



**Kunsill Lokali Birgu**  
*Città Vittoriosa*

# **BIRGU**

## **Local Council**

### **Quarterly Financial Report**

### **for the Period**

**1st January till End of December 2017 (Quarter 4)**

# **Table of Contents**

**Overview on Financial Position, Performance, FSI and Cash Flow.**

**Statement of Income and Expenditure**

**Statement of Affairs**

**Cash flow Statement**

**Notes to the Accounts**

**Depreciation of Property, Plant and Equipment**

## ***Overview and Summary***

The financial report covers the year ended 31 December 2017. During this period under review the Council's revenue amounted to € 417,100. The total expenditure amounted to € 361,190, including depreciation of property, plant and equipment, net of deferred income transferred to income statement of € 11,671.

The Council's Government allocation for the period amounted to € 319,457. In January 2017 the Birgu Local Council has received an amount of € 35,000 as additional funds from the Local Government. This amount is included in the above figure. Income raised for permits amounted to € 19,737, while income from community and social events amounted to € 50,479.

Income from LES amounted to € 4,634.

Salary costs amounted to € 98,349 while Operations and Maintenance amounted to € 192,081. Included with operation and maintenance there is community and social event costs of € 51,916. During this period the Administration costs amounted to € 59,089.

During the year the Local Council has purchased property, plant and equipment of € 12,896.

The financial performance for the year ended 31 December 2017 resulted in a net surplus of € 55,910.

*Approved on 12.2.2018  
Council Meeting 49(07)*



**John Boxall**  
Mayor

Mayor



**Lara Mascena**  
Executive Secretary

  
Executive Secretary

**Statement of Income and Expenditure****1st January till End of December 2017 (Quarter 4)****DESCRIPTION****Annual Budget  
2017**

€

€

**Income**

Funds received from Central Government (1)

330,823

319,457

Income raised from Bye-Laws (2)

70,216

58,000

Income raised from LES (3)

6,806

2,100

Investment Income (4)

25

50

Other Income (5)

9,230

32,228

**TOTAL****417,100****411,835****Expenditure**

Personal Emoluments (6)

98,349

89,562

Operations and Maintenance (7)

192,081

191,315

Administration (8)

59,089

91,016

Finance Cost (9)

-

-

Other Expenditure (10)

11,671

3,652

**TOTAL****361,190****375,545****Surplus / Deficit****55,910****36,290**

**Balance Sheet as at end of December 2017 (Quarter 4)****DESCRIPTION****Annual Budget  
2017**

	€	€
<b>Non-current Assets</b>		
Property, Plant and Equipment (17)	304,826	300,965
<b>Current Assets</b>		
Inventories (11)	-	
Receivables (12)	66,282	61,789
Cash and Cash Equivalents (13)	49,563	119,405
<b>Total Current Assets</b>	<b>115,845</b>	181,194
<b>Current Liabilities</b>		
Payables (14)	111,877	210,359
Current portion of Long-Term Borrowings	-	
<b>Total Current Liabilities</b>	<b>111,877</b>	210,359
<b>Net Current Assets</b>	3,968	- 29,165
<b>Non-current liabilities (15)</b>	176,503	159,129
<b>Net Assets</b>	<b>132,291</b>	<b>112,671</b>
<b>Reserves</b>		
Retained Funds	<b>132,291</b>	112,671

**Financial Situation Indicator****DESCRIPTION**

Current Assets	115,845	181,194
Current Liabilities	111,877	210,359
Total Long Term Liabilities	176,503	159,129
Commitments approved by Ministry	176,503	135,436
	3,968	(52,858)
Total Government Allocation	283,977	283,977
	1%	-18.61%

