

2015 Annual accounts

(Together with audit report)



This version of our report on the annual accounts is a free translation of the original, which was issued in Catalan and prepared in accordance with generally accepted accounting principles for governmental entities in Spain (The Instructions on the standard local accounting model). All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.

AUDIT REPORT OF ANNUAL ACCOUNTS

To the Mayoress of the Barcelona City Council,

We have audited the accompanying annual accounts of the Barcelona City Council, consisting of the balance sheet at 31 December 2015, the income statement, the statement of changes in equity, the cash flow statement, the budget implementation statement and related notes for the year then ended.

This audit has been carried out in accordance with the provisions of Section 58.e of Law 1/2006, of 13 March 2006, regulating the special regime of the municipality of Barcelona, and the stipulations of the contract for the provision of audit services for the individual and consolidated annual accounts of the Barcelona City Council and its municipal economic Group.

The entity's directors are responsible for the preparation of these annual accounts in accordance with the financial reporting framework indicated in Note 3.1 of the accompanying notes and, specifically, with accounting principles and criteria as well as the internal controls which the directors consider appropriate to ensure that the annual accounts are free from material misstatements.

The annual accounts which this report refers to have been prepared by the entity's directors on 9 May 2016.

Purpose and scope of the work: Auditors' responsibility

Our responsibility is to express an opinion on whether the accompanying annual accounts give a true and fair view based on the work that we have carried out in accordance with the auditing standards of the public sector, which require that we plan and execute the audit to obtain reasonable but not absolute assurance that the annual accounts are free from material misstatements.

An audit requires the application of procedures to obtain appropriate evidence on the amounts and information stated in the annual accounts. The selected procedures depend on the auditor's judgement and include an assessment of the risks of material misstatement in the annual accounts. On carrying out these risk assessments, the auditor takes into account relevant internal controls for the reasonable preparation and presentation of the annual accounts by the entity's directors in order to design appropriate audit procedures on the basis of the circumstances but not to express an opinion on the effectiveness of the entity's internal controls. An audit also includes an assessment of the appropriateness of applicable accounting policies and the reasonableness of accounting estimations made by management as well as an evaluation of the presentation of the annual accounts taken as a whole.

We consider that the audit evidence obtained by us provides an adequate basis for our audit opinion.

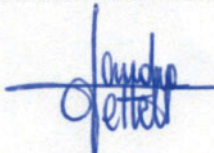
Audit opinion

In our opinion, the accompanying annual accounts present fairly, in all material respects, the equity and financial situation of the Barcelona City Council at 31 December 2015 and the results of its operations, cash flows and budget implementation statement for the year then ended in accordance with applicable financial reporting standards and, specifically, with the accounting principles and criteria contained in such standards.

Emphasis of Matter paragraph

Without qualifying our audit opinion, we draw your attention to Note 3.2 of the accompanying notes, which states that the accompanying 2015 annual accounts have been prepared in accordance with Order HAP/1781/2013, of 20 September 2013, which approves the Instructions on the standard local accounting model. In accordance with the second transitory provisions of this Order, these annual accounts should be considered initial annual accounts for the purpose of the application of the uniformity principle and comparability requirement and, for this reason, comparative figures are not included. Note 29 of the accompanying notes "Aspects arising from the transition to the new accounting regulations" presents the balance sheet, income statement and remaining cash included in the approved 2014 annual accounts and an explanation of the main differences between the accounting criteria applied in the previous year and the current year as well as a calculation of the impact produced by this change in accounting criteria on the equity at 1 January 2015, the date of the transition.

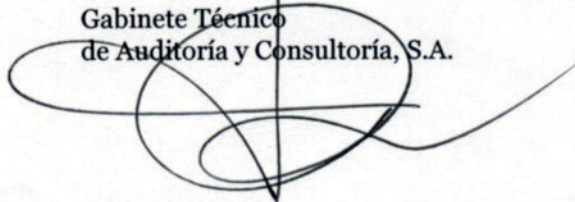
PricewaterhouseCoopers Auditores, S.L.



Sandra Deltell

9 May 2016

Gabinete Técnico
de Auditoría y Consultoría, S.A.



Jordi Vila López

Balance sheet as of 31 december 2015 (amounts in euros)

Assets	Notes in annual report	2015
A) Fixed assets		12,359,942,476.87
I. Intangible fixed assets	8	13,626,319.91
2. Industrial and intellectual property		40,837.50
5. Other intangible fixed assets		13,585,482.41
II. Tangible fixed assets	5	10,596,573,604.57
1. Land		2,820,470,306.20
2. Buildings		3,255,127,232.07
3. Infrastructures		4,031,875,492.25
4. Historical heritage assets		1,646,453.53
5. Other tangible fixed assets		108,635,197.32
6. Tangible fixed assets under construction and advances		378,818,923.20
III. Property investments	7	243,532,368.23
1. Land		41,962,113.90
2. Buildings		201,570,254.33
IV. Public land assets	6	564,346,507.98
1. Land		181,791,949.55
2. Buildings		87,088,766.95
3. Under construction and advances		13,498,202.00
4. Other public land assets		281,967,589.48
V. Long-term financial investments entities of the group, multigroup and associates	10	795,511,911.66
1. Financial investments in public entities' net worth		415,523,217.38
2. Financial investments in companies' net worth		316,066,116.68
3. Financial investments in other entities' net worth		63,922,577.60
VI. Long-term financial investments	10	117,988,197.31
1. Financial investments in net worth		3,869,630.43
2. Loans and debt securities		113,832,033.46
4. Other financial investments		286,533.42
VII. Long-term receivables and other accounts receivable	10	28,363,567.21
B) Current assets		987,587,045.17
III. Short-term receivables and other accounts receivable	10	351,306,681.26
1. Management operation receivables		255,102,386.30
2. Other accounts receivable		73,635,262.28
3. Public administration		2,130,774.73
4. Resource administration receivables on behalf of other public bodies	20	20,438,257.95
V. Short-term financial investments	10	5,103,817.18
2. Loans and debt securities		5,096,914.43
4. Other financial investments		6,902.75
VII. Cash and other equivalent liquid assets	10	631,176,546.73
2. Liquidity		631,176,546.73
Total assets (A+B)		13,347,529,522.04

Notes 1 to 30 of the accompanying annual report are an integral part of the Balance Sheet as of 31 December 2015

Balance sheet as of 31 december 2015 (amounts in euros)

Net equity and liabilities	Notes in annual report	2015
A) Net equity	SCSE	10,886,800,222.69
I. Heritage		7,787,674,637.92
II. Equity created		2,507,176,679.55
1. Profit and loss brought forward		2,191,822,793.88
2. Financial year's profit and loss		315,353,885.67
IV. Subsidies received pending recognition in the profit and loss account		591,948,905.22
B) Fixed liabilities		1,431,203,312.88
I. Long-term provisions	16	45,344,523.23
II. Long-term debts	11	943,212,873.24
1. Debentures and other marketable securities		60,000,000.00
2. Debts with credit institutions		619,500,000.00
4. Other debts		263,712,873.24
V. Long-term accruals payable	30	442,645,916.41
C) Current liabilities		1,029,525,986.47
I. Short-term provisions	16	69,228,530.60
II. Short-term debts	11	292,925,019.95
1. Debentures and other marketable securities		877,868.85
2. Debts with credit institutions		157,790,796.50
4. Other debts		134,256,354.60
III. Short-term debts with entities of the group, multigroup and associates bodies.	11	87,859,898.54
IV. Short-term creditors and other accounts payable	11	560,742,365.65
1. Management operation payables		469,450,586.96
2. Other accounts payable		17,308,827.18
3. Public administration		31,240,712.10
4. Resource management payables	20	42,742,239.41
V. Short-term accruals payable	30	18,770,171.73
Total net equity and liabilities (A+B+C)		13,347,529,522.04

Notes 1 to 30 of the accompanying annual report are an integral part of the balance sheet as of 31 December 2015

Income and expenditure account as of 31 december 2015 (amounts in euros)

	Notes in annual report	2015
1. Income	1	1,242,383,028.83
a) Taxes		1,098,173,546.55
b) Fees		142,726,405.68
d) Revenue derived from urban planning		1,483,076.60
2. Transfers and subsidies received	15	1,191,780,212.50
a) From the financial year		1,181,085,180.71
a.1) Subsidies received for funding the financial year's expenditure		122,158,164.13
a.2) Transfers		1,058,927,016.58
b) Allocation of non-financial fixed-asset subsidies		10,695,031.79
3. Sales and service supplies		46,271,276.26
a) Sales		120,480.14
b) Service supplies		46,150,796.12
6. Other day-to-day management income		143,019,869.17
7. Provision surpluses	16	22,834,884.01
A) Total day-to-day management income (1+2+3+6+7)		2,646,289,270.77
8. Staff expenditure		-350,113,495.60
a) Wages, salaries and similar expenses		-269,227,842.91
b) Social security contributions		-80,885,652.69
9. Transfers and subsidies granted	15	-1,119,859,336.55
11. Other day-to-day management expenses		-579,062,726.71
a) External supplies and services	15	-578,738,854.64
b) Taxes		-323,872.07
12. Fixed-asset depreciation	5/6/7	-219,083,844.79
B) Total day-to-day management expenses (8+9+11+12)		-2,268,119,403.65
I. Day-to-day management income and expenditure (saving and dissaving) (A+B)		378,169,867.12
13. Impairment losses and income from disposal of non-financial fixed assets and assets in the process of being sold		387,477.07
b) Write-offs and disposals		336,537.07
c) Allocation of non-financial fixed-asset subsidies		50,940.00
14. Other non-day-to-day items		932,919.54
a) Income		932,919.54
II. Proceeds from non-financial operations (I+13+14)		379,490,263.73
15. Financial income		26,994,720.22
b) From debt and loan securities and other financial investments		26,994,720.22
b.2) Other		26,994,720.22
16. Financial expenditure		-20,469,572.44
b) Other		-20,469,572.44
19. Exchange differences	14	4,933.30
20. Impairment losses, write-offs and disposals of financial assets and liabilities		-70,666,459.14
a) From entities of the group, multigroup and associates.		26,428.56
b) Other	10	-70,692,887.70
III. Proceeds from financial transactions (15+16+19+20+21)		-64,136,378.06
IV. Financial year's net income and expenditure (saving or dissaving) (II + III)		315,353,885.67

Notes 1 to 30 of the accompanying annual report are an integral part of the Income and Expenditure Account for the 2015 financial year

Statement of changes in net equity (amounts in euros)

1. Total statement of changes in net equity

	Notes in annual report	I. Heritage	II. Equity created	IV. Subsidies received	Total
Initial net equity adjusted for the 2015 financial year	29	7,787,674,637.92	2,194,710,284.28	547,204,479.11	10,529,589,401.31
Changes in net equity for the 2015 financial year					
1. Income and expenditure recognised for the financial year		-	315,353,885.67	44,744,426.11	360,098,311.78
2. Asset-and-liability transactions with the entity or owner entities		-	-	-	-
3. Other changes in net equity		-	-2,887,490.40	-	-2,887,490.40
Net equity at the end of the 2015 financial year		7,787,674,637.92	2,507,176,679.55	591,948,905.22	10,886,800,222.69

Notes 1 to 30 of the accompanying annual report are an integral part of the statement of changes in net equity for the 2015 financial year

2. Statement of recognised income and expenditure

	Notes in annual report	2015
I. Income and expenditure		315,353,885.67
II. Income and expenditure recognised directly in net equity		
4. Subsidies received	15	55,439,457.90
Total		55,439,457.90
III. Transfers to the Income and Expenditure Account or to the initial carrying amount of hedged items		
4. Subsidies received	15	-10,695,031.79
Total		-10,695,031.79
IV. TOTAL recognised income and expenditure (I+II+III)		360,098,311.78

Notes 1 to 30 of the accompanying annual report are an integral part of the statement of changes in net equity for the 2015 financial year

Cash-flow statement (amounts in euros)

	2015
A) Receipts:	2,572,499,316.24
1. Tax and urban planning revenue	1,254,335,036.74
2. Transfers and subsidies received	1,140,436,346.52
4. Management of resources collected on behalf of other bodies	74,968,687.55
5. Interest and dividends received	62,620,546.91
6. Other receipts	40,138,698.52
B) Payments:	2,042,363,281.24
7. Staff expenditure	350,142,273.99
8. Transfers and subsidies granted	998,919,864.13
10. Other management expenses	551,292,282.68
11. Management of resources collected on behalf of other bodies	74,314,434.21
12. Interest paid	23,407,661.06
13. Other payments	44,286,765.17
I. Net cash flows from management activities (+A-B)	530,136,035.00
C) Receipts:	39,643,950.09
1. Sale of property investments	4,979,107.14
2. Sale of financial assets	5,241,101.00
4. Other receipts from investment activities	29,423,741.95
D) Payments:	452,201,391.73
5. Purchase of property investments	435,888,697.07
6. Purchase of financial assets	16,312,694.66
II. Net cash flows from investment activities (+C-D)	-412,557,441.64
E) Increases in equity:	0.00
F) Payments to the entity or owning entities:	0.00
G) Receipts for issuing financial liabilities:	167,009,492.16
4. Loans received	160,000,000.00
5. Other debts	7,009,492.16
H) Payments for financial liability redemptions:	303,537,863.72
7. Loans received	296,021,236.81
8. Other debts	7,516,626.91
III. Net cash flows from finance activities (+E-F+G-H)	-136,528,371.56
IV. Cash flows yet to be reclassified	0.00
I) Receipts pending	5,352,891.69
J) Payments pending	0.00
IV. Net cash flows yet to be reclassified (+I-J)	5,352,891.69
V. Effect of variations in exchange rates	0.00
VI. Net increase/reduction in cash and cash-equivalent liquid assets (I+II+III+IV+V)	-13,596,886.51
Cash and cash-equivalent liquid assets at the start of the financial year (*)	644,773,433.24
Cash and cash-equivalent liquid assets at the end of the financial year	631,176,546.73

(*) This balance includes temporary financial investments

Budget implementation statement (amounts in euros)

1. Expenditure budget implementation

Description		Budgetary loans		
		initial (1)	amendments (2)	final (3=1+2)
Budgetary implementation	1 Staff expenditure	355,786,464.55	2,867,146.40	358,653,610.95
	2 Expenditure on current goods and services	603,468,828.03	-7,019,608.53	596,449,219.50
	3 Financial expenditure	34,707,752.20	-9,809,575.47	24,898,176.73
	4 Current transfers	995,669,824.78	79,199,286.36	1,074,869,111.14
	5 Contingency funds	6,477,736.89	-6,370,477.89	107,259.00
	6 Property investments	352,109,003.55	60,156,618.37	412,265,621.92
	7 Capital transfers	21,741,338.55	30,939,329.65	52,680,668.20
	8 Financial assets	21,421,544.14	0.00	21,421,544.14
	9 Financial liabilities	159,183,736.81	138,387,500.00	297,571,236.81
Total		2,550,566,229.50	288,350,218.89	2,838,916,448.39

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2. Income budget settlement

Description		Budget forecasts			Recognised collection rights (4)
		initial (1)	amendments (2)	final (3=1+2)	
Budgetary allocation	1 Direct taxes	943,767,320.00	0.00	943,767,320.00	1,088,562,121.14
	2 Indirect taxes	55,749,790.00	0.00	55,749,790.00	61,232,773.02
	3 Charges and other revenue	260,080,061.92	150,654.84	260,230,716.76	349,881,277.03
	4 Current transfers	1,052,676,699.58	15,362,208.04	1,068,038,907.62	1,154,169,551.93
	5 Equity revenue	42,135,629.00	0.00	42,135,629.00	51,231,209.44
	6 Sale of property investments	500,080.00	0.00	500,080.00	5,428,157.67
	7 Capital transfers	29,106,649.00	17,836,661.51	46,943,310.51	32,564,636.66
	8 Financial assets	5,000,000.00	255,000,694.50	260,000,694.50	5,241,101.00
	9 Financial liabilities	161,550,000.00	0.00	161,550,000.00	161,517,406.85
Total		2,550,566,229.50	288,350,218.89	2,838,916,448.39	2,909,828,234.74

(This table is continued on next page)

Committed expenditure (4)	Net recognised debentures (5)	Payments (6)	Debentures yet to be paid as of 31 december (7=5-6)	Credit surplus (8=3-5)
357,319,649.70	357,311,906.09	356,754,215.16	557,690.93	1,341,704.86
584,992,217.31	575,950,621.65	463,046,928.00	112,903,693.65	20,498,597.85
23,425,776.05	23,425,776.05	23,364,019.80	61,756.25	1,472,400.68
1,071,909,679.24	1,071,441,547.57	879,013,039.52	192,428,508.05	3,427,563.57
0.00	0.00	0.00	0.00	107,259.00
400,728,762.06	396,839,669.65	270,176,107.08	126,663,562.57	15,425,952.27
52,150,267.96	52,062,956.30	21,921,776.35	30,141,179.95	617,711.90
16,323,489.08	16,323,489.08	16,312,694.66	10,794.42	5,098,055.06
296,889,428.09	296,889,428.09	296,799,635.29	89,792.80	681,808.72
2,803,739,269.49	2,790,245,394.48	2,327,388,415.86	462,856,978.62	48,671,053.91

Revoked collection rights (5)	Net recognised collection rights (7=4-5)	Net revenue (8)	Collection rights yet to be enforced as of 31 december (9=7-8)	Forecast surplus shortfall (10=7-3)
49,490,298.15	1,039,071,822.99	988,126,101.25	50,945,721.74	95,304,502.99
2,720,859.83	58,511,913.19	56,808,370.99	1,703,542.20	2,762,123.19
46,770,117.07	303,111,159.96	224,677,548.57	78,433,611.39	42,880,443.20
14,251,027.38	1,139,918,524.55	1,087,583,477.45	52,335,047.10	71,879,616.93
41,555.47	51,189,653.97	49,264,312.90	1,925,341.07	9,054,024.97
0.00	5,428,157.67	5,428,157.67	0.00	4,928,077.67
0.00	32,564,636.66	11,793,838.29	20,770,798.37	-14,378,673.85
0.00	5,241,101.00	5,241,101.00	0.00	-254,759,593.50
248.52	161,517,158.33	161,517,158.33	0.00	-32,841.67
113,274,106.42	2,796,554,128.32	2,590,440,066.45	206,114,061.87	-42,362,320.07

Budget implementation statement (amounts in euros)

3. Budgetary income and expenditure

concepts	Net recognised collection rights	Net recognised debentures	Adjustments	Budgetary income and expenditure
a) Current transactions	2,591,803,074.66	2,028,129,851.36		
b) Capital transactions	37,992,794.33	448,902,625.95		
1. Total non-financial transactions (a+b)	2,629,795,868.99	2,477,032,477.31		
c) Financial assets	5,241,101.00	16,323,489.08		
d) Financial liabilities	161,517,158.33	296,889,428.09		
2. Total financial transactions (c+d)	166,758,259.33	313,212,917.17		
I. Financial year budgetary income and expenditure (I=1+2)	2,796,554,128.32	2,790,245,394.48		6,308,733.84
Adjustments:				
3. Spent credits financed with liquidity carry over for general expenditure			250,382,866.98	
4. Negative funding variances			14,161,669.54	
5. Positive funding variances			-20,879,272.69	
II. Total adjustments (II=3+4-5)			243,665,263.83	
Adjusted budgetary income and expenditure (I+II)				249,973,997.67

ANNUAL REPORT FOR THE 2015 FINANCIAL YEAR

1. Organisation and activity

1.1. Official population and socio-economic data

Barcelona, covering an area of 102.15 Km², is the capital of Catalonia and the second largest city in Spain in population terms. The official number of city residents on 1 January 2015 was 1,604,555, according to data published by the National Institute of Statistics, representing an increase of 0.1% on the previous year. There are 166 nationalities in that total and the number of registered foreign residents on 1 January 2015 came to 262,233. Barcelona is part of the Barcelona Metropolitan Area, Barcelonès County Council and Barcelona Provincial Council.

The city's economy is essentially tertiary. That sector represents 89% of the gross added value (15 percentage points above the Catalan figures), to the detriment of industry (7.3%), construction (3.3%) and the primary sector (0.4%). As for the sectoral distribution of actively employed people registered with Social Security, on 31 December 2015 the percentage of workers employed in each sector was 89.7% in social services; 7.1% in industry; 2.9% in construction and the remaining 0.3% in agriculture, livestock and fisheries.

