

AUDITED

ANNUAL FINANCIAL STATEMENT

Cork City Council

For the year ended 31st December 2022

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AUDITED

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FINANCIAL REVIEW

Introduction

This Annual Financial Statement (AFS) sets out the financial results of Cork City Council's activities for the year 2022 and the financial position as at 31st December 2022.

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

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

The Annual Financial Statement represents fairly the financial position of the City Council. The Accounts have been prepared on an accruals basis. Appropriate accounting policies have been employed and applied consistently and are set out in the Statement of Accounting Policies on pages 4 to 8. Where necessary, prudent judgements and estimates were made which comply with the Accounting Code of Practice.

Cork City Council incurred total expenditure of € 461,018,055 during 2022. This comprises:

- Revenue Expenditure of € 261,919,293 and
- Capital Expenditure of € 199,098,762

The total expenditure shows a increase of €41.35m on the 2021 outturn of €419.66m.

Revenue Account

2022 was a year of significant financial challenge for the City Council as the post Covid 19 era unfolded and a new set of challenges emerged. With the economy returning to pre Covid activity levels a number of factors arose including the war in Ukraine, which contributed to a large increase in prices across the board, with the highest level of inflation impacting energy costs and construction materials. Both are very significant inputs into the services provided by the City Council. This coupled with the continuing additional demands being made in areas such as Housing Maintenance, Climate Action and an additional pay rise during 2022 along with the appointment of additional staff in the organisation put a lot of pressure on income. Increased spend was tackled with a combination of funding both locally and nationally together with savings being achieved where possible.

The Rates waiver scheme originally put in place in 2020 was extended on a more limited basis for the first quarter of 2022, which was funded by the Government and administered by the Council to the appropriate sectors of businesses within the city economy. In total €4.3m of Rates Waivers (€34.9m in 2021) were issued by the Council which was funded by central government.

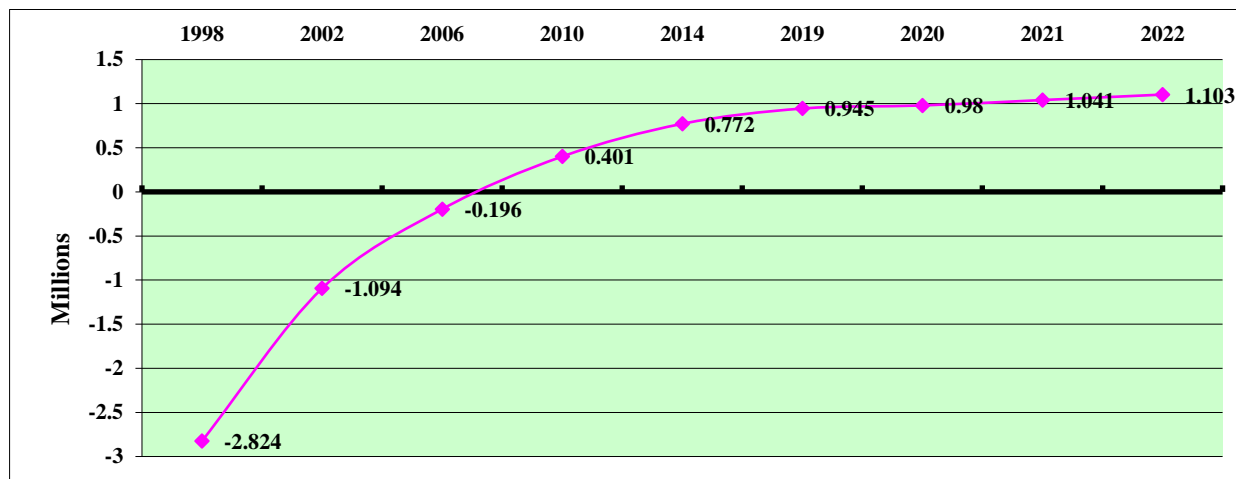
The Department of Housing, Local Government and Heritage continued to compensate in relation to pay increases arising from national pay agreements.

Table 1: Revenue Account 2022

Revenue Expenditure on Council Services	€261,919,293
Revenue Income (Grants, Charges & Rates)	€261,981,340
Surplus for the year	€62,047

Table 1: Revenue Account 2022 shows that the Revenue Expenditure for the year amounted to €261,919,293 with Income of €261,981,340 giving an excess of income over expenditure of €62,047. This represents a satisfactory outcome given the fiscal conditions encountered during the year and the It also builds on the progress of previous years during which we have eliminated the Revenue deficit (See Fig 1 below). The General Reserve stands at €1,102,989 as at 31st December 2022.

Fig1. Cumulative Revenue Account Balance 1998 – 2022



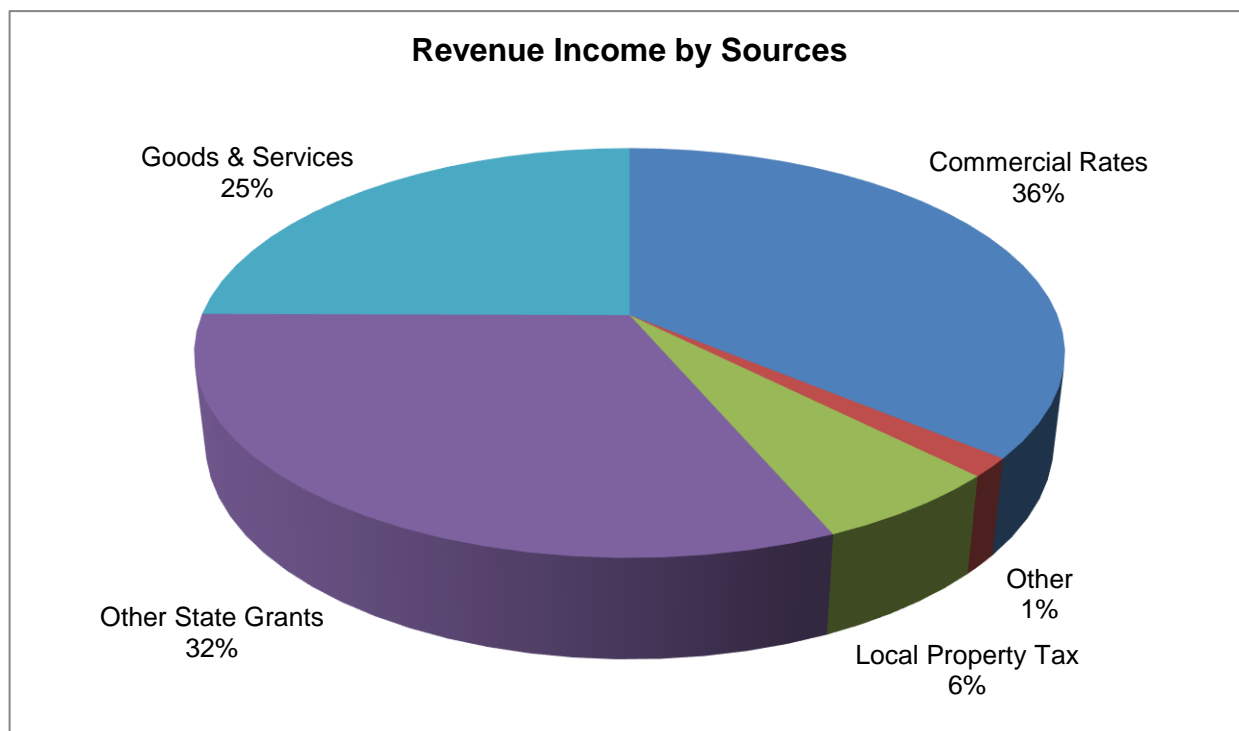
Income

Total Revenue Income amounted to €274,832,420. 32% of this was funded from Central Government with 68% from local sources. Table 2 and Figure 2 show the Revenue Income by Source. Commercial Rates income is show here gross of the waivers granted. Appendices 3 & 4 further analyse income from Grants and from Goods & Services.

