

Comhairle Chontae Dhún na nGall
Donegal County Council



Annual Financial Statement
2020
(Audited)

**ANNUAL FINANCIAL
STATEMENT
(AUDITED)**

Donegal County Council

For year ending 31st December 2020

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FOREWORD FROM 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 31st December 2020.

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 2020. 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 continue to present significant challenges for the organisation as we navigate our way towards the reopening of society and the economy. The pandemic has prompted organisations of all kinds, public and private, to focus on the financial implications of the restricted social and economic environment.

Thankfully, the impact of central government supports to individuals, businesses and local authorities has meant that we can look forward to playing a part in creating and benefitting from the economic recovery that is expected post Covid-19.

The commitments given by central government in 2020 meant that local authorities were able to prepare budgets for 2021 that maintained the level and quality of service to its citizens. This was very welcome and we are grateful for the certainty this provided.

We are also very grateful for the additional financial support provided by central government in 2020 to cover the Council's exceptional costs and lost income arising from the effects of the pandemic and the actions taken in the interest of public health. Donegal County Council received significant additional funding to offset exceptional Covid-related expenditure incurred in 2020 on purchasing personal protective equipment (PPE), adapting our facilities, adapting to new ways of working, IT upgrades and hardware, and the cost of additional supports to leisure centres, amongst other things, together with compensation for lost

income in areas such as parking charges, for example. This additional funding has been instrumental in terms of the Council achieving a positive outturn for 2020.

The difficult and challenging environment faced by businesses and ourselves in 2020 together with the many supports provided by Council have been covered well in other documents. This is also true for the level of praise given to the Council for its business and community supports and work under Covid-19 in 2020.

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 31st December 2020 shows an overall surplus for the year of €851,197.

The surplus for 2020 has the effect of improving the accumulated revenue deficit (General Reserve) from €7,733,836 at the end of 2019 to €6,882,639 at the end of 2020.

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 2020 Revenue Statement of Comprehensive Income (Income & Expenditure). The AFS figures for 2019 are shown for comparative purposes. Standard rounding rules have been applied.

Table 1 – Revenue Statement of Comprehensive Income (Income & Expenditure): 2020 and 2019

	2020	2019
	€	€
Income	206,069,021	156,914,754
Expenditure	205,217,824	156,262,007
Net Surplus/(Deficit)	851,197	652,747

Table 2 – Major Elements of Statement of Comprehensive Income (Income & Expenditure): 2020 and 2019

Major Elements of Income	2020 €	2019 €
Grants and Subsidies	94,601,188	45,649,251
Goods and Services (excluding NPPR)	46,996,146	48,436,554
Non Principal Private Residence Charges (NPPR)	1,644,496	1,693,787
Local Property Tax	26,775,480	25,119,850
Commercial Rates	35,782,979	34,153,707
Contributions from Other Local Authorities	113,458	108,878
Other transfers from Reserves	155,275	1,752,728
Total	206,069,021	156,914,754

Major Elements of Expenditure	2020 €	2019 €
Payroll and Pensions Expenses	64,273,723	61,840,732
Operational Expenses	111,407,160	70,584,622
Administration Expenses	4,914,842	5,218,493
Establishment Expenses	2,321,154	2,162,639
Loan Charges (Interest & Principal)	5,431,240	5,767,304
Other Financial Expenses (excluding loan interest payments)	9,504,586	7,089,780
Transfers from Revenue to Capital/Reserves (excluding loan principal repayments)	7,053,876	3,657,472
Miscellaneous Expenses	311,243	(59,036)
Total	205,217,824	156,262,007
Net of Income and Expenditure	851,197	652,747

Total revenue expenditure in 2020 of €205,217,824 represents an increase of €48,955,817 on the 2019 total Revenue Expenditure of €156,262,007.

There was a net increase of approximately €2.4m in Payroll and Pensions Expenses. Pension payments, including gratuities, increased by around €0.1m. Salary & Wages costs increased by approximately €2.1m. There was a net increase in whole-time equivalent (WTE) staff numbers from 979.57 at the end of 2019 to 999.96 at the end of 2020. In addition, there were increases applied to basic rates of pay during 2020, under the terms of national pay agreements.

Operational Expenses show a net increase of approximately €40.8m. The significant increase arose mainly as a result of the payment of Covid-19 Business Restart Grants (€24.3m) and the cost of applying Commercial Rates Waivers (€14.9m). Both of these initiatives were fully funded by central government, with the related income accounted for under 'Grants & Subsidies' (Appendix 3 of the AFS). In addition, exceptional funding in the sum of €3.55m was provided to Donegal County Council in 2020 in

recognition of lost income and exceptional expenditure arising from the impact of the Covid-19 pandemic.

There was a modest reduction in Administration Expenses year-on-year, with Establishment Expenses remaining relatively static.

Financial Expenses increased by €2.3m year-on-year. The net increase is mainly attributable to movements in the provision for Bad & Doubtful Debts, primarily in respect of Commercial Rates.

Transfers from Revenue to Capital and Reserves increased year-on-year by €3.4m. 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 6 below as well as in Appendix 5 and Appendix 6 of the AFS.

Table 6 – Capital Account Information: 2020 and 2019

	2020 €m	2019 €m
Capital Expenditure (including transfers to Revenue)	95.016	88.816
Total Outstanding on Mortgage Related Loans	14.262	15.107
Total Outstanding on Non-Mortgage Related Loans for Provision of Assets/Grants*	43.263	46.483
Development Levies Reserves – General & Specific (Credit)	12.043	10.542

*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 €95.016m in 2020 (including transfers to Revenue). This represents an increase of €6.200m on the 2019 figure.

The increase in expenditure is primarily attributable to increased activity in Programme Group 1 'Housing & Building', with expenditure of €32.386m in 2020 versus €24.403m in 2019 – an increase of €7.983m year-on-year. A total of €24.451m was spent in 2020 on house purchase/construction (an increase of €8.052m year-on-year). A total of €1.954m was spent on Housing Assistance Grants in 2020 (an increase of €0.375m year-on-year).

Capital Expenditure in Programme Group 2 'Road Transportation & Safety' totalled €46.089m. €4.783m was spent on National Primary Routes, including works relating to the TEN-T Project. €28.541m was spent on National Secondary Routes – primarily on the N56 Drumbeigh to Inver, Dungloe to Cloghbolie and Dunkineely to Bruckless routes. €3.149m was spent on Specific Improvements, including Meenamulligan Bridge, Fintra Bridge, North West Greenways and the Designated Urban Centres Grant Scheme (DUCGS project, incorporating the Joe Bonner Link Road).

The Roads Management Office (RMO) accounted for €5.272m in expenditure on the capital account during 2020. Expenditure incurred on the operation and development of the RMO is fully funded by the Department of Transport and by contributions from individual local authorities.

Capital expenditure in Programme Group 6 'Recreation & Amenity' totalled €8.822 in 2020 (+€1.142m year-on-year). This expenditure was incurred across a wide range of projects and programmes that included SICAP, LEADER, the Peace IV Programme, the Historic Towns Initiative (Ramelton), Swan Park and works to leisure centres, for example.

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 has an approved overdraft facility, which was required on a small number of occasions for short periods during late 2020.

Gross Debtors increased from €37.238m at the end of 2019 to €44.910m at the end of 2020 – a net increase of €7.672m. The increase in debtors is primarily due to the timing of year-end recoupment claims submitted to government departments. Year-on-year, Government Debtors increased by €11.507m. Government Debtors at year-end were primarily comprised of recoupment claims submitted in respect of expenditure incurred on the Housing programme (€10.669m) and exceptional expenditure and lost income relating to Covid-19 (€3.550m).

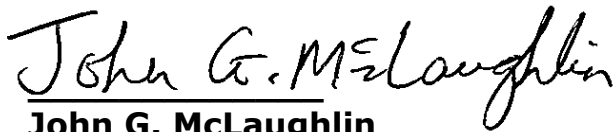
Commercial Rates debtors increased year-on-year by €0.714m. This was not unexpected, given the impact of Covid-19 on businesses in 2020. As has been stated in previous years, the Council continues to maintain positive engagements with its debtors, given the often symbiotic nature of our relationships, 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 together we navigate the challenges presented by the global pandemic.

The Council will work constructively and sympathetically with businesses and other customers with a view to 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.

