

Comhairle Chontae Chill Mhantáin Wicklow County Council

Annual Financial Statement Year Ended 31st December 2009

Eddie Sheehy

Wicklow County Manager

Lorraine Lynch

Head of Finance



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Financial Review
Certificate of Manager/Head of Finance
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23rd June 2010.

Don Chathaoirleach agus do gach Ball

Re: - Annual Financial Statement 2009 – Financial Review

A Chomhairleoir, a Chara,

Introduction

The Accounts of Wicklow County Council for the financial year ended 31st December, 2009 have been prepared in accordance with the Local Authority Accounting in Ireland Code of Practice, Accounting Regulations, and the directions of the Minister for the Environment, Heritage and Local Government, and are now presented as the Annual Financial Statement 2009.

The Statement of Accounting Policies in the attached outlines the main principles upon which the Annual Financial Statement has been prepared. The Annual Financial Statement is subject to external audit, by an auditor of The Local Government Audit Service, whose purpose is to form an independent opinion of the accounts, and to submit an Audit Report to the Minister for the Environment, Heritage and Local Government. In accordance with normal practice, a copy of the Auditor's Report will be circulated to each Member of the Council when it is received.

Total Income and Expenditure on both Revenue and Capital Accounts for 2009 are set out below with a comparison to the previous year.

EXPENDITURE

	<u>2009</u>	<u>2008</u>
	€	€
REVENUE	98,937,034	102,555,832
CAPITAL	98,805,157	141,025,399
Total	<u>197,742,191</u>	<u>243,581,231</u>

INCOME

	<u>2009</u>	<u>2008</u>
	€	€
REVENUE	98,672,650	102,583,995
CAPITAL	112,912,071	133,170,657
Total	<u>211,584,721</u>	<u>235,754,652</u>

The levels of expenditure above reflect the extent of services provided by the Council to the citizens of the County. Delivery of the complex and diverse range of services, across social, infrastructural, recreational and community areas highlights the commitment of Wicklow County Council to the community. It is a testament to the staff and members that a high level of service delivery could be maintained despite significant reduction in resources.

Our Local Government Fund allocation was 6.33% (€1.39M) less than the previous year, 2008, and mid year was reduced by a further 3.22% (c€662,000). In addition the grant funding for national and non-national roads was cut by €3.4m in April 2009. Similar cuts in grant funding were experienced across all services and mirrored the reduction in income from own resources with the economic crisis contributing to a downturn in planning income, commercial rates and landfill income.

Remedial action was taken throughout 2009 to limit the impact of these cuts in funding. On the revenue account we have aimed to reduce the potential revenue deficit through:-

- Termination of temporary contracts
- Implementation of Incentivised Early Retirement & Career Break Schemes
- Reduction in overtime costs
- Savings in office and travel expenses
- Reduction in advertising costs
- Changes in work practices.

However, even in achieving these efficiencies, given the sharp and unexpected scale of the reduction in overall income we have inevitably incurred a deficit in the year of €264,385 a significant increase (15%) in the Council's debit balance.

On the Capital Account the grant funding was cut across the areas of housing, roads and water infrastructure projects, and the income received from development charges also dropped from €8.3M in 2008 to just c€3.4M in 2009. Despite this the Council was contractually committed to infrastructure projects, which had a consequential impact on cashflow and financing. In order to meet our commitments and continue the investment in the County's infrastructure Wicklow County Council borrowed €22M in 2009 to fund the Wicklow Port Access and Town Relief Road and projects under the Water Services Investment Programme. While capital expenditure in 2009 decreased by almost a third on 2008 a substantial investment in infrastructure was made:

Housing & Building

- Over €10.5M on Local Authority Housing construction and provision including Delgany, Ashford, Baltinglass and Carnew
- Over €1M paid out in Housing Adaptation Grants

Roads & Transportation

- € 36M was invested in the Roads Infrastructure Programme including
 - Major National Roads Projects NII Rathnew/Arklow Bypass and Kilpeddar Overbridge and Interchange
 - Wicklow Port Access and Town Relief Road
 - Non-national roads projects such as Off Road Cycle tracks. Wicklow and Greystones Transport Interchanges

Water & Wastewater

- Work continued on the water services investment programme with investments of:-
 - €10.7M on water schemes including Enniskerry, West Wicklow, Arklow and Wicklow Water Supply Schemes

- €10.4M on waste water schemes including €8M in Wicklow Town Sewerage Scheme

Debtors

It should be noted that the major revenue streams are accounted for on an income basis. The change in the fiscal conditions of the Irish economy had a damaging negative effect on debt collection in 2009. Rate collection dropped from 94% to 86%, and write offs due to vacant properties increased. Housing loan arrears have also increased, and, while the rental income percentage collection has increased marginally, income accrued in 2009 was less than budgeted which can be attributed to the significant amount of rent reviews requested throughout the year.

The percentage collection rate on water increased in 2009 with the amount collected in 2009 being almost double that collected in 2008.

Non-Domestic Water Charges Collection 2009

	€
Balance 1 st January 2009	2,935,381
Accrual	1,605,504
Write offs & adjustments	83,537
Collected	1,640,848
Balance @ 31 st December, 2009	2,816,500

While we collected more than what was billed in 2009 our collection rate remains stubbornly low at 37%. Significant advances have been made in the prompt issue of the quarterly bills and resolution of queries. However substantial work remains to be done to further reduce the arrears figure using a range of methods that will include disconnection of supply.

In 2009 the Planning Directorate commenced using the FMS to issue invoices to customers. From September 2009 work on implementation of the integrated Planning-Finance System (PDC) commenced and this went live on January 1st, 2010. Over the last few months significant work has been undertaken in reviewing outstanding debtors and development charges from 2004-2009. Once complete, these balances will be managed through the Finance system, which will facilitate improved management information and debt management. For the 2009 Annual Financial Statement development contributions from 2004 to 2009 and outstanding at 31st December 2009, are included. Development contributions of over €4.8M have been recorded. The figures are based on a comprehensive analysis of commencement notices received. However of this amount at least €2M would not be due within twelve months as with the change in the property industry the progress of some developments will have ceased. This amount has been moved to long-term debtors. The outstanding amounts of prior years will be addressed and every effort made to collect the contributions due.

REVENUE ACCOUNT

Income and Expenditure Statement

The Revenue Account (Operating Account) covers the everyday expenses of the Council. This includes areas such as housing maintenance, estate management, roads maintenance and restoration, operation of the water and wastewater networks, land-use planning, waste management, provision operation of recreational facilities, administration and support costs,

repayment of loan charges, etc. The Statement of Accounting Policies and the Accounts in the pages to follow set out the relevant details.

The Account may be summarised as follows

	<u>2009</u> €	<u>2008</u> €
Income	98,672,650	102,583,995
Expenditure	98,937,034	102,555,832
Surplus/ (Deficit) for year	(264,384)	28,163
Opening Balance	(1,733,351)	(1,761,515)
Closing Debit Balance	(1,997,735)	(1,733,351)

The difference between the adopted budget and the actual outturn in respect of both expenditure and income is as follows: -

	Expenditure (Over)/Under Budget	Income Over/(Under) Budget	Net Position
	2009	2009	2009
	€	€	€
Housing and building	1,336,414	(1,053,659)	282,755
Road transport & safety	15,002,902	(14,907,296)	95,607
Water services	933,622	(1,097,945)	(164,323)
Development management	857,539	(945,466)	(87,927)
Environmental services	2,256,777	(2,029,756)	227,022
Recreation and amenity	427,688	(324,179)	103,510
Agriculture, education, health & welfare	(1,252,589)	1,964,498	711,909
Miscellaneous services	(3,166,801)	2,531,737	(635,063)
Total Divisions Excluding Transfers	16,395,554	(15,862,065)	533,488
Transfers from/(to) reserves	(1,855,854)	807,963	(1,047,891)
Total Divisions Including Transfers	14,539,700	(15,054,103)	(514,403)
County demand	-	(40,869)	(40,869)
Local government fund	-	(2,047,425)	(2,047,425)
Pension levy	-	1,390,591	1,390,591
Commercial rates	-	916,570	916,570
Dr/Cr balance			31,151
Surplus/(Deficit) for Year			(264,385)

The variance of actual versus budget is broken down in Note 17. Further explanation of analysis of variance/balances is: -

Division A - Housing & Building

Division A, Housing and Building is under budget on both income and expenditure.

