



## BUS ÉIREANN

Tuarascáil Bhliantúil agus Ráitis Airgeadais



CIE

1992





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## Directors and Other Information

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### **DIRECTORS**

Mr. G. T. P. Conlon, Chairman  
Mr. N. Kennedy, Managing Director  
Mr. S. Feely  
Mr. J. Harrington  
Mr. A. O'Brien  
Mr. D. O'Leary

### **SECRETARY AND REGISTERED OFFICE**

Mr. R. O'Farrell,  
Broadstone,  
Dublin 7.  
Tel: (01) 302222  
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### **AUDITORS**

Craig Gardner & Co.,  
Chartered Accountants,  
Gardner House,  
Wilton Place,  
Dublin 2.

The Directors submit their report together with the audited financial statements for the year ended 31st December, 1992.

### **I. PRINCIPAL ACTIVITIES AND REVIEW OF OPERATIONS**

During the year the company continued to expand the range of services operated through its core activities. The Provincial City Services conveyed commuters, school children and the elderly in Cork, Limerick, Galway and Waterford. In addition, the Rural Bus and Expressway operations provided an integrated timetable linking all the major cities and towns throughout the country. The company also operated School Transport Services on behalf of the Department of Education.

For the second successive year the results show a surplus after state subvention. The surplus in 1992 amounted to IR£3.07 million compared with a surplus of IR£2.2 million in 1991. State subvention towards the cost of providing social services was reduced from IR£4.6 million in 1991 to IR£3.9 million in 1992. The accumulated deficit is now reduced to IR£5.0 million. In 1992 total revenue generated increased by 4.7% to IR£88.18 million. The continued growth in customer receipts was due to the successful marketing of the company's services through innovative advertising, promotions and changes to the timetables. Passenger journeys on Expressway and Rural services increased by 14.6% and 3.3% respectively. These increases were partly offset by a 1.6% reduction in passenger journeys on City Services reflecting difficult economic circumstances in the provincial cities. The ratio of operating costs to revenue continued to improve but further advances are necessary and will be dependent on sustained revenue growth in a buoyant economy combined with improved productivity through cost containment.

The company's increased focus on developing new sources of revenue was rewarded when Bus Éireann was granted licenses to operate Light Goods Vehicle Testing Centres. The company recognises the need to fully utilise its resources to maximise revenue and will continue to explore new options for increasing revenue in 1993.

During 1992 the company improved its fleet substantially with the acquisition of 35 expressway coaches and currently has 10 new single deck coaches on order for Cork city. The School Transport Scheme was fully funded by the Department of Education in 1992 and sufficient funds have been allocated in the 1993 Public Service Estimates for services in 1993. The net cost of the scheme increased by 1.4% in 1992 in absolute terms and the cost per child week increased by 0.8%. These minimal increases reflect the ongoing emphasis on providing a cost effective, safe and reliable service. Consultants were appointed by the Department of Education during 1992 to undertake another study of the School Transport Scheme.



### 2. RESULT AND RESERVES

The financial statements for the year ended 31st December, 1992 are set out in detail on pages 6 to 23 and a summary of the results is as follows:-

	1992
	IR£000
Surplus for the year after State Grant	3,233
Transfer to Asset Replacement Reserve	<u>(167)</u>
Decrease in Accumulated Deficit for the year	<u>3,066</u>

### 3. WORKER PARTICIPATION AT SUB-BOARD LEVEL

The company is among the State enterprises covered by the sub-board participation provisions of the Worker Participation (State Enterprises) Act, 1988. Proposals designed to give effect to the provisions of the Act emanating from a joint management/trade union working party are being finalised.

### 4. HEALTH AND SAFETY

It is the policy of the company to ensure the health and welfare of employees by maintaining safe places and systems of work. This policy is based on the requirements of employment legislation including the Safety, Health and Welfare at Work Act, 1989.

### 5. EQUAL OPPORTUNITIES IN STATE SPONSORED BODIES

The company is an equal opportunities employer. The C.I.E. Group's policy and procedures in relation to recruitment, training and promotion have been adopted and are pursued by the company.

