

Notes

Forming part of the Financial Statements

7 Area regeneration	2004	2003
	€	€
Cost	16,480,773	15,279,080
Revenue grants	(1,443,390)	(6,424,090)
	<u>15,037,383</u>	<u>8,854,990</u>

As the area regeneration costs are incurred as part of the Authority's mandate to enhance public areas and support community-based initiatives, the costs are shown after the operating surplus for the year.

The revenue grants received relate to expenditure incurred on programmes to enhance the Campshires and other public areas.

8 Investment in subsidiary undertakings

Authority		
North Wall Quay/Mayor Street Management Ltd	128	128
Grand Canal Harbour Management Company Ltd	128	128
chq Events Ltd	1	1
chq Ltd	1	1
	<u>258</u>	<u>258</u>

The Authority holds 100% of the issued share capital (128 ordinary shares of 1 euro each) of North Wall Quay/Mayor Street Management Limited. The principal activity of this company is to maintain the public areas in, about, or relating to the development of land as defined in the Second Schedule of the Dublin Docklands Development Authority Act, 1997. The registered office of the company is Marketing Centre, Custom House Quay, Dublin 1.

The Authority holds 100% of the issued share capital (128 ordinary shares of 1 euro each) of Grand Canal Harbour Management Company Limited. The principal activity of this company is to maintain the public areas in, about, or relating to the development on the land of the Grand Canal Harbour area, which is within the Dublin Docklands area as defined in the First Schedule of the Dublin Docklands Development Authority Act 1997. The registered office of the company is Custom House Quay, Dublin 1.

Notes

Forming Part of the Financial Statements

8 Investment in subsidiary undertakings (continued)

The Authority holds 100% of the issued share capital (1 ordinary share of 1 euro) of chq Events Ltd (formerly Stack A Museum Limited). The principal activity of this company is to manage the event space to be provided within the chq development. The registered office of the company is Custom House Quay, Dublin 1.

The Authority holds 100% of the issued share capital (1 ordinary share of 1 euro) of chq Ltd. (formerly Stack A Management Company Limited). The principal activity of this company is to manage the chq retail and restaurant space. The registered office of the company is Custom House Quay, Dublin 1.

9 Tangible fixed assets

<i>Group and Authority</i>	Land and buildings	Office fixtures, fittings and equipment	Total
	€	€	€
Cost			
At beginning of year	623,283	1,515,065	2,138,348
Additions	–	124,458	124,458
At 31 December 2004	623,283	1,639,523	2,262,806
Accumulated depreciation			
At beginning of year	30,595	1,211,462	1,242,057
Charge for year	2,294	171,471	173,765
Impairment charge	590,394	–	590,394
At 31 December 2004	623,283	1,382,933	2,006,216
Net book value At 31 December 2004	–	256,590	256,590
At 31 December 2003	592,688	303,603	896,291

The Authority has written off the remaining net book value of land and buildings at 31 December 2004 as these assets will be demolished in 2006.

Notes

Forming part of the Financial Statements

10 Investment properties

	2004		2003	
	Group	Authority	Group	Authority
	€	€	€	€
Opening balance	2,318,800	2,318,800	1,600,000	1,600,000
Revaluation gain	306,000	306,000	718,800	718,800
Impairment charge	(100,000)	(100,000)	–	–
Closing balance	2,524,800	2,524,800	2,318,800	2,318,800

The impairment charge arises on a revaluation of one property below its original cost.

The investment properties were revalued at 31 December 2004, on an open market basis by Hamilton Osborne King, Lambert Smith Hampton, Palmer McCormack and Jones Lang La Salle resulting in a surplus on revaluation of €306,000 (note 15).