- Interest rate reductions throughout 2009 have resulted in reduced expenditure and income on loan interest charges.
- Rental income from Local Authority Housing is reduced

- Income and Expenditure on RAS is greater than budgeted
- Reduced activity in the capital housing programme resulted in the outturn on support to capital being less than budgeted.
- Reduced transfer of capital loan provisions.

Division B – Road Transportation & Infrastructure

Outturn in this Division was less than budget on both income & expenditure. Firstly the reduction of €3.4M in April resulted in both income & expenditure being reduced accordingly. Secondly the different treatment of the Wicklow Port Access and Town Relief Road project as in the AFS versus the budget treatment is reflected in a decreased actual versus projected expenditure & income for this division.

Division C – Water Services

The Water Services Division was under budget on expenditure, which is mainly attributable to the different treatment of small schemes in the budget and the AFS that would also explain the income variance. In addition outturn was less than budget on maintenance of water schemes but was countered by over expenditure on maintenance of wastewater schemes. The over-expenditure on wastewater was due to increased costs of sludge disposal. In addition the cost of public amenities was less than anticipated, and as expected activity on tapping fee was significantly less than budgeted on both income & expenditure.

Division D – Development Management

This Division includes Planning, Community Services and Economic Development Directorates. In 2009 both income & expenditure outturns were below budget with net actual expenditure exceeding budgeted net expenditure. The transfer of the Wicklow Gaol operation had an impact on both income & expenditure but the main contributory factor was the acute reduction in planning fees. While significant efforts were made to reduce development management expenditure the impact of the sharp reduction in planning income and grant funding for heritage services resulted in a negative net variance. Activity on conservation grants was also less than budgeted.

Division E – Environmental Services

Outturn was less than budget for both income and expenditure in this Division. The reduction in income was mainly due to a dramatic shortfall on landfill income and consequent impact on landfill levy income and its payment. This resulted in a reduced capital provision being transferred from revenue to cover capital costs on the landfill. In the recycling area savings were made on expenditure and actual income exceeded budget. However, the expenditure outturn on the Fire Service significantly exceeded the budget in 2009.

Division F – Recreation & Amenity

The operation of the library services came in under budget due to efficiencies implemented and a reduction in staff costs. In addition savings were achieved in Community & Enterprise, however elsewhere the cost of maintenance of parks exceeded the budget provided. In addition the

operation of the Community Enterprise Schemes was a net cost to Wicklow County Council in 2009.

Division G - Agriculture, Education, Health and Welfare

The variances in this Division are due to increased actual versus budgeted amounts in both income and expenditure on the contra services of both V.E.C. pensions and H.E.G payments and administration.

Division H – Miscellaneous Services

The variances of actual to budget in this Division are due in the main to:-

- Marginally increased use of our own Machinery Yard and Stores, which affect both income & expenditure.
- The increased rates write off due to the greater number of vacant premises
- The necessity to increase our bad debt provision due to the continuing negative economic circumstances
- Motor taxation expenditure outturn less than budgeted consequent to reduced activity in this area.

<u>Division</u>	<u>Overspend</u>
Division C	(164,323)
Division D	(87,927)
Division H	<u>(635,063)</u>
Total	<u>(887,313)</u>

Approval of the members to the revised expenditure is hereby requested in accordance with Local Government Act 2001 (S104).

CAPITAL TRANSFERS

The following transfers are included as transfers from Revenue Account to the Capital Account in part liquidation of past expenditure.

	€
Housing Adaptation Grants Provision	200,000
Housing Deficit Funding	181,289
Members Gratuities	92,000
Clermont – Loan Charges	300,000
Local Elections	62,119
Waste Management - Landfill	1,871,000
Coastal Protection	45,000
Avoca River Study	10,000
Libraries	83,000
Wicklow Gaol & Heritage Loan Charges	60,000
Digital Mapping	80,000
Commercial Water Programme	100,000
Office Accommodation – County Buildings	130,000

The following transfers are included as transfers from the Revenue Account to the Capital Account to provide a specific reserve. Provision was included in the Annual Budget to provide funds to create specific reserves under these headings.

	€
Provision for County Development Plan & Local Area Plans	130,000
Waste Management	135,000
RAS Deposit Reserve	117,865
Waste Management Community Charge/Grants	94,203
Burial Ground Extensions	30,000
Provision of Animal Pound	40,000
Legal Fees Contingency Reserve Enforcement	45,000
Community Projects	17,703
Health and Safety	253,659
Provision for Depots	100,000

The following transfers were made in the year from Capital Account and the Mortgage Funding Gap and treated as receipts in the Revenue Account. These were to fund expenditure incurred due to the transition to balance sheet accounting

	€
Mortgage Funding Gap	197,180
Division B – Footpaths Greystones	74,210

BALANCE SHEET

The Balance Sheet for 2009 includes assets and liabilities as follows: -

- Assets both purchased and constructed in 2009 plus historical assets
- Work-in-progress capital schemes in the areas of roads, water and sewerage, housing and recreation and amenity
- Preliminary expenditure on the provision of new assets, such as planning and design costs, site investigations, legal costs
- Long-term debtors, e.g. housing loan advances
- Current assets including stocks and short-term debtors
- Current and long term liabilities
- Reserves and historical balances

Capital

The capital category transactions have been extracted from various different sections of the Balance Sheet and are summarised here for convenience of reference for review purposes.

	<u>2009</u>	<u>2008</u>
Income	112,912,071	133,170,658
Expenditure	<u>98,805,157</u>	<u>141,025,399</u>
Surplus (Deficit) for year	14,106,914	(7,854,741)
Credit Balance @ 1 st January	<u>4,870,343</u>	<u>12,725,084</u>
Credit Balance @ 31 st December	18,977,257	4,870,343

The Capital Account Statement of the Annual Financial Statement sets out further details, (Appendices 5 & 6).

Despite the reduction in funding there was significant expenditure on capital infrastructure projects in 2009. Wicklow County Council invested almost €17.8M in Housing, over €36.5M on Roads and Transportation, and €22M on Water and Wastewater schemes. Government grants, and own resources such as development contributions and loans financed this investment.

It is evident from the figures above that income exceeded expenditure by €14.1M, however this income includes €30.9M of long-term loan funding. Excluding this source of finance demonstrates that expenditure actually exceeded income by €14.8M that would have left a deficit of €11.9M on the Capital account. This highlights the Council's reliance on loan financing to facilitate the investment in infrastructure for 2009 and for future years.

The closing credit balance of €18.9M is comprised of both favourable and adverse balances on projects. The main contributory reasons for the balances are: -

- Adverse balances are attributable to expenditure on the major infrastructural development programmes such as road improvement, housing construction, where state funding and grants for major projects are outstanding at year-end.
- Monies expended on schemes that may be subject to future own resource funding also have an adverse affect on the balance.
- Development funds, loan financing and other reserves (See notes 11 & 12)

Development Contributions

In 2009 over €3.6M was expended from the development contribution reserve. These monies reflect expenditure, both incurred and committed, on capital schemes by Wicklow County Council. The funding is required for the provision of infrastructure in the areas of Roads, Water Services and Recreation and Amenity.

Description	Balance 01/01/2009	Receipts & Income	Committed Dev Contributions	Balance 31/12/2008
	€	€	€	€
Development Levies	4,700,157	4,967,956	4,889,105	4,779,008

It must be noted that the committed development contributions above are for work in progress schemes. It does not cover projects that may be either required or desired in the future. The decisions to progress future projects are dependant on the availability of funding, particularly from development contributions, and our ability to finance loan repayments. However in the current economic circumstances a review of the decrease in receipts from Development Contributions provides a stark picture.

Year	Receipts
2006	€16.9M
2007	€15.7M
2008	€ 8.3M
2009	€ 3.4M

The financing available from Development Contributions is critical to our ability to deliver infrastructure for County Wicklow.

