# ASSOCIATION OF IRISH LOCAL GOVERNMENT

## FINANCIAL STATEMENTS

## - FOR THE YEAR ENDED -

## 31ST DECEMBER 2014

ASSOCIATION OF IRISH LOCAL GOVERNMENT

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ASSOCIATION OF IRISH LOCAL GOVERNMENT

DIRECTOR'S CERTIFICATE

I certify that the Financial Statements for the period ended 31st December 2014 as set out on pages 3 to 9 have been properly prepared in accordance with the accounting policies described in the notes on page 7 and they are in agreement with the Books of Accounts of the Association of Irish Local Government.

Dated this

Liam Kenny
Director

25 November 2015

## ASSOCIATION OF IRISH LOCAL GOVERNMENT

### AUDIT OPINION

I have audited the financial statements on pages 3 to 9, which have been prepared under the historical cost convention and the accounting policies set out on page 7. In line with Local Government Audit practice I have also issued a separate audit report.

**Respective Responsibilities of Management and Auditor**
The management is responsible for the preparation of financial statements. It is my responsibility to form an independent opinion, based on my audit, on those statements and to report my opinion to the members of the Association.

**Basis of Opinion**
The audit was conducted in accordance with the principles and practice of Local Government Audit. An audit includes an examination on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by management in the preparation of the financial statements, and of whether the accounting policies as set out on page 7, are consistently applied and adequately disclosed.

I planned and performed the audit so as to obtain all the information and explanations, which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion I also evaluated the overall adequacy of the preparation of information in the financial statements.

**Opinion**
In common with many organisations of similar size the Association's system of control has always been dependent upon the close involvement of the Director who is responsible for all accounting transactions. Where independent confirmation of the completeness of the accounting records was, therefore, not available I have accepted assurances from the Director that all the Association's transactions have been reflected in the records.

In my opinion, the financial statements presents fairly the state of the Association's affairs at 31st December 2014 and its surplus for the period then ended.

I have obtained all the information and explanations I considered necessary for the purposes of my audit. In my opinion proper books of account, have been kept by the Association.

Anne Halion
Local Government Auditor
25 November 2015

# ASSOCIATION OF IRISH LOCAL GOVERNMENT

## INCOME AND EXPENDITURE ACCOUNT
## FOR THE YEAR ENDED 31ST DECEMBER 2014

| | AILG 7 Month Period End 31/12/2014 | ACCC 5 Month Period End 31/05/2014 | AMAI 5 Month Period End 31/05/2014 | Total Year End 31/12/2014 |
|---|---|---|---|---|
| **Income** | | | | |
| Annual Contribution | 216,351 | 154,537 | 121,660 | 492,548 |
| Conference/Seminar | 27,200 | 18,290 | 43,675 | 89,165 |
| Deposit Interest | - | 7,362 | 2,326 | 9,688 |
| | 243,551 | 180,189 | 167,661 | 591,401 |
| **Administrative Costs** | | | | |
| Delegates Expenses | 83,892 | 90,576 | 135,148 | 309,616 |
| Councillor Training Costs | 68,474 | - | - | 68,474 |
| Seminar/Conference Costs | 21,841 | 16,551 | 12,131 | 50,523 |
| Staff Costs | 108,714 | 46,531 | 33,456 | 188,701 |
| Premises & Office Services Costs | 27,138 | 13,708 | 30,712 | 71,558 |
| Publications/ Public Relations/ Website | 1,287 | 2,737 | - | 4,024 |
| Financial Management | 16,831 | 7,314 | 17,285 | 41,430 |
| Formation/Merger Expenses | 17,897 | - | - | 17,897 |
| **Total Expenditure** | 346,074 | 177,417 | 228,732 | 752,223 |
| (Deficit)/ Surplus of Income Over Expenditure | (102,523) | 2,772 | (61,071) | (160,822) |

