



Kerry County Council
Comhairle Contae Chiarraí

ANNUAL FINANCIAL STATEMENT
2006

RÁITEAS AIRGEADAIS BHLIANTÚIL
2006

For the year ended 31st December 2006

Don bhliain dár críoch 31ú Nollaig 2006

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30 March 2007

Don/

Mhéara agus gach Ball
de Chomhairle Chontae Chiarraí

Re: Annual Financial Statement 2006 – Financial Review

A Chomhairleoir, a chara,

1. **Introduction**

- 1.1 The Accounts of Kerry County Council for the financial year ended 31 December 2006 have been prepared in accordance with the Local Authority Accounting in Ireland Code of Practice and Accounting Regulations, and the directions of the Minister for the Environment, Heritage and Local Government, and are now presented as the Annual Financial Statement.
- 1.2 The 2006 Statement is prepared on the accruals accounting concept and, in particular, includes income accrued for most of our principal income streams, such as state grants/subsidies, rates, water charges, housing rents, etc. However, realised income continues to be the foundation for our financial well-being, of course, and the ultimate determinant of our expenditure capacity and, hence, service delivery - regard is had to this in the management of our financial position. The Statement of Accounting Policies Pages 3 to 7 outlines the main principles upon which the Annual Financial Statement has been prepared.
- 1.3 The Annual Financial Statement is subject to external audit by the Local Government Audit Service whose purpose is to form an independent opinion of the accounts, to certify the correctness of the Annual Financial Statement and to submit an Audit Opinion and an Audit Report, if appropriate, to the Local Authority, to the Director of Audit and to the Minister for the Environment, Heritage and Local Government in accordance with Sec. 120 of the Local Government Act 2001. A copy of the Auditor's Opinion and Report will be circulated to each Member of the Council when it is received, in accordance with normal practice.

1.4 Total Financial Activity of the Council for the year with a comparison with the previous year is summarised in the Balance Sheet as set out on Page 10 of the Financial Statement. The Balance Sheet for 2006 includes assets and liabilities as follows:-

- Assets both recently constructed/purchased and historical.
- Work-in-progress at 31 December 2006 mainly on roads, water/ sewerage schemes and local authority housing.
- Preliminary expenditure on the provision of new assets, such as design costs, site investigations, legal costs.
- Long-term advances such as housing loans.
- Current assets including stocks, debtors, cash-on-hands and investments.
- Current and long-term liabilities, e.g. borrowings.
- Various reserves/balances.

However, for the purposes of this review, I will deal with 4 key elements only of the Balance Sheet, viz. (i) Income and Expenditure Statement, (ii) Capital Account, (iii) Borrowings/Mortgaged Housing Loans Activity and (iv) Fixed Assets.

The charts at the end of this review give the distribution of expenditure amongst the Programme Groups and the sources of income of both the Revenue and Capital Accounts.

2. Income and Expenditure Statement - Revenue Account

2.1 This account covers the everyday expenses of the Council, such as maintenance of housing, roads, water and sewerage schemes; land-use planning; refuse collection and waste management; pollution control; fire protection and fire fighting; library service; administration/support costs; repayment of loan charges, etc. The Statement of Accounting Policies and the Accounts set out the relevant details.

2.2 The Account may be summarised as follows:-

	<u>2006</u>	<u>2005</u>
	€	€
Income (including accrual income)	134,148,666	116,010,199
Expenditure	<u>133,978,567</u>	<u>115,534,026</u>
Surplus (Deficit) for year	170,099	476,173
Opening Credit Balance	1,192,205	716,032
Closing Credit Balance	1,362,304	1,192,205

2.3 Effective Budgetary Control of expenditure and income throughout the organisation, and buoyant collections performance on our major local income streams have enabled the Council to carry forward provisions for a number of on-going Council programmes, some uncompleted projects at year's end, and policies which the Elected Council has regularly expressed support for, and to close the financial year with a small credit balance, allowing for the accrued income now incorporated into the revenue account – the overall closing credit balance amounts for just 1% of our revenue budget.

The collections on our major local income sources accounted for €36.7m (27%) of our realised revenue income of €134.1m. – Appendix 7 Page 37 gives further details.

The main provisions carried forward include in particular:-

- €150,000 for emergency Disabled Persons Grants/Essential Repairs Grants.
- €100,000 towards equipment renewal in the housing maintenance department.
- €100,000 towards the continuation of the Water Quality Improvement Programme for the more urgent works began a few years ago, and which is proving very worthwhile.
- €250,000 towards the costs of on-going planning studies in the context of the development of the Area Plans and the Review of the County Development Plan scheduled to begin later this year, and the expenses of Planning Control.
- €100,000 for the continuation of the Burial Ground Improvement Programme began some years ago, particularly sites being supported by the local community. This initiative has been much welcomed by local communities and the families of the deceased.
- €100,000 carried forward from the 2006 Adopted Budget for the purchase of equipment in the fire service.

- €170,000 for the on-going mechanisation of the street cleaning service as began in 2005.
- €50,000 towards the advancement of “Green Energy” initiatives throughout the Council’s services as identified during the coming one to two years.
- €100,000 towards the modernisation programme for the library service – mostly unspent funds from 2006.
- €100,000 towards Environmental Improvement Works at the principal entrances to the county so as to present a more welcoming image to visitors.
- €200,000 towards a programme of beach improvement initiatives around our coast.
- €350,000 towards the build up of the fund started in 2005 for a programme of environmental/amenity works in our towns and villages – the County Development Plan identified 87 settlements across the County and the Area Plans completed to-date have outlined various measures needed to improve the attractiveness of these locations for living in, working in or visiting.
- €160,000 towards the fund for Coastal Improvement Works initiated some years ago to co-fund the smaller grant - aided works which arise from time – to - time.
- €50,000 towards improvements in the Council’s Veterinary Services, particularly relating to the Central Animal Shelter in Tralee.
- €150,000 towards the continuation of the Health and Safety at Work Programme began some years ago in order to meet current standards.
- €100,000 towards the funding programme for the implementation of a modern HR/Payroll software system which will be subject to a national roll-out.
- €200,000 towards the costs of upgrading our computer connectivity to our area offices, in particular, so as to improve the speed of data transfer and reliability of connection.
- €300,000 towards the local Area Office Development Fund initiated some years ago.
- €300,000 towards the fund commenced some years ago for the extension of Áras an Chontae.

2.4 Additional expenditure to the allocation approved in the Adopted Budget was incurred in:-

- Programme Group 1 - Housing and Building

Adopted Allocation	€9,041,200
Out-Turn	€9,714,877

The main reasons for the additional expenditure in this programme group were increased expenditure on the maintenance of Council houses including vacant houses, RAS, the DPG/ERG Schemes (partly offset by increased grant aid) funding old loan balances for housing related activities and the provisions in respect of the housing items mentioned at Par. 2.3.

- Programme Group 2 - Road Transportation and Safety

Adopted Allocation	€41,087,800
Out-Turn	€53,726,042

The main reasons for the additional expenditure in this programme group were increased expenditure on the grant-aided Road Works Programme (grants out-turned at €35.96m as against €24.13m originally projected), funding old loan balances for road related works, and part-funding the construction of local area storage compounds in Killorglin and Tralee

- Programme Group 3 - Water Supply and Sewerage

Adopted Allocation	€15,994,400
Out-Turn	€16,288,704

The main reasons for the additional expenditure in this programme group were increased costs on the maintenance of public sewerage schemes, the provision for the Water Quality Improvement Programme mentioned at Par. 2.3 and increased expenditure on water/sewer connections which are self-funding.

- Programme Group 4 - Development Incentives and Controls

Adopted Allocation	€6,229,400
Out-Turn	€6,770,344

The main reasons for the additional expenditure in this programme group were increased costs on the planning control function due to increased activity and the provision for planning studies/costs mentioned at Par. 2.3.

- Programme Group 5 - Environmental Protection

Adopted Allocation	€20,142,400
Out-Turn	€23,033,366

The main reasons for the additional expenditure in this programme group were the transfer of €2.00m to the cell development account from the additional income earned at the Muingnaminnane Landfill as agreed as part of the adopted Council's Budget for 2006, extra operational costs of the refuse collection service while re-organisation was underway, a contribution to the modernisation of the Refuse Collection Service as part of a multi – annual funding programme, funding old loan balances for fire services projects, and the provisions for the mechanisation of the street cleaning service, the improvement programme for burial grounds, “green energy” initiatives and fire services equipment mentioned at Par. 2.3.

- Programme Group 6 - Recreation and Amenity

Adopted Allocation	€5,131,400
Out-Turn	€6,324,263

The principal reasons for the additional expenditure were extra expenditure on beach cleaning, and the provisions of €350,000 for environmental/amenity works in our towns/villages, €100,000 for the County Boundary treatment and €200,000 for the beach improvement initiatives programme mentioned at Par. 2.3.