Table 2: Revenue Income by Sources

	€	%
Local Property Tax	15,812,922	6.04%
Other State Grants	82,647,372	31.55%
Goods & Services	65,249,826	24.90%
Commercial Rates	94,414,228	36.04%
Transfers from Reserves	1,388,821	0.54%
Contributions from other L.A.'s	2,468,171	0.94%
	261,981,340	100.00%

Fig 2. Revenue Income by Sources



Income held up well against budget in 2022 with all the key income streams performing in line with budget. Certain income streams not foreseen at the time of budget materialised in early 2022. The Rates waiver scheme was extended to Quarter 1 of 2022 albeit on a more limited basis. Funding for this was provided for by central government of €4.3m (€34.9m in 2021) which the Council administered to the appropriate sectors of businesses within the city economy. An amount of €8,552,959 was credited to income in 2022 which had not been budgeted in respect of the emergence accommodation of Ukrainian refugees a crisis that could not have been foreseen at budget time. This was matched by an equal amount of expenditure.

Revenue Collections

Details of the Major Revenue Collections for 2022 are included in Appendix 7 of the AFS and the % collected for the years 2022 and 2021 respectively are shown in *Table 3* below.

Table 3: Major Revenue Collections

	% Collected	
	2022	2021
Rates	85	78
Rents & Annuities	89	88
Housing Loans	90	87

Rates collection improved significantly in 2022 rising from 78% in 2021 to 85% in 2022 as the negative impact that Covid 19 had on previous years faded together with a refocusing of effort on Rates collection. While the Government announced the extension of the Rates Waiver scheme for quarter 1, it's ending at that point which allowed staff within the Rates Department administering the waiver scheme to now focus

fully on the collection of Rates and was also strengthened as the Court service returned to pre Covid activities.

The Rates Incentive Scheme was applied again in 2022, targeting SME's which have an annual rates liability of less than €4,000. This represents 59% of the rate payers in the city. Once the conditions of the scheme are met, the rate payer's 2022 liability was reduced by 3%. The scheme has been expanded for 2023.

The collection % for Rents has increased by 1% taking it to 89%. The Housing Division has continued to focus on assigning the required resources to Rent collection and has consolidated improvements over the last few years.

In 2022 there has been a year-on-year increase of 3% in the collection of Housing Loans. This was due to the continued work utilising the Mortgage Arrears Resolution Process (MARP) and 2022 saw a refocusing on the collection of more current arrears. 2021 had seen the resolution of the last of the long-term unsustainable mortgages that qualified under the Mortgage to Rent scheme.

The 2020/21 Mortgage Moratorium scheme introduced to allow those whose incomes were affected by Covid 19 to apply for a moratorium on their mortgage repayments was not extended to 2022.

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

Expenditure

The principal adverse variances on the revenue account arose in the areas of Housing, Operations and Community Culture and Placemaking.

In 2022, the Housing Division reorganised its Housing Maintenance section to achieve additional efficiencies in delivering both reactive and planned maintenance of the housing stock. There was increased spend on Housing Maintenance versus the budget and also year on year. Additional expenditure was also incurred in Traveller Accommodation Management in respect of accommodation and refurbishment. These increases were funded both from income received over budget within Housing and from the wider organisation. The Capital Asset Leasing Facility Scheme was also expanded during the year with a large increase in spending year on year and also against budgeted expenditure. This was funded by additional grant income. Increased expenditure was also incurred on spend in respect of Disabled Persons Grants, which was funded from internal capital receipts.

In the Operations Division (Roads) there was increased spend on road resurfacing and footpaths, this was offset by some additional grants and funding from own resources.

In Operations (Recreation & Amenity), there was increased spend on Parks which related to spend over budget in respect of contract plant hire, security costs and waste processing costs. In both Parks and Cemeteries there was an increase in cost of running Depots and general running costs.

In the Community Culture & Placemaking Division, the libraries incurred increased costs over budget in respect of ongoing operational costs. Provision for arrears of service charges in respect of the branch at Wilton Library also contributed to the increase. These increases were covered for the main part from own resources along with some in grants. Emergency spend in respect of the Ukrainian refugee crises was not included in the 2023 budget but will be funded in full by central government. There was an increased spend over budget on the City Coroner services which was funded by own resources.

The annual contribution was paid to Cork County Council in 2022 of €13,371,678 which has been agreed as part of the Cork City Boundary Extension process.

Increased income from a number of streams such as Superannuation, Grant income, Property Levy and Fire Income, together with costs controls as a result of strong financial management and budgetary control off set the various over expenditures.

Transfer to Reserves

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

Table 4: Movement from Gross to Net Expenditure 2022

	€
Gross Expenditure	261,919,293
Less Transfer to Reserves	9,013,390
Net Expenditure	252,905,903

Table 5: Movement from Gross to Net Income 2022

	€
Gross Income	261,981,340
Rates	94,414,228
Local Property Tax	15,812,922
Net Income before Transfer	151,754,190
Less Transfer from Reserves	1,388,821
Net Income	150,365,369

Capital Account

The Capital Account records income and expenditure in respect of the acquisition and provision of assets related to services provided by the Council. A summary of the transactions in the Capital Account for 2022 with comparative figures for 2021 is set out in *Table 6*.

Table 6: Capital Account for 2022

	2022	2021
	€000's	€000's
Expenditure including transfers	197,710	144,893
Income including transfers	182,005	154,198
Outturn for the year	17,094	-9,304
Opening Balance Favourable / (Adverse)	39,373	30,069
Closing Balance Favourable/(Adverse)	22,279	39,373

Capital expenditure amounted to €197.71m, an increase of €53.74m from 2021.

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

Over the recent years, significant attention and emphasis has been placed on the Capital Account and progress continued during 2022.

The net balance on the Capital Account moved from an opening €39.37m credit balance to a €22.28m credit balance at year end. This reduction of €17.1million relates predominantly to Housing projects that progressed during the year. €8m approx. relates to the amount spent in 2022 on the Council's four ongoing Affordable Housing schemes. This spend will be recouped by the sale of these housing units to the public. Completed houses in two of the schemes will be offered to the public in early 2023. A number of other Housing schemes for the provision of social housing and the refurbishment / energy retrofitting of the current stock account had expenditure in 2022 of €7.2 million, which at year end had not yet been recouped. The final €5.3 million relates to the unsold affordable funding paid by the Department of Housing, Local Government and Heritage in late 2021 and included in the capital account at the end of 2021 but used in 2022 to repay the corresponding loan.

The Council reviews funding plans for the Capital account on a rolling basis to ensure that; adequate arrangements are in place for adverse balances, that known liabilities are provided for and that funding plans are put in place for future projects on a prioritised basis. There are however three notable and significant exceptional items which are: loans of €33.8 in respect of adverse housing land costs; loans of €55m in respect of Affordable Housing Schemes and unfunded balances of €16.7m on housing construction and related projects. In respect of the housing land loans the Department of Housing, Local Government and Heritage provided funding of €13,002,847 to make repayments against these loans. This amount was used to repay the appropriate loans in 2023.

The Affordable Housing Scheme loans are backed by assets in the form of 219 social houses which are currently in Social Leasing arrangements administered by Approved Housing Bodies and are at present on an interest only basis which is being funded by the Department. In December 2022 the Department provided the Council with funding of €5,935,581 (€5,295,623 in 2021) to fund the repayment of loans on 31 Affordable Houses across a number of locations. The loan was redeemed accordingly in early 2023 for the amount received.

In addition, the Dept provided funding of €862,064 in respect of an adverse balance in relation to the acquisition of the housing lands referred to above.

There are funding arrangements in place for €3.36m in respect of the balance of acquisition costs for Marina Park and €4.1m relating to docklands bridges.

These balances are reviewed regularly with particular emphasis on funding sources, and we continue to engage with relevant parties to seek solutions for these housing balances. It is intended that the Docklands Bridge will be funded in tandem with future developments in the docklands area.

