



FGURA LOCAL COUNCIL

**Annual Report
and
Financial Statements**

for the year ended 31 December 2016

Prepared by

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ANNUAL REPORT AND FINANCIAL STATEMENTS

31 DECEMBER 2016

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**Statement of Local Council Members' and Executive Secretary's Responsibilities
for the year ended 31 December 2016**

The Local Councils (Financial) Regulations require the Executive Secretary to prepare a detailed annual administrative report which includes the Local Council's statement of comprehensive income for the year and of the Council's retained funds at the end of year. By virtue of the same regulations it is the duty of the Local Council and the Executive Secretary to ensure that the financial statements forming part of the report present fairly, in accordance with the accounting policies applicable to Local Councils, the income and expenditure of the Local Council for the year and its retained funds as at the year end, and that they comply with the Act, the Local Councils (Financial) Regulations, and the Local Councils (Financial) Procedures issued in terms of the said Act.

The Executive Secretary is responsible to maintain a continuous internal control to ascertain that the accounting, recording and other financial operations are properly conducted in accordance with the Local Councils Act, Local Councils (Financial) Regulations, and the Local Councils (Financial) Procedures. The Executive Secretary is also responsible for safeguarding the assets of the Local Council and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This statement was approved by the Local Council on the 15th February 2017 and signed on its behalf by

IFFIRMATA

Byron Camilleri
Mayor

IFFIRMATA

Beverly Saliba
Executive Secretary

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2016

		2016 €	2015 €
	<i>Notes</i>		
INCOME			
Funds received from Central Government	4	627,999	588,463
Income raised under Council Bye-Laws	5	19,729	16,295
Income raised under Local Enforcement System	6	10,628	11,895
General Income	7	5,299	15,168
		<u>663,655</u>	<u>631,821</u>
EXPENDITURE			
Personal emoluments	9	(132,499)	(132,682)
Operations and maintenance	10	(238,919)	(235,110)
Administration and other expenditure	11	(183,348)	(178,349)
Other income/expenditure	12	-	(1,589)
		<u>(554,766)</u>	<u>(547,730)</u>
OPERATIVE SURPLUS FOR THE YEAR		108,889	84,091
Finance income	13	195	502
Finance costs	14	-	(76)
		<u>195</u>	<u>426</u>
TOTAL COMPREHENSIVE INCOME FOR THE YEAR		<u>109,084</u>	<u>84,517</u>

The notes on pages 8 to 27 form an integral part of these financial statements

STATEMENT OF FINANCIAL POSITION

As at 31 December 2016

	<i>Notes</i>	2016 €	2015 €
ASSETS			
Non-Current Assets			
Property, plant and equipment	15	1,974,795	2,021,492
Intangible asset	16	141	187
Government Grants receivable	17	17,104	17,104
		<u>1,992,040</u>	<u>2,038,783</u>
Current Assets			
Receivables	18	93,730	41,461
Cash and Cash Equivalents	19	613,472	441,452
		<u>707,202</u>	<u>482,913</u>
Total Assets		<u><u>2,699,242</u></u>	<u><u>2,521,696</u></u>
EQUITY AND LIABILITIES			
Reserves			
Retained Fund		<u>1,912,959</u>	1,803,875
		<u>1,912,959</u>	<u>1,803,875</u>
Non-Current Liabilities			
Borrowings	20	383,156	407,267
Other financial liabilities	21	14,166	18,888
Deferred income	23	256,077	172,674
		<u>653,399</u>	<u>598,829</u>
Current Liabilities			
Borrowings	20	23,815	23,815
Other financial liabilities	21	4,722	4,722
Payables	22	104,347	90,455
		<u>132,884</u>	<u>118,992</u>
Total Equity and Liabilities		<u><u>2,699,242</u></u>	<u><u>2,521,696</u></u>

These financial statements were approved by the Local Council on the 15th February 2017 and signed on its behalf by:

IFFIRMATA

Byron Camilleri
Mayor

IFFIRMATA

Beverly Saliba
Executive Secretary

The notes on pages 8 to 27 form an integral part of these financial statements

STATEMENT OF CHANGES IN EQUITY

For the year ended 31 December 2016

	Retained Funds €
At 1 January 2015	1,719,358
Total Comprehensive Income for the year	84,517
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At 31 December 2015	1,803,875
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At 1 January 2016	1,803,875
Total Comprehensive Income for the year	109,084
	<hr/>
At 31 December 2016	1,912,959
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The notes on pages 8 to 27 form an integral part of these financial statements

STATEMENT OF CASH FLOWS

For the year ended 31 December 2016

	2016 €	2015 €
	Note	
Cash flows from Operating Activities		
Surplus for the year	109,084	84,517
Reconciliation to cash generated from operations:		
Depreciation	76,456	86,277
Provision for bad debts	-	(1,589)
Interest receivable	(195)	(787)
Grants foregone	-	1,695
Decrease in fair value of Government Stocks	-	362
Grant released	(18,375)	(20,346)
Operating Profit before Working Capital Changes	166,970	150,129
Decrease in inventories	-	875
(Increase) /Decrease in receivables	(52,269)	8,748
Increase / (Decrease) in payables	15,670	(65,666)
Cash generated from operating activities	130,371	94,086
Cash flows from Investing Activities		
Interest received	195	787
Purchase of property, plant & equipment	(29,712)	(38,151)
Proceeds from redemption of Malta Government Stocks	-	13,976
Grants foregone	-	(1,695)
Receipt of grant	100,000	-
Cash generated from investing activities	70,483	(25,083)
Repayment of bank and other borrowings	(28,834)	(23,368)
Cash generated from financing activities	(28,834)	(23,368)
Net Increase in Cash and Cash Equivalents	172,020	45,635
Cash and Cash Equivalents at the Beginning of the year	441,452	395,817
Cash and Cash Equivalents at the End of the year	613,472	441,452
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The notes on pages 8 to 27 form an integral part of these financial statements

Notes to the Financial Statements for the year ended 31 December 2016

1. General Information

The Fgura Local Council is the local Authority of Fgura set up in accordance with the Local Councils Act, 1993. The office of the Local Council is situated at 68, Dar il-Kunsill, Triq il-Karmnu, Fgura. These financial statements were approved for issue by the Council Members on the 15th February 2017. The Local Council's presentation as well as functional currency is denominated in €.