11 Development assets

	2004		2003	
	Group	Authority	Group	Authority
	€	€	€	€
<i>Fixed development assets</i>				
Opening balance	2,213,597	2,213,597	2,231,683	2,231,683
Additions in year	56,250	56,250	17,723	17,723
Transferred to Income and Expenditure Account	–	–	(35,809)	(35,809)
	2,269,847	2,269,847	2,213,597	2,213,597
<i>Current development assets</i>				
Opening balance	82,431,653	82,431,653	65,941,095	65,941,095
Additions in year	10,311,333	10,311,333	24,823,362	24,823,362
Transferred to Income and Expenditure Account	(7,361,885)	(7,361,885)	(8,332,804)	(8,332,804)
	85,381,101	85,381,101	82,431,653	82,431,653

Notes

Forming part of the Financial Statements

12 Debtors	2004		2003	
	Group	Authority	Group	Authority
	€	€	€	€
Trade debtors	2,346,828	2,346,828	72,999	72,999
Other debtors	22,455	22,455	157,726	157,726
Accrued income	183,816	183,816	16,208,616	16,208,616
Prepayments	149,616	149,616	90,447	90,447
Interest receivable	23,832	23,832	14,865	14,865
VAT receivable	152,748	152,748	1,310,240	1,310,240
	<u>2,879,295</u>	<u>2,879,295</u>	<u>17,854,893</u>	<u>17,854,893</u>

All amounts fall due within one year.

13 Creditors: amounts falling due within one year	2004		2003	
	Group	Authority	Group	Authority
	€	€	€	€
Creditors and accrued expenses	8,621,841	8,621,841	11,987,399	11,987,399
Deferred income	1,241,114	1,241,114	86,500	86,500
Bank overdraft	–	–	428,998	428,998
Capital creditors and provisions	1,818,220	1,818,220	1,717,863	1,717,863
Amounts payable to subsidiary undertakings	–	258	–	258
	<u>11,681,175</u>	<u>11,681,433</u>	<u>14,220,760</u>	<u>14,221,018</u>

Notes

Forming part of the Financial Statements

14 Provisions for liabilities and charges	2004	2003
	€	€
<i>Group and Authority</i> (note 22)		
Pensions and similar obligations		
At beginning of year	4,693,000	4,121,655
Charged during year	558,034	569,413
Members' contributions	58,376	51,632
Payments to pensioner	(114,410)	(49,700)
	<u>5,195,000</u>	<u>4,693,000</u>
15 Revaluation surplus Group and Authority	2004	2003
	€	€
At beginning of year	718,800	–
Unrealised revaluation surplus on investment properties (note 10)	306,000	718,800
Balance at end of year	<u>1,024,800</u>	<u>718,800</u>
16 Reconciliation of operating surplus to net cash inflow from operating activities	2004	2003
	€	€
Operating surplus	11,837,372	3,678,554
Area regeneration costs	(15,037,383)	(8,854,990)
Depreciation	173,765	235,449
Increase in debtors	(1,040,235)	(1,432,992)
(Decrease)/increase in creditors	(2,210,944)	2,864,430
Increase in pension provision	502,000	571,345
Net movement in accrued income	16,024,800	(1,380,616)
Tangible fixed asset impairment	590,394	–
Investment property impairment	100,000	–
Net cash inflow/(outflow) from operating activities	<u>10,939,769</u>	<u>(4,318,820)</u>

Notes

Forming part of the Financial Statements

17 Reconciliation of net cash flow to movement in net funds	2004	2003
	€	€
Increase/(decrease) in cash for the year	681,756	(1,840,304)
Increase/(decrease) in liquid resources	7,682,018	(22,754,801)
Change in net funds	8,363,774	(24,595,105)
Net funds at beginning of year	13,588,109	38,183,214
Net funds at end of year	21,951,883	13,588,109

18 Analysis of net funds	At 31 December 2003	Cash flows	At 31 December 2004
	€	€	€
Cash at bank and on hand	772	252,758	253,530
Overdraft	(428,998)	428,998	–
Net cash	(428,226)	681,756	253,530
Commercial paper	14,016,335	7,682,018	21,698,353
Net funds	13,588,109	8,363,774	21,951,883

19 Capital commitments

As part of its general duty under Section 18 of the Dublin Docklands Development Authority Act 1997 the Authority continues to provide for improvement in the physical environment in the Dublin Docklands area and to achieve this future capital commitments (including Area Regeneration & Infrastructure) approved by the Executive Board but not provided for in the financial statements are as follows:

	2004	2003
	€	€
Contracted	18,368,000	32,640,000
Authorised but not contracted	136,186,000	73,729,000
	154,554,000	106,369,000

Notes

Forming part of the Financial Statements

20 Related party disclosures

On 1 May 1997 the Authority was established as a body corporate pursuant to the provisions of the Dublin Docklands Development Authority Act 1997 (No. 7) under the aegis of the Department of the Environment and Local Government.