The following table shows the main economic activity indicators for Barcelona and its metropolitan area for 2015.

	Period	Absolute valor	2015/2014 (%)
Employment and unemployment			
Actively employed workers registered with Social Security	Dec.2015	1,027,455	3.4
Employment contracts signed	2015	927,498	8.2
Total registered unemployment	Dec.2015	89,398	-9.8
Unemployment <30 years	Dec.2015	11,200	-9.2
Port. Goods and passengers			
Total goods (thousands of tonnes)	2015	45,923	1.3
Embarked goods (thousands of tons)	2015	22,541	-0.9
Disembarked goods (thousands of tons)	2015	23,380	3.6
Containers (thousands of TEUs)	2015	1,965	3.8
Total passenger traffic (thousands)	2015	3,708	7.2
Cruise passengers (thousands)	2015	2,540	7.4
Airport. Passenger traffic			
Total (thousands)	2015	39,711	5.7
Barcelona-Madrid shuttle (thousands)	2015	2,198	1.8
International (thousands)	2015	29,078	6.7
Consumption and tourism			
Vehicle registrations	2015	38,445	14.1
Overnight stays in hotels (thousands)	2015	17,656	3.3
Visitors spending the night in hotels (thousands)	2015	8,304	5.4
Construction and property market prices			
New surface area envisaged in permits (m ²)	2015	261,427	-18.1
Surface area to be redeveloped or extended (m ²)	2015	374,866	19.7
Housing started	2015	1,408	87.2
Average sale price of new housing (€/m ²)	Jn-St.2015	3,372	1.6
Average housing rental (€/m ² /month)	2015	11.1	9.4

1.2. Description of the main sources of revenue

The main sources of revenue for both Barcelona City Council and the other local authorities are regulated by Royal Legislative Decree 2/2004, of 5 March, approving the consolidated text of the Regulatory Act on Local Tax Offices (Royal Legislative Decree 2/2004 (LHRL)). The details of Barcelona City Council's main day-to-day management income for 2015 were as follows:

	Amount	Relative weight
Tax and urban planning revenue	1,242,383,028.83	46.94%
Taxes	1,098,173,546.55	41.50%
Direct taxes	1,041,035,423.98	39.34%
Assignment of Income Tax	52,109,187.93	1.97%
Tax on Property (IBI)	663,938,912.07	25.08%
Tax on motor vehicles (IVTM)	60,760,966.69	2.30%
Tax on Increase in Urban Land Value (IIVTNU)	169,347,545.40	6.40%
Economic Activity (IAE)	94,878,811.89	3.59%
Indirect taxes	57,138,122.57	2.16%
Assignment of VAT	29,163,780.80	1.10%
Assignment of special taxes	8,983,414.05	0.34%
Construction, installation and works projects (ICIO)	18,990,927.72	0.72%
Fees	142,726,405.68	5.39%
Revenue derived from urban planning	1,483,076.60	0.05%
Transfers and subsidies received	1,191,780,212.50	45.04%
Sales and service supplies	46,271,276.26	1.75%
Other income	165,854,753.18	6.27%
Other day-to-day management income	2,646,289,270.77	100.00%

1.3. City Council Tax Treatment

a) Corporate Tax

Barcelona City is exempt from corporate tax and its capital gains are not subject to deduction, under Act 27/2014, of 27 November, on Corporate Tax.

b) Value Added Tax (VAT)

For the purposes of VAT, the City Council carries out transactions that are either subject to this tax (business activities) or not (public activities). As regards the fee deduction system for VAT input, it has opted for the special pro rata basis.

1.4. Basic organisational structure, political and administrative.

Barcelona City Council's basic organisational structure, political and administrative, is as follows:

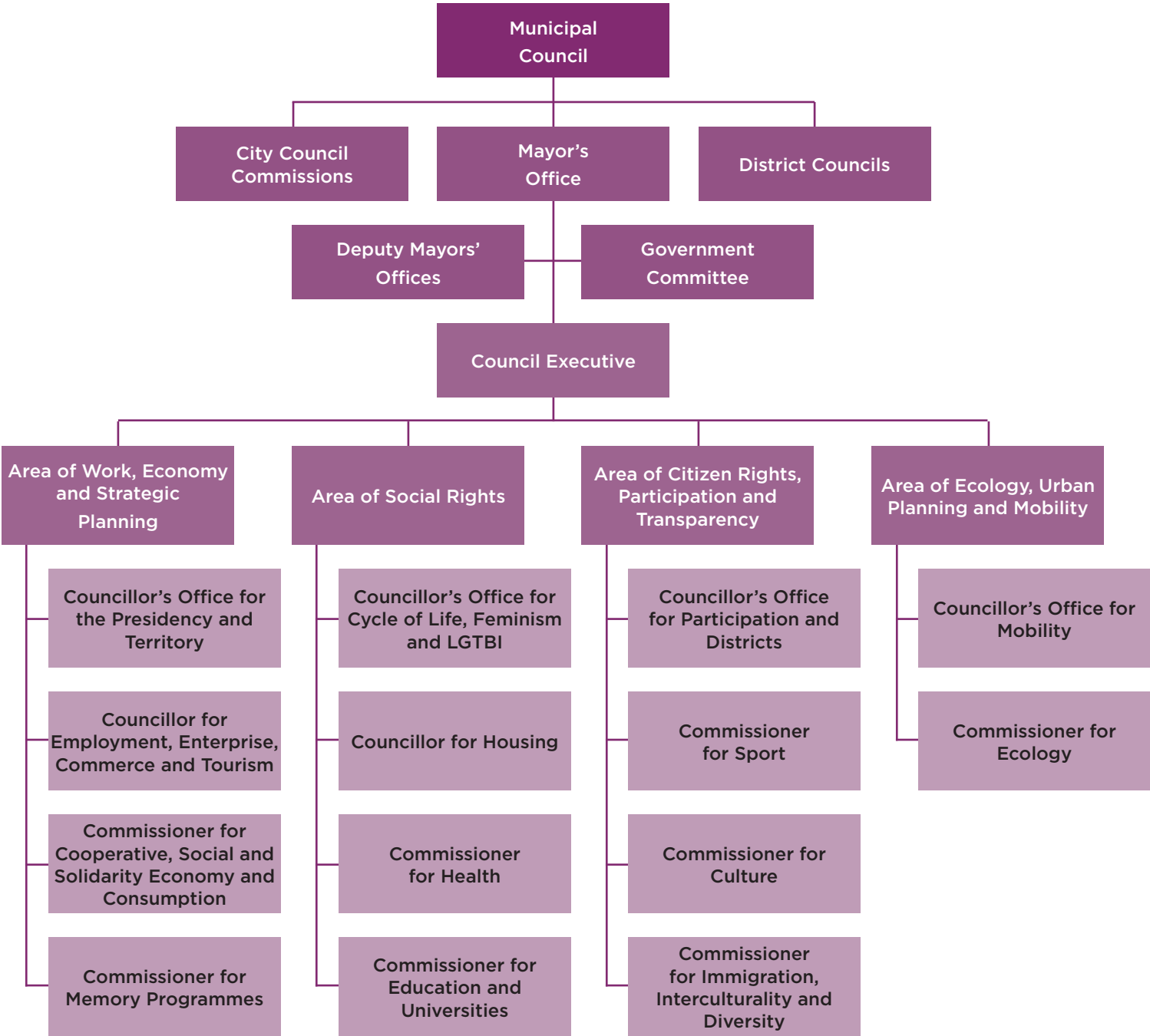
1.4.1. Political organisation

Municipal elections are held every four years, under a proportional representation system. As a result of the last elections, held on 24 May 2015, the current composition of the Municipal Council is as follows:

Political party	Number of councillors
Barcelona en Comú	11
Convergència i Unió	10
Ciutadans – Partido de la Ciudadanía	5
Esquerra Republicana de Catalunya	5
Partit dels Socialistes de Catalunya – Candidatura de Progrés	4
Partido Popular	3
Candidatura d'Unitat Popular Capgirem Barcelona – Poble Actiu	3
Total number of councillors	41

On 31 December 2015, the 11 Barcelona en Comú councillors formed the municipal government.

The political area is made up by the various city and territorial government bodies. The political structure is as follows:

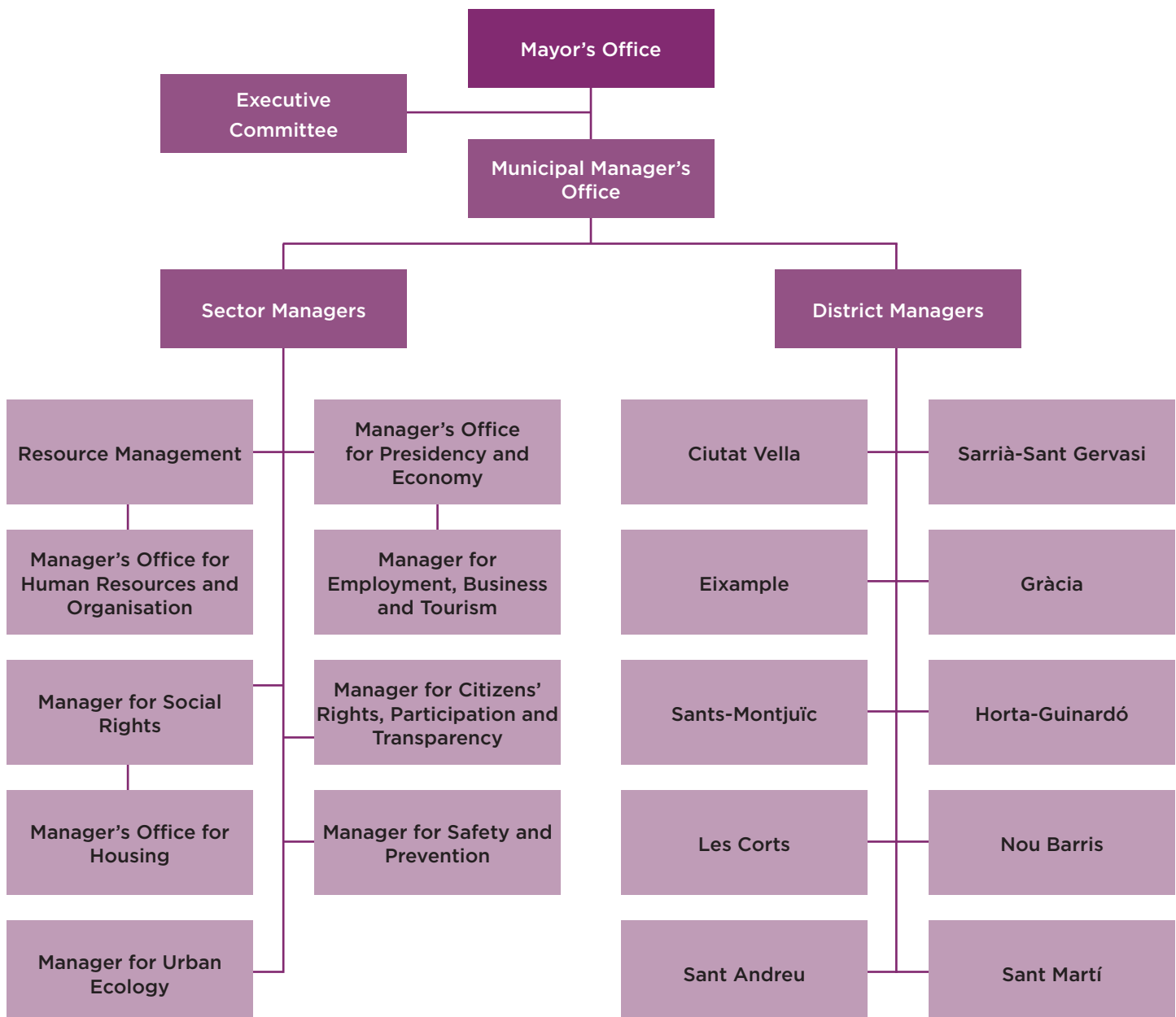


1.4.2. Administrative organisation

Barcelona City Council's administrative or executive organisation, run and coordinated by the Municipal Manager officer, is made up by sectors and districts, which are divisions and bodies integrated into the City Council's single legal personality and are run by managers appointed by the Mayor, and by local independent bodies, public business entities and trading companies, which are separate legal persons but functionally subsidiary to their sector of activity.

This managerial structure is tasked with ensuring the services provided by Barcelona City Council are effective and efficient and meet the city's values and needs while also seeing to the planning, organisation and provision of public services, to ensure the achievement of the goals set out under the Municipal Action Plan.

The following organisation chart shows Barcelona City Council's administrative structure:



1.5. Average number of employees during the financial year and on 31 December, both civil servants and externally contracted staff, according to category and sex.

1.5.1. Average number of employees during 2015

	Women		Men		Total	
	Average	%	Average	%	Average	%
Political posts	20	0.3%	21	0.3%	41	0.6%
Temporary and Senior Management staff	78	1.2%	100	1.5%	178	2.8%
Senior professional (A1)	382	5.9%	310	4.8%	692	10.7%
Professional (A2)	361	5.6%	247	3.8%	608	9.4%
Administrative (C1)	441	6.8%	379	5.9%	820	12.7%
Administrative assistant (C2)	800	12.4%	3,253	50.4%	4,053	62.8%
Auxiliary (E)	57	0.9%	10	0.2%	67	1.0%
TOTAL	2,139	33.1%	4,320	66.9%	6,459	100.0%

1.5.2. Number of employees on 31/12/2015

	Women		Men		Total	
	on 31/12/15	%	on 31/12/15	%	on 31/12/15	%
Political posts	20	0.3%	21	0.3%	41	0.6%
Temporary and Senior Management staff	96	1.5%	128	2.0%	224	3.5%
Senior professional (A1)	384	5.9%	309	4.8%	693	10.7%
Professional (A2)	375	5.8%	260	4.0%	635	9.8%
Administrative (C1)	425	6.6%	564	8.7%	989	15.3%
Administrative assistant (C2)	790	12.2%	3,044	47.0%	3,834	59.2%
Auxiliary (E)	52	0.8%	10	0.1%	62	0.9%
TOTAL	2,142	33.1%	4,336	66.9%	6,478	100.0%

1.6. Entities of the group, multigroup and associates

1.6.1. Group's entities

Organisation	Assigned Activity/Area	Shareholding (%)
Municipal Agencies		
MA for Persons with Disabilities	Managing promotional activities and care for people with disabilities	100
Barcelona Sports Institute	Promoting sports activities	100
MA for Information Technology	Carrying out IT work	100
MA for Urban Planning	Managing urban planning activities	100
MA for Taxes	Managing, inspecting and collecting taxes, public-sector charges, fines and other revenue	100
MA for Markets	Administering and managing the municipal markets	100
MA for Education	Planning and managing the activities, structures and administration of schools	100
MA for Urban Landscape	Protecting, maintaining and improving landscape values	100
MA for Social Services	Promoting, organising, managing and coordinating the provision of social services	100
Publicly Owned Business Entities		
MA for Parks and Gardens	Conserving and improving parks, gardens and woodland	100
Barcelona Institute of Culture	Developing services and areas of cultural action	100
Municipal Housing Trust	Promoting and building housing	100
MA Mies van der Röhe Foundation	Promoting and disseminating culture in the field of architecture	100
Trading Companies		
Barcelona d'Infraestructures Municipals, SA	Implementing urban-planning initiatives	100
Foment de Ciutat, SA	Activities and services, mainly in the Ciutat Vella district	100
Informació i Comunicació de Barcelona, SA	Providing and managing audiovisual media services, radio and television	100
Barcelona Activa, SA	Fostering, promoting and boosting employment and economic activity	100
Barcelona Gestió Urbanística, SA	Promoting urban-planning activities	100
Barcelona Cicle de l'Aigua, SA	Managing the water cycle, beaches, coasts and environment	100
Barcelona de Serveis Municipals, SA	Managing, maintaining, administering and operating public services	100
Parc d'Atraccions Tibidabo, SA (1)	Running the amusement park	100
Tractament i Eliminació de Residus, SA (1)	Managing, treating and removing solid household waste	58.64
Selectives Metropolitanes, SA (2)	Services relating to urban-waste management	58.64
Solucions Integrals per als Residus, SA (2)	Services relating to urban-waste management	58.64
Cementiris de Barcelona, SA (1)	Managing, developing and operating cremation and cemetery services	100
Mercados de Abastos de Barcelona, SA (1)	Managing, developing and operating the Barcelona Food Unit	50.69

(1) Shareholding maintained through Barcelona de Serveis Municipals, SA.

(2) Shareholding maintained through Tractament i Selecció de Residus, SA

1.6.2. Multigroup entities

a) Entities that are consolidated with the City Council

Organisation	Assigned Activity/Area	Shareholding (%)
The Besòs Consortium	Area of Ecology, Urban Planning and Mobility	25.00
El Far, Centre dels Treballs del Mar Consortium	Area of Citizenship, Participation and Transparency	36.00
Institut d'Infància i Món Urbà Consortium	Area of Social Rights	33.00
Mercat de les Flors / Centre de les Arts de Moviment Consortium	Area of Citizenship, Participation and Transparency	57.00
Museu de Ciències Naturals de Barcelona Consortium	Area of Citizenship, Participation and Transparency	50.00
Agència d'Ecologia Urbana de Barcelona	Area of Ecology, Urban Planning and Mobility	33.00
Museu d'Art Contemporani de Barcelona (MACBA) Consortium	Area of Citizenship, Participation and Transparency	43.00
L'Auditori i l'Orquestra Consortium	Area of Citizenship, Participation and Transparency	57.00
Barcelona Libraries Consortium	Area of Citizenship, Participation and Transparency	56.00
Campus Interuniversitari Diagonal-Besòs Consortium	Area of Ecology, Urban Planning and Mobility	21.00
Localret Consortium	Area of Work, Economy and Strategic Planning	1.00
Barcelona Local Energy Agency	Area of Ecology, Urban Planning and Mobility	53.00
Fira Internacional de Barcelona	Area of Work, Economy and Strategic Planning	33.00
Barcelona Housing Consortium	Area of Social Rights	40.00
Gran Teatre del Liceu Consortium	Area of Citizenship, Participation and Transparency	28.00
Pla de Rehabilitació i Equipament de Teatres de Barcelona Consortium	Area of Citizenship, Participation and Transparency	25.00
Institut Ramon Llull Consortium	Area of Citizenship, Participation and Transparency	19.00
Mar Parc de Salut de Barcelona Consortium (formerly IMAS)	Area of Social Rights	40.00
Barcelona Mobile World Capital Consortium	Area of Work, Economy and Strategic Planning	20.00
3ª Edició Barcelona World Race Consortium	Area of Citizenship, Participation and Transparency	25.00
Barcelona World Jumping Challenge Consortium	Area of Citizenship, Participation and Transparency	20.00
Institute of Municipal Staff Health Care Provision (PAMEM)	Area of Social Rights	60.00
Linguistic Normalisation Consortium (CNL)	Area of Citizenship, Participation and Transparency	1.00
Alta Velocitat de Barcelona Consortium	Area of Ecology, Urban Planning and Mobility	33.33
Educació Barcelona Consortium	Area of Social Rights	40.00
Barcelona Social Services Consortium	Area of Social Rights	40.00
Barcelona Public Health Agency	Area of Social Rights	57.00
Sanitari de Barcelona Consortium	Area of Social Rights	40.00
Les Drassanes Reials i Museu Marítim de Barcelona Consortium	Area of Citizenship, Participation and Transparency	27.00
Palau de la Música Catalana Consortium	Area of Citizenship, Participation and Transparency	17.00
Museu Nacional d'Art de Catalunya (MNAC) Consortium	Area of Citizenship, Participation and Transparency	16.00
Barcelona Centre of Contemporary Culture, Casa Caritat (CCCCB)	Area of Citizenship, Participation and Transparency	27.00

