

*Non Segnis Quies Ruris*

# **Dingli Local Council**

**Quarterly Financial Report**

**for the Period**

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



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## Overview and Summary

### Income statement

Dingli Local Council reported a surplus of €42,069 during the nine months ending in September. Total income increased 6.6% YoY to €296,030 during the year driven by an 8.3% (€21K) increase in funds received from local Government.

During the first nine months of the year, wages and salaries increased 21.4% YoY to €69,491, with the Council now employing one additional employee compared to the previous year.

Operations and maintenance costs increased 28.0% YoY (€22K) to €135,676. The main contributors for this increase included:

- Hospitality costs rose €14,573 to €22,510 which includes are fees relating to the Wirja Agrarja (circa €13,000), the costs relating to the visit of the Monte Isola Delegation (circa €1,083), Malta Round Trip (Eur975), Sports Activities - Summer (Eur900)
- Materials and supplies rose €2,791 to €4,140 which includes various materials used for maintenance;
- Other Contractual Services increased €5,080 to €14,725 due to an increase in the monthly payment to the Handyman. During the first half of 2017, payments to Handyman amounted to €1,000 per month. This year payments to the Handyman have averaged €1,650 per month.
- Community cleaning expenses rose Eur731 to Eur55,430 during the period under review. This includes Refuse collection (Eur20k), Bulky (Eur7k), Road and street cleaning (Eur15k) and Bins on wheels (Eur13k).

Administrative expenses increased 11.9% to €17,331. The increase was mainly driven by higher office services (+Eur908, with FMSA copies in April amounting to Eur618 compared to a normal charge of Eur200), information services (+Eur996) mainly driven by newsletter fees (Zaghfran) and Travel (+Eur868, Monte Isola).

During the period the grant release amounted to €53,433 while depreciation charge for the period amounted to €84,517. It should be noted that depreciation was charged using the straight line method.

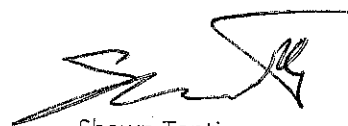
### Balance sheet

The Local Council's capex during 9M18 amounted to Eur14,500. These included: computer equipment amounting to €489, a new aircondition for Eur850, a powerheart AED at a cost of Eur2,304, a number of floodlights were installed (Eur6,128), two nappy changers were installed at Gnin il haddiem and various equipment. Trade and other receivables declined were largely in line with December at Eur28,077. Finally, cash equivalents decreased from €184,146 in December to €158,264 at the end of September as a result of the closing of an account by paying agent. The account had a balance of €49,775.

In terms of liabilities, payables declined from €191,285 in December to €103,324 at the end of September. The move was mainly driven by the release of the Grant in the first half of the year amounting to €53,433 and lower trade creditors of Eur37,826 in September compared to Eur72,506 at the end of December. Deferred income has increased by circa €5k as a result of a grant paid by the Government in relation to a pedestal. (A further grant of ca €4k was paid in relation to a road which has been included as income as the expense of circa €9k was expensed last year).



Sandro Azzopardi  
Mayor



Shawn Tanti  
Executive Secretary



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

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)	279,403	358,968	-	358,968
Income raised from Bye-Laws (2)	13,285	10,000	-	10,000
Income raised from LES (3)	1,317	1,900	-	1,900
Investment Income (4)	4	150	-	150
Other Income (5)	2,021	650	-	650
<b>TOTAL</b>	<b>296,030</b>	<b>371,668</b>	<b>-</b>	<b>371,668</b>
<b>Expenditure</b>				
Personal Emoluments (6)	69,491	78,678	-	78,678
Operations and Maintenance (7)	135,676	192,436	-	192,436
Administration (8)	17,331	32,846	-	32,846
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	31,463	27,149	-	27,149
<b>TOTAL</b>	<b>253,961</b>	<b>331,109</b>	<b>-</b>	<b>331,109</b>
<b>Surplus / Deficit</b>	<b>42,069</b>	<b>40,559</b>	<b>-</b>	<b>40,559</b>

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

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	1,175,109	1,133,665		1,133,665
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	28,077	8,300	-	8,300
Cash and Cash Equivalents (13)	158,264	271,590	-	271,590
<b>Total Current Assets</b>	<b>186,341</b>	<b>279,890</b>	<b>-</b>	<b>279,890</b>
<b>Current Liabilities</b>				
Payables (14)	103,324	117,578	-	117,578
<b>Total Current Liabilities</b>	<b>103,324</b>	<b>117,578</b>	<b>-</b>	<b>117,578</b>
<b>Net Current Assets</b>	<b>83,017</b>	<b>162,312</b>	<b>-</b>	<b>162,312</b>
<b>Non-current liabilities (15)</b>	<b>654,043</b>	<b>675,712</b>	<b>-</b>	<b>675,712</b>
<b>Net Assets</b>	<b>604,083</b>	<b>620,265</b>	<b>-</b>	<b>620,265</b>
<b>Reserves</b>				
Retained Funds	604,083	620,265		620,265

