



Kerry County Council
Comhairle Contae Chiarraí

ANNUAL FINANCIAL STATEMENT
2007

RÁITEAS AIRGEADAIS BHLIANTÚIL
2007

For the year ended 31st December 2007

Don bhliain dár críoch 31ú Nollaig 2007

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7 April 2008

Don/

Mhéara agus gach Ball
de Chomhairle Chontae Chiarraí

Re: Annual Financial Statement 2007 – Financial Review

A Chomhairleoir, a chara,

1. Introduction

- 1.1 The Accounts of Kerry County Council for the financial year ended 31 December 2007 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 2007 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 following a comprehensive review of the Council's accounting records and management practices, 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 2007 includes assets and liabilities as follows:-

- Assets both recently constructed/purchased and historical.
- Work-in-progress at 31 December 2007 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>2007</u>	<u>2006</u>
	€	€
Income (including accrual income)	137,984,138	134,148,666
Total Expenditure	<u>137,772,650</u>	<u>133,978,567</u>
Surplus (Deficit) for year	211,488	170,099
Opening Credit Balance	1,362,304	1,192,205
Closing Credit Balance	1,573,792	1,362,304

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 for which the Elected Council has regularly expressed support, 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 to just 1% of our total revenue budget.

The collections on our major local income sources accounted for €39.3m (28%) of our revenue income of almost €138.0m. – 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 for emergency footpath provision, such as towards Glebe House in Castleisland for the Intellectually Challenged.
- €150,000 for the provision of a new public toilet in Sneem in co-operation with the Local Development Association.
- €100,000 towards the fire station provision and improvement fund initiated a few years ago.
- €100,000 towards a fund for the digitisation of our burial ground records. It is intended to use the fund to support grant-aid from other agencies for the advancement of this project. The burial ground records contain very valuable genealogical and social data. At present, they are generally held by the local registrars in their homes around the county. Section 80 of the Local Government Act 2001 requires the Council to protect such local records and archives.

- €100,000 towards the modernisation programme for the library service.
- €100,000 towards improvement works, including security at the Bring Bank Network and other modernisation measures in the environmental programme.
- €450,000 towards the fund started a few years ago for a programme of environmental/amenity improvement works across the County – it is intended that this fund will be used to co-fund grant-aid from other bodies for such works and, hence, have a much greater impact.
- €250,000 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.
- €100,000 towards the multi-annual funding programme for the implementation of a modern HR/Payroll Software System, which will be subject to a national roll-out.
- €100,000 towards the costs of up-grading our computer infrastructure, including connectivity with our Area Offices and Branch Libraries.
- €300,000 towards the fund commenced some years ago for the extension of Áras an Chontae and which is the subject of a separate report to the April monthly meeting of the Council.

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

- Programme Group 1 - Housing and Building

Adopted Allocation	€10,658,889
Out-Turn	€12,118,309

The main reasons for the additional expenditure in this programme group were increased expenditure on traveller accommodation, homeless, RAS (offset by increased income), the DPG/ERG Schemes (partly offset by increased grant-aid), housing loan-charges (offset by increased income from borrowers and DoEHLG grant-aid), and the provision in respect of the emergency DPG and ERG Schemes, mentioned in Par. 2.3.

- Programme Group 2 - Road Transportation and Safety

Adopted Allocation	€49,584,500
Out-Turn	€51,494,483

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 €32.40m as against €31.09m originally projected), public lighting, funding old balances for road-related activities, and the provision of emergency footpaths mentioned in Par. 2.3.

- Programme Group 3 - Water Supply and Sewerage

Adopted Allocation	€18,809,700
Out-Turn	€19,085,931

The main reasons for the additional expenditure in this programme group were increased costs on the maintenance of public water schemes, public toilets, support for the metering project, increased expenditure on water/sewer connections, and the provision for Sneem Public Toilet mentioned in Part 2.3.

- Programme Group 4 - Development Incentives and Controls

Adopted Allocation	€6,722,000
Out-Turn	€7,002,422

The main reason for the additional expenditure in this programme group was increased costs on the planning control function and this was offset by increased planning fees income.

- Programme Group 5 - Environmental Protection

Adopted Allocation	€21,498,000
Out-Turn	€22,780,594

The main reasons for the additional expenditure in this programme group were extra operational costs of the waste disposal network and of the refuse collection service, Civil Defence, part-funding the multi-annual funding programme for the modernisation of the Refuse Collection Service, pollution control and the provisions for the fire service building programme, environmental services modernisation and the digitisation of the burial ground records, as mentioned in Par. 2.3.

- Programme Group 6 - Recreation and Amenity

Adopted Allocation	€5,703,800
Out-Turn	€6,224,814

The principal reasons for the additional expenditure were the provision for co-funding grant-aid for environmental/amenity works, mentioned in Par. 2.3 and extra expenditure on beach cleaning.

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

Adopted Allocation	€11,469,000
Out-Turn	€12,989,405

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, (€1.7m), which is subsequently grant-recoupable.

- Programme Group 8 - Miscellaneous Services

Adopted Allocation	€5,328,000
Out-Turn	€6,076,692

The additional expenditure was due mainly to extra costs for preparation of the Register of Electors, agency services (fully recoupable), and the provision for the extension of Áras an Chontae, mentioned at Par. 2.3.

In addition, additional corporate expenditure on our ICT infrastructure and the support of I.T. systems, such as Finance and HR/Payroll, together with the provisions mentioned in Par. 2.3, are apportioned across the programme groups, and impact on the out-turns for the eight programme groups.

3. Capital Account

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

	<u>2007</u> €	<u>2006</u> €
Income	111,598,870	114,046,250
Expenditure	<u>126,255,413</u>	<u>111,825,701</u>
Surplus (Deficit) for year	(14,656,543)	2,220,549
Credit Balance @ 1 January	28,224,035	26,003,486
Credit Balance @ 31 December	13,567,492	28,224,035
Less Income not realised	<u>8,975,948</u>	<u>4,777,087</u>
∴ Realised Credit Balance	<u>4,591,544</u>	<u>23,446,948</u>

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

The favourable balance arising is attributable to a mixture of debits on some schemes and credits on others. However, all the credit sums 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 advancing 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 2008-2010 considered by the Elected Council during adoption of the Budget 2008 envisages a total investment of €529.89m over the period with a requirement for €175.97m by way of local contribution.

The new Sewerage Scheme Investment Programme discussed at recent Council Meetings envisages a requirement for funding of €125m to up-grade or construct schemes for 57 towns and villages to meet new EPA Licensing requirements and to provide the infrastructure necessary to allow the county to develop to its full economic and social potential. Based on current experience, as indicated then, it is estimated that, allowing for government grant-aid, a local contribution of approx. €40m will be required towards the overall investment.

In addition, the Council is advancing a Drinking Water Investment Programme estimated to cost at least €100m with a likely local contribution required of €35m. Furthermore, improvements needed to bring our drinking water quality in existing schemes up to the required minimum standards, will require investment of a further approx. €30m, based on our existing information, with a likely local contribution required of €10m.

It is essential for the efficient delivery of the investment programmes envisaged for both water services and others, and for the sustainable financial position of the Council, that we continue to have some funds available within the Capital Account to enable the start-up of the various projects and to finance cash-flow while long-term funding is being organised, such as grant-aid and/or borrowings, as appropriate.