### 6. DIRECTORS

The Directors of the company are appointed by the Chairman of Córas Iompair Éireann with the consent of the Minister for Transport, Energy and Communications. The names of persons who were Directors during the year ended 31st December, 1992 are set out below. They served as Directors for the entire year.

Mr. G. T. P. Conlon, Chairman	Mr. J. Daly	Mr. J. Harrington
Mr. N. Kennedy, Managing Director	Mr. S. Feely	Mr. A. O'Brien

The terms of office of Directors Mr. G. T. P. Conlon, Mr. N. Kennedy, Mr. J. Harrington and Mr. J. Daly expired on 27th January, 1993. Mr. G.T.P. Conlon was re-appointed to the board and as Chairman, and Mr. N. Kennedy and Mr. J. Harrington were also re-appointed to the board, all with effect from 28th January, 1993.

### 7. AUDITORS

Craig Gardner & Co., Chartered Accountants, have expressed their willingness to continue in office in accordance with Section 160(2) of the Companies Act, 1963.

**G. T. P. Conlon, Chairman.**

**N. Kennedy, Managing Director.**

**29th April, 1993.**

## Report of the Auditors

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To the members of Bus Éireann - Irish Bus

We have audited the financial statements on pages 6 to 23 in accordance with Auditing Standards.

In our opinion, the financial statements give a true and fair view of the state of the company's affairs at 31st December, 1992 and of its surplus and cash flow for the year then ended and have been properly prepared in accordance with the provisions of the Companies Acts, 1963 to 1990.

The net assets of the company, as stated in the balance sheet on page 9, are more than half of the amount of its called up share capital and, in our opinion, on that basis there did not exist at 31st December, 1992, a financial situation which, under Section 40(1) of the Companies (Amendment) Act, 1983, would require the convening of an extraordinary general meeting of the company.

In our opinion, the information given in the Report of the Directors on pages 3 and 4 is consistent with the financial statements.

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the company. The financial statements are in agreement with the books of account.

**Craig Gardner & Co.,  
Chartered Accountants and  
Registered Auditor,  
Dublin.**

**29th April, 1993.**



## Principal Accounting Policies

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### **A. BASIS OF ACCOUNTING:**

The financial statements are prepared under the historical cost convention and are expressed in Irish pounds, denoted by the symbol IR£.

### **B. TANGIBLE ASSETS AND DEPRECIATION:**

Tangible Assets are stated at net book amount which represents the historical cost of these assets less accumulated depreciation based on that historical cost.

The bases of calculation of depreciation are as follows:-

#### **(i) Road Passenger Vehicles**

Road passenger vehicles, with the exception of school buses funded by the Department of Education, are depreciated, by equal annual instalments, on the basis of the historical cost of vehicles in the fleet spread over their expected useful life. In addition, the excess of depreciation based on the replacement cost of the vehicles (at the beginning of the year) over the historical cost depreciation is shown separately as a transfer to reserve from the profit and loss account.

School buses in the fleet at 1st April, 1974 are depreciated, by equal annual instalments, on the basis of their written down value at that date spread over the remainder of their expected useful life. New school buses which came into service after 1st April, 1974 are depreciated, by equal annual instalments, on the basis of their original cost spread over their expected useful life.

#### **(ii) Plant and Machinery**

Plant and Machinery is depreciated, by equal annual instalments, on the basis of historical cost spread over expected useful life.

### **C. LEASED ASSETS:**

#### **(i) Finance Leases**

Assets held under finance leases are accounted for in accordance with SSAP21 (Accounting for Leases and Hire Purchase Contracts). The capital cost of such assets is included in tangible fixed assets and depreciated over the shorter of the lease term or the estimated useful life of the asset. The capital element of the outstanding lease obligations is included with creditors. Financial charges are charged to the profit and loss account over the primary period of the lease.

#### **(ii) Operating Leases**

Rental payments under operating leases are charged to the profit and loss account as they accrue.



### **D. STOCKS OF STORES:**

Stocks of stores are valued at average cost less provision for all defective and obsolete stocks.

Provision is made for the write-off of all stocks which have not moved for over four years, with the exception of stocks associated with recently acquired assets.

