

Vote 33: National Gallery

Introduction

As Accounting Officer for Vote 33, I am required each year to prepare the Appropriation Account for the Vote, and to submit the Account to the Comptroller and Auditor General for audit.

In accordance with this requirement, I have prepared the attached account of the amount expended in the year ended 31 December 2010 for the salaries and expenses of the National Gallery, including grants-in-aid.

The expenditure outturn is compared with the sums granted by Dáil Éireann under the Appropriation Act 2010, including the amount that could be used as appropriations-in-aid of expenditure for the year.

The Statement of Accounting Policies and Principles and notes 1 to 6 form part of the Account.

Statement of Accounting Policies and Principles

The standard accounting policies and principles for the production of Appropriation Accounts have been applied in the preparation of the Account.

The unique characteristics of the Gallery collection renders it incapable of meaningful valuation. Therefore no values have been included in this account in respect of the collection.

Statement on Internal Financial Control

Along with the Account, I have submitted a statement in the standard format on the system of internal financial control that operates in the National Gallery.

As part of the risk management process, Gallery management has updated its risk register and manages its risks through a Risk Management Forum.

The general effectiveness of the Gallery's administrative and financial controls and its compliance with corporate governance best practice are reviewed on an ongoing basis through the work of the Internal Audit function and the Audit and Risk Committee.

RAYMOND KEAVENEY
Accounting Officer
National Gallery
23 February 2011

Certificate of the Comptroller and Auditor General

I have audited the Appropriation Account of Vote 33: National Gallery for 2010 under Section 3 of the Comptroller and Auditor General (Amendment) Act, 1993. The Account has been prepared in accordance with the Statement of Accounting Policies and Principles. The duties of the Accounting Officer and of the Comptroller and Auditor General in relation to the Appropriation Accounts, and the basis of the audit opinion, are set out in Part 1 to this volume.

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 National Gallery. The Appropriation Account is in agreement with the books of account.

In my opinion, the Appropriation Account properly presents the receipts and expenditure of the Vote for the year ended 31 December 2010.

A handwritten signature in black ink, appearing to read 'John Buckley', with a stylized flourish at the end.

JOHN BUCKLEY

Comptroller and Auditor General

29 June 2011

Vote 33 National Gallery Appropriation Account 2010

| Service | 2010 Estimate provision | 2010 Outturn | 2009 Outturn |
|----------------------------------------------------------------------|-------------------------------|-----------------|-----------------|
| | €000 | €000 | €000 |
| Administration | | | |
| A.1. Salaries, wages and allowances | 5,686 | 5,476 | 6,125 |
| A.2. Travel and subsistence | 42 | 74 | 45 |
| A.3. Incidental expenses | 1,266 | 1,074 | 1,148 |
| A.4. Postal and telecommunications services | 160 | 150 | 160 |
| A.5. Office machinery and other office supplies and related services | 298 | 390 | 497 |
| A.6. Office premises expenses | 788 | 717 | 718 |
| A.7. Consultancy services | 135 | 226 | 167 |
| Other Services | | | |
| B. Grant-in-aid fund for acquisitions and conservation | 2,000 | 2,000 | 2,000 |
| C. National Gallery Jesuit Fellowship (grant-in-aid fund) | 41 | 41 | 43 |
| Gross Expenditure | 10,416 | 10,148 | 10,903 |
| Deduct | | | |
| D. Appropriations-in-aid | 253 | 322 | 263 |
| Net Expenditure | 10,163 | 9,826 | 10,640 |
| Surplus to be surrendered | | €37,460 | €294,448 |

Notes to the Appropriation Account

1 Operating Cost Statement 2010

| | Note | €000 | 2010 €000 | 2009 €000 |
|--------------------------------------------|------|-----------------|----------------------|----------------------|
| Expenditure on administration | | | 8,107 | 8,860 |
| Expenditure on services and programmes | | | 2,041 | 2,043 |
| Gross expenditure | | | <u>10,148</u> | <u>10,903</u> |
| Deduct | | | | |
| Appropriations in aid | | | <u>322</u> | <u>263</u> |
| Net expenditure | | | <u>9,826</u> | <u>10,640</u> |
| Changes in capital assets | | | | |
| Purchases cash | | (238) | | |
| Depreciation | | 278 | | |
| Disposals cash | | 5 | | |
| Loss on disposals | | 1 | | |
| | | <u> </u> | 46 | 28 |
| Changes in assets under development | | | | |
| Cash payments | | | (21) | (114) |
| Changes in net current assets | | | | |
| Increase in closing accruals | | 65 | | |
| Decrease in stock | | 1 | | |
| | | <u> </u> | 66 | (77) |
| Direct expenditure | | | <u>9,917</u> | <u>10,477</u> |
| Net allied services expenditure | 1.1 | | 977 | 1,051 |
| Total operating cost | | | <u><u>10,894</u></u> | <u><u>11,528</u></u> |

Note: No notional rent is recorded in respect of Gallery buildings which are in State ownership and maintained by OPW.