CONCLUSION

In conclusion, 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 €851,197 has been achieved for 2020. I am pleased to report that the accumulated revenue deficit (General Reserve) has improved from €7,733,836 at the end of 2019 to €6,882,639 at the end of 2020.



John G. McLaughlin
Chief Executive

12th April 2021

FINANCIAL REVIEW

FINANCIAL REVIEW

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

INTRODUCTION

The 2020 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 2020 Statement of Comprehensive Income (Income and Expenditure Account) shows an improvement of €851,197 in the Council's Revenue Balance.

The Statement of Comprehensive Income may be summarised as follows:

Table 1 – Income & Expenditure Summary 2020 and 2019	2020 €	2019 €
Income	205,913,746	155,162,027
Expenditure	(193,944,121)	(148,155,524)
Net Transfers from/(to) Reserves	(11,118,428)	(6,353,755)
Surplus/(Deficit) for Year	851,197	652,747

The accumulated revenue deficit has improved from (€7,733,836) at the end of 2019 to (€6,882,639) at the end of 2020.

Table 2 – Movement in General Revenue Reserve 2020 and 2019	2020 €	2019 €
Opening Credit/(Debit) Balance	(7,733,836)	(8,386,583)
Overall Surplus/(Deficit) for year	851,197	652,747
Closing Credit/(Debit) Balance	(6,882,639)	(7,733,836)

For convenience, the primary contributors that have shaped the outturn position for 2020 are summarised on the following page.

Credits

- Grant funding in the sum of **€3.550m** was provided to Donegal County Council in connection with exceptional expenditure and lost income arising from the Covid-19 pandemic (contra – see Debits)
- Additional income in the sum of **€0.745m** was realised from Non-Principal Private Residence (NPPR) Charges
- Additional income in the sum of **€0.533m** was realised in respect of Irish Water’s contribution to Central Management Charges
- Savings on Pensions and Retirement Gratuities amounted to **€1.028m**
- Additional activity, primarily in Roads, contributed to a better than anticipated Machinery-Yard/Stores outturn for 2020 - **€0.305m**
- There were savings of **€0.420m** under the heading of Travelling & Subsistence Allowances. The transition to online meeting platforms and reduced interaction with customers and the general public during 2020 made a significant contribution to this saving
- There was a saving on insurance costs in 2020 in the sum of **€0.421m**. This includes a ‘Covid-19 Premium Credit’ from IPB Insurances in the sum of €0.298m
- There were net savings under Salaries & Wages headings of approximately **€2.562m**. The savings arose due to shorter working-time arrangements, the timing of recruitments/assignments, and payroll transfers to the capital account

Debits

- The sum of **€3.550m** was recouped from central government in recognition of lost income from fees & charges and exceptional expenditure under headings such as PPE, adapting facilities, IT upgrades, unfunded road crews and additional financial supports to leisure centres (contra – see Credits)
- There was net under-realisation of income under Commercial Rates and Property Entry Levies headings in the sum of **€0.461m**
- Adjustments to provisions for Bad & Doubtful Debts in 2020 were made at a net cost of **€1.835m**
- The ‘Project Development Fund Reserve’ was augmented by **€1.364m**
- **€0.700m** was transferred from Revenue to create a Tourism Supports and Minor Infrastructure Fund Reserve. This is in addition to the €700,000 fund approved in the adopted budget for 2021 and will allow for a similar programme of works to be undertaken in addition to the scheme already in place
- **€0.250m** was transferred from Revenue to Capital to create a reserve fund to carry out works to public conveniences
- The ‘Economic Development Fund Reserve’ was augmented by **€0.300m**
- **€0.200m** was transferred from Revenue to the Information Systems (IS) Reserve in order to replace monies invested in IT

infrastructure in 2020 and to provide capacity for ongoing essential work in this area

- **€0.450m** was transferred from Revenue to Capital to fund works on Council facilities at the former Lifford Army Barracks and to provide capacity for further works at this location
- **€1.000m** was transferred from Revenue to provide additional funding for the Countywide Footpath Programme (Insurance Risk Mitigation)
- A budget provision targeting income to be transferred from reserves of **€4.004m** was not required

The comparison between the Budget as adopted for 2020 and the outturn for the year is as follows:

Table 3 - Adopted Budget v Outturn	Budget 2020 €	Outturn 2020 €	Difference €
Expenditure	154,410,629	205,217,824	50,807,195
Income	154,410,629	206,069,021	51,658,392
Surplus / (Deficit)	0	851,197	851,197

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 prepared for presentation to the Elected Members at the May Council Meeting.

CAPITAL ACCOUNT PERFORMANCE

As detailed in Table 4 below, gross expenditure of €95,015,779 and gross income of €101,351,096 in 2020 resulted in an overall improvement of €6,335,317 in the Capital Account. The overall credit balance at 31st December 2020 is €44,346,983, compared with an overall credit balance of €38,011,666 at 31st December 2019.

Table 4 – Capital Account Performance

	2020 €	2019 €
Opening Credit Balance at 1 st January	38,011,666	42,517,288
Expenditure (including Transfers)	95,015,779	88,815,804
Income (including Transfers)	101,351,096	84,310,181
Surplus (Deficit)	6,335,317	(4,505,622)
Closing Credit Balance at 31st December	44,346,983	38,011,666

Standard rounding rules have been applied. The year-on-year increase in capital expenditure of €6,199,975 reflects mainly in net increases in *Payments to Contractors* and *Purchase of Other Assets/Equipment* headings (primarily relating to increases in expenditure on the Housing Capital Programme).

Table 5 – Capital Account Performance per Division/Programme-Group for 2017

Division	Balance @ 01/01/2020 €	Expenditure 2020 €	Income 2020 €	Balance @ 31/12/2020 €	Net Movement €
Housing & Building	954,976	32,386,107	32,736,728	1,305,597	350,621
Road Transportation & Safety	4,785,753	46,088,886	44,481,846	3,178,713	-1,607,040
Water Services	-18,158	264,702	469,994	187,134	205,292
Development Management	12,619,403	1,271,201	6,607,747	17,955,949	5,336,546
Environmental Services	-959,356	2,816,029	3,837,439	62,054	1,021,410
Recreation & Amenity	1,382,210	8,822,166	8,355,748	915,792	-466,418
Agriculture, Education, Health & Welfare	473,744	635,841	433,893	271,796	-201,948
Miscellaneous Services	18,773,094	2,730,848	4,427,704	20,469,950	1,696,856
Totals	38,011,666	95,015,779	101,351,096	44,346,983	6,335,317

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 2020 Annual Financial Statement is €3,434,284,136 (2019 - €3,416,931,445). 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 2020

Fixed Assets	Value €
Operational	774,597,337
Infrastructural	2,597,728,501
Community	6,900,724
Non-Operational	55,057,575
Total	3,434,284,136

Fixed Assets are further analysed in Note 1 of the Annual Financial Statement. The increase in the value of Fixed Assets is mainly attributable to house purchases/completions in the sum of €17.315m.

LOAN ACCOUNTS

Mortgage Related Loans (See Note 7)

As at 31st December 2020, the capital outstanding on these loans was €14.262m (2019: €15.107m); this represents a net reduction of €0.845m.

In the financial year ending 31st December 2020, the following transactions summarise the movements in relation to mortgage related loans.

Table 7a – Mortgage Loans

Loan Category	Borrowings €	Repayments & Redemptions €	Net Reduction €
Mortgage Loans - Annuity (Standard/Reconstruction)	-	807,284	807,284
Mortgage Loans – Rebuilding Ireland Home Loans	609,455	35,992	(573,463)
Mortgage Loans - Annuity (Affordable)	-	337,499	337,499
Mortgage Loans - Shared Ownership (Standard)	-	274,132	274,132
Total	609,455	1,454,905	845,452

Non-Mortgage Loans (See Note 7)

As at 31st December 2020, the capital outstanding on these loans was €82.151m (2019: €88.242m), representing a net reduction of €6.091m.

In the financial year ended 31st December 2020, the following transactions summarise the movements in relation to non-mortgage loans.

Table 7b – Non-Mortgage Loans

Loan Category	Early Redemptions €	Borrowings €	Repayment Principal €	Net Reduction €
Assets/Grants	-	1,000,000	4,219,828	3,219,828
Bridging Finance	-	-	-	-
Shared Ownership- Rented Equity	-	-	546,148	546,148
Voluntary Housing	-	-	1,754,129	1,754,129
Water Related Loans*	-	-	571,141	571,141
GRAND TOTAL	-	-	7,091,246	6,091,246

*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 2020.

