

## 2009 TRIESTE MUNICIPALITY FINANCIAL REPORTS

The Municipality of Trieste respected the accounting principles issued by the Local Authorities Finance and Accounting Control Body, both at the planning stage and at the managing stage, as well as at the final reporting stage.

The article 227 of the Legislative Decree 267/2000 states that Municipalities should demonstrate their financial performance at the end of each year by approving, within April 30th of the following year, a financial statement that includes a report containing the budget, the profit and loss account and the balance sheet of the organization. The final statement is approved by the City Council that must take into consideration the report of the auditing body, which gave its approval to the 2009 Trieste Municipality financial reports.

The ANNUAL BUDGET ACCOUNT compares the final results of the authorizing administration contained in the annual budget report with the estimated situation. It terminates with the demonstration of both the management accounting results and the administrative accounting results in terms of profit, parity or loss. The 2009 Trieste Municipality annual budget resulted in a surplus of euro 20.189.823,79, as exposed by the following figures.

	Total
Cash at 31.12.2008	73.263.960,76
Revenue	+392.490.579,33
Payments	-382.136.197,21
Cash at 31.12.2009	83.618.342,88
Active residuals	+201.300.174,32
Passive residuals	-264.728.693,41
Surplus 2009	20.189.823,79

	Total
Accrued surplus 2009	7.212.080,34
Residuals surplus 2009	12.977.743,45
Surplus 2009	20.189.823,79

The INCOME STATEMENT gives emphasis to the positive factors (income) and negative factors (costs) on accrual basis of accounting. It includes budget evidence and financial commitments, rectified to build up the financial dimension of the economic values on accrual basis of accounting, non-payable credits e underestimated credits deriving from the residuals handling and from financially non-relevant economic factors. The 2009 Trieste Municipality profit and loss account resulted in a surplus of euro 50.118.704,92, as exposed by the following figure.

	AMOUNT	TOTAL AMOUNT
A) Revenues	334.930.441,94	
B) Costs	284.908.133,50	
Trading profit (A-B)	50.022.308,44	
C) Investments revenues and costs	3.153.757,90	
Operating profit (A-B+/-C)		53.176.066,34
D) Financial incomes and expanses		-3.598.483,71
E) Profit/loss from discontinued operations		
Profits	4.559.428,73	
Losses	4.018.306,44	
		541.122,29
<b>PROFIT</b> (A-B+/-C+/-D+/-E)		<b>50.118.704,92</b>

The BALANCE SHEET is a summary of the financial balances of a company. It summarizes assets and liabilities at the end of a financial year. It also gives evidence to the variations occurred during the year. It must be highlighted that the asset of a local administration is made of goods and legal relationships, active or passive, liable of being appraised and therefore financially measured. Thus, these amounts must be considered in the final patrimonial assessment. The December 31st, 2009 Trieste Municipality balance sheet reflect a Total Assets of euro 2.093.016.593,29, and a Total Liabilities of euro 963.740.484,38 and, consequently, an Equity of euro 1.129.276.108,91 as exposed by the following figures.

## ASSETS

	FINAL VALUE
A) <u>Non-current assets</u>	
Intangible assets	4.151.770,73
Property, plant and equipment	1.670.860.974,06
Financial assets	127.269.611,80
Totale non-current assets	1.802.282.356,59
B) <u>Current asset</u>	
Inventory	924.405,70
Current receivables	206.162.397,50
Current financial investment	0,00
Cash	83.618.342,88
Total current asset	290.705.146,08
C) <u>Accruals and prepayments</u>	29.090,62
TOTAL ASSET (A+B+C)	2.093.016.593,29
<u>Memorandum accounts</u>	
D) Assets under construction	158.342.850,58
E) Goods transferred to special agencies	0,00
F) Third party goods	16.573.123,93
TOTAL MEMORANDUM ACCOUNTS	174.915.974,51

## LIABILITIES

	FINAL VALUE
A) Equity	1.129.276.108,91
B) Capital contributions	159.893.258,10
C) Current liabilities	321.805.153,37
D) Accruals and prepayments	482.042.072,91
<b>TOTAL LIABILITIES (B+C+D)</b>	<b>963.740.484,38</b>
<b>TOTAL LIABILITIES END EQUITY (A+B+C+D)</b>	<b>2.093.016.593,29</b>
<u>Memorandum accounts</u>	
E) Works to implement	158.342.850,58
F) Goods transferred to special agencies	0,00
G) Third party goods	16.573.123,93
<b>TOTAL MEMORANDUM ACCOUNTS</b>	<b>174.915.974,51</b>