

St Lucia Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2014 (Quarter 1)

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Overview and Summary

The first quarterly report for the year 2014 covers the period from 1st January 2014 to 31 March 2014.

The financial allocation for this year totals to €295,939.00 which is slightly less than that of the previous year. The Council discussed a draft Budget for the year 2014 and a three year Business Plan 2014-2016 during a Council Meeting held on the 17 February 2014. The final drafts were later approved during CM26-14 held on the 25 March 2014.

The annual locality meeting was held on the 3rd February 2014 where the Council presented an Administrative Report for the year 2013 and the Council's plans and goals for the year 2014.

During this first quarter of the year the Council focused on three major projects. The Renovation Project for the Garden of Serenity is now well underway and has entered into the final phase of the project. During this period there were two major break throughs in the implementation of this project. One was the agreement reached between IPPR and ELC Ltd. for the landscaping of the garden for a total cost of €120,000.00 and the second was the agreement reached with the Ministry of Finance for the financing of the expense related to the trenching works and installation of an Enemalta Cable from the substation in Triq Gulletta Lopez to the Garden of Serenity in Triq Pepprin.

The second project is the construction of the underground reservoir in Triq il-Gnien. This project is partially funded through a Government Scheme for Special Projects. This project is intended to address the problem caused by rain water flooding in this road. Following a public call this tender was awarded to Schembri Barbros Ltd.

The above mentioned project will pave the way for the resurfacing of Triq il-Gnien which is the third and final road to be resurfaced under the PPP Scheme for Road Resurfacing Works. The Contractor is currently carrying out the final preparations for works to commence. Works on this road will also include trenching and laying of a new water main as requested by Water Services Corporation.

During this period the Council awarded the following tender:

WR(57-13-02)Construction of an underground water reservoir in Triq il-Gnien, to Schembri Barbros Ltd.

The Statement of Affairs for the first quarter of the year 2014 shows a surplus of €16,468.00. The Council will continue to monitor its financial situation and consider these quarterly reports as an important tool to assist the Council in maintaining a healthy financial situation.

Statement of Income and Expenditure**1st January till End of March 2014 (Quarter 1)****DESCRIPTION****Annual Budget
2014**

€

€

Income

Funds received from Central Government (1)

86,465

364,345

Income raised from Bye-Laws (2)

500

2,000

Income raised from LES (3)

809

2,000

Investment Income (4)

132

1,300

Other Income (5)

674

1,500

TOTAL**88,580****371,145****Expenditure**

Personal Emoluments (6)

19,998

80,191

Operations and Maintenance (7)

32,772

173,480

Administration (8)

7,645

25,700

Finance Cost (9)

-

732

Other Expenditure (10)

11,697

50,123

TOTAL**72,112****330,226****Surplus / Deficit****16,468****40,919**

Balance Sheet as at end of March 2014 (Quarter 1)

DESCRIPTION	Annual Budget 2014	
	€	€
Non-current Assets		
Property, Plant and Equipment (17)	483,303	533,582
Current Assets		
Inventories (11)	4,651	4,651
Receivables (12)	59,182	55,072
Cash and Cash Equivalents (13)	90,309	91,214
Total Current Assets	154,142	150,937
Current Liabilities		
Payables (14)	148,228	182,444
Current portion of Long-Term Borrowings	1,418	1,308
Total Current Liabilities	149,646	183,752
Net Current Assets	4,496	- 32,815
Non-current liabilities (15)	147,397	
Net Assets	340,402	500,767
Reserves		
Retained Funds	340,402	141,475

Financial Situation Indicator

DESCRIPTION		
Current Assets	154,142	150,937
Current Liabilities	149,646	183,752
Total Long Term Liabilities	147,397	-
Commitments approved by Ministry		-
	(142,901)	(32,815)
Total Government Allocation	295,940	295,940
	-48%	-11.09%

Cash Flow Statement

	€
Surplus for the year	16,468
Adjustments for:	
Depreciation	11,697
Increase / (Decrease) in Allowance for Bad Debts	
Interest receivable	(132)
Interest payable	- 1
(Profit) / Loss on disposal of asset	
Grants released to income	-6924
Increase / (Decrease) in payables	-22,910
Decrease / (Increase) in receivables	2,431
Decrease / (Increase) in inventories	
Cash generated from operations	629
Interest paid	-
<i>Net cash from operating activities</i>	629
Cash flows from investing activities	
Purchase of property, plant & equipment	-385
Proceeds from sale of property, plant & equipment	1
Interest received	132
Interest paid	
<i>Net cash used in investing activities</i>	-252
Cash flows from financing activities	
Proceeds from long-term borrowings	
Grants received	
Loan Repayments	- 537
<i>Net cash from financing activities</i>	-537
Net increase/(decrease) in cash & cash equivalents	(160)
Cash & cash equivalents at beginning of year	90,469
Cash & cash equivalents at end of Quarter	90309

DESCRIPTION	€
Income	
1 Funds received from Cental Government:	
0001 In terms of section 55 CAP 363	73,985
0002-0004 In terms of section 58 CAP 363	
0005-0019 Other income	12,480
	86,465
2 Income raised from Bye-Laws	
0021-0025 Community Services	40
0026-0035 Income from Permits	460
	500
3 Local Enforcement Income	
0037 Share of Profit from Joint Committee	-
0038-0055 Contraventions	809
	809
4 Investment Income	
0091-0095 Bank interest	132
0096-0099 Income received from Governmet Securities	-
	132
5	
056-0065 Sponsorships	1
0066-0069 Documents & Information	152
0070-0075 EU funds	
0076-0080 Twinning	
0081-0089 Insurance Claims	
0100-0109 General Income	141
0100 Donations	
0120 Contributions	380
	674
Total	88,580
6 i) Personal Emoluments	
1100 Mayor's Allowance	1,717
1200 Employees' Salaries & Wages	13,804
1300 Bonuses	2,342
1400 Income Supplements	1
1500 Social Security Contributions	1,394
1600 Allowances	
1700 Overtime	740
	19,998
ii) Number of Employees	
Full time	
Executive Secretary	1
Executive clerk	1
Clerk	1
	3
Part time	
	-
Total number of employees	3

