

Valletta Local Council

Quarterly Financial Report

for the Period

1st January till End of June 2019 (Quarter 2)

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Overview and Summary

The financial report covers the period ended from 1 January 2019 to 30 June 2019. During this period under review the Council's revenue amounted to € 650,986. The total expenditure amounted to € 701,74 after taking into consideration depreciation of property, plant and equipment amounting to € 52,091.

The Council's Government allocation for the period amounted to € 446,095. Income raised for permits amounted to € 93,157. Other government income amounting to Euro 16,000. This represents income on the Cultural activities.

Income from LES amounted to € 5,289 while income from other contributions amounted to Euro 33,455. This income include the CVA and Transport Malta contract. During the period the Local Council obtained EU funds of Euro 56,990 on the I Access Project.

Salary costs amounted to € 116,017 while Operations and Maintenance amounted to € 485,992. Included with operations and maintenance there is community and social event costs of € 54,837. During this period the Administration costs amounted to € 47,646.

During the period the Local Council purchased property, plant and equipment amounting to Euro 47,069. This include the services for a new Valletta Local Council Website amounting to Euro 8,967, Urban improvements amounting to Euro 20,979 and office furniture and computer equipment amounting to Euro 17,123.

The Local Council has received in advance the amount of Euro 65,176 from the Central Government in respect of the additional subvention granted for 2019. This amount is not included in the income statement but is shown as a deferred income. The financial performance for the period ended from 1 January 2019 to 30 June 2019 resulted in a deficit of € (50,760).

Alfred Zammit
Mayor

Ms. Gabriella Agius
Executive Secretary

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Statement of Income and Expenditure
1st January till End of June 2019 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
Income				
Funds received from Central Government (1)	462,095	461,095	(1,000)	462,095
Income raised from Bye-Laws (2)	93,157	57,500	(35,657)	93,157
Income raised from LES (3)	5,289	6,000	711	5,289
Investment Income (4)	-	12	12	-
Other Income (5)	90,445	17,500	(72,945)	90,445
TOTAL	650,986	542,107	(108,879)	650,986
Expenditure				
Personal Emoluments (6)	116,017	85,488	(30,529)	116,017
Operations and Maintenance (7)	485,992	408,750	(77,242)	485,992
Administration (8)	47,646	66,451	18,805	47,646
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	52,091	42,583	(9,508)	52,091
TOTAL	701,746	603,272	(98,474)	701,746
Surplus / Deficit	(50,760)	(61,165)	(10,405)	(50,760)

Statement of Financial Position as at end of June 2019 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
Non-current Assets				
Property, Plant and Equipment (17)	432,941	568,614	135,673	432,941
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	105,710	29,571	(76,139)	105,710
Cash and Cash Equivalents (13)	(33,679)	(34,815)	(1,136)	(33,679)
Total Current Assets	72,031	(5,244)	(77,275)	72,031
Current Liabilities				
Payables (14)	639,170	531,160	(108,010)	639,170
Total Current Liabilities	639,170	531,160	(108,010)	639,170
Net Current Assets	(567,139)	(536,404)	30,735	(567,139)
Non-current liabilities (15)	-	-	-	-
Net Assets	(134,198)	32,210	166,408	(134,198)
Reserves				
Retained Funds	(134,198)	32,210	166,408	(134,198)

Financial Situation Indicator

DESCRIPTION				
Current Assets	72,031	(5,244)	(77,275)	72,031
Current Liabilities	639,170	531,160	(108,010)	639,170
Working Capital	(567,139)	(536,404)	30,735	(567,139)
Government Allocation	892,189	892,189	-	914,613
FSI	(64) %	(60) %		(62) %