- Programme Group 7 - Agriculture, Education, Health and Welfare

Adopted Allocation	€10,249,100
Out-Turn	€12,426,760

The main reasons for the additional expenditure were the provision for the coastal works improvement programme mentioned at Par. 2.3. and additional expenditure on vocational education committee pensions (€2.2m) which is subsequently grant-recoupable.

- Programme Group 8 - Miscellaneous Services

Adopted Allocation	€4,617,500
Out-Turn	€5,694,212

The additional expenditure was due to the provisions for the area office development and the extension of Áras an Chontae mentioned at Par. 2.3 and increased expenditure on office repairs/maintenance, and on agency services which is recoupable.

3. Capital Account

3.1 The current capital category transactions may be summarised as follows:-

	<u>2006</u> €	<u>2005</u> €
Income (incl. transfers from Rev. A/C)	114,046,250	98,451,079
Expenditure	<u>111,825,701</u>	<u>90,816,101</u>
Surplus (Deficit) for year	2,220,549	7,634,978
Credit Balance @ 1 January	26,003,486	18,368,508
Credit Balance @ 31 December	28,224,035	26,003,486
Less Income not realised	<u>4,777,087</u>	<u>4,446,870</u>
∴ Realised Credit Balance	<u>23,446,948</u>	<u>21,556,616</u>

Pages 34 to 36 of the Annual Financial Statement set out the details.

The favourable balance arising is attributable to debits on some schemes and credits on others. However, all the credits have been earmarked for particular projects as approved by the elected Council from time – to – time and there is no general contingency fund available in the account. The credit balances are available mainly for water and sewerage schemes (both new and improvements), local authority housing, waste collection and disposal facilities, office development (both at area and central levels). Planning and design is substantially underway to deliver most of these projects and, as these are developed, the available funds will be depleted and, indeed, substantial borrowing will be required in order to secure completion.

The Capital Investment Programme 2007-2009 considered by the Elected Council during adoption of the Budget 2007 envisages a total investment of €469.19m over the period with a requirement for €133.68m by way of local contribution. Indeed, proposed Water and Waste Water Schemes alone scheduled for delivery in the immediately coming years will require a local contribution of approx. €72m. Quite obviously, it is in the Council's interests to have as much equity funding available as possible in support of that local demand so as to minimise loan charges repayments in future years and make infrastructural development possible and sustainable.

3.2 The Summary of Capital Expenditure incurred during 2006 gives an overview of the level of activity through the year thus:-

Programme Group	Expenditure €	Principal expenditure projects	€
Housing and Building	30.21m	L.A. Housing Construction	23.00m
		Extensions/ Improvements etc.	2.30m
		Voluntary Housing	4.23m
		Affordable Housing	0.31m
		Miscellaneous Administration	0.37m
Road, Transportation and Safety	36.30m	Nat. Primary Road Improvement	20.75m
		Nat. Secondary Road Improvement	10.92m
		Misc. Roads Related Minor Projects	4.63m
Water and Sewerage	20.63m	Major Water Schemes	8.26m
		Metering Project	3.97m
		Water Quality/Water Conservation	1.00m
		Small Water Schemes	0.87m
		Group Water Schemes	2.41m
		Major Sewerage Schemes	2.47m
		Miscellaneous Minor Projects	1.65m
Development Incentives and Controls	6.08m	Killorglin Area Services Centre	4.99m
		Miscellaneous Projects	1.09m
Environmental Protection	5.93m	Waste Management	3.26m
		Burial Grounds	0.19m
		Fire Services/Civil Defence	2.16m
		Misc Admin	0.32m
Recreation and Amenity	5.94m	Library Services	2.49m
		Agency Payments	1.63m
		Miscellaneous Town and Village Improvement	1.82m
Agriculture, Education, Health and Welfare	1.99m	Piers Improvements/Coastal Development	1.99m
Miscellaneous	4.74m	Various stock items expenditure	2.91m
		Various systems development	0.48m
		General office/property related items	1.35m
TOTAL	111.82m		

- 3.3 The Balance Sheet indicates that capital work was in progress and design/planning was advancing to the overall cumulative value of €42.4m at 31 December 2006. The figure of €42.4m is represented by:-

	€
Local Authority Housing	11.5m
Road Improvement	7.5m
Water Services	12.5m
Waste Disposal	4.7m
Burial Grounds	0.5m
Pollution Control	0.3m
Library Services	2.9m
Piers & Harbours & Marine	0.9m
Miscellaneous	1.6m

4. **Capital Borrowing/ Mortgaged Housing Loan Activity**

- 4.1 The Council's capital debt at 31 December 2006 amounted to €44.2m, an increase of €6.0m on the December 2005 figure of €38.2m. A sum of €15.5m relates to mortgage-secured housing loans, an increase of €5.2m on the December 2005 figure.
- 4.2 Advances to Housing Loan Borrowers amounted to approx. €2.79m and this sum is secured by charges on the relevant properties. Overall, the Council incurred expenditure of €3.35m (loan advances to borrowers and repayment of loan principal to H.F.A. and O.P.W.) and received income of €3.79m on repayment of loan principal from the housing borrowers.

5. **Fixed Assets**

- 5.1 The Balance Sheet indicates that at 31/12/2006, the Net Book Value of our accountable assets is €3,369m and were constituted as follows: -

	€
Land (mostly housing)	45m
Housing	199m
Buildings	68m
Plant & Machinery	6m
Computer/Equipment/Furniture	1m
Heritage/Parks	1m
Roads Network	2,602m
Water & Sewerage Plant/Networks	447m

The proper and effective oversight, management and protection of the sizeable value of the assets outlined in the control of the Council continue as a major objective of Senior Management. It is vital that the Council remains in a position to meet the need to provide financially for their adequate maintenance on an on-going basis and hopefully improve them.

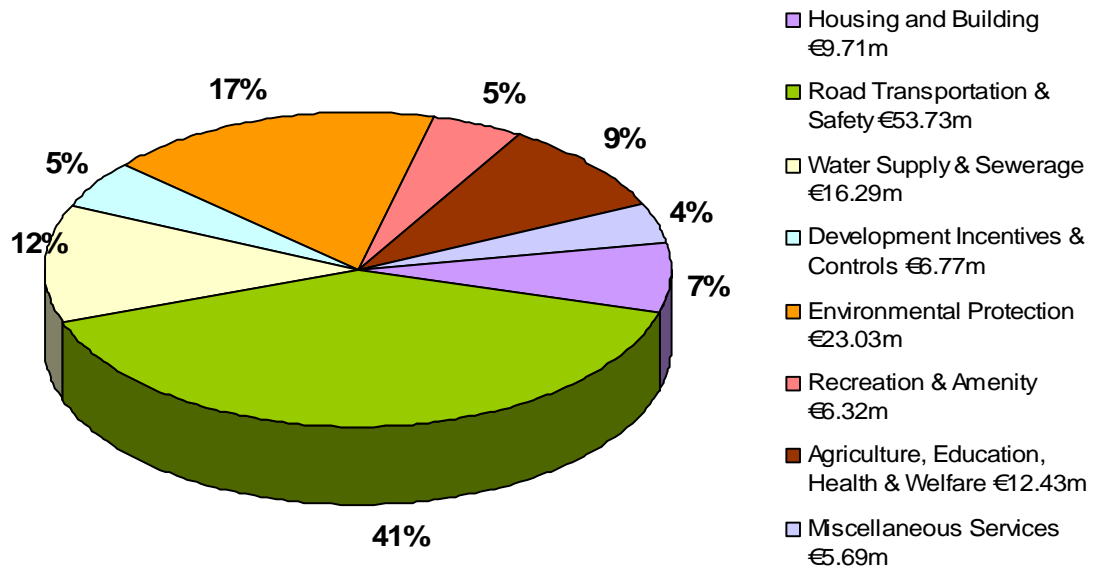
6. **Conclusion**

- 6.1 The Annual Financial Statement gives an overview of the financial position of the Council at 31 December 2006. The overall financial position of the Council may be described as continuing to be generally satisfactory.