### **E. DEPARTMENT OF EDUCATION - FUNDING OF SCHOOL BUSES:**

School buses funded by the Department of Education are included in tangible assets and are depreciated as described in (B) with a corresponding amortisation of the monies received from the Department of Education.

### **F. FOREIGN CURRENCY:**

Transactions denominated in foreign currency are translated into Irish pounds at the rate ruling at the date of the transaction, or at contract rates where the amounts payable or receivable are covered by forward contracts.

Realised exchange gains or losses on transactions settled during the year are treated as part of the surplus or deficit for the year from ordinary activities.

Monetary assets and liabilities denominated in foreign currencies are translated at the exchange rates ruling at the balance sheet date.

### **G. NON-REPAYABLE STATE GRANT:**

The Non-Repayable State Grant under EC Regulation No. 1107/70 (Article 3.2) is included in the profit and loss account.

### **H. PENSIONS:**

Pension Schemes are funded by the Board, its subsidiaries and employees over the members' period of service by way of contributions to separately administered pension funds. The Group's annual contributions are set by independent actuaries. The company's contributions are charged to the profit and loss account in the period to which they relate. Ex-gratia pensions are met out of the company's own resources and are taken into account in the year in which they arise.



## Profit and Loss Account

	Notes	Year ended 31st December	
		1992	1991
		IR£000	IR£000
<b>Revenue</b>			
Customer Receipts		88,043	83,979
Miscellaneous Receipts		<u>138</u>	<u>207</u>
<b>Total Revenue</b>		<u>88,181</u>	<u>84,186</u>
<b>Costs</b>			
Operating Costs	2	(87,480)	(84,179)
Interest Payable	3	<u>(1,277)</u>	<u>(1,557)</u>
		<u>(88,757)</u>	<u>(85,736)</u>
<b>Deficit before Exceptional Item and State Grant</b>		<b>(576)</b>	<b>(1,550)</b>
<b>Exceptional Item</b>	4	<u>(91)</u>	<u>(707)</u>
<b>Deficit for the year before State Grant</b>		<b>(667)</b>	<b>(2,257)</b>
<b>State Grant</b>	5	<u>3,900</u>	<u>4,642</u>
<b>Surplus for the year after State Grant</b>		<b>3,233</b>	<b>2,385</b>
<b>Transfer to Asset Replacement Reserve</b>	14	<u>(167)</u>	<u>(180)</u>
<b>Decrease in Deficit during the Year</b>		<b>3,066</b>	<b>2,205</b>
<b>Accumulated Deficit at Beginning of the Year</b>		<u>(8,054)</u>	<u>(10,259)</u>
<b>Accumulated Deficit at End of the Year</b>		<u>(4,988)</u>	<u>(8,054)</u>

G.T.P. Conlon, Chairman.

N. Kennedy, Managing Director.

29th April, 1993.

## Balance Sheet

	Notes	As at 31st December	
		1992 IR£000	1991 IR£000
<b>Fixed Assets</b>			
Tangible Assets	6	<u>36,007</u>	<u>35,458</u>
<b>Current Assets</b>			
Stocks of Stores	7	3,799	4,022
Debtors	8	10,732	11,966
Cash at Bank and in Hand		17	17
		<u>14,548</u>	<u>16,005</u>
<b>Creditors (Amounts falling due within one year)</b>	9	<u>16,967</u>	<u>17,582</u>
<b>Net Current Liabilities</b>		<u>(2,419)</u>	<u>(1,577)</u>
<b>Total Assets Less Current Liabilities</b>		<u>33,588</u>	<u>33,881</u>
<b>Financed by:</b>			
<b>Creditors (Amounts falling due after more than one year)</b>	10	2,949	9,160
<b>Provision for Liabilities and Charges</b>	12	<u>10,062</u>	<u>7,341</u>
		<u>13,011</u>	<u>16,501</u>
<b>Capital and Reserves</b>			
Called up Share Capital	13	23,000	23,000
Asset Replacement Reserve	14	2,481	2,314
Profit and Loss Account		<u>(4,988)</u>	<u>(8,054)</u>
		<u>20,493</u>	<u>17,260</u>
<b>Department of Education</b>			
Funding of School Buses	15	84	120
		<u>33,588</u>	<u>33,881</u>

G.T.P. Conlon, Chairman.