## Financial Situation Indicator

DESCRIPTION				
Current Assets	186,341	279,890	-	279,890
Current Liabilities	103,324	117,578	-	117,578
<b>Working Capital</b>	<b>83,017</b>	<b>162,312</b>	<b>-</b>	<b>162,312</b>
Government Allocation	350,144	350,144	-	350,144
<b>FSI</b>	<b>24 %</b>	<b>46 %</b>		<b>46 %</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	42,069	40,559	-	40,559
Adjustments for:				
Depreciation	84,896	107,149	-	107,149
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Transfer of Grants to Profit & Loss	(53,433)	(80,000)		(80,000)
Increase / (Decrease) in payables	(34,682)	1,188		1,188
Increase / (Decrease) in accruals	(604)	2,788		2,788
Decrease / (Increase) in receivables	147	(125)		(125)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	38,393	71,559	-	71,559
Interest paid				-
Grants withdrawn by Paying Agency	(49,775)			-
<b>Net cash from operating activities</b>	<b>(11,382)</b>	<b>71,559</b>	<b>-</b>	<b>71,559</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(14,500)			-
Proceeds from sale of property, plant & equipment				-
Grants received				-
Interest received				-
<b>Net cash used in investing activities</b>	<b>(14,500)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>(25,882)</b>	<b>71,559</b>	<b>-</b>	<b>71,559</b>
Cash & cash equivalents at beginning of year	184,146	200,031		200,031
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>158,264</b>	<b>271,590</b>	<b>-</b>	<b>271,590</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	261,376	350,144	-	350,144
0002-0004 In terms of section 58 CAP 363	18,027	8,824	-	8,824
0005-0019 Other income	-	-	-	-
	<b>279,403</b>	<b>358,968</b>	<b>-</b>	<b>358,968</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	6,965	-	-	-
0026-0035 Income from Permits	6,320	10,000	-	10,000
	<b>13,285</b>	<b>10,000</b>	<b>-</b>	<b>10,000</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	-	-	-	-
0038-0055 Contraventions	1,317	1,900	-	1,900
	<b>1,317</b>	<b>1,900</b>	<b>-</b>	<b>1,900</b>
<b>4 Investment Income</b>				
0091-0095 Bank Interest	4	150	-	150
0096-0099 Income received from Governmet Securities	-	-	-	-
	<b>4</b>	<b>150</b>	<b>-</b>	<b>150</b>
<b>5</b>				
0056-0065 Sponsorships	-	650	-	650
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	2,021	-	-	-
	<b>2,021</b>	<b>650</b>	<b>-</b>	<b>650</b>
<b>Total</b>	<b>296,030</b>	<b>371,668</b>	<b>-</b>	<b>371,668</b>

## Detailed Expenditure

## DESCRIPTION

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	6,398	7,710		7,710
1200 Employees' Salaries & Wages	49,991	50,348		50,348
1300 Bonuses	2,623	4,335		4,335
1400 Income Supplements	-	500		500
1500 Social Security Contributions	5,116	6,771		6,771
1600 Allowances	2,400	5,600		5,600
1700 Overtime	2,963	3,414		3,414
	<b>69,491</b>	<b>78,678</b>	<b>-</b>	<b>78,678</b>

## DESCRIPTION

	€	€	€	€
<b>7 Operations and Maintenance</b>				
2100-2149 Public Utilities	2,664	3,317		3,317
2200-2259 Public Materials & Supplies	4,140	2,000		2,000
2300-2399 Repairs & upkeep	14,200	30,000		30,000
2400-2449 Rent	201	903		903
3010 Street Lighting	8,763	13,712		13,712
3020 Lease of Equipment	-	-		-
3030 Insurance	1,652	2,535		2,535
3035 Bank Charges	82	93		93
3038 Penalties	250	-		-
3041 Refuse Collection	19,889	500		500
3042 Bulky Refuse Collection	6,824	27,772		27,772
3043 Bins on wheels	13,404	9,000		9,000
3045 Bring in sites	-	19,765		19,765
3051 Road & Street Cleaning	15,314	-		-
3052 Cleaning & Maintenance of Non-Urban Areas	-	14,362		14,362
3053 Cleaning of Public Conveniences	-	-		-
3055 Cleaning of Council Premises	-	-		-
3040 Waste Disposal	-	-		-
3060 Cleaning & Maintenance of Parks & Gardens	-	-		-
3061 Cleaning & Maintenance of Soft Areas	-	13,118		13,118
3062 Cleaning & Maintenance of Beaches & CA	-	-		-
3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
8064 Other Contractual Services	-	-		-
3070-3090 Consultation Fees	14,725	19,000		19,000
3100-3139 Contract & Project Management	-	4,000		4,000
3300-3379 Hospitality	3,426	-		-
3380-3389 Community	22,510	15,290		15,290
3390-3394 Donations	7,632	1,069		1,069
3600-3694 Local Enforcement Expenses	-	-		-
3700-3799 EU Projects	-	16,000		16,000
3800-3899 Twinning	-	-		-
	<b>135,676</b>	<b>192,436</b>	<b>-</b>	<b>192,436</b>

