

# **Marsaxlokk Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of March 2020 (Quarter 1)**

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***Overview and Summary***

The Marsaxlokk Local Council is presenting its Quarterly Financial Report for the period 1 January to 31st March 2020. Although the Council continues to operate in a healthy liquidity situation, it is putting huge efforts in keeping up with a business plan which it drafted in agreement with the Department of Local Councils. The Council is adhering to its business plan by all means possible.

In the meantime, the general outlook for the Council portrays itself as keeping up to the Budgeted expectations for 2020 and the investment in capital expenditure comes only from specified financial schemes of savings of past financial schemes which were awarded to the Council in the past financial years. Yet again, it were not for extra funds which the Council manages to generate from various sources, the annual allocation advanced to it by Central Government is never enough to meet the never-ending demand by the locality's residents. The Council is also planning to undertake a huge project by building new council offices over the coming years.

The Council is looking forward to another successful 12-month term ending 31 December 2020, where it is hoping to close its financials on a good note over and above what it achieved for this financial year. In acquiring this object, the Council will play very cautiously with its spending and avoid anything which is not in line with the Budget and the Business Plan as it did during the previous financial years.

**Mayor****Executive Secretary**

**Statement of Income and Expenditure**  
**1st January till End of March 2020 (Quarter 1)**

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	121,315	419,703	-	419,703
Income raised from Bye-Laws (2)	2,245	10,200	-	10,200
Income raised from LES (3)	393	1,900	-	1,900
Investment Income (4)	-	-	-	-
Other Income (5)	2,220	4,100	-	4,100
<b>TOTAL</b>	<b>126,173</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>
<b>Expenditure</b>				
Personal Emoluments (6)	23,316	126,318	-	126,318
Operations and Maintenance (7)	44,252	242,882	-	242,882
Administration (8)	13,769	62,383	-	62,383
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	8,043	45,497	-	45,497
<b>TOTAL</b>	<b>89,380</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>Surplus / Deficit</b>	<b>36,794</b>	<b>(41,177)</b>	<b>-</b>	<b>(41,177)</b>

## Statement of Financial Position as at end of March 2020 (Quarter 1)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	196,134	133,043		133,043
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	30,323	33,480	-	33,480
Cash and Cash Equivalents (13)	263,489	204,681	-	204,681
<b>Total Current Assets</b>	<b>293,812</b>	<b>238,161</b>	<b>-</b>	<b>238,161</b>
<b>Current Liabilities</b>				
Payables (14)	72,639	41,490	-	41,490
<b>Total Current Liabilities</b>	<b>72,639</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>Net Current Assets</b>	<b>221,173</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>417,307</b>	<b>329,714</b>	<b>-</b>	<b>329,714</b>
<b>Reserves</b>				
Retained Funds	417,307	329,714		329,714

## Financial Situation Indicator

DESCRIPTION				
Current Assets	293,812	238,161	-	238,161
Current Liabilities	72,639	41,490	-	41,490
<b>Working Capital</b>	<b>221,173</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
Government Allocation	357,808	365,597	-	357,808
<b>FSI</b>	<b>62 %</b>	<b>54 %</b>		<b>55 %</b>

**Cash flow Statement****DESCRIPTION**

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	36,794	(41,177)	-	(41,177)
Adjustments for:				
Depreciation	8,043	45,497	-	45,497
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	-	-	-	-
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Increase / (Decrease) in payables	7,506	16,039	-	16,039
Increase / (Decrease) in accruals	(35,452)	(25,451)	-	(25,451)
Decrease / (Increase) in receivables	(5,073)	9,412	-	9,412
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	11,818	4,320	-	4,320
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	11,818	4,320	-	4,320
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(6,273)	(175,000)	-	(175,000)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	-	175,000	-	175,000
Interest received	-	-	-	-
<i>Net cash used in investing activities</i>	(6,273)	-	-	-
<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>	5,545	4,320	-	4,320
Cash & cash equivalents at beginning of year	257,944	200,361	-	200,361
<b>Cash &amp; cash equivalents at end of Quarter</b>	263,489	204,681	-	204,681