2. Accounting Policies and Reporting Procedures

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Accounting convention

These financial statements are prepared under the historical cost convention, as modified to include fair values where it is stated in the accounting policies below. These financial statements are prepared in accordance with the provisions of the Local Councils Act Cap. 363, the Financial Regulations issued in terms of this Act and the Local Councils (Financial) Procedures 1996 enacted in Malta and with the requirements of the International Financial Reporting Standards as adopted by the EU.

These financial statements have been drawn up in accordance with the accounting policies and reporting procedures prescribed for Local Councils in the Financial Regulations issued by the Minister of Finance in conjunction with the Minister responsible for Local Government in terms of section 67 of the Local Councils Act (Cap. 363).

New and amended standards adopted by the Council

The Local Council has adopted the following International Financial Reporting Standards as adopted by the EU:

Certain new standards, amendments and interpretation to existing standards, have been published by the date of authorisation or issue of these financial statements but are mandatory for the Council's accounting periods beginning after 1 January 2015, including IFRS 9, 'Financial instruments', amongst other pronouncements.

On 21 November 2013 the IASB published narrow scope amendments to IAS 19 Employee Benefits entitled Defined Benefit Plans: Employee Contributions (Amendments to IAS 19). These amendments apply to contributions from employees or third parties to defined benefit plans. The objective of the amendments is to simplify the accounting for contributions that are independent of the number of years of employee service, for example, employee contributions that are calculated according to a fixed percentage of salary. The amendments are effective from 1 July 2014 with earlier application permitted.

In December 2013, the IASB issued Annual Improvements to IFRSs 2010-2012 Cycle, a collection of amendments to IFRSs, in response to eight issues addressed during the 2010-2012 cycle. The amendments reflects issues discussed by the IASB during the project cycle that began in 2010, and that were subsequently included in the exposure draft of proposed amendments to IFRSs Annual Improvements to IFRSs 2010-2012 Cycle (published in May 2012). The issues included in this cycle are: Definition of 'vesting condition' (IFRS 2); Accounting for contingent consideration in a business combination (IFRS 3); Aggregation of operating segments (IFRS 8); Reconciliation of the total of the reportable segments' assets to the entity's assets (IFRS 8); Short term receivables and payables (IFRS 13); Interest paid that is capitalised (IAS 7); Revaluation method – proportionate restatement of accumulated depreciation (IAS 16 and IAS 38); a Key management personnel services (IAS 24). The amendments are effective for annual periods beginning on or after 1 July 2014.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

Accounting Policies and Reporting Procedures (cont.)

In December 2013, the IASB issued Annual Improvements to IFRSs 2011-2013 Cycle, a collection of amendments to IFRSs, in response to four issues addressed during the 2011-2013 cycle. The amendments reflect issues discussed by the IASB during the project cycle that began in 2011, and that were subsequently included in the exposure draft of proposed amendments to IFRSs Annual Improvements to IFRSs 2011-2013 Cycle (published in November 2012). The issues include in this cycle are Meaning of effective IFRSs (IFRS 1); Scope exceptions for joint ventures (IFRS 3); Scope of paragraph 52 (portfolio exception) (IFRS 13); and Clarifying the Interrelationship of IFRS 3 Business Combinations and IAS 40 Investment Property when classifying property as investment property or owner-occupied property (IAS 40). The amendments are effective for annual periods beginning on or after 1 July 2014.

New important standards and amendments not yet adopted by the Council

The following standards and amendments to existing standards have been published and are mandatory (as applicable) for the Council accounting periods beginning on or after 1 January 2016 or later periods, but the Council has not early adopted them:

IFRS 9, 'Financial instruments', addresses the classification, measurement and recognition of financial assets and financial liabilities. The complete version of IFRS 9 was issued in July 2014. It replaces the guidance in IAS 39 that relates to the classification and measurement of financial instruments. IFRS 9 requires financial assets to be classified into two measurement categories: those measured at fair value and those measured at amortised cost. The determination is made at initial recognition. The classification depends on the entity's business model for managing its financial instruments and the contractual cash flow characteristics of the instrument. For financial liabilities, the standard retains most of the IAS 39 requirements. The Council is yet to address the full impact of IFRS 9 and intends to adopt IFRS 9 subject to endorsement by the EU, no later than the accounting period beginning on or after 1 January 2018.

The Councillors and Executive Secretary are assessing the impact that the adoption of these International Financial Reporting Standards will have on the financial statements in the period of initial application. The Council anticipates that the adoption of other International Financial Reporting Standards that were in issue at the date of authorisation of these financial statements, but not yet effective will have no material impact on the financial statements in the period of initial application.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses to date. Depreciation is calculated on a monthly basis using the reducing balance method at rates calculated to write off the cost less residual value of each asset over its expected useful life as follows:

	%
Land	0
Trees	0
Buildings	1
Office Furniture and Fittings	7.5
Construction Works	10
Urban Improvements (Street Furniture)	10
Special Projects	10
Office Equipment	20
Motor Vehicles	20
Plant and Machinery	20
Computer Equipment	25
Plants	100
Litter Bins	Replacement basis
Playground Furniture	100
Traffic Signs	Replacement basis
Road Signs	Replacement basis
Street Mirrors	Replacement basis
Street Lights	100

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

Accounting Policies and Reporting Procedures (cont.).

Gains and losses on disposal of property, plant and equipment are determined by reference to their carrying amount and are taken into account in determining operating profit. The residual values and useful lives of the assets are reviewed and adjusted as appropriate, at each statement of financial position date. The carrying amount of an asset is written down immediately to its recoverable amount if the carrying amount of the asset is greater than its estimated recoverable amount.

Subsequent costs are included in the carrying amount of the asset or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the council and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the Statement of Comprehensive Income during the financial period in which they are incurred.

Leases

Leases in which a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases. Payments made under operating leases (net of any incentives received from the lessor) are charged to the Statement of Comprehensive Income on a straight-line basis over the period of the lease.

Impairment of Assets

Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation or depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the carrying amount of the asset exceeds its recoverable amount. The recoverable amount is the higher of the fair value of the asset less costs to sell and the value in use. Impairment losses are immediately recognised as an expense in the Statement of Comprehensive Income.

Inventories

Inventories are valued at the lower of cost and net realisable value. Cost includes freight, handling and other direct costs. Costs of inventories include the transfer from retained funds of any gains/losses on qualifying cash flow hedges relating to purchases of stock items. However, borrowing costs and foreign exchange differences are excluded. Net realisable value is the price at which stocks can be sold in the course of Council activities less anticipated costs of selling.

