professional Fees Payments | 2,269,096 | 2,562,238 |
| Energy / Utilities Costs | 3,405,208 | 2,921,445 |
| Other | 17,621,030 | 16,574,928 |
| Total | 81,615,988 | 66,010,427 |
| Administration Expenses | | |
| Communication Expenses | 684,908 | 669,732 |
| Training | 672,327 | 587,491 |
| Printing & Stationery | 440,884 | 372,874 |
| Contributions to other Bodies | 446,883 | 661,567 |
| Other | 2,317,027 | 2,278,287 |
| Total | 4,562,029 | 4,569,951 |
| Establishment Expenses | | |
| Rent & Rates | 2,302,098 | 2,188,855 |
| Other | 2,833,334 | 2,515,168 |
| Total | 5,135,432 | 4,704,023 |
| Financial Expenses | 6,614,249 | 6,406,567 |
| Miscellaneous Expenses | 343,233 | 402,699 |
| Total Expenditure | 188,363,428 | 164,409,076 |

**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 | 18,898,772 | | 232,349 | 27,295,008 | - | 27,527,357 |
| A02 Housing Assessment, Allocation and Transfer | 865,961 | | - | - | - | - |
| A03 Housing Rent and Tenant Purchase Administration | 953,941 | | - | 9,334 | - | 9,334 |
| A04 Housing Community Development Support | 6,409,022 | | 4,675 | 120,394 | - | 125,069 |
| A05 Administration of Homeless Service | 16,982,577 | | 13,671,151 | 777,032 | 2,076,088 | 16,524,271 |
| A06 Support to Housing Capital & Affordable Prog. | 2,420,227 | | 118,391 | 396,080 | - | 514,471 |
| A07 RAS Programme | 11,813,530 | | 10,713,250 | 1,299,545 | - | 12,012,795 |
| A08 Housing Loans | 830,218 | | - | 723,811 | - | 723,811 |
| A09 Housing Grants | 2,070,628 | | 1,480,423 | - | - | 1,480,423 |
| A11 Agency & Recoupable Services | 525,679 | | 84,900 | 105,809 | - | 190,709 |
| A12 HAP Programme | 217,570 | | 115,950 | - | - | 115,950 |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 61,988,125 | | 26,421,089 | 30,727,013 | 2,076,088 | 59,224,190 |
| Less Transfers to/from Reserves | 2,892,789 | | | | | |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 59,095,336 | | | 30,727,013 | | 59,224,190 |

APPENDIX 2
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 | 3,269,048 | 2,722,909 | 219,596 | - | 2,942,505 |
| B02 NS Road - Maintenance and Improvement | 3,519 | - | 37,164 | - | 37,164 |
| B03 Regional Road - Maintenance and Improvement | 901,245 | - | 11,355 | - | 11,355 |
| B04 Local Road - Maintenance and Improvement | 18,941,990 | 7,090,031 | 1,380,438 | - | 8,470,469 |
| B05 Public Lighting | 3,297,534 | 49,778 | - | - | 49,778 |
| B06 Traffic Management Improvement | 5,666,734 | 354,972 | 78,697 | - | 433,669 |
| B07 Road Safety Engineering Improvement | 38,658 | 38,294 | - | - | 38,294 |
| B08 Road Safety Promotion/Education | 896,041 | - | 19,128 | - | 19,128 |
| B09 Maintenance & Management of Car Parking | 5,225,465 | - | 9,782,664 | - | 9,782,664 |
| B10 Support to Roads Capital Prog. | 1,501,231 | - | 11,180 | - | 11,180 |
| B11 Agency & Recoupable Services | 18,853 | - | 745,738 | - | 745,738 |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 39,760,318 | 10,255,984 | 12,285,960 | - | 22,541,944 |
| Less Transfers to/from Reserves | 1,019,293 | | 604,275 | | 604,275 |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 38,741,025 | | 11,681,685 | | 21,937,669 |