1.1 Net Allied Services

The net allied services expenditure amount is made up of the following estimated amounts in relation to Vote 33 borne elsewhere

| Vote | | 2010 €000 | 2009 €000 |
|------|---------------------------------------|--------------|--------------|
| 7 | Superannuation and Retired Allowances | 258 | 258 |
| 10 | Office of Public Works | 719 | 793 |
| | | <u>977</u> | <u>1,051</u> |

2 Statement of Assets and Liabilities as at 31 December 2010

| | | 2010 | 2009 |
|-----------------------------------------|-------------|-------------------|-------------------|
| | Note | €000 | €000 |
| Capital Assets | 2.1 | 849 | 767 |
| Capital Assets under Development | 2.2 | 247 | 18 |
| | | <u>1,096</u> | <u>785</u> |
| Current Assets | | | |
| Bank and cash | 2.3 | 528 | 365 |
| Stocks | 2.4 | 6 | 7 |
| Prepayments | | 107 | 139 |
| Other debit balances | 2.5 | 6 | 17 |
| Net Liability from the Exchequer | 2.7 | 1,289 | 45 |
| Total Current Assets | | <u>1,936</u> | <u>573</u> |
| Less Current Liabilities | | | |
| Accrued expenses | | 212 | 145 |
| Other credit balances | 2.6 | 1,823 | 427 |
| Total Current Liabilities | | <u>2,035</u> | <u>572</u> |
| Net Current Assets/(Liabilities) | | <u>(99)</u> | <u>1</u> |
| Net Assets | | <u><u>997</u></u> | <u><u>786</u></u> |

2.1 Statement of Capital Assets

| | Office Equipment and Motor Vehicles €000 | Furniture and Fittings €000 | Totals €000 |
|---------------------------------------------|------------------------------------------------------|--------------------------------------|----------------|
| Gross Assets | | | |
| Cost or valuation at 1 January 2010 | 2,267 | 1,368 | 3,635 |
| Additions | 260 | 105 | 365 |
| Disposals | — | (11) | (11) |
| Cost or valuation at 31 December 2010 | 2,527 | 1,462 | 3,989 |
| Accumulated Depreciation | | | |
| Opening balance at 1 January 2010 | 1,978 | 890 | 2,868 |
| Depreciation for the year | 162 | 116 | 278 |
| Depreciation on disposals | — | (6) | (6) |
| Cumulative depreciation at 31 December 2010 | 2,140 | 1,000 | 3,140 |
| Net Assets at 31 December 2010 | 387 | 462 | 849 |
| Net Assets at 31 December 2009 | 289 | 478 | 767 |

Note

Includes assets to the value of €55,025 acquired by the National Gallery and funded by Vote 35 Department of Tourism, Culture and Sport from Subhead D.5.

2.2 Statement of Capital Assets under Development

| | Specialist Equipment €000 |
|--------------------------------------------------------------------------------------------|---------------------------------|
| Amounts brought forward at 1 January 2010 | 18 |
| Cash payments for the year | 21 |
| Additions paid for by Vote 35 Department of Tourism, Culture and Sport from Subhead D.5 | 247 |
| Transferred to asset register | (39) |
| Amounts carried forward at 31 December 2010 | 247 |

2.3 Bank and Cash

| | 2010 €000 | 2009 €000 |
|------------------------------|--------------|--------------|
| at 31 December | | |
| PMG balances and cash | 671 | 579 |
| Orders/Lodgments outstanding | (143) | (214) |
| | 528 | 365 |

| 2.4 Stocks | Note | 2010 | 2009 |
|------------------------------------------------------|-------------|----------------|--------------|
| at 31 December | | €000 | €000 |
| Stationery | | 4 | 6 |
| Cleaning materials | | 2 | 1 |
| | | <u>6</u> | <u>7</u> |
| 2.5 Other Debit Balances | | | |
| at 31 December | | 2010 | 2009 |
| | | €000 | €000 |
| Miscellaneous | | 6 | 17 |
| | | <u>6</u> | <u>17</u> |
| 2.6 Other Credit Balances | | | |
| at 31 December | | 2010 | 2009 |
| | | €000 | €000 |
| Amounts due to the State | | | |
| Grant-in-Aid Fund for Acquisitions and Conservation | 6.1 | 1,629 | 203 |
| National Gallery Jesuit Fellowship Grant-in-Aid Fund | 6.2 | 194 | 224 |
| | | <u>1,823</u> | <u>427</u> |
| 2.7 Net Liability from the Exchequer | | | |
| at 31 December | | 2010 | 2009 |
| | | €000 | €000 |
| Surplus to be surrendered | | 337 | 294 |
| Exchequer grant undrawn | | (1,626) | (339) |
| Net liability to/(from) the Exchequer | | <u>(1,289)</u> | <u>(45)</u> |
| Represented by: | | | |
| Debtors | | | |
| Bank and cash | | 528 | 365 |
| Other debit balances | | 6 | 17 |
| | | <u>534</u> | <u>382</u> |
| Creditors | | | |
| Credit balances | | <u>(1,823)</u> | <u>(427)</u> |
| | | <u>(1,289)</u> | <u>(45)</u> |

