



# **Mtarfa Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of June 2021 (Quarter 2)**



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***Overview and Summary***

The Income and Expenditure for Quarter 2 is registering a surplus of €1,573. The annual budget for year 2021 envisaged a surplus of €590 for the year.

The net current asset for the period is positive as the net current asset position is €49,392. This positive situation is due to the fact that the cash and cash equivalents was very high and in fact the balance as at end of June 2021 amounted to €160,230.

The results above confirmed that the financial situation is positive as the net position (i.e current assets, current liabilities and total long term liabilities) was positive and it amounted to 16% of the Annual Government Allocation for 2021.

Dr. Daniel Attard  
Mayor

Josette Micallef  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of June 2021 (Quarter 2)**

DESCRIPTION	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	165,842	347,464	-	347,464
Income raised from Bye-Laws (2)	1,380	4,140	-	4,140
Income raised from LES (3)	324	500	-	500
Investment Income (4)	-	6	-	6
Other Income (5)	5,149	18,760	-	18,760
<b>TOTAL</b>	<b>172,695</b>	<b>370,870</b>	<b>-</b>	<b>370,870</b>
<b>Expenditure</b>				
Personal Emoluments (6)	50,591	124,765	-	124,765
Operations and Maintenance (7)	81,239	165,541	-	165,541
Administration (8)	34,468	59,102	-	59,102
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	4,824	20,873	-	20,873
<b>TOTAL</b>	<b>171,122</b>	<b>370,280</b>	<b>-</b>	<b>370,280</b>
<b>Surplus / Deficit</b>	<b>1,573</b>	<b>590</b>	<b>-</b>	<b>590</b>

## Statement of Financial Position as at end of June 2021 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	293,996	309,382		309,382
<b>Current Assets</b>				
Inventories (11)	4,035	4,000	-	4,000
Receivables (12)	56,310	35,000	-	35,000
Cash and Cash Equivalents (13)	160,230	199,893	-	199,893
<b>Total Current Assets</b>	<b>220,575</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Current Liabilities</b>				
Payables (14)	171,183	238,893	-	238,893
<b>Total Current Liabilities</b>	<b>171,183</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Net Current Assets</b>	<b>49,392</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
<b>Non-current liabilities (15)</b>	<b>139,910</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>203,478</b>	<b>309,382</b>	<b>-</b>	<b>309,382</b>
<b>Reserves</b>				
Retained Funds	203,478	309,382	-	309,382

## Financial Situation Indicator

DESCRIPTION				
Current Assets	220,575	238,893	-	238,893
Current Liabilities	171,183	238,893	-	238,893
<b>Working Capital</b>	<b>49,392</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
Government Allocation	301,390	347,464	-	301,390
<b>FSI</b>	<b>16 %</b>	<b>(0) %</b>		<b>(0) %</b>

## Cash flow Statement

## DESCRIPTION

	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	1,573	590	-	590
Adjustments for:				
Depreciation	4,824	20,873	-	20,873
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Amortisation				-
Increase / (Decrease) in payables	28,243	16,501		16,501
Increase / (Decrease) in accruals	(499)			-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Cash generated from operations	34,141	37,963	-	37,963
Interest paid				-
<i>Net cash from operating activities</i>	34,141	37,963	-	37,963
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(58,000)	(387,560)		(387,560)
Proceeds from sale of property, plant & equipment				-
Grants received	-	293,000		293,000
Interest received				-
<i>Net cash used in investing activities</i>	(58,000)	(94,560)	-	(94,560)
<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>	(23,859)	(56,597)	-	(56,597)
Cash & cash equivalents at beginning of year	184,089	256,490		256,490
<b>Cash &amp; cash equivalents at end of Quarter</b>	160,230	199,893	-	199,893

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	149,196	301,390		301,390
0002-0004 In terms of section 58 CAP 363		35,636		35,636
0005-0019 Other income	16,646	10,438		10,438
	<b>165,842</b>	<b>347,464</b>	-	<b>347,464</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		-		-
0026-0035 Income from Permits	1,380	4,140		4,140
	<b>1,380</b>	<b>4,140</b>	-	<b>4,140</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	324	500		500
0038-0055 Contraventions	-	-		-
	<b>324</b>	<b>500</b>	-	<b>500</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		6		6
0096-0099 Income received from Governnet Securities		-		-
	-	<b>6</b>	-	<b>6</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information		-		-
0070-0075 EU funds		-		-
0076-0080 Twinning		-		-
0081-0089 Insurance Claims	-	-		-
0100-0109 Donations	290	-		-
0110-0119 Contributions	75	3,000		3,000
0120-0129 General Income	4,784	15,760		15,760
	<b>5,149</b>	<b>18,760</b>	-	<b>18,760</b>
<b>Total</b>	<b>172,695</b>	<b>370,870</b>	-	<b>370,870</b>