Organisation (continues)	Assigned Activity/Area	Shareholding (%)
Hospitalari de Catalunya Consortium (Salut i Social de Catalunya Consortium)	Area of Social Rights	1.00
Turisme de Barcelona Consortium	Area of Work, Economy and Strategic Planning	33.33
Zona Franca de Barcelona Consortium	Area of Citizenship, Participation and Transparency	40.00
Metropolitan Transport Authority	Area of Ecology, Urban Planning and Mobility	22.00
Barri de la Mina Consortium	Area of Ecology, Urban Planning and Mobility	11.00
La Defensa de la Conca del Riu Besòs Consortium	Area of Ecology, Urban Planning and Mobility	9.00
Universitat Internacional Menéndez Pelayo de Barcelona - Centre Ernest Lluch Consortium	Area of Work, Economy and Strategic Planning	25.00
Parc Natural de la Serra de Collserola Consortium	Area of Ecology, Urban Planning and Mobility	3.00
Parc de Recerca Biomèdica de Barcelona Consortium	Area of Social Rights	30.00
Institut d'Estudis Regionals i Metropolitans de Barcelona Consortium	Area of Work, Economy and Strategic Planning	23.00
Casa Àsia	Area of Work, Economy and Strategic Planning	25.00
European Institute of the Mediterranean	Area of Work, Economy and Strategic Planning	31.00
Catalunya-Món Trust (formerly Català pro Europa Trust)	Area of Work, Economy and Strategic Planning	3.00

b) Entities excluded from municipal consolidation

Organisation	Assigned Activity/Area
Barcelona Cultura Foundation	Area of Citizenship, Participation and Transparency
Navegació Oceànica Barcelona Foundation	Area of Citizenship, Participation and Transparency
Carles Pi i Sunyer d'Estudis Autònoms i Locals Foundation	Area of Work, Economy and Strategic Planning
Privada Julio Muñoz Ramonet Foundation	Area of Citizenship, Participation and Transparency
Barcelona Mobile World Capital Foundation	Area of Work, Economy and Strategic Planning
Gran Teatre del Liceu Foundation	Area of Citizenship, Participation and Transparency
Antoni Tàpies Private Foundation	Area of Citizenship, Participation and Transparency
Joan Miró Foundation - Contemporary Art Studies Centre	Area of Citizenship, Participation and Transparency
Teatre Lliure - Teatre públic de Barcelona Foundation	Area of Citizenship, Participation and Transparency
Museu Marítim i Drassanes Reials de Barcelona Private Foundation	Area of Citizenship, Participation and Transparency
Artur Martorell Private Foundation	Area of Social Rights
Orfeó Català – Palau de la Música Catalana Private Foundation	Area of Work, Economy and Strategic Planning
L'Auditori i l'Orquestra Private Foundation	Area of Citizenship, Participation and Transparency
Joan Brossa Private Foundation	Area of Citizenship, Participation and Transparency
Museu Picasso de Barcelona Foundation	Area of Citizenship, Participation and Transparency
Biblioteca Pública Arús Foundation	Area of Citizenship, Participation and Transparency
Hospital de la Santa Creu i Sant Pau Private Foundation	Area of Social Rights
Gestió Sanitària de l'Hospital de la Santa Creu i Sant Pau Private Foundation	Area of Social Rights
Institut Guttmann, Private Foundation	Area of Social Rights
Centre de Medicina Regenerativa de Barcelona Private Foundation	Area of Social Rights
Instituto de Salut Global Barcelona (IS Global) Private Foundation	Area of Social Rights
Dieta Mediterrània Foundation	Area of Citizenship, Participation and Transparency
Ulls del Món Private Foundation	Area of Social Rights
BCN Formació Professional Private Foundation	Area of Work, Economy and Strategic Planning
Escola de Puntaires de Barcelona	Area of Social Rights
Escoles Domènech Private Foundation	Area of Social Rights
Casa Amèrica a Catalunya Private Foundation	Area of Work, Economy and Strategic Planning
Institut Barcelona d'Estudis Internacionals Private Foundation (IBEI)	Area of Work, Economy and Strategic Planning
Consejo España - China Foundation	Area of Work, Economy and Strategic Planning
Consejo España-India Foundation	Area of Work, Economy and Strategic Planning
Consejo España-Japón Foundation	Area of Work, Economy and Strategic Planning
Vol Private Foundation	Area of Social Rights
Casa de Misericòrdia de Barcelona Foundation	Area of Social Rights
Barcelona Institute of Technology for the Habitat (BIT HABITAT) Foundation	Area of Work, Economy and Strategic Planning
Urbs i Territori Ildelfons Cerdà Private Foundation	Area of Ecology, Urban Planning and Mobility
Eurecat Foundation	Area of Work, Economy and Strategic Planning
I2CAT, Internet i Innovació digital a Catalunya Private Foundation	Area of Work, Economy and Strategic Planning
BCD per a la Promoció del Disseny Industrial Foundation	Area of Ecology, Urban Planning and Mobility
Promoció de Barcelona Foundation	Area of Work, Economy and Strategic Planning
Barcelona Graduate School of Economics Private Foundation	Area of Work, Economy and Strategic Planning

Company (continues)	Assigned Activity/Area
Institut d'Economia de Barcelona Private Foundation	Area of Work, Economy and Strategic Planning
Fòrum Ambiental Foundation	Area of Ecology, Urban Planning and Mobility
Bioregió de Catalunya (Biocat) Private Foundation	Area of Work, Economy and Strategic Planning
Mobilitat Sostenible i Segura Private Foundation	Area of Ecology, Urban Planning and Mobility
Centre d'Informació i Documentació	
Internacionals a Barcelona Private Foundation (CIDOB)	Area of Work, Economy and Strategic Planning
Factor Humà Foundation (formerly Motivació dels Recursos Humans Foundation)	Area of Work, Economy and Strategic Planning
Fòrum Universal de les Cultures Private Foundation	Area of Citizenship, Participation and Transparency
Pagesia de Catalunya Private Foundation	Area of Work, Economy and Strategic Planning
Barcelona Olympic Foundation	Area of Citizenship, Participation and Transparency
Centro de Estudios Internacionales Private Foundation	Area of Work, Economy and Strategic Planning
Festa Major de Gràcia Private Foundation	Area of Work, Economy and Strategic Planning
Barcelona Zoo Foundation	Area of Ecology, Urban Planning and Mobility
Parc Científic de Barcelona Private Foundation	Area of Social Rights
International Association of Educating Cities	Area of Citizenship, Participation and Transparency
Red de Juderías de España, Caminos de Sefarad Association	Area of Citizenship, Participation and Transparency
Barcelona Metropolitan Strategic Plan	Area of Work, Economy and Strategic Planning
Catalan Federation of Local Authorities	Area of Work, Economy and Strategic Planning
Catalan Association of Local Authorities and Counties (ACMC)	Area of Citizenship, Participation and Transparency
Communauté des Villes Ariane (CVA)	Area of Work, Economy and Strategic Planning
América-Europa de Regiones y Ciudades Association (AERYC)	Area of Citizenship, Participation and Transparency
United Cities and Local Governments (UCLG)	Area of Citizenship, Participation and Transparency
World Association of the Major Metropolises Metropolis	Area of Citizenship, Participation and Transparency
Professional Training Network	Area of Citizenship, Participation and Transparency
Industrial Agreement for the Barcelona Metropolitan Region	Area of Work, Economy and Strategic Planning
Barcelona European Finance Centre	Area of Work, Economy and Strategic Planning
Barcelona - Catalonia Logistics Centre	Area of Work, Economy and Strategic Planning
Catalan Development Cooperation Fund (FCCD)	Area of Work, Economy and Strategic Planning
Barcelona Cluster Nàutic Association	Area of Ecology, Urban Planning and Mobility
Centro Iberoamericano de Desarrollo Estratégico Urbano - CIDEU	Area of Citizenship, Participation and Transparency
Airport Regions Conference (ARC) Association	Area of Work, Economy and Strategic Planning
Red de Ciudades AVE	Area of Work, Economy and Strategic Planning
Spanish Smart Cities Association	Area of Work, Economy and Strategic Planning
City Protocol Society Association	Area of Ecology, Urban Planning and Mobility
Délice Network of Good Food Cities	Area of Work, Economy and Strategic Planning
Observatori de les Dones en els Mitjans de Comunicació Association	Area of Social Rights
Red de Ciudades por la Bicicleta	Area of Social Rights
Marcas Renombradas Españolas Association	Area of Citizenship, Participation and Transparency
Barcelona Observatory for Architectural Restoration Association (OBRA)	Area of Ecology, Urban Planning and Mobility
Medcities Association	Area of Work, Economy and Strategic Planning
Xarxa de ciutats i pobles cap a la sostenibilitat Association	Area of Ecology, Urban Planning and Mobility

1.6.3. Associated entities

Organisation	Activity	Shareholding (%)
Mediacomplex, SA (1)	Planning, promoting, developing, managing and running public works, facilities, offices and technical facilities	33.33
Barcelona Sagrera Alta Velocitat, SA	Coordinating projects in the area of La Sagrera and urban development	25.00
Barcelona Emprèn CR, SA (2)	Promoting innovative non-financial business corporations	26.04
Fira 2000, SA	Running trade-fair venues and organising and promoting industrial and trade activities	23.09
Barcelona d'Aparcaments Municipals, SA (3)	Providing municipal public parking services	40.00
Barcelona Regional, SA (4)	Conducting studies on, analyses of and research into aspects of urban planning	20.63

(1) Shareholding maintained through Barcelona d'Infraestructures Municipals, SA.

(2) The City Council has a direct shareholding of 24.06% and an indirect shareholding of 1.98% through the Barcelona Institute of Culture

(3) Shareholding maintained through Barcelona de Serveis Municipals, SA.

(4) The City Council has a direct shareholding of 17.65% and an indirect shareholding of 2.98% through Mercabarna, SA.

2. Indirect management of public services, agreements and other forms of collaboration

The powers and services the City Council provides are as follows:

a) Mandatory services:

The City Council provides the following mandatory services: public lighting, cemeteries, urban environment, waste collection, waste treatment, street cleaning, household supply of drinking water, sewers, access to city centres, road surfacing, public parks, public libraries, civil protection, assessing and providing information on situations of social need and immediate care for people in situations of social risk, preventing and extinguishing fires, public sports facilities and urban public passenger transport.

b) Voluntary services:

As supplementary services, and among other things, the City Council also provides the following: nursery schools, vehicle parking, promotion of culture and cultural facilities, work-promotion services, etc.

Most of these services are provided directly by the City Council and others through its subsidiary organisations.

As for indirect management of public services, the most important contracts are:

- Household supply of drinking water.
- Waste water disposal and treatment.
- Underground vehicle parking.
- Public passenger transport.

Barcelona's household supply of water falls under the jurisdiction of the Barcelona

Metropolitan Area as the Local Entity and established as such under Legislative Decree 3/2003, of 4 November. It provides the service through a semi-public company called Aigües de Barcelona, Empresa Metropolitana de Gestió del Cicle Integral de l'Aigua SA, owned by Aigües de Barcelona (70%); Criteria (15%) and the AMB (15%). The company uses the municipally owned assets allocated to the service when it was incorporated.

Barcelona's disposal and treatment of waste water falls under the jurisdiction of the Barcelona Metropolitan Area as the Local Entity and established as such under Legislative Decree 3/2003, of 4 November. It provides the service through a semi-public company called Aigües de Barcelona, Empresa Metropolitana de Gestió del Cicle Integral de l'Aigua SA, owned by Aigües de Barcelona (70%); Criteria (15%) and the AMB (15%). The company uses the municipally owned assets allocated to the service when it was incorporated.

The vehicle parking service is managed directly for street-level parking and indirectly for underground parking.

Underground parking places and, more specifically, those located in Barcelona's city centre (central perimeter), are managed indirectly through a mixed-economy company in the form of a public limited company (SA) called Barcelona d'Aparcaments Municipals, SA (BAMSA), owned by Saba Car Park, SL (60%) and BSM (40%). The company was incorporated for a 25-year period and uses the municipally owned assets allocated to the service at the time of its incorporation.

The public passenger transport service is managed by the Metropolitan Transport Authority (ATM), which was created as a voluntary inter-administrative consortium and set up in the 1997 financial year. The consortium is made up of the following authorities: the Generalitat [regional government] of Catalonia (51 %) and local authorities (49%), the latter consisting of Barcelona City Council, the Barcelona Metropolitan Area (AMB) and the Association of Municipalities for Mobility and Urban Transport (AMTU). The contributions made to this consortium by the City Council during the 2015 financial year under the ATM's four-year plan (2014-2017) came to 115,630 euros.

3. Bases of presentation of the accounts

3.1. A true and accurate picture

These annual accounts have been obtained from the Municipal Corporation's accounting records as at 31 December 2015 and are presented under current accounting provisions legally in force, for the purposes of showing a true and accurate picture of the equity and the financial situation on the date mentioned herein, of the income and expenditure, of the statement of changes in net equity, of the cash flow, of the results of the implementation of the budget, for the financial year ending on that date, which are expressed in euros.

These annual accounts will be part of Barcelona City Council's General Account, which will be submitted for approval at the Full Municipal Council Meeting within the legal deadlines established. The budget settlement was approved by Mayoral Decree on 24 February 2016.

The City Council's accounting system is the one provided for under the Act on Local Tax Offices for local entities and their independent bodies. The annual accounts for the 2015 financial year were prepared in accordance with Order HAP/1781/2013, of 20 September, approving the Guidelines of the Local Standard Accounting Model (henceforth the IMNCL), and with the provisions set out in the General Public Accounting Plan adapted for Local Authorities (PGCPAL) accompanying the IMNCL.

The following current legislation has also been taken into account:

- Act 7/1985, of 2 April, regulating local government.
- Royal Decree Act 781/1986, of 18 April, approving the consolidated text of current provisions on local government.
- Legislative Decree 2/2003, of 28 April, approving the consolidated text of the Municipal and Local Government Act of Catalonia.
- Royal Legislative Decree 2/2004, of 5 March, approving the consolidated text of the regulatory Act on Local Tax Offices (Act 39/1988, of 28 December).
- Royal Decree 500/1990, of 20 April, developing Chapter I of Title VI of Act 39/1998, of 28 December, regulating local tax offices in budgets.
- Documents on accounting principles issued by the Commission on Public Account Principles and Standards, created by Ministerial Order by the Secretary of State for Treasury on 28 December 1990.
- Order of 27 April 2007, on the implementation of Decree 94/1995 of 21 February, as amended by ministerial decrees ECF/2901/2008, ECF/1769/2009, ECF/3210/2010, ECO/1406/2011, ECO/2829/2012 and ECO/2876/2014 on the financial supervision of local entities.
- Act 15/2010, of 5 July, on the amendment of Act 3/2004, of 29 December, establishing measures against arrears in commercial transactions.
- Framework Act 2/2012, of 27 April, on budget stability and financial sustainability, with amendments introduced by Framework Act 9/2013, of 20 December, on controlling commercial debt in the public sector.
- Framework Act 9/2013, of 20 December, on controlling commercial debt in the public sector.
- Act 27/2013, of 27 December, on the rationalisation and sustainability of local authorities.

Furthermore, the Barcelona Municipal Charter, which was approved by Act 1/2006, of 13 March, regulates, among other things, municipal powers, the organisation of the municipal government, the districts, the organisation of the municipal executive and public participation.

The accounting principles and criteria applied are heavily influenced by consideration of the importance they and their effects may have in relative terms. As a result, they do not need to be strictly applied, provided that the relative quantitative or qualitative importance of the variation recorded is hardly significant and does not therefore affect the true and accurate picture of the net equity situation and the income and expenditure. Entries and amounts whose relative importance is scarcely significant may appear grouped together with others of a similar nature or function.

There are no exceptional reasons, for the purposes of achieving the above goals, for current accounting provisions legally in force not to have been applied.

The City Council prepares consolidated annual accounts that include the accounts of the City Council, the group's entities (local independent bodies, publicly owned business entities and subsidiary trading companies), the multigroup's entities and associated entities.

3.2. Comparison of the information

Under the Second Transitional Provision of Order HAP/1781/2013, of 20 September, approving the IMNCL, the annual accounts for the 2015 financial year have to be prepared without reflecting the Balance Sheet, the Income and Expenditure Account or the other statements that include comparative information on the figures for the present or previous financial years.

To that end and in accordance with what is provided for under Section 2 of the Second Transitional Provision, note 29 of this annual report describes the aspects that arise from the transition to the accounting regulations that are to apply with effect from 1 January 2015.

4. Recognition and valuation regulations

The most important accounting criteria applied in the preparation of the annual accounts were as follows:

4.1. Tangible fixed assets

Capitalisation Criteria

These are tangible assets, movable and immovable property which:

- The Entity possesses for its own use in the production or supply of goods and services or for its own administrative purposes.
- These are expected to have a useful life of over a year.

Initial valuation

Investments in tangible fixed assets are valued at cost. This is the “acquisition price”, which includes the non-recoverable indirect taxes associated with the purchase, the acquisition costs directly relating to the purchase and, where necessary, the costs for putting the acquisition into service.

Assets that appear as a result of a physical inventory taking are entered under their fair value where it was not possible to obtain evidence of their original cost.

Received assets allocated for a period equal to or in excess of their economic life are entered under their net accounting value on their formal allocation.

Additions from before 1 January 1992 are valued according to an expert estimate of their real market value carried out by an independent valuation company. For historical and artistic properties, the valuation includes their replacement value.

Capitalisation of financial expenditure

Financial expenditure is not incorporated in the tangible fixed assets' costs.

Subsequent valuation

Tangible fixed-asset elements are generally valued at cost, plus subsequent payments, less accumulated depreciation and valuation adjustments for impairment.

Assets subject to depreciation are reviewed where some event or change in circumstances may involve their accounting value becoming non-recoverable. Valuation adjustments for impairment are made when the asset's recoverable amount (fair value) is below its net depreciation value and which generally occurs because of: physical deterioration, rapid obsolescence or reduction in the initially expected performance. Assets that have suffered an impairment loss are regularly reviewed for possible reversals of impairment losses.

Extension, modernisation or improvement costs are capitalised as an increase in asset value where they increase its capacity or productivity or extend its useful life.

Costs for major repairs, inspections or major repairs are capitalised and depreciated over their useful lives.

The Entity does not usually use its own staff to carry out work that is subject to capitalisation.

Where the ownership or use of a property requires the site's dismantling and restoration, these costs are capitalised and depreciated over the period that the property's financial returns or service potential is expected to be obtained.

Depreciation

The elements that make up the tangible fixed assets, with the exception of the land, are subject to systematic depreciation using the straight-line method according to the estimated useful life of each. By default, each element's depreciable basis matches its book value, given that the residual values are deemed to be null. The depreciation process starts when the asset is put into operation, with the estimated useful years of life being as follows:

Years of useful life	
Buildings	65
General use equity – buildings, facilities and woodland areas	50
General use equity – systems and roads	40
General use equity – mixed	35
General use equity – parks and gardens	20
Technical installations and machinery	8-12.5
Transport equipment	5
Furniture	6
Data-processing equipment	4
Livestock	7
Bibliographic archives and the like	8

The economic depreciation process began in the 1992 financial year. The estimated years of useful life corresponding to the “Buildings” captions were set out under the criteria established by the above-mentioned independent valuation.

As for the historical and artistic properties, depreciation was calculated on the basis of the cost of a replacement of the fixed asset that would reproduce its capacity and utility; its depreciation base therefore excluded the book-value part that corresponded to the historical and artistic component of the building, which rose to 221.573 thousand euros during the 2015 financial year, all on the basis of the above-mentioned independent valuation. This treatment was justified by the fact that the above-mentioned historical and artistic component was subject to maintenance to ensure the long-term duration of its value.

4.2. Public Land Assets

Public Land Assets (PLA) refers to the group of assets that were allocated, under Legislative Decree 1/2005, of 26 July, approving the consolidated text of the Act on Urban Planning in Catalonia, and under the Barcelona Municipal Charter, for social-interest purposes established by law.

The municipally owned properties which fell under this caption were as follows:

- Properties allocated for social housing, managed by the City Council itself or by municipal operators.
- Properties over which surface rights were awarded in favour of third parties, for building social housing, residences for elderly people, care centres and other social investments.
- Properties over which investment projects were being carried out, which, once completed, would enable their allocation to social housing and other social-interest initiatives.

The valuation and depreciation criteria for the various types of assets are the ones described in note 4.1.

4.3. Property investments

These are properties (land or buildings) that are held for profit or capital gain or both, through their rents or alienation, without any of these being a purpose of the Entity. And, in any event, all those that may not be considered fixed assets. The tangible fixed-asset valuation criteria described in note 4.1. apply to these investments.