2.8 Commitments

Commitments likely to materialise in future years include

(a) Sterling £375,000 per annum in respect of an agreement in connection with the retention and acquisition of certain paintings on loan.

(b) €38,796 in respect of the installation costs associated with a picture storage racking system.

3 Variations in Expenditure

An explanation is provided below in the case of each expenditure subhead where the outturn varied from the amount provided by more than €100,000, and by more than 5% (25% in the case of administration subheads).

| Sub-head | Less/(more) than €000 | Explanation |
|----------|--------------------------|----------------------------------------------------------------------------------------------------|
| A.1. | 210 | This saving arose because of the recruitment embargo in the Public Service. |
| A.2. | (32) | Travel to London to manage the Library and Archive bequested by Sir Denis Mahon. |
| A.3. | 192 | Lower than anticipated expenditure on carriage of pictures, security, staff training and uniforms. |
| A.5. | (92) | Higher than anticipated expenditure on office and photography equipment. |
| A.6. | 71 | Continued savings achieved on energy costs (light & heat). |
| A.7. | (91) | Higher than anticipated expenditure on HR and Finance Consultancy. |

4 Receipts

| | | 2010 Estimated €000 | 2010 Realised €000 | 2009 Realised €000 |
|----------------------------------|------------------------------------------------------------------------|---------------------------|--------------------------|--------------------------|
| 4.1 Appropriations-in-aid | | | | |
| 1 | Miscellaneous receipts | 1 | 29 | 1 |
| 2 | Receipts from pension related deduction on public service remuneration | 252 | 293 | 262 |
| Total | | 253 | 322 | 263 |

Note

In addition to the funds voted by the Oireachtas, the National Gallery of Ireland generated funds from a variety of activities including Exhibitions, Donations, Royalties, and Retail sales

5 Employee Numbers and Pay

| | | |
|------------------------------------------------------------|--------------|--------------|
| Number of staff at year end (full time equivalents) | 2010 | 2009 |
| | 115 | 119 |
| | 2010 | 2009 |
| | €000 | €000 |
| Pay | 4,980 | 5,534 |
| Higher, special or additional duties allowances | 9 | 14 |
| Other allowances | 3 | 4 |
| Overtime | 54 | 92 |
| Employer's PRSI | 430 | 481 |
| Total pay | 5,476 | 6,125 |

5.1 Allowances and Overtime Payments

| | Number of recipients | Recipients of €10,000 or more | Maximum individual payment 2010 € | Maximum individual payment 2009 € |
|--------------------------------------|----------------------|-------------------------------|--------------------------------------|--------------------------------------|
| Higher, special or additional duties | 3 | — | — | 3,709 |
| Other allowances | 49 | — | — | 840 |
| Overtime | 53 | 1 | 10,105 | 12,746 |

5.2 Other Remuneration Arrangements

The Director of the Gallery is provided with the use of a car under his terms of employment.

6 Miscellaneous Accounts**6.1 Grant-in-Aid Fund for Acquisitions and Conservation**

| | Purchase and repair of pictures €000 | Conservation of works of art €000 | Purchase of books and journals €000 | Totals €000 |
|-----------------------------|-----------------------------------------|--------------------------------------|----------------------------------------|----------------|
| Balance at 1 January 2010 | 86 | 48 | 69 | 203 |
| Grant-in-Aid (Subhead B) | 1,921 | 40 | 39 | 2,000 |
| Expenditure | (499) | (50) | (25) | (574) |
| Balance at 31 December 2010 | 1,508 | 38 | 83 | 1,629 |

6.2 Grant-in-Aid Fund for the National Gallery Jesuit Fellowship

| | €000 |
|-----------------------------|------|
| Balance at 1 January 2010 | 224 |
| Grant-in-Aid (Subhead C) | 41 |
| Expenditure | (71) |
| Balance at 31 December 2010 | 194 |