3.2 The Summary of Capital Expenditure incurred during 2007 gives an overview of the level of activity through the year thus:-

Programme Group	Expenditure €	Principal Expenditure Projects	2007 €
Housing and Building	48.38m	L.A. Housing - Construction/Purchase Part V Social Housing Land Purchase Central Heating Internal Receipts Program of Works Voluntary Housing Affordable Housing Misc. Admin. incl DPG (0.3m)	20.28m 1.99m 4.95m 0.58m 3.95m 11.05m 4.72m 0.86m
Roads, Transportation and Safety	26.63m	Nat. Primary Road Improvement Nat. Sec. Road Improvement Development Levy Works Advance Land Purchase Road Openings/Road Restoration G.W.S. Misc. Minor Projects	7.40m 13.48m 2.15m 0.90m 1.05m 1.65m
Water and Sewerage	19.62m	Major Water Schemes Metering Project Water Quality/Water Conservation Small Water Schemes Group Water Schemes Major Sewerage Schemes Miscellaneous Minor Projects	4.87m 3.04m 0.98m 1.14m 2.26m 4.74m 2.59m
Development Incentives and Controls	5.76m	Broadband Miscellaneous Projects	4.72m 1.04m
Environmental Protection	4.70m	Waste Management Burial Grounds Fire Services/Civil Defence	4.09m 0.26m 0.35m
Recreation and Amenity	9.41m	Library Services Agency Payments Town and Village Improvement/ Urban Renewal/Amenities	5.40m 2.15m 1.86m
Agriculture, Education, Health and Welfare	6.50m	Piers Improvements/Coastal Dev.	6.50m
Miscellaneous	5.25m	Various stock items expenditure Áras Development General office/property related items	3.64m 0.41m 1.20m
TOTAL	126.25m		

- 3.3 The Balance Sheet indicates that capital work was in progress and design/planning was advancing to the overall cumulative value of €53.6m at 31 December 2007, an increase of 26% on the 2006 figure. The figure of €53.6m is represented by:-

	€
Local Authority Housing	15.1m
Road Improvement	12.0m
Water Services	12.9m
Economic Dev. – Broadband	4.7m
Waste Disposal	2.6m
Burial Grounds	0.5m
Pollution Control	0.3m
Library Services	1.0m
Piers & Harbours & Marine	2.7m
Miscellaneous	1.8m

4. Capital Borrowing/ Mortgaged Housing Loan Activity

- 4.1 The Council's capital debt at 31 December 2007 amounted to €62.5m, an increase of €18.3m on the December 2006 figure of €44.2m. Of that figure, a sum of €15.0m relates to mortgage-secured housing loans, a decrease of €0.5m on the December 2006 figure and €15.5m relates to Voluntary Housing, an increase of €4.6m on the December 2006 figure.
- 4.2 Advances to Housing Loan Borrowers amounted to approx. €2.56m and this sum is secured by charges on the relevant properties. Overall, the Council incurred expenditure of €3.13m (loan advances to borrowers and repayment of loan principal to H.F.A. and O.P.W.) and received income of €2.98m on repayment of loan principal from the housing borrowers.

5. Fixed Assets

- 5.1 The Balance Sheet indicates that at 31 December 2007, the Net Book Value of our accountable assets is €3,407m (an increase of €38m on the 2006 figure after depreciation), and were constituted as follows: -

	€
Land (mostly housing)	56.3m
Housing	214.5m
Buildings	77.2m
Plant and Machinery	6.5m
Computer/Hire Equipment/Furniture	1.3m
Heritage/Parks	1.0m
Roads Network	2,602.1m
Water and Sewerage Plant/Network	447.6m

The value and complexity of the Council's asset portfolio require continuous management and financial support in the interests of the overall economic and social well-being of the County.

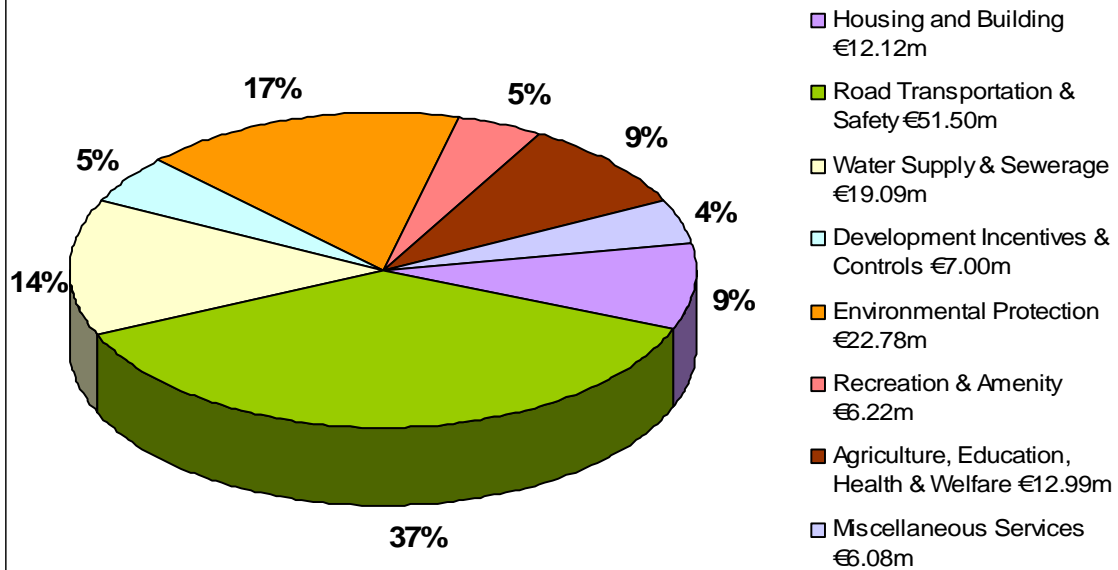
6. **Conclusion**

- 6.1 The Annual Financial Statement gives an overview of the financial position of the Council at 31 December 2007. The current overall financial standing of the Council may be described as continuing to be generally satisfactory at that date.

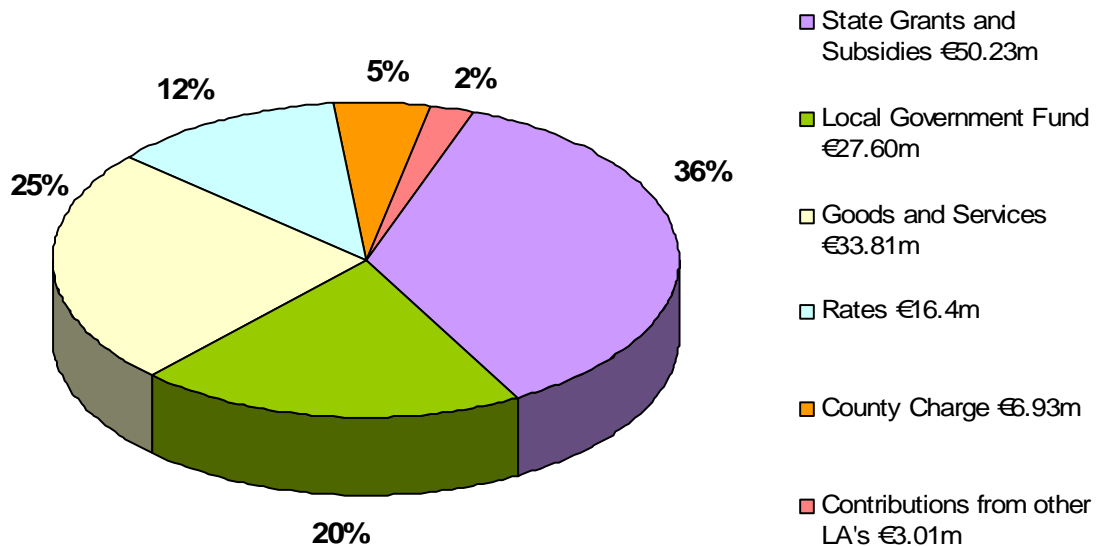
The present major infrastructural programme being progressed by the Council, particularly water services, (both drinking water and waste water) will impact significantly, both short-term and long-term, on the Council, due to the funding required to meet loan charges, on the one hand and maintenance costs, on the other. In the present harsher economic environment, 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 without unduly severe hardship being imposed on any one service. As well, we need to be mindful of the Government's restrictions on public sector borrowing in line with the Growth and Stability Pact which is likely to receive much greater attention now, in view of the overall national exchequer position.

