

# Unaudited Annual Financial Statement 2020



# AFS 2020 Documents

1. Report to Mayor and members on AFS 2020
2. The Annual Financial Statement includes:-
  - The Statement of Accounting Policies (Pages 7-12).
  - Income and Expenditure Account Statement (Page 14).
  - Balance Sheet (Page 15).
  - Funds Flow Statement (Page 16)
  - Notes to the Accounts (Pages 17-28).
  - Appendices 1 to 8 (Pages 29-44).
3. Report to Mayor & members regarding authorising additional expenditure

# Unaudited AFS 2020

## **Members are requested to**

1. Consider the Annual Financial Statement of 2020 under Section 108 of the Local Government Act 2001 (as amended by the Local Government Reform Act, 2014).
2. Authorise additional expenditure for financial year ended 31st December 2020 under Section 104 of the Local Government Act 2001 (as amended by the Local Government Reform Act, 2014), including Capital transfers.

- **AFS presented to the Council**

- Challenging year as a result of Covid – significant uncertainty in funding and supports
  - Surplus for the year on the Revenue Account
  - Government Supports including:
    - 9 month Rates Waiver
    - Funding for additional Covid Costs and Covid impact on Goods & Services Income
    - Restart Grants
  - Schedule of Municipal District works
- Provide match funding to advance projects which members have considered as part of 3 year capital programme.
  - These projects may not otherwise have commenced or would have to be funded from loan drawdown which would be a draw on the Revenue account over a number of years
  - Example includes
    - Limerick Greenway
    - Croom Distributor Road
    - Major Repair Works to Mulgrave Fire Station
    - Commencement of a number of strategic capital projects
- In compliance with General Government Borrowing (GGB)

