



# **Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of September 2018 (Quarter 3)**

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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 € 1,500,000 from €35,000,000 to € 36,500,000 be distributed amongst all the Local Councils.

There was a marginal increase of 4.29% as a result of the change in the method of how the financial allocation was calculated. This meant that the Local Council's finances are recuperating losses and recovering from their current deficits.

This also meant an increase of €28,840 in our allocation from €672,935 to €701,775

At present our goal is to continue working on improving our financial situation while we continue to work on major projects that we started such as the new Local Council's premises (because the present building which is being used is not accessible and also has been convicted due to the fact the ceiling is not safe) and the project Il-Vapur tal-Art -Heritage Railway Trail.

**Statement of Income and Expenditure**  
**1st January till End of September 2018 (Quarter 3)**

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	566,672	707,016	-	707,016
Income raised from Bye-Laws (2)	33,201	6,545	-	6,545
Income raised from LES (3)	6,385	49,650	-	49,650
Investment Income (4)	-	90	-	90
Other Income (5)	2,916	900	-	900
<b>TOTAL</b>	<b>609,174</b>	<b>764,201</b>	<b>-</b>	<b>764,201</b>
<b>Expenditure</b>				
Personal Emoluments (6)	107,822	157,240	-	157,240
Operations and Maintenance (7)	402,965	470,261	-	470,261
Administration (8)	51,936	56,700	-	56,700
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	36,145	77,773	-	77,773
<b>TOTAL</b>	<b>598,868</b>	<b>761,974</b>	<b>-</b>	<b>761,974</b>
<b>Surplus / Deficit</b>	<b>10,306</b>	<b>2,227</b>	<b>-</b>	<b>2,227</b>

## Statement of Financial Position as at end of September 2018 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	458,569	442,521		442,521
<b>Current Assets</b>				
Inventories (11)	9,486	9,900	-	9,900
Receivables (12)	47,637	65,500	-	65,500
Cash and Cash Equivalents (13)	258,926	100,225	-	100,225
<b>Total Current Assets</b>	<b>316,049</b>	<b>175,625</b>	<b>-</b>	<b>175,625</b>
<b>Current Liabilities</b>				
Payables (14)	246,131	98,464	-	98,464
<b>Total Current Liabilities</b>	<b>246,131</b>	<b>98,464</b>	<b>-</b>	<b>98,464</b>
<b>Net Current Assets</b>	<b>69,918</b>	<b>77,161</b>	<b>-</b>	<b>77,161</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>528,487</b>	<b>519,682</b>	<b>-</b>	<b>519,682</b>
<b>Reserves</b>				
Retained Funds	528,487	519,682		519,682

## Financial Situation Indicator

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
Current Assets	316,049	175,625	-	175,625
Current Liabilities	246,131	98,464	-	98,464
<b>Working Capital</b>	<b>69,918</b>	<b>77,161</b>	<b>-</b>	<b>77,161</b>
Government Allocation	701,775	701,775	-	701,775
<b>FSI</b>	<b>10 %</b>	<b>11 %</b>		<b>11 %</b>

## Cash flow Statement

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
<b>Cash flow from operating activities</b>				
Surplus for the year	10,306	2,227	-	2,227
Adjustments for:				
Depreciation	36,984	77,773	-	77,773
Increase / (Decrease) in Allowance for Bad Debts	(839)			-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	-13618	(24,614)		(24,614)
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables	20454	(119)		(119)
Decrease / (Increase) in inventories		78		78
Decrease / (Increase) in inventories				-
Cash generated from operations	53,287	55,345	-	55,345
Interest paid				-
Transfer of Grants to fixed assets		(348,017)		(348,017)
<i>Net cash from operating activities</i>	53,287	(292,672)	-	(292,672)
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	-42217	(358,358)		(358,358)
Proceeds from sale of property, plant & equipment				-
Grants received	14273.16	517,672		517,672
Interest received				-
<i>Net cash used in investing activities</i>	(27,944)	159,314	-	159,314
<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>	25,343	(133,358)	-	(133,358)
Cash & cash equivalents at beginning of year	233,583	233,583		233,583
<b>Cash &amp; cash equivalents at end of Quarter</b>	258,926	100,225	-	100,225

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	526,331	659,843		659,843
0002-0004 In terms of section 58 CAP 363	40,341	41,932		41,932
0005-0019 Other income		5,241		5,241
	<b>566,672</b>	<b>707,016</b>	-	<b>707,016</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	4,801	45		45
0026-0035 Income from Permits	28,400	6,500		6,500
	<b>33,201</b>	<b>6,545</b>	-	<b>6,545</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	4,455	6,250		6,250
0038-0055 Contraventions	1,929	43,400		43,400
	<b>6,385</b>	<b>49,650</b>	-	<b>49,650</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		90		90
0096-0099 Income received from Government Securities				-
	-	<b>90</b>	-	<b>90</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information	1	750		750
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims	1,573			-
0100-0109 Donations		150		150
0110-0119 Contributions				-
0120-0129 General Income	1,342			-
	<b>2,916</b>	<b>900</b>	-	<b>900</b>
<b>Total</b>	<b>609,174</b>	<b>764,201</b>	-	<b>764,201</b>