## Detailed Income

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	93,647	365,597	-	365,597
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	27,668	54,106	-	54,106
	<b>121,315</b>	<b>419,703</b>	<b>-</b>	<b>419,703</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	-	-	-	-
0026-0035 Income from Permits	2,245	10,200	-	10,200
	<b>2,245</b>	<b>10,200</b>	<b>-</b>	<b>10,200</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	393	1,900	-	1,900
0038-0055 Contraventions	-	-	-	-
	<b>393</b>	<b>1,900</b>	<b>-</b>	<b>1,900</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	-	-	-
0096-0099 Income received from Governnet Securities	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information	1,320	500	-	500
0070-0075 EU funds	-	-	-	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	-	-	-	-
0120-0129 General Income	900	3,600	-	3,600
	<b>2,220</b>	<b>4,100</b>	<b>-</b>	<b>4,100</b>
<b>Total</b>	<b>126,173</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
	1100 Mayor's Allowance	3,201	12,804		12,804
	1200 Employees' Salaries & Wages	15,040	84,250		84,250
	1300 Bonuses	-	7,068		7,068
	1400 Income Supplements	439	878		878
	1500 Social Security Contributions	1,367	7,968		7,968
	1600 Allowances	2,650	10,600		10,600
	1700 Overtime	619	2,750		2,750
		<b>23,316</b>	<b>126,318</b>	<b>-</b>	<b>126,318</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	3,352	17,340		17,340
	2200-2259 Public Materials & Supplies	2,153	5,100		5,100
	2300-2399 Repairs & upkeep	4,909	20,400		20,400
	2400-2449 Rent	-	-		-
	3010 Street Lightning	2,301	9,690		9,690
	3020 Lease of Equipment	-	-		-
	3030 Insurance	879	3,060		3,060
	3035 Bank Charges	28	255		255
	3038 Penalties	-	-		-
	3041 Refuse Collection	7,022	60,000		60,000
	3042 Bulky Refuse Collection	1,271	10,000		10,000
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	-		-
	3051 Road & Street Cleaning	5,983	27,000		27,000
	3052 Cleaning & Maintenance of Non-Urban Areas	-	1,020		1,020
	3053 Cleaning of Public Conveniences	3,427	24,480		24,480
	3055 Cleaning of Council Premises	-	1,530		1,530
	3040 Waste Disposal	5,072	18,360		18,360
	3060 Cleaning & Maintenance of Parks & Gardens	-	-		-
	3061 Cleaning & Maintenance of Soft Areas	5,120	18,270		18,270
	3062 Cleaning & Maintenance of Beaches & CA	-	255		255
	3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
	6064 Other Contractual Services	-	-		-
	3070-3090 Consultation Fees	-	-		-
	3100-3139 Contract & Project Management	-	-		-
	3300-3379 Hospitality	2,735	24,000		24,000
	3380-3389 Community	-	1,530		1,530
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	-	82		82
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	510		510
		<b>44,252</b>	<b>242,882</b>	<b>-</b>	<b>242,882</b>
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	-	-		-
	2260-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	2,109	10,835		10,835
	2500-2599 National & International Memberships	86	300		300
	2600-2699 Office Services	4,697	14,280		14,280
	2700-2799 Transport	1,040	2,550		2,550
	2800-2899 Travel	-	-		-
	2900-2999 Information Services	731	6,018		6,018
	3050 Office Cleaning	-	-		-
	3410-3199 Professional Services	5,106	28,100		28,100
	3200-3299 Training	-	-		-
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	-	300		300
		<b>13,769</b>	<b>62,383</b>	<b>-</b>	<b>62,383</b>
<b>9</b>	<b>Finance Costs</b>				
	3036 Interest on Bank Loan	-	-		-
		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Detailed Statement of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset	-			-
3695 Increase/(Decrease) in allowance for bad debts				
8000-8099 Depreciation As at end of March 2020	8,043	45,497		45,497
		-		-
	<b>8,043</b>	<b>45,497</b>	<b>-</b>	<b>45,497</b>
<b>Total</b>	<b>89,380</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
	-	-	-	-
<b>12 Receivables</b>				
0201-0209 Receivables	15,857	22,870		22,870
0210-0219 LES Receivables	-			-
0220-0229 Receivables from EU	-			-
0250 Prepayments & Accrued income	11,658	7,802		7,802
Other debtors	2,808	2,808		2,808
	<b>30,323</b>	<b>33,480</b>	<b>-</b>	<b>33,480</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	263,489	204,681		204,681
	<b>263,489</b>	<b>204,681</b>	<b>-</b>	<b>204,681</b>
<b>14 Payables</b>				
4000 Payables	33,476	16,039		16,039
4100 Accruals	32,306	25,451		25,451
4150 Deferred Income	-	-		-
Current portion of long term borrowings				-
Grants not yet utilised	6,857			-
	<b>72,639</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
	-	-	-	-

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**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	Motor Vehicle	Property	Constr & Spec Prog	New street signs	Urban Improv	Plant & machinery	Office & comp equipment	Office Furniture & Fittings	Asset under const	Total
% of depreciation	€	€	€	€	€	€	€	€	€	€
20%	20,807	57,633	1,483,883	14,554	331,237	15,957	100,083	100,756	32,008	2,156,917
			-	-	-	-	4,339	948	986	6,273
Disposals				32,675					(32,675)	-
As at end of March 2020	20,807	57,633	1,483,883	14,554	363,912	15,957	104,422	101,704	319	2,163,190
<b>Cost</b>										
As at 1st January 2020										
Additions		44,232	760,810		270,134		51,983	59,474		1,186,633
Disposals			-	7,811			2,847	-		10,658
As at end of March 2020	-	44,232	760,810	-	277,945	-	54,830	59,474	-	1,197,291
<b>Grants/ other reimbursements</b>										
As at 1st January 2020										
Additions										
As at end of March 2020										
<b>Accumulated Depreciation</b>										
As at 1st January 2020	19,765	558	609,825	14,554	35,224	14,788	40,695	26,313		761,722
Charge for the period	132	36	4,972	-	1,969	74	471	389		8,043
Released on disposal										-
As at end of March 2020	19,897	594	614,797	14,554	37,193	14,862	41,166	26,702	-	769,765
<b>NBV</b>										
As at end of March 2020	910	12,807	108,276	-	48,774	1,095	8,426	15,528	319	196,134