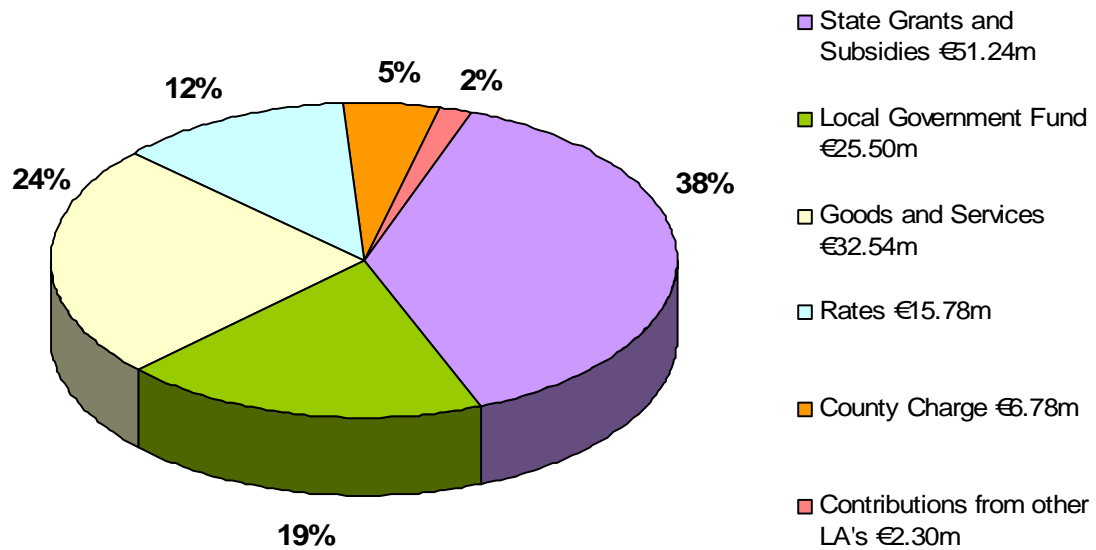
The Council is currently involved in a major infrastructural improvement programme on many services as indicated by the Capital Investment Programme 2007-2009. These projects, when completed, will require substantial maintenance funds and borrowing repayments. It is vital that the Council continues to be in a position to fund its own share of the investment cost, projected at €133.68m as mentioned at Par. 3.1 and to fund maintenance of these projects, when completed in the overall economic, social and cultural well-being of the County. Quite obviously, it is imperative that we continue to manage and structure our finances so that we can satisfactorily and successfully meet the emerging challenges and demands. As well, we need to be mindful of the Government's restrictions on public sector borrowing in line with the Growth and Stability Pact.

John O'Connor
Head of Finance

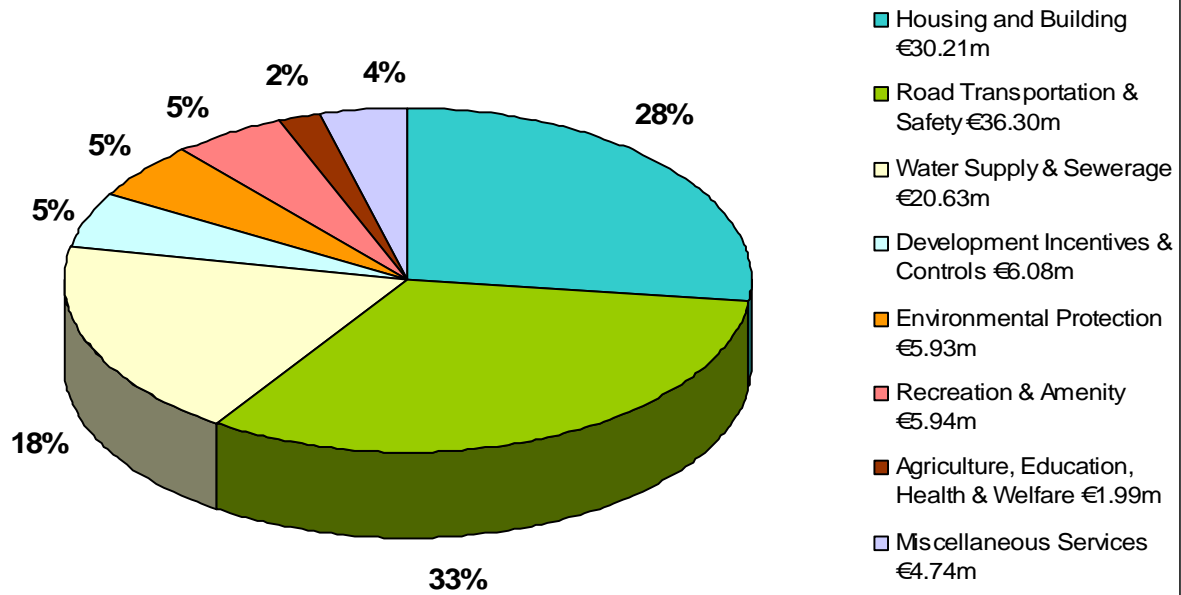
Kerry County Council - Revenue Expenditure 2006



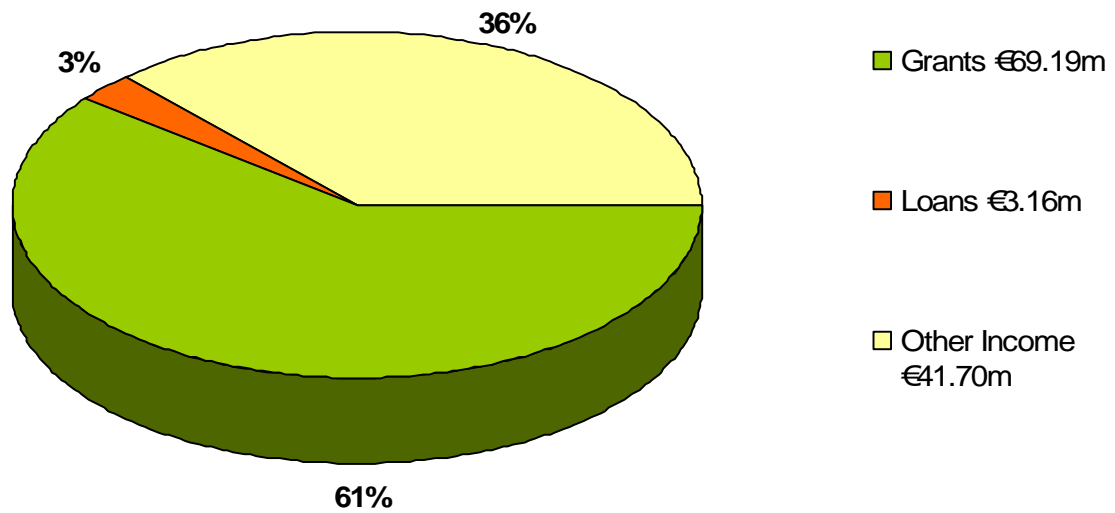
Kerry County Council - Revenue Income 2006



Kerry County Council - Capital Expenditure 2006



Kerry County Council - Sources of Capital Funding 2006



Kerry County Council
Certificate of Manager\ Head of Finance
for the year ended 31st December 2006

We certify that the financial statement of the Kerry County Council for the year ended 31st December, 2006 as set out on pages 8 to 40 are in agreement with the books of account and have been prepared in accordance with the accounting requirements as directed by the Minister for the Environment, Heritage and Local Government. We have also taken reasonable steps for the prevention and detection of fraud and other irregularities.

Signed:

Tom Curran
County Manager

John O' Connor
Head of Finance

Dated:

31 March 2007

Audit Opinion

Subject to Audit

STATEMENT OF ACCOUNTING POLICIES

1. General

The accounts have been prepared in accordance with the Accounting Code of Practice on local authority accounting, as revised by the Department of Environment, Heritage and Local Government at the 31st December 2006.

Exceptions to this are stated in the Policies and Notes to the Accounts.

2. INCOME & EXPENDITURE - General

Accruals

Expenditure

Expenditure is recognised on an accrual basis, it consists of invoices matched against goods received and an accrual for unmatched invoices. It also includes issues from stores and machinery transfers.

Income

Income for all major sources of income is recognised as accrued and accounted for in the period to which it relates, in accordance with the Accounting Code of Practice.

All other income is accounted for on a cash basis. Pending implementation of a new planning software system which will integrate with the Financial Management Software System, income from development levies is accounted for on a cash basis in the Capital Account. This Software System was being piloted nationally at the 31/12/2006 and it is expected that it will be rolled out to interested Local Authorities in the period 2007 / 2008, subject to satisfactory pilot.

The 2006 Annual Financial Statement reflects accrued non-domestic water income as amounts invoiced to the 2,000 metered customers existing at 31/12/2006 for water consumed in the year 2006. In accordance with the Government's Water Pricing Framework 10,000 non-domestic water customers have had meters installed as at the end of 2006. The remaining 2,000 customers will have meters installed by the end of 2007. Automatic meter reading technology has been introduced and all meters will be read on a rolling quarterly basis with invoices issued to customers subsequently. The Council intends in 2007 to change the current method of stating non-domestic water income in the Annual Financial Statement. It is intended that the 2007 non domestic water income will reflect the actual amounts invoiced in the financial year 2007 as it is anticipated that this change will give a more relevant, reliable and fairer presentation of the transactions and of the financial position of the Council given the six fold increased number of meters and the rolling billing periods.

3. Interest Charges

Loans payable can be divided into the following two categories:

- Mortgage related loans
- Non- mortgage related loans

3.1 Mortgage Related Loans

Mortgage related loans have a corresponding stream of income from long term advances (i.e. monies lent by the local authority to borrowers, for the purchase of houses). Only the interest element is charged or credited to the income & expenditure account.

