



Ard Reachtaire Cuntas agus Ciste Comptroller and Auditor General

Report for presentation to the Houses of the Oireachtas

Oberstown Children Detention Campus

Opinion on the financial statements

I have audited the financial statements of Oberstown Children Detention Campus for the year ended 31 December 2021 as required under the provisions of section 173 of the Children Act 2001. The financial statements comprise

- the statement of income and expenditure and retained revenue reserves
- the statement of comprehensive income
- the statement of financial position
- the statement of cash flows, and
- the related notes, including a summary of significant accounting policies.

In my opinion, the financial statements give a true and fair view of the assets, liabilities and financial position of Oberstown Children Detention Campus at 31 December 2021 and of its income and expenditure for 2021 in accordance with Financial Reporting Standard (FRS) 102 — *The Financial Reporting Standard applicable in the UK and the Republic of Ireland*.

Basis of opinion

I conducted my audit of the financial statements in accordance with the International Standards on Auditing (ISAs) as promulgated by the International Organisation of Supreme Audit Institutions. My responsibilities under those standards are described in the appendix to this report. I am independent of Oberstown Children Detention Campus and have fulfilled my other ethical responsibilities in accordance with the standards.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Report on information other than the financial statements, and on other matters

Oberstown Children Detention Campus has presented certain other information together with the financial statements. This comprises the governance statement and Board members' report, and the statement on internal control. My responsibilities to report in relation to such information, and on certain other matters upon which I report by exception, are described in the appendix to this report.

I have nothing to report in that regard.

John Crean
For and on behalf of the
Comptroller and Auditor General

21 December 2022

Appendix to the report

Responsibilities of Board members

As detailed in the governance statement and Board members' report, the Board members are responsible for

- the preparation of annual financial statements in the form prescribed under section 173 of the Children Act 2001
- ensuring that the financial statements give a true and fair view in accordance with FRS 102
- ensuring the regularity of transactions
- assessing whether the use of the going concern basis of accounting is appropriate, and
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Responsibilities of the Comptroller and Auditor General

I am required under section 173 of the Children Act 2001 to audit the financial statements of Oberstown Children Detention Campus and to report thereon to the Houses of the Oireachtas.

My objective in carrying out the audit is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement due to fraud or error. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with the ISAs, I exercise professional judgment and maintain professional scepticism throughout the audit. In doing so,

- I identify and assess the risks of material misstatement of the financial statements whether due to fraud or error; design and perform audit procedures responsive to those risks; and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- I obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls.
- I evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures.

- I conclude on the appropriateness of the use of the going concern basis of accounting and, based on the audit evidence obtained, on whether a material uncertainty exists related to events or conditions that may cast significant doubt on Oberstown Children Detention Campus's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my report. However, future events or conditions may cause Oberstown Children Detention Campus to cease to continue as a going concern.
- I evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I report by exception if, in my opinion,

- I have not received all the information and explanations I required for my audit, or
- the accounting records were not sufficient to permit the financial statements to be readily and properly audited, or
- the financial statements are not in agreement with the accounting records.

Information other than the financial statements

My opinion on the financial statements does not cover the other information presented with those statements, and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, I am required under the ISAs to read the other information presented and, in doing so, consider whether the other information is materially inconsistent with the financial statements or with knowledge obtained during the audit, or if it otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact.

Reporting on other matters

My audit is conducted by reference to the special considerations which attach to State bodies in relation to their management and operation. I report if I identify material matters relating to the manner in which public business has been conducted.

I seek to obtain evidence about the regularity of financial transactions in the course of audit. I report if I identify any material instance where public money has not been applied for the purposes intended or where transactions did not conform to the authorities governing them.

**Oberstown Children Detention Campus
Annual Report and Financial Statements
For the year ended 31 December 2021**

Oberstown Children Detention Campus

For the year ended 31 December 2021

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Oberstown Children Detention Campus

For the year ended 31 December 2021

Information page

Board Members

Professor Ursula Kilkelly (Chairperson)
Mr Brian Arnold (appointed 21st July 2021)
Ms Linda Creamer (resigned 6th January 2021)
Ms Bernadette Costello
Mr Eamon Clavin
Ms Jennifer Gargan
Ms. Noreen Leahy (resigned 25th March 2021)
Ms Elizabeth Howard
Mr Donal McCormack (appointed 22nd March 2021)
Mr John McDaid
Ms Laoise Manners (re-appointed 21st July 2021)
Mr Craig Mulligan (re-appointed 21st July 2021)
Mr Don O'Leary (resigned 13th September 2021)
Mr Denis O'Sullivan (appointed 1st April 2021)
Mr Pat Rooney (resigned 21st June 2021)
Ms Emer Woodfull

Address

Oberstown
Lusk
Co. Dublin

Bankers

Bank of Ireland
Balbriggan
Co. Dublin

Auditors

Office of Comptroller & Auditor General
3A Mayor Street Upper
Dublin 1
DO1 PF72

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report

Governance

The Board of Management of Oberstown Children Detention Campus is established and appointed under the Children Act, 2001. The functions of the Board are set out in section 165 of this Act. The Board is accountable to the Minister for Children, Equality, Disability, Integration & Youth and is responsible for ensuring good governance. The Board performs this task by setting strategic objectives and targets and taking strategic decisions on all key matters within its competence. The day-to-day management, control and direction of Oberstown Children Detention Campus are the responsibility of the Director under the Children Act 2001. The Director follows the strategic direction set by the Board of Management and ensures the Board has a clear understanding of the key activities and decisions affecting Oberstown performance and of any significant risks likely to arise. The Director is a direct liaison between the Board of Management and the management of Oberstown Children Detention Campus.

Board Responsibilities

The Board has responsibility for the good governance of Oberstown Children Detention Campus and operates according to legislation and guidance to ensure effective controls are in place, which also contains the matters specifically reserved for the Board. Standing items considered by the Board include:

- Reports from Board committees, including Governance, People and Culture, Young People and Strategy and Audit and Risk;
- Financial reports/management accounts (via the Audit & Risk Committee on behalf of the Board)
- Staffing and young people matters
- Performance reports on all aspects of Oberstown operations
- Declaration of conflicts and other interests.

Section 173 of the Children Act, 2001 requires the Board of Management of Oberstown Children Detention Campus to keep, in such form as may be approved by the Minister for Children, Equality, Disability, Integration & Youth with the consent of the Minister for Public Expenditure and Reform, all proper and usual accounts of money received and expended by it.

In preparing these financial statements, the Board of Management of Oberstown Children Detention Campus is required to:

- Select suitable accounting policies and apply them consistently
- Make judgements and estimates that are reasonable and prudent
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that it will continue in operation, and
- State whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The Board of Management is responsible for keeping adequate accounting records which disclose, with reasonable accuracy at any time, its financial position and enables it to ensure that the financial statements comply with section 173 of the Children Act, 2001. The maintenance and integrity of the corporate and financial information on Oberstown Children Detention Campus is the responsibility of the Board.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report (continued)

The Board places reliance on the established Department of Children, Equality, Disability, Integration & Youth (formerly the Department of Children and Youth Affairs) and, Department of Justice, managed processes and regulations to underpin its internal controls across these areas.