Financial Standing

The Balance Sheet shows net assets of €4.478 b at the 31st of December 2022 consisting of the following:

Table 7: Balance Sheet Summary

	2022	2021
	€ m	€ m
Fixed Assets	4,466.54	4,386.02
Work in Progress & Preliminary Expenses	100.34	124.66
Long Term Debtors	128.98	118.92
Net Current Assets/(Liabilities)	27.16	44.27
Long Term Creditors	(244.78)	(241.55)
Net Assets	4,478.24	4,432.32
Represented By		
Capitalisation Account	4,466.54	4386.02
Income WIP	91.89	110.89
General Revenue Reserve	1.10	1.04
Other Balances	(81.29)	(65.63)
	4,478.24	4,432.32

The net book value of fixed assets (including Work In Progress) at 31st December 2022 was €4.56 billion. This includes additions during the year of €90.97m to the Fixed Asset Register. The Breakdown of the Fixed Asset additions is as follows:

Asset Classification	€ m
Land	0.99
Parks	12.66
Housing	75.71
Plant & Machinery	1.44
Computers, Furniture & Equipment	0.10
Heritage	0.07

Fixed Asset disposals during the year amounted to €8.7m of which €7.05m was in respect of Housing, €1.1m relate to Plant & Machinery and €335k related to Land and €143k relate to Buildings.

Conclusion

In overall terms the financial outcome as set out in these financial statements was a significant achievement considering the expanding requirements for the provision of services together with an unforeseen increase in prices which impacted expenditures towards the latter half of 2022. Income streams continued to be under pressure nevertheless with the withdrawal of the Rates Waiver scheme with the debt collection levels recovered due to renewed focus on collection. It was through strict control of revenue expenditure and income that enabled budgets to be achieved.

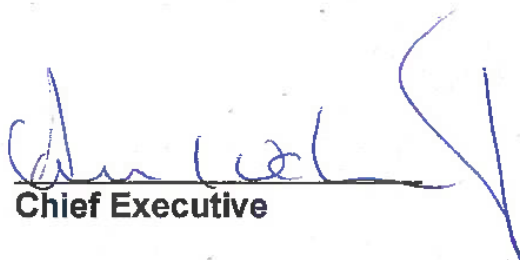
The City Council continued to drive its ambitious capital programme to successfully deliver under the Housing for All Plan and other infrastructural projects to deliver on the long-term ambition of the city under the National Development Plan to be a genuine counterbalance to Dublin. The programme is prepared to facilitate investment and allow development to progress in the city while ensuring the financial standing of the Council is not undermined.

Cork City Council will continue to closely link service provision with available resources. Inflation and global instability have the potential to give rise to significant challenges in 2023 both directly on Council expenditures and through the impact it will have on businesses within the Rate base. Notwithstanding such challenges, services will be delivered to the highest quality and represent value for money to support business, residential and visitor life in the city.

Cork City Council

Certificate of Chief Executive & Head of Finance for the year ended 31 December 2022

- 1.1 We the Chief Executive and Head of Finance are responsible for preparing an annual financial statement in accordance with the accounting code of practice issued by Minister under section 107 of the Local Government Act 2001.
- 1.2 We are responsible for maintaining proper books of account that disclose with reasonable accuracy the financial position of the local authority and enable it to ensure that financial statements prepared comply with the statutory requirements.
- 1.3 We are responsible for the safeguarding of assets of the local authority and for taking reasonable steps for the prevention and detection of fraud and other irregularities.
- 1.4 When preparing statements we have:
- stated that the financial statements have been prepared in accordance with the Accounting Code of Practice and the accounting policies have been applied consistently; and,
 - made judgments and estimates that are reasonable and prudent;
- 1.5 We certify that the financial statement of Cork City Council for the year ended 31 December 2022 as set out on pages 4 to 40 are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for Housing, Local Government and Heritage.


Chief Executive

Date 31/3/23


Head of Finance

Date 31/3/2023

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

I have audited the annual financial statement of Cork City Council for the year ended 31 December 2022 as set out on pages 4 to 24, which comprise the Statement of Accounting Policies, Statement of Comprehensive Income, Statement of Financial Position, Funds Flow Statement and notes to and forming part of the accounts. The financial reporting framework that has been applied in its preparation is the Code of Practice and Accounting Regulations as prescribed by the Minister for Housing, Local Government and Heritage.

Responsibilities of the Council and the Local Government Auditor

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

Scope of the audit of the financial statement

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

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

Opinion on the financial statement

In my opinion the annual financial statement, which has been prepared in accordance with the Code of Practice and Accounting Regulations for local authorities, presents fairly the financial position of Cork City Council at 31 December 2022 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.



John Collins
Local Government Auditor
26 October 2023

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, Local Government and Heritage (DHLGH) at 31st December 2022. Non-compliance with accounting policies as set out in ACoP must be stated in the Policies and Notes to the Accounts.

2. Statement of Funds Flow (Funds Flow Statement)

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

3. Accruals

The revenue and capital accounts have been prepared on an accrual basis in accordance with the Code of Practice. Parking, Planning, Fire Certificate, Library and Golf Course Fees are recorded on a cash receipts basis.

4. Interest Charges

Loans payable can be divided into the following two categories:

- Mortgage related loans
- Non- mortgage related loans

4.1 Mortgage Related Loans

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

4.2 Non Mortgage Related Loans

Note 7 to the accounts sets out the types of borrowing under this heading. Loans relating to assets/grants, revenue funding will not have a corresponding stream of income. Bridging finance will eventually become part of permanent funding. Loans in respect of the other headings will have a corresponding value in Note 3.

5. Pensions

Payments in respect of pensions and gratuities are charged to the revenue account in the accounting period in which the payments are made. The cost of salaries and wages in the accounts includes deductions in respect of pension contributions (including Widows and Orphans) benefits under the Local Government Superannuation Scheme and the Single Public Service Pension Scheme.

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

6. Agency and Other Services

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

7. Provision for Bad & Doubtful Debts

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

8. Fixed Assets

8.1 Classification of Assets

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

8.2 Recognition

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

8.3 Measurement

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

8.4 Revaluation

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

8.5 Disposals

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

8.6 Depreciation

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

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

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

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

9. Government Grants

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

10. Development Debtors & Income

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

11. Debt Redemption

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

12. Lease Schemes

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

13. Stock

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

14. Work-in-Progress & Preliminary Expenditure

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

15. Interest in Local Authority Companies

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

16. Related Parties

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

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

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

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

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

Local authority management and personnel salary and remuneration is determined by the Department of Housing, Local Government and Heritage 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.

FINANCIAL ACCOUNTS

STATEMENT OF COMPREHENSIVE INCOME (INCOME & EXPENDITURE ACCOUNT STATEMENT) FOR YEAR ENDING 31st DECEMBER 2022

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
		2022 €	2022 €	2022 €	2021 €
Housing & Building		80,094,983	79,915,210	179,774	(144,909)
Roads Transportation & Safety		47,097,638	20,361,162	26,736,476	26,413,334
Water Services		9,810,943	9,204,639	606,304	413,387
Development Management		24,381,081	13,849,503	10,531,578	8,786,841
Environmental Services		37,365,411	4,870,428	32,494,983	31,142,417
Recreation & Amenity		27,588,601	2,249,082	25,339,518	24,422,111
Agriculture, Food and the Marine		367,539	255,476	112,063	342,283
Miscellaneous Services		26,199,707	19,659,868	6,539,839	6,271,278
Total Expenditure/Income	15	252,905,903	150,365,369		
Net cost of Divisions to be funded from Rates & Local Property Tax				102,540,534	97,646,742
Rates				94,414,228	94,112,184
Local Property Tax				15,812,922	15,490,859
Surplus/(Deficit) for Year before Transfers	16			7,686,616	11,956,300
Transfers from/(to) Reserves	14			(7,624,569)	(11,896,284)
Overall Surplus/(Deficit) for Year				62,047	60,017
General Reserve @ 1st January 2022				1,040,842	980,825
General Reserve @ 31st December 2022				1,102,889	1,040,842

