

Comhairle Chontae Dhún na nGall  
Donegal County Council



*Annual Financial Statement*  
**2019**  
*(Audited)*

**ANNUAL FINANCIAL  
STATEMENT  
(AUDITED)**

**Donegal County Council**

**For year ending 31<sup>st</sup> December 2019**

# CONTENTS - 2019

	<b>Page</b>
Foreword from Chief Executive	1
Financial Review	6
Certificate of Chief Executive / Head of Finance	14
Audit Opinion	15
Statement of Accounting Policies	16
 <b>Financial Accounts</b>	
Statement of Comprehensive Income (Income & Expenditure Account)	21
Statement of Financial Position (Balance Sheet)	22
Statement of Funds Flow (Funds Flow Statement)	23
Notes on and forming part of the Accounts	24
 <b>Appendices</b>	
1. Analysis of Expenditure	35
2. Expenditure and Income by Division	36
3. Analysis of Income from Grants and Subsidies	40
4. Analysis of Income from Goods and Services	41
5. Summary of Capital Expenditure and Income	42
6. Capital Expenditure and Income by Division	43
7. Major Revenue Collections	44
8. Interest of Local Authorities in Companies	45

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

## **INTRODUCTION**

The Annual 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 2019.

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 2019. 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 evolving opportunities and 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.

The effects of the global Covid-19 pandemic present a significant challenge for the organisation as we progress through 2020 and into 2021. The Covid-19 pandemic has prompted organisations of all kinds, public and private, to focus on the financial implications of the restricted social and commercial environment.

It is clear, even at this point, that the financial impact will be significant. However, an estimate of such costs, both in terms of dealing with the crisis and the direct impact on other income and expenditure for the local authority, cannot be made at this time. As such, there has been no requirement to make any adjustments to the financial statements of Donegal County Council for 2019.

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 Statement of Comprehensive Income for the year ending 31<sup>st</sup> December 2019 shows an overall surplus for the year of €652,747.

The surplus for 2019 has the effect of improving the accumulated revenue deficit (General Reserve) from €8,386,583 at the end of 2018 to €7,733,836 at the end of 2019.

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 2019 Revenue Statement of Comprehensive Income (Income & Expenditure). The AFS figures for 2018 are shown for comparative purposes. Standard rounding rules have been applied.

**Table 1 – Revenue Statement of Comprehensive Income (Income & Expenditure): 2019 and 2018**

	<b>2019 €</b>	<b>2018 €</b>
Income	156,914,754	162,693,289
Expenditure	156,262,007	162,126,768
<b>Net Surplus/(Deficit)</b>	<b>652,747</b>	<b>566,521</b>

**Table 2 – Major Elements of Statement of Comprehensive Income (Income & Expenditure): 2019 and 2018**

<b>Major Elements of Income</b>	<b>2019 €</b>	<b>2018 €</b>
Grants and Subsidies	45,649,251	50,144,456
Goods and Services (excluding NPPR)	48,436,554	49,884,492
Non Principal Private Residence Charges (NPPR)	1,693,787	2,487,140
Local Property Tax	25,119,850	25,119,850
Commercial Rates	34,153,707	33,360,538
Contributions from Other Local Authorities	108,878	104,827
Other transfers from Reserves	1,752,728	1,591,987
<b>Total</b>	<b>156,914,754</b>	<b>162,693,289</b>

<b>Major Elements of Expenditure</b>	<b>2019 €</b>	<b>2018 €</b>
Payroll and Pensions Expenses	61,840,732	61,304,769
Operational Expenses	70,584,622	75,880,207
Administration Expenses	5,218,493	4,366,595
Establishment Expenses	2,162,639	2,130,100
Loan Charges (Interest & Principal)	5,767,304	5,552,324
Other Financial Expenses (excluding loan interest payments)	7,089,780	7,291,526
Transfers from Revenue to Capital/Reserves (excluding loan principal repayments)	3,657,472	5,258,646
Miscellaneous Expenses	(59,036)	342,602
<b>Total</b>	<b>156,262,007</b>	<b>162,126,768</b>
<b>Net of Income and Expenditure</b>	<b>652,747</b>	<b>566,521</b>

Total revenue expenditure in 2019 of €156,262,007 represents a decrease of €5,864,761 on the 2018 total Revenue Expenditure of €162,126,768.

There was a net increase of approximately €0.5m in Payroll and Pensions Expenses. Pension Gratuities were €0.273m lower in 2019 than in 2018. Pension payments increased by €0.082m year-on-year. Salary & Wages increased by €0.449m. There was a net increase in whole-time equivalent (WTE) staff numbers from 927.54 at the end of 2018 to 979.57 at the end of 2019. In addition, there were increases applied to basic rates of pay during 2019, as part of the continuing unwinding of the 'FEMPI' legislation.

Operational Expenses show a net decrease of €5.296m year-on-year. Operational Expenses in Service Division B, Road Transportation and Safety, reduced by €5.435m year-on-year. This primarily arose as a result of the comparatively higher levels of expenditure incurred on storm damage repairs in 2018 (arising from the severe weather event in August 2017). Operational Expenses in Service Division A, Housing & Building, increased by €1.415m (primarily on works associated with the Maintenance & Improvement of Local Authority Housing).

Administration Expenses increased year-on-year by €0.852m. This was as a result of additional costs incurred on 'Training', 'Computer Software & Maintenance', and the re-categorisation of certain annual payments from 'Payment of Grants' to 'Contributions to Other Bodies' (accounting treatment).

Establishment Expenses remained relatively static year-on-year.

Financial Expenses reduced by €0.309m year-on-year. Loan Interest Charges reduced by €0.107m; the net decrease arose primarily as a result of favourable interest rates.

Transfers from Revenue to Capital and Reserves show a decrease of €1.6m year-on-year. A breakdown of these transfers by Service Division, along with relevant descriptions, is provided in the Financial Review that follows this foreword.

## **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: 2019 and 2018**

	<b>2019 €m</b>	<b>2018 €m</b>
Capital Expenditure including Transfers	88.816	82.988
Total Outstanding on Mortgage Related Loans	15.107	15.962
Total Outstanding on Non-Mortgage Related Loans for Provision of Assets/Grants*	46.483	50.932
Development Levies Reserves – General & Specific (Credit)	10.542	9.099

\*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 €88.816m in 2019. This represents an increase of €5.828m on the 2018 figure (€82.988m). The increase in expenditure is primarily attributable to increases in expenditure in Programme Group 1, Housing and Building (+€1.767m), and Programme Group 2, Roads Transportation & Safety (+€3.506m).

A total of €16.399m was spent in 2019 on house purchase/construction (an increase of €0.255m year-on-year). €1.579m was spent on Housing Assistance Grants on the capital account in 2019 (an increase of €0.324m year-on-year).

Expenditure on National Roads in 2019 was €40.384m, compared with €40.280m in 2018 (an increase of €0.104m). The Roads Management Office (RMO) accounted for €4.587m in expenditure on the capital account during 2019 (an additional €2.252m when compared with the 2018 figure of €2.334m). Expenditure incurred on the operation & development of the RMO is fully funded by the Department of Transport, Sport & Tourism and by contributions from individual local authorities.

A breakdown of capital expenditure per Programme Group is provided in the Financial Review that follows this foreword.

## **CASH-FLOW & DEBTORS**

I wish to draw your attention to the Statement of Funds 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. The Council's bank/cash balance remained positive throughout 2019.

The figure for Gross Debtors has increased from €37.109m at the end of 2018 to €37.238m at the end of 2019 – a net increase of €0.129m. Commercial Rates debtors increased by €0.148m year-on-year, with the percentage of rates collected remaining static at 76%. However, it is worth noting that cash collected from Commercial Rates increased by €1.072m year-on-year. Other movements in debtor balances were primarily due to the timing of year-end recoupment claims submitted to government departments in respect of expenditure incurred on the Housing and Roads programmes.

As has been stated in previous years, 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. These relationships, and the multifaceted supports available through the Council's Local Enterprise Office and Economic Development Unit, are all the more important as we navigate together the challenges presented by the global pandemic.

The Council will work constructively and sympathetically with businesses and other customers with a view maximising income across all headings, where possible, in order to best maintain the level and quality of local authority services and supports to the citizens of the County.

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 €652,747 has been achieved for 2019. I am happy to report that the accumulated revenue deficit (General Reserve) has improved from €8,386,583 at the end of 2018 to €7,733,836 at the end of 2019.



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

**30<sup>th</sup> June 2020**



# **FINANCIAL REVIEW**

## ***FINANCIAL REVIEW***

***PREPARED BY RICHARD GIBSON FCCA  
A/HEAD OF FINANCE***

### **INTRODUCTION**

The 2019 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 2019 Statement of Comprehensive Income (Income and Expenditure Account) shows an improvement of €652,747 in the Council's Revenue Balance.