3.2 Non Mortgage Related Loans

Non mortgage loans do not have a corresponding stream of income. The purpose of these loans is generally to acquire assets. The loan repayment cost of principal & interest is funded through the annual budget process and is initially charged to expenditure. 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'.

4. 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 Account. As the salaries of the staff attached to the National Roads Design Office are specific to that assignment, the superannuation contributions deducted and the overhead superannuation contributions recouped from the National Roads Authority are credited to a special capital account for future use in the payment of the pensions and lump sums of the relevant staff.

5. Overheads

Within the Programme Group structure, there are certain costs that can be attributed to more than one programme. These costs are defined as a Central Management Charge (CMC). The expenditure on the CMC is allocated on the basis of the expenditure of each programme group, excluding the CMC.

6. Agency and Other Services

Expenditure on services provided or work done on behalf of other local authorities and statutory bodies is recouped at cost or in accordance with specific agreements.

7. Insurance

The Council has paid in full the deposit premium on insurance cover for Public and Employers liability at year's end. Provision exists in the Balance Sheet for a specific reserve to provide in part for the 'retro-rating' of insurance costs.

8. Provision for Bad & Doubtful Debts

Provision has been made in the relevant accounts for bad & doubtful debts for the following income streams: rates, rents, commercial water charges, refuse, waste disposal charges and agency services. This provision has been made in accordance with accounting guidelines issued by the Dept of the Environment, Heritage and Local Government and has a neutral effect on the income & expenditure account in 2006.

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.

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.

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 the Income & Expenditure Account and consequently the charge for depreciation and the corresponding credit from amortisation is excluded from the Income & Expenditure Account.

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

Asset Type	Basis	Depreciation Rate
Plant & Machinery		
- Long life	SL	10
- Short life	SL	20
Equipment	SL	20
Furniture	SL	20
Heritage Assets		Nil
Library Books		Nil
Playgrounds	SL	20
Parks	SL	2
Water Assets		
- Water schemes	SL	Asset life of 70 years
- Drainage schemes	SL	Asset life of 50 years

SL = Straight Line

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

10. Government Grants

Government grants are accounted for on an accrual basis where deemed prudent to reflect the full value of an asset in the Balance Sheet where construction is complete.

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 the Capitalisation Account. Upon full implementation of the Financial Management System all revenue related grants will be credited where necessary.

11. Debt Redemption

The proceeds from the early redemption of loans by borrowers, are applied in 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 Account. 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 at Council's Central Store at year-end are included as an asset in the Balance Sheet and are valued at average cost. Otherwise materials purchased are treated as having been consumed in the accounting period, i.e. no adjustment made for opening and closing stocks

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 WIP Income.

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.

FINANCIAL ACCOUNTS

INCOME AND EXPENDITURE ACCOUNT STATEMENT FOR YEAR ENDED 31st DECEMBER 2006

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 Programme Group	Note	Gross Expenditure 2006 €	Income 2006 €	Net Expenditure 2006 €	Net 2005 €
Housing and Building		9,343,085	7,608,889	1,734,196	1,292,885
Road transportation and Safety		53,365,749	38,805,845	14,559,904	13,632,995
Water Supply and Sewerage		15,925,667	10,762,663	5,163,007	4,611,389
Development Incentives and Controls		6,434,203	2,219,326	4,214,876	3,123,457
Environmental Protection		21,979,919	12,452,858	9,527,060	8,867,683
Recreation and Amenity		5,362,617	382,368	4,980,249	5,338,148
Agriculture, Education, Health and Welfare		12,239,428	10,351,821	1,887,607	2,059,795
Miscellaneous Services		4,850,498	3,499,360	1,351,138	2,088,608
Total	16-17	129,501,166	86,083,131		

Net Cost of Programmes to be funded from

Rates and Local Government Fund		43,418,035	41,014,960
Local Government Fund		25,497,932	23,426,482
County Charge		6,783,720	6,508,488
Commercial Rates		15,783,883	14,716,331
Surplus/(Deficit) for Year before Transfers		4,647,500	3,636,341
Transfers from/(to) Reserves	15	(4,477,401)	(3,160,168)
Overall Surplus/(Deficit) for Year		170,099	476,173
General Reserve at 1st January		1,192,205	716,032
General Reserve at 31st December		1,362,304	1,192,205

Kerry County Council
Balance Sheet as at 31st December 2006

	Notes	2006	2005
		€	€
Fixed	1		
Operational		318,081,490	288,743,471
Infrastructural		3,049,075,727	2,995,197,866
Community		902,723	358,116
Non-Operational		1,045,996	980,522
		3,369,105,936	3,285,279,975
Work-in-Progress and Preliminary Expenses	2	42,445,976	90,129,656
Long Term Debtors	3	30,628,098	30,978,013
Current Assets			
Stock	4	862,421	781,267
Trade Debtors and Prepayments	5	15,235,326	10,626,868
Bank Investments		35,000,000	28,500,000
Cash on Hand		943,580	2,991,627
		52,041,327	42,899,762
Current Liabilities			
Bank Overdraft		5,054,889	6,202,562
Creditors & Accruals	6	11,116,997	10,625,662
Town Councils' Account	7	75,365	113,158
Finance Leases		82,351	100,057
		16,329,602	17,041,439
Net Current Assets / (Liabilities)		35,711,725	25,858,323
Creditors (Amounts greater than one year)			
Loans Payable	8	42,508,886	36,590,828
Finance Leases		40,623	118,564
Refundable Deposits	9	691,415	707,232
Other		-	-
		43,240,924	37,416,624
Net Assets / (Liabilities)		3,434,650,811	3,394,829,343
Financed By			
Capitalisation Account	10	3,369,105,936	3,285,279,975
Income WIP	2	48,107,633	88,871,530
Specific Revenue Reserve		5,476,625	5,476,625
General Revenue Reserve		1,362,304	1,192,205
Other Balances	11	10,598,313	14,009,008
Total Reserves		3,434,650,811	3,394,829,343

1. Fixed Assets

	Land	Parks	Housing	Buildings	Plant and Machinery (Long and Short Life)	Computers, Furniture and Equipment	Heritage	Roads Network	Water and Sewerage Sewerage Network	Total
Costs	€	€	€	€	€	€	€	€	€	€
Accumulated Costs @ 01/01	41,712,619	-	178,984,466	64,152,355	12,433,034	2,675,589	358,116	2,542,251,548	628,003,961	3,470,571,688
Additions - Purchased	4,110,469	235,000	468,496	-	3,302,099	431,097	-	339,100	-	8,886,261
Additions - Transfer WIP	234,980	479,308	26,458,428	3,513,107	-	-	-	59,101,376	4,918,633	94,705,832
Disposals	(54,820)	-	(6,613,882)	(5,812)	(746,777)	(10,074)	-	-	-	(7,431,365)
Revaluation	(345,528)	23	-	-	-	-	-	-	-	(345,505)
Historical Cost Adjustments	(42,003)	-	(310,100)	5,000	(1,209,167)	32,603	-	-	-	(1,523,667)
Accumulated Costs @ 31/12/2006	45,615,717	714,331	198,987,408	67,664,650	13,779,189	3,129,215	358,116	2,601,692,024	632,922,594	3,564,863,244
<u>Depreciation</u>										
Accumulated Depreciation @ 01/01	-	-	-	-	8,655,827	1,578,242	-	-	175,057,644	185,291,713
Provision for Year	-	169,724	-	-	188,329	378,435	-	-	10,481,247	11,217,735
Disposals	-	-	-	-	(743,577)	(8,563)	-	-	-	(752,140)
Accumulated Depreciation @ 31/12/2006	-	169,724	-	-	8,100,579	1,948,114	-	-	185,538,891	195,757,308
Net Book Value @ 31/12/2006	45,615,717	544,607	198,987,408	67,664,650	5,678,610	1,181,101	358,116	2,601,692,024	447,383,703	3,369,105,936
Net Book Value @ 31/12/2005	41,712,619	-	178,984,466	64,152,355	3,777,206	1,097,347	358,116	2,542,251,548	452,946,318	3,285,279,975
<u>Net Book Value by Category</u>										
Operational	44,979,134	-	198,987,408	67,664,650	5,678,610	771,688	-	-	-	318,081,490
Infrastructural	-	-	-	-	-	-	-	2,601,692,024	447,383,703	3,049,075,727
Community	-	544,607	-	-	-	-	358,116	-	-	902,723
Non-Operational	636,583	-	-	-	-	409,413	-	-	-	1,045,996
Net Book Value @ 31/12/2006	45,615,717	544,607	198,987,408	67,664,650	5,678,610	1,181,101	358,116	2,601,692,024	447,383,703	3,369,105,936

