

# **KUNSILL LOKALI LIJA**

TRIQ ROBERT M IFSUD BONNICI, LIJA

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## **Annual Administrative Report**

**2010**

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**1.0 Mayor's Introduction**

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The year 2010 may well be described as exceptional when comparing the amount of capital expenditure with previous years. The Public Private Partnership Toroq agreement between the Council and the Department of Local Government enabled the Lija Council to pilot the ambitious project to resurface three major streets in the locality. The capital expense of over three hundred thousand Euros budgeted for this project is quite extraordinary since this amount more than doubles the normal yearly budgeted figure received by Council from Central Government. It would have been impossible for Council to venture in such a project without this scheme. As a result resurfacing of Transfiguration Avenue and Robert Mifsud Bonnici Street was ready in December 2010 and Annibale Preca Street will be done in 2011.

The devolution of the Belvedere Tower is now in its final stages. All the necessary studies and documentation giving details of how restoration works will be carried once there are the required funds available have been submitted and accepted by MEPA. Once the amount of bank guarantee is agreed the Lands Department will set the date for the Devolution agreement early in 2011.

The Council is making sure that Public Gardens are kept in the best of condition to the satisfaction of residents and non residents from nearby villages who patronage these popular recreational places in Lija.

The Council made sure during this year to improve in the cultural activities which are regularly held during the year in collaboration with popular NGOs in the locality.

It is also to be noted that all contracts such as Refuse Household Collection, Bulky Refuse Street Sweeping and Public Convenience are kept up to high standard value for money is always expected from contractors.

Finally I would like to mention the full co-ordination by all councillors and the Executive Secretary together with all employees for their splendid service.

Dr Ian Castaldi Paris  
Mayor

**2.0 The Council**

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**2.1 The Council**

<b>Position</b>	<b>Meeting Participation</b>
<i>Councillors</i>	
Dr Ian Castaldi Paris – <i>Mayor</i>	100%
Mrs Magda Magri Naudi – <i>Deputy Mayor</i>	100%
Mr Jeremy-Anthony Dalli	100%
Ms Lorraine Farrugia	100%
Dr Marc Sant	100%
 <i>Employees</i>	
Mr Alfred Buhagiar – Executive Secretary	
 Mrs Georgette Borg Mrs Dorianne Bonnici Bondin Ms Jeanette Buhagiar	

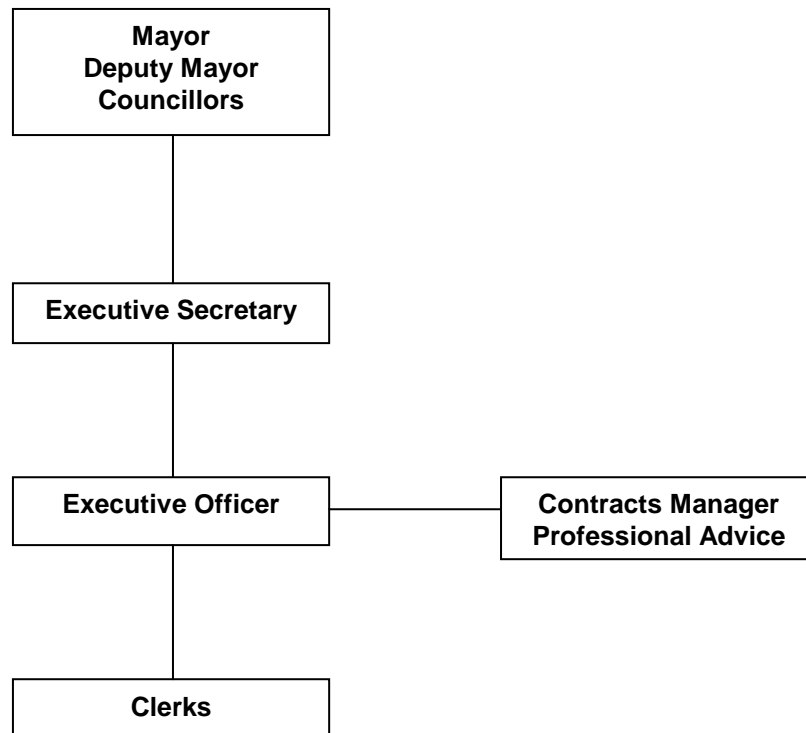
**Notes:**

During the Financial Year 2010 – 14 Council Meetings were held.

3.0 Financial and Operations review

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3.1 Organisation



*Financial and Operations Review (cont.)*

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**3.2 Financial Review**

The Financial Situation Indicator (FSI) was calculated in accordance with Local Councils (financial ) Regulations and it was found that this is a negative figure.