Amounts receivable

Amounts receivable are recognised initially at fair value and subsequently measured at amortised cost using the effective interest rate method, less provision for impairment. A provision for impairment of amounts receivable is established when there is objective evidence that the Council will not be able to collect all amounts due according to the original terms of the receivables. The amount of the provision is the difference between the carrying amount of the asset and the present value of the estimated future cash flows, discounted at the effective interest rate. The amount of the provision is recognised in the Statement of Comprehensive Income.

Borrowings

Borrowings are recognised initially at fair value, net of transaction costs incurred. Borrowings are subsequently stated at amortised cost, any difference between the proceeds and the redemption value is recognised in the income and expenditure account over the period of the borrowings using the effective interest method.

Borrowings are classified as current liabilities unless the Local Council has an unconditional right to defer settlement of the liability for at least 12 months after the statement of financial position date.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

Accounting Policies and Reporting Procedures (cont.)

Other payables

Other payables are classified with current liabilities and are stated at their nominal value unless the effect of discounting is material in which case other payables are measured at amortised cost using the effective interest method.

Financial instruments

Financial assets and financial liabilities are recognised when the Council becomes a party to the contractual provisions of a financial instrument.

Financial assets are derecognised when the contractual rights to the cash flows from the financial asset expire, or when the financial asset and all substantial risks and rewards are transferred.

A financial liability is derecognised when it is extinguished, discharged, cancelled or expires.

Financial assets and financial liabilities are measured initially at fair value plus transactions costs. They are measured subsequently as described below.

Financial assets

For the purpose of subsequent measurement, financial assets of the Council are classified into loans and receivables upon initial recognition.

Receivables are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or a group of financial assets is impaired. Different criteria to determine impairment are applied for each category of financial assets, which are described below.

All income and expenses relating to loans and receivables are presented within 'finance income' or 'finance costs', except for impairment of receivables which is presented within 'administration and other expenditure'.

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial recognition these are measured at amortised cost using the effective interest method, less provision for impairment. Discounting is omitted where the effect of discounting is immaterial. The Council's other receivables fall into this category of financial instruments.

Individually significant receivables are considered for impairment when they are past due or when other objective evidence is received that a specific counterparty will default. Receivables that are not considered to be individually impaired are reviewed for impairment in groups, which are determined by reference to the industry and region of a counterparty and other available features of shared credit risk characteristics. The percentage of the write down is then based on recent historical counterparty default rates for each identified group.

Financial liabilities

The Council's financial liabilities include other payables. These are stated at their nominal amount which is a reasonable approximation of fair value.

All interest-related charges are included within 'finance costs'.

Related parties

Related parties are those persons or bodies of persons having relationships with the Council as defined in International Accounting Standard No. 24.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

Accounting Policies and Reporting Procedures (cont.)

Revenue

Revenue is recognised when there are no significant uncertainties concerning the derivation of consideration or associated costs and it can be measured reliably. Interest income is recognised in the statement of comprehensive income as it accrues.

Income from central government is not recognised until there is reasonable assurance that the Council will comply with any conditions attached to it, and that the income will be received. The received income is to be recorded gross and any deductions made for non-compliance are to be disclosed separately with expenses.

Local Enforcement System

As from September 2012, the income recognised in the Income Statement was derived from the five Regional Committees and Local Enforcement System Agency. During the year under review, the Council also provided services to the South East Regional Committee for; share of cleaning expense, share of electronic infrastructure and Council employees attending Tribunal sittings.

Government grants

Government grants relating to costs are deferred and recognised in the statement of comprehensive income over the period necessary to match them with the costs that they are intended to compensate. Government grants relating to the purchase of property, plant and equipment are included in non-current liabilities as deferred government grants and are credited to the income statement over the expected lives of the related assets.

Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

Profits and losses

Only surpluses that were realised at the date of the Statement of Financial Position are recognised in these financial statements. All foreseeable liabilities and potential losses arising up to the said date are accounted for even if they become apparent between the said date and the date on which the financial statements are approved.

Cash and cash equivalents

Cash and Cash Equivalents are carried in the Statement of Financial Position at face value. For the purposes of the Cash Flow Statement, cash and cash equivalents comprise cash in hand and balances held with banks.

Capital Management

The Council's capital consists of its net assets, including working capital, represented by its retained funds. The Council's management objectives are to ensure:

- that the Council's ability to continue as a going concern is still valid and
- that the Council maintains a positive working capital ratio.

To achieve the above, the Council carries out a quarterly review of the working capital ratio ("Financial Situation Indicator"). This ratio was positive at the reporting date and has not changed significantly from the previous year. The Council also uses budgets and business plans to set its strategy to optimise its use of available funds and implement its commitments to the locality.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

3. Judgments in applying accounting policies and key sources of estimation

Estimates and judgements are continually evaluated and based on historical experience and other factors including expectations of future events that are believed to be reasonable under the circumstances.

In the opinion of the Council, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS 1.

4. Funds received from central government

	2016	2015
	€	€
In terms of section 55 of the Local Councils Act, 1993	546,450	530,109
Supplementary Income	53,588	27,694
Other Government income	9,586	10,314
Grants Released	18,375	20,346
	<u>627,999</u>	<u>588,463</u>

5. Income raised under Council Bye-Laws

	2016	2015
	€	€
Permits related to construction	18,660	14,764
Other Permits	286	30
Courses	300	750
Kiosks deposits	483	751
	<u>19,729</u>	<u>16,295</u>

6. Income raised under Law Enforcement System

	2016	2015
	€	€
Contraventions Received	1,216	1,413
Commission from all regions/LESA	9,412	10,482
	<u>10,628</u>	<u>11,895</u>

In accordance with the Law Enforcement System (LES) issued by the Ministry by virtue of Section 72 of the Local Councils Act, 1993, the income relating to contraventions was delegated to the local councils through Legal notice 32 of 2000.

