



**WITH REFERENCE TO REVISED EXPENDITURE FOR 2018 SUBMITTED IN
ACCORDANCE WITH SECTION 104 LOCAL GOVERNMENT ACT 2001**

Section 104 of the Local Government Act 2001 provides that the elected members be informed of additional expenditure incurred, above the values agreed by the members in the adopted budget.

Actual incurred expenditure for the financial year 2018 amounted to €917.1m. The value of budgeted expenditure for this year as adopted during the 2018 Adopted Budgeting Process was €917.4m, resulting in a variance of €0.3m incurred expenditure less than budgeted expenditure.

Service Divisions	Budgeted Expenditure 2018	Actual Expenditure 2018	Expenditure (Over)/ Under Adopted Budget
Housing & Building	349,460,428	356,550,202	(7,089,774)
Roads Transportation & Safety	111,757,402	108,185,718	3,571,684
Water Services	61,215,729	56,435,573	4,780,156
Development Management	49,002,394	49,641,561	(639,167)
Environmental Services	191,071,751	197,138,833	(6,067,082)
Recreation & Amenity	93,713,925	94,982,511	(1,268,586)
Agriculture, Education, Health & Welfare	2,523,704	1,905,392	618,312
Miscellaneous Services	58,666,295	52,243,584	6,422,711
Total Service Divisions Groups	917,411,628	917,083,374	328,254

Actual expenditure was above the adopted budget value in the following service divisions: Housing & Building, Development Management, Environmental Services and Recreation & Amenity. All incurred expenditure above budgeted values was offset by increased income or by savings made in other areas of expenditure.

The background to each service where incurred expenditure was above budgeted values is listed below.

Housing & Building (€7,089,774)

The increase in expenditure in 2018 of €7m, compared to the original budget, is related to the following areas. Additional expenditure of €2.6m incurred by Homeless HAP service. €2.2m extra Disabled Persons Grants were paid out during the year, which were partially funded 80% by the Department and 20% by DCC. €2m of additional expenditure related to Housing maintenance. AHB Leasing increased by €1.2m, all of which is funded by the Department. There were savings made in other areas of expenditure which helped offset these increased costs.

Development Management (€639,167)

The increased expenditure against the original budget for Development Management is primarily in the Community Enhancement Programme. The expenditure of €1.363m is matched by a grant from the Department of Rural, Community Affairs.

Environmental Services (€6,067,082)

The increase in expenditure for 2018 of €6.1m is spread across a number of areas. The main areas relates to the refurbishment of Eblana House and Smithfield. The works were completed ahead of schedule which lead to a greater portion of costs incurred in 2018 (€1.2m). Bring Centres also had unfavourable expenditure (€0.5m), which was offset by additional income received. The National TFS Office had additional expenditure (€0.95m), which was also offset by increased income in the year. Street Cleaning had an over spend (€0.8m) due to increased operational costs.

Recreation & Amenity (€1,268,586)

Recreation & Amenity incurred additional expenditure in the following areas, Community Grants of €745k and Operation of the Arts Programme of €591K. Additional Income and savings made in other areas helped offset these increased costs.

Transfers to Capital Accounts

Approval of the members is sought for transfers to reserves, not specifically provided for in the budget. The net transfers to/from reserves are €36.4m in the Income & Expenditure Account.

Transfers to Capital	€37.5m
Transfers from Capital	€1.1m
Net transfers	<u>€36.4m</u>

Of the net €36.4m transferred to Capital, €6.9m was not specifically provided for in the budget. The details are as follows:

	€m
Contribution to Area Offices Projects	0.2
Contribution to Development Management Projects	0.4
Contribution to Environmental Services Projects	0.6
Contribution to Housing and Building Projects – Gas Boilers	0.7
Contribution to IS, HR, Procurement and Corporate Services Reserves	1.1
Contribution to Pension Reserve –Fire Brigade	1.0
Contribution to Recreation and Amenity projects	0.8
Contribution to Roads and Transportation Projects	2.1
Total	6.9

Approval is sought of the elected members to:

- a) The revised expenditure as detailed above, in accordance with Section 104 of the Local Government Act 2001, and
- b) Transfers to Capital Account.

Resolution:

That Dublin City Council notes the contents of Report 107/2019 and assents to the proposals outlined therein.

Owen P. Keegan
Chief Executive

20th March 2019