2. Work in Progress and Preliminary Expenses

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

	Funded	Unfunded	Total	Total
	2006	2006	2006	2005
<u>Expenditure</u>	€	€	€	€
Work in Progress	24,008,374	862,046	24,870,420	75,730,432
Preliminary Expenses	16,574,968	1,000,588	17,575,556	14,399,224
Total Expenditure	40,583,342	1,862,634	42,445,976	90,129,656
<u>Income</u>				
Work in Progress	27,195,483	799,106	27,994,589	72,227,493
Preliminary Expenses	19,891,258	221,786	20,113,044	16,644,037
Total Receipts	47,086,741	1,020,892	48,107,633	88,871,530
<u>Net Expended</u>				
Work in Progress	(3,187,109)	62,940	(3,124,169)	3,502,939
Preliminary Expenses	(3,316,290)	778,802	(2,537,488)	(2,244,813)
Net Over/(Under)	(6,503,399)	841,742	(5,661,657)	1,258,126

3. Long Term Debtors

A breakdown of long term debtors is as follows:

	2006	2006	2006	2006	2006	2006	2005
	Balance @	Loans	Instalments	Early	Other	Balance @	Balance @
	01/01/2006	Issued		Redemptions	Adjustments	31/12/2006	31/12/2005
	€	€	€	€	€	€	€
Long Term Mortgage Advances	15,860,585	2,536,242	(795,546)	(1,920,399)	(61,640)	15,619,242	15,860,585
Tenant Purchase Advances	1,833,103	-	(145,102)	(159,318)	(22,248)	1,506,435	1,833,103
Shared Ownership Rented Equity	4,207,674	250,961	-	(767,878)	201,875	3,892,632	4,207,674
	21,901,362	2,787,203	(940,648)	(2,847,595)	117,987	21,018,309	21,901,362
Voluntary Housing						10,944,359	10,199,483
Inter Local Authority Loans						-	-
Long Term Investments - Cash						-	-
Long Term Investments - Associated Companies						-	-
Other						75,268	81,196
						32,037,936	32,182,041
Less: Current Portion of Long Term Debtors						(1,409,838)	(1,204,028)
Total amounts falling due after one year						30,628,098	30,978,013

4. Stocks

(a) A summary of stock is as follows:

	2006	2005
	€	€
Central Stores	254,869	243,413
Other Depots	607,552	537,854
Total	862,421	781,267

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

	2006	2005
	€	€
Opening Stock at 1 January	781,267	731,917
Purchases	5,558,728	4,394,568
Returns to Stores	59,760	45,907
Issues from Stores	(5,545,886)	(4,392,606)
Stock Take Adjustments	8,552	1,481
Other Adjustments	-	-
Closing Stock at 31st December	862,421	781,267

5. Trade Debtors and Prepayments

A breakdown of debtors and prepayments is as follows:

	2006	2005
	€	€
Government Debtors	7,493,078	4,720,025
Commercial Debtors	4,296,011	3,642,048
Non-Commercial Debtors	433,191	497,121
Other Services	595,051	156,024
Other Local Authorities	362,980	1,232,360
TRS Refundable	32,414	21,095
Agent Works Recoupable	1,245,263	(224,564)
Other	67,500	78,730
Add: Current Portion of Long Term Debtors	1,409,838	1,204,029
Total Gross Debtors	15,935,326	11,326,868
Less Provision for Doubtful Debts	(700,000)	(700,000)
Total Trade Debtors	15,235,326	10,626,868
Prepayments	-	-
Total	15,235,326	10,626,868

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2006	2005
	€	€
Trade Creditors	124,485	(22,020)
Grants	40,651	1,825
Revenue Commissioners	470,055	949
Other Local Authorities	-	-
Other Creditors	323,157	6,045
	958,348	(13,201)
Deferred Income	-	-
Accruals	8,481,785	9,034,871
Add: Current Portion of Loans Payable	1,676,864	1,603,992
Total	11,116,997	10,625,662

7. Town Councils' Account

A summary of the Town Councils' account is as follows:

	2006	2005
	€	€
Opening Balance at 1st January	(113,158)	(141,492)
Charge for Year	6,783,720	6,508,488
Paid/(Received)	(6,745,927)	(6,480,154)
Balance at 31st December	(75,365)	(113,158)

8. Loans Payable

(a) Movement in Loans Payable

	2006 HFA	2006 OPW	2006 Other	2006 Total	2005 Total
	€	€	€	€	€
Opening Balance	28,948,578	3,291,909	5,954,333	38,194,820	37,820,248
Borrowings	8,810,000	-	-	8,810,000	1,878,331
Repayment of Principal	(781,837)	(289,679)	(574,265)	(1,645,781)	(1,572,590)
Early Redemptions	(1,432,222)	-	-	(1,432,222)	(135,949)
Other Adjustments	258,933	-	-	258,933	204,780
Balance @ 31 December	35,803,452	3,002,230	5,380,068	44,185,750	38,194,820
Less: Current Portion of Loans Payable				1,676,864	1,603,992
Total amounts falling due after one year				42,508,886	36,590,828

8. Loans Payable

(b) Application of Loans

	2006 HFA €	2006 OPW €	2006 Other €	2006 Total €	2005 Total €
<u>Mortgage</u>					
Mortgage Loans	12,926,376	2,613,398	-	15,539,774	10,273,138
<u>Non Mortgage</u>					
Assets/Grants	9,318,456	313,564	5,380,068	15,012,088	14,699,946
Bridging Finance	-	-	-	-	409,422
Recoupable	-	75,268	-	75,268	81,196
Shared Ownership Rented Equity	2,614,261	-	-	2,614,261	2,531,635
Inter-Local Authority	-	-	-	-	-
Voluntary Housing	10,944,359	-	-	10,944,359	10,199,483
Balance @ 31 December	35,803,452	3,002,230	5,380,068	44,185,750	38,194,820
Less: Current Portion of Loans Payable				1,676,864	1,603,992
Total Amounts falling due after one year				42,508,886	36,590,828

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2006 €	2005 €
Opening Balance at 1st January	707,232	354,159
Deposits received	268,804	495,323
Deposits repaid	(284,621)	(142,250)
Closing Balance at 31st December	691,415	707,232

10. Capitalisation Account

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

	2006 Balance @ 01/01/2006 €	2006 Purchased €	2006 Transfers WIP €	2006 Disposals €	2006 Revaluation €	2006 Historical Cost Adjustments €	2006 Balance @ 31/12/2006 €	2005 Balance @ 31/12/2005 €
Grants	49,834,110	1,516,591	83,248,888	(694,401)	-	32,603	133,937,791	49,834,110
Loans	6,358,489	4,141,372	-	-	-	-	10,499,861	6,358,489
Leases	527,287	14,000	-	-	-	-	541,287	527,287
Revenue Funded	4,503,155	1,826,150	244,423	-	-	-	6,573,728	4,503,155
Development Levies	241,180	-	687,541	-	-	-	928,721	241,180
Tenant Purchase Annuities	7,894,544	-	4,624,499	-	-	-	12,519,043	7,894,544
Unfunded	3,677,752	(39,080)	-	-	-	-	3,638,672	3,677,752
Historical	3,394,150,527	(34,628)	-	(6,201,173)	(345,510)	(1,514,267)	3,386,054,950	3,394,150,527
Other	3,384,644	1,419,852	5,900,482	(535,792)	5	-	10,169,191	3,384,644
Total Gross Funding	3,470,571,688	8,844,257	94,705,833	(7,431,365)	(345,505)	(1,481,664)	3,564,863,244	3,470,571,688
Less: Amortised							(195,757,308)	(185,291,713)
Total *							3,369,105,936	3,285,279,975

* As per note 1

11. Other Balances

A breakdown of other balances is as follows:

		2006	2006	2006	2006	2006	2006	2006	2006	2005
	Note	Balance @ 01/01/2006 €	* Capital Reclassification €	Expenditure €	Income €	Transfer from Revenue €	Transfer to Revenue €	Internal Transfers €	Balance @ 31/12/2006 €	Balance @ 31/12/2005 €
Tenant Purchase Annuities										
- Realised	(a)	2,978,641	-	26,304	5,362,635	-	-	(4,443,866)	3,871,106	2,978,641
- UnRealised	(b)	1,833,103	-	-	(326,668)	-	-	-	1,506,435	1,833,103
Development Levies	(c)	8,410,338	(35,907)	1,850,949	11,837,222	-	-	(4,256,647)	14,104,057	8,410,338
Unfunded Balances										
- Project	(d)	(941,338)	-	6,680	21,876	-	-	-	(926,142)	(941,338)
- Non-Project	(e)	(334,355)	(9,764)	9,863	3,992	-	-	6,348	(343,642)	(334,355)
Funded Balances										
- Project	(f)	(3,576,330)	(161,962)	36,626,098	27,284,743	197,378	-	992,521	(11,889,748)	(3,576,330)
- Non-Project	(g)	810,615	(17,450)	18,796,314	16,162,992	221,500	-	2,057,376	438,719	810,615
Other Balances										
- Assets	(h)	1,429,916	230,000	139,054	118,044	307,359	-	(340,082)	1,606,183	1,429,916
- Insurance Fund	(i)	1,079,277	-	-	-	-	-	-	1,079,277	1,079,277
- General	(j)	15,347,181	(4,158,499)	23,118,099	19,736,001	2,244,000	-	4,310,812	14,361,396	15,347,181
Net Capital Balances		27,037,048	(4,153,582)	80,573,361	80,200,837	2,970,237	-	(1,673,538)	23,807,641	27,037,048
Non Mortgage Loans - Principal to be Amortised	(k)								(15,012,088)	(14,699,946)
Lease Repayment - Principal to be Amortised	(l)								(122,974)	(218,621)
Historical Opening Mortgage Funding Surplus/(Deficit)	(m)								1,954,674	1,954,674
Shared Ownership Rented Equity Account	(n)								(28,940)	(64,146)
Reserves - Associated Companies									-	-
Other									-	-
Total Other Balances									10,598,313	14,009,008

* 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, mainly Water and Sewerage Schemes €10.0m; Roads Specific Works €4.0m; Urban Renewal €0.10m.

