



Financial Statements 2024



Reykjavík

Reykjavíkurborg
(City of Reykjavík)
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Reykjavíkurborg

(City of Reykjavik)

Financial Statements

2024

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Please note:

This is an English translation of the Icelandic Financial Statements of Reykjavíkurborg (the City of Reykjavik). In the event of any discrepancy between the English and Icelandic versions the original Icelandic text shall prevail.

Income Statement for the year 2024

Notes	Reykjavik Municipal (Section A)			Reykjavik Group (A and B operations)		
	2024	2024	2023	2024	2024	2023
	Financial Statements	Budget with Annexes	Financial Statements	Financial Statements	Budget with Annexes	Financial Statements
Operating revenue						
Tax revenues	144.747.331	146.206.079	135.320.671	143.895.638	145.363.216	134.506.968
Contributions from Municipal Equalisation Fund	16.997.374	15.845.015	13.382.834	16.997.374	15.845.015	13.382.834
Other revenues	32.705.974	29.777.777	27.704.254	116.545.614	111.422.451	103.735.134
Total operating revenues	194.450.680	191.828.871	176.407.759	277.438.627	272.630.682	251.624.936
Operating expenses						
Wage cost and wage-related expenses	104.695.157	105.099.221	98.280.407	123.653.089	125.912.237	115.870.720
Changes in pension obligations, LsRb	(846.685)	2.100.000	3.759.602	(758.229)	2.100.000	4.005.713
Other operating expenses	72.442.986	69.522.104	66.417.857	91.561.749	87.839.069	84.161.983
Total operating expenses	176.291.457	176.721.325	168.457.866	214.456.609	215.851.306	204.038.417
Operating result before depreciation, EBITDA	18.159.223	15.107.547	7.949.893	62.982.018	56.779.377	47.586.520
Depreciation	(9.560.898)	(9.361.085)	(8.775.759)	(27.874.855)	(27.124.800)	(26.016.580)
Operating result before financial items.....	8.598.324	5.746.461	(825.866)	35.107.163	29.654.577	21.569.939
Net financial items	(3.797.397)	(5.096.229)	(4.143.481)	(25.954.525)	(25.830.514)	(29.418.078)
Operating result before tax, adjustments and effects of associated companies	4.800.927	650.232	(4.969.347)	9.152.638	3.824.063	(7.848.139)
Income tax	0	0	0	(648.627)	(884.403)	(242.887)
Value adjustment of investment properties	0	0	0	2.773.469	5.260.914	4.966.581
Share in associated companies' operating results	(55.200)	0	0	(30.996)	0	42.403
Minority interests	0	0	0	(569.547)	(531.256)	(303.332)
Operating results.....	4.745.727	650.232	(4.969.347)	10.676.936	7.669.318	(3.385.374)

Statement of Financial Position 31 December 2024

Assets

	Notes	Reykjavik Municipal (Section A)		Reykjavik Group (A and B operations)	
		31.12.2024 Financial Statements	31.12.2023 Financial Statements	31.12.2024 Financial Statements	31.12.2023 Financial Statements
Fixed assets					
Intangible assets		5.912.636	5.272.080	12.294.118	11.114.604
Fixed tangible assets:					
Real estate		170.418.495	162.241.089	199.024.410	188.038.699
Utilities		0	0	431.068.377	416.885.856
Investment properties		0	0	161.109.336	157.086.147
Road systems		40.679.049	38.250.309	41.101.315	38.705.015
Machinery and equipment		8.555.346	8.727.652	16.363.313	14.679.189
Lease properties		5.723.522	5.899.166	6.754.108	6.857.269
		<u>225.376.412</u>	<u>215.118.217</u>	<u>855.420.859</u>	<u>822.252.175</u>
Investments and long-term receivables:					
Capital contributions and shares in companies		17.063.405	15.546.740	13.629.042	5.964.566
Pre-paid costs		7.707.452	8.092.608	8.091.700	8.495.866
Embedded derivatives		0	0	406.754	1.914.127
Derivative contracts		0	0	63.086	50.239
Deferred tax assets		0	0	6.171.165	4.792.230
Other long-term receivables		1.661.581	1.228.185	1.830.873	1.402.847
		<u>26.432.439</u>	<u>24.867.534</u>	<u>30.192.619</u>	<u>22.619.875</u>
Total fixed assets		<u>257.721.487</u>	<u>245.257.831</u>	<u>897.907.596</u>	<u>855.986.654</u>
Current assets					
Inventories		0	0	1.857.695	1.876.626
Short-term receivables:					
Unclaimed revenues and receivables		18.848.177	19.016.139	27.608.281	26.666.348
Next year's payment of other long-term receivables		869.591	411.577	887.027	455.481
Receivables from own companies		254.287	265.818	15.672	2.590
Pre-paid costs		385.156	385.156	684.032	783.106
Embedded derivatives		0	0	275.913	15.306
Derivative contracts		0	0	94.574	218.901
Investments available for sale		420.000	624.200	6.627.000	6.831.200
Other receivables		1.567.088	2.260.131	(2.859.851)	3.758.027
Bank deposits and marketable securities		0	0	11.594.110	8.670.016
Cash and cash equivalents		<u>12.150.761</u>	<u>11.505.818</u>	<u>34.132.862</u>	<u>27.084.881</u>
Total current assets		<u>34.495.059</u>	<u>34.468.838</u>	<u>80.917.315</u>	<u>76.362.484</u>
Total assets		<u>292.216.546</u>	<u>279.726.670</u>	<u>978.824.910</u>	<u>932.349.137</u>