# ASSOCIATION OF IRISH LOCAL GOVERNMENT

## SCHEDULE OF EXPENDITURE FOR THE YEAR ENDED 31ST DECEMBER 2014

| | AILG 7 Month Period End 31/12/2014 | ACCC 5 Month Period End 31/05/2014 | AMAI 5 Month Period End 31/05/2014 | Total Year End 31/12/2014 |
|---|---|---|---|---|
| **Delegates Expenses** | | | | |
| General Meeting Expenses | 49,803 | 23,011 | 86,247 | 159,061 |
| Executive Meeting Expenses | 13,460 | 43,786 | 43,005 | 100,251 |
| Executive Members Conference | - | 2,274 | - | 2,274 |
| Delegates Training and Education | 395 | - | - | 395 |
| President's Allowance | 13,350 | 13,350 | 4,000 | 30,700 |
| President's ER PRSI | 1,435 | 1,435 | - | 2,870 |
| President's Travel | 1,552 | - | - | 1,552 |
| Room Hire & Meeting Costs | 3,897 | 6,720 | 1,896 | 12,513 |
| | **83,892** | **90,576** | **135,148** | **309,616** |
| **Councillor Training Costs** | | | | |
| Councillor Training Expenses | **68,474** | - | - | **68,474** |
| **Seminar/Conference Costs** | | | | |
| Seminar/Conference Expenses | **21,841** | **16,551** | **12,131** | **50,523** |
| **Staff** | | | | |
| Staff Wages | 88,839 | 34,752 | 33,456 | 157,047 |
| ER Pension Contributions & ER PRSI | 15,355 | 7,830 | - | 23,185 |
| Travel and Subsistence | 4,520 | 3,949 | - | 8,469 |
| | **108,714** | **46,531** | **33,456** | **188,701** |
| **Premises & Office Services** | | | | |
| Depreciation | 7,968 | 1,760 | 1,855 | 11,583 |
| Office Utilities | 8,133 | 6,734 | 7,927 | 22,794 |
| Communications & Consumables | 11,037 | 5,214 | 14,530 | 30,781 |
| Miscellaneous Expenses | - | - | 6,400 | 6,400 |
| | **27,138** | **13,708** | **30,712** | **71,55** |
| **Publications/Public Relations/ Website** | | | | |
| Publications | - | 2,737 | - | 2,737 |
| Website | 1,287 | - | - | 1,287 |
| | **1,287** | **2,737** | - | **4,024** |
| **Financial Management** | | | | |
| Accountancy & Payroll Services | 11,974 | 6,396 | 3,568 | 21,938 |
| Bank Interest & Charges | 227 | 918 | 423 | 1,568 |
| Audit | 4,630 | - | 1,941 | 6,571 |
| Consultancy Fees | - | - | 11,353 | 11,353 |
| | **16,831** | **7,314** | **17,285** | **41,430** |
| **Projects** | | | | |
| Costs of Formation Merger | **17,897** | - | | **17,897** |
| **Total Expenditure** | **346,074** | **177,417** | **228,732** | **752,223** |

## ASSOCIATION OF IRISH LOCAL GOVERNMENT

## BALANCE SHEET AS AT 31ST DECEMBER 2014

| | | € | € |
|---|---|---|---|
| **ASSETS EMPLOYED** | | | |
| **FIXED ASSETS** | 2 | | 355,295 |
| Prize Bonds | | | 25 |
| **CURRENT ASSETS** | | | |
| Debtors and Prepayments | | 35,241 | |
| Cash at Bank and in Hand | | 1,569,794 | |
| | | 1,605,035 | |
| **CURRENT LIABILITIES** | | | |
| Creditors and Accruals | | 26,142 | |
| **NET CURRENT ASSETS** | | | 1,578,893 |
| **TOTAL ASSETS LESS CURRENT LIABILITIES** | | | 1,934,213 |
| **REPRESENTED BY:** | | | |
| Reserves | | | 2,095,035 |
| (Deficit) For The Year | | | (160,822) |
| | | | 1,934,213 |

ASSOCIATION OF IRISH LOCAL GOVERNMENT

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER 2014

| | Notes | € | € |
|---|---|---|---|
| **NET CASH OUTFLOW FROM OPERATING ACTIVITIES** | 3 | | (175,850) |
| **NET CASH OUTFLOW FROM RETURNS ON INVESTMENTS AND SERVICING OF FINANCE** | | | |
| **Investing activities:** | | | |
| Purchase of Tangible Fixed Assets | | | |
| Purchase of Prize Bonds | | | |
| **NET CASHFLOW FROM INVESTING ACTIVITIES** | | | - |
| **Capital Expenditure:** | | | |
| Receipts from Sales of Tangible Assets | | - | |
| **NET CASH INFLOW FOR CAPITAL EXPENDITURE** | | | - |
| **NET CASH OUTFLOW BEFORE FINANCING** | | | (175,850) |
| **NET CASH INFLOW FROM FINANCING** | | | |
| Capital Introduced | | | - |
| **INCREASE IN CASH AND CASH EQUIVALENTS** | 4 | | (175,850) |
| | | | (175,850) |

## 1. ACCOUNTING POLICIES

### 1.1 BASIS OF ACCOUNTING

The accounts are prepared under the historical cost convention.

