

Comhairle Chontae Dhún na nGall  
Donegal County Council



*Annual Financial Statement*  
**2015**  
*(Audited)*

**ANNUAL FINANCIAL STATEMENT  
(AUDITED)**

**Donegal County Council**

**For year ending 31<sup>st</sup> December 2015**

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# **FOREWORD FROM THE DONEGAL COUNTY COUNCIL CHIEF EXECUTIVE**

## **INTRODUCTION**

The Audited Financial Statement including the Financial Accounts and supporting schedules of Policies, Notes and Appendices represents the financial position and condition of Donegal County Council as at 31<sup>st</sup> December 2015.

Donegal County Council prepares accounts on an accruals basis for its Statement of Comprehensive Income (Income and Expenditure) and provides a Statement of Financial Position (Balance Sheet) of Assets and Liabilities as at the end of 2015. This enables performance and trends to be reviewed on a consistent basis over an extended timeframe.

The Council is committed to continuing to prioritise the delivery of Council services while addressing the significant and evolving financial challenges emerging for the Council's Revenue and Capital Accounts. This is in keeping with the aim of maximising the Council's ability to continue to provide the range of services at the required level of quality to the citizens of the county.

I do not intend in this foreword to restate much of what is included subsequently in the various Schedules, Notes and Appendices. I will confine my comments to emphasise some important financial issues facing the Council at this time and to highlight some of the key financial information included in this Statement.

## **REVENUE STATEMENT OF COMPREHENSIVE INCOME (INCOME & EXPENDITURE)**

The improvement on the Revenue Account for 2015 was €620,934. The improvement means that the accumulated revenue deficit (General Reserve) has improved from €14,966,588 at the end of 2014 to €14,345,654 at the end of 2015. The net revenue deficit at the end of 2015, taking account of the Specific Revenue Reserve of €3,374,679, now stands at €10,970,975.

Every effort has been made to maximise sources of mainstream and non-mainstream income to preserve the Council's capacity to provide a wide range of services. The Council continues to be proactive in seeking additional and complementary sources of funding, for example from European Union funds or from specific central government provisions.

I am including, as in previous years, the following tabulation (Tables 1 and 2 below) which sets out some key cost and income drivers in the 2015 Revenue Statement of Comprehensive Income (Income & Expenditure). The AFS figures for 2014 are shown for comparative purposes. Standard rounding rules have been applied.

**Table 1 – Revenue Statement of Comprehensive Income (Income & Expenditure): 2015 and 2014**

	<b>2015 €</b>	<b>2014 €</b>
Income	133,836,895	143,853,070
Expenditure	133,215,960	143,067,526
<b>Net Surplus/(Deficit)</b>	<b>620,934</b>	<b>785,544</b>

**Table 2 – Major Elements of Statement of Comprehensive Income (Income & Expenditure): 2015 and 2014**

<b>Major Elements of Income</b>	<b>2015 €</b>	<b>2014 €</b>
Grants and Subsidies	31,235,334	37,934,332
Goods and Services	45,977,656	48,957,037
Local Government Fund	22,720,760	22,720,760
Commercial Rates	31,022,480	30,729,915
Contributions from Other Local Authorities	127,652	376,352
Pension Related Deduction	2,390,307	2,399,090
Transfers from Reserves	362,706	735,584
<b>Total</b>	<b>133,836,895</b>	<b>143,853,070</b>
<b>Major Elements of Expenditure</b>	<b>2015 €</b>	<b>2014 €</b>
Payroll Expenses	57,149,731	56,163,066
Operational Expenses	52,789,768	56,668,090
Administration Expenses	4,490,533	4,340,760
Establishment Expenses	2,241,523	3,470,588
Loan Charges (Interest & Principal)	5,324,338	10,115,186
Other Financial Expenses (excluding loan interest payments)	8,166,525	9,709,986
Transfers from Revenue to Capital/Reserves (excluding loan principal repayments)	2,650,864	2,216,137
Miscellaneous Expenses	402,679	383,714
<b>Total</b>	<b>133,215,960</b>	<b>143,067,526</b>
<b>Net of Income and Expenditure</b>	<b>620,934</b>	<b>785,544</b>

Total revenue expenditure in 2015 of €133,215,960 represents a decrease of €9,851,566 on the 2014 total Revenue Expenditure of €143,067,526.

Payroll Expenses show a net increase of approximately €0.987m. Aside from variances in terms of retirements, increments, overtime, capital chargeability etc, there was also a modest increase in staff numbers during 2015. There was a net increase in whole-time equivalent (WTE) staff numbers from 832.33 at the end of 2014 to 851.91 at the end of 2015.

Operational Expenses show a net decrease of approximately €3.878m. This is largely due to reductions in the payment of Higher Education Grants, Energy Costs (accounts transferred to Irish Water), Materials/Issues-from-Stores costs and reduced Contract Payments.

Loan Charges show a net decrease of €4.791m. The reduction in Loan Charges is primarily due to reduced interest rates, loan redemptions and the transfer of water & wastewater loans to Irish Water.

Financial Expenses (excluding loan interest charges) show a reduction of approximately €1.5m. This is due to net movements in provisions for bad/doubtful debts, primarily in the area of Commercial Rates.

### **CAPITAL EXPENDITURE**

Capital Expenditure is reflected in Table 3 below as well as in Appendix 5 and Appendix 6 of the AFS.

**Table 3 – Capital Account Information: 2015 and 2014**

	<b>2015 €m</b>	<b>2014 €m</b>
Capital Expenditure including Transfers	35.061	27.287
Total Outstanding on Mortgage Related Loans	19.596	21.299
Total Outstanding on Non-Mortgage Related Loans for Provision of Assets/Grants*	62.815	65.439
Development Levies Reserves – General & Specific (Credit)	7.410	6.638

\*These are Non-Mortgage Loans which must be funded by the local authority – i.e. those without a matching funding source. Other Non-Mortgage Loans such as Voluntary Housing Loans for example are recoupable on a contra basis.

Capital expenditure was €35.061m in 2015. This represents an increase of €7.774m on the 2014 figure.

The Roads Management Office (RMO) accounted for approximately €2.5m of additional externally funded expenditure on the capital account in 2015. Progress on the development of this shared service is currently

ongoing. Donegal County Council is the lead local authority for the delivery of this shared service, which has been established to provide local authorities in Ireland with centralised supports, forums, guidelines and technologies to promote efficiencies and foster improved road asset management outcomes across the sector. Establishment of this service has required significant investment in technology and software development, undertaken in partnership with the Local Government Management Agency (LGMA) and funded by the Department of Transport, Tourism & Sport.

There was an increase in expenditure of approximately €4.7m during 2015 on national roads projects undertaken by the National Roads Office. These projects include, for example, the 'N56 Dungloe to Glenties' and the 'N15 Blackburn Bridge Realignment Scheme'.

There was a net increase of approximately €1.6m in capital expenditure under Housing & Building in 2015. This was primarily driven by increased expenditure on house purchases during 2015.

The trend for capital expenditure in recent years reflects the changes in the role of local authorities generally. National economic trends together with the transition of functions to Irish Water have seen an overall downward trend in the level of capital expenditure incurred. However, emerging work-programmes in the areas of Roads and Housing Capital will have implications for future levels of capital expenditure, with significant increases anticipated in these areas over the coming years.

## **CASH-FLOW & DEBTORS**

I wish to draw your attention to the Statement of Fund Flow (Cash-Flow Statement), Note 5 and Appendix 7 of this Statement.


Donegal County Council's cash-flow remains positive as a result of prudent financial management and as evidenced by the fact that no overdraft interest was incurred during 2015.

Gross Debtors have reduced from €72.453m at the end of 2014 to €29.744 at the end of 2015 – a net reduction of €42.709m. The reduction is primarily due to payments received from the Department of the Environment to fund the redemption of Irish Water related loans; balancing payments received from Irish Water in respect of the transfer of functions; and a reduction in Commercial Rates arrears.

The Council continues to maintain positive engagements with its debtors, given the often symbiotic nature of our relationships, in order to support the wider business sector in the county through the challenging economic environment. Collection targets are becoming ever more challenging and, as economic conditions improve across many

sectors of the economy, it is my intention to continue with a policy of proactive engagement with all our customers, whilst at the same time increasing enforcement actions where required. Maximising collection rates across all income headings and reducing the level of arrears are essential objectives if the level and quality of local authority services and supports are to be maintained.

I wish to acknowledge the assistance and support of the Elected Members, the Head of Finance, the Directors of Service and their staff where, despite the challenging economic environment, a positive outturn of €0.621m has been achieved for 2015.



**Seamus Neely**  
**Chief Executive**

**25<sup>th</sup> April 2016**



# **Financial Review**

## **FINANCIAL REVIEW**

**PREPARED BY GARRY MARTIN CPFA  
HEAD OF FINANCE**

### **INTRODUCTION**

The 2015 Annual Financial Statement is hereby presented in the prescribed format and in accordance with departmental guidelines. The AFS includes the Statement of Comprehensive Income (formerly Income & Expenditure Statement) and the Statement of Financial Position (formerly Balance Sheet), as well as notes and appendices supporting both statements. The accompanying notes, appendices and Accounting Policies serve to provide a more detailed analysis and explanation of the figures included in the statements.

### **REVENUE ACCOUNT PERFORMANCE**

I am pleased to report that the 2015 Statement of Comprehensive Income (Income and Expenditure Account) shows an improvement of €620,934 in the Council's Revenue Balance.

The Statement of Comprehensive Income may be summarised as follows:

<b>Table 1 – Income &amp; Expenditure Summary 2015 and 2014</b>	<b>2015 €</b>	<b>2014 €</b>
Expenditure	127,910,785	134,054,235
Income	133,474,189	143,117,486
Net Transfers from / (to) Reserves	(4,942,469)	(8,277,707)
Surplus/(Deficit) for the year	620,934	785,544
Opening Credit / (Debit) Balance	(14,966,588)	(15,752,132)
Closing Credit / (Debit) Balance	(14,345,654)	(14,966,588)

Standard rounding rules apply. For convenience, the main contributors that have shaped the outturn position for 2015 are summarised below and on the next page.

### **Credits**

- Additional income in the sum of **€1.24m** was realised in respect of Irish Water's contribution to Central Management Charges
- The provision for bad & doubtful debts for Commercial Rates was reduced by **€0.93m**. The provision has been maintained at 50% of outstanding arrears at 31<sup>st</sup> December 2015.

- Additional Commercial Rates income in the sum of **€1.19m** arising from a review of the former Letterkenny Town Council Commercial Rates Warrant.
- Income from Property Entry Levies was in the sum of **€0.085m**
- Additional income from Fees & Charges - including additional Fire Service Charges of **€0.266m** and Planning Fees of **€0.115m**
- Storm Damage funding in the sum of **€0.236m** was received from the Department of the Environment in 2015, along with a further amount of €0.527m, which was deferred in order to undertake further repair works in 2016
- There were savings in the sum of **€1.2m** under Service Support Costs (Appendix A - Central Management Charges) primarily under salaries, pensions and gratuities headings

### **Debits**

- There was under-realisation of income from Non-Principal Private Residence (NPPR) Charges in the sum of **€0.718m**. Additional resources have been applied to this area for 2016 with a view to maximising outstanding charges
- There were additional RA-16 Write-Offs of Commercial Rates in the sum of **€2.128m**
- A 'Buildings/Property Capital Refurbishment Reserve' was established in the sum of **€0.64m**
- A 'Marine Capital Co-Financing Reserve' in the sum of **€0.1m** was established. Additional Revenue expenditure in the sum of **€0.083m** was applied to Marine Capital Jobs in 2015 to match external grant funding received (Storm Damage/Piers & Harbours)
- A 'Leisure Centres Capital Replacement Fund Reserve' in the sum of **€0.2m** was established
- A budget provision targeting income to be transferred from reserves of **€1.8m** was not required

The comparison between the Budget for 2015 as adopted and the outturn for the year is as follows:

<b>Table 2 - Adopted Budget v Outturn</b>	<b>Budget 2015 €</b>	<b>Outturn 2015 €</b>	<b>Difference €</b>
Expenditure	131,256,053	133,215,960	(1,959,907)
Income	131,256,053	133,836,895	2,580,841
Surplus / (Deficit)	0	620,934	620,934

Revisions to the Adopted Budget occur during the year as a result of increased/decreased funding provisions and changes in allocations on a contra basis across Service Divisions as the year progresses (for example where new or additional grant allocations arise). A detailed report on the variations between expenditure and income at Service Division level is being submitted to Members.

The movement between the Adopted Budget and the Revised Budget is summarised below in Table 3.

<b>Table 3</b>	<b>Adopted Budget 2015 €</b>	<b>Revised Budget 2015 €</b>	<b>Movement €</b>
Expenditure	131,256,053	134,484,639	+3,228,586
Income	131,256,053	134,484,639	+3,228,586
Balance	0	0	0

Table 4 sets out the detail of variances by Service Division for Gross Expenditure and Income to give the net amount of €620,934.

**Table 4 – Budgeted Income & Expenditure for 2015 versus Actual Income & Expenditure for 2015**

Division/Income-Department	Expenditure 2015			Income 2015			Net
	Revised Expenditure Budget 2015 €	Actual Expenditure 2015 €	(Over) / Under Budget €	Revised Income Budget 2015 €	Actual Income 2015 €	Over / (Under) Budget €	(Over) / Under Budget €
Housing & Building	16,619,112	15,799,123	819,989	18,300,676	18,066,367	(234,309)	585,680
Roads Transportation & Safety	39,887,641	39,793,044	94,597	24,908,264	24,860,894	(47,370)	47,227
Water Services	19,154,093	18,394,128	759,965	17,288,748	17,798,845	510,097	1,270,062
Development Management	11,228,243	10,600,755	627,488	1,888,172	2,038,269	150,097	777,585
Environmental Services	12,262,482	12,548,413	(285,931)	1,076,484	1,368,804	292,320	6,389
Recreation & Amenity	8,073,349	8,045,626	27,723	865,470	1,002,619	137,149	164,872
Agriculture, Education, Health & Welfare	3,435,201	3,537,894	(102,693)	1,413,538	1,460,388	46,850	(55,843)
Miscellaneous Services	23,824,518	24,496,977	(672,459)	12,650,047	11,107,161	(1,542,886)	(2,215,345)
<b>Total of all Divisions</b>	<b>134,484,639</b>	<b>133,215,960</b>	<b>1,268,679</b>	<b>78,391,399</b>	<b>77,703,348</b>	<b>(688,051)</b>	<b>580,628</b>
Local Government Fund - General Purpose Grant				22,720,760	22,720,760	0	0
Pension Related Deduction				2,350,000	2,390,307	40,307	40,307
Rates				31,022,480	31,022,480	0	0
<b>Total of Divisions/Income-Departments</b>	<b>134,484,639</b>	<b>133,215,960</b>	<b>1,268,679</b>	<b>134,484,639</b>	<b>133,836,895</b>	<b>(647,744)</b>	<b>620,934</b>

Actual income and expenditure figures are inclusive of transfers to/from capital and reserves. Standard rounding rules apply.

## **CAPITAL ACCOUNT PERFORMANCE**

As detailed in Table 5 below, gross expenditure of €35,061,313 and gross income of €31,674,795 in 2015 resulted in an overall dis-improvement of €3,386,518 in the Capital Account. The overall credit balance at 31<sup>st</sup> December 2015 is €35,460,944 compared to an overall credit balance of €38,847,462 at 31<sup>st</sup> December 2014.

**Table 5 – Capital Account Performance**

	<b>2015 €</b>	<b>2014 €</b>
Opening Credit Balance at 1st January	38,847,462	38,289,124
Expenditure including Transfers	35,061,313	27,286,771
Income	31,674,795	27,845,109
<b>Surplus (Deficit)</b>	<b>(3,386,518)</b>	<b>558,338</b>
<b>Closing Credit Balance at 31st December</b>	<b>35,460,944</b>	<b>38,847,462</b>

Standard rounding rules have been applied. The year-on-year increase in capital expenditure of €7,774,542 reflects mainly in net increased contractors' payments (primarily due to road improvements); Purchase of Other Assets/Equipment (primarily purchase of houses); and Other Capital Expenditure (primarily costs arising from the establishment of the Roads Management Office). Additional information is available at Appendix 5 of this AFS.

