



# **Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of March 2019 (Quarter 1)**

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### Overview and Summary

During the last Government's Budget the Finance Minister, Dr. Edward Scicluna, announced that the Local Council's Budget was increased by around € 2,000,000 from €36,500,000 to € 38,500,000 be distributed amongst all the Local Councils.

There was a marginal increase of 5.479%.

This also meant an increase of €38,453 in our allocation from €701,775 to €740,229. Such increase is to be primarily used for the cleaning up of our streets such as street sweeping of urban and non urban roads, the collection of domestic, recyclable and bulky refuse, the cleaning and maintenance of parks, public gardens and soft areas, etc...

Other initiatives can also be funded from these funds. Such as the printing of the 'Refuse Collection Schedule Calendar'. This calendar is used to promote and educate our residents and also encourage them to take good care of the environment.

In this legislature the Local Council had to make extra effort to improve its financial situation having now already embarked on two major project as are the restoration of the embankment in Triq il-Linja where works are envisaged to start early 2019 and finish before end of financial year and the construction of the pavilion, Tourist Information Centre in Triq il-Gonna, Ġnien l-Istazzjon

In fact last year's FSI dropped from an actual of 27.92% to 6% still maintaining a positive balance in preparation for the said two project where a lot of expenditure was incurred into plans and services of experts.

Our goal is to continue working on improving our financial situation whilst working on our major projects which as from this year will include the Local Council Premises whereby the bill of quantities now have been concluded and a formal permit will be applied for in the coming months.

Further goals are the re-construction of Ġnien il-Palma. This project is also under way and will be considered for inclusion into the 2020 budget, end this year.

IFFIRMATA

Stefan Cordina  
Mayor

IFFIRMATA

Marica Mifsud  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of March 2019 (Quarter 1)**

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	194,468	787,999	-	787,999
Income raised from Bye-Laws (2)	7,101	39,400	-	39,400
Income raised from LES (3)	991	5,400	-	5,400
Investment Income (4)	-	-	-	-
Other Income (5)	-	1,500	-	1,500
<b>TOTAL</b>	<b>202,560</b>	<b>834,299</b>	<b>-</b>	<b>834,299</b>
<b>Expenditure</b>				
Personal Emoluments (6)	34,942	154,547	-	154,547
Operations and Maintenance (7)	129,154	533,116	-	533,116
Administration (8)	17,967	74,910	-	74,910
Finance Cost (9)	9	-	-	-
Other Expenditure (10)	11,793	64,964	-	64,964
<b>TOTAL</b>	<b>193,866</b>	<b>827,537</b>	<b>-</b>	<b>827,537</b>
<b>Surplus / Deficit</b>	<b>8,694</b>	<b>6,762</b>	<b>-</b>	<b>6,762</b>

## Statement of Financial Position as at end of March 2019 (Quarter 1)

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	275,700	432,911		432,911
<b>Current Assets</b>				
Inventories (11)	2,172	9,250	-	9,250
Receivables (12)	132,664	118,891	-	118,891
Cash and Cash Equivalents (13)	154,523	249,602	-	249,602
<b>Total Current Assets</b>	<b>289,360</b>	<b>377,743</b>	<b>-</b>	<b>377,743</b>
<b>Current Liabilities</b>				
Payables (14)	298,592	285,468	-	285,468
<b>Total Current Liabilities</b>	<b>298,592</b>	<b>285,468</b>	<b>-</b>	<b>285,468</b>
<b>Net Current Assets</b>	<b>(9,233)</b>	92,275	-	92,275
<b>Non-current liabilities (15)</b>	-	-	-	-
<b>Net Assets</b>	<b>266,467</b>	<b>525,186</b>	<b>-</b>	<b>525,186</b>
<b>Reserves</b>				
Retained Funds	266,467	525,186		525,186