**APPENDIX 2
SERVICE DIVISION C
WATER SERVICES**

| DIVISION | EXPENDITURE | INCOME | | | | TOTAL |
|--|------------------|-------------------------------|--------------------------------------|---|------------------|-------|
| | | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € | TOTAL € | |
| C01 Operation and Maintenance of Water Supply | 6,325,206 | 86,712 | 6,014,551 | - | 6,101,263 | |
| C02 Operation and Maintenance of Waste Water Treatment | 3,286,930 | 385,574 | 2,775,819 | - | 3,161,393 | |
| C03 Collection of Water and Waste Water Charges | - | - | 6,018 | - | 6,018 | |
| C04 Operation and Maintenance of Public Conveniences | 40,598 | - | 416 | - | 416 | |
| C05 Admin of Group and Private Installations | 19,069 | 13,893 | - | - | 13,893 | |
| C06 Support to Water Capital Programme | - | - | - | - | - | |
| C07 Agency & Recoupable Services | 10,950 | - | 1,134 | - | 1,134 | |
| C08 Local Authority Water and Sanitary Services | 255,291 | - | 12,376 | - | 12,376 | |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 9,938,044 | 486,179 | 8,810,314 | - | 9,296,493 | |
| Less Transfers to/from Reserves | 76,167 | | 62,608 | | 62,608 | |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 9,861,877 | | 8,747,706 | | 9,233,885 | |

**APPENDIX 2
SERVICE DIVISION D
DEVELOPMENT MANAGEMENT**

| DIVISION | EXPENDITURE TOTAL € | INCOME | | | | TOTAL € |
|--|---------------------------|-------------------------------|--------------------------------------|---|--|------------------|
| | | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € | | |
| D01 Forward Planning | 1,741,584 | - | 22,639 | - | | 22,639 |
| D02 Development Management | 2,530,061 | - | 803,806 | - | | 803,806 |
| D03 Enforcement | 674,866 | 55,585 | 17,238 | - | | 72,823 |
| D04 Op & Mtce of Industrial Sites & Commercial Facilities | 2,603 | - | 30,000 | - | | 30,000 |
| D05 Tourism Development and Promotion | 1,533,995 | 400,000 | 92,479 | - | | 492,479 |
| D06 Community and Enterprise Function | 3,638,836 | 1,389,550 | 217,025 | - | | 1,606,575 |
| D07 Unfinished Housing Estates | - | - | - | - | | - |
| D08 Building Control | 413,033 | - | 8,438 | - | | 8,438 |
| D09 Economic Development and Promotion | 3,056,623 | 1,133,694 | 247,740 | 111,164 | | 1,492,598 |
| D10 Property Management | 568 | - | 94,602 | - | | 94,602 |
| D11 Heritage and Conservation Services | 591,039 | 15,677 | 5,836 | - | | 21,513 |
| D12 Agency & Recoupable Services | 55,936 | - | 6,940 | - | | 6,940 |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 14,239,144 | 2,994,506 | 1,546,743 | 111,164 | | 4,652,413 |
| Less Transfers to/from Reserves | 646,458 | | - | | | - |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 13,592,686 | | 1,546,743 | | | 4,652,413 |

**APPENDIX 2
SERVICE DIVISION E
ENVIRONMENTAL SERVICES**

| DIVISION | EXPENDITURE TOTAL € | INCOME | | | | TOTAL € |
|--|---------------------------|-------------------------------|---|--|------------------|------------|
| | | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € | TOTAL € | |
| E01 Operation, Maintenance and Aftercare of Landfill | 2,066,245 | - | 1,268,343 | - | 1,268,343 | |
| E02 Op & Mtce of Recovery & Recycling Facilities | 1,405,275 | - | 13,347 | - | 13,347 | |
| E03 Op & Mtce of Waste to Energy Facilities | - | - | - | - | - | |
| E04 Provision of Waste to Collection Services | - | - | - | - | - | |
| E05 Litter Management | 331,635 | - | 75,778 | - | 75,778 | |
| E06 Street Cleaning | 7,822,110 | - | 217,552 | - | 217,552 | |
| E07 Waste Regulations, Monitoring and Enforcement | 440,259 | 199,769 | 115,290 | - | 315,059 | |
| E08 Waste Management Planning | 642,955 | - | 130,342 | - | 130,342 | |
| E09 Maintenance and Upkeep of Burial Grounds | 1,656,585 | - | 560,678 | - | 560,678 | |
| E10 Safety of Structures and Places | 1,253,461 | 76,092 | 636,368 | - | 712,460 | |
| E11 Operation of Fire Service | 16,771,759 | 8,118 | 386,170 | 920,248 | 1,314,536 | |
| E12 Fire Prevention | 1,750,800 | - | 573,951 | - | 573,951 | |
| E13 Water Quality, Air and Noise Pollution | 549,927 | - | 16,235 | - | 16,235 | |
| E14 Agency & Recoupable Services | - | - | - | - | - | |
| E15 Climate Change and Flooding | - | - | - | - | - | |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 34,691,011 | 283,979 | 3,994,054 | 920,248 | 5,198,281 | |
| Less Transfers to/from Reserves | 950,901 | | 70,747 | | 70,747 | |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 33,740,110 | | 3,923,307 | | 5,127,534 | |