21 Taxation

Under the provisions of Section 220 of the Taxes Consolidation Act 1997 the Authority is exempt from Corporation Tax. It is also exempt from capital gains tax under Section 610 of the Taxes Consolidation Act 1997.

22 Pension obligations

The Authority operates two unfunded defined benefit pension schemes, – the Dublin Docklands Development Authority Superannuation Scheme, 2000 and the Dublin Docklands Development Authority Spouses and Children's Pension Scheme, 2000.

The pension costs of these schemes have been assessed in accordance with the advice of an independent qualified actuary using the Projected Unit Method. An actuarial assessment is carried out annually, the latest such assessment was at 31 December 2004.

The pension obligation was determined using a discount rate of 0.50% (2003: 1.00%) in excess of the assumed rate of general pay and pension increase.

For the purposes of the FRS17 disclosures the following principal assumptions were used by the actuary:

	2004	2003	2002
Discount rate	4.50%	5.00%	5.00%
Rate of increase in salaries and pensions in payment	4.00%	4.00%	4.00%
Inflation assumption	3.00%	3.00%	3.00%
As the scheme is unfunded there are no assets.			
The present value of the Schemes' Liabilities is	€5,195,000	€4,693,000	€4,121,655
Net Pension Liability under FRS17	€5,195,000	€4,693,000	€4,121,655

Notes

Forming part of the Financial Statements

22 Pension obligations (continued)

The total pension charge for the year ended 31 December 2004 amounted to €558,034 (2003: €569,413). Had the Authority adopted FRS17, the charge would have been presented in the financial statements as follows:

	2004	2003
	€	€
Charged to operating profit	198,000	242,000
Charged to net finance income	232,000	205,000
	<u>430,000</u>	<u>447,000</u>
Analysis of the amount that would have been charged to operating profit under FRS 17:		
Current service cost	198,000	163,000
Past service cost	–	79,000
	<u>198,000</u>	<u>242,000</u>
Analysis of the amount that would have been charged to net finance income under FRS 17:		
Interest on pension scheme liabilities	232,000	205,000
	<u>232,000</u>	<u>205,000</u>
Analysis of the actuarial (loss)/gain that would have been recognised in the statement of total recognised gains and losses:		
Experience gains and losses arising on the scheme liabilities	506,000	(122,000)
Changes in assumptions underlying the present value of the scheme liabilities	(635,000)	–
	<u>(129,000)</u>	<u>(122,000)</u>

Notes

Forming part of the Financial Statements

22 Pension obligations (continued)	2004	2003
	€	€
History of experience gains and losses		
Experience gains and losses on scheme liabilities:		
Amount	(129,000)	(122,000)
Percentage of the present value of scheme liabilities	2.5%	2.6%
Total actuarial loss recognised	(129,000)	(122,000)
Percentage of the present value of scheme liabilities	2.5%	2.6%

23 Approval of financial statements

The financial statements were approved by the members of the Executive Board on 10 February 2005.

Appendix A

Consultants and Advisers 2004

The Authority uses the services of consultants and advisers as necessary to assist in the discharge of its functions. As provided for in the Dublin Docklands Development Authority Act, the Authority maintains a register of persons who have notified the Authority of their availability and qualification to provide particular services. The Authority has regard to this list when engaging consultants and advisers. The following provided services to the Authority during the period under review:

Paul Allen & Associates

AON Consulting

ARRA HRD Ltd

Arup Consulting Engineers

Barrett Mahony Consulting Engineers

BFK Strategic Design

Brava Productions

Brindley Advertising

BrookHill Ltd

Bruce Shaw Partnership

Bruce Shaw Safety Management

Colin Buchanan & Partners

Burdon Craig Dunne Henry

Carr Communications Ltd

Michael Collins & Associates

Conran & Partners

Anthony Cotter Architects

Arthur Cox

Creative Inc.