John O'Connor
Head of Finance

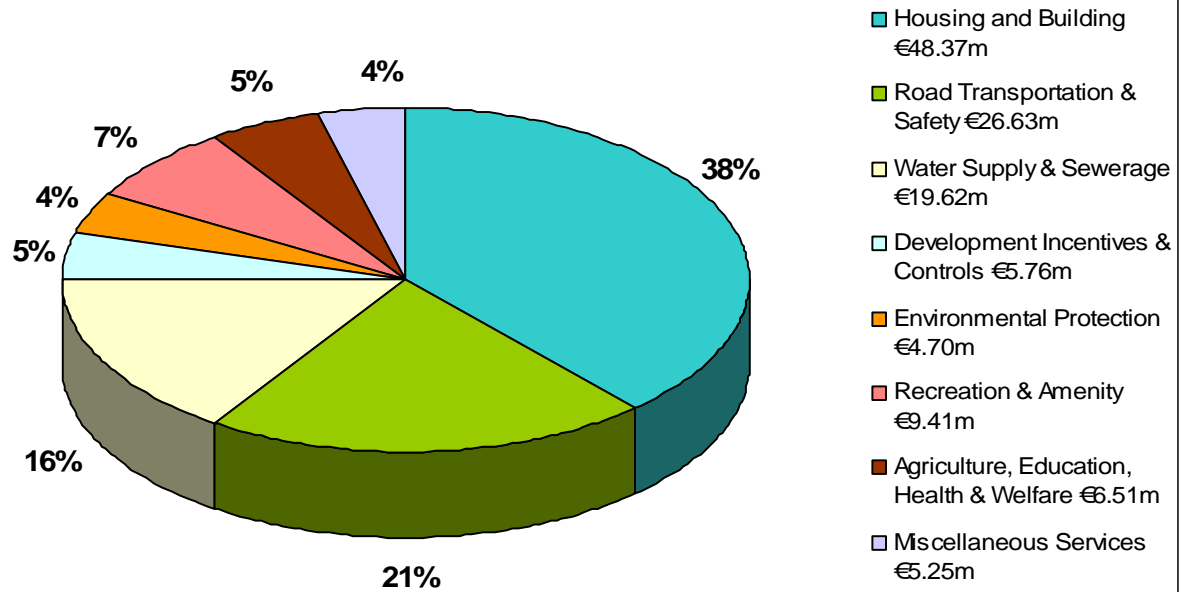
Kerry County Council - Revenue Expenditure 2007



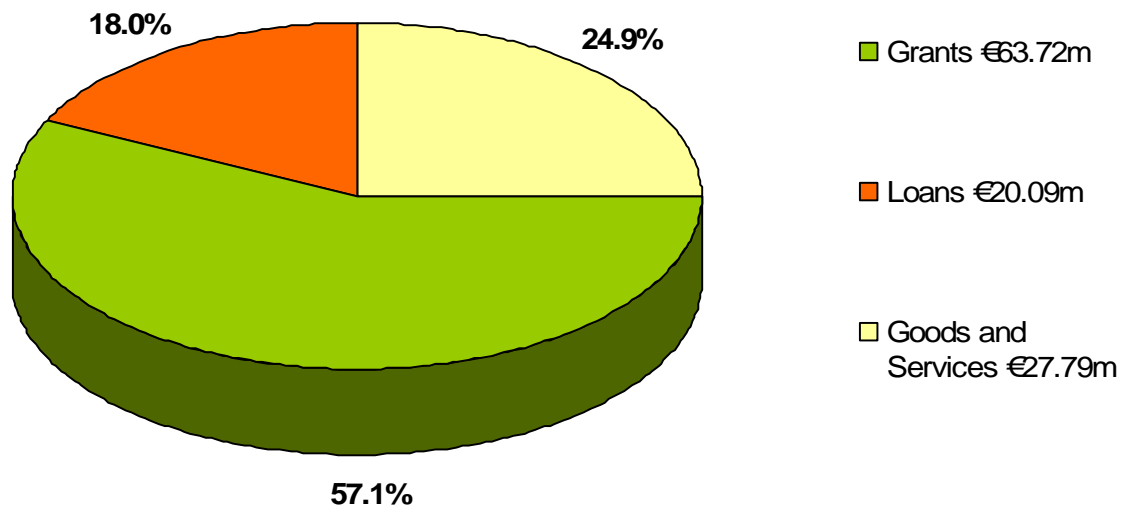
Kerry County Council - Revenue Income 2007



Kerry County Council - Capital Expenditure 2007



Kerry County Council - Sources of Capital Funding 2007



Kerry County Council
Certificate of Manager\ Head of Finance
for the year ended 31st December 2007

We certify that the financial statement of Kerry County Council for the year ended 31st December, 2007 as set out on pages 8 to 40 is in agreement with the books of account and has 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:

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 2007.

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 on an accrual basis in accordance with the Accounting Code of Practice on Local Authority Accounting, as revised by the Department of Environment, Heritage and Local Government January 2007. Exceptions to this are in the Policies and Notes to the Accounts.

Non domestic water income for 2007 reflects the actual amounts invoiced in the financial year 2007.

Development Contributions due on the basis of Commencement Notices received after 01/01/2007 have been included as debtors in so far as they are realistically collectable. Otherwise, pending implementation of a new planning software system which will integrate with the current financial management system, income from Development Contributions are accounted for on a cash basis in the Capital Account.

All other income is accounted for on a cash basis.

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 2007.