The recording of income from contraventions for offences was based on reports generated by the contractor entrusted with the system by the Ministry.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

7. General Income

	2016	2015
	€	€
Community Services	99	-
Cultural Activities	1,475	1,372
Refund of expenses FJC	-	519
General Income	1,318	10,475
Nuisance	164	835
Media Charges/Adverts on Street Furniture	500	117
Tender Documents Fees	550	1,700
Other re-imbursements	1,193	-
Donations	-	150
	<u>5,299</u>	<u>15,168</u>

8. Surplus for the year

	2016	2015
	€	€
Surplus for the year is stated after charging		
Staff salaries	132,499	132,682
Depreciation of property, plant & equipment	76,456	86,277
	<u>132,499</u>	<u>132,682</u>

9. Personal Emoluments

	2016	2015
	€	€
Mayor's Honoraria	10,843	10,573
Councillors' Allowances	11,039	11,114
Executive Secretary Salary and Allowances	29,640	32,536
Employees' Salaries	72,639	70,061
Social Security Contributions	8,338	8,398
	<u>132,499</u>	<u>132,682</u>

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

10. Operations and Maintenance

	2016	2015
	€	€
<i>Repairs and Upkeep:</i>		
Materials and supplies	2,825	1,321
Cleaning Materials and supplies	383	173
Operating cleaning material and supplies	38	248
Repair and Upkeep Pavements	-	92
Repair and Upkeep Roads	12,658	18,886
Other Repair and Upkeep	1,407	489
Public Property	243	237
Street Signs	7,153	5,037
Sundry repairs	112	78
Street Markings	5,617	5,525
	30,436	32,086
<i>Contractual Services:</i>		
Waste Disposal	85,072	79,646
Refuse Collection	55,196	55,101
Bulky Refuse Collection	10,212	9,474
Road & Street Cleaning	30,305	30,573
Contract Management Fees	2,662	2,691
Cleaning & Maintenance Soft Areas	15,787	16,252
Street Lighting	8,497	8,632
Law Enforcement System	752	655
	208,483	203,024
Total Operations and Maintenance Costs	238,919	235,110

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

11. Administration and other expenditure

	2016	2015
	€	€
Utilities	11,874	9,965
Repairs and Maintenance	5,688	4,040
Rent	14,710	14,505
National and International Memberships	566	130
Office Services	15,547	11,770
Transport	1,960	3,342
Information Services	681	2,248
Insurance Coverage	3,788	3,227
Bank Charges	167	143
Cleaning Council Premises	2,436	2,441
Professional Services	19,456	21,196
Other Support Services	7,094	7,112
Social and Cultural Events	21,548	10,111
Sundry Minor Expenses	1,377	1,842
Depreciation	76,456	86,277
	<u>183,348</u>	<u>178,349</u>

12. Other Income and Expenses

	2016	2015
	€	€
Bad debt write off	-	-
Movement in provision for doubtful debts	-	1,589
	<u>-</u>	<u>1,589</u>

13. Investment Income

	2016	2015
	€	€
Investment income	195	502
	<u>195</u>	<u>502</u>

14. Finance costs

	2016	2015
	€	€
Movement in provision for fair value of investments	-	76
	<u>-</u>	<u>76</u>

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

15. Property, plant and equipment

	Trees	Construc. Works	Furniture & Fittings	New Street Signs	Urban Improvements	Office Equipment	Plant & Machinery	Motor vehicles	Acquisition of Property €	Property held for dev €	Assets not yet Cap €	Total €
Cost												
At 1 January 2015	10,455	1,567,424	32,778	11,735	487,131	39,060	1,734	11,586	1,001	1,216,308	8,488	3,387,700
Additions	47	4,099	929	-	1,015	67	479	-	-	20,056	6,832	33,524
Reclassification	-	-	-	-	-	-	-	-	-	-	-	-
At 31 December 2015	10,502	1,571,523	33,707	11,735	488,146	39,127	2,213	11,586	1,001	1,236,364	15,320	3,421,224
Depreciation												
At 1 January 2015	-	811,333	18,915	11,735	194,915	30,756	1,297	9,262	213	-	-	1,078,426
Charge for the year	-	68,588	1,104	-	14,103	1,766	184	465	9	-	-	86,219
At 31 December 2015	-	879,921	20,019	11,735	209,018	32,522	1,481	9,727	222	-	-	1,164,645
Grants												
At 1 January 2015	-	-	-	-	-	-	-	-	-	-	-	-
At 31 December 2015	-	191,677	-	-	43,410	-	-	-	-	-	-	235,087
Net Book values												
At 31 December 2015	10,502	499,925	13,688	-	235,718	6,605	732	1,859	779	1,236,364	15,320	2,021,492

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

15. Property, plant and equipment (cont.)

	Trees	Construc. Works	Furniture & Fittings	New Street Signs	Urban Improvements	Office Equipment	Plant & Machinery	Motor vehicles	Acquisition of Property €	Property held for development €	Assets not yet Capitalised €	Total €
Cost												
At 1 January 2016	10,502	1,571,523	33,707	11,735	488,146	39,127	2,213	11,586	1,001	1,236,364	15,320	3,421,224
Additions	-	-	967	-	649	1,269	-	-	-	26,827	-	29,712
Reclassification	-	-	-	-	-	-	-	-	-	-	-	-
At 31 December 2016	10,502	1,571,523	34,674	11,735	488,795	40,396	2,213	11,586	1,001	1,263,191	15,320	3,450,936
Depreciation												
At 1 January 2016	-	879,921	20,019	11,735	209,018	32,522	1,481	9,727	222	-	-	1,164,645
Charge for the year	-	61,686	951	-	11,878	1,369	146	372	7	-	-	76,409
At 31 December 2016	-	941,607	20,970	11,735	220,896	33,891	1,627	10,099	229	-	-	1,241,054
Grants												
At 1 January 2016												
At 31 December 2016	-	191,677	-	-	43,410	-	-	-	-	-	-	235,087
Net Book values												
At 31 December 2016	10,502	438,239	13,704	-	224,489	6,505	586	1,487	772	1,263,191	15,320	1,974,795

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

16. Intangible Assets

	Computer software €	Total €
Cost		
At 1 January 2015	473	473
Additions	-	-
	<hr/>	<hr/>
At 31 December 2015	473	473
	<hr/>	<hr/>
Depreciation		
At 1 January 2015	225	225
Charge for the year	61	61
	<hr/>	<hr/>
At 31 December 2015	286	286
	<hr/>	<hr/>
Net Book value		
At 31 December 2015	187	187
	<hr/> <hr/>	<hr/> <hr/>
	Computer software €	Total €
Cost		
At 1 January 2016	473	473
Additions	-	-
	<hr/>	<hr/>
At 31 December 2016	473	473
	<hr/>	<hr/>
Depreciation		
At 1 January 2016	286	286
Charge for the year	46	46
	<hr/>	<hr/>
At 31 December 2016	332	332
	<hr/>	<hr/>
Net Book value		
At 31 December 2016	141	141
	<hr/> <hr/>	<hr/> <hr/>