Cushman & Wakefield Healey & Baker

Duffy Mitchell O'Donoghue

Enable Technologies

Faber Maunsell

Fitzroy Robinson International

Niall Fitzsimons & Co

Fleishman-Hillard Saunders

Focus Project Management

4Front

William Fry

Arthur Gibney

John Givens & Associates

A & L Goodbody

Eamonn Halpin & Co

Hamilton Osborne King

Harrington Bannon

Healy Kelly & Partners

Holohan Leisure

Index Creative Communications

Jones Lang LaSalle

Journeyman Productions

Jump !

KPMG

Lambert Smith Hampton

Land Surveys

Landwell Solicitors

Loci

MacCabe Durney

McCann Fitzgerald

McCullough Mulvin

Ian Magahy & Associates

Matheson Ormsby Prentice

Millward Brown IMS

Mindshare Media Ireland

Mitchell & Associates

Mouchel Parkman Ireland Ltd

Moveable Bridges Ltd

Ninth Square Web Dev Ltd

Noreside

O'Connor Sutton Cronin

Nicholas O'Dwyer & Partners

Brian O'Halloran & Associates

Ole Steen Knudsen

Omar Consulting Engineers Ltd

O'Mara Geraghty McCourt

Origin Design Assoc Ltd

Palmer McCormack

PHA Lighting Design

Portmead Limited

Precision Surveys

PriceWaterHouse Coopers

Michael Punch & Partners

Patricia Quinn Consulting

Rankin Associates

Reflex Computing Equations Ltd

RFR

Denis Rooney Associates

RPS McHugh

Scroope Design

Michael N Slattery & Associates

SourceLines

Christopher Southgate & Associates

Strata3

Time Productions

TORC Consulting Group

TRL Ltd

Ward Solutions Ltd

White & Associates

Willis Risk Management

Wilson Hartnell PR Ltd

Wink Lighting

W1 Design

Wood & Wood

XMi Limited

Appendix B

Attendance at 2004 Executive Board Meetings

The Executive Board met 13 times during the period of the report

<i>Executive Board</i>	<i>Meetings Attended</i>
<i>Lar Bradshaw</i>	<i>13</i>
<i>Angela Cavendish</i>	<i>11</i>
<i>Donall Curtin</i>	<i>12</i>
<i>Sean Fitzpatrick</i>	<i>9</i>
<i>Declan McCourt</i>	<i>10</i>
<i>Mary Moylan</i>	<i>10</i>
<i>Joan O'Connor</i>	<i>10</i>
<i>Niamh O'Sullivan</i>	<i>12</i>

Attendance at 2004 Council Meetings

The Council met 6* times during the period of the report

<i>Council</i>	<i>Meetings Attended</i>
<i>Lar Bradshaw</i>	<i>6</i>
<i>Betty Ashe</i>	<i>5</i>
<i>Royston Brady</i>	<i>0 (retired July 2004)</i>
<i>John Boylan</i>	<i>2</i>
<i>Sean Carey</i>	<i>2</i>
<i>Michael Conroy</i>	<i>5</i>
<i>Benny Coughlan</i>	<i>3</i>
<i>Enda Connellan</i>	<i>0</i>
<i>Cllr Emer Costello</i>	<i>2</i>
<i>Frances A. Corr</i>	<i>6</i>
<i>Willie Dwyer</i>	<i>5</i>
<i>Mary Finan</i>	<i>6</i>
<i>Niall Grogan</i>	<i>0</i>
<i>Cllr Tony Gregory</i>	<i>3 (retired July 2004)</i>
<i>Sandra Guilfoyle</i>	<i>4</i>
<i>Arthur Hickey</i>	<i>3</i>
<i>Cllr Kevin Humphreys</i>	<i>2</i>
<i>John Henry</i>	<i>4</i>
<i>Cllr Garry Keegan</i>	<i>0</i>
<i>Seanie Lambe</i>	<i>6</i>
<i>Pat Magner</i>	<i>1</i>
<i>Sheena McCambley</i>	<i>3</i>
<i>Charlie Murphy</i>	<i>6</i>
<i>Geraldine O'Driscoll</i>	<i>5</i>
<i>Cllr Aodhán Ó Riordáin</i>	<i>3 (appointed September 2004)</i>
<i>Cllr Tom Stafford</i>	<i>3 (appointed September 2004)</i>
<i>Liam Whelan</i>	<i>5</i>
<i>Dolores Wilson</i>	<i>5</i>

* Three meetings of the Council were held on scheduled dates