Statement of Financial Position 31 December 2024

Equity and liabilities

	Notes	Reykjavik Municipal (Section A)		Reykjavik Group (A and B operations)	
		31.12.2024	31.12.2023	31.12.2024	31.12.2023
		Financial Statements	Financial Statements	Financial Statements	Financial Statements
Equity					
Equity account		88.641.595	81.253.976	436.196.540	419.892.773
Minority interest		0	0	17.655.314	17.195.856
Total equity		88.641.595	81.253.976	453.851.854	437.088.628
Obligations					
Pension obligations		36.160.013	38.745.232	37.048.802	39.601.689
Deferred tax liabilities		0	0	23.479.384	23.399.924
Capital contributions from state		0	0	7.082.215	6.457.488
Other obligations		0	0	275.514	85.890
Total obligations		36.160.013	38.745.232	67.885.915	69.544.991
Long-term liabilities					
Long-term debts		124.126.396	111.752.513	375.406.114	342.089.494
Lease liabilities		10.706.605	11.258.268	10.932.706	11.391.824
Prepayment		0	0	1.873.970	1.896.603
Derivative contracts		0	0	10.643	110.834
Total long-term liabilities		134.833.002	123.010.781	388.223.434	355.488.754
Current liabilities					
Debts to credit institutions		0	26.757	200.239	28.141
Accounts payable		6.044.894	7.073.456	11.321.204	12.468.014
Next year's payments on long-term debts		7.424.223	11.188.614	29.332.871	29.974.516
Next year's payments on lease liabilities		1.833.335	1.649.613	1.890.627	1.713.908
Pension obligations, short-term		1.980.000	1.908.000	2.038.696	1.961.124
Accounts payable to own companies		725.695	882.255	166.402	167.129
Prepayments		80.409	80.409	355.953	391.915
Derivative contracts		0	0	117.432	82.057
Other payables		14.493.381	13.907.578	23.440.282	23.439.960
Total current liabilities		32.581.937	36.716.682	68.863.708	70.226.763
Total liabilities and obligations		203.574.951	198.472.694	524.973.056	495.260.509
Total equity and liabilities		292.216.546	279.726.670	978.824.910	932.349.137

