

## **18. General Insurances**

All known liabilities for excesses arising from finalised claims are accrued. Our Insurers, Irish Public Bodies Mutual Insurances Ltd have indicated, in respect of current claims not yet finalised, a potential liability of €4,000,000 for excesses which we have not yet accrued. These may or may not crystallise in the course of future years.

Donegal County Council, up to and including 2002, paid the minimum premia for Public Liability Insurance. Based on the claims experience the Council was liable to pay maximum premia thus having an exposure to Retro Rating

Retro Rating, that is the difference between the maximum and minimum premia, is billed periodically by our Insurers Irish Public Bodies Mutual Insurances Ltd. This amount has been fully accrued, where not paid in cash in the Annual Financial Statements for 2006.

In 2006, Donegal County Council paid a flat premium of €1.4 million in respect of Public Liability Insurance.

Since 2003 Donegal County Council has paid flat premia which avoids the necessity of having to deal with Ret