**Table 6 – Capital Account Performance per Division/Programme-Group for 2015**

<b>Division</b>	<b>Balance @ 01/01/2015 €</b>	<b>Expenditure 2015 €</b>	<b>Income 2015 €</b>	<b>Balance @ 31/12/2015 €</b>	<b>Net Movement €</b>
<b>Housing &amp; Building</b>	10,740,629	6,833,989	4,379,645	8,286,286	(2,454,344)
<b>Road Transportation &amp; Safety</b>	5,490,122	16,389,346	15,235,085	4,335,860	(1,154,261)
<b>Water Services</b>	(988,742)	1,266,476	1,933,882	(321,336)	667,406
<b>Development Management</b>	8,055,524	762,544	2,227,757	9,520,737	1,465,213
<b>Environmental Services</b>	(793,671)	(156,866)	1,298,518	661,712	1,455,384
<b>Recreation &amp; Amenity</b>	(2,350,014)	7,372,393	8,919,765	(802,643)	1,547,372
<b>Agriculture, Education, Health &amp; Welfare</b>	(82,964)	762,117	1,060,836	215,755	298,719
<b>Miscellaneous Services</b>	18,776,580	1,831,314	(3,380,693)	13,564,573	(5,212,007)
<b>Totals</b>	<b>38,847,462</b>	<b>35,061,313</b>	<b>31,674,795</b>	<b>35,460,944</b>	<b>(3,386,518)</b>

The figures shown above include transfers between divisions and transfers to/from Revenue.

## **FIXED ASSET SUMMARY**

The total value of fixed assets in the 2015 Annual Financial Statement is €3,381,445,170 (2014 - €3,378,074,343). Fixed Assets are subdivided on the face of the Statement of Financial Position (Balance Sheet) as per Table 7 below:

**Table 7 – Fixed Asset Summary 2015**

<b>Fixed Assets</b>	<b>Value €</b>
Operational	721,024,798
Infrastructural	2,597,728,501
Community	7,027,284
Non-Operational	55,664,587
<b>Total</b>	<b>3,381,445,170</b>

Fixed Assets are further analysed in Note 1 of the Annual Financial Statement.

The increase in Fixed Assets value is mainly attributable to house purchases (€2.9m) and additions under the 'Buildings' headings including Bunagee Pier (Sail West Project).

## **LOAN ACCOUNTS**

### **Mortgage Related Loans (See Note 7)**

As at 31<sup>st</sup> December 2015 the capital outstanding on these loans was €19.596m (2014: €21.299m); this represents a reduction of €1.703m.

In the financial year ending 31<sup>st</sup> December 2015 the following transactions summarise the movements in relation to mortgage related loans.

**Table 8a – Mortgage Loans**

<b>Loan Category</b>	<b>Borrowings €</b>	<b>Repayments &amp; Redemptions €</b>	<b>Total €</b>
<b>Mortgage Loans - SDA</b>	-	247,802	247,802
<b>Mortgage Loans - Annuity (Standard)</b>	-	886,667	886,667
<b>Mortgage Loans - Annuity (Affordable)</b>	-	317,702	317,702
<b>Mortgage Loans - Shared Ownership (Standard)</b>	-	251,038	251,038
<b>Total</b>	-	<b>1,703,209</b>	<b>1,703,209</b>

## **Non-Mortgage Loans (Note 7)**

As at 31<sup>st</sup> December 2015 the capital outstanding on these loans was €115.479m (2014: €149.717m); this represents a reduction of €34.238m.

In the financial year ended 31<sup>st</sup> December 2015 the following transactions summarise the movements in relation to non-mortgage loans.

**Table 8b – Non-Mortgage Loans**

<b>Loan Category</b>	<b>Early Redemptions €</b>	<b>Interest Capitalised €</b>	<b>Borrowings €</b>	<b>Repayment Principal €</b>	<b>Total €</b>
<b>Voluntary Housing</b>	-	-	-	1,562,973	1,562,973
<b>Water Loan Related</b>	27,556,227	-	-	554,969	28,111,196
<b>Bridging Finance</b>	-	-	-	549,342	549,342
<b>Shared Ownership-Rented Equity</b>	-	-	-	383,855	383,855
<b>Assets/Grants</b>	-	30,258	-	2,593,794	2,624,052
<b>Recoupable</b>	-	-	-	1,006,437	1,006,437
<b>GRAND TOTAL</b>	<b>27,556,227</b>	<b>30,258</b>	<b>-</b>	<b>6,651,370</b>	<b>34,237,855</b>

During 2015, all Housing Finance Agency (HFA) loans relating to Irish Water were redeemed in full (€27,556,227).

## **CASHFLOW AND DEBTORS**

Table 8 sets out details of collections and arrears on the major collection accounts for 2015.

**Table 9 - Major Collection Accounts 2014**

<b>Income Department</b>	<b>Cash Collected 2015</b>	<b>Arrears c/f at 31/12/2015</b>
Rates	24,692,578	15,686,468
Rents & Annuities	10,850,526	1,231,924
Refuse (Commercial)	44,473	424,627
Housing Loans	1,993,467	1,151,851
<b>Total</b>	<b>37,581,044</b>	<b>18,494,870</b>

More specific information in respect of collection performance on specific accounts can be obtained by viewing Appendix 7 of this AFS.

While the council continues to collect Non-Domestic water charges on behalf of Irish Water as part of the service level agreement in place, neither the collections nor the arrears figures are reflected in the

Statement of Comprehensive Income (Income and Expenditure Account) or in the Statement of Financial Position (Balance Sheet).

Just over €2m in additional Rates income was collected in 2015 as compared with 2014. Arrears carried forward at year-end have dropped from €17.6m to €15.7m year-on-year and there was a modest, yet welcome, increase in the '% Collection' figure in 2015 (from 56% to 63%).

It is recognised that businesses continue to operate in a challenging economic environment in Donegal and the positive and proactive engagement from the majority of our customers is acknowledged. It is only in exceptional circumstances that cases have to be referred for enforcement or legal proceedings when there is insufficient or lack of engagement on outstanding monies. However, it is critical that we do collect all monies budgeted for as this facilitates our continuing to provide the various services reflected in our Annual Budget plan. On this basis we will continue to escalate our actions during this year against customers who do not meaningfully engage with our collection staff.

### **TRANSFERS TO CAPITAL & RESERVES**

The following table summarises transfers from Revenue to Capital & Reserves during 2015.

**Table 10 – Transfers from Revenue to Capital/Reserves 2015**

<b>Division</b>	<b>Description</b>	<b>Amount €</b>
A	Housing and Building	178,636
B	Road Transportation and Safety	126,249
C	Water Supply and Sewerage	-
D	Development Incentives and Control	222,500
E	Environmental Protection	90,000
F	Recreation and Amenity	245,872
G	Agriculture, Education, Health and Safety	282,688
H	Miscellaneous Services	1,543,290
	<b>Total</b>	<b>2,689,235</b>

#### Division A – Housing & Building

Transfers consist of Rental Accommodation Scheme (RAS) retained balances and transfers to provide for unfunded capital balances.

#### Division B – Road Transportation & Safety

Transfers consist primarily of monies transferred from Car Parking Charges to create a reserve for infrastructure improvements.



### Division D – Development Incentives and Control

Transfers primarily consist of monies set aside in the 2015 Adopted Budget to fund works associated with unfinished housing estates.

### Division E – Environmental Protection

A Fire Service capital replacement reserve in the sum of €90,000 was created in 2015.

### Division F – Recreation and Amenity

A Leisure Centres capital replacement reserve in the sum of €200,000 was created in 2015.

### Division G – Agriculture, Education, Health & Safety

€100,000 was set aside in the Adopted Budget 2015 to co-fund marine capital projects. An additional transfer in the sum of €82,688 was applied to co-fund completed marine capital projects grant-aided by the Department of the Environment & Local Government and the Department of Agriculture, Fisheries & Food.

Additionally, a capital reserve in the sum of €100,000 was created in 2015 to co-fund future marine capital works.

### Division H – Miscellaneous Services

Transfers to Capital/Reserves in Division H consisted of the following:

- €200,000 was transferred from Revenue in order to provide for refurbishment works to the former Lifford Army Barracks
- €200,000 was transferred from Revenue to augment the Project Development Fund Reserve established in 2014
- €640,000 was transferred from Revenue to create a buildings/property refurbishment capital reserve
- €443,290 was transferred from Revenue to the Machinery Yard Plant Replacement Reserve as per Adopted Budget 2015
- €60,000 was transferred from Revenue to fund capital replacement costs in Information Systems (IS) as per the Adopted Budget.

### **CONCLUSION**

In conclusion, I would like to acknowledge the contribution made by management and staff from all sections of Donegal County Council who have assisted in achieving a positive outturn on the Revenue Account for 2015. I would especially like to thank my colleagues in the Finance

Section for their work throughout the year and for their assistance in producing the Annual Financial Statement.

I also wish to thank the Elected Members of Donegal County Council for their help and consideration during the year.



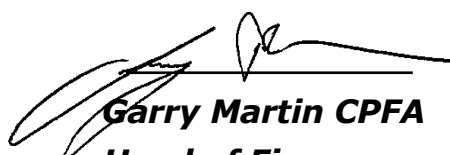
**Garry Martin CPFA**  
**Head of Finance**

## **Donegal County Council**

### **Certificate of Chief Executive & Head of Finance for the year ended 31 December 2015**

- 1.1 We the Chief Executive and Head of Finance are responsible for preparing an annual financial statement in accordance with the code of practice issued by the Minister under section 107 of the Local Government Act, 2001.
- 1.2 We are responsible for maintaining proper books of account that disclose with reasonable accuracy the financial position of the local authority and enable it to ensure that financial statements prepared comply with the statutory requirements.
- 1.3 We are responsible for the safeguarding of assets of the local authority and for taking reasonable steps for the prevention and detection of fraud and other irregularities.
- 1.4 When preparing financial statements we have:
  - stated that the financial statements have been prepared in accordance with the Accounting Code of Practice and the accounting policies have been applied consistently; and,
  - made the judgements and estimates that are reasonable and prudent.
- 1.5 We certify that the financial statements of Donegal County Council for the year ended 31 December 2015, as set out on pages 13 to 47, are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for the Environment, Community and Local Government.

  
**Seamus Neely**  
**Chief Executive**

  
**Garry Martin CPFA**  
**Head of Finance**

**Dated: 25<sup>th</sup> April 2016**

## **Independent Auditor's Opinion to the Members of Donegal County Council**

I have audited the annual financial statement of Donegal County Council for the year ended 31 December 2015 as set out on pages 17 to 35, which comprises the Statement of Accounting Policies, Statement of Comprehensive Income, Statement of Financial Position, Statement of Funds Flow and Notes on and forming part of the Accounts. The financial reporting framework that has been applied in its preparation is the Code of Practice and Accounting regulations as prescribed by the Minister for the Environment, Community and Local Government.

### **Responsibilities of the Council and the Local Government Auditor**

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

### **Scope of the audit of the financial statement**

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

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

### **Opinion on the financial statement**

In my opinion the annual financial statement, which has been prepared in accordance with the Code of Practice and Accounting Regulations for local authorities, presents fairly the financial position of the County Council at 31 December 2015 and its income and expenditure for the year then ended.

### **Statutory Audit Report**

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

*Raymond Lavin*

Raymond Lavin

Principal Local Government Auditor

Date: 10 June 2016

## **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 Environment, Community and Local Government (DECLG) at the 31<sup>st</sup> December 2015.

Non-compliance with accounting policies as set out in ACoP must be stated in the Policies and Notes to the Accounts.

### **2. 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. The only exception is that not all income in respect of Development Levies (pre 2004 Development Charges) has been accrued, as we continue to determine collectable income for this heading. In relation to expenditure it consists of invoices matched against goods received and a manual accrual for unmatched Goods received Notes. It also includes issues from stores and machinery transfers.

### **4. Interest Charges**

Loans Payable can be divided into the following two categories:

- Mortgage related loans
- Non-mortgage related loans

#### **4.1 Mortgage Related Loans**

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

## **4.2 Non Mortgage Related Loans**

Note 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. The purpose of these loans is generally to acquire assets. The loan repayment cost of principal and interest is funded through the annual budget process. At the end of the financial year the funding element of the principal is transferred and offset against a loan repayment reserve. This transfer is included in the 'Income & Expenditure Account Statement' under the heading 'Transfers to/from Reserves'.

## **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. Such deductions are credited as receipts to the Statement of Comprehensive Income (Income & Expenditure Statement). The requirements of current accounting standards relating to pensions and their application to local authority accounting remains under consideration. All pension entitlements of staff are conferred under a defined benefit scheme established under the Local Government (Superannuation) Consolidation Scheme 1998 (and amendments) and pension obligations are met as they arise.

## **6. Agency and Other Services**

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

## **7. Insurance**

The County Council operates an insurance excess of €6,300 for the 2015 Financial Year in respect of public liability. All known liabilities for excesses arising from finalised claims are accrued.

## **8. Provision for Bad & Doubtful Debts**

Provision has been made in the relevant accounts for Bad and Doubtful debts.

## **9. Fixed Assets**

### **9.1 Classification of Assets**

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

### **9.2 Recognition**

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

### 9.3 Measurement

A Statement of Financial Position (Balance Sheet) incorporating all of the assets of the local authority was included for the first time in the Annual Financial Statement for 2003. The assets were valued based on the 'Valuation Guideline' issued by the DECLG. 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 future financial statements.

### 9.4 Revaluation

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

### 9.5 Disposals

In respect of disposable assets, income is credited to a specific reserve and prioritised to the writing down of existing capital debit balances and/or the redemption of high interest loan balances (which were originally drawn down for the purpose of purchasing fixed assets) and finally, if available, to the purchase of new assets. Proceeds of the sale of local authority houses are to be applied as directed by the DECLG.

### 9.6 Depreciation

Under the current method of accounting, the charge for depreciation is offset by the amortisation of the source of funding the asset. This method has a neutral impact on 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:

<b>Asset Type</b>	<b>Bases</b>	<b>Depreciation Rate</b>
<b>Plant &amp; Machinery</b>		
- Long Life	S/L	10%
- Short Life	S/L	20%
Equipment	S/L	20%
Furniture	S/L	20%
Community Assets		Nil
Library Books		Nil
Playgrounds	S/L	20%
Parks	S/L	2%
Landfill (*See Note)		
<b>Water Assets</b>		
- 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 years depreciation in the year of acquisition.

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

#### **10. Government Grants**

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

#### **11. Development Debtors & Income**

All development debtors are now included in notes 3 & 5. Income from development contributions not due to be paid within the current year is deferred and shown under long term creditors in the balance sheet. Development Levies disclosed include the long term element relating to Irish Water. While the majority of Debt is accrued there are instances under the old Development Charges Scheme where income is accounted for on a cash basis.

#### **12. Debt Redemption**

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

#### **13. Lease Schemes**

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

#### **14. Stock**

Stocks are valued on an average cost basis. This basis of valuation of issues of materials from Machinery Yard Stores is the average cost plus an overhead recovery charge.

Opening stocks at 1st November, 2000 (go-live date for introduction of Agresso) have been included in the Specific Revenue Reserves in the Balance Sheet. Donegal County Council carries the holding costs of its stock.

#### **15. 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' (Work-in-Progress).

#### **16. Debtors and Creditors**

##### **16.1 Debtors**

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



## **16.2 Creditors**

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

## **17. Interest in Local Authority Companies**

The Interest in the Companies listed in Appendix 8 has not been incorporated in the financial statements. As at the 31<sup>st</sup> December 2015 Donegal County Council had no shares in any companies listed in Appendix 8.

## **18. Transfer of Responsibility for the Delivery of Water Services**

The Water Services Act 2013 and the Water Services (No. 2) Act 2013 provides for the establishment of Irish Water as an independent subsidiary within the Bord Gáis Éireann Group. From January 2014, the legislation provides for:

- The transfer of Local Authority water services assets and liabilities to Irish Water.
- That all functions of a Local Authority relating to water services, shall transfer to Irish Water other than those related to rural water services, notably group water schemes and individual domestic waste-water treatment systems.
- Local authorities will deliver services on behalf of Irish Water through service level agreements for an agreed payment. It is provided that these agreements will run for an initial 12 year period with reviews after two years and seven years. This has been reflected in Local Authority revenue budgets adopted for 2015.

The transfer for the delivery of water services took effect from 1 January 2014 and does not affect the going concern capacity of Local Authorities.

## **19. General**

Every effort has been made to observe the detail of the Accounting Guidelines and the Policies in terms of accounting treatment and the inclusion of all items in the accounts.