Table 8 - Major Collection Accounts 2020

Income Department	Cash Collected 2020 €	Arrears c/f at 31/12/2020 €
Rates	14,797,548	16,138,257
Rents & Annuities	13,100,694	1,387,362
Housing Loans	1,783,632	970,584
Total	29,681,874	18,496,203

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

Cash collected from Commercial Rates reduced year-on-year from €27.747m in 2019 to €14.798m in 2020 (a reduction of €12.949m), and there was a decrease in the '% Collection' figure from 76% in 2019 to 61% in 2020.

It is important to note that collection performance for 2020 must be viewed in the context of the unique circumstances brought about by the Covid-19 pandemic and the provision of central government supports to businesses, in particular the granting of a Commercial Rates Waiver to most businesses for a nine-month period during 2020.

Until early 2020, collection performance trends had remained relatively stable for a number of years, with modest improvements arising year-on-year from 2015 until 2019. In early 2020, there were indications that the performance trend was set to improve further, with collection performance for Commercial Rates in Quarter 1 of 2020 being much improved when compared with the same period in 2019.

Understandably, the global pandemic and the measures introduced in the interest of public health impacted on the ability of most businesses to discharge their Commercial Rates liabilities in 2020. This inevitably had an impact on collection performance in 2020.

During 2020, a number of important Covid-19 business supports were delivered to businesses through local authorities. These included a number of schemes and initiatives delivered through the Council's Local Enterprise Office and Economic Development Division. In 2020, the Finance Directorate of the Council delivered two major support schemes, namely the Covid-19 Business Restart Grant Scheme and the Commercial Rates Waiver Scheme.

Grants paid out under the Covid-19 Businesses Restart Scheme in 2020 totalled almost €24.3m. The scheme was fully funded by central government.

Businesses adversely impacted by the Covid-19 pandemic were granted a nine-month (75%) waiver of Commercial Rates during 2020. The total cost of the waiver amounted to approximately €14.9m. The cost of applying the waiver was fully compensated by central government. The compensation was paid to Donegal County Council in the form of a grant. The grant income does not appear within the calculations for collection performance on Commercial Rates for 2020; it appears elsewhere in the Annual Financial Statement (AFS).

For the purpose of making a year-on-year comparison, if the value of the grant was counted as Commercial Rates income, then the collection percentage for 2020 would be 76% (the same percentage as was reported for 2019).

A template has been drafted for the local authority sector to contextualise the Commercial Rates figures reported in Appendix 7 (Summary of Major Revenue Collections) of local authority financial statements for 2020. The following text has been included in Appendix 7 of Donegal County Council's AFS for 2020:

"To alleviate the impact of Covid-19 on eligible businesses during 2020, the government announced a 9 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 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 2021.

TRANSFERS TO CAPITAL & RESERVES

The following table summarises transfers from Revenue to Capital & Reserves during 2020.

Table 9 – Transfers from Revenue to Capital/Reserves 2020

Division	Description	Amount €
A	Housing and Building	1,115,836
B	Roads Transportation and Safety	161,138
C	Water Services	295,752
D	Development Management	1,559,187
E	Environmental Services	105,114
F	Recreation and Amenity	131,314
G	Agriculture, Education, Health and Welfare	112,558
H	Miscellaneous Services	3,572,977
	Total	7,053,876

Division A – Housing & Building

Payroll costs in the sum of €878k were transferred from Revenue to Capital in 2020. Certain payroll costs incurred in respect of approved projects that progress to construction stage are recoupable. For the sake of prudence, it was necessary to transfer €439k to reserves in order to make an appropriate provision in the event that some payroll costs cannot be recouped.

€334k of additional income was received in 2020 in respect of expenditure incurred on the Housing Maintenance Programme in 2019. The income was received after the 2019 accounting period had closed. This income was transferred from Revenue to Capital to replace Internal Capital Receipts which were required to fund the Housing Maintenance Programme in 2019.

The remaining transfers consist of Rental Accommodation Scheme (RAS) retained balances, Long-Term Leasing sinking fund, transfers to provide for miscellaneous unfunded capital balances and capital costs (Central Management Charges - CMC) transferred from Division J*.

**Note: Each Service Division incurs a share of central capital charges, which comprise expenditure on the purchase of reprographic equipment, IT equipment and energy-efficiency measures in Council buildings. Each Service Division that follows has taken a share of these costs for 2020.*

Division B – Road Transportation & Safety

Transfers consist primarily of monies transferred from Revenue to fund the purchase of capital equipment (e.g. mobile accommodation/storage)

and to fund a number of small capital balances, together with capital costs (CMC) allocated from Division J.

Division C – Water Services

€250,000 was transferred from Revenue to Capital to create a reserve fund to carry out works to public conveniences.

The balance relates to capital costs (CMC) allocated from Division J.

Division D – Development Management

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

- €700,000 was transferred from Revenue to create a Tourism Supports and Minor Infrastructure Fund Reserve. This is in addition to the €700,000 fund approved in the adopted budget for 2021 and will allow for a similar programme of works to be undertaken in addition to the scheme already in place.
- The adopted budget provision of €203,500 in respect of the Public Lights & Minor Infrastructure Fund was unspent at year-end 2020. The full amount of €203,500 was transferred to Capital in order to retain the capacity to deliver this programme of work in 2021.
- €300,000 was transferred from Revenue to augment the Economic Development Fund Reserve. Amongst other things, the reserve will be used by the Economic Development Division to develop opportunities to encourage businesses to locate in Donegal, to grow their business and to increase jobs.
- €350,000 was transferred from Revenue to augment reserves under the heading of Unfinished Housing Estates and Taking-in-Charge of Housing Estates.

The balance of transfers relates to monies transferred to fund small capital balances and capital costs (CMC) allocated from Division J.

Division E – Environmental Services

Transfers primarily consist of monies transferred to fund the purchase of capital equipment under fire-fighting and landfill headings, together with capital costs (CMC) allocated from Division J.

Division F – Recreation and Amenity

Transfers primarily consist of monies transferred to fund minor infrastructure works at beaches, capital equipment under Parks & Open Spaces and audiovisual equipment in the Regional Cultural Centre, together with capital costs (CMC) allocated from Division J.

€30,000 was transferred from Revenue to Capital to provide for actions under the heading of Colmcille 1500.

Division G – Agriculture, Education, Health & Welfare

€100,000 was set aside in the Adopted Budget for 2020 to co-fund marine capital projects. As is the case each year, this provision was transferred to capital in order to co-fund marine capital projects undertaken during the year.

The balance relates to capital costs (CMC) allocated from Division J.

Division H – Miscellaneous Services

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

- €1,000,000 was transferred from Revenue to augment the Countywide Footpath Programme Reserve. This will extend the life of this programme, with funding being split equally across all five municipal districts. The other elements of this reserve are Town & Village Development Charge Contributions, IPB capital distribution monies and previous transfers from Revenue. When combined, the total amount of funding set aside under this fund since it was created is €5.2m.
- €500,155 was transferred from Revenue to the Machinery Yard Plant Replacement Reserve (an annual action equivalent to the depreciation charge for the year).
- A total of €1,364,429 was transferred from Revenue in 2020 to augment the Project Development Fund Reserve. This figure is inclusive of €500,000 which was included in the Adopted Revenue Budget for 2020 to provide co-financing capacity for capital investment projects. As this was not required in 2020, the budget provision was transferred to the Project Development Fund Reserve and is retained for future use.
- €200,000 was transferred from Revenue to the Information Systems (IS) Reserve in order to replace monies invested in IT infrastructure in 2020 and to provide capacity for ongoing essential work in this area.
- €450,000 was transferred from Revenue to Capital to fund works on Council facilities at the former Lifford Army Barracks and to provide capacity for further works at this location.

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 2020. 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.



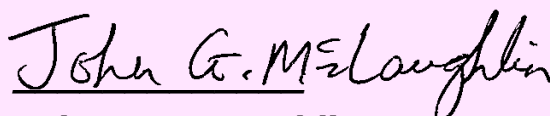
**Richard Gibson FCCA,
Head of Finance**

12th April 2021

Donegal County Council

Certificate of Chief Executive and Head of Finance for the year ended 31 December 2020

- 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 2020, as set out on pages 20 to 49, 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 & Heritage.