LONG-TERM CAPITAL BORROWING

The Council's long-term capital debt at 31st December 2009 amounted to €98.5M an increase of €27.5M on the December 2008 figure. The increase can be attributed to the following:-

- Repayment of principal and redemptions €3.7M
- New borrowings of €30.9M.

The principal repayments are on loans issued to fund housing loans, land acquisition for housing purposes and other assets. Four new loans were drawn down in 2009:-

- €1.9M for voluntary housing
- €7M for land acquisition Blessington
- €12M for Wicklow Port Access & Town Relieve Road
- €10M for the Water Service Investment Programme

This loan funding has been essential to ensure the fiscal integrity of the Council however it does also place a significant burden on the future finances of the Authority. From 2008 significant restrictions have been placed on the Local Government sector with regard to borrowings. The Government has set a maximum limit of €200M on Local Government's annual contribution to changes in the General Government Balance (GGB) measure. In effect this severely restricts the borrowing capacity of the entire Local Authority sector and may impact on the funding of long-term capital and infrastructural projects.

While this financing facility addresses the liquidity problem in the short term there are obviously consequences for the servicing of this and future debt in the medium and long-term. This issue is not one that can be tackled easily or quickly but through sustained tight financial management over several years.

CONCLUSION

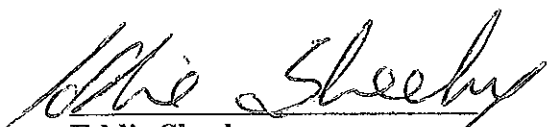
2009 has been a very difficult year for the Irish economy. These difficulties have manifested themselves in Wicklow through reduced income from both Government & own resources, reduction in staff numbers due to recruitment embargo, introduction of pension levy in 2009 and cuts in pay in 2010 and the inability of customers to pay which affects cash flow. In addition the demand for many services has never been greater. Wicklow County Council has been tasked to do more with less and significant strides in achieving this have been made through redeployment, better procurement protocols, changed work practices etc. The dedication and loyalty of the staff has enabled us to continue the delivery of high standard services.

Continued provision of all existing services presents Wicklow County Council with a major challenge. Income sources have reduced further in 2010 and all indications are for further cuts in 2011. These reductions combined with reduced manpower resources will have a negative impact on our ability to deliver essential services. The Council cannot afford to make a further loss in 2010. The guiding rules of the GGB determine that both the revenue and capital account must be kept in balance. Consequently, in order to achieve delivery on essential services, we must reduce further the provision of some "less essential" services.

In 2009 we have managed to keep the deficit to a minimum through constant financial management and budgetary control, not providing full revenue transfers to capital deficits such as Rampere landfill and through a range of efficiency achieving measures. However, in order to balance the revenue and capital account, further cost saving measures must be delivered. With the

co-operation of staff and members we have managed to minimise the deficit. This co-operation will need to continue to manage the Council's finances in the continuing uncertain situation and through the difficult decisions that need to be made.

I wish to thank the Head of Finance, Ms Loraine Lynch, and the Finance staff for their work in preparing the Annual Financial Statement.




Eddie Sheehy
Wicklow County Manager

Wicklow County Council

Certificate of Manager\ Head of Finance

for the year ended 31st December 2009

We certify that the financial statements of the Wicklow County Council for the year ended 31st December, 2009 as set out in the attached are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for the Environment, Heritage and Local Government. We have also taken reasonable steps for the prevention and detection of fraud and other irregularities.

Signed: 

Eddie Sheehy
Wicklow County Manager



Loraine Lynch
Head of Finance

Dated: 23rd June 2010

Audit Opinion

To the Members of Wicklow County Council

I have audited the annual financial statement of Wicklow County Council as set out on pages to for the year ended 31 December 2009 and have also issued a separate report in accordance with section 120 of the Local Government Act, 2001.

Responsibilities of the Council and the Local Government Auditor

The Council is by law, 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.

Basis of Opinion

I conducted my audit in accordance with the principles and practice of Local Government Audit. 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 other irregularity or error.

Opinion

In my opinion the annual financial statement presents fairly, in accordance with the Code of Practice and Accounting Regulations the financial position of Wicklow County Council at 31 December 2009 and its income and expenditure for the year then ended.

Conor Cummins
Principal Local Government Auditor

Date: _____

STATEMENT OF ACCOUNTING POLICIES

1. General

The accounts have been prepared in accordance with the Accounting Code of Practice ACoP on local authority accounting, as revised by the Department of Environment, Heritage and Local Government (DEHLG) at 31st December 2009.

2. Replacement of Programme Group Structure

Prior to 2008 the Annual Financial Statement was presented in a Programme Group structure. In 2008 it was replaced with a service-based structure. The comparison between the Programme and the new Service structure is as follows.

Programme Structure	New Service Structure
Programme Groups	Divisions
Programmes	Services
Sub-programmes	Sub-services

The new Service structure is a more up to date presentation of the key services provided by local authorities. Under the Programme Group structure overheads were allocated to Programme Group level. In the new Service structure overheads are allocated to each service and identifies the full costs of the service.

3. Accruals

The revenue and capital accounts have been prepared on an accrual basis in accordance with the Code of Practice.

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 Income & Expenditure Statement.

4.2 Non Mortgage Related Loans

Note 8 to the accounts sets out the types of borrowing under this heading. Loans relating to assets/grants, revenue funding, inter local authority 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 superannuation (including Widows and Orphans) benefits. Such deductions are credited as receipts to the Income & Expenditure Statement. The requirements of current accounting standards relating to pensions and their application to local authority accounting is currently under consideration.

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. Insurance

The County Council operates an insurance excess of €35,000

8. Provision for Bad & Doubtful Debts

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

9. Fixed Assets

9.1 Classification of Assets

Fixed assets are classified into categories as set out in the balance sheet. A further breakdown by asset type is set out in note 1 to the accounts.

9.2 Recognition

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

9.3 Measurement

A 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 DEHLG. 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 for 2010.

9.4 Revaluation

As set out in the Accounting Code of Practice it will be the policy to revalue assets where appropriate, at intervals of not more than five years. Due to their physical nature the vast majority of assets are unique to local authorities and are not subject to disposal. Some of the remaining general assets are subject to disposal and their valuation will be reviewed in 2010 to comply with current revaluation policy.

9.5 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 DEHLG.

9.6 Depreciation

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

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

10. Government Grants

Government grants are accounted for on an accrual basis. Grants received to cover day to day operations are credited to the 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.

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 Income & Expenditure. 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 Balance Sheet as 'Income WIP'.

15. Debtors and Creditors

15.1 Debtors

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

15.2 Creditors

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

16. Interest in Local Authority Companies

The interest in the companies limited by guarantee listed in Appendix 8 has not been incorporated in the financial statements. Interest in other associated companies is included in Note 3.

Financial Accounts
Income & Expenditure Account
Balance Sheet
Notes On and Forming Part of the Accounts



**INCOME AND EXPENDITURE ACCOUNT STATEMENT
FOR YEAR ENDED 31st DECEMBER 2009**

The Income and Expenditure Account Statement brings together all the revenue related income and expenditure. It shows the surplus/(deficit) for the year.