# **FINANCIAL ACCOUNTS**

## STATEMENT OF COMPREHENSIVE INCOME (INCOME & EXPENDITURE ACCOUNT STATEMENT) FOR YEAR ENDING 31st DECEMBER 2015

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
		2015 €	2015 €	2015 €	2014 €
Housing & Building		15,532,959	17,670,308	(2,137,349)	(2,558,327)
Roads Transportation & Safety		39,528,552	24,860,894	14,667,658	15,839,185
Water Services		18,283,567	17,798,845	484,722	243,052
Development Management		10,256,357	2,071,623	8,184,733	8,180,538
Environmental Services		11,595,799	1,368,804	10,226,994	9,523,820
Recreation & Amenity		7,363,759	1,002,619	6,361,139	6,401,842
Agriculture, Education, Health & Welfare		2,900,777	1,460,388	1,440,389	1,457,744
Miscellaneous Services		22,449,017	11,107,161	11,341,857	7,698,659
<b>Total Expenditure/Income</b>	15	<b>127,910,785</b>	<b>77,340,642</b>		
<b>Net cost of Divisions to be funded from Rates &amp; Local Property Tax</b>				<b>50,570,143</b>	46,786,513
Rates				31,022,480	30,729,915
Local Property Tax				22,720,760	22,720,760
Pension Related Deduction				2,390,307	2,399,090
<b>Surplus/(Deficit) for Year before Transfers</b>	16			<b>5,563,404</b>	9,063,251
<b>Transfers from/(to) Reserves</b>	14			<b>(4,942,469)</b>	<b>(8,277,707)</b>
<b>Overall Surplus/(Deficit) for Year</b>				<b>620,934</b>	785,544
<b>General Reserve @ 1st January 2015</b>				<b>(14,966,588)</b>	<b>(15,752,132)</b>
<b>General Reserve @ 31st December 2015</b>				<b>(14,345,654)</b>	<b>(14,966,588)</b>

## STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AT 31st DECEMBER 2015

	Notes	2015 €	2014 €
<b>Fixed Assets</b>	1		
Operational		721,024,798	717,498,160
Infrastructural		2,597,728,501	2,597,728,501
Community		7,027,284	7,019,608
Non-Operational		55,664,587	55,828,074
		<b>3,381,445,170</b>	<b>3,378,074,343</b>
<b>Work in Progress and Preliminary Expenses</b>	2	87,716,484	86,144,907
<b>Long Term Debtors</b>	3	76,726,118	80,452,123
<b>Current Assets</b>			
Stocks	4	638,529	629,073
Trade Debtors & Prepayments	5	17,868,131	57,124,112
Bank Investments		47,315,535	26,243,066
Cash at Bank		-	-
Cash in Transit		416,335	428,467
		<b>66,238,530</b>	<b>84,424,718</b>
<b>Current Liabilities (Amounts falling due within one year)</b>			
Bank Overdraft		1,932,986	1,818,136
Creditors & Accruals	6	36,647,255	54,163,961
Finance Leases		-	-
		<b>38,580,242</b>	<b>55,982,097</b>
<b>Net Current Assets / (Liabilities)</b>		<b>27,658,289</b>	<b>28,442,621</b>
<b>Creditors (Amounts falling due after more than one year)</b>			
Loans Payable	7	130,733,747	136,795,154
Finance Leases		-	-
Refundable deposits	8	6,889,745	5,948,785
Other		5,505,675	5,693,771
		<b>143,129,167</b>	<b>148,437,710</b>
<b>Net Assets</b>		<b>3,430,416,894</b>	<b>3,424,676,283</b>
<b>Represented by</b>			
Capitalisation Account	9	3,381,445,170	3,378,074,343
Income WIP	2	87,308,981	84,758,272
Specific Revenue Reserve		3,374,679	3,374,679
General Revenue Reserve		(14,345,654)	(14,966,588)
Other Balances	10	(27,366,282)	(26,564,422)
<b>Total Reserves</b>		<b>3,430,416,894</b>	<b>3,424,676,283</b>

**STATEMENT OF FUNDS FLOW (FUNDS FLOW STATEMENT)  
AS AT 31ST DECEMBER 2015**

	Note	2015 €	2015 €
<b>REVENUE ACTIVITIES</b>			
Net Inflow/(outflow) from operating activities	17		22,655,724
<b>CAPITAL ACTIVITIES</b>			
<b>Returns on Investment &amp; Servicing of Finance</b>			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		3,370,827	
Increase/(Decrease) in WIP/Preliminary Funding		2,550,709	
Increase/(Decrease) in Reserves Balances	18	<u>(6,029,751)</u>	
<b>Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance</b>			<b>(108,214)</b>
<b>Capital Expenditure &amp; Financial Investment</b>			
(Increase)/Decrease in Fixed Assets		(3,370,827)	
(Increase)/Decrease in WIP/Preliminary Funding		(1,571,577)	
(Increase)/Decrease in Agent Works Recoupable		(304,972)	
(Increase)/Decrease in Other Capital Balances	19	<u>1,969,072</u>	
<b>Net Inflow/(Outflow) from Capital Expenditure and Financial Investment</b>			<b>(3,278,304)</b>
<b>Financing</b>			
Increase/(Decrease) in Loan Financing	20	(2,523,498)	
(Increase)/Decrease in Reserve Financing	21	<u>3,258,819</u>	
<b>Net Inflow/(Outflow) from Financing Activities</b>			<b>735,320</b>
<b>Third Party Holdings</b>			
Increase/(Decrease) in Refundable Deposits			<b>940,960</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	22		<u><b>20,945,487</b></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
	€	€	€	€	€	€	€	€	€	€
<b>Costs</b>										
Accumulated Costs @ 1/1/2015	78,435,431	6,572,950	516,152,653	183,241,479	15,098,798	3,888,524	1,725,554	2,597,728,501	-	3,402,843,890
<b>Additions</b>										
- Purchased	40,000	-	2,920,866	1,390,092	509,112	22,374	28,000	-	-	4,910,443
- Transfers WIP	-	-	-	-	-	-	-	-	-	-
Disposals\Statutory Transfers	(163,487)	-	(350,000)	(135,000)	(376,634)	(92,532)	-	-	-	(1,117,653)
Revaluations	-	-	-	-	-	-	-	-	-	-
Historical Cost Adjustments	-	-	-	-	-	-	-	-	-	-
<b>Accumulated Costs @ 31/12/2015</b>	<b>78,311,944</b>	<b>6,572,950</b>	<b>518,723,518</b>	<b>184,496,571</b>	<b>15,231,276</b>	<b>3,818,366</b>	<b>1,753,554</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,406,636,680</b>
<b>Depreciation</b>										
Depreciation @ 1/1/2015	7,710,798	1,742,009	-	-	11,651,468	3,665,271	-	-	-	24,769,547
Provision for Year	-	17,046	-	-	770,334	103,748	-	-	-	891,129
Disposals\Statutory Transfers	-	-	-	-	(376,634)	(92,532)	-	-	-	(469,166)
<b>Accumulated Depreciation @ 31/12/2015</b>	<b>7,710,798</b>	<b>1,759,055</b>	<b>-</b>	<b>-</b>	<b>12,045,168</b>	<b>3,676,488</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>25,191,510</b>
<b>Net Book Value @ 31/12/2015</b>	<b>70,601,146</b>	<b>4,813,895</b>	<b>518,723,518</b>	<b>184,496,571</b>	<b>3,186,107</b>	<b>141,878</b>	<b>1,753,554</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,381,445,170</b>
Net Book Value @ 31/12/2014	70,724,633	4,830,940	516,152,653	183,241,479	3,447,330	223,253	1,725,554	2,597,728,501	-	3,378,074,343
<b>Net Book Value by Category</b>										
Operational	14,486,559	-	518,723,518	184,496,571	3,186,107	132,043	-	-	-	721,024,798
Infrastructural	-	-	-	-	-	-	-	2,597,728,501	-	2,597,728,501
Community	450,000	4,813,895	-	-	-	9,835	1,753,554	-	-	7,027,284
Non-Operational	55,664,587	-	-	-	-	-	-	-	-	55,664,587
<b>Net Book Value @ 31/12/2015</b>	<b>70,601,146</b>	<b>4,813,895</b>	<b>518,723,518</b>	<b>184,496,571</b>	<b>3,186,107</b>	<b>141,878</b>	<b>1,753,554</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,381,445,170</b>

**Note**  
The fixed assets included relate to assets purchased since 1/1/2001 and historical assets.  
All historical assets as at 31/12/2015 are included as far as is possible in the Annual Financial Statement for 2015.  
Possible exceptions are small portions of land but these are not expected to be material in the overall context of the Balance Sheet.  
Work continues in identifying all such assets for inclusion in future years statements.  
Where movements have occurred from WIP (Work in Progress) to Fixed Assets completed during 2015 all efforts have been made in conjunction with Directorates to ensure that these amounts have been accrued where the final accounts from suppliers/contractors were not to hand.

## 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 2015 €	Unfunded 2015 €	Total 2015 €	Total 2014 €
<b>Expenditure</b>				
Work in Progress	40,045,705	-	40,045,705	39,540,632
Preliminary Expenses	47,625,909	44,870	47,670,779	46,604,275
	<b>87,671,614</b>	<b>44,870</b>	<b>87,716,484</b>	<b>86,144,907</b>
<b>Income</b>				
Work in Progress	40,523,606	-	40,523,606	39,081,636
Preliminary Expenses	46,740,505	44,870	46,785,375	45,676,636
	<b>87,264,111</b>	<b>44,870</b>	<b>87,308,981</b>	<b>84,758,272</b>
<b>Net Expended</b>				
Work in Progress	(477,901)	-	(477,901)	458,996
Preliminary Expenses	885,404	-	885,404	927,639
<b>Net Over/(Under) Expenditure</b>	<b>407,503</b>	<b>-</b>	<b>407,503</b>	<b>1,386,635</b>

Every effort was made to correctly analyse capital jobs between (i) preliminary expenses (ii) work in progress and (iii) completed jobs in the capital account. However, due to the nature and volume of work involved, a best estimate of stage of completion was used in some cases. Every effort has been made with Directorates to ensure that all accruals of income and expenditure have been completed.

### 3. Long Term Debtors

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

	Balance @ 1/1/2015 €	Loans Issued €	Principal Repaid €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2015 €	Balance @ 31/12/2014 €
Long Term Mortgage Advances*	22,330,338	-	(1,170,013)	(55,546)	(52,895)	21,051,884	22,330,338
Tenant Purchases Advances	113,837	-	(21,336)	(21,031)	-	71,469	113,837
Shared Ownership Rented Equity	8,910,731	-		(20,000)	(132,461)	8,758,270	8,910,731
	<b>31,354,906</b>	<b>-</b>	<b>(1,191,349)</b>	<b>(96,578)</b>	<b>(185,357)</b>	<b>29,881,622</b>	<b>31,354,906</b>
Voluntary Housing & Water Loans recoupable (Note1)						42,508,025	44,625,968
Capital Advance Leasing Facility						34,659	-
Development Levy Debtors						5,471,017	5,693,772
Inter Local Authority Loans						-	-
Long-term Investments						-	-
Cash						-	-
Interest in associated companies						-	-
Other						6,603	6,603
						<b>48,020,304</b>	<b>50,326,343</b>
						<b>77,901,926</b>	<b>81,681,248</b>
Less: Amounts falling due within one year (Note 5)						(1,175,808)	(1,229,125)
Total Amounts falling due after more than one year						<b>76,726,118</b>	<b>80,452,123</b>

\* Includes HFA Agency Loans

#### Note 1

There is a corresponding credit in Note 7. The net effect is zero

# NOTES TO AND FORMING PART OF THE ACCOUNTS

## 4. Stocks

A summary of stock is as follows:

	2015 €	2014 €
Central Stores	411,101	340,331
Other Depots	227,428	288,742
<b>Total</b>	<b>638,529</b>	<b>629,073</b>

## 5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

	2015 €	2014 €
Government Debtors (Note 1 -2014)	2,756,753	32,018,639
Commercial Debtors	18,524,194	31,972,894
Non-Commercial Debtors	2,420,019	2,511,425
Development Levy Debtors (Note 2)	765,193	680,346
Other Services	1,528,553	1,572,848
Other Local Authorities	319,860	213,126
Agent Works Recoupable	1,869,206	1,564,235
Revenue Commissioners	-	-
Other	384,331	690,135
Add: Amounts falling due within one year (Note 3)	1,175,808	1,229,125
<b>Total Gross Debtors</b>	<b>29,743,918</b>	<b>72,452,774</b>
Less: Provision for Doubtful Debts	(12,132,117)	(15,715,662)
<b>Total Trade Debtors</b>	<b>17,611,800</b>	<b>56,737,112</b>
Prepayments	256,331	387,000
	<b>17,868,131</b>	<b>57,124,112</b>

Note 1 - €28 million due from DOELG relating to transfer of loans to Irish Water in 2014

Note 2 - This includes both old and new scheme levies receivable. Amounts receivable greater than 1 year have been moved to Long Term Debtors (Note 3)

Short Term water related development contribution debtors balances (less bad debt provision) as at 31 December 2015 are being shown with an equivalent creditor in the AFS to reflect the transfer of water and waste water services to Irish Water. Cash collected in 2015 but not paid over to Irish Water in 2014 is also shown as a creditor



## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2015 €	2014 €
Trade creditors	5,503,555	7,490,353
Grants	228,911	170,409
Revenue Commissioners	2,624,485	2,192,385
Other Local Authorities	8,356	5,279
Other Creditors	966,455	739,822
	<b>9,331,762</b>	<b>10,598,248</b>
Accruals	4,832,506	5,046,254
Deferred Income	18,141,598	4,298,412
Add: Amounts falling due within one year (Note 7)	4,341,389	34,221,048
	<b>36,647,255</b>	<b>54,163,961</b>

### 7. Loans Payable

#### (a) Movement in Loans Payable

	HFA €	OPW €	Other €	Balance @ 31/12/2015 €	Balance @ 31/12/2014 €
<b>Balance @ 1/1/2015</b>	143,592,355	257,222	27,166,624	171,016,202	182,179,836
Borrowings	-	-	-	-	84,437
Repayment of Principal	(5,420,464)	(257,222)	(2,293,588)	(7,971,275)	(9,899,888)
Early Redemptions	(27,556,227)	-	-	(27,556,227)	(1,441,112)
Other Adjustments	30,258	-	(443,821)	(413,563)	92,929
<b>Balance @ 31/12/2015</b>	<b>110,645,922</b>	<b>-</b>	<b>24,429,215</b>	<b>135,075,136</b>	<b>171,016,202</b>
Less: Amounts falling due within one year (Note 6)				4,341,389	<b>34,221,048</b>
<b>Total Amounts falling due after more than one year</b>				<b>130,733,747</b>	<b>136,795,154</b>

#### (b) Application of Loans

An analysis of loans payable is as follows:

	HFA €	OPW €	Other €	Balance @ 31/12/2015 €	Balance @ 31/12/2014 €
<b>Mortgage loans*</b>	19,595,793	-	-	19,595,793	21,299,002
<b>Non-Mortgage loans</b>					
Asset/Grants	46,132,310	-	16,682,507	62,814,818	65,438,870
Revenue Funding	-	-	-	-	-
Bridging Finance	1,903,831	-	-	1,903,831	2,453,173
Recoupable (Note 1)	-	-	-	-	28,562,665
Shared Ownership – Rented Equity	8,252,670	-	-	8,252,670	8,636,525
Inter-Local Authority	-	-	-	-	-
Voluntary Housing & Water Loans recoupable	34,761,318	-	7,746,708	42,508,025	44,625,968
	<b>110,645,922</b>	<b>-</b>	<b>24,429,215</b>	<b>135,075,136</b>	<b>171,016,202</b>
Less: Amounts falling due within one year (Note 6)				4,341,389	34,221,048
<b>Total Amounts falling due after more than one year</b>				<b>130,733,747</b>	<b>136,795,154</b>

\* Includes HFA Agency Loans

Note 1 - €28 million due from DOELG relating to transfer of loans to Irish Water (2014)

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 8. Refundable Deposits

The movement in refundable deposits is as follows:

	2015 €	2014 €
Opening Balance at 1 January	5,948,785	6,582,450
Deposits received	1,003,915	192,186
Deposits repaid	(62,955)	(825,850)
<b>Closing Balance at 31 December</b>	<b>6,889,745</b>	<b>5,948,785</b>