The Statement of Comprehensive Income may be summarised as follows:

<b>Table 1 – Income &amp; Expenditure Summary 2019 and 2018</b>	<b>2019 €</b>	<b>2018 €</b>
Income	155,162,027	161,101,302
Expenditure	(148,155,524)	(152,740,990)
Net Transfers from/(to) Reserves	(6,353,755)	(7,793,792)
<b>Surplus/(Deficit) for Year</b>	<b>652,747</b>	<b>566,521</b>

The accumulated revenue deficit has improved from (€8,386,583) at the end of 2018 to (€7,733,836) at the end of 2019.

<b>Table 2 – Movement in General Revenue Reserve 2019 and 2018</b>	<b>2019 €</b>	<b>2018 €</b>
Opening Credit/(Debit) Balance	(8,386,583)	(8,953,104)
Overall Surplus/(Deficit) for year	652,747	566,521
<b>Closing Credit/(Debit) Balance</b>	<b>(7,733,836)</b>	<b>(8,386,583)</b>

For convenience, the primary contributors that have shaped the outturn position for 2019 are summarised on the next page.

## Credits

- Additional income in the sum of **€0.519m** was realised in respect of Irish Water's contribution to Central Management Charges
- Additional income in the sum of **€0.294m** was realised from Non-Principal Private Residence (NPPR) Charges
- Savings on budgeted retirement gratuities amounted to **€1.049m**
- Additional income from Housing Rents amounted to **€0.556m**
- Additional income was realised from Fees & Charges - including additional Planning Fees of **€0.148m**, and additional Fire Charges and Fire Safety Certificates of **€0.166m**
- Additional activity, primarily in Roads, contributed to a better than anticipated Machinery-Yard/Stores Outturn for 2019 - **€0.945m**
- There were net savings under Salaries & Wages headings of approximately **€2.941m**. The savings arose due to shorter working-time arrangements, the timing of recruitments/assignments, and payroll transfers to the capital account.

## Debits

- An additional **€1.285m** from own resources was spent on Housing Maintenance in 2019
- There was under-realisation of income under Rates and Property Entry Levies headings in the sum of **€0.883m**
- Provisions for Bad & Doubtful Debts were increased by **€0.314m**
- The 'Project Development Fund Reserve' was augmented by **€1.291m**
- A budget provision targeting income to be transferred from reserves of **€3.669m** was not required

The comparison between the Budget as adopted for 2019 and the outturn for the year is as follows:

<b>Table 3 - Adopted Budget v Outturn</b>	<b>Budget 2019 €</b>	<b>Outturn 2019 €</b>	<b>Difference €</b>
Expenditure	145,979,803	156,262,007	10,282,204
Income	145,979,803	156,914,754	10,934,951
Surplus / (Deficit)	0	652,747	652,747

Standard rounding rules apply

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.

## **CAPITAL ACCOUNT PERFORMANCE**

As detailed in Table 4 below, gross expenditure of €88,815,804 and gross income of €84,310,182 in 2019 resulted in an overall decline of €4,505,622 in the Capital Account. The overall credit balance at 31<sup>st</sup> December 2019 is €38,011,666 compared with an overall credit balance of €42,517,288 at 31<sup>st</sup> December 2018.

**Table 4 – Capital Account Performance**

	<b>2019 €</b>	<b>2018 €</b>
Opening Credit Balance at 1st January	42,517,288	37,573,370
Expenditure (including Transfers)	88,815,804	82,988,190
Income (including Transfers)	84,310,181	87,932,107
<b>Surplus (Deficit)</b>	<b>(4,505,622)</b>	<b>4,943,918</b>
<b>Closing Credit Balance at 31st December</b>	<b>38,011,666</b>	<b>42,517,288</b>

Standard rounding rules have been applied. The year-on-year increase in capital expenditure of €5,827,614 primarily arises in net increases in 'Payments to Contractors', 'Purchase of Land' and 'Other' headings (including capital grants, payroll and administration costs, etc.). These increases primarily relate to expenditure on National Roads and the Housing Capital Programme.

**Table 5 – Capital Account Performance per Division/Programme-Group for 2019**

<b>Division</b>	<b>Balance @ 01/01/2019 €</b>	<b>Expenditure 2019 €</b>	<b>Income 2019 €</b>	<b>Balance @ 31/12/2019 €</b>	<b>Net Movement €</b>
<b>Housing &amp; Building</b>	2,917,223	24,402,796	22,440,548	954,976	(1,962,247)
<b>Road Transportation &amp; Safety</b>	7,881,194	49,042,390	45,946,948	4,785,753	(3,095,441)
<b>Water Services</b>	28,232	334,157	287,767	(18,158)	(46,390)
<b>Development Management</b>	11,355,888	1,291,515	2,555,031	12,619,403	1,263,515
<b>Environmental Services</b>	(322,754)	2,477,825	1,841,223	(959,356)	(636,602)
<b>Recreation &amp; Amenity</b>	2,094,936	7,679,830	6,967,104	1,382,210	(712,726)
<b>Agriculture, Education, Health &amp; Welfare</b>	415,385	505,571	563,930	473,744	58,359
<b>Miscellaneous Services</b>	18,147,185	3,081,720	3,707,630	18,773,094	625,909
<b>Totals</b>	<b>42,517,288</b>	<b>88,815,804</b>	<b>84,310,181</b>	<b>38,011,666</b>	<b>(4,505,622)</b>

The figures in the above table include transfers between divisions and transfers to/from Revenue.

## **FIXED ASSET SUMMARY**

The total value of fixed assets in the 2019 Annual Financial Statement is €3,416,931,445 (2018 - €3,405,785,615). Fixed Assets are subdivided

on the face of the Statement of Financial Position (Balance Sheet) as per Table 6 below:

**Table 6 – Fixed Asset Summary 2019**

<b>Fixed Assets</b>	<b>Value €</b>
Operational	757,848,860
Infrastructural	2,597,728,501
Community	6,869,478
Non-Operational	54,484,606
<b>Total</b>	<b>3,416,931,445</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/completions in the sum of €13,165m and net additions to Plant & Machinery in the sum of €0.999m.

## **LOAN ACCOUNTS**

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

As at 31<sup>st</sup> December 2019 the capital outstanding on these loans was €15.107m (2018: €15.962m); this represents a reduction of €0.854m.

In the financial year ending 31<sup>st</sup> December 2019 the following transactions summarise the movements in relation to mortgage related loans.

**Table 7a – Mortgage Loans**

<b>Loan Category</b>	<b>Borrowings €</b>	<b>Repayments &amp; Redemptions €</b>	<b>Net Reduction €</b>
<b>Mortgage Loans - Annuity (Standard/Reconstruction)</b>	-	800,579	800,579
<b>Mortgage Loans – Rebuilding Ireland Home Loans</b>	655,630	4,782	(650,848)
<b>Mortgage Loans - Annuity (Affordable)</b>	-	433,135	433,135
<b>Mortgage Loans - Shared Ownership (Standard)</b>	-	271,370	271,370
<b>Total</b>	<b>655,630</b>	<b>1,509,866</b>	<b>854,236</b>

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

As at 31<sup>st</sup> December 2019 the capital outstanding on these loans was €88.242m (2018: €95.506m); this represents a reduction of €7.264m.

In the financial year ended 31<sup>st</sup> December 2019 the following transactions summarise the movements in relation to non-mortgage loans.

**Table 7b – Non-Mortgage Loans**

<b>Loan Category</b>	<b>Early Redemptions €</b>	<b>Interest Capitalised €</b>	<b>Borrowings €</b>	<b>Repayment Principal €</b>	<b>Net Reduction €</b>
<b>Assets/Grants</b>	191,220	-	-	4,257,791	4,449,011
<b>Bridging Finance</b>	-	-	-	-	-
<b>Shared Ownership-Rented Equity</b>	-	-	-	518,805	518,805
<b>Voluntary Housing</b>	-	-	-	1,727,680	1,727,680
<b>Water Related Loans*</b>	-	-	-	568,296	568,296
<b>GRAND TOTAL</b>	-	-	-	<b>7,072,572</b>	<b>7,263,792</b>

\*Note: These are legacy loans relating to water services for which there is no net cost to the Council (recouped in full).

## **CASHFLOW AND DEBTORS**

Table 8 sets out details of collections and arrears on the major collection accounts for 2019.

**Table 8 - Major Collection Accounts 2019**

<b>Income Department</b>	<b>Cash Collected 2019 €</b>	<b>Arrears c/f at 31/12/2019 €</b>
Rates	27,746,968	15,424,576
Rents & Annuities	12,899,174	1,463,302
Housing Loans	1,969,731	939,783
<b>Total</b>	<b>42,615,873</b>	<b>17,827,661</b>

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

The amount of Commercial Rates collected in 2019 increased from €26.675m to €27.747m (+€1.072m). Commercial Rates arrears carried

forward at year-end 2019 increased slightly, from €15.277m at year-end 2018 to €15.425m at year-end 2019 (an increase of €0.148m). However, the percentage of Commercial Rates collected in 2019 remained static at 76%.

