

Valletta Local Council

Quarterly Financial Report

for the Period

1st January till End of June 2018 (Quarter 2)

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Overview and Summary

The financial report covers the first quarter from 1 January 2018 to 31 March 2018.. During this period under review the Council's revenue amounted to € 275,252. The total expenditure amounted to € 292,202 after taking into consideration depreciation of property, plant and equipment, net of deferred income transferred to income statement amounting to € 21,138.

The Council's Government allocation for the period amounted to € 219,960. Income raised for permits amounted to € 23,422.

Income from LES amounted to € 1,899 and this was mainly generated from administrative charges for fines collected by Council in favour of the LESA. This income may not necessarily have entered in the bank account since some regional committees are not paying their due fee.

Salary costs amounted to € 52,085 while Operations and Maintenance amounted to € 192,990. Included with operations and maintenance there is community and social event costs of € 8,017. During this period the Administration costs amounted to € 25,989.

During the first quarter of the year the Local Council purchased CCTV Cameras and other equipment amounting to Euro 8,791.

The financial performance for the period ended from 1 January 2018 to 31 March 2018 resulted in a deficit of € (16,950).

Prof. Alexiei Dingli
Mayor

Ms. Gabriella Agius
Executive Secretary

Statement of Income and Expenditure
1st January till End of June 2018 (Quarter 2)

DESCRIPTION	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
Income				
Funds received from Central Government (1)	447,596	457,306	9,710	447,596
Income raised from Bye-Laws (2)	35,024	80,000	44,976	35,024
Income raised from LES (3)	5,223	10,000	4,777	5,223
Investment Income (4)	-	12	12	-
Other Income (5)	25,000	25,000	-	25,000
TOTAL	512,843	572,318	59,475	512,843
Expenditure				
Personal Emoluments (6)	94,713	95,398	685	94,713
Operations and Maintenance (7)	375,690	389,550	13,860	375,690
Administration (8)	67,374	83,736	16,362	67,374
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	42,355	18,667	(2,471)	21,138
TOTAL	580,132	587,351	28,436	558,915
Surplus / Deficit	(67,289)	(15,033)	31,039	(46,072)

Statement of Financial Position as at end of June 2018 (Quarter 2)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	689,955	675,512	(34,090)	709,602
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	39,279	38,654	(625)	39,279
Cash and Cash Equivalents (13)	23,839	46,273	22,434	23,839
Total Current Assets	63,118	84,927	21,809	63,118
Current Liabilities				
Payables (14)	560,112	517,039	(43,073)	560,112
Total Current Liabilities	560,112	517,039	(43,073)	560,112
Net Current Assets	(496,994)	(432,112)	64,882	(496,994)
Non-current liabilities (15)	-	-	-	-
Net Assets	192,961	243,400	30,792	212,608
Reserves				
Retained Funds	192,961	243,400	50,439	192,961

Financial Situation Indicator

DESCRIPTION				
Current Assets	63,118	84,927	21,809	63,118
Current Liabilities	560,112	517,039	(43,073)	560,112
Working Capital	(496,994)	(432,112)	64,882	(496,994)
Government Allocation	914,613	914,613	339	914,613
FSI	(54) %	(47) %		(54) %

Cash flow Statement**DESCRIPTION**

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(67,289)	(15,033)	31,039	(46,072)
Adjustments for:				
Depreciation	42,355	18,667	(2,471)	21,138
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	(49,973)	(1,817)	48,156	(49,973)
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables	(625)		625	(625)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	(75,532)	1,817	77,349	(75,532)
Interest paid				-
<i>Net cash from operating activities</i>	(75,532)	1,817	77,349	(75,532)
Cash flows from investing activities				
Purchase of property, plant & equipment	(10,361)		10,361	(10,361)
Proceeds from sale of property, plant & equipment				-
Grants received				-
Interest received				-
Received in advance from government	65,276		(65,276)	65,276
<i>Net cash used in investing activities</i>	54,915	-	(54,915)	54,915
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	(20,617)	1,817	22,434	(20,617)
Cash & cash equivalents at beginning of year	44,456	44,456	-	44,456
Cash & cash equivalents at end of Quarter	23,839	46,273	22,434	23,839

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2018	the Period	2018
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	425,967	426,306	339	425,967
0002-0004 In terms of section 58 CAP 363				-
0005-0019 Other income	21,629	31,000	9,371	21,629
	447,596	457,306	9,710	447,596
2 Income raised from Bye-Laws				
0021-0025 Community Services				-
0026-0035 Income from Permits	35,024	80,000	44,976	35,024
	35,024	80,000	44,976	35,024
3 Local Enforcement Income				
0037 Commission from Regional Committees	5,223	10,000	4,777	5,223
0038-0055 Contraventions				-
	5,223	10,000	4,777	5,223
4 Investment Income				
0091-0095 Bank interest	-	12	12	-
0096-0099 Income received from Governnet Securities				-
	-	12	12	-
5				
0056-0065 Sponsorships				-
0066-0069 Documents & Information				-
0070-0075 EU funds		-	-	-
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations				-
0110-0119 Contributions	25,000	25,000	-	25,000
0120-0129 General Income				-
	25,000	25,000	-	25,000
Total	512,843	572,318	59,475	512,843