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.

12. Capital Account Analysis

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

	2006	2005
	€	€
Net WIP and Preliminary Expenses (Note 2)	5,661,657	(1,258,126)
Net Capital Balances (Note 11)	23,807,641	27,037,048
Net Agency Works Recoupable (Note 5)	(1,245,263)	224,564
Capital Balance Surplus/(Deficit) @ 31st December	28,224,035	26,003,486

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

Opening Balance @ 1st January	26,003,486	18,368,508
Expenditure	111,825,701	90,816,101
Income		
- Grants	69,191,010	71,861,146
- Loans	3,156,307	2,026,926
- Other	38,128,696	22,293,007
Total Income	110,476,013	96,181,079
Net Revenue Transfers	3,570,237	2,270,000
Closing Balance @ 31st December	28,224,035	26,003,486

13. Mortgage Loan Funding Position

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

	2006	2006	2006	2005
	€	€	€	€
	Loan	Rented	Total	Total
Mortgage Loans/Equity Receivable (Note 3)	15,619,242	3,892,632	19,511,874	20,068,259
Mortgage Loans/Equity Payable (Note 8)	(15,539,774)	(2,614,261)	(18,154,035)	(12,804,773)
Surplus/(Deficit) in Funding @ 31 Dec	79,468	1,278,371	1,357,839	7,263,486

NOTE: Cash on Hand relating to Redemptions and Relending

1,357,839

14. Summary of Plant and Materials Account

This is currently dealt within the remaining Capital Account.

15. Analysis of Transfers to/from Reserves

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

	2006	2006	2006	2005
	Transfers	Transfers		
	From	To	Net	Net
	Reserves	Reserves	€	€
	€	€		
Loan Repayment Reserve	-	(803,792)	(803,792)	(760,249)
Lease Repayment Reserve	-	(103,372)	(103,372)	(129,919)
Historical Mortgage Funding Write-off	-	-	-	-
Development Levies	-	-	-	-
Other	-	(3,570,237)	(3,570,237)	(2,270,000)
Surplus/(Deficit) for Year	-	(4,477,401)	(4,477,401)	(3,160,168)

16. Analysis of Revenue Income

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

	Appendix	2006		2005	
		€	%	€	%
State Grants and Subsidies	3	51,243,928	38.2%	40,773,503	35.1%
Contributions from other LAs		2,297,775	1.7%	1,820,873	1.6%
Goods and Services	4	32,541,428	24.3%	28,764,522	24.8%
		86,083,131	64.2%	71,358,898	61.5%
Local Government Fund - General Purpose		25,497,932	19.0%	23,426,482	20.2%
Rates		15,783,883	11.8%	14,716,331	12.7%
Town Councils' Account - Income		6,783,720	5.0%	6,508,488	5.6%
Total Income		134,148,666	100.0	116,010,199	100.0

17. Over/Under Expenditure

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

	Expenditure (Over)/Under Estimates	Income Over/(Under) Estimates	Net Position
	2006	2006	2006
	€	€	€
Housing and Building	(673,676)	1,002,889	329,213
Road Transportation and Safety	(12,588,322)	12,162,345	(425,977)
Water Supply and Sewerage	(294,304)	898,763	604,459
Development Incentives and Controls	(540,945)	262,526	(278,418)
Environmental Protection	(2,890,967)	3,003,858	112,892
Recreation and Amenity	(675,862)	15,168	(660,694)
Agriculture, Education, Health and Welfare	(2,177,660)	2,025,621	(152,039)
Miscellaneous Services	(896,475)	1,781,860	885,386
Central Management Services	-	-	-
	(20,738,210)	21,153,031	414,821
Town Councils' Account	-	91,446	91,446
Local Government Fund	-	-	-
Commercial Rates	-	410,989	410,989
Transfers from/(to) Reserves	(747,157)		(747,157)
Surplus/(Deficit) for Year			170,099

APPENDICES

APPENDIX 1

ANALYSIS OF EXPENDITURE

FOR YEAR ENDED 31ST DECEMBER 2006

	2006
<u>Payroll</u>	€
- Salary & Wages	37,491,665
- Other Costs	3,378,089
- Pensions & Gratuities	9,434,244
Total	50,303,998
<u>Operational Expenses</u>	
- Purchase of Equipment	1,279,266
- Repairs & Maintenance	600,401
- Contract Payments	11,364,578
- Agency Services	248,714
- Machinery Yard Charges & Plant Hire	11,855,450
- Materials & Stores Issues	17,708,948
- Payments of Grants	8,079,281
- Member Costs	461,085
- Travelling & Subsistence Allowances	2,794,420
- Consultancy & Professional Fees	1,432,729
- Other	2,894,219
Total	58,719,091
<u>Administration Expenses</u>	
- Communications	908,248
- Training & Recruitment	556,743
- Printing & Stationery	785,586
- Contributions to Other Bodies	1,287,083
- Other Administration Expenses	1,682,734
Total	5,220,394
<u>Establishment Expenses</u>	
- Rent & Rates	998,136
- Energy	3,810,176
- Other Establishment Expenses	126,093
Total	4,934,405
Financial Expenses	1,655,999
Miscellaneous	8,667,279
Total Expenditure	129,501,166

**APPENDIX 2
PROGRAMME GROUP 1
HOUSING and BUILDING**

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	TOTAL	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
1.1 Local Authority Housing	3,293,043	117,418	3,410,461	655,653	3,855,073	86,925	4,597,651
1.2 Assistance to Persons Housing Themselves	1,275,707	-	1,275,707	317,247	869,369	-	1,186,616
1.3 Assistance to Persons Improving Houses	2,556,688	230,263	2,786,951	1,621,717	-	-	1,621,717
1.8 Administration and Misc.	2,217,647	24,111	2,241,758	4,268	198,637	-	202,905
TOTAL	9,343,085	371,792	9,714,877	2,598,885	4,923,079	86,925	7,608,889

APPENDIX 2
PROGRAMME GROUP 2
ROAD TRANSPORTATION and SAFETY

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
2.1 Road Upkeep	13,581,315	153,075	13,734,390	8,813,176	100,000	-	8,913,176
2.2 Road Improvement	27,511,050	-	27,511,050	27,146,514	624,579	-	27,771,093
2.3 Road Traffic	380,608	-	380,608	-	101,204	-	101,204
2.8 Administration and Misc.	11,892,776	207,217	12,099,994	-	2,020,372	-	2,020,372
TOTAL	53,365,749	360,292	53,726,042	35,959,690	2,846,155	-	38,805,845

APPENDIX 2
PROGRAMME GROUP 3
WATER SUPPLY and SEWERAGE

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
3.1 Public Water Supply Schemes	7,923,352	248,883	8,172,235	409,485	6,687,814	1,770	7,099,069
3.2 Public Sewerage Schemes	4,140,632	71,500	4,212,132	-	549,357	1,580,777	2,130,134
3.3 Private Installations	1,225,555	-	1,225,555	-	1,226,458	-	1,226,458
3.8 Administration and Misc.	2,636,128	42,654	2,678,782	-	307,002	-	307,002
TOTAL	15,925,667	363,037	16,288,704	409,485	8,770,631	1,582,547	10,762,663

**APPENDIX 2
PROGRAMME GROUP 4
DEVELOPMENT INCENTIVES & CONTROLS**

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
4.1 Land Use Planning	3,993,766	250,000	4,243,766	5,590	1,623,756	-	1,629,346
4.3 Other Development and Promotion	854,002	69,529	923,531	333,832	546	-	334,378
4.5 Promotion of Interest of Local Community & Enterprise	748,993	-	748,993	64,722	5,690	-	70,412
4.8 Administration and Misc.	837,442	16,613	854,054	-	185,190	-	185,190
TOTAL	6,434,203	336,142	6,770,344	404,144	1,815,182	-	2,219,326