Expenditure by Division	Note	Gross	Income	Net	Net
		Expenditure		Expenditure	Expenditure
		2009	2009	2009	2008
		€	€	€	€
Housing and building		7,626,340	8,759,861	(1,133,522)	(577,813)
Road transport & safety		20,633,143	11,140,814	9,492,329	12,862,616
Water services		15,014,269	3,768,802	11,245,467	8,828,052
Development management		6,098,693	1,248,886	4,849,807	4,358,751
Environmental services		15,966,066	8,873,211	7,092,855	5,139,441
Recreation and amenity		5,633,969	1,294,629	4,339,340	4,582,645
Agriculture, education, health & welfare		8,487,780	8,757,312	(269,533)	474,061
Miscellaneous services		13,627,693	8,671,146	4,956,546	5,081,078
Total Expenditure/Income	16-17	93,087,952	52,514,662		
Net Cost of Divisions to be funded from Rates and Local Government Fund				40,573,290	40,748,832
Pension related deduction				1,390,591	
Local government fund				18,537,305	21,974,808
County demand				8,030,477	8,085,526
Commercial rates				16,574,472	15,086,952
Surplus/(Deficit) for Year before Transfers				3,959,555	4,398,454
Transfers from/(to) Reserves	15			(4,223,940)	(4,370,291)
Overall Surplus/(Deficit) for Year				(264,385)	28,164
General Reserve at 1st January				(1,733,350)	(1,761,514)
General Reserve at 31st December				(1,997,735)	(1,733,350)

Wicklow County Council
Balance Sheet as at 31st December 2009

	Notes	2009 €	2008 €
Fixed Assets	1		
Operational		548,210,658	512,852,326
Infrastructural		1,441,574,175	1,137,936,270
Community		13,369,333	13,511,175
Non-Operational		-	-
		2,003,154,166	1,664,299,771
Work-in-Progress and Preliminary Expenses	2	255,386,917	536,258,950
Long Term Debtors	3	31,653,274	29,069,217
Current Assets			
Stock	4	317,841	333,918
Trade Debtors and Prepayments	5	35,186,172	28,659,733
Bank Investments		40,759,963	16,764,146
Cash at Bank		-	1,003,650
Cash in Transit		231,097	141,855
Urban Account	7	4,701,621	4,742,490
		81,196,694	51,645,792
Current Liabilities			
Bank Overdraft		4,738,291	-
Creditors & Accruals	6	24,778,325	20,019,220
Finance Leases		-	-
		29,516,616	20,019,220
Net Current Assets / (Liabilities)		51,680,078	31,626,572
Creditors (Amounts greater than one year)			
Loans Payable	8	96,387,603	68,380,821
Finance Leases		-	-
Refundable Deposits	9	14,120,925	14,586,188
Other		-	-
		110,508,528	82,967,009
Net Assets / (Liabilities)		2,231,365,907	2,178,287,501
Financed By			
Capitalisation Account	10	2,003,154,166	1,664,299,771
Income WIP	2	281,756,119	557,680,943
Specific Revenue Reserve		1,146,798	1,146,798
General Revenue Reserve		(1,997,736)	(1,733,350)
Other Balances	11	(52,693,439)	(43,106,658)
Total Reserves		2,231,365,908	2,178,287,504

1. Fixed Assets

Costs	Land	Parks	Housing	Buildings	Plant and Machinery (Long and Short Life)	Computers, Furniture and Equipment	Heritage Infrastructure	Roads and Infrastructure	Water and Sewerage Network	Total
	€	€	€	€	€	€	€	€	€	€
Accumulated Costs @ 01/01	70,822,586	-	386,337,060	64,668,167	7,181,804	2,150,331	367,700	958,580,000	305,487,681	1,795,595,330
Additions - Purchased	-	-	1,068,787	-	517,290	155,011	-	-	-	1,741,088
Additions - Transfer WIP	-	-	34,735,185	297,877	-	-	-	309,029,411	-	344,062,473
Disposals	-	-	(615,000)	-	(16,299)	-	-	-	-	(631,299)
Revaluation	-	-	-	-	-	-	-	-	-	-
Historical Cost Adjustments	-	-	62,115	-	-	-	-	-	-	62,115
Accumulated Costs @ 31/12/2009	70,822,586	-	421,588,147	64,966,044	7,682,795	2,305,342	367,700	1,267,609,411	305,487,681	2,140,829,707
<u>Depreciation</u>										
Accumulated Depreciation @ 01/01	-	-	-	-	3,605,295	1,558,853	-	-	126,131,411	131,295,559
Provision for Year	-	-	-	-	733,950	270,825	-	-	5,391,506	6,396,281
Disposals	-	-	-	-	(16,299)	-	-	-	-	(16,299)
Accumulated Depreciation @ 31/12/2009	-	-	-	-	4,322,946	1,829,678	-	-	131,522,917	137,675,541
Net Book Value @ 31/12/2009	70,822,586	-	421,588,147	64,966,044	3,359,849	475,664	367,700	1,267,609,411	173,964,764	2,003,154,166
Net Book Value @ 31/12/2008	70,822,586	-	386,337,060	64,668,167	3,576,509	591,479	367,700	958,580,000	179,356,270	1,664,299,771
<u>Net Book Value by Category</u>										
Operational	58,032,586	-	421,588,147	64,966,044	3,359,849	264,031	-	-	-	548,210,658
Infrastructural	-	-	-	-	-	-	-	1,267,609,411	173,964,764	1,441,574,175
Community	12,790,000	-	-	-	-	211,633	367,700	-	-	13,369,333
Non-Operational	-	-	-	-	-	-	-	-	-	-
Net Book Value @ 31/12/2009	70,822,586	-	421,588,147	64,966,044	3,359,849	475,664	367,700	1,267,609,411	173,964,764	2,003,154,166

2. Work in Progress and Preliminary Expenses

A summary of work in progress and preliminary expenses is as follows:

	Funded	Unfunded	Total	Total
	2009	2009	2009	2008
	€	€	€	€
<u>Expenditure</u>				
Work in Progress	249,968,148	5,393,232	255,361,380	536,233,413
Preliminary Expenses	25,537	-	25,537	25,537
Total Expenditure	249,993,685	5,393,232	255,386,917	536,258,950
<u>Income</u>				
Work in Progress	276,744,425	5,006,600	281,751,025	557,675,849
Preliminary Expenses	5,094	-	5,094	5,094
Total Receipts	276,749,519	5,006,600	281,756,119	557,680,943
<u>Net Expended</u>				
Work in Progress	(26,776,277)	386,632	(26,389,645)	(21,442,436)
Preliminary Expenses	20,443	-	20,443	20,443
Net Over/(Under) Expenditure	(26,755,834)	386,632	(26,369,202)	(21,421,993)

3. Long Term Debtors

A breakdown of long term debtors is as follows:

	2009	2009	2009	2009	2009	2009	2009	2008
	Balance @ 01/01/2009	Loans Issued	Instalments	Early Redemptions	Other Adjustments	Balance @ 31/12/2009	Balance @ 31/12/2008	
	€	€	€	€	€	€	€	€
Long Term Mortgage Advances *	23,095,823	282,300	(905,038)	(457,843)	(43,907)	21,971,335	23,095,823	
Tenant Purchase Advances	332,906	-	(53,911)	(7,764)	-	271,231	332,906	
Shared Ownership Rented Equity	1,900,577	-	-	(40,258)	(67,786)	1,792,534	1,900,577	
	25,329,306	282,300	(958,949)	(505,865)	(111,692)	24,035,100	25,329,306	
Voluntary Housing						6,599,964	4,831,893	
Inter Local Authority Loans						-	-	
Long Term Investments - Cash						100	(223,821)	
Long Term Investments - Associated Companies						2,000,000	-	
Development Levies - Long Term						17,649	17,649	
Other						32,652,813	29,955,027	
Less: Current Portion of Long Term Debtors						(999,539)	(885,810)	
Total amounts falling due after one year						31,653,274	29,069,217	

* Includes HFA agency loans

4. Stocks

(a) A summary of stock is as follows:

	2009	2008
	€	€
Central Stores	294,508	303,634
Other Depots	23,332	30,284
Total	317,840	333,918

(b) A summary of the movement in stock is as follows:

	2009	2008
	€	€
Opening Stock at 1 January	333,918	279,102
Purchases	1,506,048	1,493,042
Returns to Stores	8,364	8,676
Issues from Stores	(1,536,714)	(1,459,648)
Stock Take Adjustments	5,956	8,428
Other Adjustments	269	4,317
Closing Stock at 31st December	317,841	333,917

5. Trade Debtors and Prepayments

A breakdown of debtors and prepayments is as follows:

	2009	2008
	€	€
Government Debtors	592,445	1,654,584
Commercial Debtors	8,041,758	7,233,587
Non-Commercial Debtors	2,718,358	3,267,386
Development Debtors	2,893,129	3,556,365
Other Services	7,480	8,757
Other Local Authorities	18,149,262	9,275,638
TRS Refundable	5,462	16,500
Agent Works Recoupable	3,447,067	3,893,554
Other	-	-
Add: Current Portion of Long Term Debtors	999,539	885,810
Total Gross Debtors	36,854,500	29,792,181
Less: Provision for Doubtful Debts	(2,235,000)	(1,285,000)
Total Trade Debtors	34,619,500	28,507,181
Prepayments	566,672	152,551
Total	35,186,172	28,659,732

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2009	2008
	€	€
Trade Creditors	308,029	986,742
Grants	1,121,738	846,716
Revenue Commissioners	1,291,432	2,187,446
Other Local Authorities	159,012	206,793
Other Creditors	1,017,691	10,727
	3,897,902	4,238,424
Deferred Income	5,343,780	-
Accruals	13,394,644	13,110,795
Add: Current Portion of Loans Payable	2,142,000	2,670,000
Total	24,778,326	20,019,219

7. Urban Account

A summary of the Urban account is as follows:

	2009	2008
	€	€
Opening Balance at 1st January	4,742,490	4,249,655
Charge for Year	8,030,477	8,085,526
Paid/(Received)	(8,071,346)	(7,592,691)
Balance at 31st December	4,701,621	4,742,490

8. Loans Payable

(a) Movement in Loans Payable

	2009	2009	2009	2009	2008
	HFA	OPW	Other	Total	Total
	€	€	€	€	€
Opening Balance	58,152,326	2,708,496	10,190,000	71,050,821	58,054,399
Borrowings	17,949,798	-	22,000,000	39,949,798	14,789,169
Repayment of Principal	(1,605,283)	(332,483)	(85,000)	(2,022,767)	(2,115,874)
Early Redemptions	(1,721,120)	-	(9,000,000)	(10,721,120)	(328,400)
Other Adjustments	272,870	-	-	272,870	651,528
Balance @ 31 December	73,048,591	2,376,012	23,105,000	98,529,603	71,050,821
Less: Current Portion of Loans Payable				2,142,000	2,670,000
Total amounts falling due after one year				96,387,603	68,380,821

8. Loans Payable

(b) Application of Loans

	2009	2009	2009	2009	2008
	HFA	OPW	Other	Total	Total
	€	€	€	€	€
<u>Mortgage</u>					
Mortgage Loans *	26,470,785	2,248,393	-	28,719,178	30,315,353
<u>Non Mortgage</u>					
Assets/Grants	25,661,911	127,619	23,105,000	48,894,530	30,497,387
Revenue Funding	-	-	-	-	-
Bridging Finance	9,000,000	-	-	9,000,000	-
Recoupable	-	-	-	-	-
Shared Ownership Rented Equity	5,315,929	-	-	5,315,929	5,406,188
Inter-Local Authority	-	-	-	-	-
Voluntary Housing	6,599,964	-	-	6,599,964	4,831,893
Balance @ 31 December	73,048,589	2,376,012	23,105,000	98,529,601	71,050,821
Less: Current Portion of Loans Payable				2,142,000	2,670,000
Total Amounts Due after one year				96,387,601	68,380,821

* Includes HFA Agency Loans

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2009	2008
	€	€
Opening Balance at 1st January	14,586,188	14,001,331
Deposits received	492,391	1,825,145
Deposits repaid	(957,653)	(1,240,289)
Closing Balance at 31st December	14,120,926	14,586,187

10. Capitalisation Account

The capitalisation account shows the funding of the assets as follows:

	2009	2009	2009	2009	2009	2009	2009	2009	2008
	Balance @ 01/01/2009	Purchased	Transfers WIP	Disposals	Revaluation	Historical Cost Adjustments	Balance @ 31/12/2009	Balance @ 31/12/2008	
	€	€	€	€	€	€	€	€	
Grants	92,258,639	1,388,697	343,764,596	-	-	62,115	437,474,047	92,258,639	
Loans	7,672,500	-	-	-	-	-	7,672,500	7,672,500	
Leases	-	-	-	-	-	-	-	-	
Revenue Funded	15,724,295	96,994	-	-	-	-	15,821,289	15,724,295	
Development Levies	-	-	-	-	-	-	-	-	
Tenant Purchase Annuities	-	-	-	-	-	-	-	-	
Unfunded	-	-	-	-	-	-	-	-	
Historical	1,667,452,061	-	-	(631,299)	-	-	1,666,820,762	1,667,452,061	
Other	12,487,834	255,397	297,877	-	-	-	13,041,108	12,487,834	
Total Gross Funding	1,795,595,330	1,741,088	344,062,473	(631,299)	-	62,115	2,140,829,707	1,795,595,330	
Less: Amortised							(137,675,541)	(131,295,559)	
Total *							2,003,154,166	1,664,299,771	

* As per note I

11. Other Balances

A breakdown of other balances is as follows:

Note	2009 Balance @ 01/01/2009	2009 * Capital Reclassification	2009 Expenditure	2009 Income	2009 Transfer from Revenue	2009 Transfer to Revenue	2009 Internal Transfers	2009 Balance @ 31/12/2009	2008 Balance @ 31/12/2008
	€	€	€	€	€	€	€	€	€
Tenant Purchase Annuities									
- Realised	2,253,416	-	-	428,276	-	-	(335,235)	2,346,457	2,253,416
- UnRealised	332,906	-	-	-	-	-	(61,675)	271,231	332,906
Development Levies	4,700,157	-	2,117,651	4,967,956	-	735,776	(2,035,678)	4,779,007	4,700,157
Unfunded Balances									
- Project	(15,580)	-	95,828	123,961	101,289	-	933,469	1,047,311	(15,580)
- Non-Project	(17,355,808)	(47,779)	3,451,263	2,761,316	538,000	-	3,862,160	(13,693,374)	(17,355,808)
Funded Balances									
- Project	(18,291,581)	6,053,369	20,069,145	16,081,892	313,000	-	1,698,809	(14,213,656)	(18,291,581)
- Non-Project	2,311,366	1,291,337	11,097,014	9,816,227	1,780,967	508,963	(2,389,736)	1,204,184	2,311,366
Other Balances									
- Assets	1,922,437	-	184,064	58,326	366,659	-	(485,158)	1,678,199	1,922,437
- Insurance Fund	9,032,133	-	2,594,169	3,488,497	-	-	-	9,926,461	9,032,133
- General	2,452,457	-	909,251	63,287	657,481	183,224	628,551	2,709,302	2,452,457
Net Capital Balances	(12,658,098)	7,296,927	40,518,385	37,789,737	3,757,396	1,427,963	1,815,507	(3,944,878)	(12,658,098)
Non Mortgage Loans - Principal to be Amortised								(48,894,530)	(30,497,387)
Lease Repayment - Principal to be Amortised								-	-
Historical Opening Mortgage Funding Surplus/(Deficit)								610,037	807,217
Shared Ownership Rented Equity Account								(464,168)	(534,569)
Reserves - Associated Companies								100	(223,821)
Other								-	-
Total Other Balances								(52,693,439)	(43,106,658)

* Capital re-classification represents the change in status and/or funding of opening capital balances.