Cash flow Statement

DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(50,760)	(61,165)	(10,405)	(50,760)
Adjustments for:				
Depreciation	52,091	42,583	(9,508)	52,091
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	67,936	-	(67,936)	67,936
Increase / (Decrease) in accruals	(62,234)	-	62,234	(62,234)
Decrease / (Increase) in receivables	36,509	79,419	42,910	36,509
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	43,542	60,837	17,295	43,542
Interest paid				-
<i>Net cash from operating activities</i>	43,542	60,837	17,295	43,542
Cash flows from investing activities				
Purchase of property, plant & equipment	(47,069)	-	47,069	(47,069)
Proceeds from sale of property, plant & equipment				-
Grants received				-
Interest received				-
Received in advance from government	65,176		(65,176)	65,176
<i>Net cash used in investing activities</i>	18,107	-	(18,107)	18,107
Cash flows from financing activities				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	61,649	60,837	(812)	61,649
Cash & cash equivalents at beginning of year	(95,328)	(95,652)	(324)	(95,328)
Cash & cash equivalents at end of Quarter	(33,679)	(34,815)	(1,136)	(33,679)

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	446,095	446,095	-	446,095
0002-0004 In terms of section 58 CAP 363				-
0005-0019 Other income	16,000	15,000	(1,000)	16,000
	462,095	461,095	(1,000)	462,095
2 Income raised from Bye-Laws				
0021-0025 Community Services		-	-	-
0026-0035 Income from Permits	93,157	57,500	(35,657)	93,157
	93,157	57,500	(35,657)	93,157
3 Local Enforcement Income				
0037 Commission from Regional Committees	5,091	6,000	909	5,091
0038-0055 Contraventions	198	-	(198)	198
	5,289	6,000	711	5,289
4 Investment Income				
0091-0095 Bank interest	-	12	12	-
0096-0099 Income received from Governnet Securities	-	12	12	-
		12	12	
5				
0056-0065 Sponsorships				-
0066-0069 Documents & Information				-
0070-0075 EU funds	56,990	-	(56,990)	56,990
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations	1,800	-	(1,800)	1,800
0110-0119 Contributions	31,655	17,500	(14,155)	31,655
0120-0129 General Income				-
	90,445	17,500	(72,945)	90,445
Total	650,986	542,107	(108,879)	650,986

Detailed Expenditure

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
6 i) Personal Emoluments				
1100 Mayor's Allowance	6,257	5,688	(569)	6,257
1200 Employees' Salaries & Wages	87,028	69,000	(18,028)	87,028
1300 Bonuses	9,754	-	(9,754)	9,754
1400 Income Supplements	-	-	-	-
1500 Social Security Contributions	7,556	6,400	(1,156)	7,556
1600 Allowances	4,400	4,400	-	4,400
1700 Overtime	1,022	-	(1,022)	1,022
	116,017	85,488	(30,529)	116,017
7 Operations and Maintenance				
2100-2149 Public Utilities				-
2200-2259 Public Materials & Supplies	38,188	25,000	(13,188)	38,188
2300-2399 Repairs & upkeep	12,134	7,500	(4,634)	12,134
2400-2449 Rent				-
3010 Street Lightning	8,369	-	(8,369)	8,369
3020 Lease of Equipment		1,500	1,500	-
3030 Insurance	4,048	3,250	(798)	4,048
3035 Bank Charges	1,078	750	(328)	1,078
3038 Penalties				-
3041 Refuse Collection	173,609	144,000	(29,609)	173,609
3042 Bulky Refuse Collection	9,500	7,500	(2,000)	9,500
3043 Bins on wheels				-
3045 Bring in sites				-
3051 Road & Street Cleaning	116,899	119,000	2,101	116,899
3052 Cleaning & Maintenance of Non-Urban Areas				-
3053 Cleaning of Public Conveniences				-
3055 Cleaning of Council Premises				-
3040 Waste Disposal	36,170	54,000	17,830	36,170
3060 Cleaning & Maintenance of Parks & Gardens	31,160	25,000	(6,160)	31,160
3061 Cleaning & Maintenance of Soft Areas				-
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services	-	500	500	-
3070-3090 Consultation Fees				-
3100-3139 Contract & Project Management				-
3300-3379 Hospitality				-
3380-3389 Community	54,837	20,000	(34,837)	54,837
3390-3394 Donations	-	-	-	-
3600-3694 Local Enforcement Expenses	-	750	750	-
3700-3799 EU Projects	-	-	-	-
3800-3899 Twinning				-
	485,992	408,750	(77,242)	485,992
8 Administration				
2150-2199 Office Utilities	8,674	11,000	2,326	8,674
2260-2299 Office Materials & Supplies		-	-	-
2450-2499 Office Rent	2,329	6,701	4,372	2,329
2500-2599 National & International Memberships	-	-	-	-
2600-2699 Office Services	15,992	12,500	(3,492)	15,992
2700-2799 Transport	1,458	2,500	1,042	1,458
2800-2899 Travel	1,103	2,000	897	1,103
2900-2999 Information Services	1,270	6,000	4,730	1,270
3050 Office Cleaning				-
3410-3199 Professional Services	13,400	22,500	9,100	13,400
3200-3299 Training	2,909	250	(2,659)	2,909
3345 Office Hospitality	-	2,000	2,000	-
3400-3499 Incidental Expenses	511	1,000	489	511
	47,646	66,451	18,805	47,646
9 Finance Costs				
3036 Interest on Bank Loan				-
	-	-	-	-