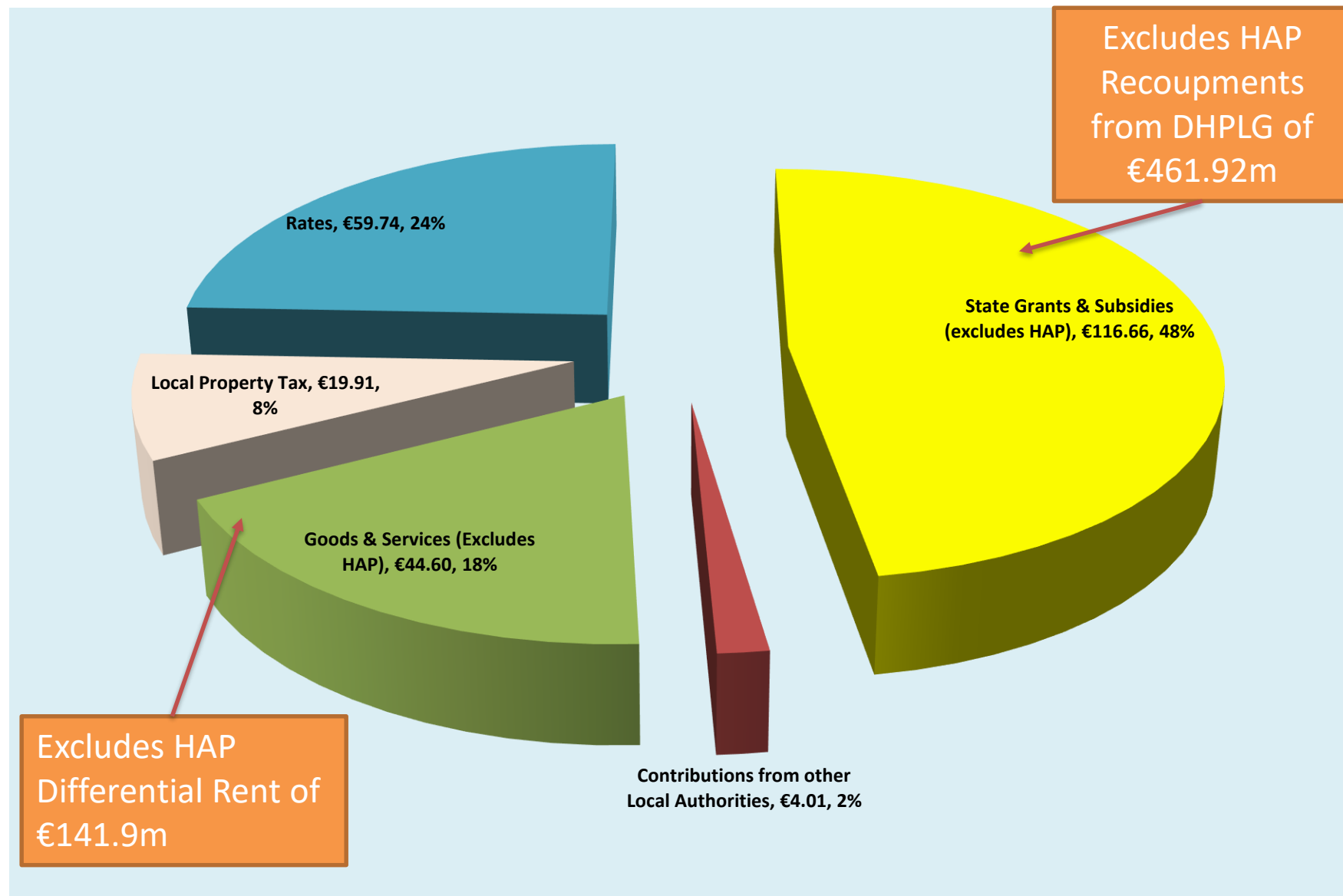
# AFS 2020

## Revenue Account

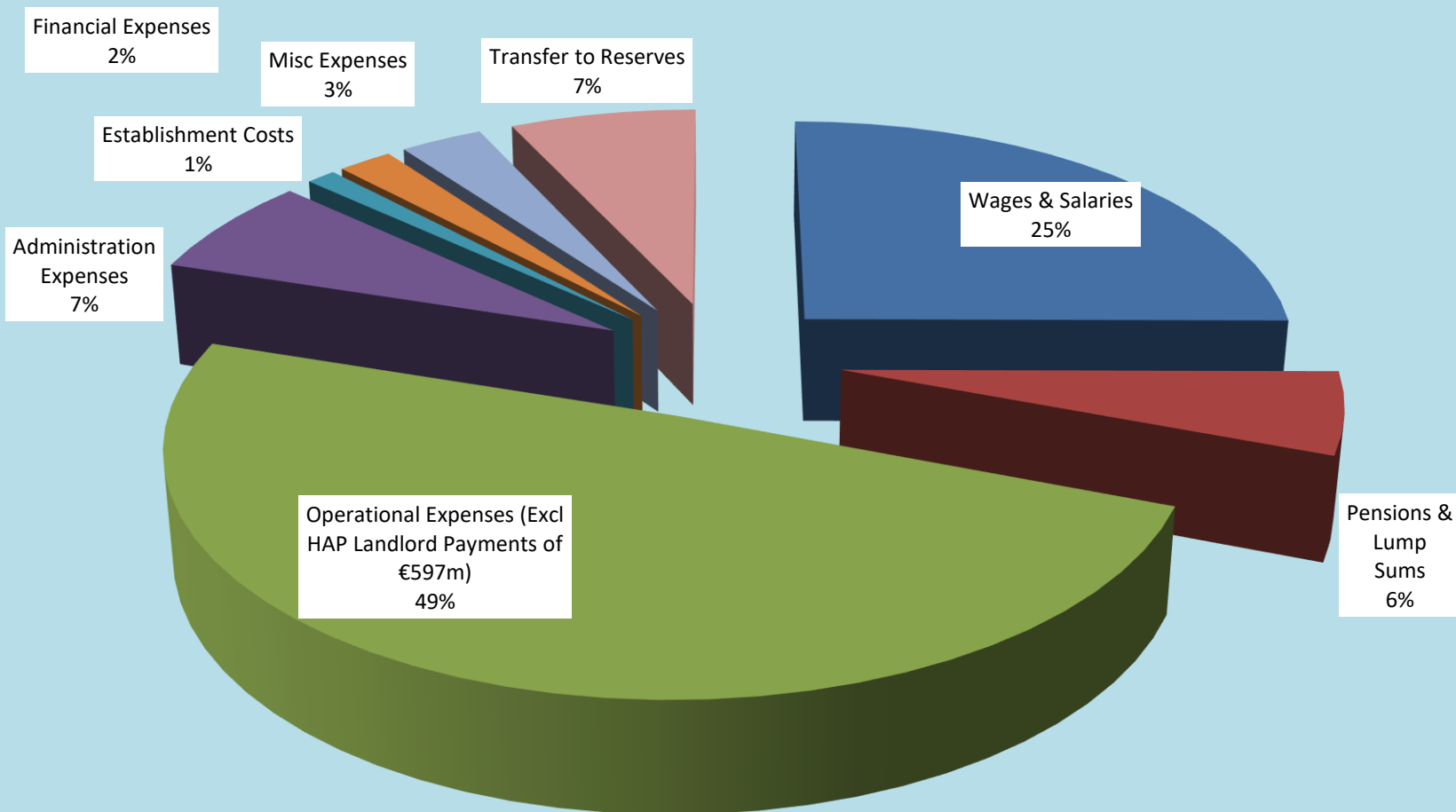
# Summary

	Actual 2020	Actual 2019	Actual 2018	Actual 2017	Actual 2016	Budget 2020
Income	€849.38m	€661.94m	€518.28m	€352.92m	€228.21m	€825.41m
Expenditure	€849.33m	€661.93m	€518.27m	€352.92m	€228.16m	€825.41m
Surplus for the year	€0.050m	€0.010m	€0.011m	€0.002m	€0.05m	-
Retained Reserve prior year	€0.833m	€0.823m	€0.812m	€0.810m	€0.760m	-
Retained Reserve @ year end	€0.888m	€0.833m	€0.823m	€0.812m	€0.810m	-
Expenditure above includes transfers to Reserves as follows: Note: the transfers include principal element of non-mortgage loans	€17.59m	€10.16m	€12.36m	€12.83m	€15.91m	

