

Local Council

Quarterly Financial Report

for the Period

1st January till End of December 2019 (Quarter 4)

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Overview and Summary

During the last Government's Budget the Finance Minister, Dr. Edward Scicluna, announced that the Local Council's Budget was increased by around € 2,000,000 from €36,500,000 to € 38,500,000 be distributed amongst all the Local Councils.

There was a marginal increase of 5.479%.

This also meant an increase of €38,453 in our allocation from €701,775 to €740,229. Such increase is to be primarily used for the cleaning up of our streets such as street sweeping of urban and non urban roads, the collection of domestic, recyclable and bulky refuse, the cleaning and maintenance of parks, public gardens and soft areas, etc...

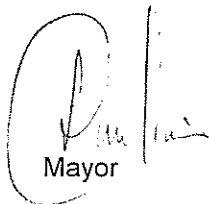
Other initiatives can also be funded from these funds. Such as the printing of the 'Refuse Collection Schedule Calendar'. This calendar is used to promote and educate our residents and also encourage them to take good care of the environment.

In this legislature the Local Council had to make extra effort to improve its financial situation having now already embarked on two major project as are the restoration of the embankment in Triq il-Linja where works are envisaged to start early 2019 and finish before end of financial year and the construction of the pavilion, Tourist Information Centre in Triq il-Gonna, Ġnien l-Istazzjon

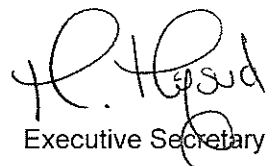
In fact last year's FSI dropped from an actual of 27.92% to 6% still maintaining a positive balance in preparation for the said two project where a lot of expenditure was incurred into plans and services of experts.

Our goal is to continue working on improving our financial situation whilst working on our major projects which as from this year will include the Local Council Premises whereby the bill of quantities now have been concluded and a formal permit will be applied for in the coming months.

Further goals are the re-construction of Ġnien il-Palma. This project is also under way and will be considered for inclusion into the 2020 budget, end this year.



Mayor



Executive Secretary

Statement of Income and Expenditure

1st January till End of December 2019 (Quarter 4)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
Income				
Funds received from Central Government (1)	880,057	787,999	-	787,999
Income raised from Bye-Laws (2)	45,684	35,400	-	35,400
Income raised from LES (3)	3,740	5,400	-	5,400
Investment Income (4)	79	-	-	-
Other Income (5)	225	500	-	500
TOTAL	929,785	829,299	-	829,299
Expenditure				
Personal Emoluments (6)	152,733	162,316	-	162,316
Operations and Maintenance (7)	641,715	554,273	-	554,273
Administration (8)	65,767	70,900	-	70,900
Finance Cost (9)	9	-	-	-
Other Expenditure (10)	46,152	48,672	-	48,672
TOTAL	906,376	836,161	-	836,161
Surplus / Deficit	23,409	(6,862)	-	(6,862)

Statement of Financial Position as at end of December 2019 (Quarter 4)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	314,195	240,687		240,687
Current Assets				
Inventories (11)	2,146	2,100	-	2,100
Receivables (12)	143,808	103,053	-	103,053
Cash and Cash Equivalents (13)	220,451	243,150	-	243,150
Total Current Assets	366,405	348,303	-	348,303
Current Liabilities				
Payables (14)	282,989	181,893	-	181,893
Total Current Liabilities	282,989	181,893	-	181,893
Net Current Assets	83,416	166,410	-	166,410
Non-current liabilities (15)	116,427	156,184	-	156,184
Net Assets	281,184	250,913	-	250,913
Reserves				
Retained Funds	281,184	250,913		250,913

Financial Situation Indicator

DESCRIPTION					
Current Assets		366,405	348,303	-	348,303
Current Liabilities		282,989	181,893	-	181,893
Working Capital		83,416	166,410	-	166,410
Government Allocation		740,229	740,229	-	701,775
FSI		11 %	22 %		24 %