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

17. Government Grants

	2016	2015
	€	€
Balance at the beginning of the year	36,608	38,304
Increase	-	-
Received	-	-
Forgone	-	(1,696)
	<hr/>	<hr/>
At 31 December 2015	36,608	36,608
	<hr/> <hr/>	<hr/> <hr/>
Amount Receivable within one year	19,504	19,504
	<hr/>	<hr/>
Amount Receivable beyond one year	17,104	17,104
	<hr/>	<hr/>

18. Receivables

	2016	2015
	€	€
Receivables	415	476
Government grants receivable	19,504	19,504
Other Related Undertakings	6,815	8,383
	<hr/>	<hr/>
	26,734	28,363
Prepayments, accrued income and deferred expenditure	66,996	13,098
	<hr/>	<hr/>
	93,730	41,461
	<hr/> <hr/>	<hr/> <hr/>

Receivables

Credit period analysis:

	2016	2015
	€	€
Within credit period	5,245	3,779
Exceeded credit period but not impaired	1,985	5,080
Impaired and provided for	396,987	398,866
Provision for doubtful debts	(396,987)	(398,866)
	<hr/>	<hr/>
	7,230	8,859
	<hr/> <hr/>	<hr/> <hr/>

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

19. Cash & cash equivalents

Cash and cash equivalents included in the statement of cash flows comprise the following statement of financial position amounts.

	2016	2015
	€	€
Cash at Bank	612,947	440,920
Cash in Hand	525	532
	<u>613,472</u>	<u>441,452</u>

20. Borrowings

	2016	2015
	€	€
Non-current		
Bank borrowings	<u>383,156</u>	<u>407,267</u>
Current		
Bank borrowings	<u>23,815</u>	<u>23,815</u>
Borrowings		
Repayable between one and two years	23,815	23,815
Repayable between two and five years	77,363	77,363
Repayable in five years or more	<u>281,978</u>	<u>306,089</u>
	<u>383,156</u>	<u>407,267</u>
Repayable after five years or more:		
Bank Loan	<u>281,978</u>	<u>306,089</u>

The Bank Loans are guaranteed by the Central Government and secured by a 1st General Hypothec over the Local Council Fgura assets and a Special Hypothec on Houses 126 and 128, Hompesch Road, Fgura Special Hypothec and Privilege on Comprehensive Insurance Policy over the new premises. Loans attract interest at 3.35% and 4.4% (2015 – 3.35% and 4.4%) and are repayable in monthly instalments of €2054.72 and €1,269.15 (2015 - €2,054.72 and €1,269.15) inclusive of accumulated interest.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

21. Amount payable under the PPP agreement

	2016	2015
	€	€
Non-current		
Public Private Partnership (PPP) Agreement	<u>14,166</u>	<u>18,888</u>
Current		
Public Private Partnership (PPP) Agreement	<u>4,722</u>	<u>4,722</u>
Borrowings		
Repayable between one and two years	4,357	4,357
Repayable between two and five years	11,151	14,531
Repayable in five years or more	-	-
	<u>14,166</u>	<u>18,888</u>

Amount payable under the PPP agreement is repayable in annual payments up to 2020. Balance payable under the scheme, inclusive of interest is €18,888.

22. Payables

	2016	2015
	€	€
Payables	61,803	51,627
Government Grants - Deferred Income	16,597	18,375
Accruals	<u>25,947</u>	<u>20,453</u>
	<u>104,347</u>	<u>90,455</u>

Included in the accounts payable are amounts due to related parties amounting to €32,093 (2015 : €36,235). These amounts are unsecured, interest free and repayable on demand.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

23. Deferred Income

	2016	2015
	€	€
Government grants		
At 1 January	191,049	213,090
Increase in year	100,000	-
	291,049	213,090
Released in year	(18,375)	(20,346)
Forgone	-	(1,695)
	272,674	191,049
Current Deferred Income	16,597	18,375
Non-Current Deferred Income	256,077	172,674
Deferred Government Grants		
Deferred between one and two years	14,993	16,597
Deferred between two and five years	36,846	40,779
Deferred in five years or more	204,238	115,298
	256,077	172,674
Deferred after five years or more	204,238	115,298

24. Contingent Liability and Assets

The Constitutional Court passed a judgement on the 8 January 2010, reversing the judgement passed by the Court of Appeals on the 28 March 2008 that had awarded the Council Eur3,494. In addition the judgement also included that the Council is liable to pay two-thirds (2/3) of the procedural expenses incurred by both the Constitutional Court and the Court of First Instance. The amount involved cannot as yet be quantified.

One of the Council's contractors, who had completed the assigned works in relation to the Demolition and Excavation works at site of the New Administrative Offices, is claiming that the total amount certified by the Council's Architect is Eur5,140 less than it should be.

A person claimed that she suffered injuries due to the bad state of a pavement in Triq it-Taghlim in Fgura, way back in November 2010. The Council is attending the hearings in Court related to this case. The amount involved cannot as yet be quantified.

The Council has a commitment letter from the Department for Justice, Culture and Local Government for the grant of Eur200,000 for assistance for the Completion of Works at the Civic Centre.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

25. Capital Commitments

	2016	2015
	€	€
Details of capital commitments at the accounting date are as follows:		
- Approved but not yet contracted for	949,750	100,000
- Contracted for but not provided in the financial statements	259,929	164,929
	<u>259,929</u>	<u>164,929</u>
(i) Approved but not yet contracted for:		
Construction		
Special Programmes (Library Extension)	36,750	-
Various Finishing Works at New Council Premises	713,000	100,000
Various Pavements around the Locality	200,000	-
	<u>949,750</u>	<u>100,000</u>
(i) Contracted for but not provided in the Financial Statements:		
Construction (Resurfacing of Triq Buqexrem and Pavements)	93,380	93,380
Construction (Resurfacing of Triq Kent)	71,549	71,549
Construction (Resurfacing of Triq San Gwann)	95,000	-
Special Programme - Bocci Club & Triq il-Pitirross	-	-
	<u>259,929</u>	<u>164,929</u>

The Council will only consider additional projects if additional sources of funding will be found.

26. Ultimate controlling party

The ultimate controlling party of the local council is Central Government since the Council's main revenue is from the Government allocation received every quarter. Apart from the normal funds received from Government, Councils also receive funds relating to specific projects as well as other funds for the improvement and betterment of the locality.