**APPENDIX 2
PROGRAMME GROUP 5
ENVIRONMENTAL PROTECTION**

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
5.1 Waste Disposal	11,831,952	505,248	12,337,200	501,827	10,507,095	131,461	11,140,383
5.2 Burial Grounds	476,594	134,975	611,569	-	154,101	-	154,101
5.3 Safety of Structures and Places	803,201	-	803,201	86,954	612,873	-	699,827
5.4 Fire Protection	4,953,695	220,375	5,174,070	1,225	184,967	1,170	187,362
5.5 Pollution Control	1,314,194	139,132	1,453,326	-	69,081	-	69,081
5.8 Administration and Misc.	2,600,283	53,716	2,654,000	-	202,105	-	202,105
TOTAL	21,979,919	1,053,446	23,033,366	590,006	11,730,222	132,631	12,452,859

**APPENDIX 2
PROGRAMME GROUP 6
RECREATION and AMENITY**

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
6.2 Libraries	2,807,206	127,961	2,935,167	72,774	49,527	-	122,301
6.3 Parks, Open Spaces, Recreation Centres etc.	474,792	620,000	1,094,792	-	-	-	-
6.4 Other Recreation and Amenity	1,132,976	200,000	1,332,976	156,111	21,941	-	178,052
6.8 Administration and Misc.	947,643	13,685	961,328	-	82,015	-	82,015
TOTAL	5,362,617	961,646	6,324,263	228,885	153,483	-	382,368

APPENDIX 2
PROGRAMME GROUP 7
AGRICULTURE, EDUCATION, HEALTH and WELFARE

	EXPENDITURE			INCOME			
PROGRAMME	Gross	Provisions/Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
7.1 Agriculture	552,836	160,000	712,836	-	9,601	-	9,601
7.2 Education	10,541,898	-	10,541,898	10,324,733	11,955	-	10,336,688
7.8 Administration and Misc.	1,144,694	27,333	1,172,026	-	5,532	-	5,532
TOTAL	12,239,428	187,333	12,426,760	10,324,733	27,088	-	10,351,821

APPENDIX 2

PROGRAMME GROUP 8 MISCELLANEOUS SERVICES

		EXPENDITURE			INCOME			
PROGRAMME		Gross	Provisions/ Loan & Lease Charges	Total	State Grants & Subsidies	Provision of Goods and Services	Contributions from other local authorities	TOTAL
		EUR	EUR	EUR	EUR	EUR	EUR	EUR
8.1	Land Acquisition and Development	440,839	631,399	1,072,238	-	-	-	-
8.3	Financial Management	622,320	-	622,320	-	511,104	-	511,104
8.4	Elections	284,455	-	284,455	109,334	790	-	110,124
8.5	Administration of Justice & Consumer Protection	533,336	50,000	583,336	220,152	265,611	-	485,763
8.7	Markets, Fairs and Abattoirs	419,907	-	419,907	325,127	62,821	-	387,948
8.8	Administration and Misc.	1,581,025	162,314	1,743,339	73,487	1,435,262	495,672	2,004,421
8.9	Cathaoirleach/Leas Cathaoirleach Allowances	40,666	-	40,666	-	-	-	-
8.1	Entertainment and Associated Expenses	10,519	-	10,519	-	-	-	-
8.11	Expenses of Members & Representation at Conferences	906,227	-	906,227	-	-	-	-
8.12	Expenses of Members Abroad	11,205	-	11,205	-	-	-	-
TOTAL		4,850,498	843,713	5,694,212	728,100	2,275,588	495,672	3,499,360

OVERALL TOTAL PROGRAMMES 1-8	129,501,166	4,477,401	133,978,567	51,243,928	32,541,428	2,297,775	86,083,131
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APPENDIX 3

ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2006
	€
Department of the Environment, Heritage, and Local Government	
Road Grants	27,349,282
Housing Grants & Subsidies	2,598,885
Library Services	3,000
Local Improvement Schemes	2,317,910
Urban and Village Renewal Schemes	-
Water Services Group Schemes	336,207
Environmental Protection/Conservation Grants	387,070
Miscellaneous	204,695
	33,197,049
Other Departments and Bodies	
Road Grants	5,481,998
Higher Education Grants	5,537,674
VEC Pensions and Gratuities	4,787,059
Community Employment Schemes	-
Civil Defence	70,196
Miscellaneous	2,169,952
	18,046,879
TOTAL	51,243,928

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2006	2005
	€	€
Housing Rent	3,797,076	3,559,702
Housing Loans Interest & Charges	869,369	1,190,983
Commercial Water	6,185,195	5,463,364
Domestic Water	-	-
Domestic Refuse	2,110,867	2,252,154
Commercial Refuse	504,571	553,621
Domestic Sewerage	-	-
Commercial Sewerage	449,433	417,142
Planning Fees	1,517,231	1,518,393
Parking Fees/Charges	80,394	47,768
Recreation & Amenity Activities	16,725	30,163
Library Fees & Fines	44,508	46,599
Agency Services	37,288	30,875
Pension Contributions	2,158,134	1,913,911
Property Rental & Leasing of Land	3,885	2,760
Landfill Charges	7,718,124	5,825,286
Fire Charges	172,025	100,772
Miscellaneous Inc - Goods & Services	6,876,603	5,811,029
	32,541,428	28,764,522

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2006
<u>EXPENDITURE</u>	€
Payments to Contractors	52,434,080
Purchase of Assets	12,964,548
Consultancy & Professional Fees	4,146,543
Other	42,280,530
Total Expenditure (Net of Internal Transfers)	111,825,701
Transfers to Revenue	-
Total Expenditure (Including Transfers) *	111,825,701
 <u>INCOME</u>	
Grants	69,191,010
Non Mortgage Loans	3,156,307
Other Income	
Development Contributions	11,983,693
Property Disposals - Land	192,210
- LA Housing	5,323,840
- Other	5,700
Tenant Purchase Annuities	184,915
Car Parking	146,082
Other	20,292,256
Total Income (Net of Internal Transfers)	110,476,013
Transfers from Revenue	3,570,237
Total Income (Including Transfers) *	114,046,250
 Surplus/(Deficit) for year	 2,220,549
Balance (Debit)/Credit @ 1st January	26,003,486
Balance (Debit)/Credit @ 31 December	28,224,035

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

APPENDIX 6

ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

Programme	INCOME					TRANSFERS				Balance at 31/12/06
	Balance at 01/01/ 06	Expenditure	Grants	Non Mortgage Loans	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	
01 Housing and Building										
0101 Local Authority Housing	5,748,094	25,340,516	16,776,149	176,307	382,755	17,335,211	257,373	-	4,338,863	2,339,025
0102 Assistance to Persons Housing Themselves	4,633,722	4,644,201	1,788,380	980,000	5,938,511	8,706,891	-	-	(4,347,024)	4,349,388
0103 Assistance to Persons Improving Houses	(804)	101,250	164,579	-	-	164,579	-	-	(3,839)	58,686
0108 Administration and Miscellaneous	198,361	127,474	-	-	-	-	-	-	-	70,887
	10,579,373	30,213,441	18,729,108	1,156,307	6,321,266	26,206,681	257,373	-	(12,000)	6,817,986
02 Road Transportation and Safety										
0202 Road Improvement	2,625,751	36,296,332	31,748,265	-	4,532,085	36,280,350	-	-	1,441,498	4,051,267
	2,625,751	36,296,332	31,748,265	-	4,532,085	36,280,350	-	-	1,441,498	4,051,267
03 Water Supply and Sewerage										
0301 Public Water Supply Schemes	(905,181)	16,006,776	9,114,044	-	(142,558)	8,971,486	100,000	-	(109,452)	(7,949,923)
0302 Public Sewerage Schemes	(3,324,877)	2,587,226	1,352,090	-	50,000	1,402,090	71,500	-	676,521	(3,761,992)
0308 Administration and Miscellaneous	9,265,399	2,035,566	5,190	-	8,339,587	8,344,777	-	-	(1,444,203)	14,130,407
	5,035,341	20,629,568	10,471,324	-	8,247,029	18,718,353	171,500	-	(877,134)	2,418,492
04 Development Incentives and Controls										
0401 Land use Planning	219,050	139,000	-	-	461,694	461,694	250,000	-	-	791,744
0403 Other Development and Promotion	(2,552,753)	5,369,953	114,250	-	7,968,015	8,082,265	-	-	-	159,559
0405 Promotion of Interest of the Local Community	142,489	569,563	773,947	-	18,268	792,215	-	-	-	365,141
	(2,191,214)	6,078,516	888,197	-	8,447,977	9,336,174	250,000	-	-	1,316,444
05 Environmental Protection										
0501 Waste Disposal	(113,837)	3,261,691	-	-	3,926,300	3,926,300	140,000	-	275,467	966,239
0502 Burial Grounds	(124,759)	191,996	-	-	46,000	46,000	100,000	-	-	(170,755)
0503 Safety of Structures and Places	70,000	150,000	-	-	80,000	80,000	-	-	-	-
0504 Fire Protection	824,361	2,012,503	1,987,709	-	343,827	2,331,536	100,000	-	-	1,243,394
0505 Pollution Control	810,337	319,081	46,379	-	120,745	167,124	307,364	-	(78,166)	887,578
0508 Administration and Miscellaneous	451,143	(4,057)	-	-	118,044	118,044	-	-	(275,466)	297,778
	1,917,245	5,931,214	2,034,088	-	4,634,916	6,669,004	647,364	-	(78,165)	3,224,234