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 2007

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 2007 €	Income 2007 €	Net Expenditure 2007 €	Net Expenditure 2006 €
Housing and building		11,858,876	10,389,755	1,469,121	1,734,196
Road transportation and safety		51,106,712	34,807,207	16,299,505	14,559,904
Water supply and sewerage		18,661,070	11,369,437	7,291,633	5,163,007
Development incentives and controls		6,930,284	2,454,286	4,475,998	4,214,876
Environmental protection		21,831,601	12,470,540	9,361,061	9,527,060
Recreation and amenity		5,617,134	370,103	5,247,031	4,980,249
Agriculture, education, health and welfare		12,980,568	11,097,645	1,882,923	1,887,607
Miscellaneous services		5,672,951	4,100,657	1,572,294	1,351,138
Machinery and stores		-	-	-	-
Central management services		-	-	-	-
Support services		-	-	-	-
Total Expenditure/Income	16-17	134,659,196	87,059,630		

Net Cost of Programmes to be funded from

Rates and Local Government Fund		47,599,566	43,418,035
Local government fund		27,600,743	25,497,932
County demand		6,928,107	6,783,720
Commercial rates		16,395,658	15,783,883
Surplus/(Deficit) for Year before Transfers		3,324,942	4,647,500
Transfers from/(to) Reserves	15	(3,113,454)	(4,477,401)
Overall Surplus/(Deficit) for Year		211,488	170,099
General Reserve at 1st January		1,362,304	1,192,205
General Reserve at 31st December		1,573,792	1,362,304

Kerry County Council
Balance Sheet as at 31st December 2007

	Notes	2007 €	2006 €
Fixed Assets	1		
Operational		353,748,653	318,081,490
Infrastructural		3,049,751,907	3,049,075,727
Community		1,001,783	902,723
Non-Operational		2,036,043	1,045,996
		3,406,538,386	3,369,105,936
Work-in-Progress and Preliminary Expenses	2	53,586,679	42,445,976
Long Term Debtors	3	35,035,856	30,628,098
Current Assets			
Stock	4	906,016	862,421
Trade Debtors and Prepayments	5	28,264,123	15,235,326
Bank Investments		14,750,000	35,000,000
Cash on Hand		2,476,165	943,580
		46,396,304	52,041,327
Current Liabilities			
Bank Overdraft		7,290,022	5,054,889
Creditors & Accruals	6	12,660,574	11,116,997
Urban Account	7	68,358	75,365
Finance Leases		39,381	82,351
		20,058,335	16,329,602
Net Current Assets / (Liabilities)		26,337,965	35,711,725
Creditors (Amounts greater than one year)			
Loans Payable	8	60,353,545	42,508,886
Finance Leases		1,243	40,623
Refundable Deposits	9	943,909	691,415
Other		-	-
		61,298,697	43,240,924
Net Assets / (Liabilities)		3,460,200,193	3,434,650,811
Financed By			
Capitalisation Account	10	3,406,538,386	3,369,105,936
Income WIP	2	45,715,133	48,107,633
Specific Revenue Reserve		5,476,625	5,476,625
General Revenue Reserve		1,573,792	1,362,304
Other Balances	11	896,257	10,598,313
Total Reserves		3,460,200,193	3,434,650,811

1. Fixed Assets

	Land	Parks	Housing	Buildings	Plant and Machinery (Long and Short Life)	Computers, Furniture and Equipment	Heritage	Roads and Infrastructure	Water and Sewerage Sewerage Network	Total
Costs	€	€	€	€	€	€	€	€	€	€
Accumulated Costs @ 01/01	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
Additions - Purchased	8,939,984	-	4,653,683	-	2,319,120	519,077	-	612,872	-	17,044,736
Additions - Transfer WIP	3,354,758	-	14,687,856	9,524,531	-	-	241,922	-	10,870,411	38,679,478
Disposals	(24,930)	-	(4,931,377)	-	(154,800)	-	-	(170,000)	-	(5,281,107)
Revaluation	(1,493,050)	-	912,898	-	(368,390)	-	-	-	-	(948,542)
Historical Cost Adjustments	(123,191)	-	200,000	-	-	-	-	-	-	76,809
Accumulated Costs @ 31/12/2007	56,269,288	714,331	214,510,468	77,189,181	15,575,119	3,648,292	600,038	2,602,134,896	643,793,005	3,614,434,618
<u>Depreciation</u>										
Accumulated Depreciation @ 01/01	-	169,724	-	-	8,100,579	1,948,114	-	-	185,538,891	195,757,308
Provision for Year	-	142,862	-	-	1,141,087	367,712	-	-	10,637,103	12,288,764
Disposals	-	-	-	-	(149,840)	-	-	-	-	(149,840)
Accumulated Depreciation @	-	312,586	-	-	9,091,826	2,315,826	-	-	196,175,994	207,896,232
Net Book Value @ 31/12/2007	56,269,288	401,745	214,510,468	77,189,181	6,483,293	1,332,466	600,038	2,602,134,896	447,617,011	3,406,538,386
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
<u>Net Book Value by Category</u>										
Operational	54,642,658	-	214,510,468	77,189,181	6,483,293	923,053	-	-	-	353,748,653
Infrastructural	-	-	-	-	-	-	-	2,602,134,896	447,617,011	3,049,751,907
Community	-	401,745	-	-	-	-	600,038	-	-	1,001,783
Non-Operational	1,626,630	-	-	-	-	409,413	-	-	-	2,036,043
Net Book Value @ 31/12/2007	56,269,288	401,745	214,510,468	77,189,181	6,483,293	1,332,466	600,038	2,602,134,896	447,617,011	3,406,538,386

2. Work in Progress and Preliminary Expenses

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

	Funded	Unfunded	Total	Total
	2007	2007	2007	2006
<u>Expenditure</u>	€	€	€	€
Work in Progress	23,468,574	5,138	23,473,712	24,870,420
Preliminary Expenses	28,822,598	1,290,369	30,112,967	17,575,556
Total Expenditure	52,291,172	1,295,507	53,586,679	42,445,976
<u>Income</u>				
Work in Progress	20,698,397	5,138	20,703,535	27,994,589
Preliminary Expenses	24,807,029	204,569	25,011,598	20,113,044
Total Receipts	45,505,426	209,707	45,715,133	48,107,633
<u>Net</u>				
Work in Progress	2,770,177	-	2,770,177	(3,124,169)
Preliminary Expenses	4,015,569	1,085,800	5,101,369	(2,537,488)
Net Over/(Under) Expenditure	6,785,746	1,085,800	7,871,546	(5,661,657)

3. Long Term Debtors

A breakdown of long term debtors is as follows:

	2007	2007	2007	2007	2007	2007	2006
	Balance @ 01/01/2007 €	Loans Issued €	Instalments €	Early Redemptions €	Other Adjustments €	Balance @ 31/12/2007 €	Balance @ 31/12/2006 €
Long Term Mortgage Advances *	15,619,242	2,153,887	(758,038)	(1,255,026)	(103,804)	15,656,261	15,619,242
Tenant Purchase Advances	1,506,435	-	(139,282)	(177,507)	(12,450)	1,177,196	1,506,435
Shared Ownership Rented Equity	3,892,632	411,000	-	(646,573)	256,576	3,913,635	3,892,632
	21,018,309	2,564,887	(897,320)	(2,079,106)	140,322	20,747,092	21,018,309
Voluntary Housing						15,528,485	10,944,359
Inter Local Authority Loans						-	-
Long Term Investments – Cash						-	-
Long Term Investments - Associated Companies						-	-
Other						68,607	75,268
						36,344,184	32,037,936
Less: Current Portion of Long Term Debtors						(1,308,328)	(1,409,838)
Total amounts falling due after one year						35,035,856	30,628,098

* Includes HFA agency loans

4. Stocks

(a) A summary of stock is as follows:

	2007	2006
	€	€
Central Stores	272,455	254,869
Other Depots	633,561	607,552
Total	906,016	862,421