DESCRIPTION	€
7 Operations and Maintenance	
2100-2149 Public Property Utilities	
2200-2259 Materials & Supplies	
2300-2399 Repairs & upkeep	3,963
2400-2449 Rent	
3010 Street Lightning	499
3020 Lease of Equipment	
3030 Insurance	1,606
3035 Bank Charges	90
3038 Penalties	
3041 Refuse Collection	8,332
3042 Bulky Refuse Collection	1,008
3043 Bins on wheels	
3045 Bring in sites	
3050-3051 Road & Street Cleaning	3,073
3052 Cleaning & Maintenance of Non-Urban Areas	
3053 Cleaning of Public Conveniences	112
3055 Cleaning of Council Premises	1,057
3040 Waste Disposal	5,353
3060 Other contractual Services	
3061 Cleaning & Maintenance of Parks & Gardens	6,202
3062 Cleaning & Maintenance of Soft Areas	
3063 Cleaning & Maintenance of Beaches & CA	
6064 Cleaning & Maintenance of Country Non-Urban	
3070-3090 Consultation Fees	
3100-3139 Contract & Project Management	
3300-3379 Hospitality	
3380-3389 Community	154
3390-3394 Donations	
3600-3694 Local Enforcement Expenses	
3700-3799 EU Projects	-
3800-3899 Twinning	-
Other contractual Services	1,323
	32,772
8 Administration	
2150-2199 Office Utilities	1,248
2260-2299 Office Materials & Supplies	423
2450-2499 Office Rent	1,448
2500-2599 National & International Memberships	20
2600-2699 Office Services	1,585
2700-2799 Transport	518
2800-2899 Travel	
2900-2999 Information Services	69
3410-3199 Professional Services	410
3200-3299 Training	
3345 Office Hospitality	1,224
3400-3499 Sundry Minor Expenses	31
ICT exp	669
	7,645
9 Finance Costs	
3036 Interest on Bank Loan	-
	-

DESCRIPTION	€
10 Other Expenditure	
1500-3599 Loss / (Profit) on Disposal of asset	
3695 Increase/(Decrease) in allowance for bad debts	
8000-8099 Depreciation	11,697
	<u>11,697</u>
Total	<u>72,112</u>
11 Inventories	
5201-5249 Stationery	
5250-5299 Consumables	
5200 Stock	4,651
	<u>4,651</u>
12 Receivables	
0201-0209 Receivables	
0210-0219 LES debtors	9,191
0220-0229 Receivables from EU	
0250 Prepayments & Accrued income	41,670
0214 Provision for doubtful debts + Deferred income	8,321
	<u>59,182</u>
13 Cash & Equivalent	
5001-5099 Bank & Cash Balances	90,309
	<u>90,309</u>
14 Payables	
4000 Payables	15,897
4100 Accruals	115,251
4150 Deferred Income	17,081
Current portion of long term borrowings	1,418
	(1)
	<u>149,646</u>
15 Non Current Liabilities	
4200 Long Term Borrowing	16,495
Deferred income - Grant	130,902
	<u>147,397</u>

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Capital Commitments**DESCRIPTION**

€

Approved but not yet contracted for:

-

Contracted for but not provided for in Quarterly Financial Statements:

Public, Private Partnership (PPP) scheme:

- Triq Inex Soler - completed but still to pay 40% of total cost:
- Triq Guljetta Lopez - completed but still to pay 60% of total cost:
- Triq il- Gnien estimated cost

39,172

61,197

83,000

183,369

Others

Construction of an underground water reservoir in Triq il-Gnien for the estimated cost of 26000.00euro which is being partially funded under a Government scheme for Special Projects

17 Depreciation of Property, Plant and Equipment

Asset	Plant & Machinery	Office Furniture Fixtures & Fittings	Office & Computer Equipment	Motor Vehicles	Street Signs	Street Pavings	Urban Improvements Const & Special Programmes	Council Premises	Assets under Construction	Total
% of depreciation	20%	8%	25%		100%	10%	10%	10%	0%	
	€	€	€	€	€	€	€	€	€	
Cost										
As at 1st January 2014	19,446	32,238	26,840		19,722	121,395	752,725	31,447	(1)	1,003,812
Additions			385							385
Disposals										-
As at end of March 2014	19,446	32,238	27,225	-	19,722	121,395	752,725	31,447	(1)	1,004,197
Grants/ other reimbursements										
As at 1st January 2014	-	-		-	-	-	104,182	-	-	104,182
Additions										-
As at end of March 2014	-	-	-	-	-	-	104,182	-	-	104,182
Accumulated Depreciation										
As at 1st January 2014	12,403	17,064	20,309		19,721	77,589	255,870	2,059	-	405,015
Charge for the period	346	283	340			1,086	9,569	73		11,697
Released on disposal										-
As at end of March 2014	12,749	17,347	20,649	-	19,721	78,675	265,439	2,132	-	416,712
NBV As at end of March 2014	6,697	14,891	6,576	-	1	42,720	383,104	29,315	(1)	483,303