

Valletta Local Council

Quarterly Financial Report

for the Period

1st January till End of December 2020 (Quarter 4)

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Overview and Summary

The financial report covers the year ended 31 December 2020. During the year under review the Council's revenue amounted to € 1,448,535. The total expenditure amounted to € 1,447,233 after taking into consideration depreciation of property, plant and equipment amounting to € 104,464.

The Council's Government allocation for the year amounted to € 918,314. The Local Council received other government income of Euro 125,269 in relation to waste costs paid by the Department of Local Councils. Income raised for permits amounted to € 211,011. Other government income for cultural activities amounting to Euro 12,287. The Local Council has invoiced Waste Serv an amount of Euro 148,208 as refunds of expenses incurred on Organic waste.

Income from LES amounted to € 6,445 while income from other contributions amounted to Euro 27,000. This income include the CVA and Transport Malta contract.

Salary costs amounted to € 249,657 while Operations and Maintenance amounted to € 973,304. Included with operations and maintenance there is community and social event costs of € 29,817. During the year Administration costs amounted to € 119,808.

During the year the Local Council purchased property, plant and equipment amounting to Euro 194,251. This include the restructuring of Old Bakery street amounting to Euro 107,554 which was all financed by Development Planning Fund. Other property plant and equipment includes restructuring works in Street St Ursula amounting to Euro 73,105 which has not yet been finished at year end. This was also fully financed.

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 2021. The financial performance for the year ended 31 December 2020 resulted in a surplus of € 1,302.

Alfred Zammit
Mayor

Ms. Gabriella Agius
Executive Secretary

Statement of Income and Expenditure
1st January till End of December 2020 (Quarter 4)

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
Income				
Funds received from Central Government (1)	1,043,583	934,316	(109,267)	1,043,583
Income raised from Bye-Laws (2)	211,011	235,000	23,989	211,011
Income raised from LES (3)	6,445	7,500	1,055	6,445
Investment Income (4)	1	20	19	1
Other Income (5)	187,495	197,564	10,069	187,495
TOTAL	1,448,535	1,374,400	(74,135)	1,448,535
Expenditure				
Personal Emoluments (6)	249,657	257,740	8,083	249,657
Operations and Maintenance (7)	979,233	965,500	(13,733)	979,233
Administration (8)	119,808	89,680	(30,128)	119,808
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	104,464	106,436	1,972	104,464
TOTAL	1,453,162	1,419,356	(33,806)	1,453,162
Surplus / Deficit	(4,627)	(44,956)	(40,329)	(4,627)

Statement of Financial Position as at end of December 2020 (Quarter 4)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	349,685	290,916	(58,769)	349,685
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	289,149	227,355	(61,794)	289,149
Cash and Cash Equivalents (13)	38,797	29,138	(9,659)	38,797
Total Current Assets	327,946	256,493	(71,453)	327,946
Current Liabilities				
Payables (14)	716,947	616,644	(100,303)	716,947
Total Current Liabilities	716,947	616,644	(100,303)	716,947
Net Current Assets	(389,001)	(360,151)	28,850	(389,001)
Non-current liabilities (15)	-	-	-	-
Net Assets	(39,316)	(69,235)	(29,919)	(39,316)
Reserves				
Retained Funds	(39,316)	(69,235)	(29,919)	(39,316)

Financial Situation Indicator

DESCRIPTION				
Current Assets	327,946	256,493	(71,453)	327,946
Current Liabilities	716,947	616,644	(100,303)	716,947
Working Capital	(389,001)	(360,151)	28,850	(389,001)
Government Allocation	918,314	918,314	2	918,314
FSI	(42) %	(39) %		(42) %

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	(4,627)	(44,956)	(40,329)	(4,627)
Adjustments for:				
Depreciation	104,464	106,436	1,972	104,464
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	(57,213)	(109,983)	(52,770)	(57,213)
Increase / (Decrease) in accruals	-	-	-	-
Decrease / (Increase) in receivables	(66,084)	79,419	145,503	(66,084)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	(23,460)	30,916	54,376	(23,460)
Interest paid				-
Increase in grants received in advance				-
<i>Net cash from operating activities</i>	(23,460)	30,916	54,376	(23,460)
Cash flows from investing activities				
Purchase of property, plant & equipment	(194,251)	-	194,251	(194,251)
Proceeds from sale of property, plant & equipment		-	-	-
Grants received	247,548	-	(247,548)	247,548
Interest received		-	-	-
<i>Net cash used in investing activities</i>	53,297	-	(53,297)	53,297
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	29,837	30,916	1,079	29,837
Cash & cash equivalents at beginning of year	8,960	(1,778)	(10,738)	8,960
Cash & cash equivalents at end of Quarter	38,797	29,138	(9,659)	38,797

Detailed Income

DESCRIPTION	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	918,314	918,316	2	918,314
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	125,269	16,000	(109,269)	125,269
	1,043,583	934,316	(109,267)	1,043,583
2 Income raised from Bye-Laws				
0021-0025 Community Services	-	15,000	15,000	-
0026-0035 Income from Permits	211,011	220,000	8,989	211,011
	211,011	235,000	23,989	211,011
3 Local Enforcement Income				
0037 Commission from Regional Committees	5,863	7,500	1,637	5,863
0038-0055 Contraventions	582	-	(582)	582
	6,445	7,500	1,055	6,445
4 Investment Income				
0091-0095 Bank interest	1	20	19	1
0096-0099 Income received from Governnet Securities	-	-	-	-
	1	20	19	1
5				
0056-0065 Sponsorships	-	-	-	-
0066-0069 Documents & Information	148,208	130,000	(18,208)	148,208
0070-0075 EU funds	-	30,564	30,564	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	27,000	27,000	-	27,000
0120-0129 General Income	12,287	10,000	(2,287)	12,287
	187,495	197,564	10,069	187,495
Total	1,448,535	1,374,400	(74,135)	1,448,535