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

	2007	2006
	€	€
Opening Stock at 1 January	862,421	781,267
Purchases	5,474,540	5,558,728
Returns to Stores	78,753	59,760
Issues from Stores	(5,508,369)	(5,545,886)
Stock Take Adjustments	(1,329)	8,552
Other Adjustments	-	-
Closing Stock at 31st December	906,016	862,421

5. Trade Debtors and Prepayments

A breakdown of debtors and prepayments is as follows:

	2007	2006
	€	€
Government Debtors	13,493,787	7,493,078
Commercial Debtors	4,099,036	4,296,011
Non-Commercial Debtors	334,310	433,191
Development Contribution Debtors	1,045,842	-
Other Services	206,061	595,051
Other Local Authorities	1,325,681	362,980
TRS Refundable	20,095	32,414
Agent Works Recoupable	6,922,022	1,245,263
Other	208,961	67,500
Add: Current Portion of Long Term Debtors	1,308,328	1,409,838
Total Gross Debtors	28,964,123	15,935,326
Less: Provision for Doubtful Debts	(700,000)	(700,000)
Total Trade Debtors	28,264,123	15,235,326
Prepayments	-	-
Total	28,264,123	15,235,326

6. Creditors and Accruals

A breakdown of creditors and accruals is as follows:

	2007	2006
	€	€
Trade Creditors	180,521	124,485
Grants	-	40,651
Revenue Commissioners	548,356	470,055
Other Local Authorities	-	-
Other Creditors	590,583	323,157
	1,319,460	958,348
Deferred Income	-	-
Accruals	9,171,866	8,481,785
Add: Current Portion of Loans Payable	2,169,248	1,676,864
Total	12,660,574	11,116,997

7. Urban Account

A summary of the Urban account is as follows:

	2007	2006
	€	€
Opening Balance at 1st January	(75,365)	(113,158)
Charge for Year	6,928,107	6,783,720
Paid/(Received)	(6,921,100)	(6,745,927)
Balance at 31st December	(68,358)	(75,365)

8. Loans Payable

(a) Movement in Loans Payable

	2007	2007	2007	2007	2006
	HFA	OPW	Other	Total	Total
	€	€	€	€	€
Opening Balance	35,803,452	3,002,230	5,380,068	44,185,750	38,194,820
Borrowings	20,739,624	-	-	20,739,624	8,810,000
Repayment of Principal	(1,019,841)	(251,924)	(590,151)	(1,861,916)	(1,645,781)
Early Redemptions	-	(1,045,055)	-	(1,045,055)	(1,432,222)
Other Adjustments	504,390	-	-	504,390	258,933
Balance @ 31 December	56,027,625	1,705,251	4,789,917	62,522,793	44,185,750
Less: Current Portion of Loans Payable				2,169,248	1,676,864
Total amounts falling due after one year				60,353,545	42,508,886

8. Loans Payable

(b) Application of Loans

	2007 HFA €	2007 OPW €	2007 Other €	2007 Total €	2006 Total €
<u>Mortgage</u>					
Mortgage Loans *	13,450,728	1,565,828	-	15,016,556	15,539,774
<u>Non Mortgage</u>					
Assets/Grants	24,306,907	70,817	4,789,917	29,167,641	15,012,088
Revenue Funding	-	-	-	-	-
Bridging Finance	-	-	-	-	-
Recoupable	-	68,607	-	68,607	75,268
Shared Ownership Rented Equity	2,741,504	-	-	2,741,504	2,614,261
Inter-Local Authority	-	-	-	-	-
Voluntary Housing	15,528,485	-	-	15,528,485	10,944,359
Balance @ 31 December	56,027,624	1,705,252	4,789,917	62,522,793	44,185,750
Less: Current Portion of Loans Payable				2,169,248	1,676,864
Total Amounts Due after one year				60,353,545	42,508,886

* Includes HFA Agency Loans

9. Refundable Deposits

The movement in refundable deposits is as follows:

	2007 €	2006 €
Opening Balance at 1st January	691,415	707,232
Deposits received	315,487	268,804
Deposits repaid	(62,993)	(284,621)
Closing Balance at 31st December	943,909	691,415

10. Capitalisation Account

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

	2007 Balance @ 01/01/2007 €	2007 Purchased €	2007 Transfers WIP €	2007 Disposals €	2007 Revaluation €	2007 Historical Cost Adjustments	2007 Balance @ 31/12/2007 €	2006 Balance @ 31/12/2006 € €
Grants	133,937,791	3,382,408	28,703,563	(373,028)	694,933	100,000	166,445,667	133,937,791
Loans	10,499,861	7,959,211	6,352,850	-	(1,188,980)	-	23,622,942	10,499,861
Leases	541,287	-	-	-	-	-	541,287	541,287
Revenue Funded	6,573,728	1,406,352	1,139,367	(24,801)	(106,890)	100,000	9,087,756	6,573,728
Development Levies	928,721	-	124,637	-	-	-	1,053,358	928,721
Tenant Purchase Annuities	12,519,043	1,116,186	1,294,138	(21,348)	217,965	-	15,125,984	12,519,043
Unfunded	3,638,672	990,046	-	-	-	-	4,628,718	3,638,672
Historical	3,386,054,950	612,872	-	(4,837,000)	(485,570)	(123,191)	3,381,222,061	3,386,054,950
Other	10,169,191	1,577,661	1,064,923	(24,930)	(80,000)	-	12,706,845	10,169,191
Total Gross Funding	3,564,863,244	17,044,736	38,679,478	(5,281,107)	(948,542)	76,809	3,614,434,618	3,564,863,244
Less: Amortised							(207,896,232)	(195,757,308)
Total *							3,406,538,386	3,369,105,936

* As per note 1

11. Other Balances

A breakdown of other balances is as follows:

	Note	2007 Balance @ 01/01/2007	2007 * Capital Reclassification	2007 Expenditure	2007 Income	2007 Transfer from Revenue	2007 Transfer to Revenue	2007 Internal Transfers	2007 Balance @ 31/12/2007	2006 Balance @ 31/12/2006
Tenant Purchase Annuities		€	€	€	€	€	€	€	€	€
- Realised	(a)	3,871,106	-	38,895	4,779,991	-	-	(3,424,693)	5,187,509	3,871,106
- UnRealised	(b)	1,506,435	-	-	(329,239)	-	-	-	1,177,196	1,506,435
Development Levies	(c) & (o)	14,104,057	-	1,395,620	9,627,219	-	-	(3,860,522)	18,475,134	14,104,057
Unfunded Balances										
- Project	(d)	(926,142)	-	1,009,964	25,653	-	-	9,998	(1,900,455)	(926,142)
- Non-Project	(e)	(343,642)	-	4,023,983	1,921,490	-	-	16,818	(2,429,317)	(343,642)
Funded Balances										
- Project	(f)	(11,889,748)	(226,979)	27,248,532	18,444,402	222,538	-	1,676,780	(19,021,539)	(11,889,748)
- Non-Project	(g)	438,719	69,221	18,008,744	15,373,853	233,500	-	2,016,047	122,596	438,719
Other Balances										
- Assets	(h)	1,606,183	3,223,953	-	191,368	-	-	(228,467)	4,793,037	1,606,183
- Insurance Fund	(i)	1,079,277	-	-	-	-	-	-	1,079,277	1,079,277
- General	(j)	14,361,396	-	22,219,070	21,671,548	1,200,000	-	5,863,748	20,877,622	14,361,396
Net Capital Balances		23,807,641	3,066,195	73,944,808	71,706,285	1,656,038	-	2,069,709	28,361,060	23,807,641
Non Mortgage Loans - Principal to be Amortised	(k)								(29,167,640)	(15,012,088)
Lease Repayment - Principal to be Amortised	(l)								(40,623)	(122,974)
Historical Opening Mortgage Funding Surplus/(Deficit)	(m)								1,954,674	1,954,674
Shared Ownership Rented Equity Account	(n)								(211,214)	(28,940)
Reserves - Associated Companies									-	-
Other									-	-
Total Other Balances									896,257	10,598,313

* 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 Schemes (€5.08m), Sewerage Schemes (€7.94m), Roads Specific Works (€4.81m); Urban Renewal (€0.2m); Amenity Levies (€0.45m). Of the figure €18.48m, a sum of €1.045m is accrued income not realised at year end.