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AT 31st DECEMBER 2022

	Notes	2022 €	2021 €
Fixed Assets	1		
Operational		2,451,677,585	2,382,020,567
Infrastructural		1,837,132,599	1,838,757,194
Community		123,195,753	111,369,105
Non-Operational		54,530,493	53,873,737
		4,466,536,430	4,386,020,603
Work in Progress and Preliminary Expenses	2	100,342,556	124,664,469
Long Term Debtors	3	128,980,482	118,922,249
Current Assets			
Stocks	4	-	-
Trade Debtors & Prepayments	5	25,940,696	31,940,307
Bank Investments		76,844,343	56,526,506
Cash at Bank		3,957,312	4,012,706
Cash in Transit		21,615	21,489
		106,763,966	92,501,008
Current Liabilities (Amounts falling due within one year)			
Bank Overdraft		-	-
Creditors & Accruals	6	79,112,555	48,690,738
Finance Leases		12,005	25,596
		79,124,560	48,716,334
Net Current Assets / (Liabilities)		27,639,406	43,784,675
Creditors (Amounts falling due after more than one year)			
Loans Payable	7	162,610,545	173,239,002
Finance Leases		2,998	5,594
Refundable deposits	8	9,527,504	8,545,893
Other		73,121,875	59,279,561
		245,262,922	241,070,049
Net Assets		4,478,235,951	4,432,321,946
Represented by			
Capitalisation Account	9	4,466,536,430	4,386,020,604
Income WIP	2	91,889,219	110,894,284
General Revenue Reserve		1,102,889	1,040,842
Other Specific Reserves		-	-
Other Balances	10	(81,292,586)	(65,633,784)
Total Reserves		4,478,235,951	4,432,321,946

**STATEMENT OF FUNDS FLOW (FUNDS FLOW STATEMENT)
AS AT 31ST DECEMBER 2022**

	Note	2022 €	2022 €
REVENUE ACTIVITIES			
Net Inflow/(outflow) from operating activities	17		36,483,476
CAPITAL ACTIVITIES			
Returns on Investment & Servicing of Finance			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		80,515,825	
Increase/(Decrease) in WIP/Preliminary Funding		(19,005,065)	
Increase/(Decrease) in Reserves Balances	18	<u>(3,866,014)</u>	
Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance			57,644,747
Capital Expenditure & Financial Investment			
(Increase)/Decrease in Fixed Assets		(80,515,825)	
(Increase)/Decrease in WIP/Preliminary Funding		24,321,913	
(Increase)/Decrease in Other Capital Balances	19	<u>(18,544,980)</u>	
Net Inflow/(Outflow) from Capital Expenditure and Financial Investment			(74,738,892)
Financing			
Increase/(Decrease) in Loan Financing	20	(6,860,562)	
(Increase)/Decrease in Reserve Financing	21	<u>6,752,191</u>	
Net Inflow/(Outflow) from Financing Activities			(108,371)
Third Party Holdings			
Increase/(Decrease) in Refundable Deposits			981,611
Net Increase/(Decrease) in Cash and Cash Equivalents	22		<u><u>20,262,570</u></u>

NOTES TO AND FORMING PART OF THE ACCOUNTS

1. Fixed Assets

	Land	Parks	Housing	Buildings	Plant & Machinery (Long & Short Life)	Computers, Furniture & Equipment	Heritage	Roads & Infrastructure	Water & Sewerage Network	Total
	€	€	€	€	€	€	€	€	€	€
Costs										
Accumulated Costs @ 1/1/2022	81,102,245	20,206,935	2,150,377,939	156,173,977	6,720,594	1,436,670	97,607,237	1,864,821,961	34,138,768	4,412,586,326
Additions										
- Purchased	991,756	-	18,015,148	-	1,437,607	101,010	65,013	-	-	20,610,535
- Transfers WIP	-	12,657,436	57,699,217	-	-	-	-	-	-	70,356,653
Disposals\Statutory Transfers	(335,000)	-	(7,051,604)	(142,931)	(1,100,178)	(73,551)	-	-	-	(8,703,264)
Revaluations	-	-	-	-	-	-	-	-	-	-
Historical Cost Adjustments	-	-	-	-	-	-	-	-	-	-
Accumulated Costs @ 31/12/2022	81,759,001	32,864,371	2,219,040,699	156,031,046	7,058,024	1,464,129	97,672,251	1,864,821,961	34,138,768	4,494,850,250
Depreciation										
Depreciation @ 1/1/2022	-	6,515,216	-	-	5,663,215	1,381,622	-	-	13,005,669	26,565,722
Provision for Year	-	903,945	-	-	342,356	41,933	-	-	1,624,596	2,912,829
Disposals\Statutory Transfers	-	-	-	-	(1,091,180)	(73,551)	-	-	-	(1,164,731)
Accumulated Depreciation @ 31/12/2022	-	7,419,161	-	-	4,914,391	1,350,004	-	-	14,630,265	28,313,821
Net Book Value @ 31/12/2022	81,759,001	25,445,210	2,219,040,699	156,031,046	2,143,633	114,125	97,672,251	1,864,821,961	19,508,503	4,466,536,430
Net Book Value @ 31/12/2021	81,102,245	13,691,719	2,150,377,939	156,173,977	1,057,379	55,048	97,607,237	1,864,821,961	21,133,099	4,386,020,604
Net Book Value by Category										
Operational	12,097,806	382,782	2,219,040,699	141,762,704	2,143,633	114,125	27,274,292	48,861,543	-	2,451,677,585
Infrastructural	-	-	-	2,034,385	-	-	-	1,815,589,711	19,508,503	1,837,132,599
Community	15,508,430	25,062,428	-	12,233,957	-	-	70,020,230	370,707	-	123,195,753
Non-Operational	54,152,765	-	-	-	-	-	377,728	-	-	54,530,493
Net Book Value @ 31/12/2022	81,759,001	25,445,210	2,219,040,699	156,031,046	2,143,633	114,125	97,672,251	1,864,821,961	19,508,503	4,466,536,430

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 2022 €	Unfunded 2022 €	Total 2022 €	Total 2021 €
Expenditure				
Work in Progress	94,756,689	-	94,756,689	119,606,667
Preliminary Expenses	3,337,607	2,248,260	5,585,867	5,057,802
	98,094,296	2,248,260	100,342,556	124,664,469
Income				
Work in Progress	89,101,919	-	89,101,919	108,006,734
Preliminary Expenses	2,329,793	457,507	2,787,300	2,887,550
	91,431,712	457,507	91,889,219	110,894,284
Net Expended				
Work in Progress	5,654,770	-	5,654,770	11,599,933
Preliminary Expenses	1,007,814	1,790,753	2,798,567	2,170,252
Net Over/(Under) Expenditure	6,662,585	1,790,753	8,453,338	13,770,185

3. Long Term Debtors

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

	Balance @ 1/1/2022 €	Loans Issued €	Principal Repaid €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2022 €	Balance @ 31/12/2021 €
Long Term Mortgage Advances*	25,422,460	3,016,204	(1,677,818)	(628,964)	(143)	26,131,737	25,422,460
Tenant Purchases Advances	15,323	-	(4,593)	-	-	10,730	15,323
Shared Ownership Rented Equity	2,554,927	-	-	(48,395)	(54,913)	2,451,618	2,554,927
	27,992,709	3,016,204	(1,682,411)	(677,360)	(55,057)	28,594,086	27,992,709
Recoupable Loan Advances						29,957,463	34,299,683
Capital Advance Leasing Facility						73,121,875	59,279,561
Long-term Investments						-	-
Cash						-	-
Interest in associated companies						-	-
Other						722,700	811,700
						103,802,038	94,390,944
						132,396,124	122,383,653
Less: Amounts falling due within one year (Note 5)						(3,415,642)	(3,461,404)
Total Amounts falling due after more than one year						128,980,482	118,922,249

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

4. Stocks

A summary of stock is as follows:

	2022 €	2021 €
Central Stores	-	-
Other Depots	-	-
Total	-	-

5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

	2022 €	2021 €
Government Debtors	12,537,475	16,122,864
Commercial Debtors	17,036,433	19,991,222
Non-Commercial Debtors	5,224,801	5,467,707
Development Levy Debtors	4,119,427	5,421,031
Other Services	-	-
Other Local Authorities	2,744,014	3,217,732
Revenue Commissioners	-	-
Other	8,963,167	9,365,976
Add: Amounts falling due within one year (Note 3)	3,415,642	3,461,404
Total Gross Debtors	54,040,959	63,047,935
Less: Provision for Doubtful Debts	(29,933,050)	(32,302,771)
Total Trade Debtors	24,107,909	30,745,164
Prepayments	1,832,787	1,195,142
	25,940,696	31,940,307

NOTES TO AND FORMING PART OF THE ACCOUNTS

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2022 €	2021 €
Trade creditors	566,260	961,489
Grants	-	-
Revenue Commissioners	7,906,641	7,096,749
Other Local Authorities	-	-
Other Creditors	-	-
	8,472,901	8,058,238
Accruals	36,854,392	24,007,241
Deferred Income	26,107,031	9,151,934
Add: Amounts falling due within one year (Note 7)	7,678,231	7,473,325
	79,112,555	48,690,738

7. Loans Payable

(a) Movement in Loans Payable

	HFA	OPW	Other	Balance @ 31/12/2022	Balance @ 31/12/2021
	€	€	€	€	€
Balance @ 1/1/2022	163,734,105	-	16,978,222	180,712,326	189,300,796
Borrowings	5,306,050	-	-	5,306,050	4,912,200
Repayment of Principal	(4,602,202)	-	(3,348,137)	(7,950,338)	(10,566,871)
Early Redemptions	(7,928,998)	-	(9)	(7,929,007)	(3,264,994)
Other Adjustments	149,745	-	-	149,745	331,195
Balance @ 31/12/2022	156,658,700	-	13,630,076	170,288,776	180,712,326
Less: Amounts falling due within one year (Note 6)				7,678,231	7,473,325
Total Amounts falling due after more than one year				162,610,545	173,239,002

(b) Application of Loans

An analysis of loans payable is as follows:

	HFA	OPW	Other	Balance @ 31/12/2022	Balance @ 31/12/2021
	€	€	€	€	€
Mortgage loans*	25,874,800	-	(9)	25,874,791	24,806,055
Non-Mortgage loans					
Asset/Grants	50,728,304	-	6,274,082	57,002,386	56,263,729
Revenue Funding	-	-	-	-	-
Bridging Finance	55,018,266	-	-	55,018,266	62,497,520
Recoupable	22,601,460	-	7,356,003	29,957,463	34,299,683
Shared Ownership – Rented Equity	2,435,870	-	-	2,435,870	2,845,339
	156,658,700	-	13,630,076	170,288,776	180,712,326
Less: Amounts falling due within one year (Note 6)				7,678,231	7,473,325
Total Amounts falling due after more than one year				162,610,545	173,239,002

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

8. Refundable Deposits

The movement in refundable deposits is as follows:

	2022 €	2021 €
Opening Balance at 1 January	8,545,893	7,971,676
Deposits received	1,911,728	1,807,989
Deposits repaid	(930,117)	(1,233,772)
Closing Balance at 31 December	9,527,504	8,545,893

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 @ 1/1/2022 €	Purchased €	Transfers WIP €	Disposals\Statutory Transfers €	Revaluations €	Historical Cost Adj €	Balance @ 31/12/2022 €	Balance @ 31/12/2021 €
Grants	1,079,886,814	16,859,474	70,356,653	(2,863,070)	-	-	1,164,239,871	1,079,886,814
Loans	65,528,921	-	-	-	-	-	65,528,921	65,528,921
Revenue funded	5,970,531	-	-	(166,183)	-	-	5,804,348	5,970,531
Leases	19,713,526	-	-	-	-	-	19,713,526	19,713,526
Development Levies	18,180,815	-	-	-	-	-	18,180,815	18,180,815
Tenant Purchase Annuities Unfunded	-	-	-	-	-	-	-	-
Historical	2,147,251,595	-	-	(4,886,309)	-	-	2,142,365,286	2,147,251,595
Other	1,076,054,126	3,751,061	-	(787,702)	-	-	1,079,017,484	1,076,054,126
Total Gross Funding	4,412,586,326	20,610,535	70,356,653	(8,703,264)	-	-	4,494,850,250	4,412,586,326
Less: Amortised							(28,313,821)	(26,565,722)
Total *							4,466,536,430	4,386,020,604

* 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 @ 1/1/2022 €	Capital re-classification * €	Expenditure €	Income €	Net Transfers €	Balance @ 31/12/2022 €	Balance @ 31/12/2021 €
Development Levies balances	(i)	3,061,641	-	(164,648)	7,539,959	(9,474,245)	1,292,003	3,061,641
Capital account balances including asset formation and enhancement	(ii)	5,385,293	(7,481,617)	97,512,684	86,834,570	16,507,133	3,732,695	5,385,293
Voluntary & Affordable Housing Balances	(iii)							
- Voluntary Housing		(81,356)	(1,037,556)	15,128,864	16,131,678	(5,505)	(121,602)	(81,356)
- Affordable Housing		(351,804)	(1,449,448)	23,867,111	8,432,859	31,565	(17,203,939)	(351,804)
Reserves created for specific purposes	(iv)	45,129,558	-	6,347,794	7,593,319	(3,341,901)	43,033,183	45,129,558
A. Net Capital Balances		53,143,332	(9,968,621)	142,691,805	126,532,385	3,717,047	30,732,339	53,143,332
Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities)	(v)						(112,024,925)	(118,777,116)
Interest in Associated Companies	(vi)						-	-
B. Non Capital Balances							(112,024,925)	(118,777,116)
Total Other Balances							(81,292,586)	(65,633,784)

*() 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:

	2022 €	2021 €
Net WIP & Preliminary Expenses (Note 2)	(8,453,338)	(13,770,185)
Net Capital Balances (Note 10)	30,732,339	53,143,332
Capital Balance Surplus/(Deficit) @ 31 December	22,279,001	39,373,147

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

	2022 €	2021 €
Opening Balance @ 1 January	39,373,147	30,068,809
Expenditure	197,709,941	143,968,597
Income		
- Grants	149,988,468	118,493,776
- Loans	2,349,745	2,831,195
- Other	22,114,358	21,379,908
Total Income	174,452,571	142,704,879
Net Revenue Transfers	6,163,225	10,568,056
Closing Balance @ 31 December	22,279,002	39,373,147

12. Mortgage Loan Funding Surplus/(Deficit)

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

	2022 Loan Annuity €	2022 Rented Equity €	2022 Total €	2021 Total €
Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3)	26,131,737	2,451,618	28,583,355	27,977,386
Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 7)	(25,874,791)	(2,435,870)	(28,310,661)	(27,651,394)
Surplus/(Deficit) in Funding @ 31st December	256,947	15,748	272,695	325,992

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:

	2022 Plant & Machinery €	2022 Materials €	2022 Total €	2021 Total €
Expenditure	3,903,445	-	3,903,445	3,881,802
Charged to Jobs	(3,903,445)	-	(3,903,445)	(3,881,802)
	-	-	-	-
Transfers from/(to) Reserves	-	-	-	-
Surplus/(Deficit) for the Year	-	-	-	-

NOTES TO AND FORMING PART OF THE ACCOUNTS

14. Transfers from/(to) Reserves

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

	2022	2022	2022	2021
	Transfers from Reserves €	Transfers to Reserves €	€	€
Principal Repayments of Non-Mortgage Loans (Own Asset)	-	(1,461,344)	(1,461,344)	(1,328,227)
Principal Repayments of Non-Mortgage Loans (Recoupable Non Asset)	-	-	-	-
Principal Repayments of Finance Leases	-	-	-	-
Transfers to Other Balance Sheet Reserves	-	-	-	-
Transfers to/from Capital Account	1,388,821	(7,552,046)	(6,163,225)	(10,568,056)
Surplus/(Deficit) for Year	1,388,821	(9,013,390)	(7,624,569)	(11,896,284)

