



Fgura Local Council

Quarterly Financial Report

for the period:

1st January to 31st March 2014

Fgura Local Council

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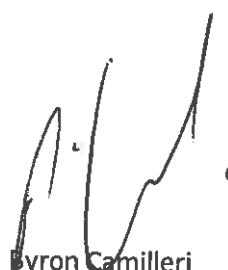
The most ambitious project that the Fgura Local Council embarked upon in recent past is the construction of the new Civic Centre located in Triq Hompesch. Such project shall allow the Fgura Local Council to be able to offer a more efficient service, while increasing the services offered to the general public. The Council felt the need for such premises especially since the residents' needs could not be served well from the current ones, while the proposed project emphasizes accessibility for people with special needs and the elderly.

In order to be able to finance this project the Council used most of the funds collected by means of the Local Enforcement System and also sought and obtained the approval of the Ministry to have a drawdown facility from a local bank. The Council is currently paying loans used to finance this project amounting to nearly €40,000 per annum.

The recurrent expenditure forecast, as provided in this budget, exceeds the Government allocation to be received by the Council, especially due to capital expenditure allocated to the aforementioned Civic Centre and other projects. Thus, the Council shall make use of its own funds to sustain its operations.

This highlights the need to reform the current Local Enforcement System whereby the changes brought about in 2011 resulted in less income for Local Councils, which are now finding it hard to sustain their operations, as established in the Local Councils Act, while keeping its projects on track. One hopes that the current LES proposals shall bring about the required changes.

The Council shall be benefiting from a Government Grant of €50,000 under Budget Measure 86, which forms part of a Pilot Project aimed at embellishing urban areas in Malta. The Council shall also seek supplementary funding to **keep** its projects on track while keeping its liquidity at desired levels.



Byron Camilleri
Mayor



Christopher Cutajar
Executive Secretary

Statement of Income and Expenditure

DESCRIPTION	Actual 2014 €	Annual Budget 2014 €
Income		
Funds receivable from Central Government (1)	171,647	134,145
Income raised from Bye-Laws (2)	1,597	3,625
Income raised from LES (3)	323	2,250
Investment Income (4)	420	388
Other Income (5)	4,036	6,625
TOTAL	178,023	147,033
Expenditure		
Personal Emoluments (6)	26,182	28,661
Operations and Maintenance (7)	52,356	70,000
Administration (8)	9,975	26,250
Finance Cost (9)	-	-
Other Expenditure (10)	21,066	26,858
TOTAL	109,579	151,769
Surplus/(Deficit)	68,444	(4,736)

Statement of Financial Position as at end of March 2014

DESCRIPTION	Actual 2014 €	Annual Budget 2014 €
Non-Current Assets		
Financial Investments	13,297	13,232
Property, Plant and Equipment (17)	2,043,471	215,485
	2,056,768	2,168,086
Current Assets		
Inventories (11)	875	875
Receivables (12)	44,577	134,990
Cash and Cash Equivalents (13)	356,333	173,582
Total Current Assets	401,785	309,447
Current Liabilities		
Payables (14)	130,342	184,698
Current portion of Long-Term Borrowings (15)	39,887	39,887
Total Current Liabilities	170,229	224,585
Net Current assets	231,556	84,862
Non-Current Liabilities	688,735	665,472
Net Assets	1,599,589	1,587,476
Reserves		
Retained Funds	1,599,589	1,587,476

Financial Situation Indicator

DESCRIPTION

Current Assets	401,785	309,447
Current Liabilities	(170,229)	(224,585)
Non-Current Liabilities	(688,735)	(665,472)
Commitments approved by Ministry	688,735	665,472
	231,556	84,862
Total Government Allocation	512,144	128,330
	45%	66%

Statement of Cash Flows

	Actual 2014 €	Annual Budget 2014 €
Surplus/(Deficit) for the period	68,444	(4,736)
Adjustments for:		
Depreciation	22,450	26,858
Increase/(Decrease) in Allowance for Bad Debts	(1,384)	-
Interest receivable	(420)	(1,550)
Interest payable (excluding Capitalised)	-	-
(Profit)/Loss on disposal of assets	-	-
Release of Grants	34,498	(17,641)
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Receivables	(31,990)	(11,367)
Increase/(Decrease) in Payables	(62,545)	(100,000)
Cash Generated from/(Absorbed by) operations	29,053	(108,436)
Interest paid	-	-
Net Cash Generated from/(Absorbed by) operating activities	29,053	(108,436)
Cash flows from Investing Activities		
Purchase of property, plant & equipment	(7,530)	(50,875)
Interest received	-	-
Net Cash Generated from/(Absorbed by) investing activities	(7,530)	(50,875)
Cash flows from Financing Activities		
Proceeds from long-term borrowings	4,677	3,390
Grants Received	42,120	-
Loan Repayments	(9,972)	(9,972)
Net Cash Generated from/(Absorbed by) financing activities	36,825	(6,582)
Net increase/(decrease) in cash & cash equivalents	58,348	(165,893)
Cash & Cash Equivalents at beginning of period	297,985	339,475
Cash & Cash Equivalents at end of period	356,333	173,582