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	23,409	(6,862)	-	(6,862)
Adjustments for:				
Depreciation	46,152	48,672	-	48,672
Increase / (Decrease) in Allowance for Bad Debts	(790)	-	-	-
Interest receivable	(79)	-	-	-
Interest payable	9	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Bad debtors written off	57	-	-	-
Increase / (Decrease) in payables	-30398	3,901	-	3,901
Increase / (Decrease) in accruals	-	-	-	-
Decrease / (Increase) in receivables	-25073	(1,753)	-	(1,753)
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	26	27	-	27
Cash generated from operations	13,313	43,985	-	43,985
Interest paid	-	-	-	-
Reclassification from property, plant & equipment to income	(2,596)	-	-	-
<i>Net cash from operating activities</i>	10,417	43,985	-	43,985
Cash flows from investing activities				
Purchase of property, plant & equipment	-94781	(23,789)	-	(23,789)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	81791	-	-	-
Interest received	79	-	-	-
<i>Net cash used in investing activities</i>	(12,911)	(23,789)	-	(23,789)
Cash flows from financing activities				
Proceeds from long-term borrowings	-	-	-	-
Interest Paid	(9)	-	-	-
Bank Loan Repayments	-	-	-	-
<i>Net cash from financing activities</i>	(9)	-	-	-
Net increase/(decrease) in cash & cash equivalents	(2,503)	20,196	-	20,196
Cash & cash equivalents at beginning of year	222,954	222,954	-	222,954
Cash & cash equivalents at end of Quarter	220,451	243,150	-	243,150

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
Income				
1 Funds received from Central Government:				
0001 In terms of section 55 CAP 363	740,229	740,229		740,229
0002-0004 In terms of section 58 CAP 363	136,933	47,770		47,770
0005-0019 Other income	2,895			-
	880,057	787,999	-	787,999
2 Income raised from Bye-Laws				
0021-0025 Community Services	3,679	3,400		3,400
0026-0035 Income from Permits	42,005	32,000		32,000
	45,684	35,400	-	35,400
3 Local Enforcement Income				
0037 Commission from Regional Committees	3,740	5,000		5,000
0038-0055 Contraventions		400		400
	3,740	5,400	-	5,400
4 Investment Income				
0091-0095 Bank interest	79	-		-
0096-0099 Income received from Government Securities				-
	79	-	-	-
5 Sponsorships				
0066-0069 Documents & Information		-		-
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations	200	-		-
0110-0119 Contributions				-
0120-0129 General Income	25	500		500
	225	500	-	500
Total	929,785	829,299	-	829,299