- Note (a) Accrued Repayments of annuities by borrowers who have purchased local authority houses.
 Note (b) Future repayments of annuities by borrowers, not yet due, who have purchased local authority houses.
 Note (c) Development contributions to be applied to either specific or general developments.
 Note (d) Balances relating to completed asset codes for which funding has yet to be identified.
 Note (e) Balances relating to capital codes not resulting in assets for which funding has yet to be identified.
 Note (f) Balances relating to completed asset codes for which funding has been identified but not yet received.
 Note (g) Balances relating to capital codes not resulting in assets for which funding has been identified but not yet received.
 Note (h) Relates to reserves provisions and advance funding for future Local Authority assets.
 Note (i) Relates to reserves provisions for future insurance liabilities.
 Note (j) Relates to reserve provisions and miscellaneous credit balances.
 Note (k) Both the principal and interest of non-mortgage loans are funded through the income and Expenditure account. This represents the outstanding principal on all such loans.
 Note (l) Similar to (k), it represents the future lease liability that remains to be funded.
 Note (m) Relates to the funding position on the Mortgage Loan book on change to Balance Sheet accounting, net of timing differences and subsequent write offs to Revenue.
 Note (n) Under the shared ownership scheme both the equity element and the corresponding borrowings are indexed linked to the CPI. This reserve represents the cumulative difference between the value of both indexations and can be attributed mainly to timing differences.
 Note (o) Provision has not been made in the Annual Financial Statement in respect of the associated commitment/liabilities for the spending of these development contributions

12. Capital Account Analysis

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

	2009	2008
	€	€
Net WIP and Preliminary Expenses (Note 2)	26,369,202	21,421,992
Net Capital Balances (Note 11)	(3,944,878)	(12,658,098)
Net Agency Works Recoupable (Note 5)	(3,447,067)	(3,893,554)
Capital Balance Surplus/(Deficit) @ 31st December	18,977,257	4,870,341

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

Opening Balance @ 1st January	4,870,341	12,725,084
Expenditure	97,377,194	139,453,049
<u>Income</u>		
- Grants	63,450,275	74,303,293
- Loans	30,949,798	14,789,169
- Other	12,951,792	38,204,352
Total Income	107,351,866	127,296,814
Net Revenue Transfers	4,132,243	4,301,493
Closing Balance @ 31st December	18,977,256	4,870,341

13. Mortgage Loan Funding Position

The mortgage loan funding position on the balance sheet at year-end is as follows:

	2009	2009	2009	2008
	€	€	€	€
	Loan Annuity	Rented Equity	Total	Total
Mortgage Loans/Equity Receivable (Note 3)	21,971,335	1,792,534	23,763,869	24,996,400
Mortgage Loans/Equity Payable (Note 8)	(28,719,178)	(5,315,929)	(34,035,107)	(35,721,541)
Surplus/(Deficit) in Funding @ 31 Decembe	(6,747,843)	(3,523,395)	(10,271,238)	(10,725,141)

NOTE: Cash on Hand relating to Redemptions and Relending 9,508,212

14. Summary of Plant and Materials Account

A summary of the operations of the Plant and Materials account is as follows:

	Plant	Materials	Total	Total
	2009	2009	2009	2008
	€	€	€	€
Charged to Jobs	3,066,550	158,094	3,224,644	3,738,503
Expenditure	(2,279,451)	(167,764)	(2,447,215)	(3,009,438)
Surplus/(Deficit) before Transfers	787,099	(9,670)	777,429	729,065
Transfer to/from Reserves	(787,098)	9,670	(777,428)	(729,065)
Surplus/(Deficit) for Year	1	-	1	-

15. Analysis of Transfers to/from Reserves

A summary of the transfers to/from reserves is as follows:

	2009	2009	2009	2008
	Transfers From Reserves	Transfers To Reserves	Net	Net
	€	€	€	€
Loan Repayment Reserve	-	(288,877)	(288,877)	(265,978)
Lease Repayment Reserve	-	-	-	-
Historical Mortgage Funding Write-off	197,180	-	197,180	197,180
Development Levies	735,776	-	735,776	236,181
Other	692,187	(5,560,205)	(4,868,018)	(4,537,674)
Surplus/(Deficit) for Year	1,625,143	(5,849,082)	(4,223,939)	(4,370,291)

16. Analysis of Revenue Income

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

	Appendix No	2009		2008	
		€	%	€	%
State Grants and Subsidies	3	23,731,559	24.5%	25,366,951	25.2%
Contributions from other LAs		626,916	0.6%	899,395	0.9%
Goods and Services	4	28,156,187	29.0%	29,400,833	29.2%
		52,514,662	54.1%	55,667,179	55.2%
Local Government Fund - General Purpose Grant		18,537,305	19.1%	21,974,808	21.8%
Pension Levy		1,390,591	1.4%	-	0.0%
Rates		16,574,472	17.1%	15,086,952	15.0%
County Charge (Inc)		8,030,477	8.3%	8,085,526	8.0%
Total Income		97,047,506	100.0%	100,814,465	100.0%

17. Over/Under Expenditure

The difference between the adopted budget and the actual outturn in respect of both expenditure and income is as follows:

	Expenditure	Income	Net Position
	(Over)/Under	Over/(Under)	
	Budget	Budget	
	2009	2009	2009
	€	€	€
Housing and building	1,336,414	(1,053,659)	282,755
Road transport & safety	15,002,902	(14,907,296)	95,607
Water services	933,622	(1,097,945)	(164,323)
Development management	857,539	(945,466)	(87,927)
Environmental services	2,256,777	(2,029,756)	227,022
Recreation and amenity	427,688	(324,179)	103,510
Agriculture, education, health & welfare	(1,252,589)	1,964,498	711,909
Miscellaneous services	(3,166,801)	2,531,737	(635,063)
Total Divisions Excluding Transfers	16,395,554	(15,862,065)	533,488
Transfers from/(to) reserves	(1,855,854)	807,963	(1,047,891)
Total Divisions Including Transfers	14,539,700	(15,054,103)	(514,403)
County demand	-	(40,869)	(40,869)
Local government fund	-	(2,047,425)	(2,047,425)
Pension levy	-	1,390,591	1,390,591
Commercial rates	-	916,570	916,570
Dr/Cr balance			31,151
Surplus/(Deficit) for Year			(264,385)

NOTES ON AND FORMING PART OF THE ACCOUNTS

1. Capital Account

The traditional role of the capital account was to record all of the payments and receipts relating to the:

- Purchase and construction of assets
- Disposal of assets
- Income from development levies
- Payments and receipts relating to loan borrowings
- Funding of assets

In the balance sheet the capital account has been de-aggregated. The balances that would have comprised the capital account have now been included under various headings in the balance sheet.

2. Balance Sheet

The balance sheet is continuously developing and may not reflect all of the assets of this local authority as at 31/12/2009. It includes the following assets and liabilities:

2.1 Refundable Deposits

At 31/12/2009 €1,860,963 was held in Wicklow County Council Municipal account and €12,259,963 held on joint deposit account in respect of refundable deposits. This sum is included under investments in the Balance Sheet.

2.2 Assets

The following assets are included:

- All assets purchased as from 1/1/2001 and historic assets.
- Work-in progress on constructed* assets at year-end
- Preliminary expenditure on assets to be constructed at a future date
- Long term advances
- Current assets including stocks, debtors, cash & investments

* These are assets that are constructed either by the local authority or by outside contract. Relates mainly to roads, water & sewerage networks and housing.

2.21 Asset Categories

Fixed assets are shown in the balance sheet under the following four categories:

- **Operational**
These are assets held and occupied, used or consumed by the local authority in the direct delivery of those services for which it has either a statutory or discretionary responsibility. Operational assets include buildings, plant/machinery, equipment, and furniture.
- **Infrastructural**
These are assets that are unique to local authorities. They will include road, water and sewerage networks.

- **Community**
These are assets that are held in perpetuity and have no determinable finite useful life and may have restrictions on their disposal. They will include parks, historic buildings, works of art, museum exhibits.
- **Non-Operational Assets**
These are assets held by a local authority but not directly used or consumed in the delivery of services. They could include land awaiting development, investment and surplus assets.

2.3 Long Term Debtors

This mainly consists of the principal due by borrowers to the local authority in respect of monies advanced for house purchases (see Note 5). For 2009 it also includes a provision for long-term development charge debtors.

2.4 Liabilities

It includes the following liabilities:

- Current liabilities including loans, overdraft, creditors and accruals
- Creditors greater than one year mainly relating to long-term borrowings and leases.

2.5 Reserves

This heading includes the following:

2.51 Capitalisation Account

All assets purchased or constructed will ultimately be reflected in this account. The analysis of this account shows the source of funding of fixed assets (See Note 10).

2.52 Specific Revenue Reserve

Arising from the change in the basis of accounting from cash to accrual, this reserve relates to the take-on of opening balances of net realisable debtors at 01/06/2002.

2.53 General Revenue Reserve

This represents the cumulative surplus/(deficit) on the revenue account at 31/12/2009.