4.4. Intangible fixed assets

Capitalisation Criteria

These are intangible assets and rights capable of financial valuation as non-monetary assets without physical substance which are identifiable by satisfying the characteristics of continuity over time and use in the production of goods and services or constituting a source of the entity's resources. In other words:

- They are separable and capable of disposal, assignment, renting, exchange and delivery for their exploitation.
- They arise from contractual and other legal rights, regardless of whether such rights are assignable or separable from other rights and obligations.

Initial valuation

Investments in intangible fixed assets are valued at cost. This is the "acquisition price", which includes the non-recoverable indirect taxes associated with the purchase, the acquisition costs directly relating to the purchase and, where necessary, putting the acquisition into service, or the "production costs" in these resulting from actual work.

Subsequent valuation

They are generally valued at cost, plus subsequent payments, less accumulated depreciation and valuation adjustments for impairment.

Valuation adjustments for impairment are made when the asset's recoverable amount is below its net depreciation value and that generally occurs because of rapid obsolescence or reduction in the initially expected performance.

Extension, modernisation or improvement costs are capitalised as an increase in asset value where they increase its capacity or productivity or extend its useful life.

Depreciation

The elements that make up intangible fixed assets will be subject to systematic

depreciation using the straight-line method according to the estimated useful life of each. By default, each element's depreciable basis matches its book value, given that the residual values are deemed to be null. The depreciation process starts when the asset is put into service, with the estimated useful years of life being as follows:

	Years of useful life
Industrial property	4
Other intangible fixed assets	4

4.5. Leases

The City Council does not have any assets at its disposal acquired through financial leasing.

4.6. Asset exchanges

The Entity does not usually carry out asset-exchange transactions during the normal course of its activities. In any case, where these take place, their book value and entering into the accounts are to meet the provisions set down in Section 4(d) of the IMNCL's rules for recording and valuing tangible fixed assets.

4.7. Financial assets and liabilities

Financial assets and liabilities come from financial instruments, which are contracts that establish a right for one of the parties (financial asset) and an obligation (financial liability) or a component of the net equity (equity instrument) for the other party.

They are basically classified, valued and entered into the accounts according to the purpose they are maintained or have been issued for.

4.7.1. Actius financers

Financial assets consist of money in cash, capital or net equity instruments of another entity and the rights to receive cash or other financial assets from a third party or to exchange financial assets or liabilities with a third party in conditions that are potentially favourable for the entity.

Financial assets are classed, for valuation purposes, under:

a) Credit and receivables

They include:

- Credit for transactions arising from usual activities.
- Other financial assets that generate cash flows of a specified amount and regarding which all expenditure is expected to be recovered, except for reasons attributable to credit impairment.

As a general rule, short-term credit and receivables are valued, on both initial and subsequent entering into the accounts, according to their nominal value, except where these incorporate a contractual interest. The same valuation is made with long-term credit and receivables where the effect of updating the flows is not significant. Otherwise, they are valued according to their fair value and subsequently at depreciated cost, by entering into the accounts the

accrued interest according to its effective interest rate as the financial year's income.

In any case, guarantees and deposits that are made are always valued according to delivered value.

b) Financial assets available for selling

This includes financial assets that do not meet the requirements for inclusion in any of the previous categories. They are valued at all times at their fair value and any changes that occur in them are entered in the accounts as net equity up to their disposal or impairment.

c) Investments in the equity of the entities of the group, multigroup and associates

This includes financial assets corresponding to the entities of the group, multigroup and associated under the definition of the standards for drawing up the consolidated accounts in the public sector as approved under Order HAP/1489/2013, of 18 July.

Shareholdings in trading and associated companies were initially valued at cost, corresponding to the fair value of the consideration delivered plus the transaction costs that are directly attributable to it.

Shareholdings in the other entities of the group, multigroup and associates were initially valued under Rule 18, section 4, and Rule 19 of the General Accounting Plan for Local Authorities (PGCAL), as well as the notes or particular aspects issued by the National State Authority (IGAE) on the accounting commencement of the 2015 financial year (Section V.9), and more specifically:

- The value of the contributions made as assets assigned from local entities to their subsidiary or linked public organisations for a value corresponding to that of the assets at the time of assignment.
- The value of the contributions made as assets assigned from local entities to subsidiary or linked private organisations for a value corresponding to that of the assets handed over at the time of assignment.
- The value of the initial direct capital contributions as well as subsequent increases for the assumption of new powers from the linked entities.

The subsequent valuation of the financial assets corresponding to the entities of the group, multigroup and associates was made at initial cost, less, where appropriate, the accumulated amount of the valuation adjustments for impairment.

Recognition

Financial assets are entered in the accounts on the date established in the contract or agreement on which basis the entity acquires the right. As a general rule, the costs of the transactions are allocated to the financial year's Income and Expenditure Account, except where their scale makes it advisable to incorporate them into the financial asset's value. They are classed as fixed or current respectively, depending on whether they mature in over or under one year.

Impairment

In the case of credit and other receivables, at least at the close of the financial year, the appropriate revisions are carried out to detect the need for making valuation adjustments for impairment, in the event there is objective evidence that the amounts entered in the accounts will not be received in their entirety and it is advisable to revert them where they are no longer appropriate. Both the value adjustments and the reversals are recognised in the Income and Expenditure Account.

The impairment of tax receivables is calculated by applying collectibility ratios, calculated according to real historical series, on the settlement made individually for each of the tax figures and in each specific financial year.

As a general rule, neither receivables for subsidies awarded by public bodies nor receivables guaranteed in the corresponding percentages are subject to impairment.

Where the equity instruments originate from capital-fund contributions, the recoverable amount is used to determine the amount of the adjustment value, that being understood as the larger amount between the fair value less the sale expenditure and the current value of the cash flows derived from the investment. For want of better evidence of the recoverable value, account has been taken, in estimating the impairment of these investments, of the net equity of the subsidiary entity corrected for the adjusted changes for the unrealised capital gain on their date of valuation.

Both the above-mentioned valuation adjustments for impairment and their reversal are entered in the accounts as an express or an income, respectively, in the financial year's results.

Write-offs of financial assets

A financial asset is wholly or partly written off in the accounts where it has expired or the rights over the cash flows it generates and the risks and advantages inherent in its ownership have been substantially assigned.

4.7.2. Financial liabilities

All financial liabilities are classed under the category of financial liabilities at depreciated cost. They include:

- Debt and accounts payable for transactions arising from usual activities.
- Debt with credit institutions.
- Debt represented in negotiated securities issued.
- Other debt and accounts payable.

As a general rule, short-term debt and accounts payable without contractual interest are valued, on both initial and subsequent entering into the accounts, according to their nominal value. The same valuation is made with long-term debt and account payables and long-term loans received with subsidised interest where the overall effect of not updating the flows is not significant. Where it is significant, they are initially valued at the current value of the cash flows payable, at a rate equivalent to that which applies for deferred payments and, subsequently, at depreciated cost, and the accrued interest is entered in the books according to its effective rate as income for the financial year.

In any case, the guarantees and deposits that are received are always valued according to received value.

Recognition

The financial liabilities are entered in the accounts on the date established in the contract or agreement on which basis the entity incurs the obligation. In liquid-asset transactions entered into with credit policies, the debentures are incurred with the receipt of the successive liquid fund assets. They are classed as fixed or current respectively, depending on whether they mature in over or under one year.

Financial liability write-offs

As a general rule, a financial liability is wholly or partly written off when the obligation incurred has been satisfied or cancelled. Where there is a difference between the accounting value and the consideration delivered, this is recorded in the Income and Expense Account for the financial year it takes place in.

4.7.3. Financial guarantee contracts

These are contracts that put the Entity under an obligation to make or receive specific payments to reimburse a third party for any loss incurred where a ("guaranteed") debtor fails to meet its payment obligations generally arising from debt instruments such as a loan guarantee.

The City Council has not entered into any financial guarantee contracts.

4.8. Accounting hedges

These are valued under the same criteria as hedged items, i.e. at depreciated cost.

4.9. Inventories

The City Council has no assets constructed or acquired for other entities.

4.10. Assets constructed or acquired for other entities

The City Council has no assets constructed or acquired for other entities.

4.11. Transactions in foreign currency

Transactions in a currency other than the euro are entered in the accounts as soon as they are recognised in euros, by applying the rate of change in the existing cash to the corresponding amount on the date of the transaction.

4.12. Income and expenditure

Income and expenditure are entered in the accounts according to the accrual principle and, where appropriate, the correlation principle between both.

As regards the budget, income and expenditure are incorporated into the budget settlement when the administrative procedure acknowledging the respective rights and obligations takes place.

4.12.1. Income

a) Income and consideration

As a general rule, income is entered in the accounts according to the fair value of the consideration and represents the receivables for goods delivered and services provided during the ordinary course of the Entity's activities, less repayments, write-offs, discounts and VAT, where appropriate.

The Entity enters income in the accounts where its amount can be reliably valued, it is likely that the Entity will receive the future financial gain and that the specific conditions for each of the activities, as detailed below, will be met.

Income by sale is recorded when: the Entity has transferred to the purchaser the risks and advantages derived from ownership of the goods, irrespective of the ownership; it does not reserve for itself any involvement in the current management of the goods sold nor retain effective control over them; and the expenditure associated with the transaction can be reliably measured.

Income for the provision of services is recorded when the results of the transaction can be reliably estimated, by considering the degree of progress or performance of the provision on the date of the annual accounts or under the straight-line method where the service is provided during a specific period.

Where the results cannot be reliably estimated, the income is entered in the accounts according to the total expenditure recognised that is deemed recoverable.

b) Income without consideration

In the case of taxes, income is entered in the accounts, as is the asset, when the taxable transaction takes place and the asset's recognition criteria are satisfied.

As for fines and penalties, these are entered in the accounts when the right to receive them arises.

4.12.2. Expenditure

Staff and other ordinary management expenses are entered in the Income and Expense Account when the obligation falls due, irrespective of when the current monetary expense that comes from it is incurred.

4.13. Provisions and contingencies

A provision is entered in the accounts where the entity has a present (legal, contractual or implied) obligation resulting from a past event which will probably involve the delivery of resources that can be reliably estimated.

Provisions are valued according to the current value of the payments expected to be necessary for settling the obligation, updated to a rate of discount equivalent to the type of public debt for an analogous maturity. Adjustments to provisions for the purposes of their updating are entered in the accounts as a financial expense as they are reported. Where the maturity is under or equal to one year and the financial effect is not significant they are not discounted.

Provisions are subject to review and adjusted, where necessary, at the close of the financial year, to reflect the best existing estimate at the time. Where they are no longer relevant or probable, they are then reverted under a balancing entry in the financial year's corresponding income account.

For the purposes of quantifying the provisions, reference is made to internal and external expert reports and to the entity's experience in similar matters, which enable a basis to be established for the estimates of each of the possible outcomes, as well as their financial effects.

As regards consortiums, the existing risk is recorded, according to the City Council's share, in the organisations that have a negative net equity.

4.14. Transfers and subsidies

4.14.1. Transfers and subsidies received

Refundable subsidies are entered in the accounts as liabilities until they meet the conditions for consideration as non-refundable, whereas non-refundable subsidies are recorded as income allocated to net equity and are entered in the accounts as income on a systematic and rational basis that correlates to subsidy-derived expenditure.

For these purposes, a subsidy is deemed non-refundable where there is a customised agreement for granting it and where all the conditions established for granting it have been met and there are no reasonable doubts that it will be received.

Monetary subsidiaries are valued according to the fair value of the referred amount granted when entered in the accounts.

Non-refundable grants relating to the purchase of tangible fixed assets are allocated as income for the financial year in proportion to the depreciation of the corresponding assets or, where appropriate, where there is a sale, valuation adjustment for impairment or a shortfall in the balance sheet.

On the other hand, non-refundable subsidies relating to specific expenditure are entered in the Income and Expenditure Account in the same financial year that the payment for the corresponding expenditure falls due.

4.14.2. Transfers and subsidies granted

Authorised transfers and subsidies are entered in the accounts as expenditure as soon as it is recorded that the conditions established for their receipt have been met. Where one of the conditions established for their receipt is yet to be met at the close of the financial year, but there is no reasonable doubt as to its future compliance, a provision for the corresponding amounts is given, for the purposes of reflecting expenditure.

4.15. Joint activities

The City Council has not carried out any joint activity during the financial year.

4.16. Assets under sale

The City Council has not assets under sale.

5. Tangible fixed assets

5.1. Financial year variations

Item	Balance as of 1.1.2015	(+) Income
1. Land	2,799,595,118.05	9,945,828.84
Cost	2,799,595,118.05	9,945,828.84
Accumulated depreciation	0.00	0.00
Valuation adjustments	0.00	0.00
2. Buildings	3,133,438,737.09	13,906,926.23
Cost	3,898,184,969.44	13,906,926.23
Accumulated depreciation	-764,746,232.35	0.00
Valuation adjustments	0.00	0.00
3. Infrastructures	3,741,371,335.66	664,909.55
Cost	4,385,721,007.56	664,909.55
Accumulated depreciation	-644,349,671.90	0.00
Valuation adjustments	0.00	0.00
4. Historical heritage assets	1,646,453.53	0.00
Cost	1,646,453.53	0.00
Accumulated depreciation	0.00	0.00
Valuation adjustments	0.00	0.00
5. Altre immobilizati material	109,017,332.15	3,975,466.44
Cost	414,481,361.55	3,975,466.44
Accumulated depreciation	-305,464,029.40	0.00
Valuation adjustments	0.00	0.00
6. Fixed assets under construction and in accounts	638,536,662.53	364,498,021.91
Cost	638,536,662.53	364,498,021.91
TOTAL	10,423,605,639.01	392,991,152.97

(This table is continued on next page)

5.2. Financial year information.

The most important investments in the financial year correspond to:

	Amount
City Council direct investments	82,660,067.84
Delivery of funds to third parties, for investment	296,461,304.71
Delivery of funds to decentralised organisations, for investment	2,252,000.00
For free assignments of assets	9,088,530.24
Investments funded by third parties	2,529,250.18
TOTAL	392,991,152.97

At the close of the financial year, the acquisition cost of goods that were totally depreciated and which remained in use came to 262,760,858.78 euros.

(-) Expenditure	(+/-) Transfers	(-) Provision for depreciation	Balance as of 31.12.2015
-108,143.88	11,037,503.19	0.00	2,820,470,306.20
-108,143.88	11,037,503.19	0.00	2,820,470,306.20
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
-3,188,753.63	174,171,460.63	-63,201,138.25	3,255,127,232.07
-3,987,528.59	174,171,460.63	0.00	4,082,275,827.71
798,774.96	0.00	-63,201,138.25	-827,148,595.64
0.00	0.00	0.00	0.00
0.00	403,757,901.77	-113,918,654.73	4,031,875,492.25
0.00	403,757,901.77	0.00	4,790,143,818.88
0.00	0.00	-113,918,654.73	-758,268,326.63
0.00	0.00	0.00	0.00
0.00	0.00	0.00	1,646,453.53
0.00	0.00	0.00	1,646,453.53
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
0.00	24,994,623.25	-29,352,224.52	108,635,197.32
0.00	24,994,623.25	0.00	443,451,451.24
0.00	0.00	-29,352,224.52	-334,816,253.92
0.00	0.00	0.00	0.00
-1,034,658.70	-623,181,102.54	0.00	378,818,923.20
-1,034,658.70	-623,181,102.54	0.00	378,818,923.20
-4,331,556.21	-9,219,613.70	-206,472,017.50	10,596,573,604.57

5.3. Circumstances that affect tangible fixed asset ownership.

There is no type of restriction on the ownership of the goods that make up the City Council's tangible fixed assets and none of these assets is subject to litigation or has been pledged as a guarantee for debt payments.

5.4. Infrastructures.

The breakdown of the infrastructure costs caption are as follows:

	Amount
Buildings	10,305,222
Facilities	9,914,802
Woodland	59,765,855
Industrial	21,538,367
Mixed	432,244,164
Parks and gardens	1,253,582,331
Rural	447,590
Systems	10,180,516
Roads	2,992,164,972
TOTAL	4,790,143,819

6. Public land assets

6.1. Financial year variations

Item	Balance as of 1.1.2015	(+) Income
1. Land	175,134,076.01	9,051,675.11
Cost	175,134,076.01	9,051,675.11
Accumulated depreciation	0.00	0.00
Valuation adjustments	0.00	0.00
2. Buildings	74,858,901.15	9,390,304.10
Cost	83,157,383.20	9,390,304.10
Accumulated depreciation	-8,298,482.05	0.00
Valuation adjustments	0.00	0.00
3. Under construction and advances	13,498,202.00	0.00
Cost	13,498,202.00	0.00
Accumulated depreciation	0.00	0.00
Valuation adjustments	0.00	0.00
4. Other public land assets	276,178,711.55	0.00
Cost	276,178,711.55	0.00
Accumulated depreciation	0.00	0.00
Valuation adjustments	0.00	0.00
TOTAL	539,669,890.71	18,441,979.21

(This table is continued on next page)

6.2. Financial year information.

The most important investments in the financial year correspond to:

	Amount
City Council direct investments	16,723,449.63
For free assignments of assets	955,409.58
Investments delivered by the Municipal Housing Trust, 100x1000 plan	763,120.00
TOTAL	18,441,979.21

(-) Expenditure	(+/-) Transfers	(-) Provision for depreciation	Balance as of 31.12.2015
-108,396.81	-2,285,404.76	0.00	181,791,949.55
-108,396.81	-2,285,404.76	0.00	181,791,949.55
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
0.00	4,232,680.81	-1,393,119.11	87,088,766.95
0.00	4,232,680.81	0.00	96,780,368.11
0.00	0.00	-1,393,119.11	-9,691,601.16
0.00	0.00	0.00	0.00
0.00	0.00	0.00	13,498,202.00
0.00	0.00	0.00	13,498,202.00
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
0.00	5,788,877.93	0.00	281,967,589.48
0.00	5,788,877.93	0.00	281,967,589.48
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
-108,396.81	7,736,153.98	-1,393,119.11	564,346,507.98

7. Property investments

7.1. Financial year variations

Item	Balance as of 1.1.2015	(-) Provision for depreciation	Balance as of 31.12.2015
1. Land	41,962,113.90	0.00	41,962,113.90
Cost	41,962,113.90	0.00	41,962,113.90
Accumulated depreciation	0.00	0.00	0.00
Valuation adjustments	0.00	0.00	0.00
2. Construccions	206,572,030.63	-5,001,776.30	201,570,254.33
Cost	241,096,641.54	0.00	241,096,641.54
Amortització acumulada	-34,524,610.91	-5,001,776.30	-39,526,387.21
Correccions del valor	0.00	0.00	0.00
3. En curs i bestretes	0.00	0.00	0.00
Cost	0.00	0.00	0.00
Amortització acumulada	0.00	0.00	0.00
Correccions del valor	0.00	0.00	0.00
TOTAL	248,534,144.53	-5,001,776.30	243,532,368.23

7.2. Description of the property investments

This includes buildings that bring in significant rent such as the Convention Centre, the Auditorium of the Fòrum Building and the Fòrum Port, as well the building intended for the Ecopark – land site.

8. Intangible fixed assets

8.1. Financial year variations

Item	Balance as of 1.1.2015	(-) Provision for depreciation	Balance as of 31.12.2015
1. Investment in research and development	0.00	0.00	0.00
Cost	0.00	0.00	0.00
Accumulated depreciation	0.00	0.00	0.00
Valuation adjustments	0.00	0.00	0.00
2. Industrial and intellectual property	54,450.00	-13,612.50	40,837.50
Cost	54,450.00	0.00	54,450.00
Accumulated depreciation	0.00	-13,612.50	-13,612.50
Valuation adjustments	0.00	0.00	0.00
3. IT applications	0.00	0.00	0.00
Cost	0.00	0.00	0.00
Accumulated depreciation	0.00	0.00	0.00
Valuation adjustments	0.00	0.00	0.00
4. Investments in leased or assigned assets	0.00	0.00	0.00
Cost	0.00	0.00	0.00
Accumulated depreciation	0.00	0.00	0.00
Valuation adjustments	0.00	0.00	0.00
5. Other intangible fixed assets	19,788,801.79	-6,203,319.38	13,585,482.41
Cost	44,374,890.74	0.00	44,374,890.74
Accumulated depreciation	-24,586,088.95	-6,203,319.38	-30,789,408.33
Valuation adjustments	0.00	0.00	0.00
TOTAL	19,843,251.79	-6,216,931.88	13,626,319.91

8.2. Description of intangible fixed assets

The breakdown of the "other intangible fixed assets" caption is as follows:

	Amount
Internet development	1,620,800.60
Re-engineering in municipal services	41,925,824.71
Other	828,265.43
Accumulated depreciation	-30,789,408.33
TOTAL	13,585,482.41

8.3. Financial year information

At the close of the financial year, the acquisition cost of goods that were totally depreciated and which remained in use came to 22,232,198.85 euros.