## Financial Situation Indicator

DESCRIPTION				
Current Assets	289,360	377,743	-	377,743
Current Liabilities	298,592	285,468	-	285,468
<b>Working Capital</b>	<b>(9,233)</b>	92,275	-	92,275
Government Allocation	740,229	740,229	-	701,775
<b>FSI</b>	<b>(1) %</b>	<b>12 %</b>		<b>13 %</b>

## Cash flow Statement

## DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	8,694	6,762	-	6,762
Adjustments for:				
Depreciation	11,793	64,964	-	64,964
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	-35629	10,811		10,811
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables	-31364	(48,877)		(48,877)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories		100		100
Cash generated from operations	(46,505)	33,760	-	33,760
Interest paid				-
Transfer of Grants to fixed assets				-
<i>Net cash from operating activities</i>	(46,505)	33,760	-	33,760
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	-21925.55	(18,221)		(18,221)
Proceeds from sale of property, plant & equipment				-
Grants received				-
Interest received				-
<i>Net cash used in investing activities</i>	(21,926)	(18,221)	-	(18,221)
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	(68,431)	15,539	-	15,539
Cash & cash equivalents at beginning of year	222,954	234,063		234,063
<b>Cash &amp; cash equivalents at end of Quarter</b>	154,523	249,602	-	249,602

## Detailed Income

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	185,057	740,229		740,229
0002-0004 In terms of section 58 CAP 363	9,411	47,770		47,770
0005-0019 Other income				-
	<b>194,468</b>	<b>787,999</b>	-	<b>787,999</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	304	3,400		3,400
0026-0035 Income from Permits	6,797	36,000		36,000
	<b>7,101</b>	<b>39,400</b>	-	<b>39,400</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	874	5,000		5,000
0038-0055 Contraventions	117	400		400
	<b>991</b>	<b>5,400</b>	-	<b>5,400</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	-		-
0096-0099 Income received from Government Securities	-	-		-
	-	-	-	-
<b>5</b>				
0056-0065 Sponsorships				-
0066-0069 Documents & Information		-		-
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations		-		-
0110-0119 Contributions				-
0120-0129 General Income		1,500		1,500
	-	<b>1,500</b>	-	<b>1,500</b>
<b>Total</b>	<b>202,560</b>	<b>834,299</b>	-	<b>834,299</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
	1100 Mayor's Allowance	5,644	22,476		22,476
	1200 Employees' Salaries & Wages	25,857	103,686		103,686
	1300 Bonuses	606	9,828		9,828
	1400 Income Supplements	-			-
	1500 Social Security Contributions	2,406	11,177		11,177
	1600 Allowances	-	880		880
	1700 Overtime	430	6,500		6,500
		<b>34,942</b>	<b>154,547</b>	<b>-</b>	<b>154,547</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	699	6,000		6,000
	2200-2259 Public Materials & Supplies	260	-		-
	2300-2399 Repairs & upkeep	3,237	66,000		66,000
	2400-2449 Rent	32	116		116
	3010 Street Lighting	6,372	10,000		10,000
	3020 Lease of Equipment	341	1,500		1,500
	3030 Insurance	872	4,000		4,000
	3035 Bank Charges	226	200		200
	3038 Penalties	-	-		-
	3041 Refuse Collection	20,847	127,000		127,000
	3042 Bulky Refuse Collection	5,544	22,500		22,500
	3043 Bins on wheels	354	1,000		1,000
	3045 Bring in sites	-	-		-
	3051 Road & Street Cleaning	23,246	80,500		80,500
	3052 Cleaning & Maintenance of Non-Urban Areas	5,056	5,200		5,200
	3053 Cleaning of Public Conveniences	2,356	12,000		12,000
	3055 Cleaning of Council Premises	284	-		-
	3040 Waste Disposal	27,724	92,000		92,000
	3060 Cleaning & Maintenance of Parks & Gardens	16,820	40,000		40,000
	3061 Cleaning & Maintenance of Soft Areas	-	-		-
	3062 Cleaning & Maintenance of Beaches & CA	-	-		-
	3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
	6064 Other Contractual Services	-	3,500		3,500
	3070-3090 Consultation Fees	2,914	20,000		20,000
	3100-3139 Contract & Project Management	6,724	30,000		30,000
	3300-3379 Hospitality	45	-		-
	3380-3389 Community	5,182	11,000		11,000
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	20	600		600
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	-		-
		<b>129,154</b>	<b>533,116</b>	<b>-</b>	<b>533,116</b>
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	1,206	6,500		6,500
	2260-2299 Office Materials & Supplies	172	8,000		8,000
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	977	400		400
	2600-2699 Office Services	8,625	25,000		25,000
	2700-2799 Transport	1,171	9,100		9,100
	2800-2899 Travel	-	3,600		3,600
	2900-2999 Information Services	1,057	8,000		8,000
	3050 Office Cleaning	-	1,040		1,040
	3410-3199 Professional Services	4,471	9,270		9,270
	3200-3299 Training	287	2,000		2,000
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	-	2,000		2,000
		<b>17,967</b>	<b>74,910</b>	<b>-</b>	<b>74,910</b>
<b>9</b>	<b>Finance Costs</b>				
	3036 Interest on Bank Loan	9	-		-
		<b>9</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Detailed Statement of Financial Position

