



# **Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of December 2018 (Quarter 4)**

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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 December 2018 (Quarter 4)**

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
<b>Income</b>				
Funds received from Central Government (1)	752,511	707,016	-	707,016
Income raised from Bye-Laws (2)	41,085	6,545	-	6,545
Income raised from LES (3)	8,696	49,650	-	49,650
Investment Income (4)	99	90	-	90
Other Income (5)	1,607	900	-	900
<b>TOTAL</b>	<b>803,999</b>	<b>764,201</b>	<b>-</b>	<b>764,201</b>
<b>Expenditure</b>				
Personal Emoluments (6)	153,320	157,240	-	157,240
Operations and Maintenance (7)	536,632	470,261	-	470,261
Administration (8)	68,105	56,700	-	56,700
Finance Cost (9)	21	-	-	-
Other Expenditure (10)	307,852	77,773	-	77,773
<b>TOTAL</b>	<b>1,065,931</b>	<b>761,974</b>	<b>-</b>	<b>761,974</b>
<b>Surplus / Deficit</b>	<b>(261,932)</b>	<b>2,227</b>	<b>-</b>	<b>2,227</b>

## Statement of Financial Position as at end of December 2018 (Quarter 4)

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)	294,804	442,521		442,521
<b>Current Assets</b>				
Inventories (11)	9,352	9,900	-	9,900
Receivables (12)	101,304	65,500	-	65,500
Cash and Cash Equivalents (13)	222,954	100,225	-	100,225
<b>Total Current Assets</b>	<b>333,610</b>	<b>175,625</b>	<b>-</b>	<b>175,625</b>
<b>Current Liabilities</b>				
Payables (14)	371,554	98,464	-	98,464
<b>Total Current Liabilities</b>	<b>371,554</b>	<b>98,464</b>	<b>-</b>	<b>98,464</b>
<b>Net Current Assets</b>	<b>(37,944)</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>256,859</b>	<b>519,682</b>	<b>-</b>	<b>519,682</b>
<b>Reserves</b>				
Retained Funds	256,859	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	333,610	175,625	-	175,625
Current Liabilities	371,554	98,464	-	98,464
<b>Working Capital</b>	<b>(37,944)</b>	<b>77,161</b>	<b>-</b>	<b>77,161</b>
Government Allocation	701,775	701,775	-	701,775
<b>FSI</b>	<b>(5) %</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	(261,932)	2,227	-	2,227
Adjustments for:				
Depreciation	307,997	77,773	-	77,773
Increase / (Decrease) in Allowance for Bad Debts	(226)			-
Interest receivable	(99)			-
Interest payable	21			-
(Profit) / Loss on disposal of asset	81			-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	-769	(24,614)		(24,614)
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables	92082	(119)		(119)
Decrease / (Increase) in inventories	134	78		78
Decrease / (Increase) in inventories				-
Cash generated from operations	137,288	55,345	-	55,345
Interest paid				-
Transfer of Grants to fixed assets		(348,017)		(348,017)
<i>Net cash from operating activities</i>	<b>137,288</b>	<b>(292,672)</b>	-	<b>(292,672)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	-147995	(358,358)		(358,358)
Proceeds from sale of property, plant & equipment				-
Grants received		517,672		517,672
Interest received	99			-
				-
<i>Net cash used in investing activities</i>	<b>(147,896)</b>	<b>159,314</b>	-	<b>159,314</b>
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				-
Interest Paid	(21)			-
Bank Loan Repayments				-
				-
<i>Net cash from financing activities</i>	<b>(21)</b>	-	-	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>(10,629)</b>	<b>(133,358)</b>	-	<b>(133,358)</b>
Cash & cash equivalents at beginning of year	233,583	233,583		233,583
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>222,954</b>	<b>100,225</b>	-	<b>100,225</b>