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
6 i)	Personal Emoluments				
1100	Mayor's Allowance	5,598	5,598	-	5,598
1200	Employees' Salaries & Wages	78,315	79,000	685	78,315
1300	Bonuses				-
1400	Income Supplements				-
1500	Social Security Contributions	6,400	6,400	-	6,400
1600	Allowances	4,400	4,400	-	4,400
1700	Overtime				-
		94,713	95,398	685	94,713
		€	€	€	€
7	Operations and Maintenance				
2100-2149	Public Utilities				-
2200-2259	Public Materials & Supplies	12,742	16,500	3,758	12,742
2300-2399	Repairs & upkeep	-	900	900	-
2400-2449	Rent				-
3010	Street Lightning		1,900	1,900	-
3020	Lease of Equipment	2,857	1,100	(1,757)	2,857
3030	Insurance	314	5,500	5,186	314
3035	Bank Charges	254	500	246	254
3038	Penalties				-
3041	Refuse Collection	148,822	157,500	8,678	148,822
3042	Bulky Refuse Collection	-	10,000	10,000	-
3043	Bins on wheels				-
3045	Bring in sites				-
3051	Road & Street Cleaning	109,321	119,000	9,679	109,321
3052	Cleaning & Maintenance of Non-Urban Areas				-
3053	Cleaning of Public Conveniences				-
3055	Cleaning of Council Premises				-
3040	Waste Disposal	64,781	47,500	(17,281)	64,781
3060	Cleaning & Maintenance of Parks & Gardens	20,254	20,000	(254)	20,254
3061	Cleaning & Maintenance of Soft Areas				-
3062	Cleaning & Maintenance of Beaches & CA				-
3063	Cleaning & Maintenance of Country Non-Urban				-
6064	Other Contractual Services		1,650	1,650	-
3070-3090	Consultation Fees				-
3100-3139	Contract & Project Management				-
3300-3379	Hospitality				-
3380-3389	Community	16,345	7,500	(8,845)	16,345
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses				-
3700-3799	EU Projects				-
3800-3899	Twinning				-
		375,690	389,550	13,860	375,690
		€	€	€	€
8	Administration				
2150-2199	Office Utilities	9,645	11,000	1,355	9,645
2260-2299	Office Materials & Supplies	14,660	11,000	(3,660)	14,660
2450-2499	Office Rent	6,236	6,236	-	6,236
2500-2599	National & International Memberships		2,000	2,000	-
2600-2699	Office Services	11,405	7,500	(3,905)	11,405
2700-2799	Transport		5,000	5,000	-
2800-2899	Travel	4,080	2,000	(2,080)	4,080
2900-2999	Information Services	1,453	6,000	4,547	1,453
3050	Office Cleaning		-		-
3410-3199	Professional Services	16,872	30,000	13,128	16,872
3200-3299	Training		-		-
3345	Office Hospitality	1,988	2,000	12	1,988
3400-3499	Incidental Expenses	1,035	1,000	(35)	1,035
		67,374	83,736	16,362	67,374
		€	€	€	€
9	Finance Costs				
3036	Interest on Bank Loan				-
		-	-	-	-
		€	€	€	€

Detailed Statment of Financial Position

DESCRIPTION

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
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 2018	42,355	18,667	(2,471)	21,138
Depreciation	42,355	18,667	(2,471)	21,138
Total	580,132	587,351	28,436	558,915
11 Inventories				
5201-5249 Stationery	-			-
5250-5299 Consumables	-			-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	26,183	15,824	(10,359)	26,183
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	13,096	22,830	9,734	13,096
	39,279	38,654	(625)	39,279
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	23,839	46,273	22,434	23,839
	23,839	46,273	22,434	23,839
14 Payables				
4000 Payables	495,203	476,160	(19,043)	495,203
4100 Accruals	45,796	40,879	(4,917)	45,796
4150 Deferred Income				-
Current portion of long term borrowings				-
National insurance outstanding	19,113	-	(19,113)	19,113
	560,112	517,039	(43,073)	560,112
15 Non Current Liabilities				
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	Assets under construction	New Street Signs	Urban Improvements	Plant and Machinery	Office Furniture	Special Programmes	Electronic Equipment	Computer Software	Total
% of depreciation	20%	0%	100%	10%	20%	8%	10%	25%	25%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2018	8,000	2,815	8,900	2,730,317	56,743	46,531	194,601	-	30,737	3,078,644
Additions						2,920		7,441		10,361
Disposals										-
As at end of June 2018	8,000	2,815	8,900	2,730,317	56,743	49,451	194,601	7,441	30,737	3,089,005
Grants/ other reimbursements										
As at 1st January 2018				905,850						905,850
Additions										-
As at end of June 2018	-	-	-	905,850	-	-	-	-	-	905,850
Accumulated Depreciation										
As at 1st January 2018	5,502	-	8,900	1,172,640	40,545	25,690	194,601		2,967	1,450,845
Charge for the period	800	-	-	32,592	5,674	1,873	-	930	486	42,355
Released on disposal										-
As at end of June 2018	6,302	-	8,900	1,205,232	46,219	27,563	194,601	930	3,453	1,493,200
NBV As at end of June 2018	1,698	2,815	-	619,235	10,524	21,888	-	6,511	27,284	689,955