# Sources of Income 2020 (Excl HAP)

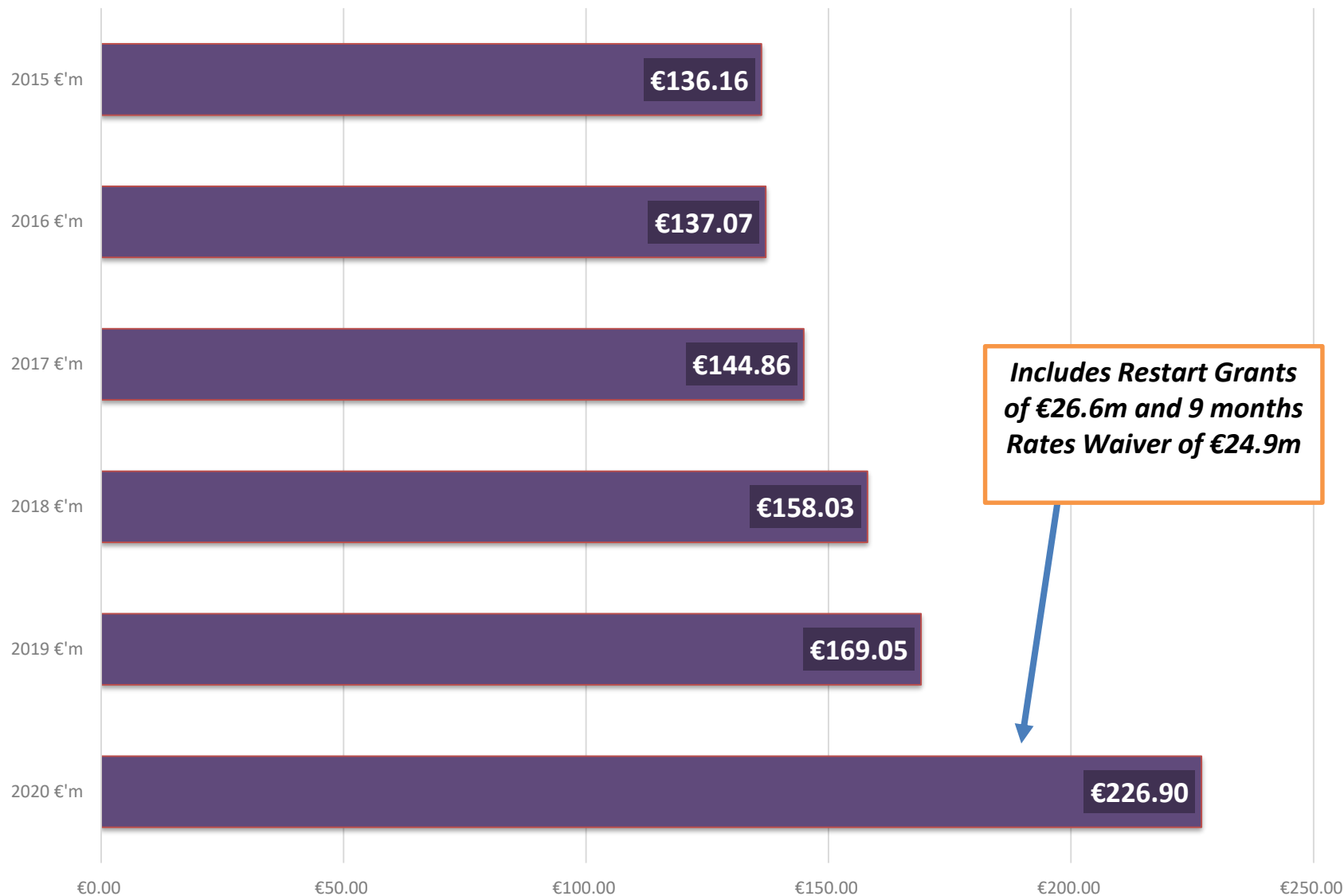


## Analysis of Revenue Expenditure by Category

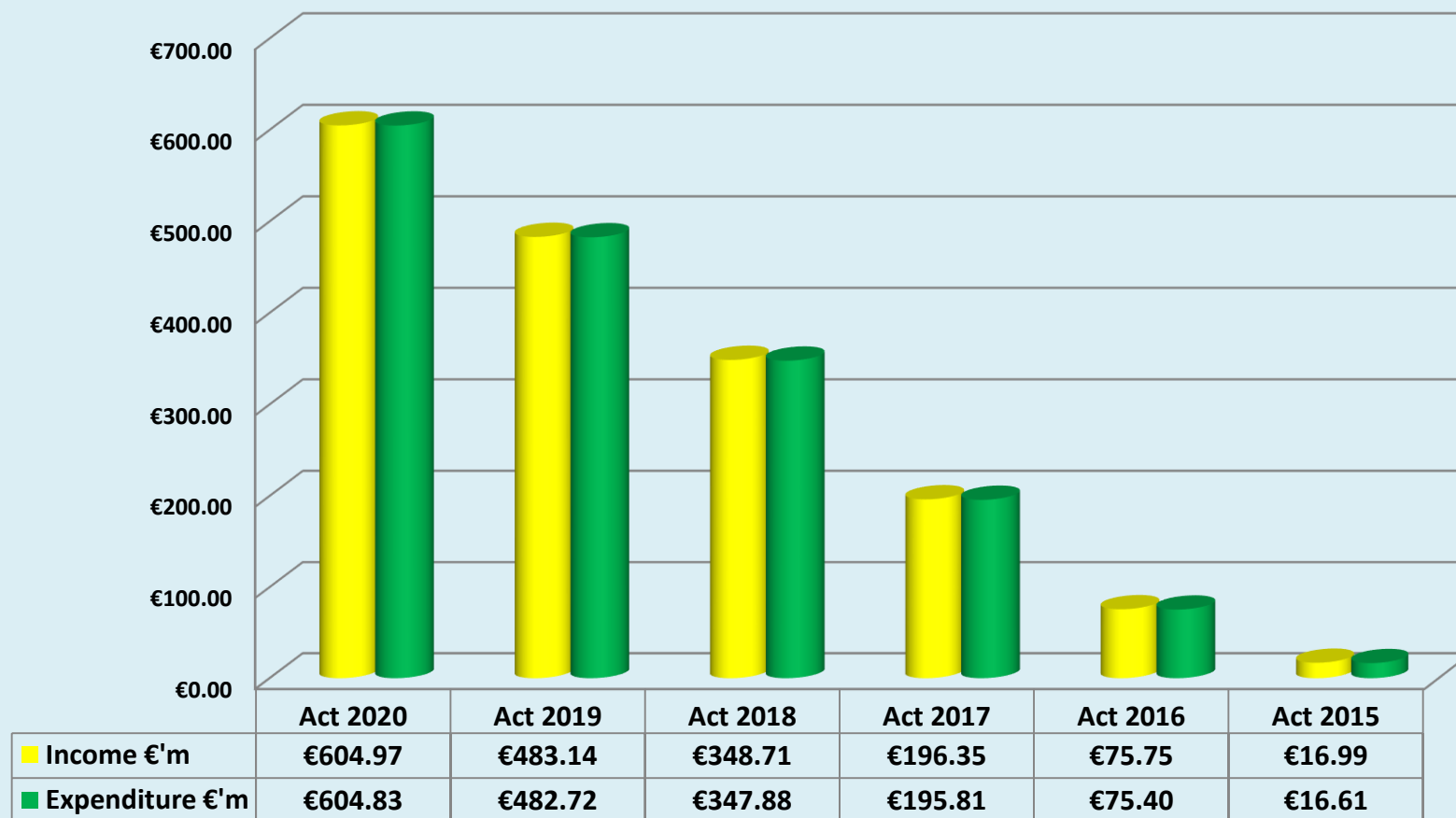




## Revenue Expenditure Analysis (excluding HAP & Transfers) €'m



## HAP Transactional Shared Service Hub



Contribution to Central Management Costs of €1.1m

# Summary

Division A  
Housing (Excl HAP SSC)  
Actual versus Budget

- Add expenditure of €7.3m
- Add income of €5.7m

Differential  
Rent Income  
up €1.5m on  
budget

Provision of €3.31m  
for serviced sites  
match fund &  
unfunded balances

HAP SSC under  
budget by  
€36.9m both on  
income and exp

Emergency Covid  
spend on  
Homelessness of  
€517k

€4.9m Additional Expenditure  
matched by Income

- RAS & Leasing
- Homeless

## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division A – Housing & Building

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfer	Notes
A01	Maintenance / Improvement of LA Housing Stock	€14.53	€11.22	€3.31	€3.21	Provision for match funding for Service Sites Fund and also provision for unfunded capital balances including CCTV  Emergency Covid Spend - €713k
A02	Housing, Assessment, Allocation & Transfer	€0.91	€0.89	€0.02		Additional payroll resource
A03	Housing Rent and Tenant Purchase Administration	€1.48	€1.33	€0.15		Increased provision for Bad Debts for Housing Rents
A05	Administration of Homeless Service	€7.92	€6.66	€1.26		Additional expenditure partly matched by additional grant income obtained (90% funded)
A07	RAS & Leasing Programme	€13.99	€10.65	€3.34		Increase in Expenditure offset by increase in Income
A09	Housing Grants	€1.039	€1.035	€0.003		Increase in match funding required
A11	Agency & Recoupable Services	€2.64	€2.33	€0.31		Increased Regional Homeless expenditure matched by recoupment/income received

# Summary

CIS income up  
€272K on  
budget & LIS  
income down  
€58k

Division B  
Road Transportation & Safety  
Actual versus Budget

- Add expenditure of €5.2m
- Add income of €3.4m

Local and  
Regional Road  
income up  
€3.3m on  
budget

National  
Primary and  
Secondary  
Road income  
up €350k on  
budget

Parking Income  
down €1m on  
budget – reflects a  
58% reduction

Provision of €1.14m  
for Croom Distributor  
Road, Canal Bank  
Walkway & Public  
Lighting

## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division B - Road Transport & Safety

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
B01	NP Road - Maintenance and Improvement	€2.55	€2.14	(€0.41)		Additional expenditure matched by additional grant income obtained.
B02	NS Road - Maintenance and Improvement	€0.75	€0.70	(€0.051)		Additional expenditure matched by additional grant income obtained.
B03	Regional Road - Maintenance and Improvement	€13.59	€11.11	(€2.48)		Additional expenditure matched by additional grant income obtained.
B04	Local Road – Maintenance & Improvement	€21.64	€20.13	(€1.51)	€0.70	Additional expenditure matched by additional grant income obtained. Provision for Croom Distributor Road
B05	Public Lighting	€3.65	€3.14	(€0.51)	€0.29	Additional expenditure of €436k for Public Lighting Energy Costs & €84k for maintenance Provision for public lighting energy project €290k
B07	Road Safety Engineering Improvement	€1.06	€0.68	(€0.37)		Additional expenditure on interim mobility measures matched by income of €304k
B11	Agency & Recoupable	€1.53	€1.27	(€0.26)		Storm Ellen and Shannon Flooding event (fully recouped)

**Division C – Water Services**

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
C08	Local Authority Water and Sanitary Services	€0.42	€0.02	(€0.4)	(€0.34)	Provision for unfunded Health and Safety Works to non – Irish Water assets

**Division C  
Water Services  
Actual versus Budget**

- Reduced expenditure of €1.8m
- Reduced income of €2.2m

Provision of €0.34m  
for unfunded Health  
& Safety Works to  
non IW assets,  
including TIC

# Summary

Division D  
Development Management  
Actual versus Budget

- Increased expenditure of €26.54m
- Increased income of €26.9m

Restart Grants  
€26.6m  
income and  
expenditure

SME Support  
Grant –  
€623k paid  
out

Planning Fee  
Income down  
€100k on  
budget

Provision of  
€1.15m for  
Limerick  
Greenway &  
€0.08m for  
lighting of  
Clancy Strand



## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division D – Development Management

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
D04	Industrial & Commercial Facilities	€0.013	€0.009	(€0.003)		
D05	Tourism Promotion	€3.24	€2.25	(€0.99)	€1.15	Provision for match funding for Limerick Greenway
D07	Unfinished Housing Estates	€0.12	€0.12	(€0.003)		Increase in Payroll Costs - Unfinished Housing Estates
D09	Economic Development & Promotion	€33.87	€7.99	(€25.89)		Includes additional expenditure of €26.6m relating to restart grants matched by income
D11	Heritage and Conservation Services	€0.34	€0.31	(€0.03)		Increased expenditure matched by additional grant income.

# Summary

## Division E Environmental Services Actual versus Budget

- Increased expenditure of €1.95m
- Reduced income of €0.1m

Gortadroma  
Income Gas to  
Energy €400k  
on budget  
versus costs  
€280k

Fire Safety  
Certs Income  
down €200k  
on budget

Provision of  
€1.894m for  
upgrade of  
Mulgrave street fire  
station, burial  
ground capital fund,  
Civil defence works  
& match funding for  
flood relief scheme

## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division E – Environment

SVC	Division & Services	Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
E02	Recovery & Recycling Facilities Operations	€0.62	€0.58	(€0.04)		Additional expenditure on Civic Amenity Sites matched by increased income
E03	Waste to Energy Facilities Operations	€0.305	€0.302	(€0.003)		
E06	Street Cleaning	€5.22	€5.05	(€0.17)		Increased insurance costs
E07	Waste Regulation, Monitoring & Enforcement	€0.65	€0.65	(€0.004)		
E08	Waste Management Planning	€1.45	€1.11	(€0.33)		Additional expenditure on DCCAE Waste Campaign Project Work and all funded (through South Regional Waste Management Office)
E09	Maintenance & upkeep of Burial Grounds	€1.76	€1.39	(€0.37)	€0.40	Provision of Capital Fund for burial grounds
E11	Operation of Fire Service	€16.70	€16.09	(€0.61)	€0.87	Provision for capital works to Mulgrave Street Fire Station
E14	Agency & Recoupable Servicess	€3.86	€3.77	(€0.09)		Additional expenditure relating to MRCC matched by additional income.
E15	Climate Change and Flooding	€0.98	€0.08	(€0.89)	€0.60	Increased climate action adaptation expenditure of €312k matched by income  Provision of match funding of €600k to Kings Island Flood Relief Scheme

# Summary

## Division F Recreation & Amenity Actual versus Budget

- Reduced expenditure of €0.25m
- Reduced income of €0.03m

Festivals &  
Concerts Exp  
down  
€349k

Provision of €389k for  
Culture Prog, Festival &  
Events Strategy, Gallery  
outreach programme &  
works to NCW Library

## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division F – Recreation & Amenity

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
F01	Leisure Facilities Operations	€0.93	€0.81	(€0.12)		Covid support costs to associated Companies
F02	Operation of Library & Archival Service	€6.17	€6.17	(€0.002)	€0.20	Provision for upgrade works at NCW Library
F06	Agency & Recoupable Services	€0.008	€0.007	(€0.001)		Additional expenditure relates to operation of service

# Summary

Division G  
Agriculture, Education, Health &  
Welfare  
Actual versus Budget

- Reduced expenditure of €0.16m
- Reduced income of €0.16m

Income  
Control of  
Horses down  
€119k on  
budget

School meals  
Expenditure  
down €95k on  
budget

# Summary

## Division H Miscellaneous Services Actual versus Budget

- Increased expenditure of €21.90m
- Increased income of €26.20m

Additional  
NPPR Income  
over budget of  
€292k

Provision of  
€300k included  
for Fleet  
replacement

9 Month Rates  
Waiver of  
€24.9m

DHLGH Covid  
support for Covid  
costs & loss of  
income from Goods  
& Services of  
€3.65m

## Additional expenditure 2020 in excess of Budget 2020 by Service (including Transfers to Capital)

### Division H – Miscellaneous Services

SVC	Division & Services	Actual Outturn 2020	Budget 2020	Over Exp	Transfers	Notes
H02	Profit / Loss Stores Account	€0.25	€0.20	€0.05		Increased expenditure due to operating costs of Stores and stock adjustment
H03	Administration of Rates	€30.43	€6.12	(€24.31)		Increased expenditure relating to 9 months Rates Waiver of €24.9m matched by income
H11	Agency & Recoupable Services	€1.01	€1.00	(€0.07)		Covid redeployed staff cost of €210k