It is recognised that businesses continue to operate in a challenging economic environment, one that has been made all the more challenging by the global Covid-19 pandemic. 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. The Council will continue to work proactively and sympathetically with businesses and other customers as we progress through 2020 and into 2021.

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

The following table summarises transfers from Revenue to Capital & Reserves during 2019.

**Table 9 – Transfers from Revenue to Capital/Reserves 2019**

<b>Division</b>	<b>Description</b>	<b>Amount €</b>
A	Housing and Building	755,664
B	Road Transportation and Safety	317,384
C	Water Supply and Sewerage	29,477
D	Development Incentives and Control	326,085
E	Environmental Protection	151,101
F	Recreation and Amenity	44,322
G	Agriculture, Education, Health and Safety	177,895
H	Miscellaneous Services	1,855,545
	<b>Total</b>	<b>3,657,472</b>

#### Division A – Housing & Building

Transfers consist of Rental Accommodation Scheme (RAS) retained balances (€0.083m), transfers to the sinking fund for Long Term Leasing (€0.085m), provisions for unfunded capital balances (€0.352m), and transfers to balance various capital codes where no other funding source exists.

#### Division B – Road Transportation & Safety

Transfers consist primarily of monies transferred from Car Parking Charges for infrastructure improvements in the towns where the Parking

Charges were collected (€0.130m). An amount of €0.099m was transferred in order to purchase roads capital equipment (gantries).

#### Division C – Water Supply and Sewerage

Transfers relate to central management charges allocated from Division J (Purchase of Reprographic & IT Equipment and Energy Efficiency Works to Corporate Buildings).

#### Division D – Development Incentives and Control

A total of €0.223m was transferred from Revenue to augment reserves under the headings of Unfinished Housing Estates and Taking-in-Charge of Housing Estates. Other transfers consist of monies transferred to co-fund the 'ASCENT' project (€0.040m) and small transfers to fund/close sundry capital codes.

#### Division E – Environmental Protection

Transfers consist of monies transferred to fund the purchase of fire fighting equipment/capital (€0.069m), and to fund/close historic capital balances.

#### Division F – Recreation and Amenity

Transfers consist primarily of monies transferred to fund the purchase of library equipment and beach equipment.

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

€100,000 was set aside in the Adopted Budget 2019 to co-fund marine capital projects. This provision was used to co-fund various marine capital projects throughout the year. In addition to this, a further €0.068m was used to co-fund marine capital jobs in 2019.

#### Division H – Miscellaneous Services

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


- €0.514m was transferred from Revenue to the Machinery Yard Plant Replacement Reserve
- €1.291m was transferred from Revenue to augment the Project Development Fund Reserve



## **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 2019. 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.




**Richard Gibson FCCA,  
A/Head of Finance**

## **Donegal County Council**

### **Certificate of Chief Executive and Head of Finance for the year ended 31 December 2019**

- 1.1 We the Chief Executive and Head of Finance are responsible for preparing an annual financial statement in accordance with the 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 2019, as set out on pages 16 to 45, 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**

  
**Richard Gibson FCCA**  
**A/Head of Finance**

**Dated: 30<sup>th</sup> June 2020**

## **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 2019 as set out on pages 16 to 34, which comprise the Statement of Accounting Policies, Statement of Comprehensive Income, Statement of Financial Position, Funds Flow Statement and notes to and forming part of the accounts. The financial reporting framework that has been applied in its preparation is the Code of Practice and Accounting Regulations as prescribed by the Minister for Housing, Planning 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**

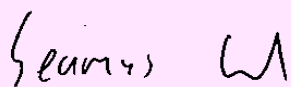
In my opinion the annual financial statement, which has been prepared in accordance with the Code of Practice and Accounting Regulations for local authorities, presents fairly the financial position of Donegal County Council at 31 December 2019 and its income and expenditure for the year then ended.

### **Emphasis of Matter- Uncertainty relating to COVID-19**

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

### **Statutory Audit Report**

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



**Local Government Auditor**

Date: 14/10/2020

## **STATEMENT OF ACCOUNTING POLICIES**

### **1. General**

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

### **2. Statement of Funds Flow (Funds Flow Statement)**

A Statement of Funds Flow was introduced as part of AFS 2011. While the guidance of International Accounting Standard 7 Statement of Cash Flows has been followed, the business of local authorities is substantially different to most private sector organisations and therefore some minor changes to the format have been agreed to ensure the data displayed is meaningful and useful within the local government sector. For this reason, the statement is being referred to as a 'Statement of Funds Flow'. The financial accounts now include a Statement of Funds Flow shown after the Statement of Financial Position (Balance Sheet). Notes 17 – 22 relate to the Statement of Funds Flow and are shown in the Notes on and forming part of the Accounts section of the AFS. Note 19 details Project/Non Project/Affordable/Voluntary balances, which can be either a debit or a credit balance. The funds flow assumes that these are debit balances and bases the (Increase)/Decrease description on this.

### **3. Accruals**

The revenue and capital accounts have been prepared on an accrual basis in accordance with the Code of Practice. The only exception is that not all income in respect of pre-2004 Development charges is accrued.

### **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 loaned 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 and Expenditure Statement).

## **4.2 Non-Mortgage Related Loans**

Note 7 to the accounts sets out the types of borrowing under this heading. Loans relating to 'assets/grants' and to '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 (e.g. 'recoupable') will have a corresponding value in Note 3 (Long-Term Debtors). The purpose of these loans is generally to acquire assets. The loan repayment cost of principal and interest is funded through the annual revenue 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 under the Local Government Superannuation Scheme and the Single Public Service Pension Scheme. The Single Public Service Pension Scheme ("Single Scheme") commenced with effect from 1 January 2013. Employee contributions for the Single Scheme continue to be deducted by local authorities, but are remitted centrally to DPER.

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

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

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

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

## **8. Fixed Assets**

### **8.1 Classification of Assets**

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

### **8.2 Recognition**

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

### 8.3 Measurement

A Statement of Financial Position (Balance Sheet) incorporating all of the assets of the local authority was included for the first time in the Annual Financial Statement for 2003. The assets were valued based on the 'Valuation Guideline' issued by the DHPLG. All assets purchased or constructed as from 1/1/2004 have been included at historical cost. Where historical cost information is not available, assets are capitalised at net realisable value. Accounting policies relating to leases are currently being developed and will be reflected in the financial statements at a future date.

### 8.4 Revaluation

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

### 8.5 Disposals

In respect of disposable assets, income is credited to a specific reserve and is generally applied in the purchase of new assets. Proceeds of the sale of local authority houses are to be applied as directed by the DHPLG.

### 8.6 Depreciation

Under the current method of accounting, the charge for depreciation is offset by the amortisation of the source of funding the asset. This method has a neutral impact on Income & Expenditure and consequently the charge for depreciation and the corresponding credit from amortisation are excluded from the Statement of Comprehensive Income (Income & Expenditure Statement).

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

Asset Type	Basis	Depreciation Rate
Plant & Machinery		
- Long life	S/L	10%
- Short life	S/L	20%
Equipment	S/L	20%
Furniture	S/L	20%
Heritage Assets		Nil
Library Books		Nil
Playgrounds	S/L	20%
Parks	S/L	2%
Landfill sites ( <b>*See note</b> )		
Water Assets		
- Water schemes	S/L	Asset life over 70 years
- Drainage schemes	S/L	Asset life over 50 years

The Council does not charge depreciation in the year of disposal. A full year's depreciation is charged 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.

## **9. Government Grants**

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

## **10. Development Debtors & Income**

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

## **11. Debt Redemption**

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

## **12. Lease Schemes**

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

## **13. Stock**

Stocks are valued on an average cost basis.

## **14. Work-in-Progress & Preliminary Expenditure**

Work-in progress and preliminary expenditure is the accumulated historical cost of various capital related projects. The income accrued in respect of these projects is shown in the Statement of Financial Position (Balance Sheet) as 'Income WIP'.

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

The interest of Donegal County Council in companies is listed in Appendix 8.

## **16. Related Parties**

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

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

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

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

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

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

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

Local Authority transactions with government departments are governed by central government controls and procedures driven by government accounting rules.

## **17. Covid-19: Post Balance Sheet (Non-Adjusting) Event**

In accordance with Circular Fin 05/20, Note 23 to the Financial Statements has been included to confirm that no adjustments have been made to the Financial Statements of Donegal County Council for the year-ended 31/12/19 arising from the effects of the Covid-19 pandemic.



