

# **Mtarfa Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of September 2020 (Quarter 3)**

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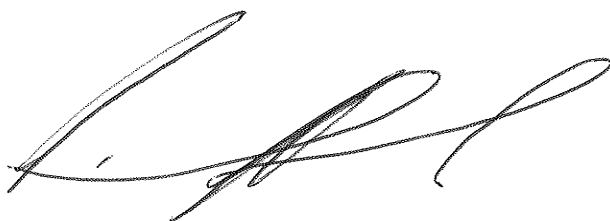
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*Overview and Summary*

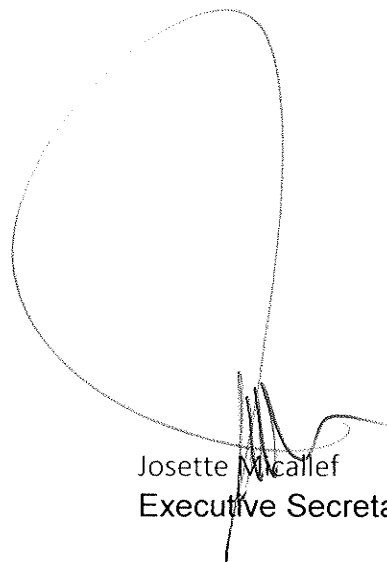
The Income and Expenditure for Quarter 3 is registering a surplus of €12,596. The annual budget for year 2020 envisaged a breakeven position for the year. Virements for the period have been made as it is more likely that the year 2020 will end up with a surplus.

The net current asset for the period is positive as the net current asset position is €69,058. 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 September 2020 amounted to €327,056. The Government Allocation for October to December 2020 had already been received by the end of September 2020.

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 24% of the Annual Government Allocation for 2020.



Dr. Daniel Attard  
Mayor



Josette Micallef  
Executive Secretary

## Statement of Income and Expenditure

1st January till End of September 2020 (Quarter 3)

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)	241,234	304,006	(15,456)	319,462
Income raised from Bye-Laws (2)	4,078	3,700	(378)	4,078
Income raised from LES (3)	378	1,250	500	750
Investment Income (4)	-	-	-	-
Other Income (5)	2,785	2,796	(650)	3,446
<b>TOTAL</b>	<b>248,475</b>	<b>311,752</b>	<b>(15,984)</b>	<b>327,736</b>
<b>Expenditure</b>				
Personal Emoluments (6)	74,133	97,989	(2,960)	100,949
Operations and Maintenance (7)	130,309	157,547	(20,718)	178,265
Administration (8)	23,726	36,725	6,700	30,025
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	7,711	19,490	9,000	10,490
<b>TOTAL</b>	<b>235,879</b>	<b>311,752</b>	<b>(7,978)</b>	<b>319,729</b>
<b>Surplus / Deficit</b>	<b>12,596</b>	<b>0</b>	<b>(8,006)</b>	<b>8,007</b>

## Statement of Financial Position as at end of September 2020 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	167,712	90,975	(75,000)	165,975
<b>Current Assets</b>				
Inventories (11)	4,081	4,000	-	4,000
Receivables (12)	21,719	29,235	8,000	21,235
Cash and Cash Equivalents (13)	327,056	207,490	(40,000)	247,490
<b>Total Current Assets</b>	<b>352,856</b>	<b>240,725</b>	<b>(32,000)</b>	<b>272,725</b>
<b>Current Liabilities</b>				
Payables (14)	283,798	55,628	(153,000)	208,628
<b>Total Current Liabilities</b>	<b>283,798</b>	<b>55,628</b>	<b>(153,000)</b>	<b>208,628</b>
<b>Net Current Assets</b>	<b>69,058</b>	<b>185,097</b>	<b>121,000</b>	<b>64,097</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>236,770</b>	<b>276,072</b>	<b>46,000</b>	<b>230,072</b>
<b>Reserves</b>				
Retained Funds	236,770	276,072	46,000	230,072