## Detailed Expenditure

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	5,281	10,571		10,571
1200 Employees' Salaries & Wages	31,361	81,688		81,688
1300 Bonuses	3,141	8,404		8,404
1400 Income Supplements		380		380
1500 Social Security Contributions	2,815	7,722		7,722
1600 Allowances	6,614	13,000		13,000
1700 Overtime	1,379	3,000		3,000
	<b>50,591</b>	<b>124,765</b>	-	<b>124,765</b>
<b>7 Operations and Maintenance</b>				
2100-2149 Public Utilities	2,302	5,116		5,116
2200-2259 Public Materials & Supplies	1,420	6,500		6,500
2300-2399 Repairs & upkeep	3,947	13,100		13,100
2400-2449 Rent	5,775	7,331		7,331
3010 Street Lightning	7,413	10,000		10,000
3020 Lease of Equipment	3,362	150		150
3030 Insurance	973	1,634		1,634
3035 Bank Charges	177	270		270
3038 Penalties				-
3041 Refuse Collection	9,094	20,752		20,752
3042 Bulky Refuse Collection	3,235	5,000		5,000
3043 Bins on wheels		-		-
3045 Bring in sites				-
3051 Road & Street Cleaning	9,218	19,428		19,428
3052 Cleaning & Maintenance of Non-Urban Areas				-
3053 Cleaning of Public Conveniences	2,808	5,640		5,640
3055 Cleaning of Council Premises				-
3040 Waste Disposal	7,800	17,400		17,400
3060 Cleaning & Maintenance of Parks & Gardens	17,498	22,600		22,600
3061 Cleaning & Maintenance of Soft Areas				-
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services	3,577	1,506		1,506
3070-3090 Consultation Fees				-
3100-3139 Contract & Project Management				-
3300-3379 Hospitality		15,750		15,750
3380-3389 Community	2,640	12,964		12,964
3390-3394 Donations				-
3600-3694 Local Enforcement Expenses		400		400
3700-3799 EU Projects				-
3800-3899 Twinning				-
Provision for Bad LES debts				-
	<b>81,239</b>	<b>165,541</b>	-	<b>165,541</b>
<b>8 Administration</b>				
2150-2199 Office Utilities	1,660	4,984		4,984
2260-2299 Office Materials & Supplies	69	500		500
2450-2499 Office Rent		-		-
2500-2599 National & International Memberships	150	600		600
2600-2699 Office Services	931	1,640		1,640
2700-2799 Transport	719	9,710		9,710
2800-2899 Travel		1,000		1,000
2900-2999 Information Services	926	7,790		7,790
3050 Office Cleaning	1,062	1,080		1,080
3410-3199 Professional Services	28,741	30,098		30,098
3200-3299 Training		-		-
3345 Office Hospitality	212	1,500		1,500
3400-3499 Incidental Expenses		200		200
	<b>34,468</b>	<b>59,102</b>	-	<b>59,102</b>
<b>9 Finance Costs</b>				
3036 Interest on Bank Loan				-
	-	-	-	-

## Detailed Statment of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<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 June 2021	4,824	20,873		20,873
Disposal of Assets				-
Depreciation	<b>4,824</b>	<b>20,873</b>	-	<b>20,873</b>
<b>Total</b>	<b>171,122</b>	<b>370,280</b>	-	<b>370,280</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables	4,035	4,000		4,000
				-
	<b>4,035</b>	<b>4,000</b>	-	<b>4,000</b>
<b>12 Receivables</b>				
0201-0209 Receivables	26,816	15,000		15,000
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	29,494	20,000		20,000
				-
	<b>56,310</b>	<b>35,000</b>	-	<b>35,000</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	160,230	199,893		199,893
	<b>160,230</b>	<b>199,893</b>	-	<b>199,893</b>
<b>14 Payables</b>				
4000 Payables	129,458	106,500		106,500
4100 Accruals	40,223	55,000		55,000
4150 Deferred Income	1,502	77,393		77,393
Current portion of long term borrowings				-
				-
	<b>171,183</b>	<b>238,893</b>	-	<b>238,893</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Advance payment	139,910	-		-
	<b>139,910</b>	-	-	-

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## Total Commitments (Recurrent and Capital)

## DESCRIPTION

€	€	€
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## Recurrent and Capital

Mtarfa Tower Clock

125,010	125,010	
<b>125,010</b>	125,010	-

## Long Term Loans

-	-	-

## Others

-	-	-

## 17 Depreciation of Property, Plant and Equipment

<b>Asset</b>	Furn & Fittings	Office Equipment	Urban Improvements	Construction & Street Lighting	Trees	Plant & Machinery	Computer Equipment	Street Signs	Assets under construction	<b>Total</b>
% of depreciation	8%	20%	10%	1%	0%	20%	25%	100%	0%	
	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2021	50,489	19,135	300,479	572,895	9,370	8,824	9,529	38,068	190,207	1,198,996
Additions	320	229			1,285	490			55,676	58,000
Disposals										-
As at end of June 2021	<b>50,809</b>	<b>19,364</b>	<b>300,479</b>	<b>572,895</b>	<b>10,655</b>	<b>9,314</b>	<b>9,529</b>	<b>38,068</b>	<b>245,883</b>	<b>1,256,996</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2021		2,847	112,480	436,127		2,300			2,599	<b>556,353</b>
Additions			-							-
As at end of June 2021	-	<b>2,847</b>	<b>112,480</b>	<b>436,127</b>	-	<b>2,300</b>	-	-	<b>2,599</b>	<b>556,353</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2021	37,843	14,500	183,868	113,077	-	5,127	9,341	38,068	-	<b>401,824</b>
Charge for the period	972	879	922	1,582		280	188	-	-	<b>4,824</b>
Released on disposal										-
As at end of June 2021	<b>38,815</b>	<b>15,379</b>	<b>184,790</b>	<b>114,659</b>	-	<b>5,407</b>	<b>9,529</b>	<b>38,068</b>	-	<b>406,647</b>
<b>NBV</b> As at end of June 2021	<b>11,994</b>	<b>1,138</b>	<b>3,209</b>	<b>22,109</b>	<b>10,655</b>	<b>1,607</b>	<b>0</b>	-	<b>243,284</b>	<b>293,996</b>