# **FINANCIAL ACCOUNTS**

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

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

### Expenditure by Division

	Notes	Gross Expenditure	Income	Net Expenditure	Net Expenditure
		2019 €	2019 €	2019 €	2018 €
Housing & Building		18,967,986	19,687,435	(719,450)	(1,010,140)
Roads Transportation & Safety		52,805,269	35,957,302	16,847,967	16,591,878
Water Services		18,063,480	17,525,216	538,265	539,458
Development Management		13,468,703	4,635,864	8,832,839	8,809,405
Environmental Services		12,566,728	1,725,650	10,841,078	11,001,766
Recreation & Amenity		8,527,508	864,076	7,663,431	7,334,552
Agriculture, Education, Health & Welfare		2,251,251	678,025	1,573,226	1,468,462
Miscellaneous Services		21,504,601	14,814,902	6,689,699	5,384,694
<b>Total Expenditure/Income</b>	15	<b>148,155,524</b>	<b>95,888,470</b>		
<b>Net cost of Divisions to be funded from Rates &amp; Local Property Tax</b>				<b>52,267,055</b>	50,120,075
Rates				34,153,707	33,360,538
Local Property Tax				25,119,850	25,119,850
<b>Surplus/(Deficit) for Year before Transfers</b>	16			<b>7,006,502</b>	8,360,313
<b>Transfers from/(to) Reserves</b>	14			(6,353,755)	(7,793,792)
<b>Overall Surplus/(Deficit) for Year</b>				<b>652,747</b>	566,521
<b>General Reserve @ 1st January 2019</b>				(8,386,583)	(8,953,104)
<b>General Reserve @ 31st December 2019</b>				<b>(7,733,836)</b>	(8,386,583)

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

	Notes	2019 €	2018 €
<b>Fixed Assets</b>	1		
Operational		757,848,860	745,401,746
Infrastructural		2,597,728,501	2,597,728,501
Community		6,869,478	6,920,415
Non-Operational		54,484,606	55,734,953
		<b>3,416,931,445</b>	<b>3,405,785,615</b>
<b>Work in Progress and Preliminary Expenses</b>	2	100,024,492	95,460,317
<b>Long Term Debtors</b>	3	56,142,605	59,488,857
<b>Current Assets</b>			
Stocks	4	921,198	872,832
Trade Debtors & Prepayments	5	23,546,785	23,752,252
Bank Investments		44,306,890	56,304,642
Cash at Bank		-	-
Cash in Transit		376,342	277,203
		<b>69,151,215</b>	<b>81,206,929</b>
<b>Current Liabilities (Amounts falling due within one year)</b>			
Bank Overdraft		1,255,200	437,333
Creditors & Accruals	6	31,173,422	43,442,220
Finance Leases		-	-
		<b>32,428,622</b>	<b>43,879,552</b>
<b>Net Current Assets / (Liabilities)</b>		<b>36,722,593</b>	<b>37,327,377</b>
<b>Creditors (Amounts falling due after more than one year)</b>			
Loans Payable	7	99,153,618	107,278,482
Finance Leases		-	-
Refundable deposits	8	9,994,058	6,897,090
Other		2,302,460	1,802,101
		<b>111,450,136</b>	<b>115,977,673</b>
<b>Net Assets</b>		<b>3,498,370,998</b>	<b>3,482,084,494</b>
<b>Represented by</b>			
Capitalisation Account	9	3,416,931,445	3,405,785,615
Income WIP	2	97,857,794	94,700,658
Specific Revenue Reserve		-	-
General Revenue Reserve		(7,733,836)	(8,386,583)
Other Balances	10	(8,684,405)	(10,015,197)
<b>Total Reserves</b>		<b>3,498,370,998</b>	<b>3,482,084,493</b>

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

	Note	2019 €	2019 €
<b>REVENUE ACTIVITIES</b>			
Net Inflow/(outflow) from operating activities	17		(11,458,949)
<b>CAPITAL ACTIVITIES</b>			
<b>Returns on Investment &amp; Servicing of Finance</b>			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		11,145,829	
Increase/(Decrease) in WIP/Preliminary Funding		3,157,136	
Increase/(Decrease) in Reserves Balances	18	<u>2,316,107</u>	
<b>Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance</b>			<b>16,619,072</b>
<b>Capital Expenditure &amp; Financial Investment</b>			
(Increase)/Decrease in Fixed Assets		(11,145,829)	
(Increase)/Decrease in WIP/Preliminary Funding		(4,564,175)	
(Increase)/Decrease in Other Capital Balances	19	<u>(5,414,690)</u>	
<b>Net Inflow/(Outflow) from Capital Expenditure and Financial Investment</b>			<b>(21,124,694)</b>
<b>Financing</b>			
Increase/(Decrease) in Loan Financing	20	(4,278,252)	
(Increase)/Decrease in Reserve Financing	21	<u>4,429,375</u>	
<b>Net Inflow/(Outflow) from Financing Activities</b>			<b>151,123</b>
<b>Third Party Holdings</b>			
Increase/(Decrease) in Refundable Deposits			<b>3,096,968</b>
Net Increase/(Decrease) in Cash and Cash Equivalents	22		<u><b>(12,716,481)</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 @ 1/1/2019	78,786,744	6,572,950	540,131,942	186,988,145	16,434,661	3,855,900	1,685,256	2,597,728,501	-	3,432,184,099
<b>Additions</b>										
- Purchased	-	5	3,912,531	-	1,563,074	165,452	7,850	-	-	5,648,911
- Transfers WIP	-	-	9,252,387	-	245,490	174,176	-	-	-	9,672,053
Disposals\Statutory Transfers	(338,406)	-	(1,862,964)	-	-	(89,192)	(58,787)	-	-	(2,349,348)
Revaluations	-	-	-	-	-	-	-	-	-	-
Historical Cost Adjustments	(911,941)	-	-	1	-	-	-	-	-	(911,940)
<b>Accumulated Costs @ 31/12/2019</b>	<b>77,536,397</b>	<b>6,572,955</b>	<b>551,433,896</b>	<b>186,988,146</b>	<b>18,243,225</b>	<b>4,106,336</b>	<b>1,634,319</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,444,243,775</b>
<b>Depreciation</b>										
Depreciation @ 1/1/2019	7,710,798	1,787,791	-	-	13,418,727	3,481,168	-	-	-	26,398,484
Provision for Year	-	0	-	-	809,386	193,651	-	-	-	1,003,038
Disposals\Statutory Transfers	-	-	-	-	-	(89,192)	-	-	-	(89,192)
<b>Accumulated Depreciation @ 31/12/2019</b>	<b>7,710,798</b>	<b>1,787,791</b>	<b>-</b>	<b>-</b>	<b>14,228,113</b>	<b>3,585,628</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,312,330</b>
<b>Net Book Value @ 31/12/2019</b>	<b>69,825,599</b>	<b>4,785,164</b>	<b>551,433,896</b>	<b>186,988,146</b>	<b>4,015,112</b>	<b>520,708</b>	<b>1,634,319</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,416,931,445</b>
Net Book Value @ 31/12/2018	71,075,946	4,785,159	540,131,942	186,988,145	3,015,935	374,732	1,685,256	2,597,728,501	-	3,405,785,615
<b>Net Book Value by Category</b>										
Operational	14,890,993	5	551,433,896	186,988,146	4,015,112	520,708	-	-	-	757,848,860
Infrastructural	-	-	-	-	-	-	-	2,597,728,501	-	2,597,728,501
Community	450,000	4,785,159	-	-	-	-	1,634,319	-	-	6,869,478
Non-Operational	54,484,606	-	-	-	-	-	-	-	-	54,484,606
<b>Net Book Value @ 31/12/2019</b>	<b>69,825,599</b>	<b>4,785,164</b>	<b>551,433,896</b>	<b>186,988,146</b>	<b>4,015,112</b>	<b>520,708</b>	<b>1,634,319</b>	<b>2,597,728,501</b>	<b>-</b>	<b>3,416,931,445</b>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 2. Work in Progress and Preliminary Expenses

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

	Funded 2019 €	Unfunded 2019 €	Total 2019 €	Total 2018 €
<b>Expenditure</b>				
Work in Progress	46,818,887	-	46,818,887	44,852,530
Preliminary Expenses	53,160,734	44,870	53,205,604	50,607,787
	<b>99,979,622</b>	<b>44,870</b>	<b>100,024,492</b>	95,460,317
<b>Income</b>				
Work in Progress	46,197,855	-	46,197,855	44,888,890
Preliminary Expenses	51,615,069	44,870	51,659,939	49,811,768
	<b>97,812,924</b>	<b>44,870</b>	<b>97,857,794</b>	94,700,658
<b>Net Expended</b>				
Work in Progress	621,032	-	621,032	(36,361)
Preliminary Expenses	1,545,665	-	1,545,665	796,019
<b>Net Over/(Under) Expenditure</b>	<b>2,166,698</b>	<b>-</b>	<b>2,166,698</b>	759,658