## 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	701,775	659,843		659,843
0002-0004 In terms of section 58 CAP 363	50,736	41,932		41,932
0005-0019 Other income		5,241		5,241
	<b>752,511</b>	<b>707,016</b>	-	<b>707,016</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	3,144	45		45
0026-0035 Income from Permits	37,941	6,500		6,500
	<b>41,085</b>	<b>6,545</b>	-	<b>6,545</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	5,695	6,250		6,250
0038-0055 Contraventions	3,001	43,400		43,400
	<b>8,696</b>	<b>49,650</b>	-	<b>49,650</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	99	90		90
0096-0099 Income received from Government Securities				-
	<b>99</b>	<b>90</b>	-	<b>90</b>
<b>5</b>				
0056-0065 Sponsorships				-
0066-0069 Documents & Information	9	750		750
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims	23			-
0100-0109 Donations	925	150		150
0110-0119 Contributions	650			-
0120-0129 General Income				-
	<b>1,607</b>	<b>900</b>	-	<b>900</b>
<b>Total</b>	<b>803,999</b>	<b>764,201</b>	-	<b>764,201</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
1100	Mayor's Allowance	22,396	22,395		22,395
1200	Employees' Salaries & Wages	107,305	102,065		102,065
1300	Bonuses	6,333	8,400		8,400
1400	Income Supplements	-			-
1500	Social Security Contributions	9,899	17,500		17,500
1600	Allowances	500	880		880
1700	Overtime	6,888	6,000		6,000
		<b>153,320</b>	<b>157,240</b>	<b>-</b>	<b>157,240</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities	6,454	4,700		4,700
2200-2259	Public Materials & Supplies		3,255		3,255
2300-2399	Repairs & upkeep	38,990	70,200		70,200
2400-2449	Rent	116	116		116
3010	Street Lightning	11,168	9,233		9,233
3020	Lease of Equipment	854	500		500
3030	Insurance	4,002	4,000		4,000
3035	Bank Charges	144	125		125
3038	Penalties	250			-
3041	Refuse Collection	124,709	125,000		125,000
3042	Bulky Refuse Collection	20,054	16,500		16,500
3043	Bins on wheels	1,851	1,000		1,000
3045	Bring in sites				-
3051	Road & Street Cleaning	80,153	65,000		65,000
3052	Cleaning & Maintenance of Non-Urban Areas	9,188	10,000		10,000
3053	Cleaning of Public Conveniences	6,870	4,700		4,700
3055	Cleaning of Council Premises				-
3040	Waste Disposal	89,914	41,932		41,932
3060	Cleaning & Maintenance of Parks & Gardens	96,031	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		1,000		1,000
3070-3090	Consultation Fees				-
3100-3139	Contract & Project Management	26,259	25,000		25,000
3300-3379	Hospitality		1,500		1,500
3380-3389	Community	17,026	11,000		11,000
3390-3394	Donations	102			-
3600-3694	Local Enforcement Expenses	1,620			-
3700-3799	EU Projects		500		500
3800-3899	Twinning				-
		<b>536,632</b>	<b>470,261</b>	<b>-</b>	<b>470,261</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	6,796	5,800		5,800
2260-2299	Office Materials & Supplies	8,086			-
2450-2499	Office Rent				-
2500-2599	National & International Memberships	772	800		800
2600-2699	Office Services	29,164	24,800		24,800
2700-2799	Transport	6,179	9,100		9,100
2800-2899	Travel		3,600		3,600
2900-2999	Information Services	7,327	5,400		5,400
3050	Office Cleaning	220			-
3410-3199	Professional Services	7,758	7,200		7,200
3200-3299	Training	175			-
3345	Office Hospitality				-
3400-3499	Incidental Expenses	1,629			-
		<b>68,105</b>	<b>56,700</b>	<b>-</b>	<b>56,700</b>
<b>9</b>	<b>Finance Costs</b>				
3036	Interest on Bank Loan	21			-
		<b>21</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Detailed Statment 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	81			-
3695 Increase/(Decrease) in allowance for bad debts	(226)			-
8000-8099 Depreciation As at end of December 2018	307,997	77,773		77,773
				-
Depreciation	<b>307,852</b>	<b>77,773</b>	-	<b>77,773</b>
<b>Total</b>	<b>1,065,931</b>	<b>761,974</b>	-	<b>761,974</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
Books	9,352	9,900		9,900
	<b>9,352</b>	<b>9,900</b>	-	<b>9,900</b>
<b>12 Receivables</b>				
0201-0209 Receivables	21,764	7,500		7,500
0210-0219 LES Receivables	-			-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	79,540	58,000		58,000
				-
	<b>101,304</b>	<b>65,500</b>	-	<b>65,500</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	222,954	100,225		100,225
	<b>222,954</b>	<b>100,225</b>	-	<b>100,225</b>
<b>14 Payables</b>				
4000 Payables	112,190	69,000		69,000
4100 Accruals	37,422	28,000		28,000
4150 Deferred Income	2,103	1,464		1,464
Current portion of long term borrowings	-			-
Deferred UIF Grants	219,839			-
	<b>371,554</b>	<b>98,464</b>	-	<b>98,464</b>
<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 & 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 2018	2,643,880		18,445	11,529	8,657	22,263	7,109	29,374	5,299	2,746,556
Additions	53,344	1,009		-	188	2,168	90,724	563		147,996
Disposals						(968)				(968)
As at end of December 2018	<b>2,697,224</b>	<b>1,009</b>	<b>18,445</b>	<b>11,529</b>	<b>8,845</b>	<b>23,463</b>	<b>97,833</b>	<b>29,937</b>	<b>5,299</b>	<b>2,893,584</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2018	953,043		5,568			1,608				960,219
Additions	11,837									11,837
As at end of December 2018	<b>964,880</b>	<b>-</b>	<b>5,568</b>	<b>-</b>	<b>-</b>	<b>1,608</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>972,056</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2018	1,268,609	-	12,877	-	5,469	11,691		17,325	2,756	1,318,727
Charge for the period	295,734	252			1,803	5,444		4,142	1,508	308,883
Released on disposal	-					(886)				(886)
As at end of December 2018	<b>1,564,343</b>	<b>252</b>	<b>12,877</b>	<b>-</b>	<b>7,272</b>	<b>16,249</b>	<b>-</b>	<b>21,467</b>	<b>4,264</b>	<b>1,626,724</b>
<b>NBV</b> As at end of December 2018	<b>168,001</b>	<b>757</b>	<b>-</b>	<b>11,529</b>	<b>1,573</b>	<b>5,606</b>	<b>97,833</b>	<b>8,470</b>	<b>1,035</b>	<b>294,804</b>