

# **Ghaxaq Local Council**

## **Quarterly Financial Report**

**for the Period**

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

# Table of Contents

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Overview and Summary	<i>Page 3</i>
Statement of Income and Expenditure	<i>Page 4</i>
Statement of Financial Position	<i>Page 5</i>
Cash flow Statement	<i>Page 6</i>
Detailed Income	<i>Page 7</i>
Detailed Expenditure	<i>Page 8</i>
Detailed Statment of Financial Position	<i>Page 10</i>
Depreciation of Property, Plant and Equipment	<i>Page 11</i>

**Overview and Summary**

The financial report covers the period from 1 January 2019 to 30 June 2019. During this period under review the Council's revenue amounted to € 203,499. The total expenditure amounted to € 192,044 after taking into consideration depreciation of property, plant and equipment amounting to € 34,720.

The Council's Government allocation for the period amounted to € 186,928. Income raised for permits amounted to € 3,008.

Income from LES amounted to 1,645 and this was mainly generated from administrative charges for fines collected by Council in favour of the LESA.


Salary costs amounted to € 43,619 while Operations and Maintenance amounted to € 91,261. Included with operations and maintenance there is community and social event costs of € 14,061. During this period the Administration costs amounted to € 22,444.

During the period ended from 1 January 2019 to 30 June 2019 there were additions of Euro 17,164 to property, plant and equipment. An amount of Euro 9,825 are in respect of the football ground.

The financial performance for the period ended from 1 January 2019 to 30 June 2019 resulted in a net surplus of € 11,455.



Darren Abela  
Mayor



Fiona Cutajar  
Executive Secretary

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 €
<b>Income</b>				
Funds received from Central Government (1)	197,535	194,428	(3,107)	197,535
Income raised from Bye-Laws (2)	3,008	4,250	1,242	3,008
Income raised from LES (3)	1,645	1,000	(645)	1,645
Investment Income (4)	-	24	24	-
Other Income (5)	1,311	6,000	4,689	1,311
<b>TOTAL</b>	<b>203,499</b>	<b>205,702</b>	<b>2,203</b>	<b>203,499</b>
<b>Expenditure</b>				
Personal Emoluments (6)	43,619	46,492	2,873	43,619
Operations and Maintenance (7)	91,261	113,926	22,665	91,261
Administration (8)	22,444	22,558	114	22,444
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	34,720	28,998	(5,722)	34,720
<b>TOTAL</b>	<b>192,044</b>	<b>211,974</b>	<b>19,930</b>	<b>192,044</b>
<b>Surplus / Deficit</b>	<b>11,455</b>	<b>(6,272)</b>	<b>(17,727)</b>	<b>11,455</b>

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 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	426,628	693,039	266,411	426,628
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	111,237	113,969	2,732	111,237
Cash and Cash Equivalents (13)	377,003	40,325	(336,678)	377,003
<b>Total Current Assets</b>	<b>488,240</b>	<b>154,294</b>	<b>(333,946)</b>	<b>488,240</b>
<b>Current Liabilities</b>				
Payables (14)	72,550	56,300	(16,250)	72,550
<b>Total Current Liabilities</b>	<b>72,550</b>	<b>56,300</b>	<b>(16,250)</b>	<b>72,550</b>
<b>Net Current Assets</b>	<b>415,690</b>	<b>97,994</b>	<b>(317,696)</b>	<b>415,690</b>
<b>Non-current liabilities (15)</b>	<b>84,287</b>	<b>44,235</b>	<b>(40,052)</b>	<b>84,287</b>
<b>Net Assets</b>	<b>758,031</b>	<b>746,798</b>	<b>(11,233)</b>	<b>758,031</b>
Reserves				
Retained Funds	758,031	746,798	(11,233)	758,031

Financial Situation Indicator

DESCRIPTION

Current Assets	488,240	154,294	(333,946)	488,240
Current Liabilities	72,550	56,300	(16,250)	72,550
Government Allocation	415,690	97,994	(317,696)	415,690
<b>Working Capital</b>	<b>373,854</b>	<b>373,854</b>	<b>-</b>	<b>373,854</b>
<b>FSI</b>	<b>111 %</b>	<b>26 %</b>		<b>111 %</b>