### 3. Long Term Debtors

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

	Balance @ 1/1/2019 €	Loans Issued €	Principal Repaid €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2019 €	Balance @ 31/12/2018 €
Long Term Mortgage Advances*	16,108,866	1,121,169	(1,313,517)	(320,587)	(38,274)	15,557,657	16,108,866
Tenant Purchases Advances	10,870	-	(8,283)	(367)	-	2,219	10,870
Shared Ownership Rented Equity	7,020,809	-	-	(723,749)	(239,535)	6,057,524	7,020,809
	<b>23,140,545</b>	<b>1,121,169</b>	<b>(1,321,800)</b>	<b>(1,044,704)</b>	<b>(277,809)</b>	<b>21,617,400</b>	23,140,545
Recoupable Loan Advances						33,526,378	35,869,464
Capital Advance Leasing Facility						2,302,460	1,802,101
Long-term Investments						-	-
Cash						-	-
Interest in associated companies						-	-
Other						6,603	6,603
						<b>35,835,441</b>	<b>37,678,167</b>
						<b>57,452,841</b>	<b>60,818,712</b>
Less: Amounts falling due within one year (Note 5)						(1,310,236)	(1,329,855)
Total Amounts falling due after more than one year						<b>56,142,605</b>	<b>59,488,857</b>

\* Includes HFA Agency Loans

# NOTES TO AND FORMING PART OF THE ACCOUNTS

## 4. Stocks

A summary of stock is as follows:

	2019 €	2018 €
Central Stores	460,892	461,665
Other Depots	460,306	411,167
<b>Total</b>	<b>921,198</b>	<b>872,832</b>

## 5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

	2019 €	2018 €
Government Debtors	5,144,472	6,160,809
Commercial Debtors	21,951,703	21,111,254
Non-Commercial Debtors	2,447,129	2,439,427
Development Levy Debtors	715,210	437,172
Other Services	1,385,742	1,588,587
Other Local Authorities	493,164	724,147
Revenue Commissioners	-	-
Other	3,790,391	3,317,824
Add: Amounts falling due within one year (Note 3)	1,310,236	1,329,855
<b>Total Gross Debtors</b>	<b>37,238,047</b>	<b>37,109,076</b>
Less: Provision for Doubtful Debts	(13,980,444)	(13,666,386)
<b>Total Trade Debtors</b>	<b>23,257,603</b>	<b>23,442,690</b>
Prepayments	289,182	309,562
	<b>23,546,785</b>	<b>23,752,252</b>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2019 €	2018 €
Trade creditors	2,111,052	2,496,056
Grants	133,768	416,525
Revenue Commissioners	3,681,557	3,680,766
Other Local Authorities	(0)	25,563
Other Creditors	518,057	1,066,420
	<b>6,444,434</b>	<b>7,685,330</b>
Accruals	12,961,296	12,613,783
Deferred Income	7,571,889	18,954,139
Add: Amounts falling due within one year (Note 7)	4,195,803	4,188,967
	<b>31,173,422</b>	<b>43,442,220</b>

### 7. Loans Payable

#### (a) Movement in Loans Payable

	HFA €	OPW €	Other €	Balance @ 31/12/2019 €	Balance @ 31/12/2018 €
<b>Balance @ 1/1/2019</b>	93,587,565	-	17,879,884	111,467,449	119,447,286
Borrowings	655,630	-	-	655,630	340,686
Repayment of Principal	(6,240,145)	-	(2,243,231)	(8,483,376)	(8,320,463)
Early Redemptions	(290,266)	-	-	(290,266)	-
Other Adjustments	(16)	-	-	(16)	(60)
<b>Balance @ 31/12/2019</b>	<b>87,712,769</b>	<b>-</b>	<b>15,636,653</b>	<b>103,349,421</b>	<b>111,467,449</b>
Less: Amounts falling due within one year (Note 6)				4,195,803	<b>4,188,967</b>
<b>Total Amounts falling due after more than one year</b>				<b>99,153,618</b>	<b>107,278,482</b>

#### (b) Application of Loans

An analysis of loans payable is as follows:

	HFA €	OPW €	Other €	Balance @ 31/12/2019 €	Balance @ 31/12/2018 €
<b>Mortgage loans*</b>	15,107,328	-	-	15,107,328	15,961,564
<b>Non-Mortgage loans</b>					
Asset/Grants	36,337,487	-	10,145,257	46,482,743	50,931,754
Revenue Funding	-	-	-	-	-
Bridging Finance	1,903,831	-	-	1,903,831	1,903,831
Recoupable	28,034,982	-	5,491,396	33,526,378	35,822,354
Shared Ownership – Rented Equity	6,329,141	-	-	6,329,141	6,847,947
	<b>87,712,769</b>	<b>-</b>	<b>15,636,653</b>	<b>103,349,421</b>	<b>111,467,449</b>
Less: Amounts falling due within one year (Note 6)				4,195,803	4,188,967
<b>Total Amounts falling due after more than one year</b>				<b>99,153,618</b>	<b>107,278,482</b>

\* Includes HFA Agency Loans



## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 8. Refundable Deposits

The movement in refundable deposits is as follows:

	2019 €	2018 €
Opening Balance at 1 January	6,897,090	6,606,978
Deposits received	3,110,468	418,380
Deposits repaid	(13,500)	(128,268)
<b>Closing Balance at 31 December</b>	<b>9,994,058</b>	<b>6,897,090</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 @ 1/1/2019 €	Purchased €	Transfers WIP €	Disposals Transfers €	Statutory Revaluations €	Historical Cost Adj €	Balance @ 31/12/2019 €	Balance @ 31/12/2018 €
Grants	332,264,531	3,969,582	9,497,877	(708,526)	-	-	345,023,463	332,264,531
Loans	8,067,204	-	-	-	-	-	8,067,204	8,067,204
Revenue funded	16,114,689	1,187,379	-	(32,957)	-	-	17,269,112	16,114,689
Leases	43,000	-	-	-	-	-	43,000	43,000
Development Levies	1,786,270	-	-	-	-	-	1,786,270	1,786,270
Tenant Purchase Annuities	12,500	-	-	-	-	-	12,500	12,500
Unfunded	-	-	-	-	-	-	-	-
Historical	2,925,590,266	42,851	-	(928,254)	-	(953,696)	2,923,751,166	2,925,590,266
Other	148,305,640	449,098	174,176	(679,611)	-	41,756	148,291,060	148,305,640
<b>Total Gross Funding</b>	<b>3,432,184,099</b>	<b>5,648,911</b>	<b>9,672,053</b>	<b>(2,349,348)</b>	<b>-</b>	<b>(911,940)</b>	<b>3,444,243,775</b>	<b>3,432,184,099</b>
<b>Less: Amortised</b>							(27,312,330)	(26,398,484)
<b>Total *</b>							<b>3,416,931,445</b>	<b>3,405,785,615</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 @ 1/1/2019 €	Capital re-classification * €	Expenditure €	Income €	Net Transfers €	Balance @ 31/12/2019 €	Balance @ 31/12/2018 €
<b>Development Levies balances</b>	<b>(i)</b>	9,098,855	-	369,892	1,979,441	(166,328)	10,542,075	9,098,855
<b>Capital account balances including asset formation and enhancement</b>	<b>(ii)</b>	8,109,373	(326,762)	76,547,539	68,040,334	3,496,720	2,772,126	8,109,373
<b>Voluntary &amp; Affordable Housing Balances</b>	<b>(iii)</b>							
- Voluntary Housing		97,429	0	228,820	151,378	-	19,987	97,429
- Affordable Housing		336,186	-	-	-	-	336,186	336,186
<b>Reserves created for specific purposes</b>	<b>(iv)</b>	25,635,103	0	(216,455)	1,734,321	(1,077,889)	26,507,989	25,635,103
<b>A. Net Capital Balances</b>		<b>43,276,947</b>	<b>(326,762)</b>	<b>76,929,797</b>	<b>71,905,474</b>	<b>2,252,502</b>	<b>40,178,364</b>	<b>43,276,947</b>
<b>Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities)</b>	<b>(v)</b>						(48,862,769)	(53,292,143)
Interest in Associated Companies	<b>(vi)</b>						-	-
<b>B. Non Capital Balances</b>							<b>(48,862,769)</b>	<b>(53,292,143)</b>
<b>Total Other Balances</b>							<b>(8,684,405)</b>	<b>(10,015,197)</b>

**\*(i) Denotes Debit Balances**

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

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 11. Capital Account Analysis

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

	2019 €	2018 €
Net WIP & Preliminary Expenses (Note 2)	(2,166,698)	(759,658)
Net Capital Balances (Note 10)	40,178,364	43,276,947
<b>Capital Balance Surplus/(Deficit) @ 31 December</b>	<b>38,011,666</b>	<b>42,517,288</b>