2.54 Other Reserves

A breakdown of the type of reserves included under this heading is set out in Note 11.

Appendices

Analysis of Expenditure

Expenditure and Income by Division

Analysis of Income from Grants and Subsidies

Analysis of Income from Goods and Services

Summary of Capital Expenditure and Income

Capital Expenditure and Income by Division

Major Revenue Collections

Interests of Local Authorities in Companies



ANALYSIS OF EXPENDITURE
FOR YEAR ENDED 31ST DECEMBER 2009

	2009	2008
<u>Payroll</u>	€	
- Salary & Wages	27,852,962	29,923,437
- Other Costs	4,351,492	4,470,957
- Pensions & Gratuities	4,099,934	6,722,837
Total	36,304,388	41,117,231
<u>Operational Expenses</u>		
- Purchase of Equipment	1,359,140	1,609,279
- Repairs & Maintenance	793,958	883,384
- Contract Payments	6,976,980	9,629,462
- Agency Services	8,111,822	997,302
- Machinery Yard Charges & Plant Hire	5,259,171	7,653,290
- Materials & Stores Issues	6,565,451	9,320,096
- Payments of Grants	4,105,218	4,401,612
- Member Costs	297,473	424,210
- Travelling & Subsistence Allowances	959,866	1,233,992
- Consultancy & Professional Fees	5,345,447	3,391,166
- Energy	2,514,292	2,588,781
- Other	3,594,408	2,935,022
Total	45,883,227	45,067,594
<u>Administration Expenses</u>		
- Communications	711,005	800,588
- Training & Recruitment	496,758	725,179
- Printing & Stationery	409,541	556,599
- Contributions to Other Bodies	1,632,159	1,475,938
- Other Administration Expenses	575,194	929,616
Total	3,824,657	4,487,919
<u>Establishment Expenses</u>		
- Rent & Rates	2,118,210	1,736,422
- Other Establishment Expenses	307,871	158,756
Total	2,426,081	1,895,178
Financial Expenses	4,365,788	3,215,071
Miscellaneous	283,811	633,018
County Charge (Exp)	-	-
Total Expenditure	93,087,952	96,416,011

Appendix 2

SERVICE DIVISION A Housing and Building

Service	EXPENDITURE			INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL	
A01 Maintenance & Improvement of LA Housing Units	1,816,718	40,710	5,367,269	-	5,407,979	
A02 Housing Assessment, Allocation and Transfer	434,851	-	10,885	-	10,885	
A03 Housing Rent and Tenant Purchase Administration	443,807	-	26,680	-	26,680	
A04 Housing Community Development Support	184,210	-	2,630	-	2,630	
A05 Administration of Homeless Service	217,976	104,508	(30,360)	-	74,148	
A06 Support to Housing Capital Prog.	1,267,959	-	98,148	-	98,148	
A07 RAS Programme	2,086,488	1,972,701	284,687	-	2,257,388	
A08 Housing Loans	953,306	22,210	855,251	-	877,461	
A09 Housing Grants	190,646	-	3,980	-	3,980	
A11 Agency & Recoupable Services	30,380	-	562	-	562	
TOTAL	7,626,340	2,140,129	6,619,732	-	8,759,861	

SERVICE DIVISION B
Road Transport & Safety

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
B01 NP Road - Maintenance and Improvement	1,097,263	928,116	14,844	-	942,960
B02 NS Road - Maintenance and Improvement	465,162	328,008	5,084	-	333,092
B03 Regional Road - Maintenance and Improvement	6,262,748	5,342,290	58,514	-	5,400,804
B04 Local Road - Maintenance and Improvement	9,027,455	3,167,301	137,547	-	3,304,848
B05 Public Lighting	1,367,334	-	2,542	-	2,542
B06 Traffic Management Improvement	342,113	163,297	8,554	-	171,851
B07 Road Safety Engineering Improvement	362,212	187,000	4,589	-	191,589
B08 Road Safety Promotion & Education	147,213	-	3,365	-	3,365
B09 Car Parking	529,239	-	509,523	-	509,523
B10 Support to Roads Capital Prog	835,468	-	118,747	-	118,747
B11 Agency & Recoupable Services	196,936	-	161,495	-	161,495
TOTAL	20,633,143	10,116,012	1,024,802	-	11,140,814

SERVICE DIVISION C

Water Services

Service	EXPENDITURE			INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL	
C01 Water Supply	5,934,976	547,000	884,038	311,916	1,742,954	
C02 Waste Water Treatment	7,056,391	-	1,095,122	315,000	1,410,122	
C03 Collection of Water and Waste Water Charges	458,598	-	11,745	-	11,745	
C04 Public Conveniences	158,479	-	8,497	-	8,497	
C05 Admin of Group and Private Installations	636,989	429,042	11,296	-	440,338	
C06 Support to Water Capital Programme	640,564	-	86,327	-	86,327	
C07 Agency & Recoupable Services	128,270	-	68,820	-	68,820	
TOTAL	15,014,269	976,042	2,165,844	626,916	3,768,802	

SERVICE DIVISION D
Development Management

Service	EXPENDITURE			INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL	
D01 Forward Planning	618,141	-	15,456	-	15,456	
D02 Development Management	2,383,740	-	676,744	-	676,744	
D03 Enforcement	633,575	-	34,308	-	34,308	
D04 Industrial and Commercial Facilities	538,089	-	107,575	-	107,575	
D05 Tourism Development and Promotion	352,247	-	17,242	-	17,242	
D06 Community and Enterprise Function	916,467	216,839	21,900	-	238,739	
D07 Unfinished Housing Estates	2,643	-	-	-	-	
D08 Building Control	81,182	-	1,621	-	1,621	
D09 Economic Development and Promotion	288,366	-	9,223	-	9,223	
D10 Property Management	15,899	-	29,322	-	29,322	
D11 Heritage and Conservation Services	268,344	114,783	3,874	-	118,657	
TOTAL	6,098,693	331,621	917,264	-	1,248,886	

SERVICE DIVISION E
Environmental Services

Service	EXPENDITURE		INCOME		
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	TOTAL
E01 Landfill Operation and Aftercare	4,977,548	-	6,082,906	-	6,082,906
E02 Recovery & Recycling Facilities Operations	2,054,729	680,637	359,055	-	1,039,692
E04 Provision of Waste to Collection Services	23,750	360,000	130,202	-	490,202
E05 Litter Management	242,990	30,000	58,173	-	88,173
E06 Street Cleaning	271,378	-	6,620	-	6,620
E07 Waste Regulations, Monitoring and Enforcement	978,121	-	63,707	-	63,707
E08 Waste Management Planning	434,519	77,322	12,900	-	90,222
E09 Maintenance of Burial Grounds	387,466	-	167,684	-	167,684
E10 Safety of Structures and Places	288,682	100,502	5,799	-	106,301
E11 Operation of Fire Service	5,129,386	-	545,156	-	545,156
E12 Fire Prevention	420,239	-	129,540	-	129,540
E13 Water Quality, Air and Noise Pollution	757,257	-	63,009	-	63,009
TOTAL	15,966,066	1,248,461	7,624,750	-	8,873,211

SERVICE DIVISION F
Recreation and Amenity

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	
F01 Leisure Facilities Operations	77,087	-	8,454	-	8,454
F02 Operation of Library and Archival Service	3,317,821	7,000	137,584	-	144,584
F03 Outdoor Leisure Areas Operations	533,670	-	201,795	-	201,795
F04 Community Sport and Recreational Development	192,257	-	84,977	-	84,977
F05 Operation of Arts Programme	548,811	73,000	31,511	-	104,511
F06 Agency & Recoupable Services	964,323	-	750,309	-	750,309
TOTAL	5,633,969	80,000	1,214,629	-	1,294,629