N. Kennedy, Managing Director.

29th April, 1993.



## Cash Flow Statement

	Notes	Year ended 31st December	
		1992 IR£000	1991 IR£000
<b>Net Cash Inflow from Operating Activities</b>	17(A)	<u>12,207</u>	<u>5,218</u>
<b>Servicing of Finance</b>			
Interest Paid	3	(1,276)	(1,577)
Interest Element of Finance Leases	3	<u>(1)</u>	<u>20</u>
<b>Net Cash Outflow from Servicing of Finance</b>		<u>(1,277)</u>	<u>(1,557)</u>
<b>Investing Activities</b>			
Purchase of Tangible Fixed Assets		<u>(4,626)</u>	<u>(3,845)</u>
<b>Net Cash Outflow from Investing Activities</b>		<u>(4,626)</u>	<u>(3,845)</u>
<b>Net Cash Inflow/(Outflow) before Financing</b>		<u>6,304</u>	<u>(184)</u>
<b>Financing</b>			
Repayment of Holding Company Loan	17(D)	(6,000)	-
Capital Element of Finance Lease Payments	17(D)	<u>(22)</u>	<u>(130)</u>
<b>Net Cash Outflow from Financing</b>		<u>(6,022)</u>	<u>(130)</u>
<b>Increase/(Decrease) in Cash and Cash Equivalents</b>	17(B)	<u>282</u>	<u>(314)</u>

G.T.P. Conlon, Chairman.

N. Kennedy, Managing Director.

29th April, 1993.

## Notes to the Financial Statements

### 1. STATUS OF COMPANY

Bus Éireann - Irish Bus was incorporated on 20th January, 1987 under the provisions of the Companies Acts 1963-1986 and in accordance with Section 6 of the Transport (Re-organisation of Córas Iompair Éireann) Act, 1986 as a wholly owned subsidiary of Córas Iompair Éireann, a statutory body formed under the provisions of the Transport Act, 1950. Net Assets were transferred to the company from Córas Iompair Éireann on 2nd February, 1987 on which date Bus Éireann - Irish Bus commenced trading.

In accordance with Section 7(3) of the Transport (Re-organisation of Córas Iompair Éireann) Act, 1986, Bus Éireann - Irish Bus is exempt from the requirement of the Companies Act, 1963 to include the word "Limited" in its title.

### 2. OPERATING COSTS

	1992	1991
	IR£000	IR£000
<b>Staff Costs</b>		
Wages and Salaries	35,415	34,320
Social Welfare Costs	3,129	2,953
Other Pension Costs	2,381	2,303
	<u>40,925</u>	<u>39,576</u>
Own Work Capitalised and Engineering Work for Group Companies	(913)	(1,082)
<b>Net Staff Costs</b>	<u>40,012</u>	<u>38,494</u>
<b>Materials and Services</b>		
Third Party and Employer's Liability Claims	4,969	4,027
Fuel and Lubricants	4,159	4,560
School Contractors	16,078	15,708
Road Tax and Licences	208	206
Operating Lease Rentals	347	434
Rates	310	348
Auditors Remuneration	35	33
Materials and Other Services	17,236	16,295
	<u>43,342</u>	<u>41,611</u>
<b>Directors Remuneration</b>		
<b>Emoluments</b>		
- for services as Directors	2	1
- for other services	83	79
	<u>85</u>	<u>80</u>
<b>Depreciation</b>	<u>4,041</u>	<u>3,994</u>
<b>Total Operating Costs</b>	<u>87,480</u>	<u>84,179</u>



## 2. OPERATING COSTS (continued)

### Numbers Employed

The average number of persons employed was as follows:-

	STAFF NUMBERS	
	1992	1991
Full-time	1,842	1,873
Part-time School Bus Drivers	679	686
	<u>2,521</u>	<u>2,559</u>

## 3. INTEREST PAYABLE

	1992	1991
	IR£000	IR£000
On loan from Holding Company	1,276	1,577
On Finance Leases	1	(20)
	<u>1,277</u>	<u>1,557</u>

## 4. EXCEPTIONAL ITEM

	1992	1991
	IR£000	IR£000
Voluntary Severance	91	707

## 5. STATE GRANT

The Grant payable to the company via the Holding Company, C oras Iompair  ireann, is in accordance with EC Regulations governing State aid to transport undertakings. EC Regulation No. 1107/70 is availed of to make a grant in respect of deficits on road passenger services.