The Board is responsible for safeguarding its assets and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Oberstown operates in accordance with the Children Act 2001 and the principles of good governance under The Code of Practice for the Governance of State Bodies (2016).

Part 10 of the Children Act 2001 outlines the roles and responsibilities of the Minister for Children, Equality, Disability, Integration & Youth, the Board of Management and the Director of Oberstown Children Detention Campus. In the case of any conflict between the Code of Practice and the legislation, the legislation takes precedence.

Based on the information provided by the Department of Children, Equality, Disability, Integration & Youth (DCEDIY) and National Shared Service Office (NSSO), the Board considers that the financial statements of Oberstown give a true and fair view of the financial performance and the financial position of Oberstown Children Detention Campus at 31 December 2021.

Board Structure

The Board of Management consists of a Chairperson and 12 members, all of whom are appointed by the Minister for Children, Equality, Disability, Integration & Youth. The Chair was appointed on 1st June 2019 and the members of the Board were appointed from 4 July 2019 under the terms of section 164 and 167 of the Children Act 2001. There is provision in the Children Act allowing for the re-appointment of Board members for a second term. Board members' emoluments are disclosed in Note 3(c) to the Financial Statements. In 2021, as part of Oberstown's continued commitment to good governance, the Chairperson, Ursula Kilkelly, achieved a distinction in the Institute of Directors Diploma in Company Direction and was subsequently awarded Chartered Director status by the IOD.

In 2021, the Board had the following standing committees:

Audit & Risk committee (ARC Oct 2019 to date); comprising of three Board members. The purpose of the ARC is to assist the Board in its assessment of the effectiveness of the systems established by the Management including reviewing the comprehensiveness and reliability of Internal Controls and assurances on risk management, the control environment and accuracy and completeness of the financial statements. Terms of reference were approved by the Board of Management and were reviewed to include an annual review of effectiveness for the Committee and approved by the Board in November 2021.

Governance Committee; comprising three Board members. The role of the Governance Committee is to support the Board in meeting legal and statutory requirements of good governance, as well as promoting the adoption of good practice. Terms of reference were approved by the Board of Management for 2019 and in December 2021, the terms of reference were reviewed by the Board when it approved amendments to make available to the Committee the provision for external expertise and the promotion of compliance with the Code of Practice for the Governance of State Bodies.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report (continued)

Board Structure (continued)

The Strategy Committee, comprising six Board members, was established in April 2020 and re-structured in October 2020. The role of the Committee is to support the development of the Strategic Plan 2022 -2026 and oversee its implementation. The Terms of reference for the Committee were approved by the Board in December 2020. Revised Terms of reference were approved by the Board in February 2022.

The Young People Committee, comprising three Board members, was established in October 2020. The role of the Committee is to support the Board in the fulfilment of its governance and oversight responsibilities with respect to young people in Oberstown. The principal objective of the Young People Committee is to ensure that the views of young people are heard and taken into account by the Board. The Terms of reference were approved by the Board in November 2020. The Terms of reference were revised to include access to external expertise for the Committee and approved by the Board in November 2021.

The Transition & Succession Committee, comprising four Board members, is an ad hoc Committee of the Board which was established in 2020 to oversee the transition and succession process following the resignation of the Director, and to make decisions on behalf of the Board in between meetings with respect to the appointment of the new Director. The Committee was discontinued in June 2021, following the successful completion of the appointment process.

The People & Culture Committee, comprising three Board members, was established by the Board in December 2020. The role of the People & Culture Committee is to assess, guide, report on and make recommendations to the Board for approval in relation to the development and implementation of the Oberstown people and culture strategy. Terms of reference were approved by the Board in February 2021.

The table below covers the year from 1st January 2021 to 31st December 2021

	Board of Management Meetings attendance	Governance committee Meetings attendance	Audit & Risk committee Meetings attendance	Strategy Committee Meetings attendance	Young People Committee Meetings attendance	Transition & Succession Committee	People & Culture Committee
Professor Ursula Kilkelly	14	5	8	5	4	2	2
Brian Arnold**	5	-	-	-	-	-	-
Linda Creamer*	-	-	-	-	-	-	-
Bernadette Costello	14	-	8	-	-	-	-
Eamon Clavin	14	5	-	9	-	-	-
Jennifer Gargan	14	5	-	9	4	2	-
Elizabeth Howard	13	-	-	-	-	-	-
Noreen Leahy*	5	-	-	2	1	1	-
Donal McCormack**	6	-	-	-	-	-	-
John McDaid	14	-	8	9	-	2	-

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report (continued)

The table below covers the year from 1st January 2021 to 31st December 2021

	Board of Management Meetings attendance	Governance committee Meetings attendance	Audit & Risk committee Meetings attendance	Strategy Committee Meetings attendance	Young People Committee Meetings attendance	Transition & Succession Committee	People & Culture Committee
Laoise Manners***	9	-	-	6	-	-	-
Craig Mulligan***	12	-	-	-	-	-	2
Don O'Leary*	2	-	-	-	-	-	-
Dennis O Sullivan**	8	-	-	5	-	-	-
Pat Rooney*	8	-	-	-	-	-	-
Emer Woodfull	14	-	-	-	3	-	2

* Retired during year ** Appointed during year ***Re-appointed during year
Please refer to page 3 for details of dates

The Board of Management met 14 times during the period covered, 11 formal meetings, 1 extraordinary meeting, 1 emergency meeting and 1 dedicated Strategy meeting. The Audit & Risk Committee met 8 times during the period covered, the Governance Committee met 5 during the period covered, the Strategy Committee met 9 times during the period covered, the Young People Committee met 4 times during the period covered and the Transition & Succession Committee met 2 times during the period covered.

The Board commissioned Board Excellence to undertake an independent external review of Board (and committee) effectiveness in 2021. The review formed part of the work plan for Board Committees in 2021/2022 with oversight of the Governance Committee. It also formed the basis of the Board of Management Annual Work Plan 2022. The Board of Management carried out a review of board effectiveness in October 2021.

COVID-19 and Internal Controls

The COVID-19 pandemic began in March 2020 and continues, in one form or another. Arising from COVID-19, the Director activated the campus emergency planning procedures to deal with the unprecedented number of issues emerging in the matter of provision of services including the impact on staffing, young people and the operation of Campus services.

Key Personnel Changes

Damien Heron was appointed Director on 16th March 2021. The Head of Risk was appointed on 6th April 2021.

Disclosures Required by Code of Practice for the Governance of State Bodies (2016)

The Board is responsible for ensuring that Oberstown Children Detention Campus complies with the requirements of the Code of Practice for the Governance of State Bodies ("the Code"), as published by the Department of Public Expenditure and Reform (DPER) in August 2016. The following disclosures are required by the Code:

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report (continued)

Consultancy Costs

Consultancy costs include the cost of external advice to management and exclude outsourced 'business-as-usual' functions.