John G. McLaughlin
Chief Executive



Richard Gibson FCCA
Head of Finance

Dated: 12th April 2021

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 2020 as set out on pages 20 to 38, 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.

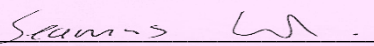
I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide sufficient evidence to give reasonable assurance that the annual financial statement is free from material misstatement, whether caused by fraud or error.

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 Donegal County Council at 31 December 2020 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.


Seamus Leonard
Local Government Auditor
Date: 01 July 2021

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 2020. 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 (*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. 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.

FINANCIAL ACCOUNTS

STATEMENT OF COMPREHENSIVE INCOME (INCOME & EXPENDITURE ACCOUNT STATEMENT) FOR YEAR ENDING 31st DECEMBER 2020

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
		2020	2020	2020	2019
		€	€	€	€
Housing & Building		19,332,071	20,875,022	(1,542,951)	(719,450)
Roads Transportation & Safety		55,258,934	38,878,070	16,380,863	16,847,967
Water Services		17,400,657	16,864,085	536,572	538,265
Development Management		39,782,035	29,701,009	10,081,026	8,832,839
Environmental Services		12,867,516	1,729,803	11,137,713	10,841,078
Recreation & Amenity		8,990,815	1,328,316	7,662,498	7,663,431
Agriculture, Education, Health & Welfare		2,320,253	776,253	1,544,000	1,573,226
Miscellaneous Services		37,991,842	33,202,729	4,789,112	6,689,699
Total Expenditure/Income	15	193,944,121	143,355,288		
Net cost of Divisions to be funded from Rates & Local Property Tax				50,588,833	52,267,055
Rates				35,782,979	34,153,707
Local Property Tax				26,775,480	25,119,850
Surplus/(Deficit) for Year before Transfers	16			11,969,625	7,006,502
Transfers from/(to) Reserves	14			(11,118,428)	(6,353,755)
Overall Surplus/(Deficit) for Year				851,197	652,747
General Reserve @ 1st January 2020				(7,733,836)	(8,386,583)
General Reserve @ 31st December 2020				(6,882,639)	(7,733,836)

STATEMENT OF FINANCIAL POSITION (BALANCE SHEET) AT 31st DECEMBER 2020

	Notes	2020 €	2019 €
Fixed Assets	1		
Operational		774,597,337	757,848,860
Infrastructural		2,597,728,501	2,597,728,501
Community		6,900,724	6,869,478
Non-Operational		55,057,575	54,484,606
		3,434,284,136	3,416,931,445
Work in Progress and Preliminary Expenses	2	108,275,734	100,024,492
Long Term Debtors	3	52,428,411	56,142,605
Current Assets			
Stocks	4	1,501,509	921,198
Trade Debtors & Prepayments	5	27,721,297	23,546,785
Bank Investments		60,000,000	44,306,890
Cash at Bank		299,859	-
Cash in Transit		652,357	376,342
		90,175,021	69,151,215
Current Liabilities (Amounts falling due within one year)			
Bank Overdraft		-	1,255,200
Creditors & Accruals	6	45,532,917	31,173,422
Finance Leases		-	-
		45,532,917	32,428,622
Net Current Assets / (Liabilities)		44,642,104	36,722,593
Creditors (Amounts falling due after more than one year)			
Loans Payable	7	92,475,859	99,153,618
Finance Leases		-	-
Refundable deposits	8	10,320,146	9,994,058
Other		2,456,015	2,302,460
		105,252,020	111,450,136
Net Assets		3,534,378,366	3,498,370,998
Represented by			
Capitalisation Account	9	3,434,284,136	3,416,931,445
Income WIP	2	104,387,274	97,857,794
General Revenue Reserve		(6,882,639)	(7,733,836)
Other Specific Reserves		-	-
Other Balances	10	2,589,594	(8,684,405)
Total Reserves		3,534,378,366	3,498,370,998

**STATEMENT OF FUNDS FLOW (FUNDS FLOW STATEMENT)
AS AT 31ST DECEMBER 2020**

	Note	2020 €	2020 €
REVENUE ACTIVITIES			
Net Inflow/(outflow) from operating activities	17		10,455,869
CAPITAL ACTIVITIES			
Returns on Investment & Servicing of Finance			
Increase/(Decrease) in Fixed Asset Capitalisation Funding		17,352,692	
Increase/(Decrease) in WIP/Preliminary Funding		6,529,480	
Increase/(Decrease) in Reserves Balances	18	<u>8,016,576</u>	
Net Inflow/(Outflow) from Returns on Investment and Servicing of Finance			31,898,748
Capital Expenditure & Financial Investment			
(Increase)/Decrease in Fixed Assets		(17,352,692)	
(Increase)/Decrease in WIP/Preliminary Funding		(8,251,242)	
(Increase)/Decrease in Other Capital Balances	19	<u>40,503</u>	
Net Inflow/(Outflow) from Capital Expenditure and Financial Investment			(25,563,431)
Financing			
Increase/(Decrease) in Loan Financing	20	(2,810,010)	
(Increase)/Decrease in Reserve Financing	21	<u>3,216,919</u>	
Net Inflow/(Outflow) from Financing Activities			406,909
Third Party Holdings			
Increase/(Decrease) in Refundable Deposits			326,088
Net Increase/(Decrease) in Cash and Cash Equivalents	22		<u>17,524,184</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 @ 1/1/2020	77,536,397	6,572,955	551,433,896	186,988,146	18,243,225	4,106,336	1,634,319	2,597,728,501	-	3,444,243,775
Additions										
- Purchased	575,000	31,884	11,275,755	-	240,203	375,916	-	-	-	12,498,758
- Transfers WIP	-	120,136	6,038,947	1,388,377	-	-	-	-	-	7,547,460
Disposals\Statutory Transfers	(2,032)	-	(1,762,149)	-	(47,370)	(7,952)	-	-	-	(1,819,504)
Revaluations	-	-	-	-	-	-	-	-	-	-
Historical Cost Adjustments	1	-	-	-	75,437	37,043	-	-	-	112,481
Accumulated Costs @ 31/12/2020	78,109,366	6,724,975	566,986,448	188,376,523	18,511,495	4,511,344	1,634,319	2,597,728,501	-	3,462,582,971
Depreciation										
Depreciation @ 1/1/2020	7,710,798	1,787,791	-	-	14,228,113	3,585,628	-	-	-	27,312,330
Provision for Year	-	3,040	-	-	759,478	270,067	-	-	-	1,032,586
Disposals\Statutory Transfers	-	-	-	-	(39,720)	(6,362)	-	-	-	(46,081)
Accumulated Depreciation @ 31/12/2020	7,710,798	1,790,831	-	-	14,947,871	3,849,334	-	-	-	28,298,834
Net Book Value @ 31/12/2020	70,398,568	4,934,143	566,986,448	188,376,523	3,563,624	662,010	1,634,319	2,597,728,501	-	3,434,284,136
Net Book Value @ 31/12/2019	69,825,599	4,785,164	551,433,896	186,988,146	4,015,112	520,708	1,634,319	2,597,728,501	-	3,416,931,445
Net Book Value by Category										
Operational	14,890,993	117,738	566,986,448	188,376,523	3,563,624	662,010	-	-	-	774,597,337
Infrastructural	-	-	-	-	-	-	-	2,597,728,501	-	2,597,728,501
Community	450,000	4,816,405	-	-	-	-	1,634,319	-	-	6,900,724
Non-Operational	55,057,575	-	-	-	-	-	-	-	-	55,057,575
Net Book Value @ 31/12/2020	70,398,568	4,934,143	566,986,448	188,376,523	3,563,624	662,010	1,634,319	2,597,728,501	-	3,434,284,136

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 2020 €	Unfunded 2020 €	Total 2020 €	Total 2019 €
Expenditure				
Work in Progress	45,071,955	-	45,071,955	46,818,887
Preliminary Expenses	63,203,779	-	63,203,779	53,205,604
	108,275,734	-	108,275,734	100,024,492
Income				
Work in Progress	43,567,927	-	43,567,927	46,197,855
Preliminary Expenses	60,819,347	-	60,819,347	51,659,939
	104,387,274	-	104,387,274	97,857,794
Net Expended				
Work in Progress	1,504,028	-	1,504,028	621,032
Preliminary Expenses	2,384,432	-	2,384,432	1,545,665
Net Over/(Under) Expenditure	3,888,460	-	3,888,460	2,166,698