**APPENDIX 2
SERVICE DIVISION F
RECREATION and AMENITY**

| DIVISION | EXPENDITURE | INCOME | | | |
|--|-------------------|----------------|----------------------------------|---|--|
| | | TOTAL € | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € |
| F01 Operation and Maintenance of Leisure Facilities | 1,219,051 | - | 643,738 | - | 643,738 |
| F02 Operation of Library and Archival Service | 8,525,877 | 53,300 | 216,391 | 411,712 | 681,403 |
| F03 Op, Mfce & Imp of Outdoor Leisure Areas | 10,930,431 | 145,666 | 214,800 | - | 360,466 |
| F04 Community Sport and Recreational Development | 1,424,976 | - | 401,567 | - | 401,567 |
| F05 Operation of Arts Programme | 3,115,295 | 145,614 | 216,936 | 5,100 | 367,650 |
| F06 Agency & Recoupable Services | - | - | - | - | - |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 25,215,630 | 344,580 | 1,693,432 | 416,812 | 2,454,824 |
| Less Transfers to/from Reserves | 712,740 | | - | | - |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 24,502,890 | | 1,693,432 | | 2,454,824 |

APPENDIX 2
SERVICE DIVISION G
AGRICULTURE, EDUCATION, HEALTH and WELFARE

| DIVISION | EXPENDITURE TOTAL € | INCOME | | | | TOTAL € |
|--|---------------------------|-------------------------------|---|--|----------------|------------|
| | | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € | | |
| G01 Land Drainage Costs | - | - | - | - | - | |
| G02 Operation and Maintenance of Piers and Harbours | - | - | - | - | - | |
| G03 Coastal Protection | - | - | - | - | - | |
| G04 Veterinary Service | 238,485 | - | 168,181 | - | 168,181 | |
| G05 Educational Support Services | 316,664 | 79,062 | 204 | - | 79,266 | |
| G06 Agency & Recoupable Services | - | - | - | - | - | |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 555,149 | 79,062 | 168,385 | - | 247,447 | |
| Less Transfers to/from Reserves | 10,970 | | - | | - | |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 544,179 | | 168,385 | | 247,447 | |

APPENDIX 2
SERVICE DIVISION H
MISCELLANEOUS SERVICES

| DIVISION | EXPENDITURE | INCOME | | | | TOTAL € |
|--|--------------------|-------------------------------|---|--|--------------------|--------------------|
| | TOTAL € | State Grants & Subsidies € | Provision of Goods and Services € | Contributions from other local authorities € | TOTAL € | |
| H01 Profit/Loss Machinery Account | - | - | - | - | - | - |
| H02 Profit/Loss Stores Account | - | - | - | - | - | - |
| H03 Administration of Rates | 4,585,184 | 471,056 | 137,304 | - | 608,360 | 608,360 |
| H04 Franchise Costs | 368,183 | - | 15,953 | - | 15,953 | 15,953 |
| H05 Operation of Morgue and Coroner Expenses | 989,686 | - | 2,739 | - | 2,739 | 2,739 |
| H06 Weighbridges | 87,534 | - | 42,250 | - | 42,250 | 42,250 |
| H07 Operation of Markets and Casual Trading | 225,196 | - | 349,680 | - | 349,680 | 349,680 |
| H08 Malicious Damage | - | - | - | - | - | - |
| H09 Local Representation/Civic Leadership | 1,253,871 | - | - | - | - | - |
| H10 Motor Taxation | - | - | - | - | - | - |
| H11 Agency & Recoupable Services | 953,743 | 4,491,386 | 1,712,443 | 5,952,996 | 12,156,825 | 12,156,825 |
| SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES | 8,463,397 | 4,962,442 | 2,260,369 | 5,952,996 | 13,175,807 | 13,175,807 |
| Less Transfers to/from Reserves | 178,076 | | 2,300 | | 2,300 | 2,300 |
| SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES | 8,285,321 | | 2,258,069 | | 13,173,507 | 13,173,507 |
| TOTAL ALL DIVISIONS | 188,363,424 | 45,827,821 | 60,746,340 | 9,477,308 | 116,051,469 | 116,051,469 |

