

# Notes

## Forming part of the financial statements

### 10 Investment properties

	2005		2004	
	Group €	Authority €	Group €	Authority €
Opening balance	2,524,800	2,524,800	2,318,800	2,318,800
Revaluation gain	–	–	306,000	306,000
Impairment charge	–	–	(100,000)	(100,000)
Closing balance	2,524,800	2,524,800	2,524,800	2,524,800

The investment properties were valued at 31 December 2005 on an open market value basis by Paul Stenson, a professionally qualified employee of the Authority. The most recent external professional valuation was performed on an open market value basis at 31 December 2004.

### 11 Development assets

	2005		2004	
	Group €	Authority €	Group €	Authority €
<i>Fixed development assets</i>				
Opening balance	2,269,847	2,269,847	2,213,597	2,213,597
Additions in year	1,058,219	1,058,219	56,250	56,250
	3,328,066	3,328,066	2,269,847	2,269,847
<i>Current development assets</i>				
Opening balance	85,381,101	85,381,101	82,431,653	82,431,653
Additions in year	3,541,792	3,541,792	10,311,333	10,311,333
Transferred to Tangible Fixed Assets	(991,022)	(991,022)	–	–
Transferred to Income and Expenditure Account	(11,111,961)	(11,111,961)	(7,361,885)	(7,361,885)
	76,819,910	76,819,910	85,381,101	85,381,101

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### 12 Debtors

	2005		2004	
	Group €	Authority €	Group €	Authority €
Trade debtors	3,840,934	3,840,934	2,346,828	2,346,828
Other debtors	18,148	18,148	22,455	22,455
Accrued income	7,148,384	7,148,384	183,816	183,816
Prepayments	202,483	202,483	149,616	149,616
Interest receivable	28,398	28,398	23,832	23,832
VAT receivable	360,298	360,298	152,748	152,748
	11,598,645	11,598,645	2,879,295	2,879,295

All amounts fall due within one year.

### 13 Creditors: amounts falling due within one year

	2005		2004	
	Group €	Authority €	Group €	Authority €
Creditors and accrued expenses	8,235,891	8,235,891	8,621,841	8,621,841
Deferred income	134,536	134,536	1,241,114	1,241,114
Capital creditors and provisions	795,242	795,242	1,818,220	1,818,220
Amounts payable to subsidiary undertakings	–	258	–	258
	9,165,669	9,165,927	11,681,175	11,681,433

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### 14 Pensions

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 Authority accounts for pensions in accordance with FRS 17 "Retirement Benefits".

The pension obligations of these schemes under FRS 17 have been assessed in accordance with the advice of an independent qualified actuary. An actuarial assessment is carried out annually; the latest such assessment was as at 31 December 2005.

The main financial assumptions used by the actuary were:

	2005	2004	2003
Valuation method	Projected unit	Projected unit	Projected unit
Discount rate	4.25%	4.50%	5.00%
Rate of increase in salaries and pensions in payment	4.00%	4.00%	4.00%
Inflation assumption	2.75%	3.00%	3.00%
As the scheme is unfunded there are no assets			
Present value of the Schemes' Liabilities	€6,215,000	€5,195,000	€4,693,000
Net Pension Liability	€6,215,000	€5,195,000	€4,693,000

The movement in the deficits on the schemes is shown below.

	2005	2004
	€	€
<i>Group and Authority</i>		
At beginning of year	5,195,000	4,693,000
Current service cost	330,912	198,034
Members' contributions	75,800	58,376
Payments to pensioners	(66,712)	(114,410)
Finance costs	233,000	232,000
Actuarial loss	447,000	128,000
	6,215,000	5,195,000

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### 14 Pensions (continued)

*Analysis of amount charged to operating expenses:*

	2005 €'000	2004 €'000
Current service cost	331	198
Past service cost	–	–
	331	198

*Analysis of amount charged to finance costs:*

Interest on pension schemes' liabilities	233	232
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*Analysis of the actuarial loss recognised in the statement of total recognised gains and losses:*

Experience gains and losses arising on the schemes' liabilities	(132)	506
Changes in assumptions underlying the present value of the schemes' liabilities	(315)	(634)
	(447)	(128)