**Cash Flow Statement**

	€
<b>Cash flow from operating activities</b>	
Surplus for the year	55,910
Adjustments for:	
Depreciation	31,282
Increase / (Decrease) in Allowance for Bad Debts	-
Interest receivable	-
Interest payable	-
(Profit) / Loss on disposal of asset	-19611
Transfer of grants to profit and loss	
Increase / (Decrease) in payables	-90216
Increase / (Decrease) in accruals	
Decrease / (Increase) in receivables	-4493
Decrease / (Increase) in inventories	
Decrease / (Increase) in inventories	
Cash generated from operations	(27,128)
Interest paid	
Payments on National insurance	
<i>Net cash from operating activities</i>	<i>(27,128)</i>
<b>Cash flows from investing activities</b>	
Purchase of property, plant & equipment	-14545
Proceeds from sale of property, plant & equipment	1649
Grants received	17498
Interest received	
Grants written back	-15962
<i>Net cash used in investing activities</i>	<i>-11360</i>
<b>Cash flows from financing activities</b>	
Proceeds from long-term borrowings	
Interest Paid	
Bank Loan Repayments	
<i>Net cash from financing activities</i>	<i>0</i>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>(38,488)</b>
Cash & cash equivalents at beginning of year	88051
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>49563</b>

DESCRIPTION		€
<b>Income</b>		
<b>1</b>	<b>Funds received from Cental Government:</b>	
0001	In terms of section 55 CAP 363	319,457
0002-0004	In terms of section 58 CAP 363	
0005-0019	Other income	11,366
		<b>330,823</b>
<b>2</b>	<b>Income raised from Bye-Laws</b>	
0021-0025	Community Services	50,479
0026-0035	Income from Permits	19,737
		<b>70,216</b>
<b>3</b>	<b>Local Enforcement Income</b>	
0037	Commission from Regional Committees	2,172
0038-0055	Contraventions	4,634
		<b>6,806</b>
<b>4</b>	<b>Investment Income</b>	
0091-0095	Bank interest	25
0096-0099	Income received from Governmet Securities	-
		<b>25</b>
<b>5</b>	<b>1056-0065 Sponsorships</b>	-
0066-0069	Documents & Information	-
0070-0075	EU funds	7,822
0076-0080	Twinning	-
0081-0089	Insurance Claims	-
0100-0109	Donations	-
0110-0119	Contributions	-
0120-0129	General Income	1,408
		<b>9,230</b>
	<b>Total</b>	<b>417,100</b>
<b>6 i)</b>	<b>Personal Emoluments</b>	
1100	Mayor's Allowance	7,345
1200	Employees' Salaries & Wages	77,807
1300	Bonuses	-
1400	Income Supplements	-
1500	Social Security Contributions	6,797
1600	Allowances	6,400
1700	Overtime	-
		<b>98,349</b>
<b>ii)</b>	<b>Number of Employees</b>	
	<b>Full time</b>	
	<b>Major</b>	1
	<b>Executive Secretary</b>	1
	<b>Clerk</b>	2
		<b>4</b>
	<b>Part time</b>	
	<b>Labourer</b>	1
	<b>Councillors</b>	4
	<b>Clerk</b>	1
		<b>6</b>
	<b>Total number of employees</b>	<b>10</b>

DESCRIPTION	€
<b>7 Operations and Maintenance</b>	
2100-2149 Public Utilities	
2200-2259 Public Materials & Supplies	6,380
2300-2399 Repairs & upkeep	24,157
2400-2449 Rent	
3010 Street Lightning	4,868
3020 Lease of Equipment	
3030 Insurance	7,237
3035 Bank Charges	365
3038 Penalties	
3041 Refuse Collection	76,301
3042 Bulky Refuse Collection	
3043 Bins on wheels	
3045 Bring in sites	
3051 Road & Street Cleaning	1,630
3052 Cleaning & Maintenance of Non-Urban Areas	
3053 Cleaning of Public Conveniences	
3055 Cleaning of Council Premises	
3040 Waste Disposal	16,577
3060 Cleaning & Maintenance of Parks & Gardens	1,800
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	51,916
3390-3394 Donations	
3600-3694 Local Enforcement Expenses	850
3700-3799 EU Projects	
3800-3899 Twinning	
	<b>192,081</b>
<b>8 Administration</b>	
2150-2199 Office Utilities	6,979
2260-2299 Office Materials & Supplies	
2450-2499 Office Rent	2,516
2500-2599 National & International Memberships	1,496
2600-2699 Office Services	3,593
2700-2799 Transport	4,044
2800-2899 Travel	8,208
2900-2999 Information Services	1,831
3050 Office Cleaning	
3410-3199 Professional Services	29,377
3200-3299 Training	
3345 Office Hospitality	
3400-3499 Incidental Expenses	1,045
	<b>59,089</b>
<b>9 Finance Costs</b>	
3036 Interest on Bank Loan	
	-