3. Long Term Debtors

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

	Balance @ 1/1/2020 €	Loans Issued €	Principal Repaid €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2020 €	Balance @ 31/12/2019 €
Long Term Mortgage Advances*	15,557,657	1,447,713	(1,279,432)	(389,451)	(10,370)	15,326,116	15,557,657
Tenant Purchases Advances	2,219	-	(1,654)	(0)	-	565	2,219
Shared Ownership Rented Equity	6,057,524	-		(1,080,557)	(259,532)	4,717,435	6,057,524
	21,617,400	1,447,713	(1,281,086)	(1,470,008)	(269,902)	20,044,116	21,617,400
Recoupable Loan Advances						31,201,109	33,526,378
Capital Advance Leasing Facility						2,456,015	2,302,460
Long-term Investments						-	-
Cash						-	-
Interest in associated companies						-	-
Other						6,603	6,603
						33,663,726	35,835,441
						53,707,843	57,452,841
Less: Amounts falling due within one year (Note 5)						(1,279,432)	(1,310,236)
Total Amounts falling due after more than one year						52,428,411	56,142,605

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

4. Stocks

A summary of stock is as follows:

	2020 €	2019 €
Central Stores	1,065,880	460,892
Other Depots	435,629	460,306
Total	1,501,509	921,198

5. Trade Debtors & Prepayments

A breakdown of debtors and prepayments is as follows:

	2020 €	2019 €
Government Debtors	16,651,097	5,144,472
Commercial Debtors	20,497,809	21,951,703
Non-Commercial Debtors	2,412,900	2,447,129
Development Levy Debtors	315,245	715,210
Other Services	1,956,484	1,385,742
Other Local Authorities	487,032	493,164
Revenue Commissioners	-	-
Other	1,310,468	3,790,391
Add: Amounts falling due within one year (Note 3)	1,279,432	1,310,236
Total Gross Debtors	44,910,467	37,238,047
Less: Provision for Doubtful Debts	(17,499,680)	(13,980,444)
Total Trade Debtors	27,410,787	23,257,603
Prepayments	310,510	289,182
	27,721,297	23,546,785

NOTES TO AND FORMING PART OF THE ACCOUNTS

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2020 €	2019 €
Trade creditors	2,928,524	2,111,052
Grants	466,533	133,768
Revenue Commissioners	4,322,215	3,681,557
Other Local Authorities	18,460	(0)
Other Creditors	522,599	518,057
	8,258,331	6,444,434
Accruals	16,376,978	12,961,296
Deferred Income	16,960,742	7,571,889
Add: Amounts falling due within one year (Note 7)	3,936,866	4,195,803
	45,532,917	31,173,422

7. Loans Payable

(a) Movement in Loans Payable

	HFA €	OPW €	Other €	Balance @ 31/12/2020 €	Balance @ 31/12/2019 €
Balance @ 1/1/2020	87,712,769	-	15,636,653	103,349,421	111,467,449
Borrowings	1,609,455	-	-	1,609,455	655,630
Repayment of Principal	(6,247,129)	-	(2,298,982)	(8,546,110)	(8,483,376)
Early Redemptions	-	-	-	-	(290,266)
Other Adjustments	(41)	-	-	(41)	(16)
Balance @ 31/12/2020	83,075,054	-	13,337,671	96,412,725	103,349,421
Less: Amounts falling due within one year (Note 6)				3,936,866	4,195,803
Total Amounts falling due after more than one year				92,475,859	99,153,618

(b) Application of Loans

An analysis of loans payable is as follows:

	HFA €	OPW €	Other €	Balance @ 31/12/2020 €	Balance @ 31/12/2019 €
Mortgage loans*	14,261,877	-	-	14,261,877	15,107,328
Non-Mortgage loans					
Asset/Grants	34,845,499	-	8,417,416	43,262,915	46,482,743
Revenue Funding	-	-	-	-	-
Bridging Finance	1,903,831	-	-	1,903,831	1,903,831
Recoupable	26,280,854	-	4,920,255	31,201,109	33,526,378
Shared Ownership – Rented Equity	5,782,994	-	-	5,782,994	6,329,141
	83,075,054	-	13,337,671	96,412,725	103,349,421
Less: Amounts falling due within one year (Note 6)				3,936,866	4,195,803
Total Amounts falling due after more than one year				92,475,859	99,153,618

* Includes HFA Agency Loans

NOTES TO AND FORMING PART OF THE ACCOUNTS

8. Refundable Deposits

The movement in refundable deposits is as follows:

	2020 €	2019 €
Opening Balance at 1 January	9,994,058	6,897,090
Deposits received	378,088	3,110,468
Deposits repaid	(52,000)	(13,500)
Closing Balance at 31 December	10,320,146	9,994,058

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 @ 1/1/2020 €	Purchased €	Transfers WIP €	Disposals/Statutory Transfers €	Revaluations €	Historical Cost Adj €	Balance @ 31/12/2020 €	Balance @ 31/12/2019 €
Grants	345,023,463	11,380,768	6,038,947	(754,019)	-	23,444	361,712,603	345,023,463
Loans	8,067,204	575,000	-	-	-	-	8,642,204	8,067,204
Revenue funded	17,269,112	325,818	-	(25,500)	-	-	17,569,430	17,269,112
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	2,923,751,166	-	-	(1,032,032)	-	89,036	2,922,808,171	2,923,751,166
Other	148,291,060	217,171	1,508,513	(7,952)	-	1	150,008,793	148,291,060
Total Gross Funding	3,444,243,775	12,498,758	7,547,460	(1,819,504)	-	112,481	3,462,582,971	3,444,243,775
Less: Amortised							(28,298,834)	(27,312,330)
Total *							3,434,284,136	3,416,931,445

* 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 @ 1/1/2020 €	Capital re-classification * €	Expenditure €	Income €	Net Transfers €	Balance @ 31/12/2020 €	Balance @ 31/12/2019 €
Development Levies balances	(i)	10,542,075	-	270,157	1,763,828	6,780	12,042,527	10,542,075
Capital account balances including asset formation and enhancement	(ii)	2,772,126	(581,447)	80,607,407	79,416,622	1,917,904	2,917,799	2,772,126
Voluntary & Affordable Housing Balances	(iii)							
- Voluntary Housing		19,987	-	1,024,340	919,171	-	(85,183)	19,987
- Affordable Housing		336,186	-	-	-	-	336,186	336,186
Reserves created for specific purposes	(iv)	26,507,989	-	253,913	1,995,412	4,774,625	33,024,114	26,507,989
A. Net Capital Balances		40,178,364	(581,447)	82,155,817	84,095,034	6,699,309	48,235,443	40,178,364
Balance Sheet accounts relating the loan principal outstanding (including Unrealised TP Annuities)	(v)						(45,645,849)	(48,862,769)
Interest in Associated Companies	(vi)						-	-
B. Non Capital Balances							(45,645,849)	(48,862,769)
Total Other Balances							2,589,594	(8,684,405)

*() 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:

	2020 €	2019 €
Net WIP & Preliminary Expenses (Note 2)	(3,888,460)	(2,166,698)
Net Capital Balances (Note 10)	48,235,443	40,178,364
Capital Balance Surplus/(Deficit) @ 31 December	44,346,983	38,011,666

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

	2020 €	2019 €
Opening Balance @ 1 January	38,011,666	42,517,288
Expenditure	94,860,504	87,063,232
Income		
- Grants	84,595,260	71,763,635
- Loans	389,513	(95,515)
- Other	9,312,448	8,984,746
Total Income	94,297,220	80,652,865
Net Revenue Transfers	6,898,600	1,904,744
Closing Balance @ 31 December	44,346,983	38,011,666

12. Mortgage Loan Funding Surplus/(Deficit)

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

	2020 Loan Annuity €	2020 Rented Equity €	2020 Total €	2019 Total €
Mortgage Loans/Equity Receivable (LT Mortgage Shared Own Note 3)	15,326,116	4,717,435	20,043,551	21,615,181
Mortgage Loans/Equity Payable (Mort Loans Shared Own Note 7)	(14,261,877)	(5,782,994)	(20,044,870)	(21,436,469)
Surplus/(Deficit) in Funding @ 31st December	1,064,239	(1,065,558)	(1,319)	178,712