15. Analysis of Revenue Income

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

	Appendix No	2022		2021	
		€	%	€	%
Grants & Subsidies	3	82,647,372	32%	99,531,461	36%
Contributions from other local authorities		2,468,170	1%	2,567,086	1%
Goods & Services	4	65,249,826	25%	62,206,207	23%
		150,365,368	58%	164,304,754	60%
Local Property Tax		15,812,922	6%	15,490,859	6%
Rates		94,414,228	36%	94,112,184	34%
Total Income		260,592,519	100%	273,907,797	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
	2022 €	2022 €	2022 €	2022 €	2022 €
Housing & Building	80,094,983	2,716,773	82,811,756	75,855,800	(6,955,956)
Roads Transportation & Safety	47,097,638	2,775,685	49,873,323	47,749,300	(2,124,023)
Water Services	9,810,943	113,998	9,924,941	10,557,300	632,359
Development Management	24,381,081	1,229,513	25,610,594	16,930,400	(8,680,194)
Environmental Services	37,365,411	546,730	37,912,141	37,843,100	(69,041)
Recreation & Amenities	27,588,601	1,325,914	28,914,515	27,357,500	(1,557,015)
Agriculture, Food and the Marine	367,539	635	368,174	688,100	319,926
Miscellaneous Services	26,199,707	304,143	26,503,850	23,584,200	(2,919,650)
Total Divisions	252,905,903	9,013,390	261,919,293	240,565,700	(21,353,593)
Local Property Tax	-	-	-	-	-
Rates	-	-	-	-	-
Dr/Cr Balance	-	-	-	-	-
(Deficit)/Surplus for Year	252,905,903	9,013,390	261,919,293	240,565,700	(21,353,593)

	INCOME					NET
	Excluding Transfers	Transfers	Including Transfers	Budget	Over/(Under) Budget	(Over)/Under Budget
	2022 €	2022 €	2022 €	2022 €	2022 €	2022 €
	79,915,210	-	79,915,210	74,578,300	5,336,910	(1,619,047)
	20,361,162	1,341,007	21,702,170	20,753,700	948,470	(1,175,553)
	9,204,639	-	9,204,639	9,302,600	(97,961)	534,398
	13,849,503	-	13,849,503	5,417,000	8,432,503	(247,691)
	4,870,428	-	4,870,428	4,686,300	184,128	115,087
	2,249,082	47,814	2,296,896	1,767,000	529,896	(1,027,118)
	255,476	-	255,476	352,900	(97,424)	222,502
	19,659,868	-	19,659,868	10,799,300	8,860,568	5,940,918
	150,365,369	1,388,821	151,754,190	127,657,100	24,097,090	2,743,497
	15,812,922	-	15,812,922	15,813,000	(78)	(78)
	94,414,228	-	94,414,228	97,095,600	(2,681,372)	(2,681,372)
	260,592,519	1,388,821	261,981,340	240,565,700	21,415,640	62,047

NOTES TO AND FORMING PART OF THE ACCOUNTS

2022

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

Operating Surplus/(Deficit) for Year	62,047
(Increase)/Decrease in Stocks	-
(Increase)/Decrease in Trade Debtors	5,999,611
Increase/(Decrease) in Creditors Less than One Year	30,421,818
	<u>36,483,476</u>

18. Increase/(Decrease) in Reserve Balances

Increase/(Decrease) in Development Levies balances	(1,769,638)
Increase/(Decrease) in Reserves created for specific purposes	(2,096,375)
	<u>(3,866,014)</u>

19. (Increase)/Decrease in Other Capital Balances

(Increase)/Decrease in Capital account balances including asset formation and enhancement	(1,652,598)
(Increase)/Decrease in Voluntary Housing Balances	(40,246)
(Increase)/Decrease in Affordable Housing Balances	(16,852,135)
	<u>(18,544,980)</u>

20. Increase/(Decrease) in Loan Financing

(Increase)/Decrease in Long Term Debtors	(10,058,233)
Increase/(Decrease) in Mortgage Loans	1,068,736
Increase/(Decrease) in Asset/Grant Loans	738,656
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	(7,479,253)
Increase/(Decrease) in Recoupable Loans	(4,342,220)
Increase/(Decrease) in Shared Ownership Rented Equity Loans	(409,469)
Increase/(Decrease) in Finance Leasing	(16,187)
(Increase)/Decrease in Portion Transferred to Current Liabilities	(204,906)
Increase/(Decrease) in Other Creditors - Deferred Income	13,842,314
	<u>(6,860,562)</u>

NOTES TO AND FORMING PART OF THE ACCOUNTS

2022

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21. (Increase)/Decrease in Reserve Financing

(Increase)/Decrease in Other Specific Reserves	-
(Increase)/Decrease in Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities)	6,752,191
(Increase)/Decrease in Reserves in Associated Companies	-
	<u>6,752,191</u>

22. Analysis of Changes in Cash & Cash Equivalents

Increase/(Decrease) in Bank Investments	20,317,837
Increase/(Decrease) in Cash at Bank/Overdraft	(55,394)
Increase/(Decrease) in Cash in Transit	128
	<u>20,262,570</u>

NOTES TO AND FORMING PART OF THE ACCOUNTS

23. Accounting for the Rates Waiver/Credit in Lieu in relation to Commercial Rates

The Government continued its unprecedented support for the local government sector, with the provision of a targeted commercial rates waiver to cover the hospitality, arts, leisure and entertainment sectors, travel agency and airports sector, for Quarter 1 of 2022, at a cost of €62million.

The cost of this support is reported in Appendix 1 as a Payment of Subsidies and Grants under the Operational Expenses heading. The income appears in Appendix 3 under the Department of Housing, Local Government and Heritage under Miscellaneous. The credit in lieu is reported in Appendix 7 under Waivers/Credits. The full Rates Accrued Income for 2022 appears in the Income and Expenditure Account as normal.

24. Accounting for Climate Action

Expenditure in relation to Climate Change is accounted for in the area where the expenditure is incurred e.g. Housing, Roads, etc. This is in line with the Local Authorities costing system where the full cost of a service/sub-service must reflect all the costs associated with the service.

APPENDICES

APPENDIX 1
ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31st DECEMBER 2022

	2022 €	2021 €
Payroll Expenses		
Salary & Wages	79,348,510	75,910,069
Pensions (incl Gratuities)	19,892,131	18,522,573
Other costs	5,633,882	5,080,747
Total	104,874,523	99,513,389
Operational Expenses		
Purchase of Equipment	824,563	758,943
Repairs & Maintenance	1,310,619	1,422,820
Contract Payments	22,535,773	23,795,287
Agency services	51,679,177	39,110,900
Machinery Yard Charges incl Plant Hire	5,126,973	4,489,918
Purchase of Materials & Issues from Stores	3,659,226	2,800,052
Payment of Subsidies and Grants	11,420,133	45,376,197
Members Costs	437,231	285,176
Travelling & Subsistence Allowances	890,314	592,193
Consultancy & Professional Fees Payments	2,885,744	2,333,629
Energy / Utilities Costs	5,358,405	4,367,698
Other	23,169,129	18,899,829
Total	129,297,285	144,232,641
Administration Expenses		
Communication Expenses	861,755	822,705
Training	654,727	582,487
Printing & Stationery	324,530	332,541
Contributions to other Bodies	411,056	511,883
Other	3,374,808	2,827,385
Total	5,626,875	5,077,002
Establishment Expenses		
Rent & Rates	2,258,872	2,242,409
Other	4,641,888	3,875,380
Total	6,900,760	6,117,789
Financial Expenses	5,838,759	6,274,807
Miscellaneous Expenses	367,699	735,867
Total Expenditure	252,905,903	261,951,496