DESCRIPTION		€
<b>10</b>	<b>Other Expenditure</b>	
1500-3599	Loss / (Profit) on Disposal of asset	
3695	Increase/(Decrease) in allowance for bad debts	
8000-8099	Depreciation	31,282
	Transfer of grants to profit and loss	(19,611)
		11,671
	<b>Total</b>	<b>361,190</b>
<b>11</b>	<b>Inventories</b>	
5201-5249	Stationery	-
5250-5299	Consumables	-
		-
<b>12</b>	<b>Receivables</b>	
0201-0209	Receivables	2,358
0210-0219	LES Receivables	7,345
0220-0229	Receivables from EU	
0250	Prepayments & Accrued income	41,585
	Other debtors	14,994
		<b>66,282</b>
<b>13</b>	<b>Cash &amp; Equivalents</b>	
5001-5099	Bank & Cash Balances	49,563
		<b>49,563</b>
<b>14</b>	<b>Payables</b>	
4000	Payables	59,464
4100	Accruals	39,881
4150	Deferred Income	4,217
	Current portion of long term borrowings	
	National insurance contributions	8,315
		<b>111,877</b>
<b>15</b>	<b>Non Current Liabilities</b>	
4200	Long Term Borrowing	
	Deferred grants	176,503
		<b>176,503</b>

16

**Capital Commitments****DESCRIPTION**

€

**Approved but not yet contracted for:**

-

**Contracted for but not provided for in Quarterly Financial Statements:**

Constuction of Local Council premises

-

**Others**

## 17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Motor vehicle# 10% €	Office Computer & Equipment 25% €	Urban Improvements 10% €	Office Furniture & Fittings 8% €	Street Signs NA €	Construction 10% €	Assets under construction NA €	Total €
<b>Cost</b>								
As at 1st January 2017	11,181	64,218	525,568	104,895	7,762	731,641	91,372	1,536,637
Additions		1,551	3,116	3,869	-	93,109	-	101,645
Disposals							(88,749)	(88,749)
As at end of December 2017	11,181	65,769	528,684	108,764	7,762	824,750	2,623	1,549,533
<b>Grants/ other reimbursements</b>								
As at 1st January 2017			123,829			498,192		622,021
Additions								-
As at end of December 2017	-	-	123,829	-	-	498,192	-	622,021
<b>Accumulated Depreciation</b>								
As at 1st January 2017	10,779	51,605	289,581	37,755	7,762	193,922		591,404
Charge for the period	73	2,989	10,768	4,965	-	12,487	-	31,282
Released on disposal								-
As at end of December 2017	10,852	54,594	300,349	42,720	7,762	206,409	-	622,686
<b>NBV</b>	329	11,175	104,506	66,044	-	120,149	2,623	304,826
As at end of December 2017								

## Defferd Income

Balance as per BS  
Supplemntary

17,500.00

Accrued Inomce  
Balance as per Sage  
Less Cies Scheme

36,802.96

(425.44)

36,377.52

Balance as at 31 Dec 2016  
2016 Performace Bonus  
2016 Payment of Councillor  
Street Cleaning

25,914.96

(2,119.00)

(1,344.00)

12,600.00

Accruals as at 31 March 2017

35,051.96

Balance as at 31 Dec 2016

-

Rent

1,133.00

Insurance

2,541.00

Memebrship

1,013.00

Prepayments at 31 March 2017

4,687.00

National Insurance oustanding  
Blance as per sage  
Less Wages adj

(1,949.00)