27. Financial Risk Management

The Council's activities expose it to a variety of financial risks such as market risk, credit risk, liquidity risk and interest rate risk. The Council's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Council's financial performance.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)**27. Financial Risk Management (cont.)***Credit risk*

Financial assets which potentially subject the Council to concentrations of credit risk consist principally of cash at bank debtors. The Council's cash is placed with quality financial institutions as well as it limits the amount of credit exposure with any one financial institution. The Council has appropriate policies to ensure that income is received from sources with appropriate credit history. In this respect, credit risk with respect to debtors is monitored continuously and the Council places a provision on any debt on which there is doubt of recoverability. Bad debts are therefore negligible and in this respect the Council has no significant concentration of credit risk.

Summary of financial assets and liabilities by category:

	2016	2015
	€	€
Current Assets		
Loans and receivables:		
Accounts and other receivables	26,734	28,363
Cash and Cash Equivalents	613,472	441,452
	640,206	469,815
Current Liabilities		
Financial liabilities measured at amortised costs:		
Payables	61,803	51,627

Liquidity Risk

Liquidity risk is defined as financial distress, an extraordinary measure which needs to be taken to manage the council's present commitments arising due to shortage of funds. The objective of liquidity risk management is to maintain sufficient liquidity, and to ensure that it is available within the necessary time frame in order not to create financial distress and curtail current obligations as well as future short term commitments. The Council monitors and manages its risk to a shortage of funds by maintaining sufficient cash and by monitoring the availability of raising funds to meet commitments due. In fact at year end, the Council has as cash and cash equivalents the amount of Euro 613,472. This should ensure an ongoing working capital of the Council for the next 12 months. The Council also maintains a positive current net asset position of Euro 574,318 (2015: €363,921) ensuring that adequate headroom is available to cover present liabilities as well as short term obligations and commitments arising.

Foreign Currency Risk

Foreign currency transactions arise when the Council buys or sells goods whose price is denominated in a foreign currency, or incurs or settles liabilities, denominated in a foreign currency. The Council does not trade in any foreign currency transactions.

Interest Rate Risk

The Council operates two bank accounts which have financing facilities. These facilities have interest rates which did not fluctuate over the past years and as a result, the Council is not exposed to cash flow interest rate risk on bank balances.

Market risks

Market risk is the risk that the fair value or cash flows of a financial instrument will fluctuate due to changes in market prices. Market risk reflects interest rate risk, currency risk and other price risks.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

27. Financial Risk Management (cont.)

Other risks

The Council's interest rate risk arises from long term borrowings. Borrowings issued at variable rates expose the Council to cash flow interest rate risk. In general, the Council's exposure to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financing position and cash flows are not deemed to be substantial by the Councillors and Executive Secretary in view of the nature of the assets and liabilities.

Prudent liquidity risk management implies maintaining sufficient cash and cash equivalents, the availability of funding through an adequate amount of credit facilities and the ability to close out market positions.

28. Related party transactions

During the year under review, the Council carried out transactions with the following related parties:

<i>Name of Entity</i>	<i>Nature of relationship</i>
Department of Local Government	Significant control
Inland Revenue Department	No control
Local Enforcement System Agency	No control
Central Regional Committee	No control
Gozo Regional Committee	No control
South Eastern Regional Committee	No control
South Regional Committee	No control
Local Enforcement System Agency	No control
Malta Environment and Planning Authority	No control
Malta Information Technology Agency	No control
Water Services Corporation	No control
Enemalta Corporation	No control
ARMS Limited	No control
Director General - Works Division	No control
Wasteserv Malta Limited	No control
Police General Headquarters	No control
Department of Lands	No control
Airmalta plc	No control
Bank of Valletta plc	No control
Malta Tourism Authority	No control
Office of the Prime Minister	No control
Office of the Commissioner for Data Protection	No control

The amounts due from / to related parties at year-end are disclosed in notes 18 and 22. The terms and conditions do not specify the nature of the consideration to be provided in settlement. These amounts are unsecured, interest free and repayable on demand.

Notes to the Financial Statements for the year ended 31 December 2016 (cont.)

28. Related party transactions (cont.)

The following were the significant transactions carried out by the Council with related parties having significant control:

	Related party activity	2016		Related party activity	2015	
	€	Total activity	%	€	Total activity	%
		€			€	
<i>Income</i>						
Transactions with central government	609,624			568,117		
Transactions with regions/LESA	10,628			11,895		
	<u>620,252</u>	<u>663,655</u>	<u>93</u>	<u>580,012</u>	<u>631,821</u>	<u>92</u>
 <i>Expenditure</i>						
Transactions with government entities	85,072			81,188		
Key personnel remuneration	132,499			132,682		
	<u>217,571</u>	<u>554,766</u>	<u>39</u>	<u>213,870</u>	<u>547,730</u>	<u>39</u>

29. Fair values estimation

At 31 December 2016 and at 31 December 2015, the carrying amounts of financial assets and financial liabilities classified with current assets and current liabilities respectively, approximated their fair values due to the short term maturities of these assets and liabilities. The fair values of non-current financial assets and non-current financial liabilities are not materially different from their carrying amount.

Report of the Local Government Auditors to the Auditor General



Fgura Local Council

**Annual Budget
For
Financial Year
2017**

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Overview and Summary

The Fgura Local Council plans to issue tenders and finance its most ambitious project during the year 2017. The Fgura Civic Centre is the most ambitious project that the Fgura Local Council embarked upon in recent past, and whilst the construction of such civic centre was completed during the past months, the finishing works are to be initiated during the year 2017. Such project shall allow the Fgura Local Council to be able to offer a more efficient service, while increasing the services offered to the general public. The Council felt the need for such premises especially since the residents' needs could not be served well from the current ones, while the proposed project emphasizes accessibility for people with special needs and the elderly.

In order to be able to finance this project the Council used most of the funds collected by means of the Local Enforcement System and also sought and obtained the approval of the Ministry to have a drawdown facility from a local bank. The Council is currently paying loans used to finance this project amounting to nearly €40,000 per annum.

To finance the last stage of this project, the Council received the amount of Eur 75,000 during the year 2016, whilst an extra Eur 225,000 shall be received, as part of the Capital Projects Scheme issued by the Department for Local Government. Moreover, the Council intends to withdraw the available funds allocated in the Planning Fund to sustain its capital expenditure.