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:

	2007	2006
	€	€
Net WIP and Preliminary Expenses (Note 2)	(7,871,546)	5,661,657
Net Capital Balances (Note 11)	28,361,060	23,807,641
Net Agency Works Recoupable (Note 5)	(6,922,022)	(1,245,263)
Capital Balance Surplus/(Deficit) @ 31st December	13,567,492	28,224,035

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

Opening Balance @ 1st January	28,224,035	26,003,486
Expenditure	126,255,413	111,825,701
Income		
- Grants	63,717,220	69,191,010
- Loans	20,086,771	3,156,307
- Other	25,838,841	38,128,696
Total Income	109,642,832	110,476,013
Net Revenue Transfers	1,956,038	3,570,237
Closing Balance @ 31st December	13,567,492	28,224,035

13. Mortgage Loan Funding Position

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

	2007	2007	2007	2006
	€	€	€	€
	Loan	Rented Equity	Total	Total
Mortgage Loans/Equity Receivable (Note 3)	15,656,261	3,913,635	19,569,896	19,511,874
Mortgage Loans/Equity Payable (Note 8)	(15,016,556)	(2,741,504)	(17,758,060)	(18,154,035)
Surplus/(Deficit) in Funding @ 31/12/07	639,705	1,172,131	1,811,836	1,357,839

NOTE: Cash on Hand relating to Redemptions and Relending

€1,811,836

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:

	2007	2007	2007	2006
	Transfers	Transfers		
	From	To Reserves	Net	Net
	Reserves		€	€
	€	€		
Loan Repayment Reserve	-	(1,075,065)	(1,075,065)	(803,792)
Lease Repayment Reserve	-	(82,351)	(82,351)	(103,372)
Historical Mortgage Funding Write-off	-	-	-	-
Development Levies	-	-	-	-
Other	-	(1,956,038)	(1,956,038)	(3,570,237)
Surplus/(Deficit) for Year	-	(3,113,454)	(3,113,454)	(4,477,401)

16. Analysis of Revenue Income

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

	Appendix No	2007		2006	
		€	%	€	%
State Grants and Subsidies	3	50,232,753	36.4%	51,243,928	38.2%
Contributions from other LAs		3,014,259	2.2%	2,297,775	1.7%
Goods and Services	4	33,812,618	24.5%	32,541,428	24.3%
		87,059,630	63.1%	86,083,131	64.2%
Local Government Fund - General Purpose		27,600,743	20.0%	25,497,932	19.0%
Rates		16,395,658	11.9%	15,783,883	11.8%
County Charge (Inc)		6,928,107	5.0%	6,783,720	5.1%
Total Income		137,984,138	100.0	134,148,666	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
	2007	2007	2007
	€	€	€
Housing and building	(1,401,409)	2,279,755	878,346
Road transportation and safety	(1,849,418)	1,811,707	(37,712)
Water supply and sewerage	(276,231)	124,437	(151,794)
Development incentives and controls	(280,422)	345,286	64,865
Environmental protection	(1,282,594)	1,118,539	(164,054)
Recreation and amenity	(331,013)	(10,297)	(341,311)
Agriculture, education, health and welfare	(1,520,406)	1,602,646	82,239
Miscellaneous services	(748,691)	1,089,657	340,966
Central management services	-	-	-
	(7,690,184)	8,361,730	671,546
County demand	-	15,000	15,000
Local government fund	-	-	-
Commercial rates	-	(166,481)	(166,481)
Transfers from/(to) reserves	(308,577)	-	(308,577)
Dr/Cr balance			-
Surplus/(Deficit) for Year			211,488

APPENDICES

APPENDIX 1

ANALYSIS OF EXPENDITURE

FOR YEAR ENDED 31ST DECEMBER 2007

	2007	2006
<u>Payroll</u>	€	
- Salary & Wages (incl. Councillors' Representational Payment)	41,206,183	37,491,665
- Other Costs	3,770,505	3,378,089
- Pensions & Gratuities (incl. VEC Pension Agency Payments €5.18m)	10,510,115	9,434,244
Total	55,486,803	50,303,998
<u>Operational Expenses</u>		
- Purchase of Equipment	2,459,500	1,279,266
- Repairs & Maintenance	653,892	600,401
- Contract Payments	11,057,868	11,364,578
- Agency Services	240,533	248,714
- Machinery Yard Charges & Plant Hire	11,028,590	11,855,450
- Materials & Stores Issues	15,275,033	17,708,948
- Payments of Grants	9,429,605	8,079,281
- Member Costs	475,258	461,085
- Travelling & Subsistence Allowances	2,999,279	2,794,420
- Consultancy & Professional Fees	1,090,985	1,432,729
- Other	3,562,941	2,894,219
Total	58,273,484	58,719,091
<u>Administration Expenses</u>		
- Communications	1,072,237	908,248
- Training & Recruitment	639,054	556,743
- Printing & Stationery	831,776	785,586
- Contributions to Other Bodies	1,414,594	1,287,083
- Other Administration Expenses	1,475,416	1,682,734
Total	5,433,077	5,220,394
<u>Establishment Expenses</u>		
- Rent & Rates	1,106,719	998,136
- Energy	4,322,946	3,810,176
- Other Establishment Expenses	153,832	126,093
Total	5,583,497	4,934,405
Financial Expenses	2,546,657	1,655,999
Miscellaneous	7,335,678	8,667,279
County Charge (Exp)	-	-
Total Expenditure	134,659,196	129,501,166

APPENDIX 2

PROGRAMME GROUP 1 HOUSING and BUILDING

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
1.1 Local Authority Housing	4,245,635	27,209	4,272,844	1,839,597	4,322,633	120,023	6,282,253
1.2 Assistance to Persons Housing Themselves	1,702,052	-	1,702,052	545,590	990,824	-	1,536,414
1.3 Assistance to Persons Improving Houses	3,509,620	224,011	3,733,631	2,326,478	-	-	2,326,478
1.8 Administration and Misc.	2,401,569	8,213	2,409,782	40,630	203,980	-	244,610
TOTAL	11,858,876	259,433	12,118,309	4,752,295	5,517,437	120,023	10,389,755