### 1.2 INCOME

The main source of income is from annual contributions payable to the Council from Local Authorities. These contributions are now set annually by the full body of the Association Council following notification of the proposed estimates to the member councils and the Minister of the Environment. This procedure is provided for by Section 225 of the Local Government Act 2001 and the Association of Irish Local Government adopted under that section.

### 1.3 TAXATION

Provision has not been made in these accounts for any potential taxation liabilities.

### 1.4 FIXED ASSETS

Fixed Assets are stated at cost less depreciation.

Premises were initially recognised at cost. This has been subsequently carried at the revalued amount less accumulated impairment losses. Premises are subsequently carried at the revalued amounts less accumulated depreciation and accumulated impairment losses.

Premises are revalued by independent professional valuers at regular intervals and whenever their carrying amounts are likely to differ materially from their revalued amounts. When an asset is revalued, any accumulated depreciation at the date of revaluation is eliminated against the gross carrying amount of the asset. The net amount is then restated to the revalued amount of the asset.
Depreciation is charged at rates calculated to write off the Assets over their estimated useful lives. The following rates are applied:

| | |
|---|---|
| Office Equipment & Fixtures (including computers) | 25%/10% Straight Line |
| Premises | 2% Straight Line |

### 1.5 ACCOUNTS PERIOD

The accounts have been prepared for the year ending 31st December 2014.

The Government White Paper 'Putting People First' published October 2012, Chapter 11.6.3 indicated that the Association of County & City Councils would be expected to form a merger with the Association of Municipal Authorities of Ireland. The new Association (Association of Irish Local Government) was to be formed on 1st June 2014.
The legislative context for such a merger is located in the Local Government Act 2001, Section 225 & 226.

## 2 TANGIBLE FIXED ASSETS

| | Premises | Office Equipment & Fixtures | Chain of Office | Total |
|---|---|---|---|---|
| | € | € | € | € |
| Cost | | | | |
| At 1st June 2014 | 375,812 | 76,616 | 2,075 | 454,503 |
| Additions | - | - | - | - |
| Revaluation | - | - | - | - |
| At 31st December 2014 | 375,812 | 76,616 | 2,075 | 454,503 |
| Depreciation | | | | |
| At 1st June 2014 | 39,552 | 51,688 | - | 91,240 |
| Charge for the period | 4,300 | 3,668 | - | 7,968 |
| Revaluation | - | - | - | - |
| At 31st December 2014 | 43,852 | 55,356 | - | 99,208 |
| Net book value at 31st December 2014 | 331,960 | 21,260 | 2,075 | 355,295 |
| Net book value at 31st May 2014 | 336,260 | 24,928 | 2,075 | 363,263 |

## 3. RECONCILIATION OF OPERATING PROFIT TO NET CASH INFLOW FROM OPERATING ACTIVITIES

| | Year End 31/12/2014 € |
|---|---|
| Operating Loss | (160,822) |
| Depreciation | 11,563 |
| Decrease/(Increase) in Debtors | (18,303) |
| Increase/(Decrease) in Creditors Due Within One Year | (8,308) |
| **Net Cash Outflow From Operating Activities** | (175,850) |

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST DECEMBER 2014

## 4. ANALYSIS OF CHANGES IN CASH AND CASH EQUIVALENTS

| | € |
|---|---|
| Cash at Bank and in Hand at Beginning of Period | 1,745,644 |
| Cash at Bank and in Hand at End of Period | 1,569,794 |
| Net movement | (175,850) |



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Association of Irish Local Government
Office 10
Manor Mills
Maynooth
Co. Kildare

AILG
Association of Irish Local Government

Budgeted Income & Expenditure Account 2016

| | Jan - Dec 2016 € |
|---|---|
| **Budgeted Income** | |
| Annual Subscriptions | 368,900.00 |
| Annual Spring Conference Registration | 37,500.00 |
| Autumn Seminar Registration | 37,500.00 |
| Sponsorship | 6,500.00 |
| Other Income | 12,500.00 |
| Training Income | 69,000.00 |
| **Total Budgeted Income** | 531,900.00 |
| **Budgeted Expenditure** | |
| Delegate Meeting Expenses | 205,867.46 |
| Secretariat Expenses - Incl Presidential Allowance | 199,557.25 |
| Office Expenses | 25,250.00 |
| Annual Conference & Autumn Seminar Expenses | 36,650.00 |
| Miscellaneous Expenses - Incl Training Costs | 59,169.00 |
| Total Budgeted Expenditure | 526,493.71 |
| Surplus/(Deficit) | 5,406.29 |