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

	2019 €	2018 €
<b>Opening Balance @ 1 January</b>	42,517,288	37,573,370
<b>Expenditure</b>	87,063,232	81,399,770
<b>Income</b>		
- Grants	71,763,635	69,371,683
- Loans	(95,515)	(106,206)
- Other	8,984,746	13,411,550
<b>Total Income</b>	<b>80,652,865</b>	<b>82,677,027</b>
Net Revenue Transfers	1,904,744	3,666,660
<b>Closing Balance @ 31 December</b>	<b>38,011,666</b>	<b>42,517,288</b>

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

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

	2019 Loan Annuity €	2019 Rented Equity €	2019 Total €	2018 Total €
Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3)	15,557,657	6,057,524	21,615,181	23,129,675
Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 7)	(15,107,328)	(6,329,141)	(21,436,469)	(22,809,511)
<b>Surplus/(Deficit) in Funding @ 31st December</b>	<b>450,329</b>	<b>(271,617)</b>	<b>178,712</b>	<b>320,164</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:

	2019 Plant & Machinery €	2019 Materials €	2019 Total €	2018 Total €
Expenditure	(5,309,143)	(152,116)	(5,461,259)	(5,439,496)
Charged to Jobs	5,741,459	308,176	6,049,635	5,590,297
	<b>432,315</b>	<b>156,061</b>	<b>588,376</b>	150,801
Transfers from/(to) Reserves	(512,286)	-	(512,286)	(448,455)
<b>Surplus/(Deficit) for the Year</b>	<b>(79,971)</b>	<b>156,061</b>	<b>76,090</b>	<b>(297,654)</b>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

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

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

	2019 Transfers from Reserves €	2019 Transfers to Reserves €	2019 €	2018 €
Principal Repayments of Non-Mortgage Loans (Own Asset)	-	(4,449,010)	(4,449,010)	(4,127,132)
Principal Repayments of Non-Mortgage Loans (Recoupable Non Asset)	-	-	-	-
Principal Repayments of Finance Leases	-	-	-	-
Transfers to Other Balance Sheet Reserves	1,719,978	(2,769,017)	(1,049,039)	(2,960,476)
Transfers to/from Capital Account	32,750	(888,455)	(855,706)	(706,184)
<b>Surplus/(Deficit) for Year</b>	<b>1,752,728</b>	<b>(8,106,482)</b>	<b>(6,353,755)</b>	<b>(7,793,792)</b>

### 15. Analysis of Revenue Income

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

	Appendix No	2019		2018	
		€	%	€	%
Grants & Subsidies	3	45,649,251	29%	50,144,456	31%
Contributions from other local authorities		108,878	0%	104,827	0%
Goods & Services	4	50,130,341	32%	52,371,632	33%
		<b>95,888,470</b>	<b>62%</b>	102,620,914	64%
Local Property Tax		25,119,850	16%	25,119,850	16%
Rates		34,153,707	22%	33,360,538	21%
<b>Total Income</b>		<b>155,162,026</b>	<b>100%</b>	161,101,303	100%

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

## NOTES TO AND FORMING PART OF THE ACCOUNTS

### 16. Over/Under Expenditure

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

	EXPENDITURE				
	Excluding Transfers	Transfers	Including Transfers	Budget	(Over)/Under Budget
	2019 €	2019 €	2019 €	2019 €	2019 €
Housing & Building	18,967,986	1,652,400	20,620,386	19,477,783	(1,142,603)
Roads Transportation & Safety	52,805,269	378,475	53,183,744	44,836,067	(8,347,677)
Water Services	18,063,480	29,477	18,092,958	18,265,235	172,277
Development Management	13,468,703	326,085	13,794,789	13,780,425	(14,364)
Environmental Services	12,566,728	1,070,975	13,637,703	13,908,348	270,645
Recreation & Amenity	8,527,508	993,366	9,520,873	9,609,521	88,648
Agriculture, Education, Health & Welfare	2,251,251	559,889	2,811,139	2,755,140	(55,999)
Miscellaneous Services	21,504,601	3,095,815	24,600,416	23,347,284	(1,253,132)
<b>Total Divisions</b>	<b>148,155,524</b>	<b>8,106,482</b>	<b>156,262,007</b>	<b>145,979,803</b>	<b>(10,282,204)</b>
Local Property Tax	-	-	-	-	-
Rates	-	-	-	-	-
Dr/Cr Balance					
<b>(Deficit)/Surplus for Year</b>	<b>148,155,524</b>	<b>8,106,482</b>	<b>156,262,007</b>	<b>145,979,803</b>	<b>(10,282,204)</b>

	INCOME					NET
	Excluding Transfers	Transfers	Including Transfers	Budget	Over/(Under) Budget	(Over)/Under Budget
	2019 €	2019 €	2019 €	2019 €	2019 €	2019 €
	19,687,435	1,539,978	21,227,413	19,872,980	1,354,433	211,831
	35,957,302	148	35,957,450	27,602,856	8,354,594	6,917
	17,525,216	-	17,525,216	16,905,166	620,050	792,327
	4,635,864	32,602	4,668,466	3,012,074	1,656,392	1,642,028
	1,725,650	-	1,725,650	1,310,215	415,435	686,080
	864,076	-	864,076	645,204	218,872	307,520
	678,025	-	678,025	512,063	165,962	109,962
	14,814,902	180,000	14,994,902	16,618,590	(1,623,689)	(2,876,821)
	<b>95,888,470</b>	<b>1,752,728</b>	<b>97,641,197</b>	<b>86,479,148</b>	<b>11,162,049</b>	<b>879,845</b>
	25,119,850	-	25,119,850	25,119,850	-	-
	34,153,707	-	34,153,707	34,380,805	(227,098)	(227,098)
	<b>155,162,026</b>	<b>1,752,728</b>	<b>156,914,754</b>	<b>145,979,803</b>	<b>10,934,951</b>	<b>652,747</b>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

2019

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

Operating Surplus/(Deficit) for Year	652,747
(Increase)/Decrease in Stocks	(48,366)
(Increase)/Decrease in Trade Debtors	205,467
Increase/(Decrease) in Creditors Less than One Year	(12,268,797)
	<u>(11,458,949)</u>

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

Increase/(Decrease) in Development Levies balances	1,443,220
Increase/(Decrease) in Reserves created for specific purposes	872,886
	<u>2,316,107</u>

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

(Increase)/Decrease in Capital account balances including asset formation and enhancement	(5,337,247)
(Increase)/Decrease in Voluntary Housing Balances	(77,443)
(Increase)/Decrease in Affordable Housing Balances	-
	<u>(5,414,690)</u>

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

(Increase)/Decrease in Long Term Debtors	3,346,252
Increase/(Decrease) in Mortgage Loans	(854,236)
Increase/(Decrease) in Asset/Grant Loans	(4,449,010)
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	-
Increase/(Decrease) in Recoupable Loans	(2,295,976)
Increase/(Decrease) in Shared Ownership Rented Equity Loans	(518,805)
Increase/(Decrease) in Finance Leasing	-
(Increase)/Decrease in Portion Transferred to Current Liabilities	(6,836)
Increase/(Decrease) in Other Creditors - Deferred Income	500,359
	<u>(4,278,252)</u>

## NOTES TO AND FORMING PART OF THE ACCOUNTS

2019

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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)	4,429,375
(Increase)/Decrease in Reserves in Associated Companies	-
	<u>4,429,375</u>

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

Increase/(Decrease) in Bank Investments	(11,997,752)
Increase/(Decrease) in Cash at Bank/Overdraft	(817,867)
Increase/(Decrease) in Cash in Transit	99,139
	<u>(12,716,481)</u>