## Cash flow Statement

## DESCRIPTION

	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
<b>Cash flow from operating activities</b>				
Surplus for the year	11,455	(6,272)	(17,727)	11,455
Adjustments for:				
Depreciation	34,720	41,648	6,928	34,720
Increase / (Decrease) in Allowance for Bad Debts				
Interest receivable				
Interest payable				
(Profit) / Loss on disposal of asset	-	(25,299)	(25,299)	-
Impairment loss				
Increase / (Decrease) in payables				
Increase / (Decrease) in accruals				
Decrease / (Increase) in receivables	3,586	22,459	18,873	3,586
Decrease / (Increase) in inventories	(1,696)	-	1,696	(1,696)
Decrease / (Increase) in inventories	2,633	-	(2,633)	2,633
Cash generated from operations				
Interest paid				
<b>Net cash from operating activities</b>	<b>50,698</b>	<b>32,536</b>	<b>(18,162)</b>	<b>50,698</b>
<b>Cash flows from investing activities</b>	<b>50,698</b>	<b>32,536</b>	<b>(18,162)</b>	<b>50,698</b>
Purchase of property, plant & equipment	(17,164)	(617,676)	(600,512)	(17,164)
Proceeds from sale of property, plant & equipment				
Grants received		299,684	299,684	
Interest received				
<b>Net cash used in investing activities</b>	<b>(17,164)</b>	<b>(317,992)</b>	<b>(300,828)</b>	<b>(17,164)</b>
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				
Interest Paid				
Bank Loan Repayments				
<b>Net cash from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>33,534</b>	<b>(285,456)</b>	<b>(318,990)</b>	<b>33,534</b>
Cash & cash equivalents at beginning of year	343,469	343,469	-	343,469
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>377,003</b>	<b>58,013</b>	<b>(318,990)</b>	<b>377,003</b>

## Detailed Income

## DESCRIPTION

	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	186,928	186,928	-	186,928
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	10,607	7,500	(3,107)	10,607
	<b>197,535</b>	<b>194,428</b>	<b>(3,107)</b>	<b>197,535</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	-	-	-	-
0026-0035 Income from Permits	3,008	4,250	1,242	3,008
	<b>3,008</b>	<b>4,250</b>	<b>1,242</b>	<b>3,008</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	-	-	-	-
0038-0055 Contraventions	1,645	1,000	(645)	1,645
	<b>1,645</b>	<b>1,000</b>	<b>(645)</b>	<b>1,645</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	-	-	-
0096-0099 Income received from Government Securities	-	24	24	-
	-	24	24	-
0056-0065 Sponsorships	-	-	-	-
0066-0069 Documents & Information	-	-	-	-
0070-0075 EU funds	-	-	-	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	-	-	-	-
0120-0129 General Income	1,311	6,000	4,689	1,311
	<b>1,311</b>	<b>6,000</b>	<b>-</b>	<b>1,311</b>
<b>Total</b>	<b>203,499</b>	<b>205,702</b>	<b>2,203</b>	<b>203,499</b>

Detailed Expenditure

DESCRIPTION

- 6 i) **Personal Emoluments**
- 1100 Mayor's Allowance
- 1200 Employees' Salaries & Wages
- 1300 Bonuses
- 1400 Income Supplements
- 1500 Social Security Contributions
- 1800 Allowances
- 1700 Overtime

Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
€	€	€	€
4,238	3,792	(446)	4,238
32,921	36,250	3,329	32,921
-	-	-	-
3,260	3,250	-	3,260
3,200	3,200	(10)	3,200
-	-	-	-
<b>43,619</b>	<b>46,492</b>	<b>2,873</b>	<b>43,619</b>

DESCRIPTION

- 7 **Operations and Maintenance**
- 2100-2149 Public Utilities
- 2200-2259 Public Materials & Supplies
- 2300-2399 Repairs & upkeep
- 2400-2449 Rent
- 3010 Street Lighting
- 3020 Lease of Equipment
- 3030 Insurance
- 3035 Bank Charges
- 3038 Penalties
- 3041 Refuse Collection
- 3042 Bulky Refuse Collection
- 3043 Bins on wheels
- 3045 Bring in sites
- 3051 Road & Street Cleaning
- 3052 Cleaning & Maintenance of Non-Urban Areas
- 3053 Cleaning of Public Conveniences
- 3055 Cleaning of Council Premises
- 3040 Waste Disposal
- 3060 Cleaning & Maintenance of Parks & Gardens
- 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
- 3390-3394 Donations
- 3600-3694 Local Enforcement Expenses
- 3700-3799 EU Projects
- 3800-3899 Twinning
- Printing of comic book

€	€	€	€
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12,127	9,000	-	-
4,758	35,000	(3,127)	12,127
-	-	30,242	4,758
6,603	5,000	-	-
-	-	(1,603)	6,603
778	1,250	-	-
57	50	472	778
-	-	(7)	57
21,568	25,000	-	-
4,939	5,000	3,432	21,568
-	-	61	4,939
-	-	-	-
5,593	3,750	(1,843)	-
-	-	-	5,593
-	400	400	-
-	176	176	-
15,611	17,500	1,889	15,611
-	800	800	-
-	-	-	-
-	-	-	-
1,500	1,000	-	-
-	-	(500)	1,500
-	-	-	-
-	-	-	-
14,061	7,500	-	-
-	-	(6,561)	14,061
1,261	2,500	-	-
-	-	1,239	1,261
-	-	-	-
2,405	-	-	-
<b>91,261</b>	<b>113,926</b>	<b>(2,405)</b>	<b>2,405</b>