**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 @ 1/1/2015 €	Purchased €	Transfers WIP €	Disposals\Statutory Transfers €	Revaluations €	Historical Cost Adj €	Balance @ 31/12/2015 €	Balance @ 31/12/2014 €
Grants	303,300,666	2,835,866	-	(135,000)	-	-	306,001,531	301,130,666
Loans	8,037,204	30,000	-	-	-	-	8,067,204	8,037,204
Revenue funded	14,008,100	559,485	-	(23,693)	-	-	14,543,892	14,108,100
Leases	188,601	-	-	-	-	-	188,601	188,601
Development Levies	1,786,270	-	-	-	-	-	1,786,270	1,786,270
Tenant Purchase Annuities	12,500	-	-	-	-	-	12,500	12,500
Unfunded	-	-	-	-	-	-	-	-
Historical	2,930,020,150	-	-	(626,820)	-	-	2,929,393,330	2,939,021,050
Other	145,490,401	1,485,092	-	(332,140)	-	-	146,643,352	138,559,501
<b>Total Gross Funding</b>	<b>3,402,843,890</b>	<b>4,910,443</b>	<b>-</b>	<b>(1,117,653)</b>	<b>-</b>	<b>-</b>	<b>3,406,636,680</b>	<b>3,402,843,890</b>
<b>Less: Amortised</b>							(25,191,510)	(24,769,547)
<b>Total *</b>							<b>3,381,445,170</b>	<b>3,378,074,343</b>

\* 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 @ 1/1/2015	Capital re-classification *	Expenditure	Income	Net Transfers	Balance @ 31/12/2015	Balance @ 31/12/2014
		€	€	€	€	€	€	€
<b>Development Levies balances</b>	<b>(a)</b>	6,637,543	-	15,756	1,051,379	(263,067)	7,410,099	6,637,543
<b>Capital account balances including asset formation and enhancement</b>	<b>(b)</b>	12,023,298	(738,239)	21,346,043	22,447,428	2,426,998	14,813,441	12,023,298
<b>Voluntary &amp; Affordable Housing Balances</b>	<b>(c)</b>							
- Voluntary Housing		350,498	-	439,479	167,750	-	78,770	350,498
- Affordable Housing		885,528	-	-	-	(549,342)	336,186	885,528
<b>Reserves created for specific purposes</b>	<b>(d)</b>	21,901,465	-	25,094	(6,596,373)	(180,839)	15,099,159	21,901,465
<b>A. Net Capital Balances</b>		<b>41,798,332</b>	<b>(738,239)</b>	<b>21,826,371</b>	<b>17,070,183</b>	<b>1,433,749</b>	<b>37,737,654</b>	<b>41,798,332</b>
<b>Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities)</b>	<b>(e)</b>						(65,103,936)	(68,362,754)
Interest in Associated Companies	<b>(f)</b>						-	-
<b>B. Non Capital Balances</b>							<b>(65,103,936)</b>	<b>(68,362,754)</b>
<b>Total Other Balances</b>							<b>(27,366,282)</b>	<b>(26,564,422)</b>

\*() Denotes Debit Balances

(a) This represents the cumulative balance of development levies i.e. income less expenditure and transfers to date.

(b) 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.

(c) This represents the cumulative position on voluntary and affordable housing projects.

(d) Relates to reserves and advance funding for future Local Authority assets, insurance liabilities, other purposes and includes realised tenant purchase annuities.

(e) 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.

(f) 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:

	2015 €	2014 €
Net WIP & Preliminary Expenses (Note 2)	(407,503)	(1,386,635)
Net Capital Balances (Note 10)	37,737,654	41,798,332
Agent Works Recoupable (Note 5)	(1,869,206)	(1,564,235)
<b>Capital Balance Surplus/(Deficit) @ 31 December</b>	<b>35,460,944</b>	<b>38,847,462</b>

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

	2015 €	2014 €
<b>Opening Balance @ 1 January</b>	38,847,462	38,289,124
<b>Expenditure</b>	34,115,911	26,533,881
<b>Income</b>		
- Grants	23,589,107	23,162,596
- Loans	0	(0)
- Other	5,396,453	2,349,357
<b>Total Income</b>	<b>28,985,560</b>	<b>25,511,953</b>
Net Revenue Transfers	1,743,834	1,580,267
<b>Closing Balance @ 31 December</b>	<b>35,460,944</b>	<b>38,847,462</b>

## 12. Mortgage Loan Funding Surplus/(Deficit)

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

	2015 Loan Annuity €	2015 Rented Equity €	2015 Total €	2014 Total €
Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3)	21,051,884	8,758,270	29,810,154	31,241,069
Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 7)	(19,595,793)	(8,252,670)	(27,848,463)	(29,935,527)
<b>Surplus/(Deficit) in Funding @ 31st December</b>	<b>1,456,091</b>	<b>505,600</b>	<b>1,961,691</b>	<b>1,305,542</b>

**NOTE: Cash on Hand relating to Redemptions and Relending**

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## 13. Summary of Plant & Materials Account

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

	2015 Plant & Machinery €	2015 Materials €	2015 Total €	2014 Total €
Expenditure	(4,211,247)	(196,514)	(4,407,761)	(4,159,406)
Charged to Jobs	3,853,997	230,969	4,084,966	4,190,022
	<b>(357,250)</b>	<b>34,455</b>	<b>(322,795)</b>	<b>30,615</b>
Transfers from/(to) Reserves	(443,290)	-	(443,290)	(428,389)
<b>Surplus/(Deficit) for the Year</b>	<b>(800,540)</b>	<b>34,455</b>	<b>(766,085)</b>	<b>(397,774)</b>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 14. Transfers from/(to) Reserves

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

	2015 Transfers from Reserves €	2015 Transfers to Reserves €	2015 Net €	2014 €
Loan Repayment Reserve	-	(2,654,311)	(2,654,311)	(6,797,155)
Lease Repayment Reserve	-	-	-	-
Historical Mortgage Funding Write-off	-	-	-	-
Development Levies	-	-	-	172,142
Other	362,706	(2,650,863)	(2,288,158)	(1,652,694)
<b>Surplus/(Deficit) for Year</b>	<b>362,706</b>	<b>(5,305,174)</b>	<b>(4,942,469)</b>	<b>(8,277,707)</b>

### 15. Analysis of Revenue Income

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

	Appendix No	2015		2014	
		€	%	€	%
Grants & Subsidies	3	31,235,334	23%	37,934,332	27%
Contributions from other local authorities		127,652	0%	376,352	0%
Goods & Services	4	45,977,656	34%	48,957,037	34%
		<b>77,340,642</b>	<b>58%</b>	87,267,722	61%
Local Property Tax		22,720,760	17%	22,720,760	16%
Pension Related Deduction		2,390,307	2%	2,399,090	2%
Rates		31,022,480	23%	30,729,915	21%
<b>Total Income</b>		<b>133,474,189</b>	<b>100%</b>	143,117,486	100%

## 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 outcome in respect of both expenditure and income:

	EXPENDITURE				
	Excluding Transfers	Transfers	Including Transfers	Budget	(Over)/Under Budget
	2015 €	2015 €	2015 €	2015 €	2015 €
Housing & Building	15,532,959	266,164	15,799,123	15,708,823	(90,299)
Roads Transportation & Safety	39,528,552	264,492	39,793,044	36,339,015	(3,454,030)
Water Services	18,283,567	110,561	18,394,128	21,810,922	3,416,794
Development Management	10,256,357	344,399	10,600,755	11,136,533	535,777
Environmental Services	11,595,799	952,614	12,548,413	12,570,202	21,790
Recreation & Amenity	7,363,759	681,867	8,045,626	7,712,304	(333,322)
Agriculture, Education, Health & Welfare	2,900,777	637,117	3,537,894	4,252,347	714,453
Miscellaneous Services	22,449,017	2,047,960	24,496,977	21,725,908	(2,771,070)
<b>Total Divisions</b>	<b>127,910,785</b>	<b>5,305,175</b>	<b>133,215,960</b>	<b>131,256,053</b>	<b>(1,959,907)</b>
Local Property Tax	-	-	-	-	-
Pension Related Deduction	-	-	-	-	-
Rates	-	-	-	-	-
Dr/Cr Balance	-	-	-	-	-
<b>(Deficit)/Surplus for Year</b>	<b>127,910,785</b>	<b>5,305,175</b>	<b>133,215,960</b>	<b>131,256,053</b>	<b>(1,959,907)</b>

	INCOME					NET
	Excluding Transfers	Transfers	Including Transfers	Budget	Over/(Under) Budget	(Over)/Under Budget
	2015 €	2015 €	2015 €	2015 €	2015 €	2015 €
	17,670,308	396,060	18,066,367	17,519,572	546,795	456,496
	24,860,894	-	24,860,894	21,596,962	3,263,932	(190,097)
	17,798,845	-	17,798,845	19,953,782	(2,154,937)	1,261,857
	2,071,623	(33,354)	2,038,269	1,782,394	255,875	791,653
	1,368,804	-	1,368,804	1,037,618	331,186	352,976
	1,002,619	-	1,002,619	610,282	392,338	59,015
	1,460,388	-	1,460,388	2,238,004	(777,616)	(63,163)
	11,107,161	-	11,107,161	11,612,576	(505,415)	(3,276,485)
	<b>77,340,642</b>	<b>362,706</b>	<b>77,703,348</b>	<b>76,351,189</b>	<b>1,352,159</b>	<b>(607,748)</b>
	22,720,760	-	22,720,760	22,720,760	(0)	(0)
	2,390,307	-	2,390,307	2,350,000	40,307	40,307
	31,022,480	-	31,022,480	29,834,104	1,188,376	1,188,376
						-
	<b>133,474,189</b>	<b>362,706</b>	<b>133,836,895</b>	<b>131,256,053</b>	<b>2,580,841</b>	<b>620,934</b>

# NOTES TO AND FORMING PART OF THE ACCOUNTS

2015

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

Operating Surplus/(Deficit) for Year	620,934
(Increase)/Decrease in Stocks	(9,456)
(Increase)/Decrease in Trade Debtors	39,255,981
Non operating activity in Trade Debtors (Agent Works)	304,972
Increase/(Decrease) in Creditors Less than One Year	(17,516,706)
	<u>22,655,724</u>

## 18. Increase/(Decrease) in Reserve Balances

Increase/(Decrease) in Development Levies balances	772,556
Increase/(Decrease) in Reserves created for specific purposes	(6,802,306)
	<u>(6,029,751)</u>

## 19. (Increase)/Decrease in Other Capital Balances

(Increase)/Decrease in Capital account balances including asset formation and enhancement	2,790,143
(Increase)/Decrease in Voluntary Housing Balances	(271,729)
(Increase)/Decrease in Affordable Housing Balances	(549,342)
	<u>1,969,072</u>

## 20. Increase/(Decrease) in Loan Financing

(Increase)/Decrease in Long Term Debtors	3,726,005
Increase/(Decrease) in Mortgage Loans	(1,703,209)
Increase/(Decrease) in Asset/Grant Loans	(2,624,052)
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	(549,342)
Increase/(Decrease) in Recoupable Loans	(28,562,665)
Increase/(Decrease) in Shared Ownership Rented Equity Loans	(383,855)
Increase/(Decrease) in Inter-Local Authority Loans	-
Increase/(Decrease) in Voluntary Housing Loans	(2,117,942)
Increase/(Decrease) in Finance Leasing	-
(Increase)/Decrease in Portion Transferred to Current Liabilities	29,879,659
Increase/(Decrease) in Long Term Creditors - Deferred Income	(188,096)
	<u>(2,523,498)</u>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

2015

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### 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)	3,258,819
(Increase)/Decrease in Reserves in Associated Companies	-
	<u>3,258,819</u>

### 22. Analysis of Changes in Cash & Cash Equivalents

Increase/(Decrease) in Bank Investments	21,072,469
Increase/(Decrease) in Cash at Bank/Overdraft	(114,850)
Increase/(Decrease) in Cash in Transit	(12,132)
	<u>20,945,487</u>



# **APPENDICES**

**APPENDIX 1**  
**ANALYSIS OF EXPENDITURE**  
**FOR YEAR ENDED 31st DECEMBER 2015**

	2015 €	2014 €
<b>Payroll Expenses</b>		
Salary & Wages	43,187,690	41,808,144
Pensions (incl Gratuities)	8,534,633	9,356,782
Other costs	5,427,407	4,998,139
<b>Total</b>	<b>57,149,731</b>	<b>56,163,066</b>
<b>Operational Expenses</b>		
Purchase of Equipment	1,084,987	1,068,495
Repairs & Maintenance	1,664,058	1,641,696
Contract Payments	11,143,232	11,710,145
Agency services	1,524,203	1,483,776
Machinery Yard Charges incl Plant Hire	10,075,050	10,215,800
Purchase of Materials & Issues from Stores	9,078,772	11,473,384
Payment of Grants	4,287,094	5,109,879
Members Costs	342,141	338,319
Travelling & Subsistence Allowances	1,784,283	1,758,322
Consultancy & Professional Fees Payments	1,907,200	1,703,151
Energy / Utilities Costs	3,024,603	3,557,010
Other	6,874,145	6,608,113
<b>Total</b>	<b>52,789,768</b>	<b>56,668,090</b>
<b>Administration Expenses</b>		
Communication Expenses	873,643	828,787
Training	471,520	489,389
Printing & Stationery	295,154	253,132
Contributions to other Bodies	1,424,481	1,293,333
Other	1,425,734	1,476,119
<b>Total</b>	<b>4,490,533</b>	<b>4,340,760</b>
<b>Establishment Expenses</b>		
Rent & Rates	1,220,193	2,596,593
Other	1,021,330	873,995
<b>Total</b>	<b>2,241,523</b>	<b>3,470,588</b>
<b>Financial Expenses</b>	10,836,552	13,028,017
<b>Miscellaneous Expenses</b>	402,679	383,714
<b>Total Expenditure</b>	<b>127,910,785</b>	<b>134,054,235</b>

**APPENDIX 2  
SERVICE DIVISION A  
HOUSING and BUILDING**

		EXPENDITURE	INCOME			
DIVISION	TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL	
	€	€	€	€	€	
A01	Maintenance/Improvement of LA Housing	5,073,801	1,124,893	446,851	-	1,571,744
A02	Housing Assessment, Allocation and Transfer	1,266,881	76,050	80,021	-	156,071
A03	Housing Rent and Tenant Purchase Administration	978,149	192,330	9,993,590	-	10,185,920
A04	Housing Community Development Support	195,920	-	25,473	-	25,473
A05	Administration of Homeless Service	270,234	113,256	4,083	-	117,339
A06	Support to Housing Capital & Affordable Prog.	1,850,418	842,222	35,581	-	877,803
A07	RAS Programme	4,039,412	3,181,267	1,041,206	-	4,222,473
A08	Housing Loans	1,268,112	118,090	661,840	-	779,930
A09	Housing Grants	826,732	-	103,420	-	103,420
A11	Agency & Recoupable Services	29,464	25,643	552	-	26,195
A12	HAP Programme	-	-	-	-	-
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>15,799,123</b>	<b>5,673,751</b>	<b>12,392,617</b>	<b>-</b>	<b>18,066,367</b>
Less Transfers to/from Reserves		266,164		396,060		396,060
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>15,532,959</b>		<b>11,996,557</b>		<b>17,670,308</b>

**SERVICE DIVISION B  
ROAD TRANSPORTATION and SAFETY**

		EXPENDITURE	INCOME			
DIVISION	TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL	
	€	€	€	€	€	
B01	NP Road - Maintenance and Improvement	1,503,155	1,105,782	32,503	6,113	1,144,398
B02	NS Road - Maintenance and Improvement	1,479,557	883,596	34,403	-	917,999
B03	Regional Road - Maintenance and Improvement	12,181,170	5,931,621	936,350	5,754	6,873,724
B04	Local Road - Maintenance and Improvement	19,934,280	13,731,520	336,342	24,233	14,092,095
B05	Public Lighting	2,060,575	215,340	119	-	215,459
B06	Traffic Management Improvement	23,695	-	1,560	-	1,560
B07	Road Safety Engineering Improvement	667,237	573,227	2,315	-	575,542
B08	Road Safety Promotion/Education	230,745	-	3,898	-	3,898
B09	Maintenance & Management of Car Parking	1,058,166	-	923,358	-	923,358
B10	Support to Roads Capital Prog.	617,012	-	91,672	-	91,672
B11	Agency & Recoupable Services	37,454	-	21,191	-	21,191
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>39,793,044</b>	<b>22,441,085</b>	<b>2,383,710</b>	<b>36,100</b>	<b>24,860,894</b>
Less Transfers to/from Reserves		264,492		-		-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>39,528,552</b>		<b>2,383,710</b>		<b>24,860,894</b>