8.4. Circumstances that affect intangible fixed asset ownership.

There is no type of restriction on the ownership of the goods that make up the City Council's intangible fixed assets and none of these assets is subject to litigation or has been pledged as a guarantee for debt payments.

9. Financial leases and other similar transactions

The City Council does not hold any assets under a financial lease.

10. Financial assets

10.1. Information on the balance sheet

a) Reconciliation statement summary between the balance sheet's classification of financial assets and the categories established in the 8th regulation on recognising and valuing financial assets:

Classes		Long-term financial assets			Short-term financial assets			Total
		Capital investments	Debt securities	Other investments	Capital investments	Debt securities	Other investments	
Categories	Credit and receivables	0.00	0.00	114,118,566.88	0.00	0.00	5,103,817.18	119,222,384.06
	Investments in entities of the group, multigroup and associates	795,511,911.66	0.00	0.00	0.00	0.00	0.00	795,511,911.66
	Financial assets available for selling	3,869,630.43	0.00	0.00	0.00	0.00	0.00	3,869,630.43
	Total	799,381,542.09	0.00	114,118,566.88	0.00	0.00	5,103,817.18	918,603,926.15

The breakdown of investments in entities of the group, multigroup and associates are as follows:

Description	Amount
Shareholding in publicly owned business entities	7,543,169.50
Shareholding in trading companies	235,396,399.37
Shareholding in multigroup	407,980,047.88
Shareholding in associates	80,669,717.31
Share for third-party assignment of assets	63,922,577.60
Total	795,511,911.66

Financial assets available for sale refer to the City Council's shareholding in the companies Nauta Tech Invest III, SCR and Port Fòrum Sant Adrià, SL for 3,856,807.44 euros and 12,822.99 euros respectively.

The short- and long-term credit balances for transactions arising from usual activities are not included in the table above.

The long-term balance at the close of the financial year for payment yet to be received in the City Council's usual transactions, "receivables and other accounts receivable", correspond to deferred tax payments and instalments.

The short-term balance for usual transactions, "receivables and other accounts receivable" is broken down below:

Description	Amount
Receivables for the current financial year's recognised rights	206,114,061.87
Receivables for closed financial years' recognised rights	588,977,181.35
Receivables for deferred tax payments and instalments	15,604,138.89
Credit impairment losses	-555,592,995.81
Management operation receivables	255,102,386.30
Transferred VAT receivables	3,760,536.61
Recognised income receivables	67,634,145.52
Other non-budgetary receivables	2,240,580.15
Other accounts receivable	73,635,262.28
VAT receivable	862,182.70
Social Security contributions receivable	1,268,592.03
Public Authority receivables	2,130,774.73
Resource administration receivables (note 20.3.)	20,438,257.95
Balance as of 31 December 2015	351,306,681.26

Amounts and variations in the Credit Impairment Losses Account were as follows:

Balance as of 1 January 2015	511,604,828.36
Provision charged to Income and Expenditure Account	74,853,882.78
Application for writing off rights or collections	-30,865,715.33
Balance as of 31 December 2015	555,592,995.81

The application for writing off rights or collections was entered in the accounts for 4,160,995.08 euros, crediting the Income and Expense Account, and 26,704,720.25 euros crediting the net equity, given that the write-offs of rights were recorded for the same amount charged to the same concept.

b) Reclassifications.

The City Council did not reclassify any financial asset over the financial year which required a change in valuation, whether in depreciated cost at fair value or the reverse.

c) Financial assets delivered under guarantee.

The City Council did not deliver or keep any financial asset under guarantee of debt payments during or at the close of the financial year.

d) Adjustments for impaired value

Classes of financial assets	Variations adjusting accounts	Initial balance	Reduced value owing to the financial year's credit impairment	Reversal of the financial year's credit impairment	Final balance
		1,934,929.82	309,342.86	-334,281.86	1,909,990.82
	Long-term financial assets				
	Capital investments	1,934,929.82	309,342.86	-334,281.86	1,909,990.82
	Debt securities	0.00	0.00	0.00	0.00
	Other investments	0.00	0.00	0.00	0.00

10.2. Information on the Income and Expenditure Account.

a) Net results obtained in the financial year from the various categories of financial assets.

The net results obtained for financial assets classed under the category of credit and accounts payable came to 7,743,347.06 euros.

b) Financial income calculated by applying the effective interest-rate method.

The financial year's Income and Expenditure Account does not contain financial income calculated this way.

10.3. Information on the exchange-rate and interest-rate risks.

a) Exchange-rate risks.

The City Council has no investments and does not keep significant receivables in any currency other than the euro and therefore has no risks of this kind.

b) Interest-rate risks.

The City Council does not keep financial assets valued at depreciated cost, so it has no risks of this nature.

10.4. Other information

a) Cash and other liquid assets.

The balance under this caption at the close of the financial year has a total of 91 bank accounts that presented the following overall variations:

Balance as of 1.1.2015	Collections	Payments	Balance as of 31.12.2015
644,773,433.24	2,784,505,650.18	2,798,102,536.69	631,176,546.73

The balance as of 1 January 2015 includes the balance that appeared on 31 December 2014 as temporary financial investments.

b) Investment policy

As for the temporary liquidity surpluses, the conditions for implementing Barcelona City Council's budget establish that they may be capitalised through investments that meet the conditions for liquidity and security provided for under Royal Decree 2/2004 TRLRHL.

11. Financial liabilities

11.1. Position of and variations in debts with credit institutions

a) Breakdown of debt maintained by the City Council at the close of the financial year and valued at depreciation cost

Debt identification	Debt 1 January		Creations	
	Depreciated cost (1)	Explicit interest (2)	Cash (3)	Expenditure (4)
Loan €60 M (mt. 29/07/16)	40,067,473.63	97,850.25	0.00	0.00
Loan €90 M (mt. 15/09/23)	76,000,000.00	131,844.44	0.00	0.00
Loan €80 M (mt. 28/11/17)	80,000,000.00	254,000.00	0.00	0.00
Loan €50 M Section €30 M (mt. 15/12/21)	30,000,000.00	33,373.33	0.00	0.00
Loan €50 M Section €20 M (mt. 15/12/22)	20,000,000.00	11,004.44	0.00	0.00
Loan €25 M (mt. 03/03/20)	25,000,000.00	4,582.64	0.00	0.00
Loan €90 M (mt. 22/03/16)	90,000,000.00	1,076,107.50	0.00	0.00
Loan €75 M (mt. 13/04/20)	56,250,000.00	116,125.00	0.00	0.00
Loan €240 M (mt. 19/03/22)	192,000,000.00	142,441.00	0.00	0.00
Loan €40 M (mt. 28/10/20)	22,500,000.00	64,390.63	0.00	0.00
Loan €15 M (mt. 07/05/22)	14,062,500.00	81,632.81	0.00	0.00
Loan €15 M (mt. 15/05/18) (A)	13,800,000.00	68,967.80	0.00	0.00
Loan €15 M (mt. 15/05/18) (B)	15,000,000.00	65,290.83	0.00	0.00
Loan €15 M (mt. 07/05/17)	15,000,000.00	14,691.67	0.00	0.00
Loan €25 M (mt. 08/05/17)	25,000,000.00	2,138.19	0.00	0.00
Loan €10 M (mt. 11/05/18)	7,000,000.00	35,015.75	0.00	0.00
Loan €20 M (mt. 29/05/18)	20,000,000.00	70,216.67	0.00	0.00
Loan €50 M (mt. 20/12/32)	50,000,000.00	45,970.83	0.00	0.00
Loan €10 M (mt. 18/07/19)	10,000,000.00	164,866.11	0.00	0.00
Loan €30 M (mt.16/07/2019	30,000,000.00	249,095.00	0.00	0.00
Loan €160 M (mt.21/12/2030	0.00	0.00	160,000,000.00	0.00
Schuldschein €80 M (mt. 28/01/15)	80,000,000.00	1,856,088.89	0.00	0.00
Schuldschein €60 M (mt. 21/09/29)	60,000,000.00	880,438.36	0.00	0.00
Total	971,679,973.63	5,466,132.14	160,000,000.00	0.00

(This table is continued on next page)

Accrued interest according to aer		Cancelled interest (7)	Reductions		Debt as of 31 December	
Explicit (5)	Rest (6)		Accounting value (10)	Results (11)	Depreciated cost (12)=(1)+(3)-(4)+(6)-(10)	Explicit interest (13)=(2)+(5)-(7)
128,291.86	0.00	195,274.07	20,033,736.81	0.00	20,033,736.82	30,868.04
2,783,270.00	0.00	2,797,294.99	9,000,000.00	0.00	67,000,000.00	117,819.45
2,063,522.22	0.00	2,060,222.22	0.00	0.00	80,000,000.00	257,300.00
750,900.00	0.00	750,900.00	0.00	0.00	30,000,000.00	33,373.33
247,600.00	0.00	247,600.00	0.00	0.00	20,000,000.00	11,004.44
1,012,054.89	0.00	1,011,352.78	0.00	0.00	25,000,000.00	5,284.75
1,116,692.50	0.00	1,384,110.00	0.00	0.00	90,000,000.00	808,690.00
432,035.94	0.00	464,723.44	9,375,000.00	0.00	46,875,000.00	83,437.50
3,747,419.22	0.00	3,765,509.45	24,000,000.00	0.00	168,000,000.00	124,350.77
311,791.11	0.00	327,465.57	3,750,000.00	0.00	18,750,000.00	48,716.17
185,941.41	0.00	267,574.22	14,062,500.00	0.00	0.00	0.00
195,608.10	0.00	264,575.90	13,800,000.00	0.00	0.00	0.00
183,404.17	0.00	248,695.00	15,000,000.00	0.00	0.00	0.00
197,066.95	0.00	211,758.62	15,000,000.00	0.00	0.00	0.00
381,209.72	0.00	383,347.91	25,000,000.00	0.00	0.00	0.00
89,255.83	0.00	124,271.58	7,000,000.00	0.00	0.00	0.00
314,911.11	0.00	385,127.78	20,000,000.00	0.00	0.00	0.00
1,504,500.00	0.00	1,504,500.00	0.00	0.00	50,000,000.00	45,970.83
171,130.53	0.00	335,996.63	10,000,000.00	0.00	0.00	0.01
338,700.00	0.00	587,795.00	30,000,000.00	0.00	0.00	0.00
65,244.44	0.00	0.00	0.00	0.00	160,000,000.00	65,244.44
319,200.00	0.00	2,175,288.89	80,000,000.00	0.00	0.00	0.00
3,147,594.88	0.00	3,150,164.38	0.00	0.00	60,000,000.00	877,868.86
19,687,344.88	0.00	22,643,548.43	296,021,236.81	0.00	835,658,736.82	2,509,928.59

b) Breakdown of debt maintained by the City Council at fair value at the close of the financial year

The City Council does not maintain financial liabilities at fair value on its balance sheet and did not record transactions during the financial year that had to be entered in the accounts at fair value.

c) Summary by category

Classes		Long term			Short term			Total
		Debentures and other marketable securities	Debts with credit institutions	Other debts	Debentures and other marketable securities	Debts with credit institutions	Other debts	
Categories	Debt at depreciated cost	60,000,000.00	619,500,000.00	0.00	0.00	156,158,736.82	0.00	835,658,736.82
	Debt at fair value	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	60,000,000.00	619,500,000.00	0.00	0.00	156,158,736.82	0.00	835,658,736.82

11.2. Credit lines

During the financial year, the City Council did not take out any credit lines nor were any debts maintained for transactions of this kind on the closing date.

11.3. Information on the exchange-rate and interest-rate risks.

a) Exchange-rate risks.

The City Council has no debt in currency other than the euro and therefore has no risks of this kind.

b) Interest-rate risks.

The classification of the debt as of 31 December 2015 according to the interest-rate risk is as follows:

Interest rate		At fixed interest rate	At variable interest rate	Total
Classes of financial liabilities	Debentures and other marketable securities	60,000,000.00	0.00	60,000,000.00
	Debts with credit institutions	532,000,000.00	243,658,736.82	775,658,736.82
	Other debts	0.00	0.00	0.00
Total amount		592,000,000.00	243,658,736.82	835,658,736.82
% of financial liabilities at fixed or variable interest rate over the total		70.8%	29.2%	100.0%

11.4. Endorsements and other guarantees granted

a) Endorsements granted

The City Council did not grant any endorsements in favour of third parties during the financial year nor did it maintain any endorsements of third parties on the closing date.

b) Endorsements implemented

For the reason stated in section (a) above, no endorsements were implemented that the City Council was responsible for.

c) Repaid endorsements

By not maintaining any endorsements on behalf of third parties and not having endorsed third-party debts in previous financial years, no endorsements were repaid in favour of the City Council during the financial year.

11.5. Other information on debts with credit institutions

The average cost of debt during the 2015 financial year was 2.55%, and the average life was 5.5 years.

The debt profile by maturity date (in thousand euros) as of 31 December 2015 is broken down below:

Year of maturity	Amount
2016	156,158,736.82
2017	126,125,000.00
2018	49,458,333.33
2019	49,458,333.33
2020	74,458,333.33
2021	82,333,333.33
2022	72,333,333.33
2023	23,333,333.33
2024	19,333,333.34
2025	19,333,333.34
2026 and after	163,333,333.34
Total	835,658,736.82

The City Council does not have any debts secured with collateral.

11.6. Other long- and short-term debt and short-term debts with entities of the group, multigroup and associates

a) Breakdown of debt maintained by the City Council at the close of the financial year and valued at depreciation cost

Description	Debt 1 January	Creations	Reductions	Debt as of 31 December
Long-term debts with Spain's Central Authority	301,138,763.40	1,327,171.72	-68,331,841.48	234,134,093.64
Long-term deposits and guarantees	28,929,812.55	1,517,406.85	-868,439.80	29,578,779.60
Short-term debts with Spain's Central Authority	15,608,940.14	68,331,841.48	-15,608,939.76	68,331,841.86
Short-term guarantees and deposits	7,174,066.70	3,609,709.19	-1,395,812.96	9,387,962.93
Other liabilities - budget	73,265,910.02	441,522,304.62	-460,344,181.37	54,444,033.27
Accounts payable	10,276,250.28	0.00	-8,183,733.74	2,092,516.54
Guarantees and deposits of the group, multigroup and associates	15,396,551.95	1,882,624.64	-5,208,716.12	12,070,460.47
Debt with entities of the group, multigroup and associates	98,653,730.16	275,632,569.17	-298,496,861.26	75,789,438.07
Total	550,444,025.20	793,823,627.67	-858,438,526.49	485,829,126.38

b) Breakdown of debt maintained by the City Council at fair value at the close of the financial year

The City Council does not maintain financial liabilities at fair value on its balance sheet and did not record transactions during the financial year that had to be entered in the accounts at fair value.

c) Summary by category

Classes		Long term			Short term			Total
		Debentures and other marketable securities 2015	Debts with credit institutions 2015	Other debts 2015	Debentures and other marketable securities 2015	Debts with credit institutions 2015	Other debts 2015	
Categories	Debt at depreciated cost	0.00	0.00	263,712,873.24	0.00	0.00	222,116,253.14	485,829,126.38
	Debt at fair value	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	Total	0.00	0.00	263,712,873.24	0.00	0.00	222,116,253.14	485,829,126.38

11.7. Other information on long- and short-term debts and short-term debts with entities of the group, multigroup and associates

The breakdown of the other long-term debts is as follows:

Share in the Spain's Central Government Taxes	234,134,093.64
Central Authority of the Spanish State – Final settlement of the share in Spain's Central Government taxes for 2008	46,193,717.26
Central Authority of the Spanish State – Final settlement of the share in Spain's Central Government taxes for 2009	187,940,376.38
Long-term guarantees received	29,578,779.60
TOTAL	263,712,873.24

The total amount for the final negative settlement of the share in Spain's Central Government taxes corresponding to the 2008 financial year came to 93,487 thousand euros, whereas the figure for the 2009 financial year was also negative by 304,284 thousand euros. In accordance with the provisions set down in Act 2/2012, of 29 June, on the General Budgets of the State for the financial year 2012, the term up to December 2014 for offsetting these negative settlements was 120 monthly instalments. The sole additional provision in Royal Decree Act 12/2014, of 12 September, established amendments to the procedure for paying receivables to the Public Treasury arising from final settlements of shares in Spain's Central Government taxes for the financial years 2008 and 2009, as regulated by Act 2/2012, of 28 June, on the State's budgets for the year 2012, and allowed, as of January 2015 and subject to authorisation, extensions to the terms for paying the above-mentioned receivables during 120 additional monthly instalments. The negative settlement for 2008 matures during the 2011-2031 period while the negative settlement for 2009 matures during the 2012-2031 period. The amount maturing in the 2012 financial year is entered in the accounts under the "Other short-term debts" caption.

According to the communiqué of 17 July 2015 from the Secretariat-General for Autonomous Region and Local Coordination at the Secretariat of State for Public Authorities, the settlement of the share in Spain's Central Government taxes for the financial year 2013, is to be returned for the amount of €52,722,901.72 (€51,328,991.13 from the Supplementary Finance Fund and €1,393,910.59 corresponding to the assignment of taxes). The Tenth Additional Provision of Royal Decree Act 17/2014, of 26 December, on financial sustainability measures for autonomous regions and local and other economic entities, defines a special system for reimbursing these settlements to be paid to the Central Government, divided into 120 monthly instalments from 1 January 2016, a system which Barcelona City Council has joined.

Nevertheless, Point 6 of that provision stipulates that, where the final settlements of the Share in Spain's Central Government Taxes for financial years subsequent to 2013 are to be paid to the Local Entities that this special repayment system applies to, the settlements to be paid will offset the amount that remains to be paid by these Local Entities when calculating these final settlements. Given the forecasts received from the Ministry of the Treasury and Public Authorities predicting the settlement of the Supplementary Finance Fund of 2014 in the black, the offset of the entire settlement in 2016 yet to be paid and corresponding to the settlement for 2013 would apply. Hence its classification as short-term settlement to be paid.

Description	Amount
Central Authority of the Spanish State – Final settlement of the share in Spain's Central Government taxes for 2008	3,079,581.14
Central Authority of the Spanish State – Final settlement of the share in Spain's Central Government taxes for 2009	12,529,359.00
Central Authority of the Spanish State – Final settlement of the Share in Spain's Central Government taxes for 2013	52,722,901.72
Bonds and deposits received	9,387,962.93
Other liabilities - Current Budget (chapters 3,6,8 and 9)	53,049,554.63
Other liabilities - Closed Budget (chapters 3,6,8 and 9)	1,394,478.64
Short-term accounts payable	2,092,516.54
TOTAL	134,256,354.60

Short-term debts with entities of the group, multigroup and associates are detailed below:

Description	Amount
Current Budget (chapter 6 of the group)	73,765,556.99
Closed Budgets (chapter 6 of the group)	2,023,881.08
Guarantees and deposits of the group, multigroup and associates	12,070,460.47
TOTAL	87,859,898.54

11.8. Short-term creditors and other accounts payable

The balance under this caption is detailed below:

Description	Amount
Liabilities for current financial year's management transactions (chapters 1, 2, 4 and 7)	336,031,072.58
Liabilities for close financial years' management transactions (chapters 1, 2, 4 and 7)	108,358,038.92
Liabilities for accrued expenditure	24,379,466.08
Other payables	682,009.38
Management operation payables	469,450,586.96
Liabilities for input VAT	1,069,990.46
Collections pending application	5,352,891.69
Other non-budgetary liabilities	10,885,945.03
Other accounts payable	17,308,827.18
Public treasury payable for Income Tax	9,169,081.71
Social Security	22,071,630.39
Public Authority receivables	31,240,712.10
Liabilities for administration of resources (note 20)	42,742,239.41
Balance as of 31 December 2015	560,742,365.65

11.9. Information on the average payment period to suppliers: Third Additional Provision, "Duty to supply information" of Act 15/2010, of 5 July

The following information is provided with regard to the provisions in Act 15/2010, of 5 July, on measures against arrears in commercial transactions, and to the obligations of contracts entered into on 31 December 2015:

	Days
Average payment period to suppliers	30.0
Ratio of the paid transactions	33.0
Ratio of the transactions yet to be paid	9.31
	Amount
Total payments made	593,961,319
Under 30 days	262,564,400
Over 30 days	331,396,919
Total payments yet to be made	72,555,183

The City Council did not default on any of its incurred debts, keeping to the payment deadlines in accordance with the applicable regulations.