SERVICE DIVISION G
Agriculture, Education, Health & Welfare

Service	EXPENDITURE		INCOME		TOTAL
	TOTAL	State Grants and Subsidies	Provision of Goods and Services	Contributions from other Local Authorities	
G01 Land Drainage Costs	25,384	-	183	-	183
G03 Coastal Protection	1,353	-	-	-	-
G04 Veterinary Service	624,494	271,454	86,633	-	358,087
G05 Educational Support Services	7,836,549	8,384,306	14,736	-	8,399,042
TOTAL	8,487,780	8,655,760	101,552	-	8,757,312

APPENDIX 3
ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2009	2008
	€	€
Department of the Environment, Heritage, and Local Government		
Road Grants	-	-
Housing Grants & Subsidies	2,140,129	1,506,215
Library Services	-	-
Local Improvement Schemes	-	-
Urban and Village Renewal Schemes	-	-
Water Services Group Schemes	976,042	681,805
Environmental Protection/Conservation Grants	1,221,803	983,150
Miscellaneous	179,336	770,178
	4,517,310	3,941,348
Other Departments and Bodies		
Road Grants	10,030,181	12,909,722
Higher Education Grants	4,293,203	3,757,027
VEC Pensions and Gratuities	4,091,104	3,604,059
Community Employment Schemes	-	-
Civil Defence	100,502	80,500
Miscellaneous	699,259	1,074,294
	19,214,248	21,425,602
TOTAL	23,731,559	25,366,951

APPENDIX 4
ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2009	2008
	€	€
Housing Rent	5,603,696	4,838,428
Housing Loans Interest & Charges	835,510	1,354,518
Commercial Water	745,860	1,906,028
Domestic Water	-	-
Domestic Refuse	-	-
Commercial Refuse	-	-
Domestic Sewerage	-	-
Commercial Sewerage	859,644	1,090,994
Planning Fees	544,946	1,189,802
Parking Fees/Charges	616,158	371,645
Recreation & Amenity Activities	-	-
Library Fees & Fines	64,594	64,432
Agency Services	848,765	-
Pension Contributions	1,342,857	1,266,085
Property Rental & Leasing of Land	69,703	52,354
Landfill Charges	2,915,922	1,686,996
Fire Charges	615,433	620,167
NPPR	1,335,720	-
Miscellaneous Inc - Goods & Services	11,757,380	14,959,384
	28,156,187	29,400,833

APPENDIX 4A

BREAKDOWN OF MISCELLANEOUS INCOME 2009

Agency Services	2,489,635
Burial Grounds	164,120
CEP Contributions - FAS	719,259
Recreation & Amenity	150,187
Genealogy Service	21,392
Environmental Awareness	318,968
Finance Misc Receipts	50,604
Licences / Fees	292,451
LIS Contributions	47,192
Loan Application Fees / Costs / Outlays & Misc	9,016
Planning Other Fees	78,967
Property Entry Levy	181,854
Machinery & Stores	3,168,290
Recoupments of Benefit	242,563
Road Openings	161,455
Roads Misc Receipts	14,852
Sludge Disposal	202,121
Tapping Fees	67,163
Waste Disposal Rampere	3,163,602
Waste Management	213,653

APPENDIX 5
SUMMARY OF CAPITAL EXPENDITURE AND INCOME

<u>EXPENDITURE</u>	2009 €	2008 €
Payments to Contractors	51,259,297	77,350,520
Purchase of Land	6,689,100	18,809,774
Purchase of Other Assets	852,228	7,489,157
Consultancy & Professional Fees	7,689,341	7,330,514
Other	30,887,227	28,473,084
Total Expenditure (Net of Internal Transfers)	97,377,193	139,453,049
Transfers to Revenue	1,427,963	1,572,350
Total Expenditure (Including Transfers) *	98,805,156	141,025,399
 <u>INCOME</u>		
Grants	63,450,275	74,303,293
Non Mortgage Loans	30,949,798	14,789,169
Other Income		
Development Contributions	4,967,956	9,469,642
Property Disposals - Land	-	-
- LA Housing	396,910	271,080
- Other	516,299	2,054,229
Tenant Purchase Annuities	31,366	42,010
Car Parking	-	-
Other	7,039,261	26,367,392
Total Income (Net of Internal Transfers)	107,351,865	127,296,815
Transfers from Revenue	5,560,205	5,873,843
Total Income (Including Transfers) *	112,912,070	133,170,658
Surplus/(Deficit) for year	14,106,914	(7,854,741)
Balance (Debit)/Credit @ 1st January	4,870,341	12,725,084
Balance (Debit)/Credit @ 31 December	18,977,255	4,870,343

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

APPENDIX 6
ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

	Balance at 01/01/09	INCOME				TRANSFERS			Balance at 31/12/09	
		Expenditure	Grants	Non Mortgage Loans	Other	Total Income	Transfer from Revenue	Transfer to Revenue		Internal Transfers
01 HOUSING AND BUILDING	(4,762,074)	17,790,378	14,195,150	1,949,798	671,950	16,816,898	417,865	-	(8,087,204)	(13,404,892)
02 ROAD TRANSPORTATION AND SAFETY	26,853,604	36,550,305	23,900,800	12,000,000	5,214,551	41,115,351	-	735,776	2,014,592	32,697,466
03 WATER SUPPLY AND SEWERAGE	(20,966,650)	22,013,731	22,433,506	10,000,000	1,789,577	34,223,083	152,809	-	(5,250)	(8,609,739)
04 DEVELOPMENT INCENTIVES AND CONTROL	13,423,758	12,225,623	242,392	-	(2,183,038)	(1,940,646)	555,000	-	(2,212,851)	(2,400,362)
05 ENVIRONMENTAL PROTECTION	(5,656,732)	1,870,926	1,005,290	-	253,957	1,259,247	2,185,203	-	555,300	(3,527,908)
06 RECREATION AND AMENITY	(2,063,135)	2,202,467	1,446,607	-	2,629,642	4,076,249	160,703	-	(132,194)	(150,845)
07 AGRICULTURE EDUC HEALTH WELFA	(71,555)	27,785	226,530	-	-	226,530	293,659	-	352,309	773,158
08 MISCELLANEOUS SERVICES	(1,896,875)	4,685,978	-	7,000,000	4,575,153	11,575,153	1,794,967	692,187	7,515,299	13,600,378
11 CENTRAL MANAGEMENT CHARGES	-	-	-	-	-	-	-	-	-	-
12 MATERIALS EXPENSE ACCOUNT	-	-	-	-	-	-	-	-	-	-
13 OPERATION MACHINERY EXPENSE ACCOUNT	-	-	-	-	-	-	-	-	-	-
14 OVERHEADS	-	-	-	-	-	-	-	-	-	-
TOTAL	4,870,341	97,377,194	63,450,275	30,949,798	12,951,792	107,351,866	5,560,205	1,427,963	-	18,977,256

APPENDIX 7

Summary of Major Collections for 2009

	<i>Arrears @ 01/01/2009</i>	<i>Accrued</i>	<i>Write Off</i>	<i>Waivers</i>	<i>Total for Collection</i>	<i>Collected</i>	<i>Arrears @ 31/12/2009</i>	<i>% Collected</i>
	€	€	€	€	€	€	€	
Commercial Rates	823,610	16,574,471	1,464,190	-	15,933,891	13,701,249	2,232,642	86%
Rents & Annuities	196,128	5,688,602	5,101	-	5,879,629	5,696,654	182,975	97%
Commercial Water	2,935,381	1,605,504	83,537	-	4,457,348	1,640,848	2,816,500	37%
Domestic Refuse	-	-	-	-	-	-	-	-
Commercial Refuse	-	-	-	-	-	-	-	-
Housing Loans	222,154	1,605,081	383	-	1,826,852	1,526,517	300,335	84%

Opening Arrears are shown net of credit balances

Arrears relating to Tenant Purchase Annuities are included within Housing Loans

Arrears relating to Shared Ownership Rental Income are included within Rents & Annuities

INTEREST OF LOCAL AUTHORITIES IN COMPANIES

Wicklow County Council as a corporate body either through its members or officers by virtue of their office, has an interest in the following companies:

- *Wicklow County Tourism*
- *Wicklow County Enterprise Board*
- *Arklow Business Enterprise Centre Ltd*
- *Mermaid County Arts Centre*
- *Wicklow Recreational Services Ltd*