Under this Regulation a State Grant of IR£3,900,000 was made to Bus  ireann - Irish Bus for the year ended 31st December, 1992 (1991 - IR£4,642,000).

**6. TANGIBLE ASSETS**

	<b>Road Passenger Vehicles IR£000</b>	<b>Plant and Machinery IR£000</b>	<b>Total IR£000</b>
<b>Cost</b>			
At 1st January, 1992	62,105	1,975	64,080
Additions	4,534	92	4,626
Disposals	(292)	-	(292)
<b>At 31st December, 1992</b>	<u>66,347</u>	<u>2,067</u>	<u>68,414</u>
<b>Depreciation</b>			
At 1st January, 1992	27,321	1,301	28,622
Charge for Year	3,956	121	4,077
Disposals	(292)	-	(292)
<b>At 31st December, 1992</b>	<u>30,985</u>	<u>1,422</u>	<u>32,407</u>
<b>Net Book Amounts</b>			
<b>At 31st December, 1992</b>	<u>35,362</u>	<u>645</u>	<u>36,007</u>
At 31st December, 1991	<u>34,784</u>	<u>674</u>	<u>35,458</u>

(a) The depreciation charge shown for road passenger vehicles includes IR£36,000 (1991-IR£33,000) depreciation on school buses. The amount is wholly offset by the amortisation of monies received from the Department of Education (Note 15).

(b) The expected useful lives for the various types of assets for depreciation purposes are as follows:-

	Lives (Years)
Road Passenger Vehicles	5 - 16
Plant and Machinery	10

(c) Road passenger vehicles at a cost of IR£5,556,000 (1991 - IR£5,713,000) were fully depreciated but still in use at the balance sheet date.

(d) Included in tangible assets are amounts as stated below in respect of road passenger vehicles which are held under finance leases, but which remain in the legal ownership of the lessors:-

	<b>1992 IR£000</b>	1991 IR£000
<b>Road Passenger Vehicles</b>		
Cost	1,960	1,960
Accumulated Depreciation	(912)	(557)
Net Book Value at 31st December	<u>1,048</u>	<u>1,403</u>
Depreciation for Year	<u>355</u>	<u>148</u>



### 7. STOCKS OF STORES

	1992	1991
	IR£000	IR£000
Maintenance Materials and Spare Parts	3,460	3,461
Fuel, Lubricants and Other Sundry Stocks	339	561
	<u>3,799</u>	<u>4,022</u>

These amounts include parts and components necessarily held to meet long term operational requirements.

The replacement value of stocks is not materially different from their book value.

### 8. DEBTORS (Amounts falling due within one year.)

	1992	1991
	IR£000	IR£000
Trade Debtors	4,782	5,120
Amounts owed by Holding and Fellow Subsidiary Companies	5,298	6,257
Other Debtors and accrued income	652	589
	<u>10,732</u>	<u>11,966</u>

### 9. CREDITORS (Amounts falling due within one year)

	1992	1991
	IR£000	IR£000
Bank Overdrafts	886	1,168
Trade Creditors	1,867	1,778
Loan from Holding Company (Note 11)	4,440	4,254
Finance Lease Obligations (Note 16)	24	22
Income Tax deducted under P.A.Y.E.	895	627
Pay Related Social Insurance	813	546
Value Added Tax and other taxes	36	23
Other Creditors	688	675
Accruals	4,758	5,589
Third Party and Employer's Liability Claims (Note 12)	2,560	2,900
	<u>16,967</u>	<u>17,582</u>
Creditors for taxation and social welfare included above	<u>1,744</u>	<u>1,196</u>



## Notes to the Financial Statements

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### 10. CREDITORS (Amounts falling due after more than one year)