APPENDIX 2
PROGRAMME GROUP 2
ROAD TRANSPORTATION and SAFETY

		EXPENDITURE			INCOME			
PROGRAMME		Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
2.1	Road Upkeep	13,556,657	241,696	13,798,353	8,145,034	166,735	-	8,311,769
2.2	Road Improvement	24,234,449	-	24,234,449	23,614,145	474,437	-	24,088,582
2.3	Road Traffic	402,723	-	402,723	-	103,883	-	103,883
2.8	Administration and Misc.	12,912,883	146,075	13,058,958	-	2,302,973	-	2,302,973
TOTAL		51,106,712	387,771	51,494,483	31,759,179	3,048,028	-	34,807,207

APPENDIX 2
PROGRAMME GROUP 3
WATER SUPPLY and SEWERAGE

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
3.1 Public Water Supply Schemes	9,994,085	188,867	10,182,952	408,545	6,900,902	200,000	7,509,447
3.2 Public Sewerage Schemes	4,618,417	221,500	4,839,917	-	661,666	1,610,980	2,272,646
3.3 Private Installations	1,442,565	-	1,442,565	-	1,045,367	-	1,045,367
3.8 Administration and Misc.	2,606,003	14,494	2,620,497	216,000	325,977	-	541,977
TOTAL	18,661,070	424,861	19,085,931	624,545	8,933,912	1,810,980	11,369,437

APPENDIX 2
PROGRAMME GROUP 4
DEVELOPMENT INCENTIVES & CONTROLS

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
4.1 Land Use Planning	4,276,072	-	4,276,072	8,000	1,831,163	-	1,839,163
4.3 Other Development and Promotion	698,696	66,958	765,654	271,783	-	40,000	311,783
4.5 Promotion of Interest of Local Community & Enterprise	925,297	-	925,297	99,714	12,177	-	111,891
4.8 Administration and Misc.	1,030,219	5,180	1,035,399	-	191,449	-	191,449
TOTAL	6,930,284	72,138	7,002,422	379,497	2,034,789	40,000	2,454,286

APPENDIX 2
PROGRAMME GROUP 5
ENVIRONMENTAL PROTECTION

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
5.1 Waste Disposal	10,301,145	625,361	10,926,506	398,992	10,391,712	149,094	10,939,798
5.2 Burial Grounds	638,399	114,332	752,731	-	168,451	-	168,451
5.3 Safety of Structures and Places	813,099	-	813,099	119,753	619,049	-	738,802
5.4 Fire Protection	5,543,656	190,804	5,734,460	18,757	186,251	-	205,008
5.5 Pollution Control	1,515,679	1,931	1,517,610	-	73,053	-	73,053
5.8 Administration and Misc.	3,019,623	16,565	3,036,188	119,693	225,735	-	345,428
TOTAL	21,831,601	948,993	22,780,594	657,195	11,664,251	149,094	12,470,540

APPENDIX 2
PROGRAMME GROUP 6
RECREATION and AMENITY

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
6.2 Libraries	3,076,819	129,448	3,206,267	71,871	46,700	-	118,571
6.3 Parks, Open Spaces, Recreation Centres etc.	618,999	450,000	1,068,999	32,000	-	-	32,000
6.4 Other Recreation and Amenity	1,176,668	23,837	1,200,505	125,996	8,749	-	134,745
6.8 Administration and Misc.	744,648	4,395	749,043	-	84,787	-	84,787
TOTAL	5,617,134	607,680	6,224,814	229,867	140,236	-	370,103

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

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
7.1 Agriculture	634,584	-	634,584	-	8,838	-	8,838
7.2 Education	11,263,429	-	11,263,429	11,073,524	9,564	-	11,083,088
7.8 Administration and Misc.	1,082,555	8,837	1,091,392	-	5,719	-	5,719
TOTAL	12,980,568	8,837	12,989,405	11,073,524	24,121	-	11,097,645

APPENDIX 2

PROGRAMME GROUP 8 MISCELLANEOUS SERVICES

	EXPENDITURE			INCOME			
PROGRAMME	Gross EUR	Provisions/Loan & Lease Charges EUR	Total EUR	State Grants & Subsidies EUR	Provision of Goods and Services EUR	Contributions from other local authorities EUR	TOTAL EUR
8.1 Land Acquisition and Development	694,032	399,635	1,093,667				
8.3 Financial Management	652,258	-	652,258	-	622,795	-	622,795
8.4 Elections	423,765	-	423,765	111,907	1,812	-	113,719
8.5 Administration of Justice & Consumer Protection	563,968	-	563,968	149,755	226,508	-	376,263
8.7 Markets, Fairs and Abattoirs	482,580	-	482,580	462,563	57,670	-	520,233
8.8 Administration and Misc.	1,824,542	4,106	1,828,648	32,426	1,541,059	894,162	2,467,647
8.9 Cathaoirleach/Leas Cathaoirleach Allowances	39,250	-	39,250				-
8.10 Entertainment and Associated Expenses	26,359	-	26,359				-
8.11 Expenses of Members & Representation at Conferences	962,099	-	962,099				-
8.12 Expenses of Members Abroad	4,098	-	4,098				-
TOTAL	5,672,951	403,741	6,076,692	756,651	2,449,844	894,162	4,100,657
OVERALL TOTAL PROGRAMMES 1-8	134,659,196	3,113,454	137,772,650	50,232,753	33,812,618	3,014,259	87,059,630

APPENDIX 3 ANALYSIS OF INCOME FROM GRANTS AND SUBSIDIES

	2007	2006
	€	€
Department of the Environment, Heritage, and Local Government		
Road Grants	23,042,036	27,349,282
Housing Grants & Subsidies	4,688,579	2,598,885
Library Services	-	3,000
Local Improvement Schemes	2,678,396	2,317,910
Urban and Village Renewal Schemes	-	-
Water Services Group Schemes	300,217	336,207
Environmental Protection/Conservation Grants	298,619	387,070
Miscellaneous	396,080	204,695
	31,403,927	33,197,049
Other Departments and Bodies		
Road Grants	6,038,747	5,481,998
Higher Education Grants	5,893,208	5,537,674
VEC Pensions and Gratuities	5,180,316	4,787,059
Community Employment Schemes	-	-
Civil Defence	102,797	70,196
Miscellaneous	1,613,758	2,169,952
	18,828,826	18,046,879
TOTAL	50,232,753	51,243,928

APPENDIX 4

ANALYSIS OF INCOME FROM GOODS AND SERVICES

	2007	2006
	€	€
Housing Rent	4,376,966	3,797,076
Housing Loans Interest & Charges	990,824	869,369
Commercial Water	6,400,467	6,185,195
Domestic Water	-	-
Domestic Refuse	2,259,610	2,110,867
Commercial Refuse	572,857	504,571
Domestic Sewerage	-	-
Commercial Sewerage	511,492	449,433
Planning Fees	1,714,976	1,517,231
Parking Fees/Charges	103,433	80,394
Recreation & Amenity Activities	949	16,725
Library Fees & Fines	45,708	44,508
Agency Services	49,139	37,288
Pension Contributions	2,323,459	2,158,134
Property Rental & Leasing of Land	12,836	3,885
Landfill Charges	7,449,821	7,718,124
Fire Charges	174,540	172,025
Miscellaneous Inc - Goods & Services	6,825,541	6,876,603
	33,812,618	32,541,428