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Legal Advice	34,053	29,503
Public Relations	83,266	130,342
Human Resources (<i>includes executive search fees & HR investigations</i>)	234,861	121,372
Business Improvement	31,600	6,165
Other*	110,133	100,476
Total Consultancy Costs	493,913	387,858

*Other fees consist of Data protection support and Procurement related advice.

Legal Costs and Settlements

The table below provides a breakdown of amounts recognised as expenditure in the reporting period in relation to legal costs and settlements relating to contracts with third parties. This does not include expenditure incurred in relation to general legal advice received by Oberstown Children Detention Campus which is disclosed in Consultancy costs above.

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Legal Fees - Legal Proceedings	-	29,503
Settlements	-	228,500
Total	-	258,003

There were no settlements paid in 2021. Settlements comprised of 2 Settlements in 2020. Claims for personal injury dealt with by the State Claims Agency on behalf of Oberstown are detailed in note 9 Provisions.

Travel and Subsistence Expenditure

Travel and Subsistence expenditure is categorised as follows:

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Board	7,292	9,845
Employees	9,375	15,833
Total	16,667	25,678

In 2021 €Nil (2020:€Nil) of Employee expenditure related to International Travel.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Governance Statement and Board Members' Report (continued)

Hospitality Expenditure

Hospitality Expenditure relates to accommodation and entertainment.

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Hospitality Expenditure	1,317	641
Total	1,317	641

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement of Compliance

The Board of Management has adopted the Code of Practice for the Governance of State Bodies (2016) and has put procedures in place to ensure compliance with the Code. Oberstown was substantially compliant with the Code of Practice for Governance of State Bodies for 2021.

A programme of internal audit was delivered during 2021 in line with the approved Internal Audit Plan as follows:

- Procurement Review
- Internal Controls Questionnaire Review 2020
- ICT Security Assurance Report (March 2022 ARC Meeting)
- Follow up review of previous internal audit recommendations
- Internal Controls Questionnaire Review 2021 (ICQ) – Financial Control and internal controls (presented at the ARC meeting in March 2022)

The Board of Management completed a check list of the compliance of Oberstown Children Detention Campus with the Code of Practice, which was submitted to the Department in September 2021, identifying corrective measures for any gaps identified.

The Oversight Agreement between DCEDIY and Oberstown was approved by the Board in December 2019 and its implementation is monitored by the Governance Committee. This was reviewed and re-signed in September 2020. A Performance Delivery Agreement is also in place and was signed in December 2021.

Both DCEDIY and Oberstown are jointly responsible for ensuring there are good governance arrangements in place. In December 2018 the Oberstown Children Detention Campus Board of Management adopted its Governance handbook, in full compliance with the Code of Practice for the Governance of State Bodies. This is reviewed annually by the Board and published on the Oberstown website.

Oberstown Children Detention Campus Board of Management considers that it is in substantial compliance with the code and that further steps are necessary to enhance and embed the relevant sections of the Code in Oberstown. Exceptions are noted on page 14 and 15 under internal control issues.

On behalf of the Board of Management of Oberstown Children Detention Campus:



Professor Ursula Kilkelly
Chairperson



Damien Hernon
Director

Date: 20/12/2022

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement on Internal Control

Responsibility for the System of Internal Control

On behalf of Oberstown Children Detention Campus (Oberstown), we acknowledge the Board's responsibility for ensuring that an effective system of internal control is maintained and operated. Oberstown operates in accordance with the Children Act 2001 and the principles of good governance set out in the Code of Practice for the Governance of State Bodies (2016).

Purpose of the System of Internal Control

The system of internal control is designed to manage and reduce risk to a tolerable level rather than to eliminate risk. It is designed to provide reasonable but not absolute assurance that assets are safeguarded, transactions are documented, authorised and properly recorded and that material errors or irregularities are either prevented or detected in a timely manner.

The system of internal control, which accords with guidance issued by the Department of Public Expenditure and Reform, has been in place in Oberstown for the year ended 31 December 2021 and up to the date of approval of the financial statements except for the control issues outlined.

Shared Services

Payroll function is provided on a shared service basis by the National Shared Services Office for Oberstown through the Department of Children, Equality, Disability, Integration and Youth. The accounting officer of the National Shared Services Office is responsible for the operation of controls within shared services.

The Department of Justice continues to provide Information Management & Technology (IM&T) services to Oberstown in line with the service level agreement.

Oberstown relies on a letter of assurance from the Department of Justice to confirm that the appropriate controls in relation to IM&T matters are operating effectively in the provision of ICT services provided.

Capacity to Handle Risk

The Board of Management of Oberstown Children Detention Campus has overall responsibility for the system of internal control and risk management. The Board of Management established an Audit and Risk Committee in 2019 comprising of 3 board members including one member with financial and audit expertise.

Oberstown has outsourced its internal audit function to an independent professional firm who conduct a programme of work agreed with the Audit and Risk Committee on behalf of the Board.

A risk management policy has been approved by the Board of Management which sets out the risk management processes in place, detailing the roles and responsibilities of staff in relation to risk. This is currently being refined together with a process of defining a risk appetite. Work is ongoing to raise staff awareness about risk management and to ensure that management are operating appropriate risk management and internal controls within their own area of responsibilities.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement on Internal Control (continued)

Risk and Control Framework

The Board of Management of Oberstown Children Detention Campus has implemented a risk management system which identifies and reports key risks and the management actions being taken to address and, to the extent possible, to mitigate those risks.

A Risk Register is in place which identify the key risks facing Oberstown. Risks have been identified, evaluated and graded according to their significance and are regularly reviewed as appropriate within the organisation including management, the Audit and Risk Committee, other Board committees and the Board of Management. They are brought to the attention of DCEDIY in line with the Oversight Agreement.

The Risk registers detail the controls and actions needed to mitigate risks and sets out responsibility for operation of controls assigned to specific staff. We confirm that a control environment contained the following elements is in place:

- Procedures for all key business processes has been established.
- Financial responsibilities have been assigned at management level with corresponding accountability.
- There is an appropriate budgeting system with an annual budget which is kept under review by the Board of Management and Senior Management.
- There are systems in place ensuring security of the information and communication technology systems.
- There are systems in place to safeguard assets

During 2021 Oberstown COVID-19 Safety Implementation and Monitoring Committee continued to meet as required to lead and manage responses to the challenges arising. In line with public health advice and government policy, a number of Oberstown staff continued to work remotely. Every effort was made to ensure that the service was delivered safely and to required standards, despite very challenging operating conditions.

Potential IT security and control threats are monitored by the Department of Justice IM&T services and addressed on an ongoing basis. Oberstown has been able to continue its operations without disruption and with minimal changes to its risk and control processes.