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

| | 2019 € | 2018 € |
|---|-------------------|-------------------|
| Department of Housing, Planning and Local Government | | |
| Housing Grants & Subsidies | 26,416,416 | 20,942,456 |
| Local Improvement Schemes | - | - |
| Road Grants | - | - |
| Water Services Group Schemes | - | - |
| Environmental Protection/Conservation Grants | 207,887 | 40,556 |
| Library Services | - | - |
| Urban and Village Renewal Schemes | - | - |
| Miscellaneous | 7,162,100 | 6,185,776 |
| | 33,786,403 | 27,168,788 |
| Other Departments and Bodies | | |
| Road Grants | 10,255,984 | 4,586,896 |
| Local Enterprise Office | 1,133,690 | 1,032,827 |
| Community Employment Schemes | 145,666 | 149,514 |
| Civil Defence | 76,092 | 82,068 |
| Higher Education Grants | - | 7,240 |
| Miscellaneous | 429,981 | 336,154 |
| | 12,041,413 | 6,194,699 |
| Total | 45,827,816 | 33,363,487 |

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

| | 2019 € | 2018 € |
|-----------------------------------|-------------------|-------------------|
| Rents from Houses | 29,052,572 | 25,510,393 |
| Housing Loans Interest & Charges | 1,141,965 | 1,128,421 |
| Domestic Water | - | - |
| Commercial Water | - | - |
| Irish Water | 8,502,231 | 8,462,597 |
| Domestic Refuse | - | - |
| Commercial Refuse | - | - |
| Domestic Sewerage | - | - |
| Commercial Sewerage | - | - |
| Planning Fees | 613,073 | 458,546 |
| Parking Fines/Charges | 9,472,685 | 8,357,747 |
| Recreation & Amenity Activities | 605,789 | 586,668 |
| Library Fees/Fines | 58,210 | 76,173 |
| Agency Services | - | - |
| Pension Contributions | 2,234,509 | 2,215,751 |
| Property Rental & Leasing of Land | 549,991 | 542,739 |
| Landfill Charges | 1,232,685 | 1,112,371 |
| Fire Charges | 450,608 | 397,772 |
| NPPR | 1,203,912 | 1,637,634 |
| Misc. (Detail) | 5,628,113 | 4,826,369 |
| | 60,746,343 | 55,313,181 |

APPENDIX 5 SUMMARY OF CAPITAL EXPENDITURE AND INCOME

| | 2019 | 2018 |
|--|--------------------|--------------------|
| | € | € |
| EXPENDITURE | | |
| Payment to Contractors | 63,848,252 | 43,571,764 |
| Purchase of Land | 3,238 | 50 |
| Purchase of Other Assets/Equipment | 32,275,001 | 27,691,627 |
| Professional & Consultancy Fees | 6,079,096 | 4,044,356 |
| Other | 33,655,039 | 23,791,060 |
| Total Expenditure (Net of Internal Transfers) | 135,860,626 | 99,098,857 |
| Transfers to Revenue | 739,930 | 181,758 |
| Total Expenditure (Incl Transfers) * | 136,600,556 | 99,280,615 |
| INCOME | | |
| Grants and LPT | 113,606,594 | 78,676,648 |
| Non - Mortgage Loans | 348,796 | 360,916 |
| Other Income | | |
| (a) Development Contributions | 8,383,135 | 5,998,804 |
| (b) Property Disposals | | |
| - Land | 1,382,678 | 951,779 |
| - LA Housing | - | - |
| - Other property | 161,100 | 246,626 |
| (c) Purchase Tenant Annuities | 669,388 | 882,412 |
| (d) Car Parking | 85,512 | 62,696 |
| (e) Other | 4,743,099 | 6,955,711 |
| Total Income (Net of Internal Transfers) | 129,380,302 | 94,135,592 |
| Transfers from Revenue | 6,184,918 | 6,637,431 |
| Total Income (Incl Transfers) * | 135,565,220 | 100,773,023 |
| Surplus(Deficit) for year | (1,035,336) | 1,492,408 |
| Balance (Debit)\Credit @ 1 January | 31,548,838 | 30,056,430 |
| Balance (Debit)\Credit @ 31 December | 30,513,502 | 31,548,838 |