The recurrent expenditure forecast, as provided in this budget, exceeds the Government allocation to be received by the Council, especially due to capital expenditure allocated to the aforementioned Civic Centre and other projects. Thus, the Council shall make use of its own funds to sustain its operations. The same occurred when the Council was planning the budget for previous years, however the Council managed to turn a forecast deficit to a surplus.

Despite allocating a big chunk of this budget to finance the finishing stage of the Civic Centre, the Council is nonetheless allocating a considerable amount of money, to other projects such as road resurfacing and new pavements in the locality.

IFFIRMATA

Mayor

IFFIRMATA

Executive Secretary

Budgeted Statement of Income and Expenditure

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2016	2016	2017	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	-	627,999	642,484	642,484	14,485
Income raised from Bye-Laws (2)	-	19,729	20,000	20,000	271
Income raised from LES (3)	-	10,628	10,500	10,500	(128)
Investment Income (4)	-	195	150	150	(45)
Other Income (5)	-	5,299	204,500	204,500	199,201
TOTAL	-	663,850	877,634	877,634	213,784
Expenditure					
Personal Emoluments (6)	-	132,499	140,077	140,077	7,578
Operations and Maintenance (7)	-	251,876	457,166	457,166	205,290
Administration (8)	-	93,935	95,144	95,144	1,209
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	-	76,456	106,051	106,051	29,595
TOTAL	-	554,766	798,438	798,438	243,672
Surplus / Deficit	-	109,084	79,196	79,196	(29,888)

Budgeted Statement of Affairs

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2016	2016	2017	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	-	1,974,795	2,962,423	2,962,423	987,628
Current Assets					
Inventories (11)	-	-	-	-	-
Receivables (12)	-	110,975	106,749	106,749	(4,226)
Cash and Cash Equivalents (13)	-	613,472	3,000	3,000	(610,472)
Total Current Assets	-	724,447	109,749	109,749	(614,698)
Current Liabilities (14)					
Payables	-	104,347	205,000	205,000	100,653
Current portion of Long-Term Borrowings	-	28,537	28,537	28,537	-
Total Current Liabilities	-	132,884	233,537	233,537	100,653
Net Current Assets	-	591,563	(123,788)	(123,788)	(715,351)
Non-current liabilities (15)	-	653,399	846,480	846,480	193,081
Net Assets	-	1,912,959	1,992,155	1,992,155	79,196
Reserves					
Retained Funds	-	1,912,959	1,992,155	1,992,155	79,196

Financial Situation Indicator

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2016	2016	2017
	€	€	€
Current Assets	-	724,447	109,749
Current Liabilities	-	132,884	233,537
Total Long Term Liabilities	-	653,399	846,480
Commitments approved by Ministry	-	653,399	946,480
	-	591,563	(23,788)
Government Allocation	-	627,999	642,484
FSI	#DIV/0!	94.20%	-3.70%

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2017	2017	2017	2017	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	160,621	160,621	160,621	160,621	642,484
Cash flows from Bye-Laws & L.N fees	5,000	5,000	5,000	5,000	20,000
Local Enforcement cash flows	2,625	2,625	2,625	2,625	10,500
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	150	150
	-	-	-	150	150
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	2,250	2,250	285,000	200,000	489,500
TOTAL Inflows	170,496	170,496	453,246	368,396	1,162,634
Cash Outflows					
Personal Emoluments	35,019	35,019	35,019	35,020	140,077
Operations & Maintenance	114,291	114,292	114,291	114,292	457,166
Administration	23,786	23,786	23,786	23,786	95,144
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	356,500	356,500	713,000
Improvements	-	20,000	-	-	20,000
Special programmes	89,920	89,920	89,920	89,920	359,680
	-	-	-	-	-
	89,920	109,920	446,420	446,420	1,092,680
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	-	-	-	-
TOTAL Outflows	263,016	283,017	619,516	619,518	1,785,067
SURPLUS / (DEFICIT)	(92,520)	(112,521)	(166,270)	(251,122)	(622,433)
Brought forward (Bank /Cash Bal.)	613,472	520,952	408,431	242,161	613,472
Carry forward	520,952	408,431	242,161	(8,961)	(8,961)

Detailed Estimates of Income

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Sept	Oct-Dec	Jan-Dec	Jan-Dec		
	2016	2016	2016	2016	2017	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
Income							
1 Funds received form Cental Government:							
0001 In terms of section 55 CAP 363	-	409,838	136,613	546,450	594,484	594,484	48,034
0002-0004 In terms of section 58 CAP 363	-	47,381	15,794	63,174	45,000	45,000	(18,174)
0005-0019 Other Income	-	13,781	4,594	18,375	3,000	3,000	(15,375)
	-	470,999	157,000	627,999	642,484	642,484	14,485
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	-	-	-	-	-	-	-
0026-0035 Income from Permits	-	14,797	4,932	19,729	20,000	20,000	271
	-	14,797	4,932	19,729	20,000	20,000	271
3 Local Enforcement Income							
0037 Commission from Regional Committees	-	7,059	2,353	9,412	9,500	9,500	88
0038-0055 Contraventions	-	912	304	1,216	1,000	1,000	(216)
	-	7,971	2,657	10,628	10,500	10,500	(128)
4 Investment Income							
0091-0095 Bank interest	-	146	49	195	150	150	(45)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	-	146	49	195	150	150	(45)
5 General Income							
0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	-	412	138	550	-	-	(550)
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	3,562	1,187	4,749	4,500	4,500	(249)
UIF Income Pavements	-	-	-	-	200,000	200,000	200,000
	-	3,974	1,325	5,299	204,500	204,500	199,201
Total	-	497,887	165,963	663,850	877,634	877,634	213,784

Detailed Estimates of Expenditure**DESCRIPTION**

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
Jan-Dec	Jan-Sept	Oct-Dec	Jan-Dec	Jan-Dec		
2016	2016	2016	2016	2017	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

6 Personal Emoluments

1100 Mayor's Allowance	-	8,132	2,711	10,843	10,905	10,905	62
1200 Employees' Salaries & Wages	-	67,479	22,493	89,972	96,400	96,400	6,428
1300 Bonuses	-	7,440	2,480	9,920	10,125	10,125	205
1400 Income Supplements	-	953	318	1,270	1,211	1,211	(59)
1500 Social Security Contributions	-	6,254	2,085	8,338	9,036	9,036	698
1600 Allowances	-	8,279	2,760	11,039	11,200	11,200	161
1700 Overtime	-	838	279	1,117	1,200	1,200	83
	-	99,374	33,125	132,499	140,077	140,077	7,578