Ongoing Monitoring and Review

Formal procedures have been established for monitoring control processes and control deficiencies are communicated to those responsible for taking corrective action and to management and the Board, where relevant, in a timely way.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement on Internal Control (continued)

We confirm that the following ongoing monitoring systems are in place:

- Key risks and related controls have been identified and processes have been put in place to monitor the operation of those key controls and report any identified deficiencies.
- Reporting arrangements have been established at all levels where responsibility for financial management has been assigned.
- There are regular reviews by the senior management of periodic and annual performance and financial reports which indicate performance against budgets/forecasts.

Procurement

We confirm that Oberstown has procedures in place to ensure compliance with current procurement rules and guidelines. Matters arising regarding controls over procurement related to legacy issues and have resulted in non-compliance with rules and guidelines to the amount of €374,325 (2020: €149k). These matters are highlighted under internal control issues below. Procedures in place will continue to be monitored.

Review of Effectiveness

We confirm that Oberstown has procedures in place to monitor the effectiveness of its risk management and control procedures. Oberstown monitors and reviews the effectiveness of the system of internal control informed by the work of internal and external auditors, the Audit and Risk Committee and the senior management within Oberstown who are responsible for the development and maintenance of the internal control framework.

We confirm that the Audit and Risk Committee on behalf of the Board undertook a review of the effectiveness of internal controls in March 2022 for 2021, in the manner required by the Code of Practice for the Governance of State Bodies.

Internal Control Issues

In order to adhere to procurement regulations issued by the DPER on procurement excellence, a process of continuing improvement is in place in Oberstown which will improve compliance with public procurement regulations, value for money and increase the usage of contracts awarded by the Office of Government Procurement (OGP).

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement on Internal Control (continued)

In 2021 payments were made to the following Suppliers without proper procurement procedures in place:

Internal Control Issues

Supplier	Value €	Circumstances giving rise to using the supplier	Steps taken to rectify the breach
Recreational and educational after school activities for young people	€ 301,028	Legacy suppliers remained in place after the 2020 Tendering process due to operational needs.	RFT published and tenders evaluated through e-tendering in 2020 but did not establish VFM for Oberstown. A formal review of the Recreational & Educational after school activities was undertaken in 2021 with a view to obtaining value for money and ensuring adherence to national procurement guidelines. RFT was published and tenders evaluated through e-tendering in 2021. The process was finalised and contracts will be agreed in 2022.
HR Investigation Services	€39,900	Original costs were not expected to exceed the procurement thresholds however due to the complexity of the investigation the final costs exceeded the original estimate breaching the procurement threshold.	Management will ensure procurement guidelines are followed going forward.
Household Products	€33,397	The supplier was on HBS Procurement until Q4 2020. There were delays in changing over to the new supplier in 2021. Oberstown moved to the new supplier in Q3 2021.	Oberstown are no longer using this Household products supplier. The Management will ensure procurement guidelines are followed going forward.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Statement on Internal Control (continued)

Internal Control Issues

The following table provides an update in relation to 2020 payments that were made without proper procurement procedures in place:

Supplier	Value €	Circumstances giving rise to using the supplier	Steps taken to rectify the breach
Recreational and educational after school activities for young people	€ 93,822	Suppliers were in place prior to the establishment of Oberstown Children Detention Campus as a legal entity on 1 June 2016.	RFT published and tenders evaluated through e-tendering but did not establish VFM for Oberstown. A formal review of the Recreational & Educational after school activities was undertaken in 2021 with a view to obtaining value for money and adhering to national procurement guidelines.
Agency Staff	€54,920	Supplier was in place prior to the establishment of Oberstown Children Detention Campus as a legal entity on 1 June 2016.	Review of staffing through agency was undertaken in 2021 and management will ensure procurement guidelines are followed in future.

On behalf of the Board of Management of Oberstown Children Detention Campus:



Professor Ursula Kilkelly
Chairperson



Damien Hernon
Director

Date: 20/12/2022

Oberstown Children Detention Campus

For the year ended 31 December 2021

STATEMENT OF INCOME AND EXPENDITURE AND RETAINED REVENUE RESERVES

For the year ended 31 December 2021

	Note	Year ended 31 December 2021	Year ended 31 December 2020
		€	€
Income			
Oireachtas Grants	2	24,652,587	22,790,082
Other Income	1(d)	44,348	19,662
Net Deferred Pension Funding	4(c)	3,709,360	4,113,450
Total Income		28,406,295	26,923,194
Expenditure			
Administration and Operations	3	23,857,279	23,274,732
Retirement benefit costs	4(a)	4,866,234	4,879,299
Depreciation		377,347	373,766
Total Expenditure		29,100,860	28,527,798
(Deficit) for the Year before Appropriations		(694,565)	(1,604,604)
Transfer (from/to) Capital Account		33,935	261,694
(Deficit) for the Year after Appropriations		(660,630)	(1,342,910)
Establishment reserve	1(a)	(3,413,866)	(3,413,866)
Balance brought forward at 1 January		(3,902,892)	(2,559,982)
Balance Carried Forward at 31 December		(7,977,388)	(7,316,758)

The balance carried forward includes the establishment reserve.

The Statement of Cash Flows on page 19 and notes 1 to 16 on pages 20 to 34 form part of these financial statements.

On behalf of the Board of Management of Oberstown Children Detention Campus:



Professor Ursula Kilkelly
Chairperson



Damien Heron
Director

Date: 20/12/2022

Oberstown Children Detention Campus

For the year ended 31 December 2021

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2021

	Note	Year ended 31 December 2021	Year ended 31 December 2020
		€	€
(Deficit) for the year after appropriations		(660,630)	(1,342,910)
Total Actuarial gain/(loss) in the year	4 (b)	(15,651,000)	2,179,000
Adjustment to deferred retirement benefits funding		15,651,000	(2,179,000)
Total Comprehensive Income for the Year		<u>(660,630)</u>	<u>(1,342,910)</u>

The Statement of Cash Flows on page 19 and notes 1 to 16 on pages 20 to 34 form part of these financial statements.

On behalf of the Board of Management of Oberstown Children Detention Campus:



Professor Ursula Kilkelly
Chairperson



Damien Hernon
Director

Date: 20/12/2022

Oberstown Children Detention Campus

For the year ended 31 December 2021

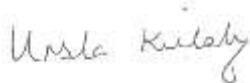
STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

	Note	31 December 2021	31 December 2020
		€	€
Fixed Assets			
Property, plant & equipment	5	365,676	399,611
Current Assets			
Inventory	6	82,518	91,545
Receivables	7	127,494	76,969
Cash and cash equivalents		897,490	663,183
		1,107,502	831,697
Current Liabilities (amounts falling due within one year)			
Payables	8	(1,695,470)	(1,308,455)
Net Current (Liabilities)		(587,968)	(476,758)
Provisions	9	(7,389,420)	(6,840,000)
Retirement Benefits			
Retirement benefit obligations	4(b)	(144,105,000)	(124,745,000)
Deferred retirement benefit funding asset	4(b)	144,105,000	124,745,000
Total Net (Liabilities)		(7,611,712)	(6,917,147)
Representing			
Retained revenue reserves		(7,977,388)	(7,316,758)
Capital account	10	365,676	399,611
		(7,611,712)	(6,917,147)

The Statement of Cash Flows on page 19 and notes 1 to 16 on pages 20 to 34 form part of these financial statements.