APPENDIX 5

SUMMARY OF CAPITAL EXPENDITURE AND INCOME

	2007 €	2006 €
<u>EXPENDITURE</u>		
Payments to Contractors	55,864,826	52,434,080
Purchase of Land	6,093,936	4,206,530
Purchase of Other Assets	14,398,987	8,758,018
Consultancy & Professional Fees	4,529,399	4,146,543
Other	45,368,265	42,280,530
Total Expenditure (Net of Internal Transfers)	126,255,413	111,825,701
Transfers to Revenue	-	-
Total Expenditure (Including Transfers) *	126,255,413	111,825,701
<u>INCOME</u>		
Grants	63,717,220	69,191,010
Non Mortgage Loans	20,086,771	3,156,307
Other Income		
Development Contributions	9,714,390	11,983,693
Property Disposals - Land	24,930	192,210
- LA Housing	4,286,107	5,323,840
- Other	500	5,700
Tenant Purchase Annuities	152,375	184,915
Car Parking	158,431	146,082
Other	11,502,108	20,292,256
Total Income (Net of Internal Transfers)	109,642,832	110,476,013
Transfers from Revenue	1,956,038	3,570,237
Total Income (Including Transfers) *	111,598,870	114,046,250
Surplus/(Deficit) for year	(14,656,543)	2,220,549
Balance (Debit)/Credit @ 1st	28,224,035	26,003,486
Balance (Debit)/Credit @ 31 December	13,567,492	28,224,035

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

APPENDIX 6

ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

		INCOME				TRANSFERS				
Programme	Balance at 01/01 /07	Expenditure	Grants	Non Mortgage Loans	Other	Total Income	Transfer from Revenue	Transfer to Revenue	Internal Transfers	Balance at 31/12/ 07
01 Housing and Building										
0101	Local Authority Housing	2,339,025	32,368,204	18,277,245	7,096,647	647,120	26,021,011	166,643	-	3,181,349 (660,177)
0102	Assistance to Persons Housing Themselves	4,349,388	15,849,657	5,506,960	4,815,124	4,936,591	15,258,675	-	-	(3,435,408) 322,998
0103	Assistance to Persons Improving Houses	58,686	156,056	-	-	-	-	-	-	97,369 (1)
0108	Administration and Miscellaneous	70,887	845	-	-	69,252	69,252	-	-	- 139,294
		6,817,986	48,374,763	23,784,205	11,911,771	5,652,963	41,348,938	166,643	-	(156,690) (197,886)
02 Road Transportation and Safety										
0202	Road Improvement	4,051,267	26,633,020	20,662,262	-	3,698,913	24,361,175	123,837	-	653,318 2,556,577
03 Water Supply and Sewerage										
0301	Public Water Supply Schemes	(7,949,923)	12,579,164	6,150,932	3,375,000	654,655	10,180,587	33,238	-	922,576 (9,392,686)
0302	Public Sewerage Schemes	(3,761,992)	4,816,832	1,873,129	-	-	1,873,129	221,500	-	313,416 (6,170,779)
0308	Administration and Miscellaneous	14,130,407	2,224,933	-	-	6,951,672	6,951,672	-	-	(1,361,407) 17,495,739
		2,418,492	19,620,929	8,024,061	3,375,000	7,606,327	19,005,388	254,738	-	(125,415) 1,932,274
04 Development Incentives and Controls										
0401	Land use Planning	791,744	192,134	-	-	866,326	866,326	-	-	(342,467) 1,123,469
0403	Other Development and Promotion	159,559	4,941,801	1,873,000	-	130,380	2,003,380	-	-	- (2,778,862)
0405	Promotion of Interest of the Local Community	365,141	623,667	441,851	-	71,604	513,455	-	-	- 254,929
		1,316,444	5,757,602	2,314,851	-	1,068,310	3,383,161	-	-	(342,467) (1,400,464)
05 Environmental Protection										
0501	Waste Disposal	966,239	3,934,442	912,786	1,300,000	2,576,570	4,789,356	157,070	-	200,000 2,178,223
0502	Burial Grounds	(170,755)	260,791	-	-	67,522	67,522	100,000	-	- (264,024)
0504	Fire Protection	1,243,394	351,516	308,034	-	188,717	496,751	100,000	-	- 1,488,629
0505	Pollution Control	887,578	151,155	34,847	-	31,186	66,033	103,750	-	(174,785) 731,421
0508	Administration and Miscellaneous	297,778	-	-	-	189,000	189,000	-	-	(200,000) 286,778
		3,224,234	4,697,905	1,255,667	1,300,000	3,052,995	5,608,662	460,820	-	(174,785) 4,421,026

APPENDIX 6

ANALYSIS OF INCOME AND EXPENDITURE ON CAPITAL ACCOUNT

<i>Programme</i>	<i>INCOME</i>						<i>TRANSFERS</i>			<i>Balance at 31/12/07</i>
	<i>Balance at 01/01 /07</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	-	2,148,436	2,148,436	-	-	2,148,436	-	-	-	-
0602 Libraries	(718,589)	5,398,843	1,578,708	3,500,000	142,871	5,221,579	100,000	-	-	(795,853)
0603 Parks and Open Spaces	899,010	1,723,579	638,966	-	342,576	981,542	450,000	-	486,220	1,093,193
0604 Other Recreation and Amenity	371,744	142,009	-	-	67,539	67,539	-	-	740	298,014
	552,165	9,412,867	4,366,110	3,500,000	552,986	8,419,095	550,000	-	486,960	595,353
07 Agriculture, Education, Health and Welfare										
0701 Agriculture	338,398	6,505,658	2,753,374	-	250,000	3,003,374	-	-	-	(3,163,886)
08 Miscellaneous Services										
0802 Plant & Materials	810,033	3,638,802	2,804	-	2,786,934	2,789,738	-	-	(10,000)	(49,031)
0805 Admin. of Justice & Consumer Protection	100,541	-	-	-	-	-	-	-	-	100,541
0808 Administration and Miscellaneous	8,594,475	1,613,867	553,887	-	1,169,415	1,723,301	400,000	-	(330,921)	8,772,988
	9,505,049	5,252,669	556,691	-	3,956,349	4,513,039	400,000	-	(340,921)	8,824,498
TOTAL	28,224,035	126,255,413	63,717,220	20,086,771	25,838,841	109,642,832	1,956,038	-	-	13,567,492

APPENDIX 7

Summary of Major Revenue Collections for 2007

	<i>Arrears @01/01/2007</i>	<i>Accrued</i>	<i>Write Off</i>	<i>Waivers</i>	<i>Total for Collection</i>	<i>Collected</i>	<i>Arrears @31/12/2007</i>	<i>% Collected</i>
	€	€	€	€	€	€	€	€
Commercial Rates	1,070,679	18,463,899	2,050,403	-	17,484,175	16,664,337	819,838	95.31%
Rents & Annuities	210,665	4,322,246	6,843	-	4,526,068	4,342,567	183,501	95.95%
Commercial Water	1,971,254	7,001,041	92,793	-	8,879,502	7,078,085	1,801,417	79.71%
Waste Disposal	1,158,457	6,614,100	-	-	7,772,557	6,477,456	1,295,101	83.34%
Housing Loans (Note B)	222,526	1,803,438	-	-	2,025,964	1,875,156	150,808	92.56%

Commercial and Domestic refuse income totaled €2,832,467. This represents 100% collection.

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 2007, 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 2007 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. Legal agreements regarding revised arrangements for the earlier distribution of the proceeds from the sale of the ship and a members' voluntary winding up were being processed at 31 December 2007.

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 2007, 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.