## Financial Situation Indicator

DESCRIPTION					
Current Assets		352,856	240,725	(32,000)	272,725
Current Liabilities		283,798	55,628	(153,000)	208,628
<b>Working Capital</b>		<b>69,058</b>	<b>185,097</b>	<b>121,000</b>	<b>64,097</b>
Government Allocation		289,090	289,090	-	289,090
<b>FSI</b>		<b>24 %</b>	<b>64 %</b>		<b>22 %</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	12,596	0	(8,006)	8,007
Adjustments for:				
Depreciation	7,711	19,490	9,000	10,490
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Amortisation				-
Increase / (Decrease) in payables	101,167			-
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	121,474	19,490	994	18,497
Interest paid				-
<i>Net cash from operating activities</i>	121,474	19,490	994	18,497
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(59,533)	(142,000)		(142,000)
Proceeds from sale of property, plant & equipment				-
Grants received	-	120,000		120,000
Interest received				-
<i>Net cash used in investing activities</i>	(59,533)	(22,000)	-	(22,000)
<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>	61,941	(2,510)	994	(3,503)
Cash & cash equivalents at beginning of year	265,115	210,000		210,000
<b>Cash &amp; cash equivalents at end of Quarter</b>	327,056	207,490	994	206,497

## 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	215,666	289,090		289,090
0002-0004 In terms of section 58 CAP 363	15,456	-	(15,456)	15,456
0005-0019 Other income	10,113	14,916		14,916
	<b>241,234</b>	<b>304,006</b>	<b>(15,456)</b>	<b>319,462</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		-		-
0026-0035 Income from Permits	4,078	3,700	(378)	4,078
	<b>4,078</b>	<b>3,700</b>	<b>(378)</b>	<b>4,078</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	378	1,250	500	750
0038-0055 Contraventions	-	-		-
	<b>378</b>	<b>1,250</b>	<b>500</b>	<b>750</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		-		-
0096-0099 Income received from Governnet Securities		-		-
	-	-	-	-
<b>5 Sponsorships</b>				
0066-0069 Documents & Information		-		-
0070-0075 EU funds		-		-
0076-0080 Twinning		-		-
0081-0089 Insurance Claims		-		-
0100-0109 Donations	160		(160)	160
0110-0119 Contributions	490		(490)	490
0120-0129 General Income	2,134	2,796		2,796
	<b>2,785</b>	<b>2,796</b>	<b>(650)</b>	<b>3,446</b>
<b>Total</b>	<b>248,475</b>	<b>311,752</b>	<b>(15,984)</b>	<b>327,736</b>

## Detailed Expenditure

## DESCRIPTION

## 6 i) Personal Emoluments

1100	Mayor's Allowance
1200	Employees' Salaries & Wages
1300	Bonuses
1400	Income Supplements
1500	Social Security Contributions
1600	Allowances
1700	Overtime

Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
€	€	€	€
7,803	7,706	(2,698)	10,404
46,117	62,242		62,242
4,132	6,267		6,267
642	380	(262)	642
4,322	5,854		5,854
9,750	13,000		13,000
1,368	2,541		2,541
<b>74,133</b>	<b>97,989</b>	<b>(2,960)</b>	<b>100,949</b>

## DESCRIPTION

## 7 Operations and Maintenance

2100-2149	Public Utilities
2200-2259	Public Materials & Supplies
2300-2399	Repairs & upkeep
2400-2449	Rent
3010	Street Lightning
3020	Lease of Equipment
3030	Insurance
3035	Bank Charges
3038	Penalties
3041	Refuse Collection
3042	Bulky Refuse Collection
3043	Bins on wheels
3045	Bring in sites
3051	Road & Street Cleaning
3052	Cleaning & Maintenance of Non-Urban Areas
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
3062	Cleaning & Maintenance of Beaches & CA
3063	Cleaning & Maintenance of Country Non-Urban
6064	Other Contractual Services
3070-3090	Consultation Fees
3100-3139	Contract & Project Management
3300-3379	Hospitality
3380-3389	Community
3390-3394	Donations
3600-3694	Local Enforcement Expenses
3700-3799	EU Projects
3800-3899	Twinning
	Provision for Bad LES debts

€	€	€	€
2,251	7,707	2,000	5,707
6,465	2,300	(5,000)	7,300
9,573	13,900		13,900
4,794	7,331		7,331
7,950	8,000		8,000
5,238	150	(5,300)	5,450
1,021	1,434		1,434
67	80		80
			-
15,685	20,752		20,752
5,763	5,000	(1,000)	6,000
	-		-
	-		-
13,821	18,428		18,428
	-		-
4,860	5,640		5,640
	-		-
11,837	17,400		17,400
29,789	22,450	(8,000)	30,450
	-		-
	-		-
7,538	4,316	(3,500)	7,816
	-		-
3,737	21,160		21,160
	-		-
	-		-
	1,500		1,500
	-		-
	-		-
(82)		82	(82)
<b>130,309</b>	<b>157,547</b>	<b>(20,718)</b>	<b>178,265</b>