### 23. Post Balance Sheet (Non Adjusting )Event

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

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

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

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

# **APPENDICES**



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

	2019 €	2018 €
<b>Payroll Expenses</b>		
Salary & Wages	47,454,689	47,005,378
Pensions (incl Gratuities)	8,166,932	8,358,008
Other costs	6,219,111	5,941,383
<b>Total</b>	<b>61,840,732</b>	<b>61,304,769</b>
<b>Operational Expenses</b>		
Purchase of Equipment	1,319,240	907,356
Repairs & Maintenance	1,529,577	1,525,446
Contract Payments	17,937,156	20,576,378
Agency services	2,266,612	1,893,510
Machinery Yard Charges incl Plant Hire	12,385,004	14,146,066
Purchase of Materials & Issues from Stores	12,557,867	14,849,205
Payment of Grants	5,916,268	6,549,114
Members Costs	364,478	327,989
Travelling & Subsistence Allowances	2,325,778	2,235,330
Consultancy & Professional Fees Payments	2,093,308	1,570,644
Energy / Utilities Costs	3,420,198	3,333,692
Other	8,469,139	7,965,477
<b>Total</b>	<b>70,584,622</b>	<b>75,880,207</b>
<b>Administration Expenses</b>		
Communication Expenses	933,523	849,519
Training	715,185	518,243
Printing & Stationery	501,548	460,430
Contributions to other Bodies	1,071,160	845,539
Other	1,997,077	1,692,864
<b>Total</b>	<b>5,218,493</b>	<b>4,366,595</b>
<b>Establishment Expenses</b>		
Rent & Rates	1,165,850	1,109,810
Other	996,789	1,020,289
<b>Total</b>	<b>2,162,639</b>	<b>2,130,100</b>
<b>Financial Expenses</b>	8,408,074	8,716,717
<b>Miscellaneous Expenses</b>	(59,036)	342,602
<b>Total Expenditure</b>	<b>148,155,524</b>	<b>152,740,990</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	8,396,175	560,863	1,162,340	-	1,723,203
A02	Housing Assessment, Allocation and Transfer	1,382,262	-	195,540	-	195,540
A03	Housing Rent and Tenant Purchase Administration	1,034,310	134,909	12,076,912	-	12,211,821
A04	Housing Community Development Support	236,441	-	6,010	-	6,010
A05	Administration of Homeless Service	405,008	243,320	3,742	-	247,062
A06	Support to Housing Capital & Affordable Prog.	1,433,406	673,200	34,129	-	707,330
A07	RAS Programme	4,656,222	3,847,314	1,073,779	-	4,921,093
A08	Housing Loans	1,002,295	74,732	482,218	-	556,950
A09	Housing Grants	1,754,142	-	345,751	-	345,751
A11	Agency & Recoupable Services	23,133	15,213	539	-	15,751
A12	HAP Programme	296,993	81,233	215,670	-	296,903
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>20,620,386</b>	<b>5,630,782</b>	<b>15,596,631</b>	<b>-</b>	<b>21,227,413</b>
Less Transfers to/from Reserves		1,652,400		1,539,978		1,539,978
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>18,967,986</b>		<b>14,056,653</b>		<b>19,687,435</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	1,327,004	936,023	21,284	-	957,307
B02	NS Road - Maintenance and Improvement	1,695,003	1,085,391	31,093	-	1,116,484
B03	Regional Road - Maintenance and Improvement	16,620,804	8,721,438	1,019,542	-	9,740,980
B04	Local Road - Maintenance and Improvement	27,916,535	20,944,920	502,241	-	21,447,161
B05	Public Lighting	2,595,689	130,000	95,632	-	225,632
B06	Traffic Management Improvement	64,904	-	1,523	-	1,523
B07	Road Safety Engineering Improvement	666,525	480,722	5,560	-	486,282
B08	Road Safety Promotion/Education	232,200	-	6,024	-	6,024
B09	Maintenance & Management of Car Parking	1,286,413	-	1,171,324	-	1,171,324
B10	Support to Roads Capital Prog.	667,451	-	89,492	-	89,492
B11	Agency & Recoupable Services	111,216	-	715,241	-	715,241
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>53,183,744</b>	<b>32,298,495</b>	<b>3,658,955</b>	<b>-</b>	<b>35,957,450</b>
Less Transfers to/from Reserves		378,475		148		148
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>52,805,269</b>		<b>3,658,807</b>		<b>35,957,302</b>

**APPENDIX 2  
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	10,778,653	-	341,652	341,652
C02	Operation and Maintenance of Waste Water Treatment	2,571,999	-	78,574	78,574
C03	Collection of Water and Waste Water Charges	508,961	-	21,064	21,064
C04	Operation and Maintenance of Public Conveniences	368,723	-	7,543	7,543
C05	Admin of Group and Private Installations	247,769	151,769	2,842	154,611
C06	Support to Water Capital Programme	2,908,427	-	50,720	50,720
C07	Agency & Recoupable Services	556,040	-	48,571	48,571
C08	Local Authority Water and Sanitary Services	152,387	38,805	16,783,676	16,822,481
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>18,092,958</b>	<b>190,573</b>	<b>17,334,642</b>	<b>17,525,216</b>
Less Transfers to/from Reserves		29,477		-	-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>18,063,480</b>		<b>17,334,642</b>	<b>17,525,216</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	829,373	-	23,384	23,384
D02	Development Management	2,524,805	-	931,211	931,211
D03	Enforcement	852,838	-	26,009	26,009
D04	Op & Mtce of Industrial Sites & Commercial Facilities	246	-	-	-
D05	Tourism Development and Promotion	1,506,442	179,874	105,948	285,822
D06	Community and Enterprise Function	4,459,765	935,901	334,166	1,270,067
D07	Unfinished Housing Estates	288,858	-	4,266	4,266
D08	Building Control	177,052	-	76,540	76,540
D09	Economic Development and Promotion	2,670,212	1,683,349	223,731	1,907,081
D10	Property Management	-	-	-	-
D11	Heritage and Conservation Services	250,069	91,924	3,128	95,052
D12	Agency & Recoupable Services	235,128	-	49,035	49,035
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>13,794,789</b>	<b>2,891,048</b>	<b>1,777,418</b>	<b>4,668,466</b>
Less Transfers to/from Reserves		326,085		32,602	32,602
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>13,468,703</b>		<b>1,744,816</b>	<b>4,635,864</b>

**APPENDIX 2  
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	1,818,900	-	3,208	-	3,208
E02	Op & Mtce of Recovery & Recycling Facilities	635,193	14,147	36,324	-	50,471
E03	Op & Mtce of Waste to Energy Facilities	-	-	-	-	-
E04	Provision of Waste to Collection Services	29,493	-	-	-	-
E05	Litter Management	1,622,962	163,618	44,906	-	208,524
E06	Street Cleaning	282,238	-	1,499	-	1,499
E07	Waste Regulations, Monitoring and Enforcement	548,046	440,000	13,085	-	453,085
E08	Waste Management Planning	52,896	-	-	-	-
E09	Maintenance and Upkeep of Burial Grounds	36,502	-	516	-	516
E10	Safety of Structures and Places	774,523	122,027	39,744	-	161,771
E11	Operation of Fire Service	6,850,818	15,670	348,096	-	363,766
E12	Fire Prevention	144,610	-	317,545	-	317,545
E13	Water Quality, Air and Noise Pollution	762,106	44,000	41,279	-	85,279
E14	Agency & Recoupable Services	(29)	-	-	-	-
E15	Climate Change and Flooding	79,445	79,986	-	-	79,986
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>13,637,703</b>	<b>879,449</b>	<b>846,201</b>	<b>-</b>	<b>1,725,650</b>
Less Transfers to/from Reserves		1,070,975		-		-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>12,566,728</b>		<b>846,201</b>		<b>1,725,650</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	1,365,311	-	21,410	-	21,410
F02	Operation of Library and Archival Service	4,102,895	194,388	151,296	-	345,685
F03	Op, Mtce & Imp of Outdoor Leisure Areas	1,837,584	-	51,582	-	51,582
F04	Community Sport and Recreational Development	54,165	-	39,533	-	39,533
F05	Operation of Arts Programme	2,160,820	309,963	94,231	-	404,194
F06	Agency & Recoupable Services	99	-	1,672	-	1,672
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>9,520,873</b>	<b>504,352</b>	<b>359,725</b>	<b>-</b>	<b>864,076</b>
Less Transfers to/from Reserves		993,366		-		-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>		<b>8,527,508</b>		<b>359,725</b>		<b>864,076</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	183,686	152,459	171	-	152,630
G02 Operation and Maintenance of Piers and Harbours	1,729,494	-	96,144	-	96,144
G03 Coastal Protection	91,595	36,993	135	-	37,128
G04 Veterinary Service	671,316	1,250	426,942	-	428,192
G05 Educational Support Services	135,060	(40,225)	4,156	-	(36,069)
G06 Agency & Recoupable Services	(11)	-	-	-	-
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>	<b>2,811,139</b>	<b>150,477</b>	<b>527,548</b>	<b>-</b>	<b>678,025</b>
Less Transfers to/from Reserves	559,889		-		-
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>	<b>2,251,251</b>		<b>527,548</b>		<b>678,025</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	5,886,285	-	5,777,159	-	5,777,159
H02 Profit/Loss Stores Account	152,116	-	308,176	-	308,176
H03 Administration of Rates	7,867,336	-	61,735	-	61,735
H04 Franchise Costs	469,124	3,931	8,319	-	12,250
H05 Operation of Morgue and Coroner Expenses	411,941	-	461	-	461
H06 Weighbridges	2,181	-	20	-	20
H07 Operation of Markets and Casual Trading	9,064	-	18,591	-	18,591
H08 Malicious Damage	-	-	-	-	-
H09 Local Representation/Civic Leadership	1,368,329	-	1,427	-	1,427
H10 Motor Taxation	1,596,804	43,908	53,866	-	97,775
H11 Agency & Recoupable Services	6,837,237	3,056,235	5,552,195	108,878	8,717,308
<b>SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES</b>	<b>24,600,416</b>	<b>3,104,074</b>	<b>11,781,950</b>	<b>108,878</b>	<b>14,994,902</b>
Less Transfers to/from Reserves	3,095,815		180,000		180,000
<b>SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES</b>	<b>21,504,601</b>		<b>11,601,950</b>		<b>14,814,902</b>
<b>TOTAL ALL DIVISIONS</b>	<b>148,155,524</b>	<b>45,649,251</b>	<b>50,130,341</b>	<b>108,878</b>	<b>95,888,470</b>

