

Valletta Local Council

Quarterly Financial Report

for the Period

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

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Overview and Summary

The financial report covers the period ended from 1 January 2020 to 30 September 2020. During the year under review the Council's revenue amounted to € 1,042,082. The total expenditure amounted to € 1,090,599 after taking into consideration depreciation of property, plant and equipment amounting to € 86,358.

The Council's Government allocation for the year amounted to € 688,258. Income raised for permits amounted to € 115,021. Other government income for cultural activities amounting to Euro 12,331. The Local Council has invoiced Waste Serv an amount of Euro 123,664 as refunds of expenses incurred on Organic waste.

Income from LES amounted to € 4,804 while income from other contributions amounted to Euro 30,265. This income include the CVA and Transport Malta contract. During the period the Local Council obtained EU funds of Euro 67,739 on the Destination Project.

Salary costs amounted to € 178,208 while Operations and Maintenance amounted to € 730,900. Included with operations and maintenance there is community and social event costs of € 27,127. During the year Administration costs amounted to € 95,133.

During the period the Local Council purchased property, plant and equipment amounting to Euro 148,003.

The Local Council has received in advance the amount of Euro 30,566 from the Central Government in respect of Irrigation Scheme which costs will be incurred later in 2020. The financial performance for the period ended from 1 January 2020 to 30 September 2020 resulted in a deficit of € (48,517).

Alfred Zammit
Mayor

Ms. Gabriella Agius
Executive Secretary

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Statement of Income and Expenditure
1st January till End of September 2020 (Quarter 3)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
Income				
Funds received from Central Government (1)	688,258	700,737	12,479	688,258
Income raised from Bye-Laws (2)	127,352	176,250	48,898	127,352
Income raised from LES (3)	4,804	5,625	821	4,804
Investment Income (4)	-	15	15	-
Other Income (5)	221,668	148,173	(73,495)	221,668
TOTAL	1,042,082	1,030,800	(11,282)	1,042,082
Expenditure				
Personal Emoluments (6)	178,208	193,305	15,097	178,208
Operations and Maintenance (7)	730,900	724,125	(6,775)	730,900
Administration (8)	95,133	67,260	(27,873)	95,133
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	86,358	79,827	(6,531)	86,358
TOTAL	1,090,599	1,064,517	(26,082)	1,090,599
Surplus / Deficit	(48,517)	(33,717)	14,800	(48,517)

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 €
Non-current Assets				
Property, Plant and Equipment (17)	434,370	370,744	(63,626)	434,370
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	369,138	227,355	(141,783)	369,138
Cash and Cash Equivalents (13)	93,993	64,531	(29,462)	93,993
Total Current Assets	463,131	291,886	(171,245)	463,131
Current Liabilities				
Payables (14)	980,765	616,644	(364,121)	980,765
Total Current Liabilities	980,765	616,644	(364,121)	980,765
Net Current Assets	(517,634)	(324,758)	192,876	(517,634)
Non-current liabilities (15)	-	-	-	-
Net Assets	(83,264)	45,986	129,250	(83,264)
Reserves				
Retained Funds	(83,264)	45,986	129,250	(83,264)

Financial Situation Indicator

DESCRIPTION				
Current Assets	463,131	291,886	(171,245)	463,131
Current Liabilities	980,765	616,644	(364,121)	980,765
Working Capital	(517,634)	(324,758)	192,876	(517,634)
Government Allocation	918,314	918,314	479	918,314
FSI	(56) %	(35) %		(56) %

Cash flow Statement**DESCRIPTION**

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(48,517)	(33,717)	14,800	(48,517)
Adjustments for:				
Depreciation	86,358	79,827	(6,531)	86,358
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Transfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	102,004	(43,850)	(145,854)	102,004
Increase / (Decrease) in accruals	(7,814)	-	7,814	(7,814)
Decrease / (Increase) in receivables	(146,073)	79,419	225,492	(146,073)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	(14,042)	81,679	95,721	(14,042)
Interest paid				-
<i>Net cash from operating activities</i>	(14,042)	81,679	95,721	(14,042)
Cash flows from investing activities				
Purchase of property, plant & equipment	(148,003)	-	148,003	(148,003)
Proceeds from sale of property, plant & equipment				-
Grants received	28,237	-	(28,237)	28,237
Interest received				-
Received in advance from government	229,579	-	(229,579)	229,579
<i>Net cash used in investing activities</i>	109,813	-	(109,813)	109,813
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	95,771	81,679	(14,092)	95,771
Cash & cash equivalents at beginning of year	(1,778)	(1,778)	-	(1,778)
Cash & cash equivalents at end of Quarter	93,993	79,901	(14,092)	93,993

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	688,258	688,737	479	688,258
0002-0004 In terms of section 58 CAP 363		-	-	-
0005-0019 Other income		12,000	12,000	-
	688,258	700,737	12,479	688,258
2 Income raised from Bye-Laws				
0021-0025 Community Services	12,331	11,250	(1,081)	12,331
0026-0035 Income from Permits	115,021	165,000	49,979	115,021
	127,352	176,250	48,898	127,352
3 Local Enforcement Income				
0037 Commission from Regional Committees	4,693	5,625	932	4,693
0038-0055 Contraventions	111	-	(111)	111
	4,804	5,625	821	4,804
4 Investment Income				
0091-0095 Bank interest	-	15	15	-
0096-0099 Income received from Governnet Securities	-	15	15	-
	-	15	15	-
5				
0056-0065 Sponsorships				-
0066-0069 Documents & Information	123,664	97,500	(26,164)	123,664
0070-0075 EU funds	67,739	22,923	(44,816)	67,739
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations		-	-	-
0110-0119 Contributions	30,265	20,250	(10,015)	30,265
0120-0129 General Income		7,500	7,500	-
	221,668	148,173	(73,495)	221,668
Total	1,042,082	1,030,800	(11,282)	1,042,082