7 Operations and Maintenance

2100-2149 Public Utilities	-	-	-	-	-	-	-
2200-2259 Public Materials & Supplies	-	2,435	812	3,246	3,300	3,300	54
2300-2399 Repairs & Upkeep	-	20,393	6,798	27,190	230,000	230,000	202,810
2400-2449 Rent	-	4,924	1,642	6,566	6,566	6,566	-
3010 Street Lighting	-	6,373	2,124	8,497	8,500	8,500	3
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	-	2,841	947	3,788	3,800	3,800	12
3035 Bank Charges	-	125	42	167	200	200	33
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	-	63,804	21,268	85,072	85,200	85,200	128
3041 Refuse Collection	-	41,397	13,799	55,196	56,000	56,000	804
3042 Bulky Refuse Collection	-	7,659	2,553	10,212	11,000	11,000	788
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	-	22,729	7,576	30,305	30,300	30,300	(5)
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	-	-	-	-	-	-	-
3055 Cleaning of Council Premises	-	1,827	609	2,436	2,500	2,500	64
3060 Cleaning & Maintenance of Parks & Gardens	-	-	-	-	-	-	-
3061 Cleaning & Maintenance of Soft Areas	-	11,840	3,947	15,787	16,000	16,000	213
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	-	1,997	666	2,662	2,800	2,800	138
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	-	-	-	-	-	-	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	-	564	188	752	1,000	1,000	248
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	-	188,907	62,970	251,876	457,166	457,166	205,290

Detailed Estimates of Expenditure (Continued)

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Sept	Oct-Dec	Jan-Dec	Jan-Dec		
	2016	2016	2016	2016	2017	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	-	8,906	2,969	11,874	12,000	12,000	126
2260-2299 Office Materials & Supplies	-	4,266	1,422	5,688	6,000	6,000	312
2450-2499 Office Rent	-	6,108	2,036	8,144	8,144	8,144	-
2500-2599 National & International Memberships	-	425	142	566	600	600	34
2600-2699 Office Services	-	11,660	3,887	15,547	15,000	15,000	(547)
2700-2799 Transport	-	1,470	490	1,960	2,000	2,000	40
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	-	511	170	681	1,000	1,000	319
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	-	19,913	6,638	26,550	27,000	27,000	450
3200-3299 Training	-	-	-	-	-	-	-
3345 Office Hospitality	-	16,161	5,387	21,548	22,000	22,000	452
3400-3499 Incidental Expenses	-	1,033	344	1,377	1,400	1,400	23
	-	-	-	-	-	-	-
	-	70,451	23,484	93,935	95,144	95,144	1,209
9 Finance Costs							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	1,000	1,000	1,000
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation	-	-	76,456	76,456	105,051	105,051	28,595
	-	-	76,456	76,456	106,051	106,051	29,595
Total	-	358,732	196,034	554,766	798,438	798,438	243,672

Detailed Estimates of Statement Of Affairs

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	as at	changes from	as at	Jan-Dec	Bud-Bud	Bud-Act
	2016	30-Sep	30 Sep-31 Dec	31-Dec	2017		
€	€	€	€	€	€	€	
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
12 Receivables							
0201-0209 Receivables	-	-	-	-	-	-	-
0210-0219 LES Receivables	-	7,000	230	7,230	10,000	10,000	2,770
0220-0229 Receivables from EU	-	19,504	-	19,504	19,504	19,504	-
0250 Prepayments & Accrued income	-	50,000	16,996	66,996	60,000	60,000	(6,996)
Other Non Current Assets	-	17,245	-	17,245	17,245	17,245	-
	-	93,749	17,226	110,975	106,749	106,749	(4,226)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	-	600,000	13,472	613,472	3,000	3,000	(610,472)
	-	600,000	13,472	613,472	3,000	3,000	(610,472)
14 Payables							
4000 Payables	-	55,000	6,803	61,803	75,000	75,000	13,197
4100 Accruals	-	20,000	5,947	25,947	30,000	30,000	4,053
4150 Deferred Income	-	17,000	(403)	16,597	100,000	100,000	83,403
Current portion of Long-Term Borrowings	-	-	-	28,537	28,537	28,537	-
	-	-	-	-	-	-	-
	-	92,000	12,347	132,884	233,537	233,537	100,653
15 Non Current Liabilities							
4200 Long Term Borrowings	-	400,000	(2,678)	397,322	375,000	375,000	(22,322)
Deferred Income Long Term	-	260,000	(3,923)	256,077	471,480	471,480	215,403
	-	660,000	(6,601)	653,399	846,480	846,480	193,081

16 Depreciation of Property, Plant and Equipment

Asset		Trees	Const Works	Furniture & Fittings	Urban Impr	Office Equipment, PI&M	Motor Vehicles	Property	Property held for development	Assets not yet capitalised	Total
% of depreciation		0%	10%	7.5%	10%	20%	20%	1%	0%	0%	
		€	€	€	€	€	€	€	€	€	€
Cost											
As at 01 January	2017	10,502	1,571,523	34,674	500,530	42,609	11,586	1,001	1,263,191	15,320	3,450,936
Additions		-	359,679	-	20,000	-	-	-	713,000	-	1,092,679
Disposals		-	-	-	-	-	-	-	-	-	-
As at 31 December	2017	10,502	1,931,202	34,674	520,530	42,609	11,586	1,001	1,976,191	15,320	4,543,615
Grants/ other reimbursements											
As at 01 January	2017	-	191,677	-	43,410	-	-	-	-	-	235,087
Additions		-	-	-	-	-	-	-	-	-	-
As at 31 December	2017	-	191,677	-	43,410	-	-	-	-	-	235,087
Accumulated Depreciation											
As at 01 January	2017	-	941,607	20,970	232,631	35,518	10,099	229	-	-	1,241,054
Charge for the year		-	79,782	1,028	22,449	1,418	297	77	-	-	105,051
Released on disposal		-	-	-	-	-	-	-	-	-	-
As at 31 December	2017	-	1,021,389	21,998	255,080	36,936	10,396	306	-	-	1,346,105
Budgeted NBV 31 Dec	2016	0	0	0	0	0	0	0	0	0	-
Forecasted NBV 1 Jan	2017	10,502	438,239	13,704	224,489	7,091	1,487	772	1,263,191	15,320	1,974,795
Budgeted NBV 31 Dec	2017	10,502	718,136	12,676	222,040	5,673	1,190	695	1,976,191	15,320	2,962,423