## Detailed Expenditure

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	16,797	22,395		22,395
1200 Employees' Salaries & Wages	75,063	102,065		102,065
1300 Bonuses	4,517	8,400		8,400
1400 Income Supplements	-			-
1500 Social Security Contributions	8,039	17,500		17,500
1600 Allowances	880	880		880
1700 Overtime	2,527	6,000		6,000
	<b>107,822</b>	<b>157,240</b>	-	<b>157,240</b>
<b>7 Operations and Maintenance</b>				
2100-2149 Public Utilities	4,217	4,700		4,700
2200-2259 Public Materials & Supplies		3,255		3,255
2300-2399 Repairs & upkeep	27,578	70,200		70,200
2400-2449 Rent	88	116		116
3010 Street Lightning	6,835	9,233		9,233
3020 Lease of Equipment	1,289	500		500
3030 Insurance	3,069	4,000		4,000
3035 Bank Charges	57	125		125
3038 Penalties	250			-
3041 Refuse Collection	93,690	125,000		125,000
3042 Bulky Refuse Collection	14,041	16,500		16,500
3043 Bins on wheels	472	1,000		1,000
3045 Bring in sites				-
3051 Road & Street Cleaning	60,471	65,000		65,000
3052 Cleaning & Maintenance of Non-Urban Areas	5,195	10,000		10,000
3053 Cleaning of Public Conveniences	4,581	4,700		4,700
3055 Cleaning of Council Premises				-
3040 Waste Disposal	68,337	41,932		41,932
3060 Cleaning & Maintenance of Parks & Gardens	72,712	75,000		75,000
3061 Cleaning & Maintenance of Soft Areas	875			-
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services	1,399	1,000		1,000
3070-3090 Consultation Fees				-
3100-3139 Contract & Project Management	28,296	25,000		25,000
3300-3379 Hospitality		1,500		1,500
3380-3389 Community	8,813	11,000		11,000
3390-3394 Donations	102			-
3600-3694 Local Enforcement Expenses	596			-
3700-3799 EU Projects		500		500
3800-3899 Twinning				-
	<b>402,965</b>	<b>470,261</b>	-	<b>470,261</b>
<b>8 Administration</b>				
2150-2199 Office Utilities	4,637	5,800		5,800
2260-2299 Office Materials & Supplies	5,984			-
2450-2499 Office Rent				-
2500-2599 National & International Memberships	368	800		800
2600-2699 Office Services	17,581	24,800		24,800
2700-2799 Transport	5,536	9,100		9,100
2800-2899 Travel		3,600		3,600
2900-2999 Information Services	5,784	5,400		5,400
3050 Office Cleaning	60			-
3410-3199 Professional Services	10,356	7,200		7,200
3200-3299 Training				-
3345 Office Hospitality				-
3400-3499 Incidental Expenses	1,629			-
	<b>51,936</b>	<b>56,700</b>	-	<b>56,700</b>
<b>9 Finance Costs</b>				
3036 Interest on Bank Loan				-
	-	-	-	-



## Detailed Statement of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts	(839)			-
8000-8099 Depreciation As at end of September 2018	36,984	77,773		77,773
				-
Depreciation	36,145	77,773	-	77,773
<b>Total</b>	<b>598,868</b>	<b>761,974</b>	<b>-</b>	<b>761,974</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
Books	9,486	9,900		9,900
	9,486	9,900	-	9,900
<b>12 Receivables</b>				
0201-0209 Receivables	2,497	7,500		7,500
0210-0219 LES Receivables	-			-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	45,140	58,000		58,000
				-
	47,637	65,500	-	65,500
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	258,926	100,225		100,225
	258,926	100,225	-	100,225
<b>14 Payables</b>				
4000 Payables	62,140	69,000		69,000
4100 Accruals	25,221	28,000		28,000
4150 Deferred Income	1,702	1,464		1,464
Current portion of long term borrowings	-			-
Deferred UIF Grants	157,068			-
	246,131	98,464	-	98,464
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Deferred UIF Grants	-			-
	-	-	-	-

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	Computer Software	New Street Signs	Urban Improvement & 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 2018	792,337		5,568	264,642	3,149	9,002	7,109	12,048	2,543	1,096,398
Additions		1,009		39,076		1,569	-	563		42,217
Disposals										-
As at end of September 2018	<b>792,337</b>	<b>1,009</b>	<b>5,568</b>	<b>303,718</b>	<b>3,149</b>	<b>10,571</b>	<b>7,109</b>	<b>12,611</b>	<b>2,543</b>	<b>1,138,615</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2018	490,360		5,568	132,861						628,789
Additions	14,273									14,273
As at end of September 2018	<b>504,633</b>	<b>-</b>	<b>5,568</b>	<b>132,861</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>643,062</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2018										-
Charge for the period	23,705	189		9,823	590	1,586		709	381	36,984
Released on disposal										-
As at end of September 2018	<b>23,705</b>	<b>189</b>	<b>-</b>	<b>9,823</b>	<b>590</b>	<b>1,586</b>	<b>-</b>	<b>709</b>	<b>381</b>	<b>36,984</b>
<b>NBV</b> As at end of September 2018	<b>263,999</b>	<b>820</b>	<b>-</b>	<b>161,035</b>	<b>2,559</b>	<b>8,985</b>	<b>7,109</b>	<b>11,902</b>	<b>2,162</b>	<b>458,569</b>