# Summary

## Division J Central Management Costs Actual versus Budget

- Reduced expenditure of €0.758m
- Reduced income of €12k

Pension and  
Lump Sum  
€1m under  
budget

Post Covid  
Recovery Cost  
Provision of  
€2m

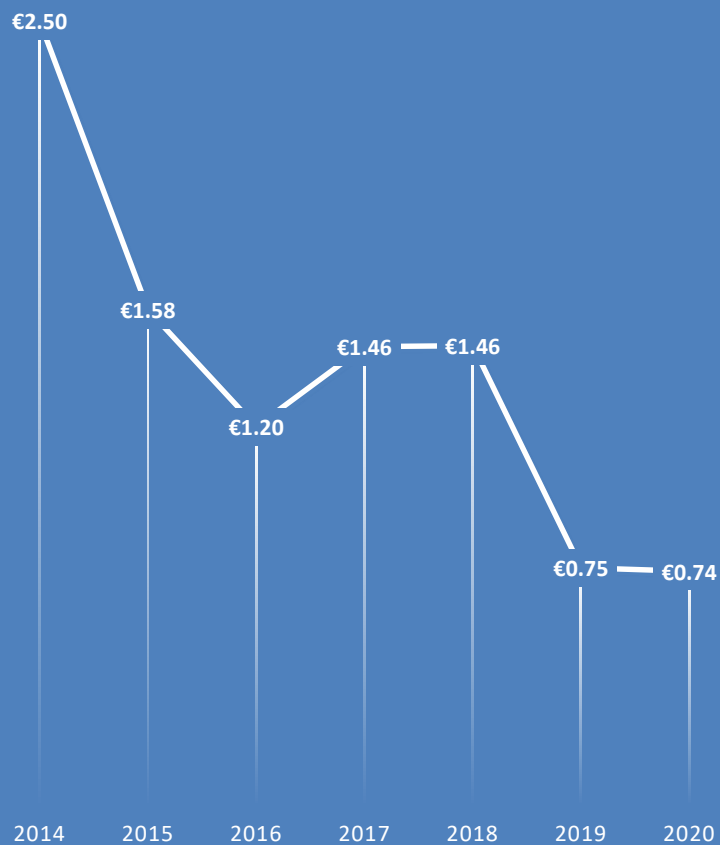
Provision of €90k  
for ICT Capital  
Works