APPENDIX 6

ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

<i>Programme</i>	<i>INCOME</i>						<i>TRANSFERS</i>			<i>Balance at 31/12/06</i>
	<i>Balance at 01/01/ 06</i>	<i>Expenditure</i>	<i>Grants</i>	<i>Non Mortgage Loans</i>	<i>Other</i>	<i>Total Income</i>	<i>Transfer from Revenue</i>	<i>Transfer to Revenue</i>	<i>Internal Transfers</i>	
06 Recreation and Amenity										
0601 Swimming Pools	295,106	1,634,460	1,339,354	-	-	1,339,354	-	-	-	-
0602 Libraries	(1,196,875)	2,492,178	512,000	2,000,000	358,464	2,870,464	100,000	-	-	(718,589)
0603 Parks and Open Spaces	828,512	1,771,693	1,083,387	-	317,794	1,401,181	450,000	-	(8,990)	899,010
0604 Other Recreation and Amenity	(3,448)	44,507	12,699	-	207,000	219,699	200,000	-	-	371,744
	(76,705)	5,942,838	2,947,440	2,000,000	883,258	5,830,698	750,000	-	(8,990)	552,165
07 Agriculture, Education, Health and Welfare										
0701 Agriculture	289,993	1,990,381	1,738,786	-	140,000	1,878,786	160,000	-	-	338,398
	289,993	1,990,381	1,738,786	-	140,000	1,878,786	160,000	-	-	338,398
08 Miscellaneous Services										
0802 Plant & Materials	(198,419)	2,908,071	2,715	-	3,914,108	3,916,823	-	-	(300)	810,033
0805 Admin. of Justice & Consumer Protection	48,791	(1,750)	-	-	-	-	50,000	-	-	100,541
0808 Administration and Miscellaneous	7,973,330	1,837,090	631,087	-	1,008,057	1,639,144	1,284,000	-	(464,909)	8,594,475
	7,823,702	4,743,411	633,802	-	4,922,165	5,555,967	1,334,000	-	(465,209)	9,505,049
TOTAL	26,003,486	111,825,701	69,191,010	3,156,307	38,128,696	110,476,013	3,570,237	-	-	28,224,035

APPENDIX 7

Summary of Major Revenue Collections for 2006

	Arrears @ 01/01/2006	Accrued	Waivers/ Write Off	Total for Collection	Collected	Arrears @ 31/12/ 2006	% Collected
	EUR	EUR	EUR	EUR	EUR	EUR	
Commercial Rates	1,205,087	17,474,218	1,628,376	17,050,929	15,980,250	1,070,679	93.72
Rents & Annuities	262,657	3,747,775	11,270	3,999,162	3,788,497	210,665	94.73
Commercial Water (incl Sewerage)	1,962,969	7,133,148	323,353	8,772,764	6,801,510	1,971,254	77.53
Refuse	(31,865)	2,626,610	-	2,594,745	2,319,226	275,519	89.38
Waste Disposal (Note A)	385,466	6,839,708	109,291	7,115,883	5,957,426	1,158,457	83.72
Housing Loans (Note B)	234,464	1,800,335	5,589	2,029,210	1,806,684	222,526	89.03

Note A – Waste Disposal: Inclusive of Landfill Levy.

Note B – As in previous years the figures here represent principal plus interest.

APPENDIX 8

INTEREST OF LOCAL AUTHORITIES IN COMPANIES

Where a local authority as a corporate body or its members or officers by virtue of their office have an interest in a company, specified disclosures should be made for each entity. For the purposes of this appendix "Interest" is defined as: *"Any shareholding, loans, guarantees, underwriting which may impact on the financial position of a Local Authority"*. For 2006, Kerry County Council was involved with three companies for which disclosure under this definition is required, viz:-

Company 1

1. Name of the Company **Cumann Bádóireachta Trá Lí Teo (formerly Jeanie Johnston (Ireland) Co. Ltd.)**
2. Principal activities of the Company **The provision and operation of a Tourism Project in accordance with a Business Plan dated 30 October 1997.**
3. Share Ownership (beneficial) **Kerry Group Plc., Shannon Development Ltd., Kerry County Council and Tralee Town Council.**
4. How the local authority is represented on the Board of the Company: **At 31 December 2006 one Director represented the Council – as nominated by the Elected Council, Cllr. Paul O'Donoghue.**
5. Amount and nature of any guarantees, underwritings, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **A guarantee pursuant to Section 6 of the Local Government Act, 1991, to the Minister for Arts, Heritage, Gaeltacht and the Islands, to ensure the successful operation of the project mentioned for a period of 10 years dating from the completion of the construction of the project. The Council agreed to grant a guarantee in respect of bank borrowings not exceeding €2.5m by the Project Company to facilitate completion of the Jeanie Johnston Project at its meeting on 20 December 1999 in accordance with Section 6 of the Local Government Act, 1991, also. The Council, by virtue of the 2002 Share Subscription and Shareholders Agreement, agreed to transfer its proportion of the liability arising from the Bank Borrowings guarantee amounting to €1.068m into shares in the Company to that value. In addition, the Council, also, subscribed additional share capital to the value of €80,000.**

The company completed the sale of the Jeanie Johnston Ship in Autumn 2005 to the Dublin Docklands Development Authority for a sum of €2.7m. That sum will be distributed in accordance with the Share Subscription and Shareholders Agreement and having regard to the remaining life of the guarantee. On that basis, Kerry County Council will be entitled to recover some funds to apply to the loan borrowed. Discussions were taking place between Kerry County Council and Shannon Development at 31 December 2006 regarding revised arrangements for the earlier distribution of the proceeds from the sale of the ship.

6. The extent to which the local authority has any security for money advanced to the Company: **The only security held is through its shareholding. Kerry County Council has a separate agreement with Tralee Town Council to share 60% Tralee Town Council, 40% Kerry County Council, any liability that may arise from the operational guarantee. At 31 December 2006, Tralee Town Council had a public representative - Cllr. Johnny Wall – on the Board of the Jeanie Johnston (Ireland) Co. Ltd.**
7. How and where the results of the Company have been reflected in the accounts of the local authority: **Not applicable.**

Company 2

1. Name of the Company **Kerry Cultural and Literary Centre Ltd., Listowel.**
2. Principal activities of the Company **The provision and operation of an Arts and Cultural activities facility at Listowel.**
3. Share Ownership (beneficial) **The North Kerry Literary and Cultural Committee.**
4. How the local authority is represented on the Board of the Company: **By one Director, nominated by the Kerry County Manager. Ms. Joan McCarthy, Senior Executive Officer, has been nominated as Director by the County Manager.**
5. Amount and nature of any guarantees, underwriting, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **A guarantee pursuant to Section 6 of the Local Government Act, 1991, to the Minister for Arts, Heritage, Gaeltacht and the Islands to ensure the successful operation of the project mentioned for a period of 10 years dating from the completion of the construction of the project.**
6. The extent to which the local authority has any security for money advanced to the Company: **Not applicable – no money advanced. Kerry County Council has a separate agreement with**
7. **Listowel Town Council, to share 10% Town Council, 90% Kerry County Council, any liability that may arise from this guarantee.**

8. How and where the results of the Company have been reflected in the accounts of the local authority:
Not applicable.

Company 3

- | | |
|--|---|
| 1. Name of the Company | Ballybunion Health and Leisure Centre |
| 2. Principal activities of the Company | The development and operation of a swimming pool and health suite in Ballybunion |
| 3. Share Ownership (beneficial) | Bevely Limited – private company limited by shares |
4. How the local authority is represented on the Board of the Company **Local Authority not represented on the board of the company; Local Authority is represented on the Management Committee by Mr. John Breen, Director of Service and Ms. Angela McAllen, Financial / Management Accountant.**
5. Amount and nature of any guarantees, underwriting, grant, loans or borrowings given by the local authority in respect of borrowings of the Company: **A guarantee pursuant to Section 66 of the Local Government Act, 2001, to the Minister for Arts, Sport, and Tourism to ensure the successful operation of the project mentioned for a period of 15 years dating from the payment of the grant.**
6. The extent to which the local authority has any security for money advanced to the Company: **Not applicable – no money advanced**
7. How and where the results of the Company have been reflected in the accounts of the local authority:
Not applicable.