On behalf of the Board of Management of Oberstown Children Detention Campus:



Professor Ursula Kilkelly
Chairperson



Damien Hernon
Director

Date: 20/12/2022

Oberstown Children Detention Campus

For the year ended 31 December 2021

STATEMENT OF CASH FLOWS*For the year ended 31 December 2021*

	Year ended 31 December 2021	Year ended 31 December 2020
	€	€
Net Cash Flows from Operating Activities		
Excess of expenditure over income	(660,630)	(1,342,910)
Depreciation of fixed assets	377,347	373,767
(Increase)/decrease in receivables	(50,525)	397
Increase in provisions	549,420	1,610,000
Increase in payables	387,015	142,951
Decrease/(Increase) in stock	9,027	(4,535)
Net Cash Inflow from Operating Activities	611,654	779,670
Cash Flows from Investing Activities		
Payments to acquire property, plant & equipment	(343,412)	(112,071)
Net Cash Flows from Investing Activities	(343,412)	(112,071)
Cash Flows from Financing Activities		
Capital account	(33,935)	(261,695)
Net Cash Flows from Financing Activities	(33,935)	(261,695)
Net increase in Cash and Cash Equivalents	234,307	405,904
Cash and Cash Equivalents at beginning of year	663,183	257,279
Cash and Cash Equivalents at 31 December	897,490	663,183

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements

1. Accounting Policies

The basis of accounting and significant accounting policies adopted by Oberstown Children Detention Campus are set out below. They have all been applied consistently throughout the year.

a) General Information

Oberstown Children Detention Campus was established as a legal entity from 1 June 2016. (SI 273/2016). The objectives of Oberstown Children Detention Campus are set out in the Children Act 2001 and include the provision of appropriate residential care, education and training programmes and facilities for young people referred to it by a court having regard to their health, safety, welfare and interests including their physical, psychological and emotional well-being.

These are the sixth set of financial statements for the Oberstown Children Detention Campus and cover the year ended 31 December 2021, with comparatives covering the period from 1 January 2020 to 31 December 2020. The following should be noted in relation to these financial statements:

Retained revenue reserves include a deficit of €3.413 million that existed at the establishment date, broken down as follows:

	Opening balance at 1 June 2016
	€
Provision for claims with State Claim Agency	(1,938,000)
Payables	(1,710,286)
Bank and cash at hand	234,420
Fixed assets	143,286
Capital account	(143,286)
Net liabilities on establishment 1 June 2016	<u><u>(3,413,866)</u></u>

Financial transactions not recognised in financial statements

Ownership of the site and buildings from which the Oberstown Children Detention Campus operates is vested in the Minister for Children, Equality, Disability, Integration & Youth. The relevant assets are recognised in the Appropriation Account of that department. These financial statements reflect the value of operational assets purchased by the Campus including office equipment, furniture and fixtures, sports and activities, security equipment and vehicles.

Teachers employed to provide educational needs on the campus are paid by the Dublin Dun Laoghaire Education & Training Board (DDLETB) and are not reflected in the financial statements of the Campus. In 2021, 26.66 Whole Time Equivalent (WTE) (2020: 26.66 WTE) teachers were employed on the Campus.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

b) Basis of Preparation

The financial statements have been prepared under the historical cost convention, except for certain assets and liabilities that are measured at fair values as explained in the accounting policies below. The financial statements are in the form approved by the Minister for Children, Equality, Disability, Integration & Youth with the concurrence of the Minister for Public Expenditure and Reform under the Children's Act 2001. The following accounting policies have been applied consistently in dealing with items which are considered material in relation to Oberstown Children Detention Campus's financial statements.

The financial statements of Oberstown Children Detention Campus for the year ended 31 December 2021 have been prepared in accordance with FRS 102 *Financial Reporting Standard Applicable in the UK and Republic of Ireland*, issued by the Financial Reporting Council (FRC).

c) Revenue

Oireachtas Grants

Oireachtas grants are recognised on a cash receipts basis. This includes;

- grants received directly by Oberstown Children Detention Campus which are recognised on a cash receipts basis,
- amounts paid to National Shared Services Office (NSSO) by the DCEDIY to reimburse NSSO in respect of payments made on behalf of Oberstown Children Detention Campus,
- amounts paid by DCEDIY on behalf of Oberstown Children Detention Campus. (See note 2).

Refunds of grants paid

Grants paid may become refundable in certain circumstances, or if the conditions of the grant are not met. Grant refunds are recognised when it is probable that the money will be refunded by Oberstown Children Detention Campus and the amount can be estimated reliably; therefore they are accounted for on an accruals basis. All other income is accounted for on an accruals basis.

d) Other Income

Other income is recognised on a cash receipts basis. Other income includes income received from staff meals from the canteen, meals on wheels and research project contributions.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

e) Property, Plant and Equipment

Property, plant and equipment are stated at cost less accumulated depreciation, adjusted for any provision for impairment.

The cost of the buildings from which the campus operates was borne by DCEDIY and as such are not recorded in the financial statements of Oberstown Children Detention Campus.

Depreciation is provided on all property, plant and equipment, other than freehold land and artwork, at rates estimated to write off the cost less the estimated residual value of each asset on a straight line basis. A full years depreciation is charged in the year of acquisition over their estimated useful lives, as follows:

(i) Office Equipment	20% per annum
(ii) Furniture and Fixtures	20% per annum
(iii) Sports and Activities Equipment	20% per annum
(iv) Security Equipment	20% per annum
(v) Plant and Machinery	20% per annum
(vi) Vehicles	20% per annum

Residual value represents the estimated amount which would be obtained from disposal of an asset, after deducting estimated costs of disposal, if the asset were already of an age and in the condition expected at the end of its useful life .If there is objective evidence of impairment of the value of an asset, an impairment loss is recognised in the Statement of Income and Expenditure and Retained Revenue Reserves in the year in which it arises.

f) Inventory

Oberstown Children Detention Campus holds stock in respect of food, medical, cleaning and clothing supplies. Inventories are not pledged as securities.

g) Employee Benefits

Short-term Benefits

Short term benefits such as holiday pay are recognised as an expense in the year, and benefits that are accrued at year-end are included in the Payables figure in the Statement of Financial Position.

Retirement Benefits

Oberstown Children Detention Campus staff contribute to the Special Superannuation Scheme which is its own defined benefit pension scheme, funded annually on a pay-as-you-go basis from monies provided by the Department of Children, Equality, Disability, Integration & Youth and from contributions deducted from staff members' salaries.