Rates Income up  
of €1.18m on  
budget

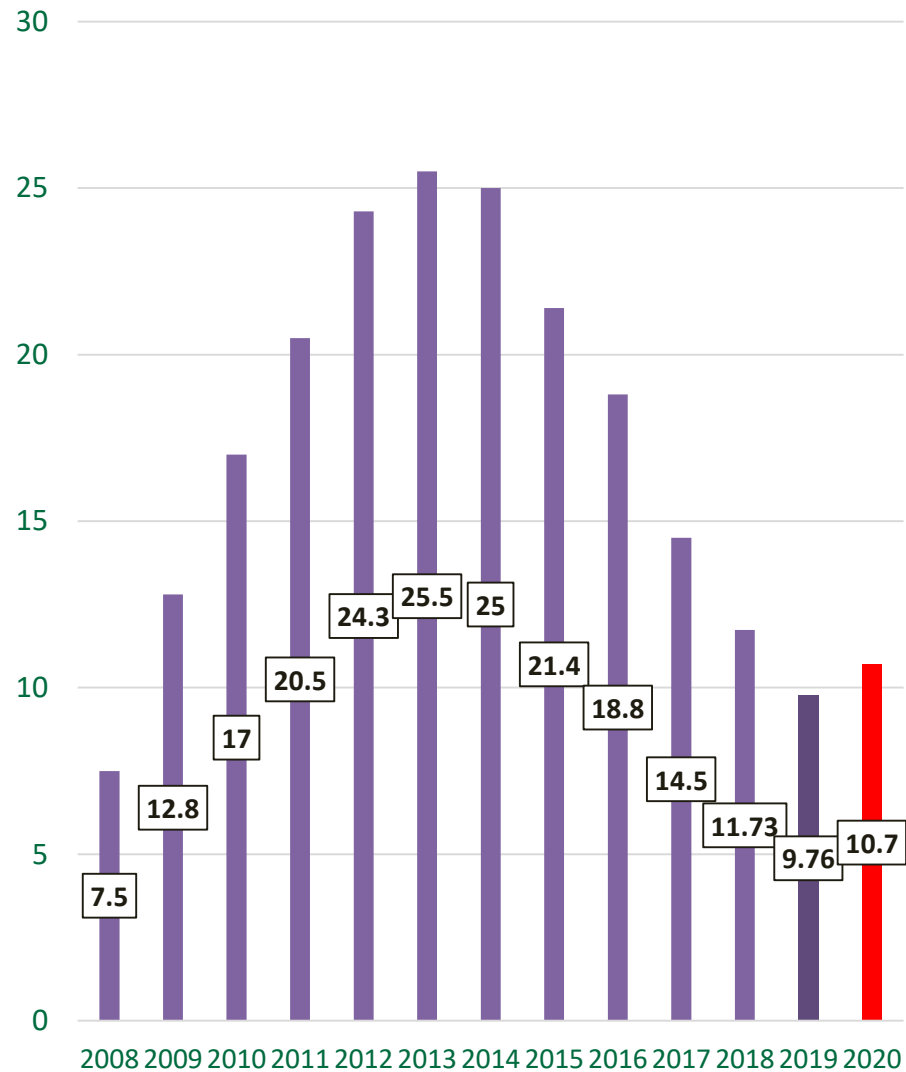
Cyber Liability  
Insurance €45k

## Key Income movements

### ANALYSIS OF NPPR RECEIPTS €'M



### Analysis of Commercial Rates Arrears



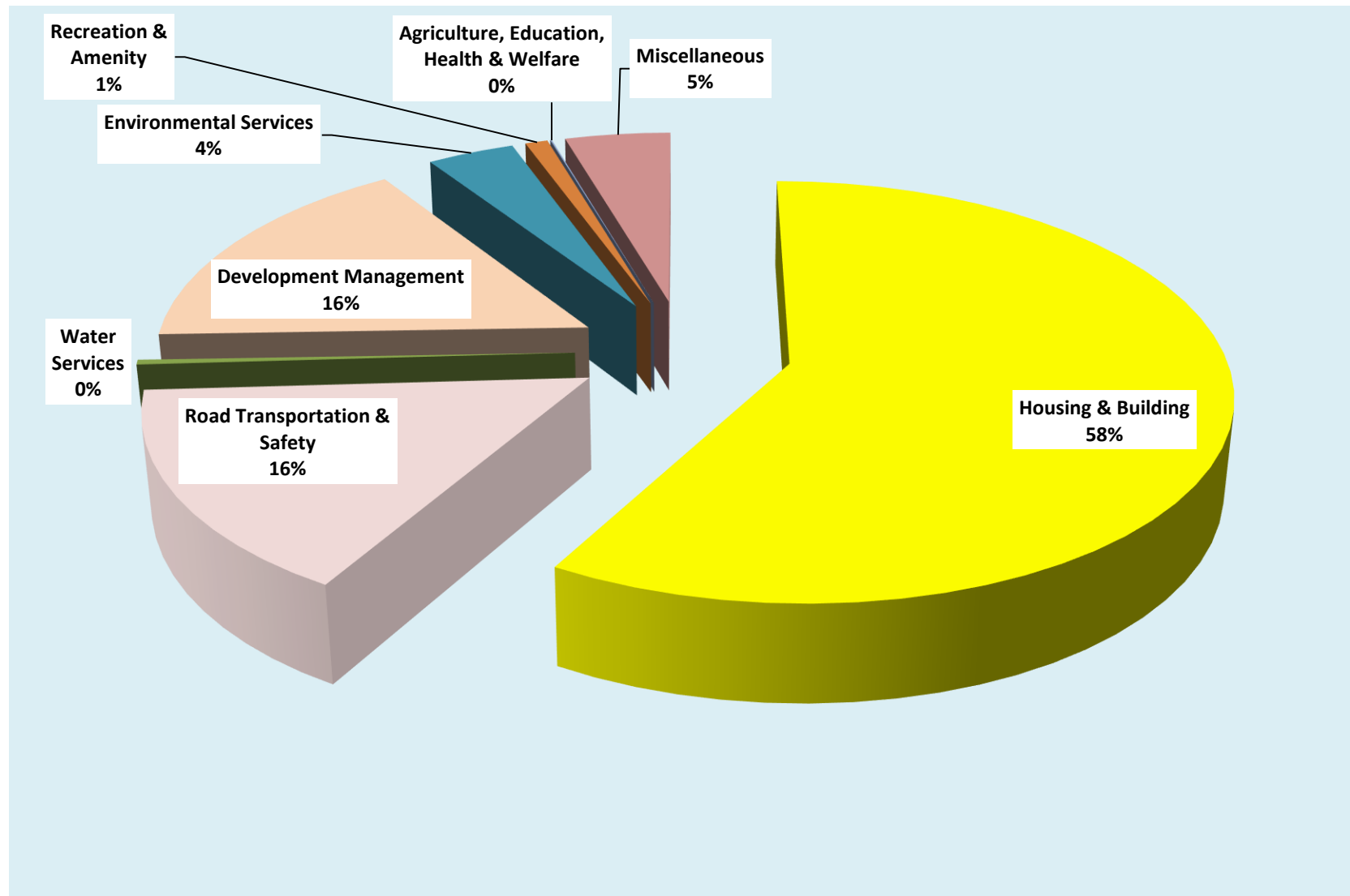
# AFS 2020

## Capital Account

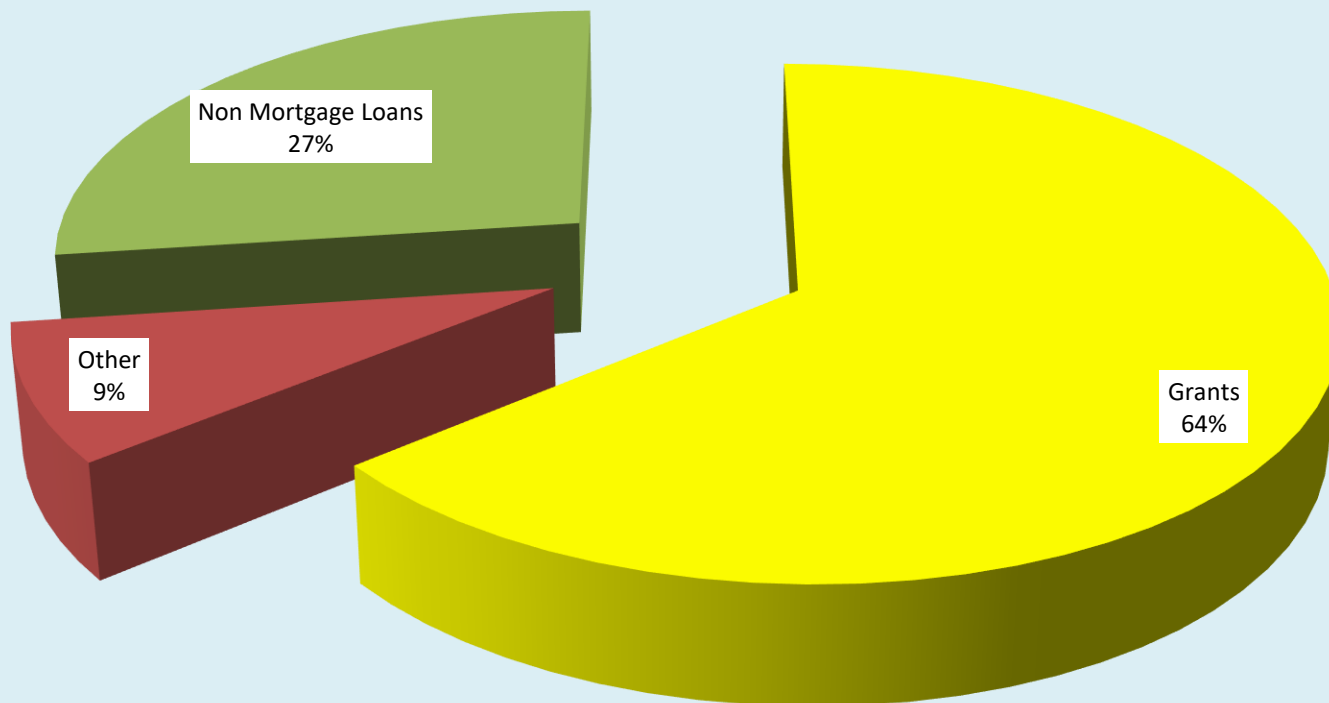
## Summary

	Actual 2020	Actual 2019	Actual 2018	Actual 2017	Actual 2016	Actual 2015	Actual 2014
Income (Excl transfers)	€129.23m	€91.46m	€108.61m	€95.96m	€95.55m	€58.00m	€57.30m
Expenditure (Excl transfers)	€113.42m	€114.55m	€95.68m	€138.6m	€79.98m	€58.50m	€60.90m
Net Transfers from Revenue	€14.65m	€5.32m	€9.21m	€9.558m	€13.00m	€9.98m	€3.10m