**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	10,623,874	-	274,272	-	274,272
C02	Operation and Maintenance of Waste Water Treatment	2,854,187	-	79,662	-	79,662
C03	Collection of Water and Waste Water Charges	902,562	-	21,577	-	21,577
C04	Operation and Maintenance of Public Conveniences	329,110	-	9,415	-	9,415
C05	Admin of Group and Private Installations	106,076	41,253	2,911	-	44,164
C06	Support to Water Capital Programme	1,763,381	-	51,956	-	51,956
C07	Agency & Recoupable Services	888,517	(43,470)	49,754	-	6,284
C08	Local Authority Water and Sanitary Services	926,421	347,361	16,964,154	-	17,311,515
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>18,394,128</b>	<b>345,144</b>	<b>17,453,701</b>	<b>-</b>	<b>17,798,845</b>
Less Transfers to/from Reserves		110,561		-		-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>18,283,567</b>		<b>17,453,701</b>		<b>17,798,845</b>

**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	704,447	-	23,972	-	23,972
D02	Development Management	2,194,011	-	620,757	-	620,757
D03	Enforcement	843,218	-	26,642	-	26,642
D04	Op & Mtce of Industrial Sites & Commercial Facilities	1,419	-	10	-	10
D05	Tourism Development and Promotion	817,839	-	82,614	-	82,614
D06	Community and Enterprise Function	3,293,060	17,104	173,786	4,920	195,810
D07	Unfinished Housing Estates	437,293	-	4,370	-	4,370
D08	Building Control	124,355	-	51,743	-	51,743
D09	Economic Development and Promotion	1,670,761	794,801	160,795	-	955,596
D10	Property Management	2,211	-	145	-	145
D11	Heritage and Conservation Services	123,870	25,000	3,204	-	28,204
D12	Agency & Recoupable Services	388,272	-	48,406	-	48,406
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>10,600,755</b>	<b>836,906</b>	<b>1,196,444</b>	<b>4,920</b>	<b>2,038,269</b>
Less Transfers to/from Reserves		344,399		(33,354)		(33,354)
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>10,256,357</b>		<b>1,229,798</b>		<b>2,071,623</b>

**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	1,906,302	-	3,286	3,286
E02	Op & Mtce of Recovery & Recycling Facilities	530,400	110,613	66,746	177,359
E03	Op & Mtce of Waste to Energy Facilities	-	-	-	-
E04	Provision of Waste to Collection Services	23,244	-	-	-
E05	Litter Management	1,319,510	39,700	42,817	82,517
E06	Street Cleaning	285,918	-	1,535	1,535
E07	Waste Regulations, Monitoring and Enforcement	267,821	202,000	14,428	216,428
E08	Waste Management Planning	38,887	-	-	-
E09	Maintenance and Upkeep of Burial Grounds	38,985	-	528	528
E10	Safety of Structures and Places	628,353	134,412	9,202	143,614
E11	Operation of Fire Service	6,856,581	41,365	384,140	425,505
E12	Fire Prevention	135,625	-	255,721	255,721
E13	Water Quality, Air and Noise Pollution	516,786	15,281	47,029	62,310
E14	Agency & Recoupable Services	-	-	-	-
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>12,548,413</b>	<b>543,372</b>	<b>825,432</b>	<b>1,368,804</b>
Less Transfers to/from Reserves		952,614		-	-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>11,595,799</b>		<b>825,432</b>	<b>1,368,804</b>

**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	1,248,528	-	268,727	268,727
F02	Operation of Library and Archival Service	3,636,322	27,400	187,178	214,578
F03	Op, Mtce & Imp of Outdoor Leisure Areas	1,356,388	33,763	159,958	193,721
F04	Community Sport and Recreational Development	680	-	-	-
F05	Operation of Arts Programme	1,803,708	261,259	64,334	325,593
F06	Agency & Recoupable Services	-	-	-	-
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>8,045,626</b>	<b>322,422</b>	<b>680,197</b>	<b>1,002,619</b>
Less Transfers to/from Reserves		681,867		-	-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>7,363,759</b>		<b>680,197</b>	<b>1,002,619</b>

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

		EXPENDITURE	INCOME		
DIVISION	TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€
G01	Land Drainage Costs	90,845	72,315	175	72,490
G02	Operation and Maintenance of Piers and Harbours	1,655,976	-	48,738	48,738
G03	Coastal Protection	107,327	71,241	138	71,379
G04	Veterinary Service	610,794	2,440	396,966	399,406
G05	Educational Support Services	1,072,952	864,118	4,257	868,375
G06	Agency & Recoupable Services	-	-	-	-
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>3,537,894</b>	<b>1,010,114</b>	<b>450,275</b>	<b>1,460,388</b>
Less Transfers to/from Reserves		637,117		-	-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>2,900,777</b>		<b>450,275</b>	<b>1,460,388</b>

**SERVICE DIVISION H**  
**MISCELLANEOUS SERVICES**

		EXPENDITURE	INCOME		
DIVISION	TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		€	€	€	€
H01	Profit/Loss Machinery Account	6,179,931	6,536	5,267,611	5,274,147
H02	Profit/Loss Stores Account	196,514	-	230,969	230,969
H03	Administration of Rates	8,156,812	-	101,287	101,287
H04	Franchise Costs	215,468	-	5,143	5,143
H05	Operation of Morgue and Coroner Expenses	337,108	-	473	473
H06	Weighbridges	1,576	-	25	25
H07	Operation of Markets and Casual Trading	9,674	-	5,892	5,892
H08	Malicious Damage	-	-	-	-
H09	Local Representation/Civic Leadership	1,172,147	-	1,462	1,462
H10	Motor Taxation	1,825,145	44,479	55,405	99,883
H11	Agency & Recoupable Services	6,402,603	11,527	5,289,720	5,387,879
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>24,496,977</b>	<b>62,542</b>	<b>10,957,987</b>	<b>11,107,161</b>
Less Transfers to/from Reserves		2,047,960		-	-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>22,449,017</b>		<b>10,957,987</b>	<b>11,107,161</b>
<b>TOTAL ALL DIVISIONS</b>		<b>127,910,785</b>	<b>31,235,334</b>	<b>45,977,656</b>	<b>77,340,642</b>

## APPENDIX 3

### ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2015 €	2014 €
<b>Department of the Environment, Heritage and Local Government</b>		
Road Grants	186,720	150,000
Housing Grants & Subsidies	5,631,608	5,050,090
Library Services	-	0
Local Improvement Schemes	-	0
Urban and Village Renewal Schemes	-	0
Water Services Group Schemes	41,253	43,453
Environmental Protection/Conservation Grants	323,150	420,550
Miscellaneous	396,453	3,142,021
LPT Self Funding	-	0
	6,579,184	8,806,114
<b>Other Departments and Bodies</b>		
Road Grants	22,312,919	24,908,705
Local Enterprise Office	794,801	753,596
Higher Education Grants	864,118	2,318,384
Community Employment Schemes	-	0
Civil Defence	131,021	81,092
Miscellaneous	553,291	1,066,443
	24,656,151	29,128,219
<b>Total</b>	<b>31,235,334</b>	<b>37,934,332</b>

## ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2015	2014
	€	€
Rents from Houses	10,781,198	10,810,580
Housing Loans Interest & Charges	855,068	939,532
Domestic Water	-	-
Commercial Water	-	-
Irish Water	16,985,021	17,884,423
Domestic Refuse	-	-
Commercial Refuse	-	-
Domestic Sewerage	-	-
Commercial Sewerage	-	-
Planning Fees	441,768	472,278
Parking Fines/Charges	878,161	852,298
Recreation & Amenity Activities	1,921	824
Library Fees/Fines	87,762	99,795
Agency Services	14,831	7,693
Pension Contributions	2,030,363	2,324,987
Property Rental & Leasing of Land	851,296	604,343
Landfill Charges	-	-
Fire Charges	570,934	517,778
NPPR	1,910,940	3,213,370
Misc. (Detail)	10,568,394	11,229,138
	<b>45,977,656</b>	<b>48,957,037</b>



## APPENDIX 5

### SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2015	2014
	€	€
<b>EXPENDITURE</b>		
Payment to Contractors	13,509,861	12,886,209
Purchase of Land	2,232,757	1,798,066
Purchase of Other Assets/Equipment	4,643,242	1,535,596
Professional & Consultancy Fees	2,577,752	1,683,480
Other	11,152,299	8,630,531
<b>Total Expenditure (Net of Internal Transfers)</b>	<b>34,115,911</b>	<b>26,533,881</b>
Transfers to Revenue	945,402	752,890
<b>Total Expenditure (Incl Transfers) *</b>	<b>35,061,313</b>	<b>27,286,771</b>
<b>INCOME</b>		
<b>Grants and LPT</b>	23,589,107	23,162,596
<b>Non - Mortgage Loans</b>	** -	0
<b>Other Income</b>		
(a) Development Contributions	849,741	-1,058,067
(b) Property Disposals		
- Land	150,122	141,572
- LA Housing	17,000	553,633
- Other property	98,100	37,000
(c) Purchase Tenant Annuities	11,982	18,825
(d) Car Parking	-	0
(e) Other	4,269,508	2,656,393
<b>Total Income (Net of Internal Transfers)</b>	<b>28,985,560</b>	<b>25,511,953</b>
Transfers from Revenue	2,689,235	2,333,156
<b>Total Income (Incl Transfers) *</b>	<b>31,674,795</b>	<b>27,845,109</b>
<b>Surplus\Deficit) for year</b>	<b>(3,386,518)</b>	<b>558,338</b>
<b>Balance (Debit)\Credit @ 1 January</b>	<b>38,847,462</b>	38,289,124
<b>Balance (Debit)\Credit @ 31 December</b>	<b>35,460,944</b>	<b>38,847,462</b>

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

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

	BALANCE @ 1/1/2015	EXPENDITURE	INCOME				TRANSFERS			BALANCE @ 31/12/2015
			Grants and LPT	Non-Mortgage Loans*	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	
	€	€	€	€	€	€	€	€	€	€
Housing & Building	10,740,629	5,819,765	3,627,040	4,792	569,177	4,201,009	178,636	945,402	(68,822)	8,286,286
Road Transportation & Safety	5,490,122	17,244,148	14,141,326	787,340	180,170	15,108,836	126,249	-	854,802	4,335,860
Water Services	(988,742)	1,089,361	900,592	258,964	774,326	1,933,882	-	-	(177,115)	(321,336)
Development Management	8,055,524	676,591	260,276	402,802	1,342,179	2,005,257	222,500	-	(85,953)	9,520,737
Environmental Services	(793,671)	(156,866)	125,000	1,083,518	-	1,208,518	90,000	-	-	661,712
Recreation & Amenity	(2,350,014)	6,849,481	3,756,724	3,330,691	1,586,478	8,673,893	245,872	-	(522,912)	(802,643)
Agriculture, Education, Health & Welfare	(82,964)	762,117	778,148	-	-	778,148	282,688	-	-	215,755
Miscellaneous Services	18,776,580	1,831,314	-	(5,868,106)	944,123	(4,923,983)	1,543,290	-	-	13,564,573
<b>TOTAL</b>	<b>38,847,462</b>	<b>34,115,911</b>	<b>23,589,107</b>	<b>-</b>	<b>5,396,453</b>	<b>28,985,560</b>	<b>2,689,235</b>	<b>945,402</b>	<b>0</b>	<b>35,460,944</b>

Note: Mortgage-related transactions are excluded

## APPENDIX 7

### Summary of Major Revenue Collections for 2015

A Debtor type	B Incoming arrears @ 1/1/2015	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 @ 31/12/2015 = (G-H)	J Specific doubtful arrears*	K % Collected = (H)/(G-J)
	€	€	€	€	€	€	€	€	€	
Rates	17,578,313	31,022,480	3,875,688	4,346,058	-	40,379,046	24,692,578	15,686,468	1,050,236	63%
Rents & Annuities	1,317,899	10,816,737	-	52,186	-	12,082,450	10,850,526	1,231,924	-	90%
Housing Loans	1,158,373	2,023,315	-	36,370	-	3,145,318	1,993,467	1,151,851	-	63%
Domestic Refuse	-	-	-	-	-	-	-	-	-	0%
Commercial Refuse	469,100	-	-	-	-	469,100	44,473	424,627	-	9%

\*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
Abbey Centre Management Company Ltd	Ltd by Guarantee	Associate	€ 70,800.00	€ 15,866.00	€ 103,616.00	€ 12,011.00	€ 54,934.00	N	31/12/2014
Ballyshannon Leisure Centre Management Ltd	Ltd by Guarantee	Associate	€ 11,492.00	€ 11,492.00	€ 457,750.00	€ 457,750.00	€ -	N	31/12/2014
Bundoran Waterworld Ltd	Ltd by Guarantee	Associate	€ 100,308.00	€ 100,308.00	€ 538,801.00	€ 538,801.00	€ -	N	31/12/2014
Donegal Community & Cultural Development Company Ltd	Ltd by Guarantee	Associate	€ 3,711,513.00	€ 3,804,324.00	€ 245,858.00	€ 249,705.00	€ (92,811.00)	N	31/03/2015
County Donegal Tourism Ltd.		Associate	€ 93,184.00	€ 85,612.00	€ 127,396.00	€ 126,011.00	€ 7,572.00	N	31/12/2014
Earagail Arts festival Management Company Ltd	Ltd by Guarantee	Associate	€ 90,835.00	€ 8,880.00	€ 437,646.00	€ 438,247.00	€ 81,955.00	N	31/12/2014
Ernact EEIG	50.00%	EEIG	€ 292,097.00	€ 292,097.00	€ 416,584.00	€ 416,584.00	€ -	N	31/12/2015
Finn Valley Swimming Pool Ltd	Ltd by Guarantee	Associate	€ 5,887,028.00	€ 6,593,626.00	€ 570,796.00	€ 865,771.00	€ (706,598.00)	N	31/12/2015
Fort Dunree Military Museum Company Ltd	Ltd by Guarantee	Associate	€ 1,001,244.00	€ 482,519.00	€ 158,560.00	€ 193,085.00	€ 518,725.00	N	31/12/2015
Letterkenny Theatre Management Company Ltd	Ltd by Guarantee	Associate	€ 97,060.00	€ 179,752.00	€ 1,332,891.00	€ 1,337,237.00	€ (82,692.00)	N	31/12/2014
Letterkenny Sports Complex Development Ltd	Ltd by Guarantee	Associate	€ 16,653,169.00	€ 19,994,816.00	€ 13,321.00	€ 488,933.00	€ (3,341,647.00)	N	31/12/2014

## APPENDIX 9 SUMMARY OF LOCAL PROPERTY TAX ALLOCATED

	2015 €	2015 €
<b>Discretionary</b>		
Discretionary Local Property Tax	22,720,760	
		22,720,760
<b>Self Funding - Revenue</b>		
Housing & Building	0	
Roads Transportation & Safety	0	
		0
<b>Total Local Property Tax - Revenue</b>		22,720,760
<b>Self Funding - Capital</b>		
Housing & Building	0	
Roads Transportation & Safety	0	
		0
<b>Total Local Property Tax - Capital</b>		0
<b>Total Local Property Tax - Allocated</b>		22,720,760

## **APPENDIX 10**

**Report to the Elected Members on 30<sup>th</sup> May 2016  
including detailed analysis of Income and  
Expenditure by Division**

A/1 (2015)

**TO: CATHAOIRLEACH & EACH MEMBER OF DONEGAL COUNTY COUNCIL**

**Re: Authorisation of Donegal County Council to exceed the Revised Revenue Budget in the Local Financial Year ended the 31<sup>st</sup> December 2015**

### **Introduction**

Section 104 of the Local Government Act 2001, as amended by the Local Government Reform Act 2014, requires Local Authorities to seek the authorisation of the Elected Members to exceed the Adopted Budget, except in certain defined circumstances such as where specific additional funding which would substantially offset such additional expenditure is made available to the local authority by the Minister or any other public authority for that service or function.

This report sets out the amendments to the Adopted Budget that occurred during 2015, together with the outturn figures for Gross Income and Gross Expenditure for the year ended 31<sup>st</sup> December 2015.

Standard rounding rules apply to all figures/tables presented in this document.

### **Overview – Adopted Budget versus Revised Budget 2015**

Table 1 below sets out the Adopted Budget for 2015 and summarises the revisions made to it arising from increased/decreased funding provisions and changes in allocations on a contra basis across Service Divisions during 2015.