Detailed Statement of Financial Position

DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
10 Other Expenditure				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts				-
8000-8099 Depreciation As at end of June 2019	52,091	42,583	(9,508)	52,091
Depreciation	52,091	42,583	(9,508)	52,091
Total	701,746	603,272	(98,474)	701,746
11 Inventories				
5201-5249 Stationery	-			-
5250-5299 Consumables	-			-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	40,649	29,402	(11,247)	40,649
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	65,061	169	(64,892)	65,061
	105,710	29,571	(76,139)	105,710
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	(33,679)	(34,815)	(1,136)	(33,679)
	(33,679)	(34,815)	(1,136)	(33,679)
14 Payables				
4000 Payables	513,456	426,723	(86,733)	513,456
4100 Accruals	31,146	73,867	42,721	31,146
4150 Deferred Income	65,176	-	(65,176)	65,176
Current portion of long term borrowings				-
National insurance outstanding	29,392	30,570	1,178	29,392
	639,170	531,160	(108,010)	639,170
15 Non Current Liabilities				
4200 Long Term Borrowing	-			-
	-	-	-	-

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

	Application Vatis	Assets under construction	New Street Signs	Urban Improvements	Plant and Machinery	Office Furniture	Special Programmes	Electronic Equipment	Computer Software	Total
Asset										
% of depreciation	25%	0%	100%	10%	20%	8%	10%	25%	25%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2019	26,000	2,815	8,900	2,735,167	56,743	55,391	194,601	10,278	5,681	3,095,576
Additions	-	-	-	20,979	-	15,692	-	1,431	8,967	47,069
Disposals										-
As at end of June 2019	26,000	2,815	8,900	2,756,146	56,743	71,083	194,601	11,709	14,648	3,142,645
Grants/ other reimbursements										
As at 1st January 2019				1,154,352						1,154,352
Additions										-
As at end of June 2019	-	-	-	1,154,352	-	-	-	-	-	1,154,352
Accumulated Depreciation										
As at 1st January 2019	8,667	-	8,900	1,200,849	52,079	31,524	194,601	2,569	4,072	1,503,261
Charge for the period	3,250	-	-	42,316	957	2,666	-	1,464	1,438	52,091
Released on disposal										-
As at end of June 2019	11,917	-	8,900	1,243,165	53,036	34,190	194,601	4,033	5,510	1,555,352
NBV As at end of June 2019	14,083	2,815	-	358,629	3,707	36,893	-	7,676	9,138	432,941