*History of experience gains and losses*

	2005 €	2004 €	2003 €	2002 €
Experience gains and losses on schemes' liabilities	(132,000)	506,000	(122,000)	12,000
Percentage of the present value of schemes' liabilities	2.1%	9.7%	2.6%	0.3%
Total actuarial loss recognised	(447,000)	(129,000)	(122,000)	12,000
Percentage of the present value of schemes' liabilities	7.2%	2.5%	2.6%	0.3%

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### 15 Revaluation surplus

<i>Group and Authority</i>	2005 €	2004 €
At beginning of year	1,024,800	718,800
Unrealised revaluation surplus on investment properties	–	306,000
Balance at end of year	1,024,800	1,024,800

### 16 Reconciliation of operating surplus to net cash inflow from operating activities

	2005 €	2004 As restated €
Operating surplus	18,028,122	12,197,372
Area regeneration costs	(9,433,190)	(15,037,383)
Depreciation	413,080	173,765
Amounts transferred to cost of sales from development assets	11,111,961	7,361,885
Increase in debtors	(1,750,216)	(1,040,235)
Net movement in accrued income	(6,964,568)	16,024,800
Decrease in creditors	(1,492,528)	(2,210,944)
Increase in pension provision	340,000	142,000
Tangible fixed asset impairment	–	590,394
Investment property impairment	–	100,000
Net cash inflow from operating activities	10,252,661	18,301,654

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### 17 Reconciliation of net cash flow to movement in net funds

	2005 €	2004 €
(Decrease)/increase in cash for the year	(67,994)	681,756
Increase in liquid resources	1,987,309	7,682,018
Change in net funds	1,919,315	8,363,774
Net funds at beginning of year	21,951,883	13,588,109
Net funds at end of year	23,871,198	21,951,883

### 18 Analysis of net funds

	At 31 December 2004 €	Cash flows €	At 31 December 2005 €
Cash	253,530	(67,994)	185,536
Liquid resources – commercial paper	21,698,353	1,987,309	23,685,662
Net funds	21,951,883	1,919,315	23,871,198

### 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:

	2005 €	2004 €
Contracted	–	18,368,000
Authorised but not contracted	69,817,000	136,186,000
	69,817,000	154,554,000

# 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 under the aegis of the Department of the Environment, Heritage 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 Prior year adjustment – change in accounting policy

The Group fully adopted FRS 17 “Retirement Benefits” in its financial statements from 1 January 2005. The financial information for the year ended 31 December 2004 which was prepared under SSAP 24 “Pension costs” has been restated following the adoption of FRS 17.

There was no overall impact on the net assets of the Group and Authority as at 31 December 2004. Changes in presentation which arose are summarised below:

	As previously reported €	Prior year adjustment €	As restated €
<b>Consolidated income and expenditure account</b>			
Surplus before operating expenses	17,740,943	–	17,740,943
Operating expenses			
– remuneration and allowances	(2,368,348)	360,000	(2,008,348)
– other	(3,535,223)	–	(3,535,223)
Operating surplus	11,837,372	360,000	12,197,372
Interest receivable	462,771	–	462,771
Interest on pension schemes’ liabilities	–	(232,000)	(232,000)
Area regeneration costs	(15,037,383)	–	(15,037,383)
Deficit for year	(2,737,240)	128,000	(2,609,240)

# Notes

## Forming part of the financial statements

### 22 Prior year adjustment (*continued*)

	As previously reported €	Prior year adjustment €	As restated €
<i>Consolidated statement of total recognised gains and losses</i>			
Deficit for year	(2,737,240)	128,000	(2,609,240)
Unrealised surplus on revaluation of investment property	306,000	–	306,000
Actuarial loss recognised in the pension schemes	–	(128,000)	(128,000)
<b>Total recognised gains and losses for year</b>	<b>(2,431,240)</b>	<b>–</b>	<b>(2,431,240)</b>
<i>Balance sheet – Group and Authority</i>			
Total assets less current liabilities	103,582,341	–	103,582,341
Provisions for liabilities and charges	(5,195,000)	5,195,000	–
Net pension liability	–	(5,195,000)	(5,195,000)
<b>Net assets</b>	<b>98,387,341</b>	<b>–</b>	<b>98,387,341</b>

### 23 Contingent liabilities

The Authority has a contingent liability to pay €6,250,000 to the Electricity Supply Board in the event that there is insufficient demand for electricity in a certain development area following completion of the related development. The Authority do not expect any liability to crystallise in that regard.