<b><u>Table 1 – Adopted Budget versus Revised Budget</u></b>		
	<b>Expenditure €</b>	<b>Income €</b>
<b>Adopted Budget 2015</b>	131,256,053	131,256,053
<b>Revised Budget 2015</b>	134,484,639	134,484,639
<b>Movement - Increase</b>	3,228,586	3,228,586

The Revised Budget figure is the Adopted Budget of €131,256,053 plus grant adjustments notified and other net adjustments, resulting in a total net increase of €3,228,586. These adjustments result in a Revised Budget total of €134,484,639 for 2015.

The movement from the Adopted Budget to the Revised Budget arises as a result of net increases and decreases across all Service Divisions. A detailed explanation for the net increase of €3,228,586 is provided per Service Division later in this report.

<b>Table 2 – Summary of Movements from Adopted Budget to Revised Budget per Service Division for 2015</b>				
<b>Div</b>	<b>Description</b>	<b>Expenditure €</b>	<b>Income €</b>	<b>Net €</b>
<b>A</b>	Housing & Building	910,289	781,104	129,185
<b>B</b>	Road, Transport & Safety	3,548,627	3,311,303	237,324
<b>C</b>	Water Services	(2,656,829)	(2,665,034)	8,205
<b>D</b>	Development Management	91,710	105,778	(14,068)
<b>E</b>	Environmental Services	(307,721)	38,866	(346,587)
<b>F</b>	Recreation & Amenity	361,045	255,189	105,856
<b>G</b>	Agriculture, Education, Health & Welfare	(817,146)	(824,467)	7,321
<b>H</b>	Miscellaneous Services	2,098,611	1,037,471	1,061,140
	Commercial Rates		1,188,376	(1,188,376)
	<b>Totals</b>	<b>3,228,586</b>	<b>3,228,586</b>	<b>0</b>

Standard rounding rules apply.

### **Overview – Actual Gross Income and Gross Expenditure for Year Ended 31<sup>st</sup> December 2015**

Table 3 overleaf sets out the gross income and gross expenditure for each Service Division for the financial year ended 31<sup>st</sup> December 2015. The income and expenditure outturn represents a net improvement of €620,934 for the year ended 31<sup>st</sup> December 2015.

This improvement means that the consolidated accumulated revenue deficit (General Reserve) has decreased from €14,966,588 at the end of 2014 to €14,345,654 at the end of 2015 (see Table 4).

The net revenue deficit at the end of 2015, taking account of the Specific Revenue Reserve of €3,374,679, now stands at €10,970,975.



**Table 3 - Actual Gross Expenditure & Gross Income for year ended  
31<sup>st</sup> December 2015**

<b>Service Division</b>	<b>Gross Expenditure 2015 €</b>	<b>Gross Income 2015 €</b>	<b>Net Inc v Exp 2015 €</b>
Housing & Building	15,799,123	18,066,367	2,267,244
Road Transport & Safety	39,793,044	24,860,894	(14,932,150)
Water Services	18,394,128	17,798,845	(595,283)
Development Management	10,600,755	2,038,269	(8,562,486)
Environmental Services	12,548,413	1,368,804	(11,179,609)
Recreation & Amenity	8,045,626	1,002,619	(7,043,007)
Agriculture, Education, Health & Welfare	3,537,894	1,460,388	(2,077,506)
Miscellaneous Services	24,496,977	11,107,161	(13,389,816)
Local Government Fund		22,720,760	22,720,760
Pension Related Deduction		2,390,307	2,390,307
Rates		31,022,480	31,022,480
<b>Total</b>	<b>133,215,960</b>	<b>133,836,895</b>	<b>620,934</b>

**Table 4 - Movement in the Accumulated Revenue Reserve**

<b>Description</b>	<b>€</b>
Opening General Reserve at 01/01/15 (deficit)	(14,966,588)
Improvement for the year 2015	620,934
<b>Closing General Reserve at 31/12/15 (deficit)</b>	<b>(14,345,654)</b>
Specific Revenue Reserve	3,374,679
<b>Net Accumulated Revenue Deficit at 31/12/15</b>	<b>(10,970,975)</b>

## General Commentary on Outturn Figures for 2015

The net improvement of €620,934 is accounted for in detail at Table 5 and the text that follows. For convenience, the main contributors that have shaped the outturn position for 2015 are summarised below.

### Credits

- Additional income in the sum of **€1.24m** was realised in respect of Irish Water's contribution to Central Management Charges
- The provision for bad & doubtful debts for Commercial Rates was reduced by **€0.93m**. The provision has been maintained at 50% of outstanding arrears at 31<sup>st</sup> December 2015.
- Additional Commercial Rates income in the sum of **€1.19m** was realised arising from a review of the former Letterkenny Town Council Commercial Rates Warrant.
- Income from Property Entry Levies was in the sum of **€0.085m**
- Additional income from Fees & Charges was realised - including additional Fire Service Charges of **€0.266m** and Planning Fees of **€0.115m**
- Storm Damage funding in the sum of **€0.236m** was received from the Department of the Environment in 2015, along with a further amount of €0.527m, which was deferred in order to undertake further repair works in 2016
- There were savings in the sum of **€1.2m** under Service Support Costs (Appendix A - Central Management Charges) primarily under salaries, pensions and gratuities headings

### Debits

- There was under-realisation of income from Non-Principal Private Residence (NPPR) Charges in the sum of **€0.718m**. Additional resources have been applied to this area for 2016 with a view to maximising outstanding charges
- There were additional RA-16 Write-Offs of Commercial Rates in the sum of **€2.128m**
- A 'Buildings/Property Capital Refurbishment Reserve' was established in the sum of **€0.64m**
- A 'Marine Capital Co-Financing Reserve' in the sum of **€0.1m** was established. Additional Revenue expenditure in the sum of **€0.083m** was applied to Marine Capital Jobs in 2015 to match external grant funding received (Storm Damage/Piers & Harbours)
- A 'Leisure Centres Capital Replacement Fund Reserve' in the sum of **€0.2m** was established
- A budget provision targeting income to be transferred from reserves of **€1.8m** was not required

## **Income and Expenditure Outturn per Service Division for 2015**

Table 5 below shows the 2015 outturn [surplus or (deficit)] for both Income and Expenditure as against the 2015 Revised Budget for each Service Division. The outturn figures in respect of 2015 'General Purpose Funding' sources as against the 2015 Revised Budget are also shown.

As stated in the introduction to this report, Section 104 of the Local Government Act 2001, as amended by the Local Government Reform Act 2014, requires Local Authorities to seek the authorisation of the Elected Members to exceed the Adopted Budget.

Therefore, there is a legal requirement for the Elected Members to consider and approve the actual Gross Expenditure for 2015 as against the Revised Budget for 2015 and, where applicable, to consider those Divisions where Gross Expenditure exceeds the Revised Budget for that Service Division.

<b>Table 5 – Income &amp; Expenditure Outturn per Service Division</b>					
<b>Service Division</b>		<b>2015 Expenditure (over)/under Revised Budget</b>	<b>2015 Income over/(under) Revised Budget</b>	<b>2015 Net Position</b>	<b>See Page No.</b>
		<b>€</b>	<b>€</b>	<b>€</b>	<b>Page</b>
A	Housing & Building	819,989	(234,309)	585,680	<b>8</b>
B	Road Transport & Safety	94,597	(47,370)	47,227	<b>12</b>
C	Water Services	759,965	510,097	1,270,062	<b>15</b>
D	Development Management	627,488	150,097	777,585	<b>18</b>
E	Environmental Services	(285,931)	292,320	6,389	<b>21</b>
F	Recreation & Amenity	27,723	137,149	164,872	<b>24</b>
G	Agriculture, Education, Health & Welfare	(102,693)	46,850	(55,843)	<b>27</b>
H	Miscellaneous Services	(672,459)	(1,542,886)	(2,215,345)	<b>30</b>
	Local Government Fund (LPT)		0	0	
	Pension Levy		40,307	40,307	
	Commercial Rates		0	0	
<b>Totals</b>		<b>1,268,679</b>	<b>(647,744)</b>	<b>620,934</b>	

Division E 'Environmental Services' recorded over-expenditure in the sum of €285,931. The reasons for the over-expenditure are explained in detail on pages 21 - 23 of this report.

Division G 'Agriculture, Education, Health & Welfare' recorded over-expenditure in the sum of €102,693. The reasons for the over-expenditure are explained in detail on pages 27 - 29 of this report.

Division H 'Miscellaneous Services' recorded over-expenditure in the sum of €672,459. The reasons for the over-expenditure are explained in detail on pages 30 - 33 of this report.

### **Other Service Divisions for Information Purposes**

For the sake of completeness, this report provides outturn information for the other five Service Divisions A, B, C, D & F including explanations for (over)/under expenditure and additional/(under-realisation) of income.

For further information on Service Support Costs savings I have included information on Division J (Appendix A in the Budget Book) in respect of Central Management Charges at the end of this report in pages 34 & 35.

### **Commentary on General Purpose Funding Income for 2015**

The Local Government Fund, funded by Local Property Tax receipts, was realised in full in 2015.

There was additional income from Pension Related Deductions (PRD) in the sum of €40,307.

The adopted budget for Commercial Rates for 2015 was €29,834,104. The Revised Budget for Commercial Rates was €31,022,480. The increase arose following a review of the former Letterkenny Town Council Rates Warrant for 2015. Income & Expenditure budgets increased in tandem to take account of the adjustment.

### **Resolution Required**

The 2015 Gross Expenditure in Divisions E, G and H exceeds the 2015 Revised Budget and therefore:

***I am hereby seeking the approval of the Council's Elected Members as appropriate for the actual gross expenditure figure of €133,215,960 as set out on Table 3, Page 3 when compared to the Revised Budget of €134,484,639 (Adopted Budget as amended by net increases in funding received for 2015) for all Divisions in accordance with Subsection 7 of Section 104 of the Local Government Act 2001 as amended by the Local Government Reform Act 2014.***

Actual Income and Expenditure figures for each Service Division are now examined in detail in the following pages.

Explanations are provided where there are variations between actual Income and Expenditure figures and the Revised Budget figures for 2015. Standard rounding rules have been applied throughout.

## **Division A - Housing and Building**

### **Adopted Expenditure Budget versus Revised Expenditure Budget**

The following adjustments to the Adopted Expenditure Budget occurred in Division A during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€15,708,823</b>
1	Improvements to Vacant Properties	€770,076
2	Support to the Housing Capital Programme	€77,718
3	Central Service Support Costs across Division A	€7,331
4	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	€55,164
<b>Total Net Adjustments</b>		<b>€910,289</b>
<b>Revised Expenditure Budget 2015</b>		<b>€16,619,112</b>

### **Actual Expenditure versus Revised Budget for 2015**

Actual expenditure in Division A is compared to the Revised Budget for Division A in the tables below.

<b>Revised Budget 2015</b>	<b>€16,619,112</b>
Actual Expenditure 2015	€15,799,123
<b>Under-Expenditure</b>	<b>€819,989</b>

Net under-expenditure of €819,989 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Housing Adaptation Grants (Contra)	€86,641
<b>Total</b>	<b>€86,641</b>
<b><u>Under-Expenditure</u></b>	
Loan Charges	€18,159
Bad and Doubtful Debts – Write-Offs	€92,995
RAS & Long-Term Leasing	€145,437
Housing Maintenance	€265,122
Voluntary Housing Loan Charges & Administration	€48,888
Net Under-Expenditure on Debt Management, Rent Assessment and other general administration and miscellaneous Headings across Division A	€114,778
Central Service Support Costs Savings across Division A (Allocations from Division J)	€221,251
<b>Total</b>	<b>€906,630</b>
<b>Net Total Under-Expenditure</b>	<b>€819,989</b>

## Commentary

Over-expenditure on Housing Adaptation Grants was funded by transfers from Internal Capital Receipts.

Lower interest rates resulted in savings of €18,159 on loan charges payments in 2015.

Write-offs in respect of bad & doubtful debts were less than provided for in the budget. This resulted in savings of €92,995.

Under-expenditure of €145,437 under RAS and Long-Term Leasing headings is reflected in an under-realisation of income in the same area.

Additional external funding from the Department of Environment, Community & Local Government was sourced in 2015 for the purposes of returning vacant properties to productive use. The effect of this additional income was to lessen the demand on own resources for housing maintenance during 2015. This resulted in a saving of €265,122.

There was under-expenditure of €221,251 under Central Service Support Costs for Division A. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division A during 2015.

<b>Adopted Income Budget 2015</b>	<b>€17,519,572</b>
1 Improvements to Vacant Properties	€770,076
2 Central Service Support Costs across Division A	€11,028
<b>Total Net Adjustments</b>	<b>€781,104</b>
<b>Revised Income Budget 2015</b>	<b>€18,300,676</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division A is compared to the Revised Budget for Division A in the tables below.

<b>Revised Income Budget 2015</b>	<b>€18,300,676</b>
Actual Income 2015	€18,066,367
<b>Under-Realisation of Income</b>	<b>€234,309</b>

Net under-realisation of income of €234,309 is accounted for hereunder.

<b><u>Additional Income</u></b>	
Housing Adaptation Grants – Transfers from Internal Capital Receipts (Contra)	€86,641
HAP Administration Recoupment 2015	€76,050
Housing Rents	€55,657
Other miscellaneous headings including Traveller Accommodation, insurance claims, transfers from the Overhead Account etc.	€115,063
<b>Total</b>	<b>€333,411</b>
<b><u>Under-Realisation of Income</u></b>	
Central Service Support Income across Division A (Allocations from Division J)	€3,938
Housing Loan Repayments by borrowers	€47,045
Shared Ownership Rent	€116,652
RAS and Long-Term Leasing	€314,139
Voluntary Housing Loan Charges Recoupment	€59,726
Other miscellaneous headings including agency services	€26,220.08
<b>Total</b>	<b>€567,720</b>
<b>Total Net Under-Realisation of Income</b>	<b>€234,309</b>

### Commentary

Additional income in the sum of €76,050 was received in respect of Housing Assistance Payment (HAP) administration.

Additional Housing Rents income was in the sum of €55,657.

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division A in the sum of €3,938 under this heading.

There was under-realisation of income under Shared Ownership Rent in the sum of €116,652, which is attributable to the indexation of accounts post-2002 and was not budgeted for.

There was under-realisation of RAS and Long-Term Leasing income in the sum of €314,139. This is partially mitigated by under-expenditure in these areas. Over the longer term, income and expenditure on these headings converge to a balanced position.



### Summary of Outturn Position in Division A

The overall position on Division A for Income and Expenditure in 2015 shows a net improvement of €585,680 as against the Revised Budget for 2015.

Net Under-Expenditure	€819,989
Net Under-Realisation of Income	€234,309
<b>Total Net Improvement in Division A for 2015</b>	<b>€585,680</b>

## Division B - Road, Transportation & Safety

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division B during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€36,339,015</b>
1	Net Increases in Road Grants	€3,217,865
2	Public Lighting – Additional Funding	€53,285
2	Central Service Support Costs across Division B	€11,301
3	Transfer from Division E (Street Sweeping)	€299,000
4	Transfer to Division G (Land Drainage)	(€8,310)
5	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	(€24,514)
<b>Total Net Adjustments</b>		<b>€3,548,627</b>
<b>Revised Expenditure Budget 2015</b>		<b>€39,887,641</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division B is compared to the Revised Budget for Division B in the tables below.

<b>Revised Expenditure Budget 2015</b>	<b>€39,887,641</b>
Actual Expenditure 2015	€39,793,044
<b>Under Expenditure</b>	<b>€94,597</b>

Net under-expenditure of €94,597 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Maintenance & Improvement of Roads	€449,550
Car Parking Administration & Maintenance	€78,967
<b>Total</b>	<b>€528,517</b>
<b><u>Under-Expenditure</u></b>	
Central Service Support Costs savings across Division B (Allocations from Division J)	€290,468
Public Lighting Maintenance & Improvement	€242,216
Net miscellaneous headings including general administration across Division B, Traffic Management, other Road Design Office headings, etc.	€90,430
<b>Total</b>	<b>€623,114</b>
<b>Net Total Under-Expenditure</b>	<b>€94,597</b>

## Commentary

The net total under-expenditure of €94,597 represents approximately 0.24% of the overall revised budget amount of €39,887,641 for Division B.

Net over-expenditure in the sum of €449,550 under 'Maintenance & Improvement of Roads' arose in connection with works carried out on local & regional roads.