Detailed Expenditure

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
6 i) Personal Emoluments				
1100 Mayor's Allowance	13,650	30,245		30,245
1200 Employees' Salaries & Wages	119,071	103,686		103,686
1300 Bonuses	6,102	9,828		9,828
1400 Income Supplements				-
1500 Social Security Contributions	9,012	11,177		11,177
1600 Allowances		880		880
1700 Overtime	4,898	6,500		6,500
	152,733	162,316	-	162,316
DESCRIPTION	€	€	€	€
7 Operations and Maintenance				
2100-2149 Public Utilities	5,828	4,000		4,000
2200-2259 Public Materials & Supplies	3,918	4,500		4,500
2300-2399 Repairs & upkeep	38,574	66,000		66,000
2400-2449 Rent	145	138		138
3010 Street Lighting	11,220	20,000		20,000
3020 Lease of Equipment	1,516	1,500		1,500
3030 Insurance	4,779	5,000		5,000
3035 Bank Charges	394	600		600
3038 Penalties		-		-
3041 Refuse Collection	207,461	127,000		127,000
3042 Bulky Refuse Collection	26,355	28,000		28,000
3043 Bins on wheels	4,125	1,000		1,000
3045 Bring in sites				-
3051 Road & Street Cleaning	116,038	95,000		95,000
3052 Cleaning & Maintenance of Non-Urban Areas	16,714	15,000		15,000
3053 Cleaning of Public Conveniences	11,244	12,000		12,000
3055 Cleaning of Council Premises	1,150			-
3040 Waste Disposal	90,619	92,000		92,000
3060 Cleaning & Maintenance of Parks & Gardens	46,015	42,875		42,875
3061 Cleaning & Maintenance of Soft Areas	5,112			-
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services		3,500		3,500
3070-3090 Consultation Fees	6,318	20,000		20,000
3100-3139 Contract & Project Management	25,399	4,560		4,560
3300-3379 Hospitality	1,234			-
3380-3389 Community	15,425	11,000		11,000
3390-3394 Donations	1,080			-
3600-3694 Local Enforcement Expenses	1,785	600		600
3700-3799 EU Projects				-
3800-3899 Twinning				-
Other	(733)			-
	641,715	554,273	-	554,273
8 Administration				
2150-2199 Office Utilities	6,943	8,000		8,000
2260-2299 Office Materials & Supplies	1,217	2,000		2,000
2450-2499 Office Rent		-		-
2500-2599 National & International Memberships	2,286	1,300		1,300
2600-2699 Office Services	26,524	25,000		25,000
2700-2799 Transport	11,358	6,000		6,000
2800-2899 Travel	153	3,600		3,600
2900-2999 Information Services	5,584	8,000		8,000
3050 Office Cleaning		1,000		1,000
3410-3199 Professional Services	10,098	12,000		12,000
3200-3299 Training	1,204	2,000		2,000
3345 Office Hospitality		-		-
3400-3499 Incidental Expenses	400	2,000		2,000
	65,767	70,900	-	70,900
9 Finance Costs				
3035 Interest on Bank Loan	9			-
	9	-	-	-

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 December 2019	46,152	48,672		48,672
				-
	46,152	48,672	-	48,672
Total	906,376	836,181	-	836,161
11 Inventories				
5201-5249 Stationery	2,146			-
5250-5299 Consumables				-
Publications		2,100		2,100
	2,146	2,100	-	2,100
12 Receivables				
0201-0209 Receivables	30,551	17,000		17,000
0210-0219 LES Receivables	614	400		400
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	107,643	80,653		80,653
Other debtors	5,000	5,000		5,000
	143,808	103,053	-	103,053
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	220,451	243,150		243,150
	220,451	243,150	-	243,150
14 Payables				
4000 Payables	73,933	143,162		143,162
4100 Accruals	43,859	36,731		36,731
4150 Deferred Income	3,527	2,000		2,000
Current portion of long term borrowings				-
Deferred UIF Grants	161,670			-
	282,989	181,893	-	181,893
15 Non Current Liabilities				
4200 Long Term Borrowing				-
Deferred UIF Grants	116,427	156,184		156,184
	116,427	156,184	-	156,184

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

	Construction & Urban Improvement	Computer Software	New Street Signs	Trees	Computer Equipment	Plant machinery and office equipment	Assets under construction	Office Furniture & Fittings	Motor Vehicles	Total
Asset % of depreciation	10%	0%	100%	0%	25%	20%	0%		20%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2019	2,697,225	1,009	18,445	11,529	8,737	24,217	112,418	29,292	5,299	2,908,171
Additions	56,250				653	1,000	35,077	1,801		94,781
Disposals						-				-
As at end of December 2019	2,753,475	1,009	18,445	11,529	9,390	25,217	147,495	31,093	5,299	3,002,952
Grants/ other reimbursements										
As at 1st January 2019	1,112,438		5,568			1,608	33,861			1,153,475
Additions	-						4			4
As at end of December 2019	1,112,438	-	5,568	-	-	1,608	33,865	-	-	1,153,479
Accumulated Depreciation										
As at 1st January 2019	1,427,013	168	12,877		7,203	16,152		21,449	4,264	1,489,126
Charge for the period	39,169	252			997	2,905		1,794	1,035	46,152
Released on disposal										-
As at end of December 2019	1,466,182	420	12,877	-	8,200	19,057	-	23,243	5,299	1,535,278
NBV As at end of December 2019	174,855	589	-	11,529	1,190	4,552	113,630	7,850	-	314,195