Oberstown Children Detention Campus also operates the Single Public Services Pension Scheme ("Single Scheme"), which is a defined benefit scheme for pensionable public servants initially appointed on or after 1 January 2013. Single Scheme members' contributions are paid over to the Department of Public Expenditure and Reform (DPER).

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

g) Employee Benefits (continued)

Pension costs reflect pension benefits earned by employees, and are shown net of staff pension contributions which are remitted to the Department of Children, Equality, Disability, Integration & Youth and the Department of Public Expenditure and Reform.

An amount corresponding to the pension charge is recognised as income to the extent that it is recoverable, and offset by grants received in the year to discharge pension payments.

Actuarial gains or losses arising on scheme liabilities are reflected in the Statement of Comprehensive Income, and a corresponding adjustment is recognised in the amount recoverable from the Department of Children, Equality, Disability, Integration & Youth.

The financial statements reflect, at fair value, the assets and liabilities arising from Oberstown Children Detention Campus's pension obligations and any related funding, and recognises the costs of providing pension benefits in the accounting years in which they are earned by employees. Retirement benefit scheme liabilities are measured on an actuarial basis using the projected unit credit method.

h) Critical Accounting Judgements and Estimates

The preparation of the financial statements requires the board and management to make judgements, estimates and assumptions that affect the amounts reported for assets and liabilities as at the reporting date and the amounts reported for revenues and expenses during the year. However, the nature of estimation means that actual outcomes could differ from those estimates. The following judgements have had the most significant effect on amounts recognised in the financial statements.

Depreciation and Residual Values

The Board have reviewed the asset lives and associated residual values of all fixed asset classes, and in particular, the useful economic life and residual values of fixtures and fittings, and have concluded that asset lives and residual values are appropriate.

Provisions

Oberstown Children Detention Campus makes provisions for legal and constructive obligations, which it knows to be outstanding at the year-end date. These provisions are generally made based on historical or other pertinent information, adjusted for recent trends where relevant. However, they are estimates of the financial costs of events that may not occur for some years. As a result of this and the level of uncertainty attaching to the final outcomes, the actual out-turn may differ significantly from that estimated. Claims for personal injury are dealt with by the State Claims Agency (SCA) on behalf of Oberstown. An estimate of the amount required to settle the claims is provided by the Agency at year end, and this amount is provided for in full.

Retirement Benefit Obligation

The assumptions underlying the actuarial valuations for which the amounts recognised in the financial statements are determined (including discount rates, rates of increase in future compensation levels, mortality rates from healthcare cost trend rates) and are updated annually based on current economic conditions, and for any relevant changes to the terms and conditions of the pension and post-retirement plans.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

h) Critical Accounting Judgments and Estimates (continued)

Retirement Benefit Obligation

The assumptions can be affected by:

- (i) the discount rate, changes in the rate of return on high-quality corporate bonds
- (ii) future compensation levels, future labour market conditions

i) Expenditure

All expenses settled by NSSO, DCEDIY and Children Detention Schools Unit (CDSU) on behalf of Oberstown Children Detention Campus are included in the financial statements on being notified of same. The expenditure is categorised based on the information received from NSSO, DCEDIY and CDSU.

j) Employee costs

The employee costs included in the financial statements are inclusive of all overtime, shift pay, premium and security pay and are included as notified by NSSO.

There was 1 staff member (2020: 2 staff members) included in the employee costs who was seconded to other government departments or government funded entities. The staff member was permanently transferred on 1 August 2021. The cost of the basic salary to the Campus was €21,360 (2020: €34,836) plus associated pension and employer PRSI costs.

Salaries are re-couped as provided for in the secondment agreements.

k) Capital Account

The Capital Account represents the unamortised value of income used to purchase Property, Plant and Equipment.

2. Oireachtas Grants

The Oireachtas Grants voted to Oberstown Children Detention Campus from Department of Children, Equality, Disability, Integration & Youth (DCEDIY) as shown in the financial statements consist of:

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Grants for current expenditure – Vote 40 - DCEDIY - Subhead A4	25,250,941	23,753,711
Grants for current expenditure – Vote 40 - DCEDIY - Subhead B8	148,000	-
Additional superannuation contributions (ASC)	(420,098)	(418,803)
Single Public Service Pension Scheme Contributions	(276,559)	(264,214)
Hybrid Class A Pension Scheme Contributions	(393,109)	(392,685)
	<hr/> 24,309,175	<hr/> 22,678,012
Grants for capital expenditure – Vote 40 – DCEDIY - Subhead A4	343,412	112,071
	<hr/> 24,652,587	<hr/> 22,790,082

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

2. Oireachtas Grants (continued)

Type	Value €	Value €
Oireachtas grant received from Department	6,541,069	5,421,171
Pay expenditure paid by NSSO re-imbursed by the Department	18,604,400	18,072,235
Additional superannuation contributions (ASC)	(420,098)	(418,803)
Single Public Service Pension Scheme contributions	(276,559)	(264,214)
Hybrid Class A Pension Scheme contributions	(393,109)	(392,685)
Non-pay expenditure paid by NSSO re-imbursed by Department	596,884	372,378
Total Oireachtas grant income recognised in Oberstown Financial Statements	24,652,587	22,790,082

3. Administration and Operations

	Note	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Remuneration and other pay costs	3(a)	18,279,542	18,012,542
Repairs, maintenance and leasing charges		167,916	133,022
Electricity, cleaning and utilities		465,791	378,693
Communications		66,229	57,190
Information Technology		820,947	905,180
Movement in provisions	9	1,416,537	1,713,303
Consumables		241,773	280,010
Educational & recreational Support		653,693	322,014
Office expenses		63,149	59,935
Audit		34,100	34,100
Professional fees		874,195	761,185
Advertising		12,359	12,070
Miscellaneous operating expenses		761,048	605,488
		23,857,279	23,274,732

(a) Remuneration and Other Pay Costs

	Note	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Staff salaries		14,915,872	14,754,313
Employer's contribution to social welfare		1,581,324	1,568,625
Staff training and development		92,893	54,145
Staff travel and subsistence costs		9,375	15,833
Agency staff		1,672,786	1,609,781
Board members' expenses	3(c)	7,292	9,845
		18,279,542	18,012,542

The total number of staff employed at the year-end was 244 (2020: 254)

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

(b) Staff salaries

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Basic pay	12,305,673	12,367,086
Overtime	349,416	156,367
Allowances	2,260,783	2,230,860
	14,915,872	14,754,313

In 2020 overtime was lower than previous years due to the Covid-19 pandemic. Court services were closed and this directly impacted overtime levels and in addition there was also a reduction of young people in the campus. In 2021 the campus returned to normal operational levels.

There are 26.66 WTE (2020: 26.66 WTE) teachers employed by Dublin & Dun Laoghaire Education & Training Board (DDLETB), to provide educational needs. It should be noted that these teachers are remunerated directly by the DDLETB and as such their remuneration and pension costs are not included herein. All other costs associated with running the schools are included in these financial statements. Payroll costs associated with the costs are included in the financial accounts of the DDLETB.