Over-expenditure on Car Parking Administration & Maintenance is fully mitigated by additional income under this heading.

There was under-expenditure of €290,468 under Central Service Support Costs for Division B. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division B during 2015.

<b>Adopted Income Budget 2015</b>	<b>€21,596,962</b>
1 Net Increases in Roads Grants	€3,217,865
2 Public Lighting – Additional Funding	€53,285
3 Central Service Support Costs across Division B	€40,153
<b>Total Net Adjustments</b>	<b>€3,311,303</b>
<b>Revised Income Budget 2015</b>	<b>€24,908,264</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division B is compared to the Revised Budget for Division B in the tables below.

<b>Revised Income Budget 2015</b>	<b>€24,908,264</b>
Actual Income 2015	€24,860,894
<b>Under-Realisation of Income</b>	<b>€47,370</b>

Net under-realisation of Income of €47,370 is accounted for overleaf.

<b><u>Additional Income</u></b>	
Car Parking Income	€84,515
Miscellaneous additional income across Division B including Road Safety Engineering Improvement and agency services	€24,352
<b>Total</b>	<b>€108,867</b>
<b><u>Under-Realisation of Income</u></b>	
Maintenance & Improvement of Non-National Roads	€141,898
Central Service Support Income across Division B (Allocations from Division J)	€14,339
<b>Total</b>	<b>€156,237</b>
<b>Net Total Under-Realisation of Income</b>	<b>€47,370</b>

### Commentary

Additional car parking income in the sum of €84,515 was received in 2015. This fully mitigates over-expenditure in this area.

The under-realisation of income from 'Maintenance and Improvement of Non-National Roads' is related in many instances to the multi-annual nature of funding allocations, which can impact positively or negatively in any given year. The Department of Transport, Tourism & Sport operates within a financial year that runs from December to November each year, whereas Donegal County Council operates within a financial year that runs to the calendar year.

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division B in the sum of €14,339 under this heading.

### Summary of Outturn Position in Division B

The overall position on Division B for Income and Expenditure in 2015 shows a net improvement of €47,227 as against the Revised Budget for 2015.

Net Under-Expenditure	€94,597
Net Under-Realisation of Income	€47,370
<b>Total Net Improvement in Division B for 2015</b>	<b>€47,227</b>

## Division C - Water Services

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division C during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€21,810,922</b>
1	Irish Water Budget Reduction (Contra - Loan Charges)	(€2,678,506)
2	Central Service Support Costs across Division C	€10,796
3	Administration of Group Schemes	€10,881
<b>Total Net Adjustments</b>		<b>(€2,656,829)</b>
<b>Revised Expenditure Budget 2015</b>		<b>€19,154,093</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division C is compared to the Revised Budget for Division C in the tables below.

<b>Revised Expenditure Budget 2015</b>	<b>€19,154,093</b>
Actual Expenditure 2015	€18,394,128
<b>Under-Expenditure</b>	<b>€759,965</b>

Net under-expenditure of €759,965 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Operation & Maintenance of Public Conveniences	€14,786
<b>Total</b>	<b>€14,786</b>
<b><u>Under-Expenditure</u></b>	
Irish Water Expenditure Headings	€492,481
Administration of Group Schemes	€21,419
Central Service Support Costs savings across Division C (Allocations from Division J to IW related activities and non-IW related activities)	€260,851
<b>Total</b>	<b>€774,751</b>
<b>Net Total Under-Expenditure</b>	<b>€759,965</b>

#### Commentary

The operation of public conveniences and the administration of group schemes remain the responsibility of Donegal County Council. There was marginal over-expenditure of €14,786 under the heading of Operation & Maintenance of Public Conveniences.

There was under-expenditure of €260,851 under Central Service Support Costs for Division C. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division C during 2015.

<b>Adopted Income Budget 2015</b>		<b>€19,953,782</b>
1	Irish Water Budget Reduction (Contra - Loan Charges)	(€2,678,506)
2	Central Service Support Costs across Division C	€33,473
3	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	(€20,001)
<b>Total Net Adjustments</b>		<b>(€2,665,034)</b>
<b>Revised Income Budget 2015</b>		<b>€17,288,748</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division C is compared to the Revised Budget for Division C in the tables below.

<b>Revised Income Budget 2015</b>	<b>€17,288,748</b>
Actual Income 2015	€17,798,845
<b>Additional Income</b>	<b>€510,097</b>

Net additional income of €510,097 occurred in the following areas:

<b><u>Additional Income</u></b>	
Irish Water Income Headings	€547,111
Public Conveniences	€3,686
<b>Total</b>	<b>€550,797</b>
<b><u>Under-Realisation of Income</u></b>	
Central Service Support Income across Division C (Allocations from Division J to IW related activities and non-IW related activities)	€11,953
Administration of Group Schemes	€28,747
<b>Total</b>	<b>€40,700</b>
<b>Net Total Additional Income</b>	<b>€510,097</b>

## Commentary

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division C in the sum of €11,953 under this heading.

## Summary of Outturn Position in Division C

The overall position on Division C for Income and Expenditure in 2015 shows a net improvement of €1,270,062 as against the Revised Budget for 2015.

Net Under-Expenditure	€759,965
Net Additional Income	€510,097
<b>Total Net Improvement in Division C for 2015</b>	<b>€1,270,062</b>

The net improvement in Division C is primarily attributable to additional Irish Water income in respect of Central Management Charges (CMC) costs allocated to Irish Water activities and recouped as income from Irish Water. An additional €1.24m was realised under this heading in 2015.

## **Division D - Development Management**

### **Adopted Expenditure Budget versus Revised Expenditure Budget**

The following adjustments to the Adopted Expenditure Budget occurred in Division D during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€11,136,533</b>
1	Tourism Development/Marketing (CEDRA) Contra	€66,400
2	Conservation Services (Structures at Risk) Contra	€25,000
3	Central Service Support Costs across Division D	€7,010
4	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	(€6,700)
<b>Total Net Adjustments</b>		<b>€91,710</b>
<b>Revised Expenditure Budget 2015</b>		<b>€11,228,243</b>

### **Actual Expenditure versus Revised Budget for 2015**

Actual expenditure in Division D is compared to the Revised Budget for Division D in the tables below.

<b>Revised Budget 2015</b>	<b>€11,228,243</b>
Actual Expenditure 2015	€10,600,755
<b>Under-Expenditure</b>	<b>€627,488</b>

Net under-expenditure of €627,488 occurred in the following areas:

<b><u>Under-Expenditure</u></b>	
Central Service Support Costs Savings across Division D (Allocations from Division J)	€180,289
County Development Plan	€87,111
Conservation Services & Coastal Zone Management	€54,313
Local Enterprise Office	€78,549
Takeover of Housing Estates	€86,757
Refundable Security Bond Interest	€29,542
Net Direct Service Support Costs (Admin) including Forward Planning & Planning Control/Enforcement	€110,927
<b>Total Net Under-Expenditure</b>	<b>€627,488</b>



## Commentary

There were significant savings in Pay and Non-Pay headings across the Planning Service as well as in Service Support Costs allocated from Division J.

Under-expenditure of €87,111 arose under the County Development Plan heading.

There was under-expenditure of €86,757 under Takeover of Housing Estates. It should be noted that the 2015 budget under this heading has been repeated in 2016 to ensure the delivery of intended outcomes.

There was under-expenditure of €180,289 under Central Service Support Costs for Division D. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division D during 2015.

<b>Adopted Income Budget 2015</b>	<b>€1,782,394</b>
1 Tourism Development/Marketing (CEDRA) Grant	€66,400
2 Conservation Services (Structures at Risk) Grant	€25,000
3 Central Service Support Costs across Division D	€14,378
<b>Total Net Adjustments</b>	<b>€105,778</b>
<b>Revised Income Budget 2015</b>	<b>€1,888,172</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division D is compared to the Revised Budget for Division D in the tables below.

<b>Revised Income Budget 2015</b>	<b>€1,888,172</b>
Actual Income 2015	€2,038,269
<b>Additional Income</b>	<b>€150,097</b>

Net additional Income of €150,097 occurred in the following areas:

<b>Additional Income</b>	
Planning Fees & Charges	€115,377
Recoupment of Legal Fees	€10,812

Community & Enterprise - Social Inclusion Funding	€51,763
Net miscellaneous additional income across various headings in Division D	€7,254
<b>Total</b>	<b>€185,206</b>
<b><u>Under-Realisation of Income</u></b>	
Local Enterprise Office	€29,975.19
Central Service Support Income across Division D (Allocations from Division J)	€5,134
<b>Total</b>	<b>€35,109</b>
<b>Total Net Additional Income</b>	<b>€150,097</b>

### Commentary

There was additional income of €115,377 from Planning Fees & Charges. This is related to the number and types of applications received.

Additional income of €10,812 was realised from the recoupment of legal fees.

Additional funding in the sum of €51,763 was received from the Department of the Environment towards salary costs in Community & Enterprise (Social Inclusion).

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division D in the sum of €5,134 under this heading.

### Summary of Outturn Position in Division D

The overall position on Division D for Income and Expenditure in 2015 shows a net improvement of €777,585 as against the Revised Budget for 2015.

Net Under-Expenditure	€627,488
Net Additional Income	€150,097
<b>Total Net Improvement in Division D for 2015</b>	<b>€777,585</b>

## Division E - Environmental Services

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division E during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€12,570,202</b>
1	Central Service Support Costs across Division E	€2,217
2	Transfer to Division B – Street Sweeping	(€299,000)
3	Civil Defence (Storm Damage 2015) Contra	€3,106
4	Fire Service (Storm Damage 2015) Contra	€29,901
5	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	(€43,945)
<b>Total Net Adjustments</b>		<b>(€307,721)</b>
<b>Revised Expenditure Budget 2015</b>		<b>€12,262,482</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division E is compared to the Revised Budget for Division E in the tables below.

<b>Revised Expenditure Budget 2015</b>	<b>€12,262,482</b>
Actual Expenditure 2015	€12,548,413
<b>Over-Expenditure</b>	<b>€285,931</b>

Net over-expenditure of €285,931 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Landfill related activities	€4,900
Waste Awareness, Litter Wardens, Clean-Up Campaign, Mobile Litter Unit, etc.	€97,840
Civil Defence Management & Administration	€37,333
Fire Service Pay & Non-Pay Headings	€252,148
<b>Total</b>	<b>€392,221</b>
<b><u>Under-Expenditure</u></b>	
Central Service Support Costs Savings across Division E (Allocations from Division J)	€45,604
Maintenance of Burial Grounds	€3,304
County Laboratory – Pay & Non Pay Headings	€44,056
Net Miscellaneous Under-Expenditure across Division E including Water Safety, Dangerous Dwellings and Derelict Sites	€13,326
<b>Total</b>	<b>€106,290</b>
<b>Total Net Over-Expenditure</b>	<b>€285,931</b>

## Commentary

Net over-expenditure in the sum of €97,840 occurred under Waste Awareness, Litter Wardens, Clean-Up Campaigns, Mobile Litter Unit, etc. The main cause of over-expenditure in this area was increased pay and overtime costs incurred during 2015.

Over-expenditure on Civil Defence is fully mitigated by additional income under the same heading.

Over-expenditure on the Fire Service is fully mitigated by additional income within the Fire Service.

There was under-expenditure of €45,604 under Central Service Support Costs for Division E. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division E during 2015.

<b>Adopted Income Budget 2015</b>	<b>€1,037,618</b>
1 Central Service Support Costs across Division E	€5,859
2 Civil Defence (Storm Damage 2015)	€3,106
3 Fire Service (Storm Damage 2015)	€29,901
<b>Total Net Adjustments</b>	<b>€38,866</b>
<b>Revised Income Budget 2015</b>	<b>€1,076,484</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division E is compared to the Revised Budget for Division E in the tables below.

<b>Revised Income Budget 2015</b>	<b>€1,076,484</b>
Actual Income 2015	€1,368,804
<b>Additional Income</b>	<b>€292,320</b>

Additional income in the sum of €292,320 is detailed in the table overleaf.

<b><u>Additional Income</u></b>	
Civil Defence Management & Administration	€43,786
Fire Charges	€176,868
Fire Safety Certificates	€81,016
Fire Service - Miscellaneous Headings including inspections and licences	€18,832
County Lab – including Pollution Control and Environmental Protection	€29,736
Net miscellaneous additional income across Division E	€974
<b>Total</b>	<b>€351,212</b>
<b><u>Under Realisation of Income</u></b>	
Waste Regulation - Licensing	€56,800
Central Service Support Income across Division E (Allocations from Division J)	€2,092
<b>Total</b>	<b>€58,892</b>
<b>Total Net Additional Income</b>	<b>€292,320</b>

### Commentary

Additional Fire Service income is related to activity levels during 2015. The additional income fully mitigates over-expenditure in this area.

Under-realisation of income under Waste Regulation is due to licence/permit fees no longer being payable to Donegal County Council.

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division E in the sum of €2,092 under this heading.

### Summary of Outturn Position in Division E

The overall position on Division E for Income and Expenditure in 2015 shows a net improvement of €6,389 as against the Revised Budget for 2015.

Net Over-Expenditure	€285,931
Net Additional Income	€292,320
<b>Total Net Improvement in Division E for 2015</b>	<b>€6,389</b>

## Division F - Recreation and Amenity

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division F during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€7,712,304</b>
1	Central Service Support Costs across Division F	€3,379
2	Finn Valley Leisure Centre Recoupable Grant	€220,000
3	Wild Atlantic Way Discovery Points	€7,507
4	Lisfannon Beach (Storm Damage)	€19,000
5	Library Services Admin (Transfer from Division H)	€39,216
6	Library Services Admin (Transfer from Division J)	€71,943
<b>Total Net Adjustments</b>		<b>€361,045</b>
<b>Revised Expenditure Budget 2015</b>		<b>€8,073,349</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division F is compared to the Revised Budget for Division F in the tables below.

<b>Revised Expenditure Budget 2015</b>	<b>€8,073,349</b>
Actual Expenditure 2015	€8,045,626
<b>Under-Expenditure</b>	<b>€27,723</b>

Net under-expenditure of €27,723 occurred in the following areas:

<b>Over-Expenditure</b>		
Leisure Centre Contributions & Costs		€82,805
Arts Activities including Regional Cultural Centre, County Museum and Arts Development Programme		€35,285
<b>Total</b>		<b>€118,090</b>
<b>Under-Expenditure</b>		
Central Support Costs Savings across Division F (Allocations from Division J)		€72,371
Library Services		€35,067
Beach Maintenance, Parks & Open Spaces		€38,375
<b>Total</b>		<b>€145,813</b>
<b>Total Net Under-Expenditure</b>		<b>€27,723</b>

## Commentary

There was over-expenditure of €82,805 under the heading of Leisure Centre Contributions and Costs. This is primarily made up of additional loan charges and contributions to running costs.

Over-expenditure on Arts Activities is fully mitigated by additional income under the same heading.

There was under-expenditure of €72,371 under Central Service Support Costs for Division F. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division F during 2015.

<b>Adopted Income Budget 2015</b>		<b>€610,282</b>
1	Central Service Support Costs across Division F	€8,682
2	Finn Valley Leisure Centre Recoupable Grant	€220,000
3	Wild Atlantic Way Discovery Points	€7,507
4	Lisfannon Beach (Storm Damage)	€19,000
<b>Total Net Adjustments</b>		<b>€255,189</b>
<b>Revised Income Budget 2015</b>		<b>€865,470</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division F is compared to the Revised Budget for Division A in the tables below.

<b>Revised Income Budget 2015</b>	<b>€865,470</b>
Actual Income 2015	€1,002,619
<b>Additional Income</b>	<b>€137,149</b>

Net additional income of €137,149 occurred in the following areas:

<b><u>Additional Income</u></b>	
Arts Activities including Regional Cultural Centre, County Museum and Arts Development Programme	€53,122
Library Service	€25,366
Parks & Open Spaces	€63,037
<b>Total</b>	<b>€141,525</b>

<b>Under Realisation of Income</b>	
Central Service Support Income across Division F (Allocations from Division J)	€3,100
Net Under-Realisation of Income across miscellaneous headings in Division F	€1,276
<b>Total</b>	<b>€4,376</b>
<b>Total Net Additional Income</b>	<b>€137,149</b>

### Commentary

Net additional income of €137,149 arose across various headings in the division including Library Fees & Charges, events income, sponsorship of open spaces, contributions from the Overhead Account and contributions from the Heritage Council (Heritage Plan) and the Loughs Agency (works at Shroove Beach).