Statement of Cash Flows for the year 2024

Notes	Reykjavik Municipal (Section A)			Reykjavik Group (A and B operations)		
	2024	2024	2023	2024	2024	2023
	Financial Statements	Budget with Annexes	Financial Statements	Financial Statements	Budget with Annexes	Financial Statements
Cash flows from operating activities						
Operating results.....	4.745.727	650.232	(4.969.347)	10.676.936	7.669.318	(3.385.374)
Adjustments not affecting cash flow:						
Gain on sold assets	(6.119.136)	(6.200.000)	(2.998.075)	(6.205.101)	(6.200.000)	(2.997.784)
Depreciation	9.560.898	9.361.085	8.775.759	27.874.855	27.124.800	26.016.581
Indexation, discounts and exch.rate differences	4.455.554	5.515.611	6.618.389	11.389.428	13.874.619	18.369.185
Embedded derivatives, change	0	0	0	777.982	(737.530)	(231.082)
Value adjustment of investment properties	0	0	0	(2.773.469)	(5.260.914)	(4.918.371)
Effect of own companies and minority interests	55.200	0	0	593.856	531.256	260.929
Changes in pension obligations	(846.685)	2.100.000	3.759.602	(758.229)	2.100.000	4.005.713
Prepaid contribution to Brú pension fund, changes	385.156	385.156	385.156	404.342	404.334	404.334
Changes in deferred taxes	0	0	0	(1.677.514)	(1.083.018)	(1.740.729)
Provision for losses	(3.000)	0	(30.000)	3.687	0	(30.000)
Write-down, government capital contribution				(10.928)	0	(9.436)
Working capital provided by operating activities	12.233.713	11.812.084	11.541.483	40.295.845	38.422.865	35.743.965
Changes in operating assets and liabilities:						
Inventories decrease (increase)	0	0	0	72.413	(4.535)	193.102
Current receivables (increase) decrease	872.537	0	(782.873)	(206.895)	5.206.108	(2.354.082)
Current liabilities (decrease) increase	(598.710)	(92.430)	1.660.831	1.177.068	501.498	2.951.941
Contributions to pension payments	(1.666.533)	(1.730.000)	(2.709.650)	(1.717.150)	(1.730.000)	(2.751.640)
Change in operating assets and liabilities	(1.392.707)	(1.822.430)	(1.831.692)	(674.564)	3.973.071	(1.960.679)
Net cash provided by operating activities	10.841.006	9.989.654	9.739.791	39.621.280	42.395.936	33.783.286
Investment activities						
Investments in fixed tangible assets	(18.737.853)	(20.855.000)	(23.381.413)	(51.042.646)	(74.813.894)	(52.059.452)
Investment in investment properties	0	0	0	(2.051.961)	(6.492.839)	(4.012.237)
Investments in intangible assets	(2.001.782)	(1.912.000)	(2.450.108)	(4.978.130)	(2.638.960)	(3.807.947)
Paid road construction fees	2.863.058	2.000.000	1.841.737	2.863.058	2.000.000	1.841.737
Sales of building rights	5.446.793	4.000.000	2.341.291	5.472.336	4.000.000	2.293.081
Proceeds from sale of fixed tangible assets	1.539.853	3.857.801	833.656	2.148.870	3.924.801	1.797.014
Change in shareholdings	(1.571.865)	(2.145.942)	(729.113)	(1.407.645)	(1.751.808)	(361.534)
Short-term investments	204.200	0	(1.609.000)	115.908	(121.083)	(864.934)
Change in marketable securities	0	0	0	(2.024.862)	0	3.008.322
Long-term receivables, change	(888.410)	0	754.696	(852.050)	28.444	758.630
Investment activities	(13.146.005)	(15.055.141)	(22.398.255)	(51.757.121)	(75.865.340)	(51.407.321)
Financing activities						
Capital contributions from state	0	0	0	597.499	1.390.837	450.308
New long-term borrowings	16.230.370	16.500.000	20.850.111	51.205.630	47.506.219	54.085.590
Short-term debts to credit institutions, change						
Repayments of long-term liabilities	(11.455.241)	(11.532.124)	(5.288.696)	(30.703.185)	(36.414.592)	(31.596.487)
Payments on lease liabilities	(1.797.820)	(1.501.775)	(1.587.731)	(1.800.787)	(1.501.775)	(1.630.867)
Paid-in capital	0	0	0	0	25.442.350	0
Prepaid revenue	0	0	0	(33.934)	0	1.896.603
Dividends paid	0	0	0	(387.660)	(387.663)	(355.355)
Other financing activities	(27.366)	0	(306)	182.628	2.659	18.728
Financing activities	2.949.943	3.466.101	13.973.377	19.060.192	36.038.034	22.868.520
(Decrease) Increase in cash and cash equivalents.....	644.943	(1.599.386)	1.284.914	6.924.351	2.568.630	5.244.484
Cash and cash equivalents at beginning of year.....	11.505.818	12.316.614	10.220.904	27.084.881	22.853.215	21.922.047
Effect of changes in ownership ratio on cash.....	0	0	0	2.405	0	3.643
Effect of currency fluctuations on cash.....	0	0	0	121.226	0	(85.293)
Cash and cash equivalents at year-end.....	12.150.761	10.717.228	11.505.818	34.132.862	25.421.845	27.084.881
Investment and financing activities without cash flow effect						
New lease assets	(808.690)	0	(1.666.947)	(953.723)	0	(1.864.756)
New lease liabilities	808.690	0	1.666.947	953.723	0	1.864.756
Proceeds from sale of fixed tangible assets	0	0	205.745	0	0	205.745
Long-term receivables, change	0	0	(205.745)	0	0	(205.745)
Investments in fixed tangible assets	0	0	0	0	0	(192.806)
Short-term borrowings, change	0	0	0	0	0	192.806
Investments in intangible assets	0	0	0	0	0	(1.869.000)
Short-term borrowings, change	0	0	0	0	0	1.869.000