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
		€	€	€	€
6 i)	Personal Emoluments				
1100	Mayor's Allowance	11,271	11,271	-	11,271
1200	Employees' Salaries & Wages	130,777	138,750	7,973	130,777
1300	Bonuses	-	-	-	-
1400	Income Supplements	-	-	-	-
1500	Social Security Contributions	12,177	11,934	(243)	12,177
1600	Allowances	13,350	13,350	-	13,350
1700	Overtime	10,633	18,000	7,367	10,633
		178,208	193,305	15,097	178,208
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
2100-2149	Public Utilities				-
2200-2259	Public Materials & Supplies	31,881	37,500	5,619	31,881
2300-2399	Repairs & upkeep	4,064	11,250	7,186	4,064
2400-2449	Rent				-
3010	Street Lightning	11,992	9,000	(2,992)	11,992
3020	Lease of Equipment		-	-	-
3030	Insurance	5,484	5,250	(234)	5,484
3035	Bank Charges	526	1,125	599	526
3038	Penalties				-
3041	Refuse Collection	372,025	315,000	(57,025)	372,025
3042	Bulky Refuse Collection	14,650	15,000	350	14,650
3043	Bins on wheels				-
3045	Bring in sites				-
3051	Road & Street Cleaning	155,721	172,500	16,779	155,721
3052	Cleaning & Maintenance of Non-Urban Areas				-
3053	Cleaning of Public Conveniences				-
3055	Cleaning of Council Premises	3,708	3,750	42	3,708
3040	Waste Disposal	67,884	63,750	(4,134)	67,884
3060	Cleaning & Maintenance of Parks & Gardens	34,736	45,000	10,264	34,736
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	27,127	45,000	17,873	27,127
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses	1,102		(1,102)	1,102
3700-3799	EU Projects				-
3800-3899	Twinning				-
		730,900	724,125	(6,775)	730,900
8	Administration				
2150-2199	Office Utilities	11,770	15,000	3,230	11,770
2260-2299	Office Materials & Supplies				-
2450-2499	Office Rent	8,608	3,885	(4,723)	8,608
2500-2599	National & International Memberships	151		(151)	151
2600-2699	Office Services	14,194	18,750	4,556	14,194
2700-2799	Transport	142	2,250	2,108	142
2800-2899	Travel		3,000	3,000	
2900-2999	Information Services		750	750	
3050	Office Cleaning				-
3410-3199	Professional Services	41,419	22,500	(18,919)	41,419
3200-3299	Training	18,349	375	(17,974)	18,349
3345	Office Hospitality				-
3400-3499	Incidental Expenses	500	750	250	500
		95,133	67,260	(27,873)	95,133
9	Finance Costs				
3036	Interest on Bank Loan				-
		-	-	-	-

Detailed Statement of Financial Position

DESCRIPTION

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
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 September 2020	86,358	79,827	(6,531)	86,358
Depreciation	86,358	79,827	(6,531)	86,358
Total	1,090,599	1,064,517	(26,082)	1,090,599
11 Inventories				
5201-5249 Stationery	-			-
5250-5299 Consumables	-			-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	328,379	194,389	(133,990)	328,379
0210-0219 LES Receivables	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-
0250 Prepayments & Accrued income	40,759	32,966	(7,793)	40,759
	-	-	-	-
	369,138	227,355	(141,783)	369,138
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	93,993	64,531	(29,462)	93,993
	93,993	64,531	(29,462)	93,993
14 Payables				
4000 Payables	659,771	549,869	(109,902)	659,771
4100 Accruals	14,442	20,368	5,926	14,442
4150 Deferred Income	260,145	-	(260,145)	260,145
Current portion of long term borrowings				-
National insurance outstanding	46,407	46,407	-	46,407
	980,765	616,644	(364,121)	980,765
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

Asset	Motor Vehicle	Assets under construction	New Street Signs	Urban Improvements	Plant and Machinery	Office Furniture	Special Programmes	Electronic Equipment	Intangible Assets	Total
% of depreciation	20%	0%	100%	10%	20%	8%	10%	25%	25%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2020	-	2,815	14,572	2,660,490	59,634	69,931	301,085	11,709	40,649	3,160,885
Additions	6,500	-	-	107,553	-	3,181	30,209	-	560	148,003
Disposals										-
As at end of September 2020	6,500	2,815	14,572	2,768,043	59,634	73,112	331,294	11,709	41,209	3,308,888
Grants/ other reimbursements										
As at 1st January 2020				1,154,352						1,154,352
Additions				28,237			106,484			134,721
As at end of September 2020	-	-	-	1,182,589	-	-	106,484	-	-	1,289,073
Accumulated Depreciation										
As at 1st January 2020	-	-	14,572	1,171,966	54,550	36,672	194,601	5,358	21,368	1,499,087
Charge for the period	975	-	-	70,883	1,715	4,112	-	2,092	6,581	86,358
Released on disposal										-
As at end of September 2020	975	-	14,572	1,242,849	56,265	40,784	194,601	7,450	27,949	1,585,445
NBV As at end of September 2020	5,525	2,815	-	342,605	3,369	32,328	30,209	4,259	13,260	434,370