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	15,027	15,028	1	15,027
1200	Employees' Salaries & Wages	183,578	185,000	1,422	183,578
1300	Bonuses	-	-	-	-
1400	Income Supplements	-	-	-	-
1500	Social Security Contributions	16,117	15,912	(205)	16,117
1600	Allowances	17,800	17,800	-	17,800
1700	Overtime	17,135	24,000	6,865	17,135
		249,657	257,740	8,083	249,657
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
2100-2149	Public Utilities				-
2200-2259	Public Materials & Supplies	46,974	50,000	3,026	46,974
2300-2399	Repairs & upkeep	6,546	15,000	8,454	6,546
2400-2449	Rent				-
3010	Street Lightning	19,567	12,000	(7,567)	19,567
3020	Lease of Equipment		-	-	-
3030	Insurance	5,484	7,000	1,516	5,484
3035	Bank Charges	980	1,500	520	980
3038	Penalties				-
3041	Refuse Collection	498,379	420,000	(78,379)	498,379
3042	Bulky Refuse Collection	19,550	20,000	450	19,550
3043	Bins on wheels				-
3045	Bring in sites				-
3051	Road & Street Cleaning	203,743	230,000	26,257	203,743
3052	Cleaning & Maintenance of Non-Urban Areas				-
3053	Cleaning of Public Conveniences				-
3055	Cleaning of Council Premises	5,250	5,000	(250)	5,250
3040	Waste Disposal	92,292	85,000	(7,292)	92,292
3060	Cleaning & Maintenance of Parks & Gardens	45,226	60,000	14,774	45,226
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	35,242	60,000	24,758	35,242
3390-3394	Donations		-	-	-
3600-3694	Local Enforcement Expenses				-
3700-3799	EU Projects		-	-	-
3800-3899	Twinning				-
		979,233	965,500	(13,733)	979,233
8	Administration				
2150-2199	Office Utilities	14,875	20,000	5,125	14,875
2260-2299	Office Materials & Supplies		-	-	-
2450-2499	Office Rent	12,841	5,180	(7,661)	12,841
2500-2599	National & International Memberships	151	-	(151)	151
2600-2699	Office Services	19,974	25,000	5,026	19,974
2700-2799	Transport	142	3,000	2,858	142
2800-2899	Travel		4,000	4,000	-
2900-2999	Information Services		1,000	1,000	-
3050	Office Cleaning		-	-	-
3410-3199	Professional Services	49,435	30,000	(19,435)	49,435
3200-3299	Training	19,839	500	(19,339)	19,839
3345	Office Hospitality		-	-	-
3400-3499	Incidental Expenses	2,551	1,000	(1,551)	2,551
		119,808	89,680	(30,128)	119,808
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 December 2020	104,464	106,436	1,972	104,464
Depreciation	104,464	106,436	1,972	104,464
Total	1,453,162	1,419,356	(33,806)	1,453,162
11 Inventories				
5201-5249 Stationery	-			-
5250-5299 Consumables	-			-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	185,480	194,389	8,909	185,480
0210-0219 LES Receivables	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-
0250 Prepayments & Accrued income	103,669	32,966	(70,703)	103,669
	-	-	-	-
	289,149	227,355	(61,794)	289,149
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	38,797	29,138	(9,659)	38,797
	38,797	29,138	(9,659)	38,797
14 Payables				
4000 Payables	454,570	549,869	95,299	454,570
4100 Accruals	21,915	20,368	(1,547)	21,915
4150 Deferred Income	189,256	-	(189,256)	189,256
Current portion of long term borrowings				-
National insurance outstanding	51,206	46,407	(4,799)	51,206
	716,947	616,644	(100,303)	716,947
15 Non Current Liabilities				
4200 Long Term Borrowing	-			-
	-	-	-	-

16	Total Commitments (Recurrent and Capital)	€	€	€
	DESCRIPTION			
	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	-	109,299	14,572	2,660,490	59,234	70,331	194,601	11,709	40,649	3,160,885
Additions	6,500	39,595	-	110,369	-	-	139,994	6,531	561	303,550
Disposals		(109,299)								(109,299)
As at end of December 2020	6,500	39,595	14,572	2,770,859	59,234	70,331	334,595	18,240	41,210	3,355,136
Grants/ other reimbursements										
As at 1st January 2020				1,154,352						1,154,352
Additions				107,554			139,994			247,548
As at end of December 2020	-	-	-	1,261,906	-	-	139,994	-	-	1,401,900
Accumulated Depreciation										
As at 1st January 2020	-	-	14,572	1,171,966	54,470	36,752	194,601	4,453	22,273	1,499,087
Charge for the period	1,192	-	-	84,037	2,229	5,274	-	3,550	8,182	104,464
Released on disposal										-
As at end of December 2020	1,192	-	14,572	1,256,003	56,699	42,026	194,601	8,003	30,455	1,603,551
NBV As at end of December 2020	5,308	39,595	-	252,950	2,535	28,305	-	10,237	10,755	349,685