## Analysis of Capital Expenditure 2020



## Analysis of Capital Income 2020

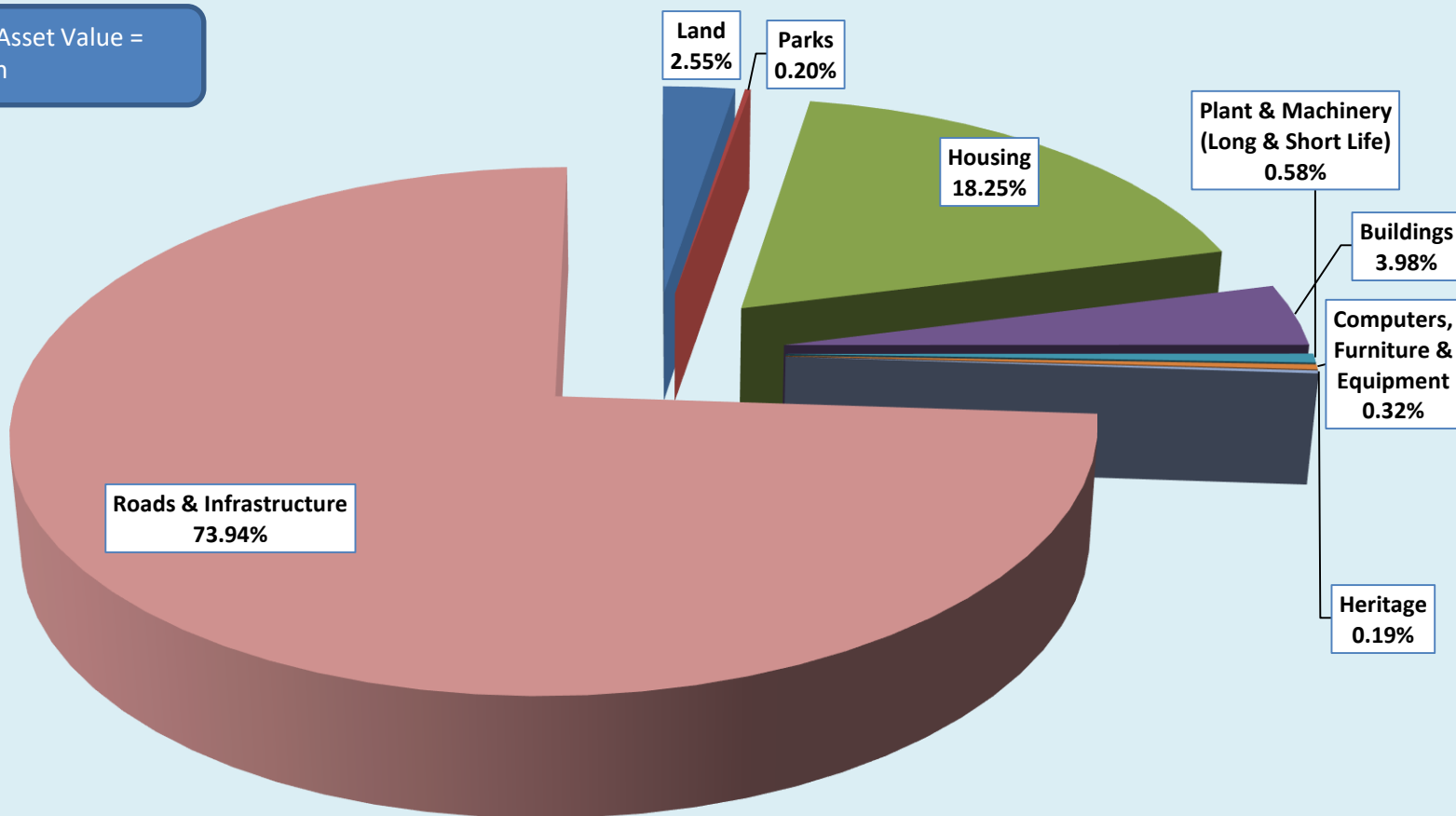


# AFS 2020

## Balance Sheet

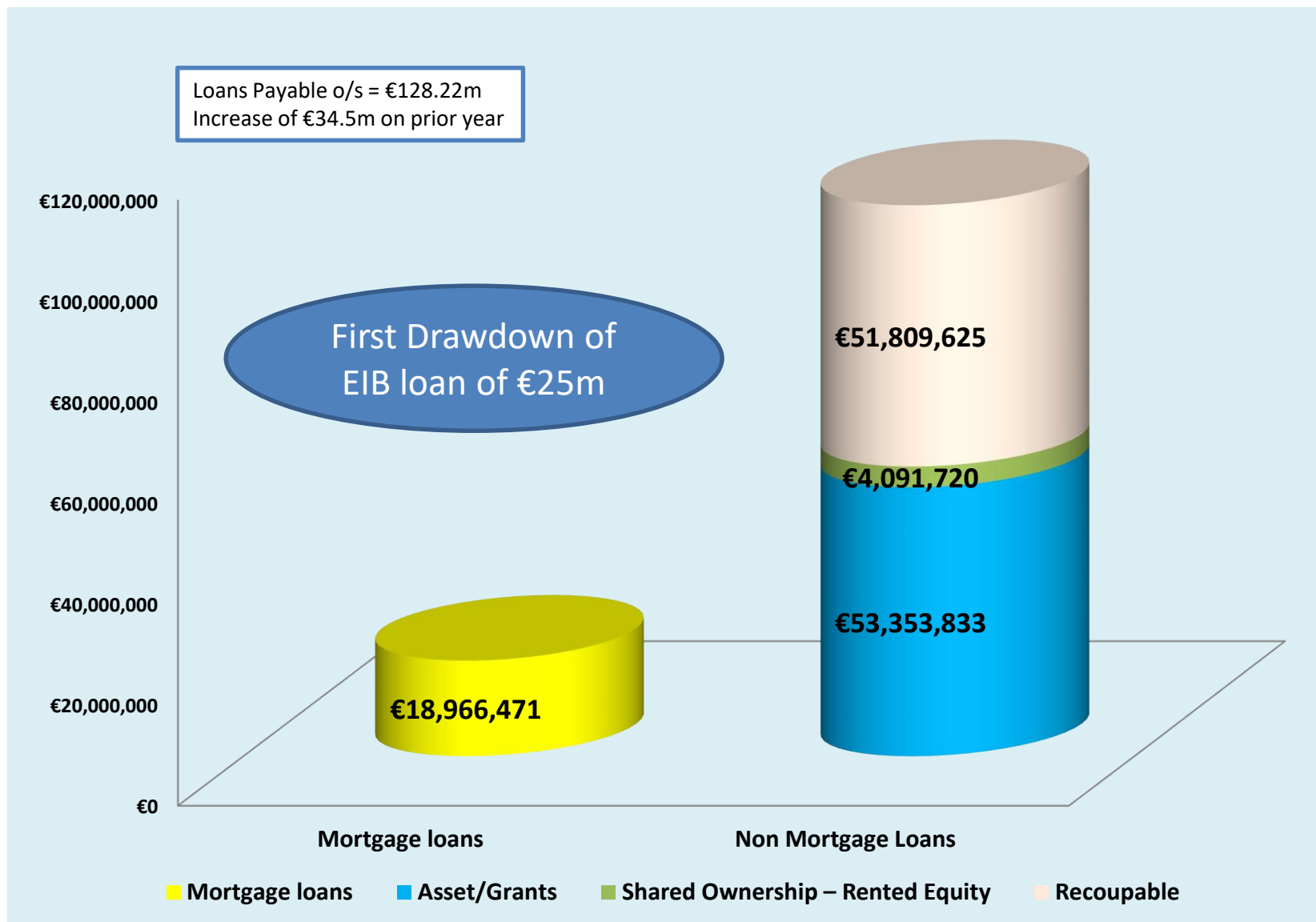
## Fixed Assets @ 31/12/2020

Fixed Asset Value =  
3.38bn





## Loans Payable @ 31/12/2020



## Collection Accounts - % Collection

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Commercial Rates	81%	88%	85%	82%	77%	75%	65%
Rents and Annuities	96%	96%	95%	96%	94%	89%	87%
Housing Loans	84%	78%	75%	78%	74%	78%	77%

The increase in the % yields, reflects a positive trend and in relation to Commercial Rates has been helped by the focused incentive schemes adopted by the Council and promotion of Direct Debit.

## Collection Accounts – Value Arrears

	<b>O/S @ Dec '20</b>	<b>O/S @ Dec '19</b>	<b>O/S @ Dec '18</b>	<b>O/S @ Dec '17</b>	<b>O/S @ Dec '16</b>	<b>O/S @ Dec '15</b>	<b>O/S @ Dec '14</b>
Commercial Rates	€10.70m	€9.759m	€11.72m	€14.50m	€18.79m	€21.45m	€24.97m
Rents and Annuities	€6.323m	€6.314m	€5.893m	€2.872m	€2.175m	€2.269m	€2.053m
Housing Loans	€358k	€447k	€487k	€461k	€538k	€478k	€550k

## Conclusion

### **AFS 2020**

- shows a surplus after transfer of €50k
- represents significant support from Government

### **Reflects**

- the efforts and support of Council Members
- Commitment of staff
- Schedule of Municipal District Works completed