With effect from 1st January 2019, Additional Superannuation Contribution (ASC) was introduced which replaced the pension related deduction (PRD). An amount was deducted from staff by way of an additional superannuation contribution and transferred to the Vote 40 Children, Equality, Disability, Integration and Youth. The additional superannuation contribution deduction for 2021 was €420,098 (2020: 418,803).

There was 1 seconded staff member currently included on the payroll as outlined at Note 1(j).

In 2018 Staff salaries included an amount of €89,100 in relation to salary costs for an Oberstown staff member seconded to a not-for-profit organisation up to the end of 2018. The organisation is a registered charity. The total value of salary costs to be recouped under the agreement is €491,040 and will be paid over to DCEDIY. During 2020, DCEDIY and the registered charity agreed on a methodology to recoup the monies through private fundraising by the charity. The agreement is now in place and has been signed by both parties. As at 31 December 2021, €50,000 (2020: €25,000) had been recouped under the agreement. The secondment arrangement concluded in November 2018 in line with the original Agreement.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

(c) Board Members' Emoluments

Board Members	Board Fees	Vouched Expenses	Board & Committee Meetings Attended
	€	€	
Professor Ursula Kilkelly (Chairperson)	-	6,223	38
Mr Brian Arnold	2,689	-	5
Ms Linda Creamer	-	-	-
Ms Bernadette Costello	5,985	-	22
Mr Eamon Clavin	-	-	28
Ms Jennifer Gargan	5,985	-	32
Ms Elizabeth Howard	5,985	-	13
Ms. Noreen Leahy	-	-	10
Mr Donal McCormack	-	-	6
Mr John McDaid	-	-	31
Ms Laoise Manners	-	-	18
Mr Craig Mulligan	-	-	14
Mr Don O'Leary	-	-	2
Mr Denis O'Sullivan	-	-	13
Mr Pat Rooney	2,886	-	8
Mr Emer Woodfull	5,985	104	19
	29,515	6,327	

Please refer to page 3 for details of dates. The vouched expenses do not include accommodation costs paid directly by Oberstown.

(d) Employee Short-Term Benefits Breakdown

Employees' short-term benefits in excess of €60,000 are categorised into the following bands:

Range	Number of Employees		
From	To	2021	2020
€60,000	- €69,999	73	69
€70,000	- €79,999	25	27
€80,000	- €89,999	14	7
€90,000	- €99,999	2	2
€100,000	- €109,999	1	0
€110,000	- €119,999	2	1

For the purposes of this disclosure, short-term employee benefits in relation to services rendered during the reporting period include salary, overtime, allowances and other payments made on behalf of the employee, but exclude employer's PRSI.

There were 9 members (2020: 8 members) of the Board who did not receive a Board fee under the One Person One Salary (OPOS) principle. Don O Leary also waived his fee in 2021.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

(e) Key Management Personnel

Key Management personnel in Oberstown Children Detention Campus consists of the Board, the Director, the Deputy Directors and the Senior Management Team. The total value of employee benefits for the Deputy Directors and the Senior Management team is set out below:

	Year Ended 31 December 2021	Year Ended 31 December 2020
	€	€
Salary	474,556	468,223
Allowances	32,273	32,480
	<u>506,829</u>	<u>500,703</u>

This does not include the value of retirement benefits earned in the period. Standard Public Sector Pension arrangements apply. The Board emoluments and expenses are disclosed in note 3 (c).

(f) Director's Salary and Benefits

The Directors remuneration package for the period was as follows:

	Year Ended 31 December 2021	Year Ended 31 December 2020
	€	€
Salary	113,321	113,221
Allowances	903	3,392
Travel & Subsistence expenses	426	1,485
	<u>114,650</u>	<u>118,098</u>

The Director was appointed on a permanent basis on 16th March 2021 following an open competition.

This does not include the value of retirement benefits earned in the period. Standard Public Sector Pension arrangements apply.

4. Retirement Benefit Costs

(a) Analysis of total retirement benefit costs charged to the Statement of Income and Expenditure and Retained Revenue Reserves

	Year ended 31 December 2021	Year ended 31 December 2019
	€'000	€'000
Current service costs	4,926	4,685
Interest on retirement benefit scheme liabilities	1,030	1,270
Less: Employee Contributions	(1,090)	(1,076)
	<u>4,866</u>	<u>4,879</u>

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

4. Retirement Benefit Costs

(b) Movement in net retirement benefit obligations during the financial year

	Year ended 31 December 2021 €'000	Year ended 31 December 2020 €'000
Net retirement benefit obligation at 1 January	124,745	122,811
Current service costs	4,926	4,685
Interest costs	1,030	1,270
Actuarial (gain)/loss	15,651	(2,179)
Benefits paid in the year	(2,247)	(1,842)
Net retirement benefit obligation at 31 December	144,105	124,745

(c) Deferred funding for retirement benefits

The Board recognises these amounts as an asset corresponding to the unfunded deferred liability for retirement benefits on the basis of the set of assumptions described above and a number of past events. These events include the statutory basis for the establishment of the retirement benefit scheme, and the policy and practice currently in place in relation to funding public service pensions including contributions by employees and the annual estimates process. The Board has no evidence that this funding policy will not continue to meet such sums in accordance with current practice.

The net deferred funding for retirement benefits recognised in the Statement of Income and Expenditure and Retained Revenue Reserves was as follows:

	Year ended 31 December 2021 €'000	Year ended 31 December 2020 €'000
Funding recoverable in respect of current year retirement benefit costs	5,956	5,955
State grant applied to pay retirement benefits	(2,247)	(1,842)
	3,709	4,113

The deferred funding asset for retirement benefits at 31 December 2021 amounts to €144,105,000 (2020: €124,745,000).

(d) History of defined benefit obligations

	Year ended 31 December 2021 €'000	Year ended 31 December 2020 €'000
Defined benefit obligations	144,105	124,745

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

(e) General description of the scheme

The retirement benefit scheme is a defined benefit final salary pension arrangement with benefits and contributions defined by reference to current "model" public sector scheme regulations. The scheme provides a pension (being 1/80 per year of service), a gratuity or lump sum (being 3/80 per year of service) and spouses and children's pensions. Normal retirement age is a member's 65th birthday, and pre-2004 members have an entitlement to retire without actuarial reduction from age 60. Pensions in payment (and deferment) normally increase in line with general public sector salary inflation.

With effect from 1st January 2013, new entrants become members of the Single Public Service Pension Scheme. This provides career-average revalued earnings related benefits revalued in line with increase in the Consumer Price Index. The Scheme's minimum retirement age will be linked to the State Pension Age (currently 66, increasing to age 67 in 2021 and 68 from 2028).

In 2021 €276,559 in SPSPS contributions were paid to DPER (2020: €264,214).