**8 Administration**

2150-2199 Office Utilities	933	1,214		1,214
2260-2299 Office Materials & Supplies	-	2,000		2,000
2450-2499 Office Rent	250	300		300
2500-2599 National & International Memberships	-	2,000		2,000
2600-2699 Office Services	4,171	5,000		5,000
2700-2799 Transport	5,611	9,000		9,000
2800-2899 Travel	868	3,000		3,000
2900-2999 Information Services	2,138	1,554		1,554
3050 Office Cleaning	-	500		500
3410-3199 Professional Services	3,009	6,000		6,000
3200-3299 Training	351	1,278		1,278
3345 Office Hospitality	-	500		500
3400-3499 Incidental Expenses	-	500		500
	<b>17,331</b>	<b>32,846</b>	<b>-</b>	<b>32,846</b>

9	Finance Costs				
	3036 Interest on Bank Loan	-	-	-	-
		-	-	-	-

## Detailed Statment of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
<b>10</b>	<b>Other Expenditure</b>			
3500-3599	Loss / (Profit) on Disposal of asset	-		-
3895	Increase/(Decrease) in allowance for bad debts	-		-
8000-8099	Depreciation As at end of September 2018	84,896	107,149	107,149
	Grants	(53,433)	(80,000)	(80,000)
	<b>Total</b>	<b>31,463</b>	<b>27,149</b>	<b>27,149</b>
		<b>253,961</b>	<b>331,109</b>	<b>331,109</b>
<b>11</b>	<b>Inventories</b>			
5201-5249	Stationery	-	-	-
5250-5299	Consumables	-	-	-
		-	-	-
<b>12</b>	<b>Receivables</b>			
0201-0209	Receivables	491	1,300	1,300
0210-0219	LES Receivables	-	-	-
0220-0229	Receivables from EU	-	-	-
0250	Prepayments & Accrued income	27,586	7,000	7,000
		<b>28,077</b>	<b>8,300</b>	<b>8,300</b>
<b>13</b>	<b>Cash &amp; Equivalents</b>			
5001-5099	Bank & Cash Balances	158,264	271,590	271,590
		<b>158,264</b>	<b>271,590</b>	<b>271,590</b>
<b>14</b>	<b>Payables</b>			
4000	Payables	37,826	80,000	80,000
4100	Accruals	47,344	37,578	37,578
4150	Deferred Income	18,154	-	-
	Current portion of long term borrowings	-	-	-
		<b>103,324</b>	<b>117,578</b>	<b>117,578</b>
<b>15</b>	<b>Non Current Liabilities</b>			
4200	Long Term Borrowing	654,043	675,712	675,712
		<b>654,043</b>	<b>675,712</b>	<b>675,712</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

Asset % of depreciation	Property		Cons.		Urb. Imp		S. Signs		Trees		P&M		F&F		C. Software		M.V.		Total
	0%	€	0%	€	0%	€	0%	€	0%	€	0%	€	0%	€	0%	€	0%	€	
<b>Cost</b>																			
As at 1st January 2018	161,169	2,448,973	132,800	36,230	2,997	12,208	72,457	56,183	12,113										2,935,130
Additions	-	-	7,841	-	-	3,017	3,152	490	-										14,500
Disposals	-	-	-	-	-	-	-	-	-										-
As at end of September 2018	161,169	2,448,973	140,641	36,230	2,997	15,225	75,609	56,673	12,113										2,949,630
<b>Grants/ other reimbursements</b>																			
As at 1st January 2018	-	744,147	-	-	-	-	-	-	-										744,147
Additions	-	-	-	-	-	-	-	-	-										-
As at end of September 2018	-	744,147	-	-	-	-	-	-	-										744,147
<b>Accumulated Depreciation</b>																			
As at 1st January 2018	19,183	671,208	107,682	36,230	-	7,683	44,609	48,767	10,116										945,478
Charge for the period	1,065	77,521	2,073	-	-	869	1,606	1,462	300										84,896
Released on disposal	-	-	-	-	-	-	-	-	-										-
As at end of September 2018	20,248	748,729	109,755	36,230	-	8,552	46,215	50,229	10,416										1,030,374
<b>NBV</b>	140,921	956,097	30,886	-	2,997	6,673	29,394	6,444	1,697										1,175,109