**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	19,265,674	426,330	31,233,354	-	31,659,684
A02	Housing Assessment, Allocation and Transfer	1,001,655	-	-	-	-
A03	Housing Rent and Tenant Purchase Administration	1,732,811	-	8,840	-	8,840
A04	Housing Community Development Support	6,690,707	2,902	128,996	-	131,898
A05	Administration of Homeless Service	19,827,517	16,806,750	807,164	1,716,348	19,330,262
A06	Support to Housing Capital & Affordable Prog.	2,808,557	171,736	397,537	-	569,273
A07	RAS Programme	24,129,688	22,640,850	1,225,221	-	23,866,072
A08	Housing Loans	990,569	-	863,917	-	863,917
A09	Housing Grants	4,338,559	2,419,323	-	-	2,419,323
A11	Agency & Recoupable Services	1,647,218	851,150	14,797	-	865,947
A12	HAP Programme	378,800	199,995	-	-	199,995
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		82,811,756	43,519,036	34,679,826	1,716,348	79,915,210
Less Transfers to/from Reserves		2,716,773		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		80,094,983		34,679,826		79,915,210

APPENDIX 2
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	755,039	129,421	220,997	-	350,418
B02	NS Road - Maintenance and Improvement	-	-	53,212	-	53,212
B03	Regional Road - Maintenance and Improvement	1,803,541	-	12,166	-	12,166
B04	Local Road - Maintenance and Improvement	24,350,874	9,156,216	1,328,362	-	10,484,578
B05	Public Lighting	6,044,524	139,300	-	-	139,300
B06	Traffic Management Improvement	6,633,964	201,061	110,385	-	311,447
B07	Road Safety Engineering Improvement	14,859	14,514	125	-	14,639
B08	Road Safety Promotion/Education	1,112,764	-	20,495	-	20,495
B09	Maintenance & Management of Car Parking	5,999,128	-	9,683,790	-	9,683,790
B10	Support to Roads Capital Prog.	3,158,629	-	11,979	-	11,979
B11	Agency & Recoupable Services	0	-	620,147	-	620,147
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		49,873,323	9,640,512	12,061,658	-	21,702,170
Less Transfers to/from Reserves		2,775,685		1,341,007		1,341,007
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		47,097,638		10,720,650		20,361,162

**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	6,001,299	-	5,872,366	-	5,872,366
C02	Operation and Maintenance of Waste Water Treatme	3,290,321	-	3,033,066	-	3,033,066
C03	Collection of Water and Waste Water Charges	13,357	-	6,448	-	6,448
C04	Operation and Maintenance of Public Conveniences	200,134	-	718	-	718
C05	Admin of Group and Private Installations	83,121	70,309	-	-	70,309
C06	Support to Water Capital Programme	-	-	-	-	-
C07	Agency & Recoupable Services	-	-	4,189	-	4,189
C08	Local Authority Water and Sanitary Services	336,709	216,015	1,529	-	217,544
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		9,924,941	286,324	8,918,315	-	9,204,639
Less Transfers to/from Reserves		113,998		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		9,810,943		8,918,315		9,204,639

**APPENDIX 2
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	2,179,531	-	24,166	-	24,166
D02 Development Management	3,118,334	30,500	1,047,331	-	1,077,831
D03 Enforcement	882,813	189,572	240,911	-	430,483
D04 Op & Mtce of Industrial Sites & Commercial Facilities	130	-	-	-	-
D05 Tourism Development and Promotion	1,285,106	17,128	10,976	-	28,104
D06 Community and Enterprise Function	13,063,783	10,500,685	72,805	-	10,573,490
D07 Unfinished Housing Estates	-	-	-	-	-
D08 Building Control	578,190	-	9,041	-	9,041
D09 Economic Development and Promotion	3,970,684	1,368,523	93,652	44,854	1,507,029
D10 Property Management	78	-	168,615	-	168,615
D11 Heritage and Conservation Services	531,945	17,056	6,253	-	23,309
D12 Agency & Recoupable Services	0	-	7,436	-	7,436
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES	25,610,594	12,123,464	1,681,185	44,854	13,849,503
Less Transfers to/from Reserves	1,229,513		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES	24,381,081		1,681,185		13,849,503

**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	1,898,904	-	1,201,745	-	1,201,745
E02	Op & Mtce of Recovery & Recycling Facilities	1,477,883	-	14,300	-	14,300
E03	Op & Mtce of Waste to Energy Facilities	-	-	-	-	-
E04	Provision of Waste to Collection Services	-	-	-	-	-
E05	Litter Management	361,705	-	114,631	-	114,631
E06	Street Cleaning	7,835,934	-	232,453	-	232,453
E07	Waste Regulations, Monitoring and Enforcement	791,760	190,312	61,923	-	252,235
E08	Waste Management Planning	648,778	-	65,021	-	65,021
E09	Maintenance and Upkeep of Burial Grounds	2,229,613	-	797,092	-	797,092
E10	Safety of Structures and Places	1,326,583	76,008	439,989	-	515,997
E11	Operation of Fire Service	18,402,579	10,393	417,449	480,976	908,818
E12	Fire Prevention	2,099,109	-	755,990	-	755,990
E13	Water Quality, Air and Noise Pollution	590,277	-	12,145	-	12,145
E14	Agency & Recoupable Services	0	-	-	-	-
E15	Climate Change and Flooding	249,018	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		37,912,142	276,714	4,112,738	480,976	4,870,428
Less Transfers to/from Reserves		546,730		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		37,365,411		4,112,738		4,870,428

APPENDIX 2

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	1,209,307	-	723,284	-	723,284
F02	Operation of Library and Archival Service	9,917,713	69,595	211,828	201,972	483,395
F03	Op, Mtce & Imp of Outdoor Leisure Areas	12,609,931	101,861	230,148	-	332,009
F04	Community Sport and Recreational Development	1,566,597	-	109,284	-	109,284
F05	Operation of Arts Programme	3,610,968	524,171	119,654	5,100	648,925
F06	Agency & Recoupable Services	(0)	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		28,914,515	695,627	1,394,197	207,072	2,296,896
Less Transfers to/from Reserves		1,325,914		47,814		47,814
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		27,588,601		1,346,383		2,249,082

**APPENDIX 2
SERVICE DIVISION G
AGRICULTURE, FOOD and THE MARINE**

		EXPENDITURE	INCOME		
DIVISION	TOTAL €	State Grants & Subsidies €	Provision of Goods and Services €	Contributions from other local authorities €	TOTAL €
G01	Land Drainage Costs	-	-	-	-
G02	Operation and Maintenance of Piers and Harbours	-	-	-	-
G03	Coastal Protection	-	-	-	-
G04	Veterinary Service	216,864	-	175,710	175,710
G05	Educational Support Services	151,310	79,662	104	79,766
G06	Agency & Recoupable Services	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		368,174	79,662	175,814	255,476
Less Transfers to/from Reserves		635		-	-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		367,539		175,814	255,476

APPENDIX 2
SERVICE DIVISION H
MISCELLANEOUS SERVICES

DIVISION		EXPENDITURE TOTAL €	INCOME			
			State Grants & Subsidies €	Provision of Goods and Services €	Contributions from other local authorities €	TOTAL €
H01	Profit/Loss Machinery Account	(0)	-	-	-	-
H02	Profit/Loss Stores Account	-	-	-	-	-
H03	Adminstration of Rates	8,641,790	5,052,681	1,443,254	-	6,495,935
H04	Franchise Costs	390,399	-	11,651	-	11,651
H05	Operation of Morgue and Coroner Expenses	1,237,787	-	2,934	-	2,934
H06	Weighbridges	92,483	-	52,718	-	52,718
H07	Operation of Markets and Casual Trading	208,307	-	313,049	-	313,049
H08	Malicious Damage	-	-	-	-	-
H09	Local Representation/Civic Leadership	1,951,206	-	-	-	-
H10	Motor Taxation	-	-	-	-	-
H11	Agency & Recoupable Services	13,981,877	10,973,352	1,791,308	18,921	12,783,581
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		26,503,850	16,026,033	3,614,914	18,921	19,659,868
Less Transfers to/from Reserves		304,143		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		26,199,707		3,614,914		19,659,868
TOTAL ALL DIVISIONS		252,905,903	82,647,372	65,249,826	2,468,170	150,365,369