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:

	2020 Plant & Machinery €	2020 Materials €	2020 Total €	2019 Total €
Expenditure	(5,291,410)	(146,867)	(5,438,277)	(5,461,259)
Charged to Jobs	5,026,414	316,688	5,343,102	6,049,635
	(264,996)	169,822	(95,175)	588,376
Transfers from/(to) Reserves	(498,205)	-	(498,205)	(512,286)
Surplus/(Deficit) for the Year	(763,201)	169,822	(593,380)	76,090

NOTES TO AND FORMING PART OF THE ACCOUNTS

14. Transfers from/(to) Reserves

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

	2020	2020	2020	2019
	Transfers from Reserves	Transfers to Reserves	€	€
	€	€	€	€
Principal Repayments of Non-Mortgage Loans (Own Asset)	-	(4,219,828)	(4,219,828)	(4,449,010)
Principal Repayments of Non-Mortgage Loans (Recoupable Non Asset)	-	-	-	-
Principal Repayments of Finance Leases	-	-	-	-
Transfers to Other Balance Sheet Reserves	94,569	(6,349,594)	(6,255,025)	(1,049,039)
Transfers to/from Capital Account	60,706	(704,282)	(643,576)	(855,706)
Surplus/(Deficit) for Year	155,275	(11,273,703)	(11,118,428)	(6,353,755)

15. Analysis of Revenue Income

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

	Appendix No	2020		2019	
		€	%	€	%
Grants & Subsidies	3	94,601,188	46%	45,649,251	29%
Contributions from other local authorities		113,458	0%	108,878	0%
Goods & Services	4	48,640,642	24%	50,130,341	32%
		143,355,288	70%	95,888,470	62%
Local Property Tax		26,775,480	13%	25,119,850	16%
Rates		35,782,979	17%	34,153,707	22%
Total Income		205,913,747	100%	155,162,026	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
	2020 €	2020 €	2020 €	2020 €	2020 €
Housing & Building	19,332,071	1,709,777	21,041,848	20,649,032	(392,816)
Roads Transportation & Safety	55,258,934	222,902	55,481,836	48,199,128	(7,282,708)
Water Services	17,400,657	295,752	17,696,409	18,475,824	779,415
Development Management	39,782,035	1,559,187	41,341,221	15,407,224	(25,933,997)
Environmental Services	12,867,516	1,038,479	13,905,995	14,713,893	807,899
Recreation & Amenity	8,990,815	1,108,658	10,099,473	10,114,644	15,171
Agriculture, Education, Health & Welfare	2,320,253	512,021	2,832,274	2,802,388	(29,886)
Miscellaneous Services	37,991,842	4,826,928	42,818,770	24,048,496	(18,770,274)
Total Divisions	193,944,121	11,273,703	205,217,825	154,410,629	(50,807,196)
Local Property Tax	-	-	-	-	-
Rates	-	-	-	-	-
Dr/Cr Balance	-	-	-	-	-
(Deficit)/Surplus for Year	193,944,121	11,273,703	205,217,825	154,410,629	(50,807,196)

	INCOME					NET
	Excluding Transfers	Transfers	Including Transfers	Budget	Over/(Under) Budget	(Over)/Under Budget
	2020 €	2020 €	2020 €	2020 €	2020 €	2020 €
	20,875,022	94,569	20,969,591	20,391,732	577,859	185,044
	38,878,070	-	38,878,070	30,666,011	8,212,059	929,351
	16,864,085	-	16,864,085	17,023,393	(159,308)	620,107
	29,701,009	-	29,701,009	4,131,724	25,569,284	(364,713)
	1,729,803	-	1,729,803	1,514,091	215,711	1,023,610
	1,328,316	60,706	1,389,023	1,002,822	386,201	401,372
	776,253	-	776,253	486,634	289,619	259,733
	33,202,729	-	33,202,729	16,584,238	16,618,491	(2,151,783)
	143,355,288	155,275	143,510,563	91,800,647	51,709,917	902,720
	26,775,480	-	26,775,480	26,775,478	2	2
	35,782,979	-	35,782,979	35,834,504	(51,525)	(51,525)
	205,913,747	155,275	206,069,022	154,410,629	51,658,393	851,197

NOTES TO AND FORMING PART OF THE ACCOUNTS

2020

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

Operating Surplus/(Deficit) for Year	851,197
(Increase)/Decrease in Stocks	(580,310)
(Increase)/Decrease in Trade Debtors	(4,174,512)
Increase/(Decrease) in Creditors Less than One Year	14,359,495
	<u>10,455,869</u>

18. Increase/(Decrease) in Reserve Balances

Increase/(Decrease) in Development Levies balances	1,500,451
Increase/(Decrease) in Reserves created for specific purposes	6,516,124
	<u>8,016,576</u>

19. (Increase)/Decrease in Other Capital Balances

(Increase)/Decrease in Capital account balances including asset formation and enhancement	145,672
(Increase)/Decrease in Voluntary Housing Balances	(105,169)
(Increase)/Decrease in Affordable Housing Balances	-
	<u>40,503</u>

20. Increase/(Decrease) in Loan Financing

(Increase)/Decrease in Long Term Debtors	3,714,194
Increase/(Decrease) in Mortgage Loans	(845,451)
Increase/(Decrease) in Asset/Grant Loans	(3,219,828)
Increase/(Decrease) in Revenue Funding Loans	-
Increase/(Decrease) in Bridging Finance Loans	-
Increase/(Decrease) in Recoupable Loans	(2,325,270)
Increase/(Decrease) in Shared Ownership Rented Equity Loans	(546,148)
Increase/(Decrease) in Finance Leasing	-
(Increase)/Decrease in Portion Transferred to Current Liabilities	258,937
Increase/(Decrease) in Other Creditors - Deferred Income	153,555
	<u>(2,810,010)</u>

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)	3,216,919
(Increase)/Decrease in Reserves in Associated Companies	-
	<u>3,216,919</u>

22. Analysis of Changes in Cash & Cash Equivalents

Increase/(Decrease) in Bank Investments	15,693,110
Increase/(Decrease) in Cash at Bank/Overdraft	1,555,058
Increase/(Decrease) in Cash in Transit	276,015
	<u>17,524,184</u>

NOTES TO AND FORMING PART OF THE ACCOUNTS

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

To support both the local government sector and commercial rate payers, a funding package of €900m was allocated by the Government to fund the cost of a waiver of commercial rates for 9 months (27th March 2020 – 27th December 2020) for businesses forced to close and business that experienced significant negative economic disruption due to public health restrictions imposed in response to COVID-19. 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 2020 appears in the Income and Expenditure Account as normal.

A number of rates customers who were entitled and received a rates waiver continued to pay their rates in 2020. In most cases these rate payments were not refunded to customers. On a once off basis, any customer who had a credit balance as a result of the rates waiver, this credit was treated as deferred income.

24. Accounting for Restart Grant/Restart Grant Plus

As part of the Government July stimulus package, the Restart Grant was introduced as a direct aid to micro and small business to help with the costs associated with re-opening and re-employing workers following the Covid-19 closures. The scheme was funded by the Department of Enterprise, Trade and Employment but was administered on their behalf by the Local Authorities. 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 Local Enterprise Office. The expenditure and income is also reflected in Appendix 2, Division D, Service 09 (Economic Development and Promotion).