The principal actuarial assumptions were as follows:

Year of attaining age 65	2021	2020
Rate of increase in salaries	3.50%	2.50%
Rate of increase in retirement benefits in payment	3.00%	2.00%
Discount rate	1.20%	0.80%
Inflation rate	2.00%	1.75%

Mortality

58% of ILT15 for males with improvements (see below).

62% of ILT15 for females with improvements (see below).

Annuity factors increase by:

0.36% p.a. (Males with no spouse's pension)

0.30% p.a. (Females with no spouse's pension)

0.30% p.a. (Males with spouse's pension)

0.25% p.a. (Females with spouse's pension)

The mortality basis explicitly allows for improvements in life expectancy over time, so that life expectancy at retirement will depend on the year in which a member attains retirement age. The table below shows the life expectancy for members attaining age 65 in 2020 and 2040.

Year of attaining age 65	2021	2041
Life expectancy male	21.8 years	24.1 years
Life expectancy female	24.2 years	26.2 years

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

5. Property, Plant & Equipment

	Sports & Activities Equipment €	Security Installations €	Furniture & Fixtures €	Office Equipment €	Plant & Machinery €	Vehicles €	Land & Buildings €	Total €
Cost/Valuation								
At 1 January	45,930	373,153	1,201,871	28,498	114,145	82,538	-	1,846,135
Additions	47,986	186,253	17,595	8,962	14,486	68,130	523,675	867,087
Transfer of assets							*(523,675)	*(523,675)
Disposals	-	-	-	-	-	-	-	-
At 31 December	93,916	559,406	1,219,466	37,460	128,631	150,668	-	2,189,547
Depreciation								
At 1 January	36,310	308,809	976,841	23,042	80,476	21,046	-	1,446,524
Charge for the year	14,899	85,588	215,715	5,285	25,726	30,134	-	377,347
Disposals	-	-	-	-	-	-	-	-
At 31 December	51,209	394,397	1,192,556	28,327	106,202	51,180	-	1,823,871
Net Book Value								
At 1 January	9,620	64,344	225,030	5,456	33,669	61,492	-	399,611
Net movement for the year	33,087	100,665	(198,120)	3,677	(11,240)	37,996	-	(33,935)
At 31 December	42,707	165,009	26,910	9,133	22,429	99,488	-	365,676

In order to establish the fixed asset register of the three schools that came together to form Oberstown Children Detention Campus on 1 June 2016, independent asset valuers were brought in to review all the assets held and to put current valuation on those assets as at that date. All assets acquired subsequent to that date are stated at cost. The ownership of the site and building from which the Oberstown Children Detention Campus operates is vested in the Minister for Children, Equality, Disability, Integration & Youth and are not shown in these financial statements. *As a result any capital expenditure on Land and buildings was transferred back to the Department of Children, Equality, Disability, Integration & Youth.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

6. Inventory

	Year ended 31 December 2021	Year ended 31 December 2020
	€	€
Inventory	82,518	91,545
	82,518	91,545

Inventory comprises of stocks in respect of food, medical, cleaning and clothing supplies. Stocks are valued at the lower of cost and net realisable value.

7. Receivables

	Year ended 31 December 2021	Year ended 31 December 2020
	€	€
Prepayments	127,494	76,969
	127,494	76,969

8. Payables

Amounts falling due within one year

	Year ended 31 December 2021	Year ended 31 December 2020
	€	€
Trade Creditors	395,482	383,854
Accruals	1,268,408	908,102
Other creditors	31,580	16,499
	1,695,470	1,308,455

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

9. Provisions

	2021 Provision for claims managed by SCA €'000	2020 Provision for claims managed by SCA €'000
Balance at 1 January	6,840	5,230
Increase in provision	1,417	1,713
Utilisation of provision	(868)	(103)
Movement in provision in year	549	1,610
Provision at 31 December	7,389	6,840

Claims for personal injury are dealt with by the State Claims Agency on behalf of Oberstown. An estimate of the amount required to settle the claims is provided by the Agency at the year end. €7.389 million was provided for at the year-end (2020: €6.840m).

10. Capital Account

	Year ended 31 December 2021 €	Year ended 31 December 2020 €
Opening Balance	399,611	661,306
Transfer (to) from Statement of Income and Expenditure and Retained Revenue Reserves		
Funding to acquire assets	343,412	112,071
Amortisation in line with asset depreciation	(377,347)	(373,766)
Closing Balance at 31 December	365,676	399,611

11. Related Party Disclosures

Key management personnel in Oberstown Children Detention Campus consist of the Board, the Director, Deputy Directors and the Senior Management Team. Total compensation paid to Key Management Personnel, including Board members' fees and expenses and total remuneration of Oberstown Director and the Deputy Directors and Senior Management Team, are disclosed in Note 3.

Oberstown Children Detention Campus adopts procedures in accordance with the guidelines issued by the Department of Public Expenditure and Reform covering the personal interests of Board members. In the normal course of business, Oberstown Children Detention Campus may approve grants or enter into other contractual arrangements with entities in which Oberstown Children Detention Campus Board members are employed or are otherwise interested.

In cases of potential conflict of interest, the Board of Management have a conflicts of interest register in place. The Chair is advised in advance of meetings of any conflicts that arise as a result of the board documents issued. A register is maintained and available on request of all such instances. There were no instances of conflicts of interest in the year.

Oberstown Children Detention Campus

For the year ended 31 December 2021

Notes to the Financial Statements (continued)

12. Contingent liabilities

There are a number of legal cases currently ongoing against Oberstown Children Detention Campus. The Board and the State Claims Agency have considered each of these and in accordance with the accounting policy in place have only made provisions in respect of uninsured probable future obligations with regard to these cases.

13. Going Concern

The Statement of Financial Position records liabilities of €9.085m. The largest liability relates to the provision of €7.389m for legal claims. On an annual basis CDSU through DCEDIY on behalf of Oberstown allocate funds to cover the legal claims when they are settled. Based on cash projections and the budget set with DCEDIY the Board believes it will have funds to continue for the next 12 months.

14. Important Events during the Year

The exceptional outbreak of the COVID-19 pandemic presents significant challenges and uncertainties. The Board of Management and the Director are playing a major role in the response to the COVID-19 outbreak and are actively taking steps to limit campus exposure to the virus and to ensure resources are available for the provision of services. The Board of Management and the Director have worked with the Department of Children, Equality, Disability, Integration & Youth to ensure adequate funding for 2021. The Board of Management and Director will continue to monitor the situation and plan accordingly. There is no impact on the financial statements of Oberstown Children Detention Campus for 2021.

Damien Hernon was appointed as permanent Director on 16th March 2021. The Head of Risk was appointed on 6th April 2021.

15. Subsequent Events

On 14th February 2022, 2 permanent Deputy Directors were appointed.

16. Approval of the financial statements

The financial statements were approved by the Board of Management of Oberstown Children Detention Campus on 20 December 2022.