### 24 Approval of financial statements

The financial statements were approved by the members of the Executive Board on 31 May 2006.

# Appendix A

## Consultants and Advisors 2005

The Authority uses the services of consultants and advisors 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 advisors. The following provided services to the Authority during the period under review:

Amarach Consulting	Davis Langdon PKS	Loci	Michael Punch & Partners
ARC Architectural Consultants	dDesign	MacCabe Durney	Patricia Quinn Consulting
Paul Arnold Architects	Delap & Waller	McCann Fitzgerald	Royal Haskoning
ARRA HRD Ltd	Donaghy + Dimond Architects	McCarthy Hyder	Sagittarius Marketing Ltd
Arup Consulting Engineers	Niall Fitzsimons & Co	McConkey Performance Mgm Ltd	John C Scannell
Bannon Commercial	Fleishman-Hillard	McCullough Mulvin	Martha Schwartz Inc.
Barrett Mahony Consulting Engineers	Focus Project Management	Millward Brown IMS	Michael N Slattery & Associates
BFK Strategic Design	William Fry	Mindshare Media Ireland	Clodhna Shaffrey
Brady Shipman Martin	GEHL Architects	Mitchell & Associates	SourceLines
Brava Productions	John Givens & Associates	Mouchel Parkman Ireland Ltd	Christopher Southgate & Associates
Brindley Advertising	A & L Goodbody	NBK Designs Ltd	John Spain Associates
Bruce Shaw Partnership	Kenneth Grubb Associates Ltd	Ninth Square Web Dev Ltd	Speirs & Major Associates Ltd
Bruce Shaw Safety Management	Gustafson Porter Ltd	O'Connor Sutton Cronin	Strata3
Burdon Craig Dunne Henry	Hamilton Osborne King	O'Donnell + Tuomey	Time Productions
Buro Happold Ltd	Healy Kelly/Turner Townsend	Nicholas O'Dwyer	TORC Consulting Group
CB Richard Ellis Gunne	Holohan Leisure	Brian O'Halloran & Associates	Urban Initiatives
Celtic Surveys Ltd	Hooke & McDonald	Ole Steen Knudsen	Ward Solutions Ltd
Michael Collins & Associates	Howley Harrington Architects	K P O'Mahony & Co Ltd	West8
Conran & Partners	HWBC	Omar Consulting Engineers Ltd	White Young Green
Paul Corrigan & Associates	Index Creative Communications	Oppermann Associates	Willis Risk Management
Arthur Cox	Jacobs UK Ltd	Origin Design Assoc Ltd	Wilson Hartnell PR Ltd
Coyne Associates	Jones Lang LaSalle	Ove Arup & Partners	W1 Design
Cunnane Stratton Reynolds	KPMG	Palmer McCormack	Wood & Wood Design
Datum Surveys	Lambert Smith Hampton	Portmead Limited	XMi Limited
	Lisney	PriceWaterhouseCoopers	

# Appendix B

## Attendance at 2005 Executive Board Meetings

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

Executive Board	Meetings Attended
Lar Bradshaw	12
Angela Cavendish	11
Dónall Curtin	11
Mary Moylan	12
Joan O'Connor	9
Sean FitzPatrick	10
Declan McCourt	9
Niamh O'Sullivan	10

## Attendance at 2005 Council Meetings

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

*\*Five meetings of the Council were held on scheduled dates.*

Members	Meetings Attended
Lar Bradshaw	6
Betty Ashe	6
Sean Carey	6
Benny Counihan	5
John Boylan	3
Enda Connellan	4
Michael Conroy	6
Frances Corr	6
Cllr. Emer Costello	5
Willie Dwyer	5
Mary Finan	3
Niall Grogan	3
Sandra Guilfoyle	5
John Henry	5
Arthur Hickey	3
Cllr. Kevin Humphreys	5
Cllr. Garry Keegan	3
Seanie Lambe	6
Pat Magner	3
Sheena McCambley	2
Charlie Murphy	5
Geraldine O'Driscoll	6
Cllr. Aodhán Ó Riordáin	5
Cllr. Tom Stafford	5
Dolores Wilson	5
Liam Whelan	5