	1992	1991
	IR£000	IR£000
Loan from Holding Company (Note 11)	2,949	9,135
Finance Lease Obligations (Note 16)	—	25
	<u>2,949</u>	<u>9,160</u>

### 11. LOAN FROM HOLDING COMPANY

	1992	1991
	IR£000	IR£000
This loan is repayable as follows:-		
Within one year (Note 9)	4,440	4,254
Between one and two years	405	612
Between two and five years	649	1,489
After five years	1,895	7,034
	<u>2,949</u>	<u>9,135</u>
	<u>7,389</u>	<u>13,389</u>



## 12. PROVISION FOR LIABILITIES AND CHARGES

	1992	1991
	IR£000	IR£000
Third Party and Employer's Liability Claims		
Balance at 1st January	10,241	8,965
Utilised during the Year (2,630)	(2,481)	
Transfer from Profit and Loss Account	4,862	3,906
Balance at 31st December	12,622	10,241
Less transfer to current liabilities (Note 9)	2,560	2,900
	<u>10,062</u>	<u>7,341</u>

Provision is made for the estimated ultimate cost of all third party and employer's liability claims which are not covered by external insurance policies. In arriving at the amount of the total provision required for the third party liability claims, the company has had regard to the results of an independent actuarial review.

Córas Iompair Éireann has, on behalf of the company, the following external insurance cover:-

- (i) third party liability in excess of IR£1,000,000 and up to IR£61,000,000 on any one occurrence or series of occurrences arising out of any one road transport event, except in the case of actions taken for road claims subject to United States jurisdiction where the excess is \$3,000,000.
- (ii) third party liability in excess of IR£50,000 and up to IR£60,050,000 on any one occurrence or series of occurrences arising out of All Other Risks events, except in the case of actions for All Other Risks claims subject to United States jurisdiction where the excess is \$100,000.
- (iii) in addition, Bus Éireann - Irish Bus is covered for road transport third party liabilities in excess of a self-insured retention of IR£3,000,000 in aggregate in a twelve month period.
- (iv) fire and special perils, including storm damage, to the Board's property in excess of IR£200,000 on any one loss.

Any losses not covered by external insurance are charged to the profit and loss account and unsettled amounts are included in provision for liabilities and charges.

## Notes to the Financial Statements

### 13. SHARE CAPITAL

	1992	1991
	IR£000	IR£000
<b>Authorised:</b>		
Ordinary Shares of IR£1 each	<u>32,000</u>	<u>32,000</u>
<b>Allotted and Fully Paid:</b>		
Ordinary Shares of IR£1 each	<u>23,000</u>	<u>23,000</u>

### 14. ASSET REPLACEMENT RESERVE

	1992	1991
	IR£000	IR£000
Balance at 1st January	2,314	2,134
Transfer from Profit and Loss Account	<u>167</u>	<u>180</u>
Balance at 31st December	<u>2,481</u>	<u>2,314</u>

This reserve represents the excess of depreciation based on replacement cost over that based on historical cost (Accounting Policy B).

### 15. DEPARTMENT OF EDUCATION - FUNDING OF SCHOOL BUSES

	1992	1991
	IR£000	IR£000
Balance at 1st January	120	153
Released to Profit and Loss Account	<u>(36)</u>	<u>(33)</u>
Balance at 31st December	<u>84</u>	<u>120</u>



## 16. LEASE OBLIGATIONS

### (A) Finance Leases

Net obligations under finance leases fall due as follows:-

	1992	1991
	IR£000	IR£000
Within one year	24	22
Between one and five years	—	25
	<u>24</u>	<u>47</u>

### (B) Operating Leases

Commitments under non-cancellable operating leases payable in the coming year expire as follows :-

	1992	1991
	IR£000	IR£000
Within one year	23	14
Between one and five years	128	30
	<u>151</u>	<u>44</u>