Administration

- 2150-2199 Office Utilities
- 2260-2299 Office Materials & Supplies
- 2450-2499 Office Rent
- 2500-2599 National & International Memberships
- 2600-2699 Office Services
- 2700-2799 Transport
- 2800-2899 Travel
- 2900-2999 Information Services
- 3050 Office Cleaning
- 3410-3199 Professional Services
- 3200-3299 Training
- 3345 Office Hospitality
- 3400-3499 Incidental Expenses

3,537	2,750	-	-
-	250	(787)	3,537
349	308	250	-
155	750	(41)	349
2,725	2,250	595	155
774	1,000	(475)	2,725
-	-	226	774
2,643	1,750	-	-
-	-	(893)	2,643
12,143	12,500	-	-
40	-	357	12,143
30	-	(40)	40
48	1,000	(30)	30
-	-	952	48
<b>22,444</b>	<b>22,558</b>	<b>114</b>	<b>22,444</b>

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 €
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset	-	(12,650)	(12,650)	-
3695 Increase/(Decrease) in allowance for bad debts	34,720	-	-	-
8000-8099 Depreciation As at end of June 2019	-	41,648	6,928	34,720
<b>Total</b>	<b>34,720</b>	<b>28,998</b>	<b>(5,722)</b>	<b>34,720</b>
<b>11 Inventories</b>	<b>192,044</b>	<b>211,974</b>	<b>19,930</b>	<b>192,044</b>
5201-5249 Stationery	-	-	-	-
5250-5299 Consumables	-	-	-	-
<b>12 Receivables</b>	<b>111,237</b>	<b>113,969</b>	<b>2,732</b>	<b>111,237</b>
0201-0209 Receivables	6,294	6,042	(252)	6,294
0210-0219 LES Receivables	-	2,369	2,369	-
0220-0229 Receivables from EU	104,264	105,558	1,294	104,264
0250 Prepayments & Accrued income	679	-	(679)	679
Gumishee	-	-	-	-
<b>13 Cash &amp; Equivalents</b>	<b>377,003</b>	<b>40,325</b>	<b>(336,678)</b>	<b>377,003</b>
5001-5099 Bank & Cash Balances	<b>377,003</b>	<b>40,325</b>	<b>(338,678)</b>	<b>377,003</b>
<b>14 Payables</b>	<b>72,550</b>	<b>56,300</b>	<b>(16,250)</b>	<b>72,550</b>
4000 Payables	29,733	42,935	13,202	29,733
4100 Accruals	7,817	13,365	5,548	7,817
4150 Deferred Income	-	-	-	-
Short-term Borrowings	35,000	-	(35,000)	35,000
Government grants received in advance	72,550	56,300	(16,250)	72,550
<b>15 Non Current Liabilities</b>	<b>84,287</b>	<b>44,235</b>	<b>(40,052)</b>	<b>84,287</b>
4200 Long Term Borrowing	<b>84,287</b>	<b>44,235</b>	<b>(40,052)</b>	<b>84,287</b>

16 Total Commitments (Recurrent and Capital)  
DESCRIPTION

Recurrent and Capital

€	€	€
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-	-	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	€										Total €	
	Property 1%	Office Furniture 8%	Plant & Machinery 10%	Office Equipment 25%	Urban Improvements 10%	Motor Vehicle 20%	New Street Signs 100%	Construction works 10%	Special Programmes 10%			
<b>Cost</b>												
As at 1st January 2019	24,701	25,420	18,089	56,550	50,150	8,200	14,884	1,433,960	233,433			1,865,387
Additions	-	1,627	-	1,404	14,133	-	-	-	-	-	-	17,164
Disposals												
As at end of June 2019	24,701	27,047	18,089	57,954	64,283	8,200	14,884	1,433,960	233,433			1,882,551
<b>Grants/ other reimbursements</b>												
As at 1st January 2019	-	-	1,883	2,637	-	-	-	211,440	232,912			448,872
Additions	-	-	-	-	-	-	-	-	-	-	-	-
As at end of June 2019	-	-	1,883	2,637	-	-	-	211,440	232,912			448,872
<b>Accumulated Depreciation</b>												
As at 1st January 2019	3,375	18,215	15,177	46,449	42,692	2,550	14,884	828,600	389			972,331
Charge for the period	124	1,014	312	630	1,733	820	-	30,087	-			34,720
Released on disposal												
As at end of June 2019	3,499	19,229	15,489	47,079	44,425	3,370	14,884	858,687	389			1,007,051
<b>NBV</b>												
As at end of June 2019	21,202	7,818	717	8,238	19,858	4,830	-	363,833	132			426,628