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2022 €	2021 €
Department of Housing, Local Government and Heritage		
Housing and Building	43,508,770	35,990,857
Road Transport & Safety	-	83,371
Water Services	286,324	347,781
Development Management	273,387	140,650
Environmental Services	200,705	365,687
Recreation and Amenity	131,814	203,086
Agriculture, Food and the Marine	-	-
Miscellaneous Services	16,026,133	46,362,803
	60,427,132	83,494,235
Other Departments and Bodies		
TII Transport Infrastructure Ireland	9,601,070	8,948,252
Tourism, Culture, Arts, Gaeltacht, Sport and Media	426,481	990,133
National Transport Authority	-	-
Social Protection	101,861	-
Defence	78,508	75,992
Education	79,662	67,000
Library Council	50,000	50,004
Arts Council	-	-
Transport	-	-
Justice	-	-
Agriculture, Food and the Marine	-	-
Enterprise, Trade and Employment	1,368,523	4,048,651
Rural and Community Development	-	14,756
Environment, Climate and Communications	-	-
Food and Safety Authority of Ireland	-	-
Other	10,514,135	1,842,438
	22,220,240	16,037,226
Total	82,647,372	99,531,461

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2022	2021
	€	€
Rents from Houses	32,912,109	31,692,705
Housing Loans Interest & Charges	1,269,395	1,227,576
Domestic Water	-	-
Commercial Water	-	-
Irish Water	8,687,784	8,428,139
Domestic Refuse	-	-
Commercial Refuse	-	-
Domestic Sewerage	-	-
Commercial Sewerage	-	-
Planning Fees	822,397	1,298,479
Parking Fines/Charges	9,447,323	5,067,376
Recreation & Amenity Activities	679,403	532,583
Agency Services	-	-
Pension Contributions	2,398,854	2,374,128
Property Rental & Leasing of Land	576,506	444,193
Landfill Charges	1,169,178	1,406,308
Fire Charges	654,422	779,613
NPPR	485,464	1,130,841
Misc. (Detail)	6,146,990	7,824,266
	65,249,826	62,206,207

Misc now includes income previously shown separately as library fees/fines (photocopying/printing fees)

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2022	2021
	€	€
EXPENDITURE		
Payment to Contractors	116,165,912	64,058,328
Purchase of Land	6,210,531	7,424,889
Purchase of Other Assets/Equipment	17,149,080	17,962,034
Professional & Consultancy Fees	11,182,955	9,656,539
Other	47,001,463	44,866,808
Total Expenditure (Net of Internal Transfers)	197,709,941	143,968,597
Transfers to Revenue	1,388,821	924,624
Total Expenditure (Incl Transfers) *	199,098,762	144,893,221
INCOME		
Grants and LPT	149,988,468	118,493,776
Non - Mortgage Loans	2,349,745	2,831,195
Other Income		
(a) Development Contributions	7,539,959	6,546,605
(b) Property Disposals		
- Land	1,623,645	214,405
- LA Housing	293,710	-
- Other property	-	10,000
(c) Purchase Tenant Annuities	1,955,118	261,378
(d) Car Parking	124,884	85,421
(e) Other	10,577,042	14,262,099
Total Income (Net of Internal Transfers)	174,452,571	142,704,879
Transfers from Revenue	7,552,046	11,492,680
Total Income (Incl Transfers) *	182,004,617	154,197,559
Surplus\Deficit) for year	(17,094,145)	9,304,338
Balance (Debit)\Credit @ 1 January	39,373,147	30,068,809
Balance (Debit)\Credit @ 31 December	22,279,002	39,373,147

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

APPENDIX 6
ANALYSIS OF EXPENDITURE AND INCOME ON CAPITAL ACCOUNT

	BALANCE @ 1/1/2022 €	EXPENDITURE €	INCOME				TRANSFERS			BALANCE @ 31/12/2022 €
			Grants and LPT €	Non-Mortgage Loans* €	Other €	Total Income €	Transfer from Revenue €	Transfer to Revenue €	Internal Transfers €	
Housing & Building	(29,726,457)	135,327,243	101,262,475	2,349,745	3,667,714	107,279,934	1,585,851	-	1,059,525	(55,128,389)
Road Transportation & Safety	15,410,341	37,069,504	34,263,917	-	1,704,868	35,968,785	421,000	45,406	2,848,236	17,533,452
Water Services	5,141,136	7,771,755	6,808,813	-	1,487,897	8,296,710	-	-	1,041,883	6,707,975
Development Management	4,705,202	9,238,599	5,622,860	-	8,767,801	14,390,661	901,110	-	(5,848,967)	4,909,407
Environmental Services	5,592,413	1,628,571	789,015	-	534,438	1,323,453	213,171	30,000	440,000	5,910,466
Recreation & Amenity	(1,774,986)	1,514,858	293,150	-	3,324,228	3,617,378	816,160	-	934,380	2,078,074
Agriculture, Food and the Marine	-	-	-	-	-	-	-	-	-	-
Miscellaneous Services	40,025,497	5,159,411	948,239	-	2,627,410	3,575,649	3,614,754	1,313,415	(475,056)	40,268,016
TOTAL	39,373,147	197,709,941	149,988,468	2,349,745	22,114,358	174,452,571	7,552,046	1,388,821	-	22,279,002

Note: Mortgage-related transactions are excluded

APPENDIX 7

Summary of Major Revenue Collections for 2022

A Debtor type	B Incoming arrears @ 1/1/2022	C Accrued - current year debit (Gross)	D Vacant property adjustments	E Write offs	F Waivers and Credits	G Total for collection =(B+C-D-E-F)	H Amount collected	I Closing arrears @ 31/12/2022 = (G-H)	J Specific doubtful arrears*	K % Collected = (H)/(G-J)
	€	€	€	€	€	€	€	€	€	
Rates	19,020,961	94,533,790	3,684,703	2,212,665	4,298,013	103,359,370	87,486,030	15,873,340	884,543	85%
Rents & Annuities	5,071,557	38,563,689	-	470,629	-	43,164,617	38,303,054	4,861,563	-	89%
Housing Loans	396,151	3,091,314	-	-	-	3,487,465	3,124,314	363,151	-	90%

To alleviate the impact of Covid-19 on eligible businesses during 2022 the Government funded a 3 *month rates waiver scheme*. The amounts waived are shown in the Waived/Credits column in the table above and results in a corresponding reduction in the total for collection. This also has the effect of reducing the % collected in the final column. The Council received a grant equal to the amount waived and this is included in the grant income in Appendix 3. For prior year comparison purposes if the income was included in the Amount Collected column rather than the Waived/Credits column the % collected would have been 82%.

*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
The Cork Opera House DAC	66%	Subsidiary	11,658,009	7,108,485	3,766,503	3,506,357	(1,216,927)	N	31/03/2022
Cork Urban Enterprises Company	22%	Associate	1,587,489	195,637	250,522	204,400	1,391,852	N	31/12/2021
Spórt-Ionad Réigúinach Chorcaí Cuideachta Faoi Theorainn Rathaiochta T/A Leisureworld	100%	Subsidiary	4,812,376	3,361,730	2,532,895	2,552,008	1,450,646	N	31/12/2021
Livingwell Management Limited	100% Owned Subsidiary of Leisure World	100% Owned Subsidiary of Leisure World	92,421	103,492	265,609	294,478	(11,171)	N	31/12/2021
SDC Investment Holdings Limited	9%	N/A	3,885,172	NIL	142,970	NIL	533,799	N	31/12/2021
The Software Development Centre	100% Owned Subsidiary of SDC Holdings	100% Owned Subsidiary of SDC Holdings	13,451,002	5,072,992	1,022,797	493,477	5,028,138	N	31/12/2021