## APPENDIX 3

### ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2019 €	2018 €
<b>Department of Housing, Planning and Local Government</b>		
Housing Grants & Subsidies	5,615,569	5,993,456
Local Improvement Schemes	-	-
Road Grants	-	141,532
Water Services Group Schemes	151,769	78,950
Environmental Protection/Conservation Grants	(22,740)	527,994
Library Services	-	-
Urban and Village Renewal Schemes	-	-
Miscellaneous	3,160,768	2,452,544
	8,905,366	9,194,476
<b>Other Departments and Bodies</b>		
Road Grants	32,420,286	37,622,672
Local Enterprise Office	1,541,258	1,444,048
Community Employment Schemes	-	-
Department of Defence	122,027	104,787
Higher Education Grants	(40,225)	14,709
Miscellaneous	2,700,540	1,763,763
	36,743,885	40,949,979
<b>Total</b>	<b>45,649,251</b>	<b>50,144,456</b>

## APPENDIX 4

### ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2019	2018
	€	€
Rents from Houses	12,966,986	12,265,459
Housing Loans Interest & Charges	566,956	627,608
Domestic Water	-	-
Commercial Water	-	-
Irish Water	16,801,503	16,612,996
Domestic Refuse	-	-
Commercial Refuse	-	-
Domestic Sewerage	-	-
Commercial Sewerage	-	-
Planning Fees	738,403	650,613
Parking Fines/Charges	1,154,393	1,162,445
Recreation & Amenity Activities	19,622	15,243
Library Fees/Fines	34,540	47,985
Agency Services	729,327	863,712
Pension Contributions	1,984,219	1,963,041
Property Rental & Leasing of Land	901,110	815,502
Landfill Charges	-	-
Fire Charges	613,821	624,639
NPPR	1,693,787	2,487,140
Misc. (includes income from Machinery Yard, Overhead Account, Property Entry Levies, Dog Licensing, PRTB Contributions and other miscellaneous headings)	11,925,674	14,235,247
	<b>50,130,341</b>	<b>52,371,632</b>

## APPENDIX 5

### SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2019	2018
	€	€
<b>EXPENDITURE</b>		
Payment to Contractors	40,567,324	39,929,887
Purchase of Land	3,347,133	1,399,865
Purchase of Other Assets/Equipment	12,060,388	14,123,421
Professional & Consultancy Fees	6,648,906	6,628,572
Other	24,439,481	19,318,025
<b>Total Expenditure (Net of Internal Transfers)</b>	<b>87,063,232</b>	<b>81,399,770</b>
Transfers to Revenue	1,752,572	1,588,420
<b>Total Expenditure (Incl Transfers) *</b>	<b>88,815,804</b>	<b>82,988,190</b>
<b>INCOME</b>		
<b>Grants and LPT</b>	71,763,635	69,371,683
<b>Non - Mortgage Loans</b>	(95,515)	(106,206)
<b>Other Income</b>		
(a) Development Contributions	1,990,658	2,576,045
(b) Property Disposals		
- Land	46,408	26,300
- LA Housing	544,794	916,345
- Other property	-	-
(c) Purchase Tenant Annuities	32,973	31,224
(d) Car Parking	-	-
(e) Other	6,369,914	9,861,636
<b>Total Income (Net of Internal Transfers)</b>	<b>80,652,865</b>	<b>82,677,027</b>
Transfers from Revenue	3,657,316	5,255,080
<b>Total Income (Incl Transfers) *</b>	<b>84,310,182</b>	<b>87,932,108</b>
<b>Surplus\Deficit) for year</b>	<b>(4,505,622)</b>	<b>4,943,918</b>
<b>Balance (Debit)\Credit @ 1 January</b>	<b>42,517,288</b>	<b>37,573,370</b>
<b>Balance (Debit)\Credit @ 31 December</b>	<b>38,011,666</b>	<b>42,517,288</b>

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



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

	BALANCE @	EXPENDITURE	INCOME				TRANSFERS			BALANCE @
	1/1/2019		Grants and LPT	Non-Mortgage Loans*	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	31/12/2019
	€	€	€	€	€	€	€	€	€	€
Housing & Building	2,917,223	22,912,818	20,441,553	-	1,273,768	21,715,321	725,227	1,489,978	0	954,976
Road Transportation & Safety	7,881,194	49,042,242	42,619,654	(95,515)	3,064,947	45,589,086	286,514	148	71,348	4,785,753
Water Services	28,232	334,157	257,567	-	(36,524)	221,043	-	-	66,724	(18,158)
Development Management	11,355,888	1,291,671	68,456	-	2,404,629	2,473,084	248,275	(156)	(166,328)	12,619,403
Environmental Services	(322,754)	2,477,825	1,668,001	-	29,380	1,697,381	143,842	-	-	(959,356)
Recreation & Amenity	2,094,936	7,647,228	6,067,375	-	474,499	6,541,874	94,908	32,602	330,322	1,382,210
Agriculture, Education, Health & Welfare	415,385	505,571	421,231	-	-	421,231	142,699	-	-	473,744
Miscellaneous Services	18,147,185	2,851,720	219,798	-	1,774,047	1,993,845	2,015,851	230,000	(302,066)	18,773,094
<b>TOTAL</b>	<b>42,517,288</b>	<b>87,063,232</b>	<b>71,763,635</b>	<b>(95,515)</b>	<b>8,984,746</b>	<b>80,652,865</b>	<b>3,657,316</b>	<b>1,752,572</b>	<b>-</b>	<b>38,011,666</b>

Note: Mortgage-related transactions are excluded

## APPENDIX 7

### Summary of Major Revenue Collections for 2019

A Debtor type	B Incoming arrears @ 1/1/2019	C Accrued - current year debit (Gross)	D Vacant property adjustments	E Write offs	F Waivers	G Total for collection =(B+C-D-E-F)	H Amount collected	I Closing arrears @ 31/12/2019 = (G-H)	J Specific doubtful arrears*	K % Collected = (H)/(G-J)
	€	€	€	€	€	€	€	€	€	
Rates	15,276,901	34,153,707	4,323,756	1,935,307	-	43,171,544	27,746,968	15,424,576	6,884,756	76%
Rents & Annuities	1,468,135	12,967,301	-	72,999	-	14,362,437	12,899,174	1,463,264	-	90%
Housing Loans	929,288	1,986,460	-	6,234	-	2,909,515	1,969,731	939,783	-	68%

\*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 Guarant	Associate	73,348	28,608	114,440	109,311	44,740	N	31/12/2019
Ballyshannon Leisure Centre Management Ltd	Ltd by Guarant	Associate	37,701	37,701	526,180	526,180	0	N	31/12/2019
Bundoran Waterworld Ltd	Ltd by Guarant	Associate	114,055	114,055	582,211	582,211	0	N	31/12/2017
Donegal Community & Cultural Development Company Ltd	Ltd by Guarant	Associate	3,401,930	3,509,364	246,298	249,707	(107,434)	N	31/03/2019
Donegal Digital Innovation CLG	Ltd by Guarant	Associate	510,197	511,673	34,914	34,914	(1,476)	N	31/12/2019
County Donegal Tourism Ltd.	Ltd by Guarant	Associate	134,346	119,550	385,572	381,893	14,796	N	31/12/2017
Earagail Arts festival Management Company Ltd	Ltd by Guarant	Associate	103,876	23,291	532,645	521,299	80,585	N	31/12/2018
Ernact EEIG	50.00%	EEIG	750,768	750,768	587,770	587,770	0	N	31/12/2019
Finn Valley Swimming Pool Ltd	Ltd by Guarant	Associate	5,418,641	6,039,054	783,952	829,401	(620,413)	N	31/12/2018
Fort Dunree Military Museum Company Ltd	Ltd by Guarant	Associate	921,907	494,227	195,031	229,439	427,680	N	31/12/2018
An Grainan Theatre Management Company Ltd	Ltd by Guarant	Associate	227,171	307,675	1,571,321	1,576,252	(80,504)	N	31/12/2018
Letterkenny Sports Complex Development Ltd	Ltd by Guarant	Associate	15,098,698	20,698,073	15,523	849,872	(5,599,375)	N	31/12/2018