## 17. CASH FLOW STATEMENT

### (A) Reconciliation of Surplus to Net Cash Inflow from Operating Activities.

	1992	1991
	IR£000	IR£000
Surplus before Exceptional Item, State Grant and Servicing of Finance	701	7
Exceptional Item	(91)	(707)
Surplus/(Deficit) before State Grant and Servicing of Finance	610	(700)
State Grant	3,900	4,642
Surplus for year before Servicing of Finance	4,510	3,942
Depreciation	4,041	3,993
Decrease in Stocks	223	64
Decrease/(Increase) in Debtors	1,234	(6,019)
Increase in Creditors and Provisions	2,199	3,238
<b>Net Cash Inflow from Operating Activities before Servicing of Finance.</b>	<u>12,207</u>	<u>5,218</u>

**17. CASH FLOW STATEMENT (continued)**

**(B) Analysis of Changes in Cash and Cash Equivalents during the year**

	1992	1991
	IR£000	IR£000
Balance at 1st January	(1,151)	(837)
Net Cash Inflow/(Outflow)	<u>282</u>	<u>(314)</u>
Balance at 31st December	<u>(869)</u>	<u>(1,151)</u>

**(C) Summary of Balances of Cash and Cash Equivalents as shown in the Balance Sheet**

	1992	1991	Change in 1992	Change in 1991
	IR£000	IR£000	IR£000	IR£000
Cash at Bank and in Hand	17	17	-	(48)
Bank Overdraft	<u>(886)</u>	<u>(1,168)</u>	<u>282</u>	<u>(266)</u>
	<u>(869)</u>	<u>(1,151)</u>	<u>282</u>	<u>(314)</u>

**(D) Analysis of Changes in Financing during the year**

	Share Capital	Loans and Finance Lease Obligations
	IR£000	IR£000
Balance at 1st January, 1992	23,000	13,435
Cash Outflow from Financing	<u>-</u>	<u>(6,022)</u>
Balance at 31st December, 1992	<u>23,000</u>	<u>7,413</u>



## 18. PENSIONS

The Board of C oras Iompair  ireann operates defined benefit pension schemes for the established employees of itself and its subsidiary companies, including Bus  ireann - Irish Bus. Contributions by the Board, the companies and their employees are invested in separately administered pension funds. In the case of the Regular Wages Pension Schemes and the C.I.E. Superannuation Scheme, 1951 the annual contributions are based on the advice of an independent professionally qualified actuary obtained from time to time as appropriate. The annual contributions to the Salaried Officers' and Clerks' (G.S.R.) Superannuation Scheme and the C.I.E. Salaried Officers' and Clerks' (G.N.R., C.D.R. and I.R.C.H.) Superannuation Scheme, 1977 (both schemes are closed) are based on unchanged rates of contribution. The contributions are charged to the profit and loss account on an accrual basis.

The pension costs for the year were IR 2,386,000 (1991 - IR 2,308,000).

Actuarial valuations of the pension schemes have been prepared up to the following dates:

- C.I.E. Superannuation Scheme, 1951	31st December, 1990
- C.I.E. Superannuation Scheme for Regular Wages Staff	31st December, 1990
- G.N.R. Superannuation Scheme for Regular Wages Staff	31st December, 1990
- C.I.E. Spouses' and Children's Superannuation Scheme	31st December, 1989
- C.I.E. Salaried Officers' and Clerks' (G.N.R., C.D.R. and I.R.C.H.) Superannuation Scheme, 1977	31st December, 1989
- C.I.E. Salaried Officers' and Clerks' (G.S.R.) Superannuation Scheme	31st December, 1990

## Notes to the Financial Statements

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### 18. PENSIONS (continued)

The actuarial valuations of the pension schemes show on a combined basis that the assets of the schemes represent 125% of the liabilities which had accrued up to the above dates on an ongoing basis.

The actuarial reports in respect of Clerical, Executive and Supervisory Staff Schemes are available for inspection by the committees established for each of these schemes. The committees include members representatives.

The Board of C oras Iompair  ireann is legally obliged to ensure that cash is available to the C.I.E. Salaried Officers' and Clerks' (G.N.R., C.D.R. and I.R.C.H.) Superannuation Scheme, 1977 and the C.I.E. Salaried Officers' and Clerks' (G.S.R.) Superannuation Scheme if their funds are insufficient to meet the pension obligations due and payable under these schemes. The shortfall in the cash resources of the C.I.E. Salaried Officers' and Clerks' (G.S.R.) Superannuation Scheme in 1992 was IR 1,432,000 (1991 - IR 1,472,000). There was no shortfall in the C.I.E. Salaried Officers' and Clerks' (G.N.R., C.D.R. and I.R.C.H.) Superannuation Scheme, 1977.