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts				-
8000-8099 Depreciation As at end of March 2019	11,793	64,964		64,964
Depreciation	11,793	64,964	-	64,964
<b>Total</b>	<b>193,866</b>	<b>827,537</b>	<b>-</b>	<b>827,537</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
Publications	2,172	9,250		9,250
	<b>2,172</b>	<b>9,250</b>	<b>-</b>	<b>9,250</b>
<b>12 Receivables</b>				
0201-0209 Receivables	32,814	2,500		2,500
0210-0219 LES Receivables	579			-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	94,271	116,391		116,391
Other debtors	5,000			-
	<b>132,664</b>	<b>118,891</b>	<b>-</b>	<b>118,891</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	154,523	249,602		249,602
	<b>154,523</b>	<b>249,602</b>	<b>-</b>	<b>249,602</b>
<b>14 Payables</b>				
4000 Payables	74,014	100,000		100,000
4100 Accruals	39,174	27,000		27,000
4150 Deferred Income	2,899	1,400		1,400
Current portion of long term borrowings				-
Deferred UIF Grants	182,506	157,068		157,068
	<b>298,592</b>	<b>285,468</b>	<b>-</b>	<b>285,468</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Deferred UIF Grants				-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-

Long Term Loans

-	-	-

Others

-	-	-

## 17 Depreciation of Property, Plant and Equipment

	Construction & Urban Improvement	Computer Software	New Street Signs	Trees	Computer Equipment	Plant, machinery and office equipment	Assets under construction	Office Furniture & Fittings	Motor Vehicles	Total
<b>Asset</b>										
% of depreciation	10%	0%	100%	0%	25%	20%	0%	8%	20%	
	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2019	2,697,224	1,009	18,445	11,529	8,737	24,217	112,418	29,292	5,299	2,908,169
Additions	17,567	-	-	-	-	-	4,360	-	-	21,927
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of March 2019	#####	1,009	18,445	11,529	8,737	24,217	116,778	29,292	5,299	2,930,096
<b>Grants/ other reimbursements</b>										
As at 1st January 2019	#####	-	5,568	-	-	1,608	-	-	-	1,153,476
Additions	-	-	-	-	-	-	-	-	-	-
As at end of March 2019	#####	-	5,568	-	-	1,608	-	-	-	1,153,476
<b>Accumulated Depreciation</b>										
As at 1st January 2019	1,427,013	168	12,877	-	7,203	16,152	21,449	4,264		1,489,127
Charge for the period	10,172	63	-	-	208	676	415	259		11,793
Released on disposal	-	-	-	-	-	-	-	-		-
As at end of March 2019	#####	231	12,877	-	7,412	16,828	21,864	4,523		1,500,920
<b>NBV</b> As at end of March 2019	131,306	778	-	11,529	1,326	5,781	116,778	7,428	776	275,700