The Council is aware of the situation. However, it should be noted that had this not been the case the Council would not have been able to undertake the road works projects it is currently doing. In order to account for the whole assets the Council has provided accrual for the uninvoiced portion, but out of prudence has not taken into consideration future receipts from Government , which receipts are due in different years as per the contract entered into for the completion of the said road works.

**If these were to be accounted for the FSI would be the other way round**

4.0 Income and Expenditure Variations

4.1 Consolidated Income and Expenditure Variations Schedule

ACCT NO.	DESCRIPTION	a	b	c	a-b/b-a	a-c/c-a
		2010 ACTUAL Eur	2010 BUDGET Eur	2009 (Nine Months) ACTUAL Eur	0 BUDGET VAR Eur	0 ACTUAL VAR Eur
<b>2</b>	<b>Income</b>					
0000	Government	292,923.00	227,312.00	161,832.00	65,611.00	131,091.00
0020	Bye-laws	0.00	2,200.00	5,127.00	(2,200.00)	(5,127.00)
0090	Investment	472.00	1,000.00	412.00	(528.00)	60.00
0100	General	7,975.00	4,000.00	2,327.00	3,975.00	5,648.00
	<b>TOTAL</b>	<b>301,370.00</b>	<b>234,512.00</b>	<b>169,698.00</b>	<b>66,858.00</b>	<b>131,672.00</b>
<b>1</b>	<b>Expenditure</b>					
1000	Personal emoluments	90,137.00	75,660.98	55,295.00	(14,476.02)	(34,842.00)
2000	Operations and maintenance	131,001.00	168,739.64	94,648.00	37,738.64	(36,353.00)
7000	Capital Expenditure	209,603.00	30,000.00	38,654.00	(179,603.00)	(170,949.00)
	<b>TOTAL</b>	<b>430,741.00</b>	<b>274,400.62</b>	<b>188,597.00</b>	<b>(156,340.38)</b>	<b>(242,144.00)</b>
	<b>Balance</b>	<b>(129,371.00)</b>	<b>(39,888.62)</b>	<b>(18,899.00)</b>	<b>(89,482.38)</b>	<b>(110,472.00)</b>

*Income and Expenditure Variations (cont.)*

**4.2 Detailed Income Variations Schedule**

ACCT NO.	DESCRIPTION	a	b	c	a-b	a-c
		2010	2010	2009 (Nine Months)		
		ACTUAL	BUDGET	ACTUAL	BUDGET VAR	ACTUAL VAR
		Eur	Eur	Eur	Eur	Eur
<b>2</b>	<b>Income</b>					
0000	Government					
0001	Annual	227,312.00	227,312.00	157,186.00		70,126.00
0002	Supplementary	0.00	0.00	0.00		
0003	Special needs	60,645.00	0.00	0.00	60,645.00	60,645.00
0004	Public/government delegations	0.00	0.00	0.00		
0015	Other	4,966.00	0.00	4,646.00	4,966.00	320.00
		<b>292,923.00</b>	<b>227,312.00</b>	<b>161,832.00</b>	<b>65,611.00</b>	<b>131,091.00</b>
0020	Bye-Laws					
0021	Community Services	0.00	0.00	0.00		
0036	Contravention of bye-laws	0.00	0.00	5,127.00		(5,127.00)
0056	Sponsorships	0.00	0.00	0.00		
0066	General	0.00	2,200.00	0.00	(2,200.00)	
		<b>0.00</b>	<b>2,200.00</b>	<b>5,127.00</b>	<b>(2,200.00)</b>	<b>(5,127.00)</b>
0090	Investment					
0091	Bank interest	472.00	1,000.00	412.00	(528.00)	60.00
0096	Government securities	0.00	0.00	0.00		
		<b>472.00</b>	<b>1,000.00</b>	<b>412.00</b>	<b>(528.00)</b>	<b>60.00</b>
0100	General					
0110	Donations	0.00	0.00	0.00		
0120	Contributions	7,975.00	4000.00	2,327.00	3,975.00	5,648.00
		<b>7,975.00</b>	<b>4000.00</b>	<b>2327.00</b>	<b>3,975.00</b>	<b>5,648.00</b>
	<b>TOTAL</b>	<b>301,370.00</b>	<b>234,512.00</b>	<b>169,698.00</b>	<b>66,858.00</b>	<b>131,672.00</b>