- Additional costs associated with Covid
  - PPE
  - Community Response
  - Remote Working
  - Council Buildings
  - Emergency Homeless
  - Backup Fire Station
- Covid impact on Goods and Services Income
- Provision for match funding for capital projects

# Unaudited AFS 2020

## **Members are requested to**

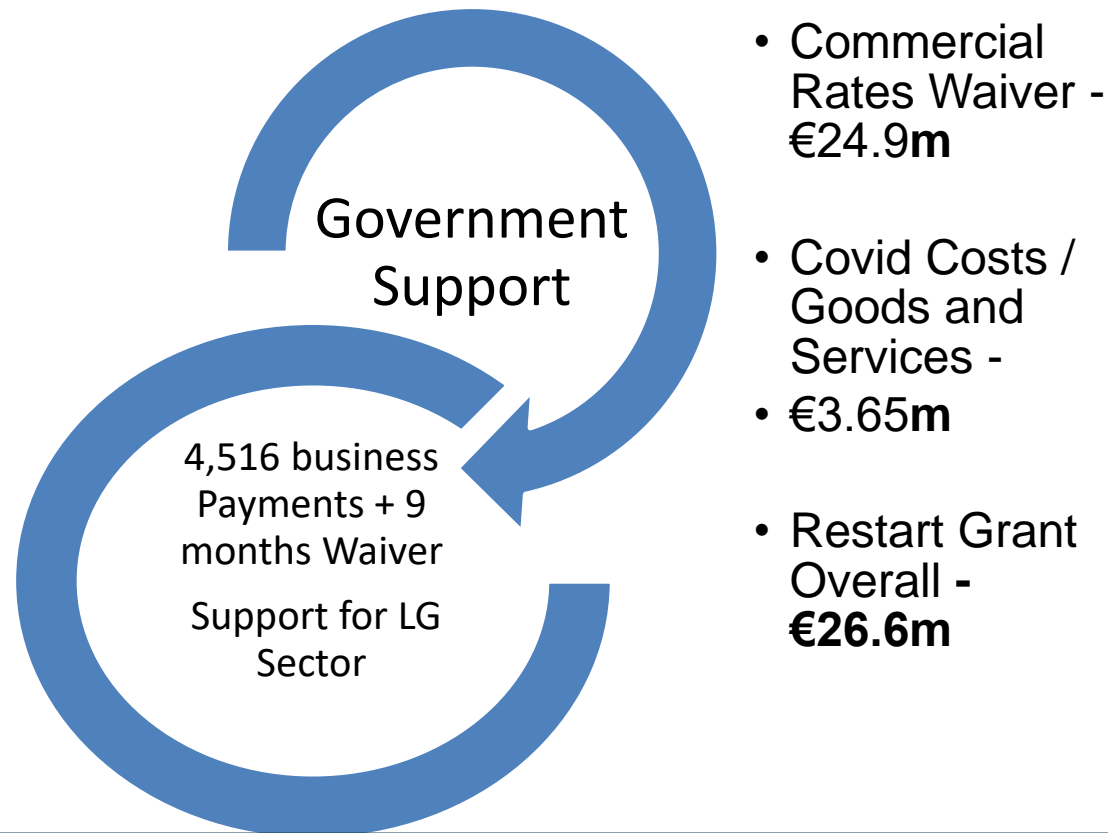
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2. Authorise additional expenditure for financial year ended 31st December 2020 under Section 104 of the Local Government Act 2001 (as amended by the Local Government Reform Act, 2014), including Capital transfers.

# Financial Update

2021

Year-to-date

# Covid 19 – 2020 Update



## Covid 2021

- Scaled back Waiver scheme for qtr1 and qtr2 -
- Waiver for Q3 / 4 needed in the interests of customer facing business
- Income for Goods & Services impact & Covid Exp

## Summary

### – Cashflow

- No requirement to use Overdraft Facility yet

### – Revenue Account

- Key supports to Business
- Covid Impact on Income headings being monitored
- Schedule of Municipal District Works progressing

### – Capital Account

Advance projects which members have considered as part of 3 year capital programme - €700m over 3 years

Examples Include:

- Opera Project
- O'Connell Street Public Realm
- Limerick Greenway
- NCW Athletics Track