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

**APPENDIX 6
ANALYSIS OF EXPENDITURE AND INCOME ON CAPITAL ACCOUNT**

| | BALANCE @ 1/1/2019 € | EXPENDITURE € | INCOME | | | | TRANSFERS | | | BALANCE @ 31/12/2019 € |
|--|----------------------------|--------------------|---------------------|--------------------------|-------------------|--------------------|----------------------------|--------------------------|-------------------------|------------------------------|
| | | | Grants and LPT € | Non-Mortgage Loans* € | Other € | Total Income € | Transfer from Revenue € | Transfer to Revenue € | Internal Transfers € | |
| Housing & Building | (19,580,532) | 107,929,113 | 98,685,393 | 348,796 | 3,214,833 | 102,249,022 | 2,233,547 | - | 306,656 | (22,720,420) |
| Road Transportation & Safety | 3,690,667 | 10,771,233 | 9,676,956 | - | 478,875 | 10,155,831 | 640,000 | 551,222 | 3,452,490 | 6,616,533 |
| Water Services | 5,546,093 | 2,490,875 | 2,606,818 | - | 796,196 | 3,403,017 | - | 62,608 | 136,920 | 6,532,547 |
| Development Management | 5,116,049 | 5,111,051 | 625,626 | - | 9,208,142 | 9,833,768 | 590,400 | 3,054 | (5,752,659) | 4,673,454 |
| Environmental Services | 3,027,737 | 1,190,462 | 906,013 | - | 425,395 | 1,331,408 | 393,500 | 73,047 | (149,639) | 3,339,497 |
| Recreation & Amenity | (848,789) | 1,720,210 | 61,260 | - | 159,111 | 220,371 | 504,126 | - | 1,539,272 | (305,230) |
| Agriculture, Education, Health & Welfare | - | - | - | - | - | - | - | - | - | - |
| Miscellaneous Services | 34,597,613 | 6,647,682 | 1,044,528 | - | 1,142,357 | 2,186,885 | 1,823,345 | 50,000 | 466,960 | 32,377,121 |
| TOTAL | 31,548,838 | 135,860,626 | 113,606,594 | 348,796 | 15,424,912 | 129,380,302 | 6,194,918 | 739,931 | 1 | 30,513,502 |

Note: Mortgage-related transactions are excluded

APPENDIX 7
Summary of Major Revenue Collections for 2019

| A Debtor type | B Incoming arrears @ 1/1/2019 | C Accrued - current year debit (Gross) | D Vacant property adjustments | E Write offs | F Waivers | G Total for collection =(B+C-D-E-F) | H Amount collected | I Closing arrears @ 31/12/2019 = (G-H) | J Specific doubtful arrears* | K % Collected = (H)/(G-J) |
|-------------------|--|---|--|-----------------|--------------|--|--------------------------|--|---------------------------------------|---------------------------------|
| Rates | € 15,975,915 | € 66,277,416 | € 2,524,968 | € 1,798,511 | € 92,533 | € 77,837,319 | € 63,893,897 | € 13,943,422 | € 1,143,950 | 83% |
| Rents & Annuities | 3,254,892 | 27,205,143 | - | - | - | 30,460,035 | 26,903,898 | 3,556,137 | - | 88% |
| Housing Loans | 1,010,204 | 2,045,472 | - | 275,283 | - | 2,780,393 | 2,176,254 | 604,139 | - | 78% |