Ex gratia pensions are met out of the company's own resources and are taken into account in the year in which they arise.

### 19. CAPITAL COMMITMENTS

	1992	1991
	IR�000	IR�000
Contracted for	<u>2,469</u>	<u>2,427</u>



## 20. NET SURPLUS/(DEFICIT) BY SECTOR

The surplus for the year after the transfer to asset replacement reserve is split between City Services and Other Services as follows:-

### (a) City Services

	1992	1991
	IR£000	IR£000
<b>Revenue</b>		
Customer Receipts	11,177	10,890
Miscellaneous Receipts	3	3
<b>Total Revenue</b>	<u>11,180</u>	<u>10,893</u>
<b>Expenditure</b>		
Maintenance of Buildings	194	175
Maintenance of Vehicles and Equipment	2,879	2,734
Fuel	505	610
Road Tax and Licences	27	28
Operating and Other Expenses	8,517	8,285
Operating Depreciation	917	1,059
<b>Total Expenditure before Interest Payable</b>	<u>13,039</u>	<u>12,891</u>
Operating Deficit before Interest Payable and State Grant	(1,859)	(1,998)
Interest Payable	<u>(256)</u>	<u>(344)</u>
Deficit before State Grant	(2,115)	(2,342)
State Grant	<u>2,119</u>	<u>2,514</u>
<b>Surplus for the Year after State Grant</b>	<u>4</u>	<u>172</u>



## Notes to the Financial Statements

### 20. NET SURPLUS/ (DEFECIT) BY SECTOR (continued)

#### (b) Other Services

	1992	1991
	IR£000	IR£000
<b>Revenue</b>		
Customer Receipts	76,866	73,089
Miscellaneous Receipts	135	204
<b>Total Revenue</b>	<u>77,001</u>	<u>73,293</u>
<b>Expenditure</b>		
Maintenance of Buildings	589	673
Maintenance of Vehicles and Equipment	16,337	15,964
Fuel	3,654	3,950
Road Tax and Licences	181	178
Operating and Other Expenses	50,647	48,295
Operating Depreciation	3,291	3,115
<b>Total Expenditure before Interest Payable</b>	<u>74,699</u>	<u>72,175</u>
Operating Surplus before Interest Payable and State Grant	2,302	1,118
Interest Payable	<u>(1,021)</u>	<u>(1,213)</u>
Surplus/(Deficit) before State Grant	1,281	(95)
State Grant	<u>1,781</u>	<u>2,128</u>
<b>Surplus for the Year after State Grant</b>	<u><u>3,062</u></u>	<u><u>2,033</u></u>

### 21. MEMBERSHIP OF C.I.E. GROUP

Bus Éireann - Irish Bus is a member of the Córas Iompair Éireann Group of Companies (The Group) and the financial statements reflect the effects of group membership. Reference in these financial statements to the Board means the Board of Córas Iompair Éireann.

### 22. APPROVAL OF FINANCIAL STATEMENTS

The Directors approved the financial statements on the 29th April, 1993.



## Value Added Statement

	Year ended 31st December			
		1992		1991
	IR£000	IR£000	IR£000	IR£000
<b>Value Added Generated</b>				
Revenue		88,181		84,186
State Grant (Note 5)		3,900		4,642
Add: Own Work Capitalised and Engineering work for Group Companies		913		1,082
Less: Cost of Materials and Services Utilised	(43,342)		(41,611)	
Exceptional Item	(91)	(43,433)	(707)	(42,318)
		<u>49,561</u>		<u>47,592</u>
<b>Application of Value Added</b>				
Net Compensation of Employees including pension costs		29,595		28,588
Government - Payroll Taxes		11,415		11,068
Provider of Capital (Note 3)		1,277		1,557
Provision for Future Investment (Note 2)				
- Depreciation		4,041		3,994
Surplus for the Year		<u>3,233</u>		<u>2,385</u>
		<u>49,561</u>		<u>47,592</u>