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division F in the sum of €3,100 under this heading.

### Summary of Outturn Position in Division F

The overall position on Division F for Income and Expenditure in 2015 shows a net improvement of €164,872 as against the Revised Budget for 2015.

Net Under-Expenditure	€27,723
Net Additional Income	€137,149
<b>Total Net Improvement in Division F for 2015</b>	<b>€164,872</b>



## Division G - Agriculture, Education, Health & Welfare

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division G during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€4,252,347</b>
1	Higher Education Grants	(€920,883)
2	Central Service Support Costs across Division G	€979
3	Land Drainage (OPW)	€24,790
4	Coastal Protection (OPW)	€69,658
5	Transfer from Division B (Land Drainage)	€8,310
<b>Total Net Adjustments</b>		<b>(€817,146)</b>
<b>Revised Expenditure Budget 2015</b>		<b>€3,435,201</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division G is compared to the Revised Budget for Division G in the tables below.

<b>Revised Budget 2015</b>	<b>€3,435,201</b>
Actual Expenditure 2015	€3,537,894
<b>Over-Expenditure</b>	<b>€102,693</b>

Net over-expenditure of €102,693 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Marine Services	€233,103
<b>Total</b>	<b>€233,103</b>
<b><u>Under-Expenditure</u></b>	
Veterinary Service	€76,942
Administration of Higher Education Grants	€29,764
Central Service Support Costs Savings across Division G (Allocations from Division J)	€23,704
<b>Total</b>	<b>€130,410</b>
<b>Total net Over-Expenditure</b>	<b>€102,693</b>

#### Commentary

Over-expenditure of €233,103 occurred in Marine Services. A 'Marine Capital Co-Financing Reserve' in the sum of €100,000 was established in 2015 and charged to this area. The balance of €133,103 relates to works carried out on piers and harbours (Storm Damage) - primarily matching funds used to leverage additional grant funding.

Under expenditure in the Veterinary Service occurred across a number of headings including Inspection of Abattoirs, Control of Horses, Control of Dogs and general administration headings.

There was under-expenditure in HEG Grants and Administration of €29,764.

There was under-expenditure of €23,704 under Central Service Support Costs for Division G. There was under-expenditure of approximately €1.2m in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division G during 2015.

<b>Adopted Income Budget 2015</b>	<b>€2,238,004</b>
1 Higher Education Grants	(€920,883)
2 Central Service Support Costs across Division G	€1,968
3 Land Drainage (OPW)	€24,790
4 Coastal Protection (OPW)	€69,658
<b>Total Net Adjustments</b>	<b>(€824,467)</b>
<b>Revised Income Budget 2015</b>	<b>€1,413,538</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division G is compared to the Revised Budget for Division G in the tables below.

<b>Revised Income Budget 2015</b>	<b>€1,413,538</b>
Actual Income 2015	€1,460,388
<b>Additional Income</b>	<b>€46,850</b>

Additional income of €46,850 occurred in the following areas:

<b><u>Additional Income</u></b>	
Veterinary Service	€39,549
Net Miscellaneous Additional Income across Division G	€8,004
<b>Total</b>	<b>€46,553</b>
<b><u>Under-Realisation of Income</u></b>	
Central Service Support Income across Division G (Allocations from Division J)	€703
<b>Total</b>	<b>€703</b>
<b>Total Net Additional Income</b>	<b>€46,850</b>

## Commentary

Additional income in the sum of €39,549 occurred in the Veterinary Service. This consists of additional income from Dog Licences and from the recoupment of costs from the Food Safety Authority of Ireland (Inspection of Abattoirs).

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division G in the sum of €703 under this heading.

### Summary of Outturn Position in Division G

The overall position on Division G for Income and Expenditure in 2015 shows a net overspend in the sum of €55,843 as against the Revised Budget for 2015.

Net Over-Expenditure	€102,693
Net Additional Income	€46,850
<b>Total Net Over-Expenditure in Division G for 2015</b>	<b>€55,843</b>

## Division H - Miscellaneous Services

### Adopted Expenditure Budget versus Revised Expenditure Budget

The following adjustments to the Adopted Expenditure Budget occurred in Division H during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€21,725,908</b>
1	Central Service Support Costs across Division H	€4,930
2	Increase in Machinery & Materials Account	€1,414,900
3	Insurance Costs Adjustment - Contra	(€267,700)
4	Increase in Irrecoverable Rates Provision	€1,188,376
5	Salary Budget Transfers to other Divisions	(€269,463)
6	Other net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	€27,568
<b>Total Net Adjustments</b>		<b>€2,098,611</b>
<b>Revised Expenditure Budget 2015</b>		<b>€23,824,518</b>

### Actual Expenditure versus Revised Budget for 2015

Actual expenditure in Division H is compared to the Revised Budget for Division H in the tables below.

<b>Revised Expenditure Budget 2015</b>	<b>€23,824,518</b>
Actual Expenditure 2015	€24,496,977
<b>Over-Expenditure</b>	<b>€672,459</b>

Net over-expenditure of €672,459 occurred in the following areas:

<b><u>Over-Expenditure</u></b>	
Commercial Rates (Write-Offs)	€7,297
Register of Electors/Franchise Fees	€24,554
Coroners' Fees & Expenses	€32,463
Establishment of Leisure Centres Capital Replacement Reserve (transfer to Capital Programme Group F)	€200,000
Refurbishment Reserve - Lifford Army Barracks	€200,000
Project Development Fund Reserve	€200,000
Creation of Buildings/Property Refurbishment Reserve	€640,000
<b>Total</b>	<b>€1,304,314</b>
<b><u>Under Expenditure</u></b>	
Elected Members' Costs	€94,179
Central Service Support Costs Savings across Division H (Allocations from Division J)	€113,020
Machinery & Materials Account	€49,344

Commercial Rates Administration Costs	€34,154
Operation of Markets & Casual Trading	€13,465
Motor Tax Administration	€178,277
Net Under-Expenditure on Miscellaneous Headings across Division H including Direct Service Support Costs in Corporate Services and Finance Sections	€149,416
<b>Total</b>	<b>€631,855</b>
<b>Total Net Over-Expenditure</b>	<b>€672,459</b>

### Commentary

Division H encompasses a wide range of headings that transcend across the organisation, particularly in terms of Support Services in the areas of Corporate and Finance. The above table highlights the main headings contributing to the net over-expenditure for Division H.

There were additional Commercial Rates Write-Offs in the sum of €2,128,270 for 2015. However, the additional write-offs were mitigated on the expenditure side by a combination of the following:

1. The increased expenditure budget provision that mirrored the increased income budget arising from a review of the former Letterkenny Town Council Commercial Rates Warrant (an amount of €1,188,376); *and*
2. The application (writing-back) of an amount of €932,597 from the Commercial Rates Provision for Bad/Doubtful Debts

It should be noted that the Provision for Bad/Doubtful Debts in respect of Commercial Rates has been retained at 50% of the closing arrears figure at yearend 2015.

The following transfers to reserves were funded from Division H in 2015:

- €200,000 was transferred from Revenue in order to provide for refurbishment works to the former Lifford Army Barracks
- €200,000 was transferred from Revenue to augment the Project Development Fund Reserve established in 2014
- €640,000 was transferred from Revenue to create a buildings/property refurbishment capital reserve
- A Leisure Centres capital replacement reserve in the sum of €200,000 was created to address future capital demands in this area (transferred to Capital Programme Group 6)

There was under-expenditure of €94,179 on Elected Members' costs during 2015.

Over-expenditure of €32,463 was incurred in Coroners' Fees and Expenses.

There was under-expenditure of €113,020 under Service Support Costs for Division H. There was under-expenditure of €1.2m approx in Service Support Costs in Division J (Appendix A) which, when allocated, is reflected across all Service Divisions. The detail of the under-expenditure in Division J will be outlined later in this report.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division H during 2015.

<b>Adopted Income Budget 2015</b>		<b>€11,612,576</b>
1	Central Service Support Costs across Division H	€9,460
2	Increase in Machinery & Materials Account	€1,414,900
3	Transfer to Division J (Pension Income)	(€125,000)
4	Insurance Costs Adjustment Contra	(€267,700)
5	Other net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	€5,811
<b>Total Net Adjustments</b>		<b>€1,037,471</b>
<b>Revised Income Budget 2015</b>		<b>€12,650,047</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division H is compared to the Revised Budget for Division H in the tables below.

<b>Revised Income Budget 2015</b>	<b>€12,650,047</b>
Actual Income 2015	€11,107,161
<b>Under-Realisation of Income</b>	<b>€1,542,886</b>

Net under-realisation of income of €1,542,886 is accounted for in the table overleaf.

<b><u>Additional Income</u></b>	
Machinery & Materials Account	€398,312
Property Entry Levies	€84,772
Increased Dividend from IPB Insurances	€197,555
Net Additional Income arising in miscellaneous headings across Division H including investment income, transfers from the Overhead Account and Facilities Maintenance income	€297,913
<b>Total</b>	<b>€978,552</b>
<b><u>Under-Realisation of Income</u></b>	
Utilisation of Internal Capital Receipts/Reserves	€1,800,000
Non-Principal Private Residence (NPPR) Charges	€718,060
Central Service Support Income across Division H (Allocations from Division J)	€3,378
<b>Total</b>	<b>€2,521,438</b>
<b>Total Net Under-Realisation of Income</b>	<b>€1,542,886</b>

### Commentary

A wide range of income headings accounted for in Division H show additional or reduced income amounts when compared to the Revised Budget.

The targeted utilisation of Internal Capital Receipts and Reserves of €1.8m was not required.

There was under-realisation of income from Non-Principal Private Residence Charges (NPPR) during 2015 amounting to €718,060.

There was additional income in the sum of €84,772 from Property Entry Levies (PEL).

The marginal shortfall in income in Division J (pension income), when allocated across Service Divisions, has resulted in the under-realisation of income in Division H in the sum of €3,378 under this heading.

### Summary of Outturn Position in Division H

The overall position on Division H for Income and Expenditure in 2015 has resulted in net over-expenditure of €2,215,345 as against the Revised Budget for 2015.

Net Over-Expenditure	€672,459
Net Under-Realisation of Income	€1,542,886
<b>Total Net Over-Expenditure in Division H for 2015</b>	<b>€2,215,345</b>

## **Division J - Central Management Charges (Appendix A)**

All Expenditure and Income in Division J is assigned to cost pools and thereafter allocated to service costs using appropriate cost drivers defined at national level. The share out of these charges is included in the Sub-Services entitled 'Service Support Costs' in each of the Divisions A to H in Appendix 2 of the Annual Financial Statement. Division J is reported on here by way of further clarification of Service Support Costs and Income.

### **Adopted Expenditure Budget versus Revised Expenditure Budget**

The following adjustments to the Adopted Expenditure Budget occurred in Division J during 2015.

<b>Adopted Expenditure Budget 2015</b>		<b>€18,252,512</b>
1	Net transfers to/from other Divisions including other miscellaneous budget adjustments (information only becomes available after the budget is adopted and when the outturn for the year is determined)	€47,944
<b>Total Net Adjustments</b>		<b>€47,944</b>
<b>Revised Expenditure Budget 2015</b>		<b>€18,300,456</b>

### **Actual Expenditure versus Revised Budget for 2015**

Actual expenditure in Division J is compared to the Revised Budget for Division J in the tables below.

<b>Revised Expenditure Budget 2015</b>		<b>€18,300,456</b>
Actual Expenditure 2015		€17,093,897
<b>Under-Expenditure</b>		<b>€1,206,559</b>

Net under-Expenditure of €1,206,559 occurred in the following areas:

<b><u>Under Expenditure</u></b>	
Pensions and Gratuities	€614,059
Facilities Management and Maintenance (Corporate Building Costs)	€91,411
Secretariat & Corporate Services – Pay and Non-Pay Headings (HQ and Area Offices)	€253,957
Reprographic Services – Printing, Postage, etc.	€47,511
Human Resources – Pay and Non-Pay Headings	€101,473
Finance Services – Pay and Non-Pay Headings	€66,390
Information & Communication Technology	€31,758
<b>Total Net Under-Expenditure</b>	<b>€1,206,559</b>



## Commentary

This positive outturn reflects as under-expenditure in Service Support Costs allocated to all services. Savings in Service Support Costs do not impact on the delivery of front-line services.

The final outturn for Pensions and Gratuities has resulted in under expenditure of €614,059. This is made up of savings under pensions and gratuities expenses that were budgeted for but did not materialise.

### **Adopted Income Budget versus Revised Income Budget**

The following adjustments to the Adopted Income Budget occurred in Division J during 2015.

<b>Adopted Income Budget 2015</b>	<b>€1,950,000</b>
1   Transfer from Division H (Pension Income)	€125,000
<b>Total Net Adjustments</b>	<b>€125,000</b>
<b>Revised Income Budget 2015</b>	<b>€2,075,000</b>

### **Actual Income versus Revised Budget for 2015**

Actual income in Division J is compared to the Revised Budget for Division J in the tables below.

<b>Revised Income Budget 2015</b>	<b>€2,075,000</b>
Actual Income 2015	€2,030,363
<b>Under-Realisation of Income</b>	<b>€44,637</b>

The income in this area derives from contributions to Pensions by Employees of the Council. The marginal variance in income is explained by actual outcomes for 2015 differing from estimates made circa November 2014 in the Adopted Budget.

### **Summary of Outturn Position in Division J**

The overall position on Division J for Income and Expenditure in 2015 shows a net improvement of €1,161,922 as against the Revised Budget for 2015.

Net Under-Expenditure	€1,206,559
Net Under-Realisation of Income	€44,637
<b>Total Net Improvement in Division J for 2015</b>	<b>€1,161,922</b>

## **Transfers to/from Reserves**

The following table summarises transfers from Revenue to Capital during 2015, which were not budgeted for specifically in the 2015 Adopted Budget.

<b>Programme Group</b>	<b>Description</b>	<b>Amount €</b>
1	Housing and Building	178,636
2	Road Transportation and Safety	126,249
3	Water Supply and Sewerage	-
4	Development Incentives and Control	-
5	Environmental Protection	90,000
6	Recreation and Amenity	245,872
7	Agriculture, Education, Health and Safety	182,688
8	Miscellaneous Services	1,040,000
	<b>Total</b>	<b>1,863,445</b>

### Programme Group 1 – Housing & Building

Transfers consist of Rental Accommodation Scheme (RAS) retained balances and transfers to provide for unfunded capital balances.

### Programme Group 2 – Road Transportation & Safety

Transfers consist primarily of monies transferred from Car Parking Charges to create a reserve for infrastructure improvements.

### Programme Group 5 – Environmental Protection

A Fire Service capital replacement reserve in the sum of €90,000 was created in 2015.

### Programme Group 6 – Recreation and Amenity

A Leisure Centres capital replacement reserve in the sum of €200,000 was created in 2015. The balance relates to transfers to address miscellaneous unfunded balances.

### Programme Group 7 – Agriculture, Education, Health & Safety

€100,000 was set aside in the Adopted Budget 2015 to co-fund marine capital projects. An additional transfer in the sum of €82,688 was applied to co-fund completed marine capital projects grant-aided by the Department of the Environment & Local Government and the Department of Agriculture, Fisheries & Food.

Additionally, a capital reserve in the sum of €100,000 was created in 2015 to co-fund future marine capital works.

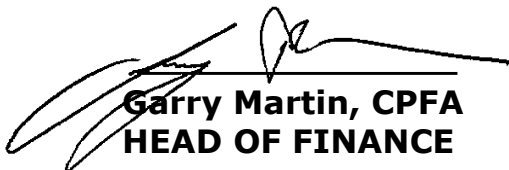
#### Programme Group 8 – Miscellaneous Services

Transfers to Capital/Reserves in Division H consisted of the following:

- €200,000 was transferred from Revenue in order to provide for refurbishment works to the former Lifford Army Barracks
- €200,000 was transferred from Revenue to augment the Project Development Fund Reserve established in 2014
- €640,000 was transferred from Revenue to create a buildings/property refurbishment capital reserve

#### **Conclusion:**

***I am hereby seeking the approval of the Council's Elected Members as appropriate for the actual gross expenditure figure of €133,215,960 as set out on Table 3, Page 3 when compared to the Revised Budget of €134,484,639 (Adopted Budget as amended by net increases in funding received for 2015) for all Divisions in accordance with Subsection 7 of Section 104 of the Local Government Act 2001 as amended by the Local Government Reform Act 2014.***



**Garry Martin, CPFA  
HEAD OF FINANCE**