## 8 Administration

2150-2199	Office Utilities
2260-2299	Office Materials & Supplies
2450-2499	Office Rent
2500-2599	National & International Memberships
2600-2699	Office Services
2700-2799	Transport
2800-2899	Travel
2900-2999	Information Services
3050	Office Cleaning
3410-3199	Professional Services
3200-3299	Training
3345	Office Hospitality
3400-3499	Incidental Expenses

3,132	2,088		2,088
390	1,000		1,000
-	-		-
354	600		600
2,466	1,760		1,760
940	2,300	1,000	1,300
	1,000	1,000	-
1,206	8,290	4,000	4,290
1,295	1,080		1,080
12,913	16,407		16,407
	500	500	-
1,029	1,500		1,500
	200	200	-
	-		-
<b>23,726</b>	<b>36,725</b>	<b>6,700</b>	<b>30,025</b>

## 9 Finance Costs

3036	Interest on Bank Loan
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			-
			-
			-



## Detailed Statement of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 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 September 2020	7,711	19,490	9,000	10,490
Disposal of Assets				-
	7,711	19,490	9,000	10,490
<b>Total</b>	<b>235,879</b>	<b>311,752</b>	<b>(7,978)</b>	<b>319,729</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables	4,081	4,000		4,000
	4,081	4,000	-	4,000
<b>12 Receivables</b>				
0201-0209 Receivables	11,770	9,235	(2,000)	11,235
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	9,949	20,000	10,000	10,000
	21,719	29,235	8,000	21,235
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	327,056	207,490	(40,000)	247,490
	327,056	207,490	(40,000)	247,490
<b>14 Payables</b>				
4000 Payables	38,121	35,000	(5,000)	40,000
4100 Accruals	35,656	20,000	(10,000)	30,000
4150 Deferred Income	210,021	628	(138,000)	138,628
Current portion of long term borrowings				-
	283,798	55,628	(153,000)	208,628
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Deferred Income				-
	-	-	-	-

16

**Total Commitments (Recurrent and Capital)**

**DESCRIPTION**

€	€	€
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**Recurrent and Capital**

Mtarfa Tower Clock

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

**Long Term Loans**

-	-	-

**Others**

-	-	-

## 17 Depreciation of Property, Plant and Equipment

Asset	Furn & Fittings	Office Equipment	Urban Improvements	Construction	Trees	Plant & Machinery	Computer Equipment	Street Signs	Assets under construction	Total
% of depreciation	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2020	49,532	18,873	298,106	518,806	9,370	9,107	11,561	38,068	56,660	1,010,083
Additions	805	262	2,744			69	295		55,358	59,533
Disposals										-
As at end of September 2020	<b>50,337</b>	<b>19,135</b>	<b>300,850</b>	<b>518,806</b>	<b>9,370</b>	<b>9,176</b>	<b>11,856</b>	<b>38,068</b>	<b>112,018</b>	<b>1,069,615</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2020		2,847	112,480	400,968		2,300				518,595
Additions			-	-						-
As at end of September 2020	-	<b>2,847</b>	<b>112,480</b>	<b>400,968</b>	-	<b>2,300</b>	-	-	-	<b>518,595</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2020	36,391	12,517	182,066	90,983	-	5,663	9,910	38,068	-	375,598
Charge for the period	1,413	1,539	1,403	2,373		227	756	-	-	7,711
Released on disposal										-
As at end of September 2020	<b>37,804</b>	<b>14,056</b>	<b>183,469</b>	<b>93,356</b>	-	<b>5,890</b>	<b>10,666</b>	<b>38,068</b>	-	<b>383,308</b>
<b>NBV</b>	<b>12,533</b>	<b>2,232</b>	<b>4,901</b>	<b>24,482</b>	<b>9,370</b>	<b>987</b>	<b>1,190</b>	-	<b>112,018</b>	<b>167,712</b>