12. Accounting hedges

Barcelona City Council has current accounting hedges worth a total of 332,000 thousand euros as of 31 December 2015. All the accounting hedges correspond to financial interest-rate swaps under contract to offset variations in the cash flows of the hedged items, given the interest-rate risks they are effectively exposed to. The nature of the hedged items corresponds to loans with credit institutions or private placements (see note 11.1.).

Given that the requirements established by ICAL were met, the interest-rate hedge instruments that Barcelona City Council kept current as of 31 December 2015 are valued under the same criterion as the hedged item and that is value at depreciated cost.

13. Assets constructed or acquired for other entities and other inventories

No transactions of this nature took place during the financial year nor were settlements derived from such transactions kept on the balance sheet on the closing date.

14. Foreign currency

At the close of the 2015 financial year, the City Council had two current accounts in dollars, with a balance of 18,000 dollars and 34,000 dollars. Their countervalue on the books as of 31 December 2015 was 14,825.80 euros and 28,004.28 euros respectively. The differences in recognised value in the financial year for this concept came to 4,933.30 euros.

15. Transfers, subsidies and other income and expenditure

15.1. Transfers and subsidies received

Description	Net recognised collection rights	Income and expenditure account
Supplementary Finance Fund	983,065,981.08	1,048,900,024.44
the State Authorities	2,977,890.02	2,919,883.02
From the Social Services Programme Contract	69,051,162.39	53,644,766.85
From the Catalan Local Cooperation Fund	7,603,681.01	7,603,681.01
From the Tourism Promotion Fund	10,666,910.94	2,730,804.61
Others from the Generalitat of Catalonia	4,215,790.80	3,830,867.82
From Metropolitan Area contributions	60,281,372.95	60,257,744.26
From abroad	1,134,821.91	310,977.70
Other current transfers and subsidies	920,913.45	886,431.00
Current transfers and subsidies	1,139,918,524.55	1,181,085,180.71
From the State Authorities	0.00	6,398,244.02
From the Generalitat	20,770,798.37	1,866,184.65
From Provincial Councils	8,062,967.83	1,337,020.72
From abroad	2,317,125.60	807,159.24
Other capital transfers and subsidies	1,413,744.86	75,351.26
From assets received on assignment	0.00	211,071.90
Capital transfers and subsidies	32,564,636.66	10,695,031.79
Total	1,172,483,161.21	1,191,780,212.50

The transfers met the recognition and valuation requirements described in note 4.14.

15.2. Expenditure

a) Transfers and subsidies granted

No repayments were made owing to breach of conditions or requirements for using the subsidies.

Description	Net recognised debentures	Income and expenditure account
To independent bodies	275,704,094.51	275,704,094.51
To publicly owned business entities	160,315,565.89	160,315,565.89
To trading companies	151,307,383.22	151,307,383.22
To the Generalitat and subsidiary bodies	2,555,121.00	2,555,121.00
To provincial councils	33,847.34	33,847.34
To metropolitan areas	268,635,992.15	269,985,964.36
To counties	5,830,790.00	5,830,790.00
To consortiums	127,375,462.92	127,375,462.92
To private businesses	859,400.00	1,328,620.18
To families and non-profit institutions	78,728,934.14	76,616,574.43
Abroad	94,956.40	94,956.40
Current transfers and subsidies	1,071,441,547.57	1,071,148,380.25
To independent bodies	4,081,477.16	4,081,477.16
To publicly owned business entities	17,328,639.25	17,328,639.25
To trading companies	14,916,822.79	14,916,822.79
To provincial councils	174,372.89	174,372.89
To metropolitan areas	8,866,907.80	5,614,907.80
To consortiums	5,623,021.72	5,623,021.72
To families and non-profit institutions	1,071,714.69	971,714.69
Capital transfers and subsidies	52,062,956.30	48,710,956.30
Total	1,123,504,503.87	1,119,859,336.55

The transfers met the recognition and valuation requirements described in note 4.14.

b) Provisions and services

Description	Income and expenditure account
Rent and royalties	20,544,273.70
Upkeep and repair	19,007,411.99
Independent professional services	6,681,775.25
Transport	513,442.90
Insurance premiums	2,303,627.40
Advertising, publicity and public relations	12,766,743.00
Utilities	37,751,139.58
Communications and other services	479,170,440.82
Total	578,738,854.64

16. Provisions and contingencies

16.1. The breakdown of variations during the financial year in the provisions recognised on the liabilities' side of the balance sheet, both short- and long-term, was as follows:

Concept	Balance as of 1.01.2015		(+) Increases		(+/-) Transfers
	Long term	Short term	Long term	Short term	Long term
Different contingencies	28,798,344.72	0.00	3,574,359.80	0.00	0.00
Provision for consortiums	35,806,702.72	0.00	0.00	0.00	0.00
Extra salary payment 2012 RDL 20/2012	16,391,944.53	0.00	0.00	0.00	-16,391,944.53
Ruling 632/2013 TSJC	52,962,939.78	0.00	0.00	8,150,000.00	-52,962,939.78
Total	133,959,931.75	0.00	3,574,359.80	8,150,000.00	-69,354,884.31

(This table is continued on next page)

The settlement of the provision is aimed at covering the financial costs of contingent or probable obligations.

a) Provision for consortiums

The existing risk is recorded in the provision for consortiums, according to the City Council's share, in the organisations that have a negative net equity.

b) Extra salary payment 2012 RDL 20/2012

This caption includes a provision for the amount of 8,115,590.82 euros for the December extra pay cheque in the 2012 financial year which was pending payment as of 31 December 2015.

This was not paid in December 2012, as it was cancelled under Article 12(1) of Royal Decree 20/2012, of 13 July, on Measures for Ensuring Budgetary Stability and Promoting Competitiveness.

Article 2(4) of this provision stipulates that "sums arising from the cancellation of the extra pay cheque and specific additional pay or equivalent additional pay in accordance with the provisions of this article shall be allocated in future financial years to contributions towards pension plans or collective insurance policies that include cover for retirement, subject to the provisions established in Framework Act 2/2012, on Budgetary Stability and Financial Sustainability and under the terms and conditions and within the scope set out under the corresponding budgetary legislation".

Given that this was a clear payable liability, the amount (16,391,944.53 euros) was charged to the "Staff Expenses" caption of the debit side of the 2012 financial year's Profit and Loss Account, crediting the "Long-term provisions" caption of the liability side of the balance sheet.

Act 36/2014, of 26 December, on General Budgets of the State for 2015, under the Twelfth Additional Provision, Section 1(1), establishes that every Public Authority, within its jurisdiction, may approve the crediting of amounts as recovery of extra pay cheques and specific additional pay or equivalent additional pay.

(+/-) Transfers		(-) Decreases		Balance as of 31.12.2015	
Short term		Long term	Short term	Long term	Short term
0.00		-22,834,884.01	0.00	9,537,820.51	0.00
0.00		0.00	0.00	35,806,702.72	0.00
16,391,944.53		0.00	-8,276,353.71	0.00	8,115,590.82
52,962,939.78		0.00	0.00	0.00	61,112,939.78
69,354,884.31		-22,834,884.01	-8,276,353.71	45,344,523.23	69,228,530.60

The City Council paid 50.27% of the accrued pay in 2015, following the Mayoral Decree of 11 November 2015. The amount corresponding to the remaining 49.73% is yet to be credited in 2016, under the conditions established by the Twelfth Additional Provision of Act 48/2015, of 29 October, on the General State Budgets for 2016, and the Mayoral Decree of 15 December 2015.

c) Ruling 632/2013

The sum of 61,112,939.78 euros is included which relates to the financial estimate deriving from the enforcement of a ruling obliging the City Council and a part of its municipal economic group to raise the overall payroll of its civil servants corresponding to the 2007 and 2008 financial years, with the corresponding consolidation of increases up to the present year.

16.2. Contingent liabilities

At the close of the financial year, the City Council was in the middle of legal proceedings, described as being a possible risk, at the courts and tribunals.

One case that needs to be mentioned is a claim under the heading of financial liability which originated from an order to halt the activity being carried out by a company as it differed from the one authorised.

There is also a case with a probable risk relating to the concession of a building permit for the construction of two single-family flats, where the City Council may have to compensate the claimant but it has not been possible to quantify this compensation objectively.

16.3. Contingent assets.

At the close of the financial year, the City Council had no contingent assets regarding which information had to be given in the annual report.

17. Information on the environment

The City Council recorded the following obligations charged to the programmes of expenditure policy 17 "Environment":

Programme	Obligations recognised during the financial year
Construction and maintenance of green spaces	51,338,973.80
Biodiversity	72,909.24
Environmental intervention	481,325.43
Environmental noise intervention	1,103,889.50
Environmental education	1,490,004.82
Local energy-waste management	2,169,400.83
Urban coordination. Electric vehicles	602,745.66
	57,259,249.28

18. Assets under sale

On the closing date, the City Council did not keep fixed assets in the balance sheet whose accounting value had to be recovered through their sale.

19. Presentation by activity of the income and expenditure account

Barcelona City Council's Income and Expenditure Account, classed by activity, is as follows

Expenditure (expenditure policy)	2015 financial year	Income	2015 financial year
Public debt	29,522,496.89	Day-to-day management income	2,646,289,270.77
Citizen security and mobility	342,818,785.68	Financial income	26,994,720.22
Housing and urban development	125,734,693.71	Other income	1,351,758.47
Community welfare	463,313,350.81		
Environment	60,064,188.54		
Pensions	693,331.70		
Social services and social promotion	290,300,618.28		
Boosting employment	50,098.62		
Health	26,123,996.74		
Education	135,016,095.32		
Culture	144,953,628.77		
Sport	28,957,317.70		
Commerce, tourism and small and medium-sized enterprises	106,776,835.42		
Public transport	154,402,453.36		
Other economic initiatives	20,997,914.42		
Government bodies	31,698,497.66		
General services	178,509,303.24		
Financial and tax management	112,305,560.12		
Transfers to other administrations	107,042,696.81		
Total expenditure	2,359,281,863.79	Total income	2,674,635,749.46

The following rules have been taken into account for its drafting:

a) Income: classification of total income in the categories of day-to-day management income, financial and other income.

b) Expenditure: the budgetary expenses set out in chapters 1 to 5 of the City Council's current expenditure budget, classed by expenditure policy. The other expenses in the Income and Expenditure Account, distributed among the various expenditure policies in the proportion that each policy represents in the total expenditure budget.

20. Resources administration receivables on behalf of other public bodies

The amount included in the assets side of the balance sheet refers to entitlements pending collection from third parties regarding the development of the resource administration management payable by other public organisations (note 20.3.a).

The amount included in the liabilities side of the balance sheet is that from note 20.3.a) - as these entitlements, still pending, will have to be delivered to the organisation through which the administration is carried out - plus the balance of the amounts already collected from third parties but pending delivery to the organisation through which the administration is made, and reflected in note 20.1.

20.1. Management-derived obligations

Owner entity		Concept		Pending payment as of 1 January	Amendments to initial balance	Liquid-assets collection
NIF	Product type	Code	Description			
P0800258F	AMB	45300	Tax on Property (IBI)	13,411,791.23	0.00	65,549,582.45
Total owner entity				13,411,791.23	0.00	65,549,582.45
P0800000B	Barcelona provincial council	45301	Economic Activity (IAE)	8,237,936.89	0.00	9,419,105.10
Total owner entity				8,237,936.89	0.00	9,419,105.10
Total				21,649,728.12	0.00	74,968,687.55

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20.2. Public bodies, current cash accounts

The City Council does not use such accounts as cash deliveries are not made to the final settlement account.

20.3. Management development

a) Summary

Concept		Entitlements pending collection as of 1 January	Amendments to initial balance	Recognised collection rights	Revoked collection rights	Cancelled collection rights
Code	Description					
45030	Tax on Property (IBI)	14,385,919.79	0.00	68,744,516.05	4,013,587.45	-80,621.58
45031	Economic Activity (IAE)	6,423,584.24	0.00	10,301,438.95	509,741.12	5,806.54
Total		20,809,504.03	0.00	79,045,955.00	4,523,328.57	-74,815.04

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Repayments	Total to be paid	Payments made	Payment yet to be made as of 31 December
0.00	78,961,373.68	64,772,417.99	14,188,955.69
0.00	78,961,373.68	64,772,417.99	14,188,955.69
0.00	17,657,041.99	9,542,016.22	8,115,025.77
0.00	17,657,041.99	9,542,016.22	8,115,025.77
0.00	96,618,415.67	74,314,434.21	22,303,981.46

Net collection	Entitlements pending as of 31 December
65,549,582.45	13,647,887.52
9,419,105.10	6,790,370.43
74,968,687.55	20,438,257.95

b) Revoked collection rights

Concept		Revoked settlements	Returned income	Total revoked collection rights
Code	Description			
45100/45190	Tax on Property (IBI)	3,019,849.54	993,737.91	4,013,587.45
45101/45191	Economic Activity (IAE)	320,592.33	189,148.79	509,741.12
Total		3,340,441.87	1,182,886.70	4,523,328.57

c) Cancelled collection rights

Concept		Collections in kind	Insolvencies	Limitations	Other reasons	All cancelled collection rights
Code	Description					
45820	Tax on Property (IBI)	0.00	0.00	-80,621.58	0.00	-80,621.58
45821	Economic Activity (IAE)	0.00	0.00	5,806.54	0.00	5,806.54
Total		0.00	0.00	-74,815.04	0.00	-74,815.04

d) Returned income

Concept		Pending payment as of 1 January	Amendments to the initial balance and cancellations	Recognised during the financial year	Total recognised returns	Limitations	Paid during the financial year	Pending payment as of 31 December
Code	Description							
45500	Tax on Property (IBI)	0.00	0.00	995,983.00	995,983.00	0.00	993,737.91	2,245.09
45501	Economic Activity (IAE)	0.00	0.00	194,410.98	194,410.98	0.00	189,148.79	5,262.19
Total		0.00	0.00	1,190,393.98	1,190,393.98	0.00	1,182,886.70	7,507.28

21. Non-budgetary receivables statement

Information is given below on the non-budgetary liquid-asset transactions included in these transactions made over the financial year which led to the creation or extinction of:

- Receivables and liabilities under the current rules for the Entity that do not have to be allocated to its budget either at the time of their creation or maturity.
- Items representing collections and payments pending final application, for both budgetary and non-budgetary transactions.

21.1. Non-budgetary receivables statement

Account	Concept	Balance as of 1 January	Amendments to initial balance	Charges made in the financial year	Total receivables	Payments made in the financial year	Receivables pending collection as of 31 December
440	Output VAT receivables	3,603,023.76	0.00	8,009,192.02	11,612,215.78	-7,851,679.17	3,760,536.61
449	Other non-budgetary receivables	157,723.68	0.00	138,387,500.00	138,545,223.68	-138,394,810.12	150,413.56
Total non-budgetary receivables		3,760,747.44	0.00	146,396,692.02	150,157,439.46	-146,246,489.29	3,910,950.17
470	Public Treasury receivables	0.00	0.00	2,480,973.07	2,480,973.07	-1,618,790.37	862,182.70
471	Social welfare bodies	1,123,605.04	0.00	4,714,957.31	5,838,562.35	-4,569,970.32	1,268,592.03
Total Public Authority Receivables		1,123,605.04	0.00	7,195,930.38	8,319,535.42	-6,188,760.69	2,130,774.73
542	Short-term credit	2,659,351.53	0.00	4,754,785.56	7,414,137.09	-2,681,144.13	4,732,992.96
Total short-term credit		2,659,351.53	0.00	4,754,785.56	7,414,137.09	-2,681,144.13	4,732,992.96
558	Provl. Paymt. Fund Just. and advances	3,297,966.35	0.00	19,841,251.01	23,139,217.36	-21,049,050.77	2,090,166.59
Total Provision for ADOPJ/ BC Fund		3,297,966.35	0.00	19,841,251.01	23,139,217.36	-21,049,050.77	2,090,166.59
566	Short-term deposits made	6,902.75	0.00	0.00	6,902.75	0.00	6,902.75
Total short-term deposits made		6,902.75	0.00	0.00	6,902.75	0.00	6,902.75
Total		10,848,573.11	0.00	178,188,658.97	189,037,232.08	-176,165,444.88	12,871,787.20

21.2. Non-budgetary liabilities statement

Account	Concept	Balance as of 1 January	Amendments to initial balance	Payments made in the financial year	Total liabilities	Charges made in the financial year	Payables pending collection as of 31 December
410	Liabilities for input VAT	1,041,408.06	0.00	8,383,755.58	9,425,163.64	-8,355,173.18	1,069,990.46
419	Other non-budgetary liabilities	11,422,748.30	0.00	21,450,442.13	32,873,190.43	-22,998,039.82	9,875,150.61
Total non-budgetary liabilities		12,464,156.36	0.00	29,834,197.71	42,298,354.07	-31,353,213.00	10,945,141.07
45	Admin. receivables/payables resources	21,649,728.12	0.00	238,170,897.71	259,820,625.83	-237,516,644.37	22,303,981.46
Total Administration of Other Resources		21,649,728.12	0.00	238,170,897.71	259,820,625.83	-237,516,644.37	22,303,981.46
475	Public Treasury Payables						
	Various Concessions.	8,470,584.32	0.00	63,604,176.80	72,074,761.12	-62,905,679.41	9,169,081.71
476	Social welfare bodies, payables	21,767,007.96	0.00	88,064,101.10	109,831,109.06	-87,759,478.67	22,071,630.39
Total Public Authority Payables		30,237,592.28	0.00	151,668,277.90	181,905,870.18	-150,665,158.08	31,240,712.10
502	Loans and other issues	0.00	0.00	0.00	0.00	0.00	0.00
Total loans and other issues		0.00	0.00	0.00	0.00	0.00	0.00
515	Short-term guarantees received from group, multigroup entities	12,139.50	0.00	0.00	12,139.50	0.00	12,139.50
516	Short-term deposits received from group, multigroup entities	15,384,412.45	0.00	1,882,624.64	17,267,037.09	-5,208,716.12	12,058,320.97
Total guarantees/deposits received		15,396,551.95	0.00	1,882,624.64	17,279,176.59	-5,208,716.12	12,070,460.47
560	Short-term guarantees received	4,050,644.86	0.00	2,100,003.35	6,150,648.21	-917,391.82	5,233,256.39
561	Short-term deposits received	3,123,421.84	0.00	1,509,705.84	4,633,127.68	-478,421.14	4,154,706.54
Total guarantees/deposits received		7,174,066.70	0.00	3,609,709.19	10,783,775.89	-1,395,812.96	9,387,962.93
Total		86,922,095.41	0.00	425,165,707.15	512,087,802.56	-426,139,544.53	85,948,258.03

21.3. Statement of items pending application

a) Collections pending application

Account	Concept	Collections pending application as of 1 January	Amendments to initial balance	Collections made in the financial year	Total collections pending application	Collections applied in the financial year	Collections pending application as of 31 December
41990	SIR incidents pending application	4,102,858.41	0.00	12,447,040.43	16,549,898.84	-13,306,430.79	3,243,468.05
Total SIR incidents pending application		4,102,858.41	0.00	12,447,040.43	16,549,898.84	-13,306,430.79	3,243,468.05
554	Collections pending application	15,358,671.78	0.00	2,822,823,335.84	2,838,182,007.62	-2,832,829,115.93	5,352,891.69
559	Other items pending application	0.00	0.00	0.00	0.00	0.00	0.00
Total collections pending application		15,358,671.78	0.00	2,822,823,335.84	2,838,182,007.62	-2,832,829,115.93	5,352,891.69
Total		19,461,530.19	0.00	2,835,270,376.27	2,854,731,906.46	-2,846,135,546.72	8,596,359.74

b) Payments pending application

At the close of the financial year, the City Council had no payments pending application.

22. Administrative procurement. Awarding procedures

The aggregate amounts of administrative procurement during the financial year, according to the awarding procedure, are shown below.