APPENDICES

APPENDIX 1
ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31st DECEMBER 2020

	2020 €	2019 €
Payroll Expenses		
Salary & Wages	49,533,248	47,454,689
Pensions (incl Gratuities)	8,408,286	8,166,932
Other costs	6,332,188	6,219,111
Total	64,273,723	61,840,732
Operational Expenses		
Purchase of Equipment	1,626,027	1,319,240
Repairs & Maintenance	1,503,941	1,529,577
Contract Payments	20,226,078	17,937,156
Agency services	2,132,316	2,266,612
Machinery Yard Charges incl Plant Hire	11,668,340	12,385,004
Purchase of Materials & Issues from Stores	12,532,604	12,557,867
Payment of Subsidies and Grants	47,042,336	5,916,268
Members Costs	347,809	364,478
Travelling & Subsistence Allowances	1,590,956	2,325,778
Consultancy & Professional Fees Payments	1,586,259	2,093,308
Energy / Utilities Costs	3,145,847	3,420,198
Other	8,004,648	8,469,139
Total	111,407,160	70,584,622
Administration Expenses		
Communication Expenses	880,455	933,523
Training	489,143	715,185
Printing & Stationery	422,304	501,548
Contributions to other Bodies	1,169,919	1,071,160
Other	1,953,021	1,997,077
Total	4,914,842	5,218,493
Establishment Expenses		
Rent & Rates	1,121,182	1,165,850
Other	1,199,972	996,789
Total	2,321,154	2,162,639
Financial Expenses	10,715,999	8,408,074
Miscellaneous Expenses	311,243	(59,036)
Total Expenditure	193,944,121	148,155,524

**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	8,285,722	1,671,264	454,523	-	2,125,787
A02	Housing Assessment, Allocation and Transfer	1,509,236	-	132,671	-	132,671
A03	Housing Rent and Tenant Purchase Administration	935,636	102,351	12,161,739	-	12,264,089
A04	Housing Community Development Support	243,703	-	6,232	-	6,232
A05	Administration of Homeless Service	407,025	240,664	3,880	-	244,545
A06	Support to Housing Capital & Affordable Prog.	1,570,183	581,832	41,253	-	623,085
A07	RAS Programme	4,750,346	3,865,006	1,040,601	-	4,905,606
A08	Housing Loans	994,739	68,431	394,389	-	462,820
A09	Housing Grants	1,629,617	-	16,985	-	16,985
A11	Agency & Recoupable Services	400,474	5,856	20,558	-	26,415
A12	HAP Programme	315,167	66,788	94,569	-	161,357
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		21,041,848	6,602,192	14,367,399	-	20,969,591
Less Transfers to/from Reserves		1,709,777		94,569		94,569
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		19,332,071		14,272,830		20,875,022

**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	1,804,577	1,376,199	21,917	-	1,398,116
B02	NS Road - Maintenance and Improvement	1,393,945	737,391	32,241	-	769,632
B03	Regional Road - Maintenance and Improvement	17,529,723	10,944,944	1,002,207	-	11,947,151
B04	Local Road - Maintenance and Improvement	28,527,792	21,409,237	461,753	-	21,870,990
B05	Public Lighting	2,811,403	113,588	652,409	-	765,997
B06	Traffic Management Improvement	40,507	5,486	1,579	-	7,065
B07	Road Safety Engineering Improvement	1,188,202	1,043,662	4,843	-	1,048,505
B08	Road Safety Promotion/Education	175,521	-	3,946	-	3,946
B09	Maintenance & Management of Car Parking	1,093,665	-	702,165	-	702,165
B10	Support to Roads Capital Prog.	663,053	-	92,798	-	92,798
B11	Agency & Recoupable Services	253,447	-	271,706	-	271,706
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		55,481,836	35,630,507	3,247,564	-	38,878,070
Less Transfers to/from Reserves		222,902		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		55,258,934		3,247,564		38,878,070

**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	10,260,124	-	370,328	-	370,328
C02	Operation and Maintenance of Waste Water Treatment	2,496,135	-	81,476	-	81,476
C03	Collection of Water and Waste Water Charges	500,311	-	21,842	-	21,842
C04	Operation and Maintenance of Public Conveniences	625,807	-	7,550	-	7,550
C05	Admin of Group and Private Installations	204,436	125,120	2,947	-	128,067
C06	Support to Water Capital Programme	2,863,738	-	52,594	-	52,594
C07	Agency & Recoupable Services	557,772	-	50,365	-	50,365
C08	Local Authority Water and Sanitary Services	188,085	49,625	16,102,238	-	16,151,863
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		17,696,409	174,745	16,689,340	-	16,864,085
Less Transfers to/from Reserves		295,752		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		17,400,657		16,689,340		16,864,085

**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	801,285	-	24,461	-	24,461
D02	Development Management	2,566,204	-	751,380	-	751,380
D03	Enforcement	1,008,076	-	26,969	-	26,969
D04	Op & Mtce of Industrial Sites & Commercial Facilities	250	-	127	-	127
D05	Tourism Development and Promotion	1,829,987	113,528	(85,918)	-	27,611
D06	Community and Enterprise Function	4,389,298	500,147	384,635	-	884,783
D07	Unfinished Housing Estates	306,845	-	4,424	-	4,424
D08	Building Control	169,798	-	91,297	-	91,297
D09	Economic Development and Promotion	29,768,041	27,446,528	205,730	-	27,652,258
D10	Property Management	12,333	-	-	-	-
D11	Heritage and Conservation Services	319,475	184,360	3,243	-	187,603
D12	Agency & Recoupable Services	169,629	-	50,096	-	50,096
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		41,341,221	28,244,564	1,456,445	-	29,701,009
Less Transfers to/from Reserves		1,559,187		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		39,782,035		1,456,445		29,701,009

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	1,912,839	78,544	3,326	-	81,870
E02	Op & Mtce of Recovery & Recycling Facilities	587,595	45,777	14,521	-	60,298
E03	Op & Mtce of Waste to Energy Facilities	-	-	-	-	-
E04	Provision of Waste to Collection Services	30,152	-	-	-	-
E05	Litter Management	1,666,767	160,948	41,085	-	202,033
E06	Street Cleaning	385,775	-	1,554	-	1,554
E07	Waste Regulations, Monitoring and Enforcement	541,461	480,000	14,555	-	494,555
E08	Waste Management Planning	61,532	-	-	-	-
E09	Maintenance and Upkeep of Burial Grounds	37,952	-	535	-	535
E10	Safety of Structures and Places	733,616	98,779	11,804	-	110,584
E11	Operation of Fire Service	7,092,921	139,745	345,424	-	485,169
E12	Fire Prevention	119,849	-	245,949	-	245,949
E13	Water Quality, Air and Noise Pollution	668,066	20,020	39,255	-	59,275
E14	Agency & Recoupable Services	65,608	-	-	-	-
E15	Climate Change and Flooding	1,864	(12,018)	-	-	(12,018)
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		13,905,995	1,011,795	718,008	-	1,729,803
Less Transfers to/from Reserves		1,038,479		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		12,867,516		718,008		1,729,803

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	1,871,210	-	332,580	-	332,580
F02	Operation of Library and Archival Service	4,203,739	338,039	114,674	-	452,713
F03	Op, Mtce & Imp of Outdoor Leisure Areas	1,696,188	-	41,866	-	41,866
F04	Community Sport and Recreational Development	115,140	42,691	50,628	-	93,319
F05	Operation of Arts Programme	2,213,197	289,495	179,050	-	468,545
F06	Agency & Recoupable Services	-	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		10,099,473	670,225	718,797	-	1,389,023
Less Transfers to/from Reserves		1,108,658		60,706		60,706
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		8,990,815		658,091		1,328,316

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	216,283	197,860	177	-	198,037
G02	Operation and Maintenance of Piers and Harbours	1,726,155	-	81,852	-	81,852
G03	Coastal Protection	104,950	60,613	140	-	60,753
G04	Veterinary Service	662,711	-	431,301	-	431,301
G05	Educational Support Services	122,174	-	4,310	-	4,310
G06	Agency & Recoupable Services	-	-	-	-	-
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		2,832,274	258,473	517,780	-	776,253
Less Transfers to/from Reserves		512,021		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		2,320,253		517,780		776,253

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	5,854,914	-	5,058,414	-	5,058,414
H02	Profit/Loss Stores Account	146,867	-	316,688	-	316,688
H03	Administration of Rates	24,948,818	14,987,401	308,122	-	15,295,523
H04	Franchise Costs	188,932	300	5,207	-	5,507
H05	Operation of Morgue and Coroner Expenses	375,152	-	478	-	478
H06	Weighbridges	2,250	-	60	-	60
H07	Operation of Markets and Casual Trading	9,759	-	13,423	-	13,423
H08	Malicious Damage	522	395	-	-	395
H09	Local Representation/Civic Leadership	1,215,243	-	1,480	-	1,480
H10	Motor Taxation	1,564,045	29,884	55,547	-	85,431
H11	Agency & Recoupable Services	8,512,268	6,990,707	5,321,165	113,458	12,425,330
SERVICE DIVISION TOTAL INCLUDING TRANSFERS TO/FROM RESERVES		42,818,770	22,008,687	11,080,584	113,458	33,202,729
Less Transfers to/from Reserves		4,826,928		-		-
SERVICE DIVISION TOTAL EXCLUDING TRANSFERS TO/FROM RESERVES		37,991,842		11,080,584		33,202,729
TOTAL ALL DIVISIONS		193,944,121	94,601,188	48,640,642	113,458	143,355,288

APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2020 €	2019 €
Department of Housing, Local Government and Heritage		
Housing Grants & Subsidies	6,597,896	5,615,569
Local Improvement Schemes	-	-
Road Grants	-	-
Water Services Group Schemes	125,120	151,769
Environmental Protection/Conservation Grants	745,106	(22,740)
Library Services	-	-
Urban and Village Renewal Schemes	-	-
Miscellaneous	22,163,917	3,160,768
	29,632,038	8,905,366
Other Departments and Bodies		
Road Grants	35,630,507	32,420,286
Local Enterprise Office	27,349,864	1,541,258
Community Employment Schemes	-	-
Department of Defence	98,779	122,027
Higher Education Grants	-	(40,225)
Miscellaneous	1,890,000	2,700,540
	64,969,150	36,743,885
Total	94,601,188	45,649,251

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2020	2019
	€	€
Rents from Houses	13,092,092	12,966,986
Housing Loans Interest & Charges	461,291	566,956
Domestic Water	-	-
Commercial Water	-	-
Irish Water	16,136,988	16,801,503
Domestic Refuse	-	-
Commercial Refuse	-	-
Domestic Sewerage	-	-
Commercial Sewerage	-	-
Planning Fees	618,415	738,403
Parking Fines/Charges	684,608	1,154,393
Recreation & Amenity Activities	6,887	19,622
Library Fees/Fines	8,576	34,540
Agency Services	309,257	729,327
Pension Contributions	2,055,369	1,984,219
Property Rental & Leasing of Land	889,238	901,110
Landfill Charges	-	-
Fire Charges	545,032	613,821
NPPR	1,644,496	1,693,787
Misc. (includes income from Machinery Yard, Overhead Account, Property Entry Levies, Dog Licensing, PRTB Contributions and other miscellaneous headings)	12,188,392	11,925,674
	48,640,642	50,130,341

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2020	2019
	€	€
EXPENDITURE		
Payment to Contractors	44,922,454	40,567,324
Purchase of Land	2,754,125	3,347,133
Purchase of Other Assets/Equipment	13,987,140	12,060,388
Professional & Consultancy Fees	6,208,899	6,648,906
Other	26,987,885	24,439,481
Total Expenditure (Net of Internal Transfers)	94,860,504	87,063,232
Transfers to Revenue	155,275	1,752,572
Total Expenditure (Incl Transfers) *	95,015,779	88,815,804
INCOME		
Grants and LPT	84,595,260	71,763,635
Non - Mortgage Loans	389,513	(95,515)
Other Income		
(a) Development Contributions	1,756,759	1,990,658
(b) Property Disposals		
- Land	102,400	46,408
- LA Housing	670,625	544,794
- Other property	-	-
(c) Purchase Tenant Annuities	16,230	32,973
(d) Car Parking	-	-
(e) Other	6,766,434	6,369,914
Total Income (Net of Internal Transfers)	94,297,220	80,652,865
Transfers from Revenue	7,053,876	3,657,316
Total Income (Incl Transfers) *	101,351,096	84,310,182
Surplus(Deficit) for year	6,335,317	(4,505,622)
Balance (Debit)\Credit @ 1 January	38,011,666	42,517,288
Balance (Debit)\Credit @ 31 December	44,346,983	38,011,666

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

APPENDIX 6
ANALYSIS OF EXPENDITURE AND INCOME ON CAPITAL ACCOUNT

	BALANCE @ 1/1/2020	EXPENDITURE	INCOME				TRANSFERS			BALANCE @ 31/12/2020
			Grants and LPT	Non-Mortgage Loans*	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	
	€	€	€	€	€	€	€	€	€	€
Housing & Building	954,976	32,291,538	30,363,502	-	1,301,509	31,665,011	1,071,717	94,569	-	1,305,597
Road Transportation & Safety	4,785,753	46,088,886	39,988,654	389,513	2,944,975	43,323,141	1,168,359	-	(9,654)	3,178,713
Water Services	(18,158)	264,702	221,673	-	(1,680)	219,993	250,000	-	-	187,134
Development Management	12,619,403	1,271,201	3,441,531	-	1,904,875	5,346,406	1,275,413	-	(14,072)	17,955,949
Environmental Services	(959,356)	2,816,029	3,228,922	360,541	147,256	3,736,719	85,614	-	15,105	62,054
Recreation & Amenity	1,382,210	8,761,460	6,798,860	(20,000)	1,233,904	8,012,764	286,215	60,706	56,771	915,792
Agriculture, Education, Health & Welfare	473,744	635,841	333,892	-	-	333,892	100,000	-	-	271,796
Miscellaneous Services	18,773,094	2,730,848	218,226	(340,541)	1,781,609	1,659,294	2,816,558	-	(48,149)	20,469,950
TOTAL	38,011,666	94,860,504	84,595,260	389,513	9,312,448	94,297,220	7,053,876	155,275	-	44,346,983

Note: Mortgage-related transactions are excluded

APPENDIX 7

Summary of Major Revenue Collections for 2020

A Debtor type	B Incoming arrears @ 1/1/2020	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 @ 31/12/2020 = (G-H)	J Specific doubtful arrears*	K % Collected = (H)/(G-J)
	€	€	€	€	€	€	€	€	€	
Rates	15,424,576	35,782,979	4,611,341	788,895	14,871,514	30,935,805	14,797,548	16,138,257	6,803,578	61%
Rents & Annuities	1,463,264	13,103,720	-	78,927	-	14,488,056	13,100,694	1,387,362	-	90%
Housing Loans	939,783	1,814,433	-	0	-	2,754,216	1,783,632	970,584	-	65%

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

To alleviate the impact of Covid-19 on eligible businesses during 2020, the government announced a 9 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 76%.

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 (CLG)	Ltd by Guarantee	Associate	73,348	28,608	114,440	109,311	44,740	N	31/12/2019
Ballyshannon Leisure Centre Management Company (CLG)	Ltd by Guarantee	Associate	85,476	85,476	310,849	310,849	0	N	31/12/2020
Bundoran Waterworld (CLG)	Ltd by Guarantee	Associate	83,067	83,067	634,333	634,333	0	N	31/12/2019
Donegal Community & Cultural Development Company (CLG)	Ltd by Guarantee	Associate	3,276,335	3,387,617	246,299	250,147	(111,282)	N	31/03/2020
Donegal Digital Innovation (CLG)	Ltd by Guarantee	Associate	691,442	692,918	91,278	91,278	(1,476)	N	31/12/2020
County Donegal Tourism (CLG)	Ltd by Guarantee	Associate	49,805	24,393	212,613	197,340	25,412	N	31/12/2019
Earagail Arts Festival Management Company (CLG)	Ltd by Guarantee	Associate	105,801	31,404	460,627	460,572	74,397	N	31/12/2019
Ernact EEIG	50.00%	EEIG	510,674	510,674	578,214	578,214	0	N	31/12/2020
Finn Valley Swimming Pool (CLG)	Ltd by Guarantee	Associate	5,278,615	5,966,700	789,317	856,989	(688,085)	N	31/12/2019
Fort Dunree Military Museum (CLG)	Ltd by Guarantee	Associate	867,526	474,612	212,900	247,666	392,914	N	31/12/2019
An Grianan Theatre Management Company (CLG)	Ltd by Guarantee	Associate	221,695	298,904	1,854,053	1,850,758	(77,209)	N	31/12/2019
Letterkenny Sports Complex Development (CLG)	Ltd by Guarantee	Associate	14,621,574	20,408,837	128,884	541,771	(5,787,263)	N	31/12/2019
Donegal 2040 Strategic Development Designated Activity Company (DAC)	Ltd by Guarantee	Associate	100	610	100	610	(510)	N	30/06/2020
Comhlacht Pobail Shliabh Liag (CLG)	Ltd by Guarantee	Associate	14,594	16,011	106,923	108,340	(1,417)	N	31/12/2019