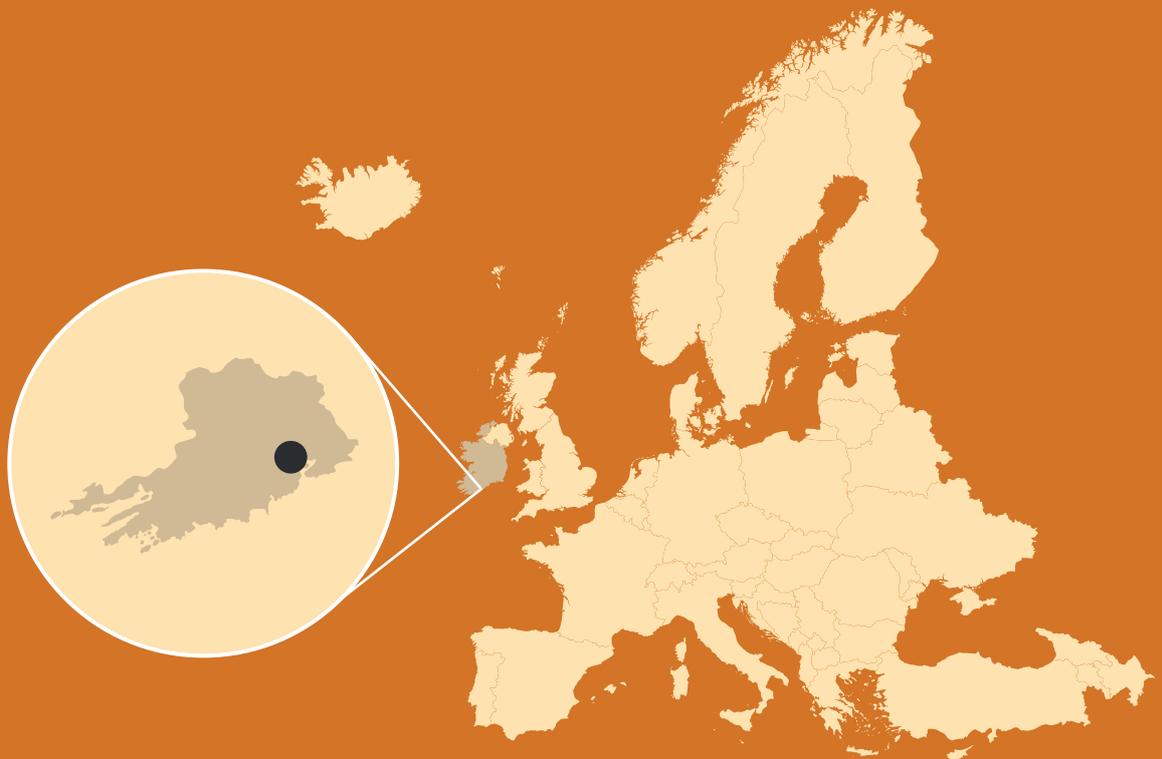
*Specific doubtful arrears = (i) Vacancy applications pending/criteria not met & (ii) Accounts in examinership/receivership/liquidation and no communication regarding likely outcome

APPENDIX 8

INTEREST OF LOCAL AUTHORITY IN COMPANIES AND JOINT VENTURES

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

| Name of Company or Entity | Voting Power % | Classification: Subsidiary / Associate / Joint Venture | Total Assets | Total Liabilities | Revenue Income | Revenue Expenditure | Cumulative Surplus/Deficit | Currently Consolidated Y / N | Date of Financial Statements |
|---|--|--|--------------|-------------------|----------------|------------------------|-------------------------------|------------------------------------|------------------------------------|
| Cork Opera House | 66% | Subsidiary | 11,475,726 | 7,020,385 | 7,608,425 | 7,356,758 | - | 1,311,110 N | 31/03/2019 |
| Sport Ionad Reiginach Chorcaí Teoranta T/A Leisúreword | 100% | Subsidiary | 4,394,787 | 2,564,631 | 3,754,210 | 3,705,542 | 1,830,156 | N | 31/12/2018 |
| Livingwell Management Company | 100% Owned Subsidiary of Leisureworld | 100% Owned Subsidiary of Leisureworld | 117,244 | 83,266 | 355,640 | 325,204 | 33,878 | N | 31/12/2018 |
| SDC Investment Holdings | 9% | N/A | 3,564,128 | Nil | 163,518 | Nil | 212,755 | N | 31/12/2018 |
| Software Development Company | 100% Owned Subsidiary of SDC Holdings | 100% Owned Subsidiary of SDC Holdings | 13,921,395 | 5,986,241 | 3,066,585 | 621,731 | 4,585,281 | N | 31/12/2018 |
| Cork Urban Enterprises | 22% | Associate | 879,994 | 218,230 | 223,930 | 259,868 | 661,764 | N | 31/12/2019 |



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