Type of contract	Open procedure	Restricted procedure	Negotiated procedure	Minors	Framework agreement	Totals
Public works	3,484,401.62	962,787.30	6,494,781.65	18,271,709.82	0	29,213,680.39
Utilities	5,813,752.94	0	4,203,598.32	7,187,186.42	4,137,554.70	21,342,092.38
Public Service Management	2,610,640.64	0	66,000.00	0	0	2,676,640.64
Services	37,375,860.86	11,225,082.98	18,367,694.07	40,302,340.76	13,488,629.26	120,759,607.93
Service concessions	9,390,874.66	0	0	0	0	6,944,422.59
Private from Central Government	0.00	0	220,440.18	20,288.29	0	240,728.47
Special Administration	106,028,329.07	0	0	19,428.97	0	106,047,758.04
Total	164,703,859.79	12,187,870.28	29,352,514.22	65,800,954.26	17,626,183.96	289,671,382.51

23. Securities received on deposit

Concept		Balance as of 1 January	Amendments to initial balance	Deposits received in the financial year	Total recognised returns	Total deposits received	Cancelled deposits	Deposits pending repayment as of 31 December
Code	Description							
A052	Securities Received	51,996,766.23	0.00	5,076,123.97	0.00	57,072,890.20	-1,681,379.08	55,391,511.12
A060	Securities Deposited	259,551,473.04	0.00	6,796,862.63	0.00	266,348,335.67	-16,983,828.47	249,364,507.20
A061	Securities held in safekeeping	3,809,658.18	0.00	1,152,675.71	0.00	4,962,333.89	-1,312,176.58	3,650,157.31
A062	Deferred payments and instalments	316,451.19	0.00	0.00	0.00	316,451.19	0.00	316,451.19
Total		315,674,348.64	0.00	13,025,662.31	0.00	328,700,010.95	-19,977,384.13	308,722,626.82

24. Budget information

24.1. Current financial year

24.1.1. Expenditure budget

a) Credit amendments

Econ. Description		Extra credit	Credit supplements	Credit extensions	Credit transfers positive
1	Staff expenditure	0.00	3,900,000.00	0.00	67,092,491.11
2	Expenditure on current assets and services	0.00	4,217,199.05	0.00	5,902,144.12
3	Financial expenditure	0.00	690,424.53	0.00	0.00
4	Current transfers	5,128,000.00	18,461,037.20	0.00	81,647,063.43
5	Contingency funds	0.00	0.00	0.00	0.00
6	Property investments	41,096,081.35	33,429,266.60	0.00	95,663,043.19
7	Capital transfers	4,000,000.00	0.00	0.00	36,477,986.46
9	Financial liabilities	90,000,000.00	48,387,500.00	0.00	0.00
General total		140,224,081.35	109,085,427.38	0.00	286,782,728.31

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b) Credit surpluses

Econ. Description		Committed surpluses		Non-committed surpluses	
		Incorporable	Non-incorporable	Incorporable	Non-incorporable
1	Staff expenditure	0.00	7,743.61	0.00	1,333,961.25
2	Expenditure on current assets and services	103,526.13	8,938,069.53	1,104,244.49	10,352,757.71
3	Financial expenditure	0.00	0.00	0.00	1,472,400.68
4	Current transfers	93,120.00	375,011.67	265,778.93	2,693,652.97
5	Contingency funds	0.00	0.00	0.00	107,259.00
6	Property investments	1,351,224.06	2,537,868.35	7,988,078.47	3,548,781.39
7	Capital transfers	54,308.87	33,002.79	209,787.22	320,613.02
8	Financial assets	0.00	0.00	0.00	5,098,055.06
9	Financial liabilities	0.00	0.00	0.00	681,808.72
General total		1,602,179.06	11,891,695.95	9,567,889.11	25,609,289.80

c) Liabilities for transactions pending application to the budget

The City Council does not have any payable transactions yet to be applied to the budget.

Credit transfers negative	Credit surplus incorporation	Credit generated by income	Removals for writeoffs	Adjustments due to extensions	Total amendments
68,216,344.71	0.00	91,000.00	0.00	0.00	2,867,146.40
21,154,367.41	2,229,550.44	1,785,865.27	0.00	0.00	-7,019,608.53
10,500,000.00	0.00	0.00	0.00	0.00	-9,809,575.47
39,993,941.12	2,130,077.14	11,827,049.71	0.00	0.00	79,199,286.36
6,370,477.89	0.00	0.00	0.00	0.00	-6,370,477.89
129,723,117.06	5,039,515.04	14,651,829.25	0.00	0.00	60,156,618.37
10,824,480.12	1,285,823.31	0.00	0.00	0.00	30,939,329.65
0.00	0.00	0.00	0.00	0.00	138,387,500.00
286,782,728.31	10,684,965.93	28,355,744.23	0.00	0.00	288,350,218.89

24.1.2. Income budget

a) Management process

a₁) Revoked collection rights

Econ.	Description	Revoked settlements	Deferred payments and instalments	Returned income	Total revoked collection rights
1	Direct taxes	27,543,363.58	11,237,017.38	10,709,917.19	49,490,298.15
2	Indirect taxes	100,889.92	10,976.00	2,608,993.91	2,720,859.83
3	Charges and other revenue	41,121,880.71	2,720,952.05	2,927,284.31	46,770,117.07
4	Current transfers	0.00	0.00	14,251,027.38	14,251,027.38
5	Equity revenue	15,680.21	0.00	25,875.26	41,555.47
9	Financial liabilities	0.00	0.00	248.52	248.52
General total		68,781,814.42	13,968,945.43	30,523,346.57	113,274,106.42

a₂) Revoked collection rights

No collection rights for the financial year were revoked in 2015.

a₃) Net collection

Econ.	Description	Total collection	Returned income	Net collection
1	Direct taxes	998,836,018.44	10,709,917.19	988,126,101.25
2	Indirect taxes	59,417,364.90	2,608,993.91	56,808,370.99
3	Charges and other revenue	227,604,832.88	2,927,284.31	224,677,548.57
4	Current transfers	1,101,834,504.83	14,251,027.38	1,087,583,477.45
5	Equity revenue	49,290,188.16	25,875.26	49,264,312.90
6	Sale of property investments	5,428,157.67	0.00	5,428,157.67
7	Capital transfers	11,793,838.29	0.00	11,793,838.29
8	Financial assets	5,241,101.00	0.00	5,241,101.00
9	Financial liabilities	161,517,406.85	248.52	161,517,158.33
General total		2,620,963,413.02	30,523,346.57	2,590,440,066.45

b) Returned income

Econ. Description	Pending payment as of 1 January	Recognised in the financial year	Total recognised returns	Paid during the financial year	Pending payment as of 31 december
1 Direct taxes	0.00	10,827,068.99	10,827,068.99	10,709,917.19	117,151.80
2 Indirect taxes	0.00	3,019,384.66	3,019,384.66	2,608,993.91	410,390.75
3 Charges and other revenue	0.00	2,947,358.23	2,947,358.23	2,927,284.31	20,073.92
4 Current transfers	0.00	14,386,140.32	14,386,140.32	14,251,027.38	135,112.94
5 Equity revenue	0.00	25,875.26	25,875.26	25,875.26	0.00
9 Financial liabilities	0.00	248.52	248.52	248.52	0.00
General total	0.00	31,206,075.98	31,206,075.98	30,523,346.57	682,729.41

c) Committed income

Econ. Description	Commitments made			Commitments met	Commitments pending as of 31 December
	Incorp. closed budgets	In the financial year	Total		
3 Charges and other revenue	0.00	179,145.24	179,145.24	0.00	179,145.24
4 Current transfers	0.00	5,277,608.79	5,277,608.79	1,252,743.24	4,024,865.55
5 Equity revenue	666,666.68	0.00	666,666.68	666,666.68	0.00
7 Capital transfers	17,242,266.91	65,962,500.12	83,204,767.03	29,433,401.89	53,771,365.14
General total	17,908,933.59	71,419,254.15	89,328,187.74	31,352,811.81	57,975,375.93

24.2. Closed financial years

24.2.1. Expenditure budget. Closed-budget obligations

Econ.	Description	Obligations recognised as of 1 January	Amendments to the initial balance and cancellations	Total obligations	Limitation	Payments made	Debentures pending payment as of 31 December
1	Staff expenditure	2,936,783.94	0.00	2,936,783.94	0.00	846,617.35	2,090,166.59
2	Expenditure on current assets and services	105,172,242.35	0.00	105,172,242.35	0.00	105,130,379.23	41,863.12
3	Financial expenditure	44,359.10	0.00	44,359.10	0.00	43,702.91	656.19
4	Current transfers	145,771,516.51	-277,590.31	145,493,926.20	0.00	142,733,371.06	2,760,555.14
5	Contingency funds	0.00	0.00	0.00	0.00	0.00	0.00
6	Property investments	171,728,361.47	0.00	171,728,361.47	0.00	168,323,838.28	3,404,523.19
7	Capital transfers	122,900,961.43	0.00	122,900,961.43	0.00	19,435,507.36	103,465,454.07
8	Financial assets	1,000,000.00	0.00	1,000,000.00	0.00	0.00	1,000,000.00
9	Financial liabilities	146,919.61	0.00	146,919.61	0.00	133,739.27	13,180.34
General total		549,701,144.41	-277,590.31	549,423,554.10	0.00	436,647,155.46	112,776,398.64

24.2.2. Income budget Entitlements pending collection from closed budgets

a) Total entitlements pending collection

Econ.	Description	Entitlements pending collection as of 1 January	Amendments to initial balance	Revoked collection rights	Cancelled collection rights	Collection	Entitlements pending as of 31 December
1	Direct taxes	253,730,083.72	24,771,150.84	54,548,753.34	112,810.92	33,537,191.50	190,302,478.80
2	Indirect taxes	27,191,616.95	710,826.93	2,454,496.00	32.48	4,748,331.28	20,699,584.12
3	Charges and other revenue	382,432,923.47	3,048,638.47	20,476,304.22	90,429.64	31,575,176.49	333,339,651.59
4	Current transfers	74,046,494.31	0.00	0.01	0.00	67,920,742.69	6,125,751.61
5	Equity revenue	21,295,198.30	302,945.12	1,222,233.44	0.00	14,244,343.12	6,131,566.86
6	Sale of property investments	944,274.41	0.00	0.00	0.00	908,203.69	36,070.72
7	Capital transfers	50,008,052.03	0.00	0.00	0.00	17,629,903.66	32,378,148.37
General total		809,648,643.19	28,833,561.36	78,701,787.01	203,273.04	170,563,892.43	589,013,252.07

b) Revoked collection rights

Econ.	Description	Revoked collection rights		Total revoked collection rights
		Liquid-asset writeoffs	Deferred payments and instalments	
1	Direct taxes	12,068,875.79	42,479,877.55	54,548,753.34
2	Indirect taxes	187,690.12	2,266,805.88	2,454,496.00
3	Charges and other revenue	12,057,234.56	8,419,069.66	20,476,304.22
4	Current transfers	0.01	0.00	0.01
5	Equity revenue	232,541.78	989,691.66	1,222,233.44
General total		24,546,342.26	54,155,444.75	78,701,787.01

c) Cancelled collection rights

Econ.	Description	Collections in kind	Insolvencies	Limitations	Other reasons	All cancelled collection rights
1	Direct taxes	0.00	-38.18	112,849.10	0.00	112,810.92
2	Indirect taxes	0.00	0.00	32.48	0.00	32.48
3	Charges and other revenue	0.00	-1,451.38	91,881.02	0.00	90,429.64
General total		0.00	-1,489.56	204,762.60	0.00	203,273.04

24.2.3. Variation of results

	Total variation of collection rights	Total variation of debentures	Variation of budgetary rights
A. Current transactions	-50,071,498.69	-277,590.31	-49,793,908.38
B. The other non-financial transactions	0.00	0.00	0.00
Non-financial transactions (A+B)	-50,071,498.69	-277,590.31	-49,793,908.38
C. Financial assets	0.00	0.00	0.00
D. Financial liabilities	0.00	0.00	0.00
Financial transactions (C+D)	0.00	0.00	0.00
Total	-50,071,498.69	-277,590.31	-49,793,908.38

24.3. Subsequent financial years

24.3.1. Committed expenditure charged to budgets of subsequent financial years

Econ.	Description	Expenditure commitments acquired and charged to the financial year				
		2016	2017	2018	2019	Subsequent years
1	Staff expenditure	159,068.28	0.00	0.00	0.00	0.00
2	Expenditure on current assets and services	423,202,465.12	302,572,213.05	277,386,530.45	227,645,204.41	44,281,564.67
4	Currents transfers	181,938,841.52	146,343,575.00	4,121,258.00	3,474,750.00	0.00
6	Property investments	3,269,162.40	2,355,942.37	52,128.86	0.00	0.00
7	Capital transfers	347,682.00	300,000.00	0.00	0.00	0.00
8	Financial assets	19,326,131.14	22,955,077.11	26,187,630.11	26,669,951.11	28,881,144.22
General total		628,243,350.46	474,526,807.53	307,747,547.42	257,789,905.52	73,162,708.89

24.3.2. Committed income charged to budgets of subsequent financial years

Econ.	Description	Income commitments made and allocated to the financial year				
		2016	2017	2018	2019	Subsequent years
7	Capital transfers	25,000.00	0.00	0.00	0.00	0.00
General total		25,000.00	0.00	0.00	0.00	0.00

24.4. Expenditure with allocated funding

Description	Financial year variances		Accumulated variances	
	Positive	Negative	Positive	Negative
Bagursa - Illa C PERI Can Bacardí	0.00	0.00	489,126.07	0.00
Bagursa - MPGM Colònia Castells	0.00	0.00	14,827.06	0.00
Bagursa - Valldemosa 36-38	0.00	0.00	492,680.85	0.00
IMU - Aneto, 20	0.00	0.00	162,841.00	0.00
Bagursa - Expropriations C/ Llull 347-361 MACOSA	0.00	0.00	23,765.27	0.00
Degà Bahi building work	0.00	0.00	450,759.08	0.00
Cotxeres Borbó redevelopment project	0.00	0.00	533,266.31	0.00
Eix Cívic del Portell redevelopment project	0.00	0.00	197,502.68	0.00
MPGM Sants Station. Expropriation	0.00	0.00	0.50	0.00
Assets - Purchase Casernes Navas	0.00	0.00	0.52	0.00
Comprehensive maintenance of public spaces	0.00	0.00	1,063.24	0.00
Les Planes development VI	0.00	0.00	0.36	0.00
Acquisition of Sarrià District survey team	0.00	0.00	1,765.80	0.00
Bagursa – Development of open spaces in Gobernador housing area	0.00	0.00	0.59	0.00
QQUU C/ Infanta Isabel (Dist.5)	0.00	0.00	434,270.69	0.00
FGC and car parks building work and technical assistance	0.00	0.00	421,129.84	0.00
UA 13 block 2 Diagonal - Poblenou development project	0.00	0.00	914,222.00	0.00
Urban development projects	0.00	0.00	974,649.57	0.00
Cost of work to cover underground car park C/ Villalba dels Arcs	0.00	0.00	173,005.62	0.00
Cost of developing C/ Jaume Brossa	0.00	0.00	585,693.45	0.00
Road works C/ Pallars-Agricultura	0.00	0.00	144,494.39	0.00
Iriarte 14 / Aneto 16 / Escolapi Càncer	666,128.13	0.00	666,128.13	0.00
Total urban planning income	666,128.13	0.00	6,681,193.02	0.00
La Bordeta	0.00	0.00	0.00	-7,881.00
Maresme - Besós	117,915.63	0.00	0.00	-117,915.54
La Vinya, Can Clos, Plus Ultra	107,199.59	0.00	0.00	-62,830.85
Bon Pastor Library	156,489.41	0.00	0.00	-83,943.08
Raval - Sud	72,862.85	0.00	0.00	-89,804.12
Torre Baró	0.00	-9,261.69	0.00	-45,259.69
Total neighbourhood act - Current	454,467.48	-9,261.69	0.00	-407,634.28
Barceloneta	197,207.46	0.00	0.00	-457,400.46
El Coll	217,858.18	0.00	0.00	0.00
Maresme - Besós	509,332.56	0.00	0.00	-1,320,186.16
La Vinya, Can Clos, Plus Ultra	1,152,072.34	0.00	0.00	-321,559.31
Bon Pastor Library	1,695,593.81	0.00	0.00	-3,030,658.64
Raval - Sud	34,455.90	0.00	0.00	-25,303.40
Total neighbourhood act - Capital	3,806,520.25	0.00	0.00	-5,155,107.97
Capítol 9 - 2013 (30 M)	0.00	-686,725.17	73,238.14	0.00
Total chapter 9	0.00	-686,725.17	73,238.14	0.00

Description (continues)	Financial year variances		Accumulated variances	
	Positive	Negative	Positive	Negative
Cohesion fund. Axis 2	0.00	-46,628.28	0.00	0.00
TOTAL Cohesion Fund. Axis 2	0.00	-46,628.28	0.00	0.00
Cohesion fund. Axis 5	0.00	0.00	0.00	-70,889.64
TOTAL Cohesion Fund. Axis 5	0.00	0.00	0.00	-70,889.64
ERDF 2007 - 2013 BCN Activa (Capital)	0.00	-178,876.58	0.00	-804,728.80
ERDF 2007 - 2013 BCN Activa (Current)	0.00	-362,414.58	0.00	-1,816,176.63
TOTAL ERDF 2007 - 2013 BCN Activa	0.00	-541,291.16	0.00	-2,620,905.43
ERDF 2007 - 2013 22@ (Capital)	0.00	0.00	0.00	-1,963,027.14
ERDF 2007 - 2013 22@ (Current)	0.00	0.00	0.00	-24,336.61
TOTAL ERDF 2007 - 2013 22 @	0.00	0.00	0.00	-1,987,363.75
ERDF Catalonia (URB. INV.) (Capital)	0.00	0.00	0.00	-5,339,043.23
ERDF Catalonia (URB. INV.) (Current)	0.00	-171,640.66	0.00	-336,100.71
TOTAL ERDF Catalonia (URB. INV.)	0.00	-171,640.66	0.00	-5,675,143.94
Museu del Disseny	10,000,000.00	0.00	0.00	-14,582,307.55
TOTAL Design Museum	10,000,000.00	0.00	0.00	-14,582,307.55
Palau Llió and Verdaguer Museum	0.00	-884,257.27	0.00	-1,806,753.49
Drassanes Maritime Museum	0.00	-645,487.58	0.00	-945,691.13
Castell de Montjuïc	0.00	-64,981.31	0.00	-813,319.32
Rei Martí Deposit	0.00	-394,858.58	0.00	-461,893.16
School improvements	0.00	-10,000,000.00	0.00	-10,000,000.00
TOTAL Barcelona Provincial Council (Coordination Plan, 2012-2015)	0.00	-11,989,584.74	0.00	-14,027,657.10
FIREBALL project	0.00	0.00	10.00	0.00
Rent Prosperitat Youth Centre modules	0.00	-36,614.04	0.00	0.00
Time use	0.00	0.00	10.00	0.00
NUST Time use	0.00	0.00	10.00	0.00
Youth Information Points Service	0.00	-64,800.00	0.00	0.00
EMOTION. Electric mobility	0.00	-17,349.87	161,816.92	0.00
RAMUD. Electric mobility	0.00	-6,132.58	0.00	-82,021.25
SUPERHUB	0.00	-51,714.52	14,070.28	0.00
MOVELE. Electric charging stations	0.00	0.00	26,000.00	0.00
MOLECULES	0.00	-24,697.37	219,377.45	0.00
CURTCIRCUIT Sant Martí Youth	0.00	-10,000.00	91.00	0.00
Time for you	0.00	-5,000.00	0.00	0.00
Older people's virtual memories (Sant Martí)	0.00	-7,000.00	0.00	0.00
Food Bank	0.00	-10,313.00	9,890.14	0.00
Contribution to Barceloneta and the seafront	845,400.00	0.00	0.00	0.00
Fabra i Coats school RRP and AATT	0.00	0.00	0.00	-117,550.88
Univers nursery school (C/ Bailèn)	0.00	-4,805.97	0.00	-96,790.97
SPEA (Smart Procurement European Alliance)	0.00	-89,032.64	0.00	-142,424.42
2022 Winter Olympic Games	6,168.78	0.00	0.00	0.00
Transform - Zero Carbon	0.00	-22,514.17	0.00	-13,176.50