6.0 Bank Reconciliation Statement

4.3 Detailed Expenditure Variations Schedule

ACCT NO.	DESCRIPTION	a	b	c	b-a	c-a
		2010 ACTUAL Eur	2010 BUDGET Eur	2009 (Nine Months) ACTUAL Eur	0 BUDGET VAR Eur	0 ACTUAL VAR Eur
<b>1</b>	<b>Expenditure</b>					
1000	Personal Emoluments					
1100	Mayor's allowance	7,964.00	6,363.96	4,500.00	(1,600.04)	(3,464.00)
1200	Employee salaries and wages	71,700.00	54,000.00	47,054.00	(17,700.00)	(24,646.00)
1300	Bonuses		1,537.38		1,537.38	
1400	Income supplements	0.00	4,068.00		4,068.00	
1500	Social Security contributions	5,673.00	4,891.64	3,741.00	(781.36)	(1,932.00)
1600	Allowances	4,800.00	4,800.00	0.00		(4,800.00)
1700	Overtime	0.00	0.00	0.00		
		<b>90,137.00</b>	<b>75,660.98</b>	<b>55,295.00</b>	<b>(14,476.02)</b>	<b>(34,842.00)</b>
2000	Operations and maintenance					
2100	Utilities	7,426.00	5,900.00	5,079.00	(1,526.00)	(2,347.00)
2200	Materials and supplies	70.00	1,000.00	1,753.00	930.00	1,683.00
2300	Repair and upkeep	11,274.00	31,446.00	13,071.00	20,172.00	1,797.00
2400	Rent	8,600.00	8,400.00	6,500.00	(200.00)	(2,100.00)
2500	National / International memberships	420.00	200.00	59.00	(220.00)	(361.00)
2600	Office services	3,664.00	2,940.00	3,236.00	(724.00)	(428.00)
2700	Transport	836.00	900.00	934.00	64.00	98.00
2800	Travel	0.00	0.00	0.00		
2900	Information services	1,314.00	3,000.00	248.00	1,686.00	(1,066.00)
3000	Contractual services	73,411.00	94,303.64	45,809.00	20,892.64	(27,602.00)
3100	Professional services	11,364.00	12,200.00	8,117.00	836.00	(3,247.00)
3200	Training	0.00	0.00	0.00		
3300	Community and hospitality	12,622.00	8,200.00	9,842.00	(4,422.00)	(2,780.00)
3400	Incidental expenses	0.00	250.00	0.00	250.00	
		<b>131,001.00</b>	<b>168,739.64</b>	<b>94,648.00</b>	<b>37,738.64</b>	<b>(36,353.00)</b>
7000	Capital Expenditure					
7001	Acquisition of property					
7100	Construction	202,151.00	0.00	921.00	(202,151.00)	(201,230.00)
7200	Improvements	6,791.00	30,000.00	34,427.00	23,209.00	27,636.00
7300	Equipment	661.00	0.00	3,306.00	(661.00)	2,645.00
7500	Special programmes	0.00	0.00	0.00		
		<b>209,603.00</b>	<b>30,000.00</b>	<b>38,654.00</b>	<b>(179,603.00)</b>	<b>(170,949.00)</b>
<b>TOTAL</b>		<b>430,741.00</b>	<b>274,400.62</b>	<b>188,597.00</b>	<b>(156,340.38)</b>	<b>(242,144.00)</b>



6.0 Bank Reconciliation Statement

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6.1 Savings Account

31/12/2010
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6.1 Savings Account

	Eur
<b>Bank statement balance</b>	<b>68,537.00</b>
Plus deposits made by 31/12/10 not appearing on bank statement	0.00
Less withdrawals made but not appearing on bank statement	0.00
<b>Net bank balance</b>	<b>68,537.00</b>

31/12/2010

6.2 Current Account

	Eur
<b>Bank statement balance</b>	<b>0.02</b>
Plus deposits made by 31/12/10 not appearing on bank statement	0.00
Less unrepresented cheques	40,043.20
<b>Net bank balance</b>	<b>-40,043.18</b>

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Mr Alfred Buhagiar  
Executive Secretary

**7.0 Local Government Auditors Report plus Financial Statements**

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**7.1 Local Government Auditors Report**

Auditor  
Grant Thornton  
Certified Public Accountants

Grant Thornton  
Tower Business Centre, Suite 3,  
Tower Street  
Swatar BKR 4013

For the Auditor's Report please click  
[http://lc.gov.mt/mediacenter/PDFs/1\\_LIJA%20LOCAL%20COUNCIL%202010a.pdf](http://lc.gov.mt/mediacenter/PDFs/1_LIJA%20LOCAL%20COUNCIL%202010a.pdf)