Description (continues)	Financial year variances		Accumulated variances	
	Positive	Negative	Positive	Negative
Tourist tax. Turisme Barcelona Consortium transfer	1,719,390.20	0.00	1,719,390.20	0.00
Tourist tax. Barcelona City Council expenditure	2,304,048.50	0.00	4,000,501.77	0.00
Casa de les Il·lengües - Can Ricart	0.00	0.00	1,004.54	0.00
Building work on Parc de Collserola estate	0.00	0.00	2,220.40	0.00
SMARTCEM. Electric mobility	31,780.42	0.00	36,767.85	0.00
Community work - Horta-Guinardó district	0.00	0.00	19,499.98	0.00
Solidarity market - Sant Martí district	0.00	-3,000.00	0.00	0.00
Feina a fer	0.00	-3,000.00	0.00	0.00
Solidarity bicycles	0.00	0.00	782.67	0.00
Harley-Davidson Motorcycle restoration	0.00	-7,000.00	0.00	0.00
EFUS Improving relations with Police in the Community	0.00	0.00	0.00	-3,179.07
EFUS Safer Tourism	0.00	-12,000.00	0.00	0.00
ESA BIC	0.00	-118,750.00	70,000.00	0.00
Turó de la Rovira anti-aircraft battery	0.00	-100,000.00	0.00	-100,000.00
Urban Habitat subsidiary implementations	167,941.90	0.00	452,292.51	0.00
Replacement material for Guardia Urbana	14,807.74	0.00	14,807.74	0.00
VINCLES 2015 PROJECT	691,068.96	0.00	691,068.96	0.00
Food Smart Cities for Development	4,525.65	0.00	4,525.65	0.00
Vet Clinic Emergency Centre subsidised by DIBA (P.01.6108.01)	0.00	-8,789.44	0.00	-8,789.44
SMILE	100,396.33	0.00	93,696.40	0.00
NOVELOG	66,628.35	0.00	66,628.35	0.00
Ciutat Vella subsidiary implementations	0.00	-114,024.24	181,757.84	0.00
TOTAL Other	5,952,156.83	-716,537.84	7,786,220.65	-563,932.53
General total	20,879,272.69	-14,161,669.54	14,540,651.81	-45,090,942.19

24.5. Treasury surplus

The treasury surplus statement that results from the financial year budget settlement and those of previous financial years is as follows:

	2015
1. (+) Liquid funds	631,176,546.65
2. (+) Entitlements pending collection	801,768,532.96
(+) from the current budget	206,114,061.87
(+) from closed budgets	589,013,252.07
(+) from non-budgetary transactions	6,641,219.02
3. (-) Debentures pending payment	658,338,167.24
(+) from the current budget	462,856,978.62
(+) from closed budgets	112,776,398.64
(+) from non-budgetary transactions	82,704,789.98
4. (+) Items pending application	-8,596,359.74
(-) collections made pending final application	8,596,359.74
(+) payments made pending final application	-
I. Total treasury surplus (1 + 2 - 3 + 4)	766,010,552.63
II. Balance of bad debts	555,592,995.81
III. Excess funding allocated	14,540,651.81
IV. Liquidity Surplus for general expenses (I-II-III)	195,876,905.01

25. Financial, equity and budget indicators

a) Financial and equity indicators

- **Immediate liquidity:**

$$\frac{\text{Liquid funds}}{\text{Current liabilities}} = 0.61$$

- **Short-term liquidity:**

$$\frac{\text{Liquid funds} + \text{Entitlements pending collection}}{\text{Current liabilities}} = 0.95$$

- **General liquidity:**

$$\frac{\text{Current assets}}{\text{Current liabilities}} = 0.96$$

- **Indebtedness per resident:**

$$\frac{\text{Liabilities}}{\text{Number of residents}} = 1,533.59 \text{ euros}$$

- **Indebtedness:**

$$\frac{\text{Liabilities}}{\text{Liabilities} + \text{net equity}} = 0.18$$

- **Indebtedness ratio:**

$$\frac{\text{Current liabilities}}{\text{Fixed liabilities}} = 0.72$$

- **Cash flow:**

$$\frac{\text{Liabilities}}{\text{New management flows}} = 4.64$$

- Average payment period to commercial liabilities: 30 days.

- Average collection period: 34.16 days.

- Income and Expenditure Account ratios

INC. TAX	Tax and urban planning revenue	1,242,383,028.83
TRANSFR	Transfers and subsidies received	1,191,780,212.50
S&PS	Sales and provision of services	46,271,276.26
STF EXP	Staff expenditure	350,113,495.60
TRANSFG	Transfers and subsidies granted	1,119,859,336.55
SUPP	Supplies	0.00

- Income structure

Income from day-to-day management (IFDM)			
INC. TAX/IFDM	TRANSFR/IFDM	S & PS/IFDM	Rest of IFDM/IFDM
46.95%	42.68%	1.75%	8.62%

- Expenditure structure

Day-to-day management expenses (EFDM)			
STF EXP / EFDM	TRANSFG/EFDM	SUPP/EFDM	Rest of EFDM/EFDM
15.59%	49.85%	0.00%	3.56%

- Covering current expenditure: highlights the existing relationship between day-to-day management expenditure and income.

$$\frac{\text{Day-to-day management expenses}}{\text{Day-to-day management income}} = 85.70\%$$

b) Budget indicators

For the current expenditure budget:

- Implementation of the expenditure budget:

$$\frac{\text{Recognised net debentures}}{\text{Final credits}} = 98.29\%$$

- Payments made:

$$\frac{\text{Payments made}}{\text{Recognised net debentures}} = 83.41\%$$

- Expenditure per resident:

$$\frac{\text{Recognised net debentures}}{\text{Number of residents}} = 1,738.95 \text{ euros}$$

- Investment per resident:

$$\frac{\text{Recognised net debentures (Chapters 6 and 7)}}{\text{Number of residents}} = 279.77 \text{ euros}$$

- **Investment effort:**

$$\frac{\text{Recognised net debentures (Chapters 6 and 7)}}{\text{Total recognised net debentures}} = 16.09\%$$

For the current income budget:

- **Implementation of the income budget:**

$$\frac{\text{Net recognised collection rights}}{\text{Final forecasts}} = 98.51\%$$

- **Collections made:**

$$\frac{\text{Net collection}}{\text{Net recognised collection rights}} = 92.63\%$$

- **Autonomy:**

$$\frac{\text{Recognised net collection rights (Chapters 1 to 3,5,6,8+transfers received)}}{\text{All recognised net collection rights}} = 94.22\%$$

- **Tax autonomy:**

$$\frac{\text{Recognised net collection rights (Chapters 1 to 3,5,6,8)}}{\text{All recognised net collection rights}} = 50.09\%$$

- **Surplus (or deficit) per resident:**

$$\frac{\text{Adjusted budget results}}{\text{Number of residents}} = 155.79 \text{ euros}$$

For closed budgets:

- **Payments made:**

$$\frac{\text{Payments}}{\text{Initial balance for debentures (± amendments and annulments)}} = 79.47\%$$

- **Collections made:**

$$\frac{\text{Collections}}{\text{Initial balance for entitlements (± amendments and annulments)}} = 22.46\%$$

26. Information on the costs of activities

Section f) of note 11 of the regulations for preparing annual accounts (third part, annual accounts, of the PGCPAL) establishes the minimum amount of information on the costs of activities, which have to refer, at least, to the services and activities that are funded with taxes or public-sector charges.

Under the third transitional provision of Order HAP/1781/2013, of 20 September, approving the IMNCL, it is not mandatory to include this information in the annual report until the annual accounts for the 2017 financial year, this option having been chosen.

27. Management indicators

The considerations described in the note above apply here, as the option was chosen to include them in the annual report on the basis of the 2017 financial year annual accounts.

28. Events subsequent to the closing date

No significant events occurred between the closing date and the drafting of the annual accounts which would require reporting or lead to the inclusion of adjustments to the figures contained in the annual accounts, except with regard to the payment, on 28 April, of part of the amounts derived from the enforcement of the ruling obliging the City Council to raise the overall payroll of its civil servants corresponding to the financial years 2007 and 2008, with the corresponding consolidation of increases up to the present financial year (see note 16).

29. Aspects arising from the transition to the new accounting regulations

As established in the second transitional provision of Order HAP/1781/2013, of 20 September, approving the IMNCL, as an exception the annual accounts for the 2015 financial year do not reflect comparative information or figures relating to that or previous financial years in the statements (balance sheet, income and expenditure account, statement of changes in net equity and cash-flow statement) and the annual report's explanatory notes.

This additional note is included in the annual report, with the information given below, for the purposes of clarifying the transition process of the 2014 financial year's accounting to that of the 2015 financial year.

a) Balance sheet, income and expenditure account and the treasury surplus statement included in the annual accounts for the 2014 financial year

Balance

Assets (in thousand euros)	As of 31 December 2014
Fixed Assets	7,880,728
Intangible fixed assets	44,429
Tangible fixed assets	8,077,414
Public Land Assets	547,968
Tangible fixed assets assigned to municipal bodies and third parties	(680,709)
Fixed assets under construction and pending	638,537
Investments in infrastructures and assets allocated for general use	7,781,415
Investments assigned for general use	(7,781,415)
Accumulated depreciation	(1,138,890)
Permanent financial investments	383,484
Long-term off-budget receivables	8,495
Deferred expenditure	564
Floating assets	999,138
On-budget receivables	809,649
Allowance for bad debt	(511,605)
	<u>298,044</u>
Other non-budgetary receivables	55,241
Public administration	1,079
Temporary financial investments	350,000
Liquidity	294,774
Total assets	8,880,430

Liabilities (in thousand euros)	As of 31 December 2014
Equity	5,724,583
Heritage	7,787,674
Property assigned to municipal bodies and third parties	(680,709)
Property delivered for general use	(7,781,415)
Property assigned by third parties and municipal bodies	35,728
Profit and loss brought forward	6,110,281
Financial year's profit and loss	253,024
Deferred income	1,027,557
Capital transfers and other capital income	574,581
Other deferred income	452,976
Provisions for contingencies and expenses	104,254
Long-term liabilities	1,144,115
Long-term loans and debentures	814,046
Long-term deposits and guarantees	28,930
Other long-term liabilities	301,139
Short-term liabilities	879,921
Short-term payables for loans and debentures	157,634
On-budget receivables	549,701
Public administration	30,238
Other non-budgetary liabilities	98,759
Accrued expenditure	24,127
Amounts pending application	19,462
Total liabilities	8,880,430

Income and Expenditure Account

Expenditure (in thousand euros)	2014	Income (in thousand euros)	2014
Staff expenditure	351,758	Sales of assets and services	43,418
Wages and salaries	269,034	Sales of Goods	144
Compensation for services	2,882	Services provided	8,654
Social security contributions	77,687	Public-sector charges for services provided	34,620
Other welfare expenditure	2,155		
		Other day-to-day management income	166,468
Welfare benefits	692	Interest	5,737
		Profit sharing	470
		Surcharge on collection proceedings	9,107
Financial expenditure	29,505	Late-payment interest	7,463
		Fines	88,897
		Rents, concessions and other special uses	41,190
Taxes	358	Others	13,604
Works, supplies and external services	557,932	Taxes	1,030,516
Rent and royalties	21,140	Tax on Property (IBI)	623,600
Repairs and maintenance	15,247	Economic Activity (IAE)	91,547
Utilities	33,657	Tax on motor vehicles (IVTM)	61,923
Communications	4,113	Construction, installation and works projects (ICIO)	21,671
Subcontracted work	416,887	Tax on increased land value (IIVT)	146,081
Other expenditure	66,888	Assignment of central government taxes	85,694
Current transfers	966,835	Other tax revenues	142,164
To municipal institutes and companies	547,186	Charges on services sold	52,668
To autonomous communities, metropolitan areas and consortiums	348,301		
Other Current Transfers	71,348	Charges for use of public domain	89,496
		Replaced taxes	0
Provision for allowance for bad debt	89,081	Current transfers	1,107,179
		Supplementary Finance Fund	974,303
		Other central government bodies	6,283
		From the Generalitat	66,759
		From local entities	58,243
		From abroad	1,224
		Others	367
Total operating expenditure	1,996,161	Total operating income	2,489,745
Operating results (before capital transfers)	493,584		
Capital transfers	126,352		
Operating results (after capital transfers)	367,232		
Negative extraordinary expenditure	178,754	Positive extraordinary income	171,609
Provision for depreciation	101,293		
Financial investment provisions	5,770		
Results for the period	253,024		
Total	2,661,354	Total	2,661,354

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	2014
1. (+) Liquid funds	644,773,433.24
2. (+) Entitlements pending collection	814,812,680.43
(+) from the current budget	221,212,397.28
(+) from closed budgets	588,436,245.91
(+) from non-budgetary transactions	5,164,037.24
3. (-) Debentures pending payment	632,520,381.41
(+) from the current budget	531,439,770.01
(+) from closed budgets	18,261,374.40
(+) from non-budgetary transactions	82,819,237.00
4. (+) Items pending application	-19,461,530.19
(-) collections made pending final application	19,461,530.19
(+) payments made pending final application	-
I. Total treasury surplus (1 + 2 - 3 + 4)	807,604,202.07
II. Balance of bad debts	511,604,828.36
III. Excess funding allocated	10,539,014.48
IV. Liquidity Surplus for general expenses (I-II-III)	285,460,359.23

b) Adjustments made at the opening of the 2015 financial year, under the First Transitional Provision of the Order approving the IMNCL

In accordance with that provision, the sequence applied for making the opening entry for the 2015 financial year was as follows:

- The balances that appeared in the closing accounting entry for the 2014 financial year were allocated to the accounts that correspond to them according to the development that appears in the new PGCPAL.

The correspondence between the 2014 and 2015 accounts was generally from “old account and balance” to “new account and balance”, apart from certain cases where the balance of an “old account” was distributed among several “new accounts”. Such cases include the following:

Old accounts	Correspondence with new accounts
Received property assigned by third parties	Subsidies received, pending recognition in the profit and loss account Profit and loss brought forward
Delivered property assigned by municipal bodies	Financial investments
Delivered property assigned by third parties	Profit and loss brought forward Financial investments
Property delivered for general use	Intangible fixed assets Profit and loss brought forward
Intangible fixed assets	Intangible fixed assets Property investments

- Where the balances of the accounts as of 31 December 2014 were adjusted, these were implied in the opening entry, in not having given rise, under the provisions in page 7 of the notes on the opening of accounts for the 2015 financial year, published by Spain’s General State Comptroller (IGAE) in July 2014, to a specific accounting entry in the 2015 financial year.

The adjustments made can be classed under the following types:

- **Added entries:** assets and liabilities whose recognition is required under the PGCPAL.
- **Write-offs:** elements that do not satisfy the definitions of assets and liabilities according to the conceptual framework of public accounting or registration and valuation rules.
- **Reclassifications:** this refers to the most recurrent adjustment, as it covers all the elements that comply with the definitions for assets, liabilities or net equity under the conceptual framework of public accounting but which, under the accounting framework of the PGCPAL, in force since 2015, have to feature in other accounts than those appearing up to 31 December 2014. In general, as mentioned above, the correspondence was from “old account and balance” to “new account and balance”.
- **Changes in value:** only had to be applied to the financial instruments that as of 1 January 2015 had to be valued according to fair value; in the City Council’s case, no adjustment of this kind was made.

The Annex to the annual accounts includes the statement of reconciliation between the balances for the close of the 2014 financial year and the balances for the opening of the 2015 financial year, under the PGCPAL

The impact of the adjustments on the position of the City Council’s net equity on 1 January 2015 is shown on the following page.

Adjustments for applying the DTP's requirements from the IGAE Guidelines and notes

Captions/Description of accounts	Balances as of 31/12/2014	Received property assigned by municipal bodies	Received property assigned by third parties	Delivered property assigned by municipal bodies	Delivered property assigned by third parties	Property delivered for general use
Heritage	7,787,674,637.92	-	-	-	-	-
Received property assigned by municipal bodies	10,761,352.29	-10,761,352.29	-	-	-	-
Received property assigned by third parties	24,966,708.85	-	-24,966,708.85	-	-	-
Delivered property assigned by municipal bodies	-217,404,917.45	-	-	217,404,917.45	-	-
Delivered property assigned by third parties	-463,304,361.16	-	-	-	463,304,361.16	-
Property delivered for general use	7,781,414,680.09	-	-	-	-	7,781,414,680.09
Profit and loss brought forward	6,110,280,470.43	10,761,352.29	4,780,851.23	-	200,410,585.81	4,040,043,344.43
Results pending application	253,024,587.38	-	-	-	-	-
Equity	5,724,583,798.17	-	-20,185,857.62	217,404,917.45	262,893,775.35	3,741,371,335.66
Concessions and other income	452,975,884.07	-	-	-	-	-
Capital subsidies	527,018,621.49	-	20,185,857.62	-	-	-
Revenue derived from urban planning	47,562,765.02	-	-	-	-	-
Deferred income	1,027,557,270.58	-	20,185,857.62	-	-	-
Net Equity	6,752,141,068.75	0.00	0.00	217,404,917.45	262,893,775.35	3,741,371,335.66
Net variation of net equity						
Balance as of 1 January 2015 for account "1200902015, Previous financial years' proceeds, adjustments for 2015"						

(This table is continued on next page)

Concessions and other income	Revenue derived from urban planning	Allowances	Debt arrangement	Financial holdings	Public entities	Balances as of 01/01/2015
-	-		-		-	7,787,674,637.92
-	-		-		-	-
-	-		-		-	-
-	-		-		-	-
-	-		-		-	-
-	47,562,765.02	-29,706,070.42	-564,082.49	14,758,686.37	24,265,654.71	1,941,685,696.90
-	-	-	-			253,024,587.38
-	47,562,765.02	-29,706,070.42	-564,082.49	14,758,686.37	24,265,654.71	9,982,384,922.20
-452,975,884.07	-	-	-	-	-	-
-	-	-	-	-	-	547,204,479.11
-	-47,562,765.02	-	-	-	-	-
-452,975,884.07	-47,562,765.02	-	-	-	-	547,204,479.11
-452,975,884.07	0.00	-29,706,070.42	-564,082.49	14,758,686.37	24,265,654.71	10,529,589,401.31
						3,777,448,332.56
						-4,168,594,773.53

30. Other information

a) Accrued liabilities expenditure

The long-term variations in the accrued liabilities expenditure caption for the 2015 financial year were as follows:

Balance as of 1 January 2015	452,975,884.07
Financial year's added entries	8,500,000.00
Short-term transfers to accrued expenditure	-18,829,967.66
Balance as of 31 December 2015	442,645,916.41

The financial year's added entries refer to the income for distribution derived from a 78-year surface right.

The balance as of 31 December 2015 corresponds to income received in advance for the right to use municipally owned assets. Income received in advance is transferred every year to the Profit and Loss Account using the straight-line method for the duration of the period of the corresponding concession, which will end, at the latest, by 2092.

Short-term accrued expenditure for the 2015 financial year presents the following variations:

Balance as of 1 January 2015	18,660,494.31
Long-term transfers to accrued expenditure	18,829,967.66
Transfers to results	-18,720,290.24
Balance as of 31 December 2015	18,770,171.73

b) Auditors' fees

The fees to be received by the Temporary Joint Venture (UTE) made up by PricewaterhouseCoopers Auditores S.L. and Gabinete Técnico de Auditoría y Consultoría, S.A., corresponding to the audit services and expenditure incurred in the provision of these services during the 2015 financial year amounted to 462,000 euros, VAT included. Invoiced to Barcelona City Council, these fees included those for the municipal economic group, under the audit contract's invitation-to-tender file, with repercussions on the relevant part of each of the entities falling within the scope of the invitation to tender.

c) Taxes and social-security contributions subject to inspection

All taxes and social-security contributions that the Entity is subject to are eligible for auditing for all the financial years during which the limitation period deadline established under the legislation in force did not lapse. No additional liabilities were expected to be considered for the Entity as a result of possible inspections.

The Municipal Manager of Barcelona City Council, on 9 May 2016, acting in compliance with the requirements established by Article 64 of Act 1/2006 regulating the special system for Barcelona, hereby draws up the consolidated annual accounts in this document, pages 1 to 89, corresponding to the financial year ending on 31 December 2015.

The Municipal Manager