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
Income			
1	Funds receivable from Central Government:		
	0001 In terms of Section 55 Cap 363	128,329	128,330
	0002-0004 In terms of Section 58 Cap 363	38,908	-
	0005-0019 Other income	4,410	5,815
		171,647	134,145
2	Income raised from Bye-Laws:		
	0021-0025 Community Services	738	2,250
	0026-0035 Income from Permits	859	1,375
		1,597	3,625
3	Income raised from Law Enforcement System:		
	0036-0037 Contraventions receivable	(1,267)	625
	0038-0050 LES Administrative Charges	1,590	1,625
		323	2,250
4	Investment Income:		
	0091-0095 Bank interest	420	200
	0096-0099 Income received from Government Securities		188
		420	388
5	Other Income:		
	0056-0065 Sponsorships	50	-
	0066-0069 Documents & Information	759	500
	0070-0075 EU Funds	-	-
	0076-0080 Insurance claims	-	-
	0100-0109 General income	3,227	5,625
	0100 Donations		500
	0120 Contributions		
		4,036	6,625
Total Income		178,023	147,033

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
6 i)	Personal Emoluments		
	1100 Mayor's Honoraria	2,576	2,576
	1101 Council Members' Allowance	-	-
		2,576	2,576
	1200 Employees' Salaries & Wages	20,440	21,735
	1300 Bonuses	-	-
	1400 Income Supplements	636	700
	1500 Social Security Contributions	2,036	3,175
	1600 Employees' Allowances	233	225
	1700 Overtime	261	250
		23,606	26,085
	Total payroll cost	26,182	28,661
		Note 6ii)	
6 ii)	Cost analysed as follows:		
	Executive Secretary	7,759	7,758
	Aministrative Principal Officers	2,915	3,905
	Executive Officers	10,442	11,932
	Handyman	2,490	2,490
	Clerk	-	-
		23,606	26,085
6 iii)	Number of Employees:		
	Full time	4	4
	Reduced	1	1
	Part-Time	1	1
	Total number of employees	6	6

DESCRIPTION	Actual 2014 €	Annual Budget 2014 €
7 Operations and Maintenance		
2100-2149 Public Property Utilities		
2220-2259 Materials & Supplies	336	1,650
2300-2399 Repairs and Upkeep	1,813	5,875
2400-2499 Rent		
3010 Street Lighting	-	3,025
3020 Lease of Equipment	357	1,575
3022 Hire of football pitch	1,064	-
3030 Insurance	1,015	1,325
3035 Bank Charges	88	175
3038 Penalties	-	-
3040 Waste Disposal	15,916	24,150
3041 Refuse Collection	13,666	14,500
3042 Bulky Refuse Collection	2,324	2,700
3043 Bins on wheels	-	-
3045 Bring in sites	-	-
3051 Road & Street Cleaning	8,006	8,175
3052 Cleaning & Maintenance of Non-Urban Areas	-	-
3053 Cleaning of Public Conveniences	-	-
3055 Cleaning of Council Premises	618	600
3059 Contract management fees	642	-
3060 Other contractual services	-	175
3061 Cleaning & Maintenance of Parks & Gardens	-	-
3062 Cleaning & Maintenance of Soft Areas	4,540	4,475
3063 Cleaning & Maintenance of Beaches & CA	-	-
3064 Cleaning & Maintenance of Country Non-Urban Areas	-	-
3065 Street Lighting	795	-
3067 Librarian Services	1,176	1,200
3069 Internet Service Provider	-	-
3070-3090 Consultation Fees	-	
3100-3139 Contract & Project Management Fees		
3300-3379 Hospitality		
3380-3389 Community		
3390-3394 Donations		
3600-3694 Local Law Enforcement System Expenses	-	400
3700-3799 EU Projects Expenses		
3800-3899 Twinning Expenses		
	52,356	70,000

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
8	Administration		
	2100-2199 Office Utilities	2,499	2,725
	2260-2299 Office Materials & Supplies		750
	2400-2499 Office Rent	1,875	3,075
	2500-2599 National & International Memberships	224	200
	2600-2699 Office Services	1,479	2,875
	2700-2799 Transport	200	975
	2800-2899 Travel		250
	2900-2999 Information Services	604	1,250
	3100-3199 Professional Services	2,001	4,050
	3200-3299 Training	698	4,625
	3300-3399 Office Hospitality	383	4,750
	3400-3499 Sundry Minor Expenses	12	725
		9,975	26,250
9	Finance Costs		
	3036 Interest on Bank Loans (excluding amounts capitalised)		
		-	-
10	Other Expenditure		
	3500-3599 Loss/(Profit) on Disposal of assets		
	3695 Increase/(Decrease) in allowance for bad debts	(1,384)	
	8000-8099 Depreciation	22,450	26,858
	8100	-	
		21,066	26,858
	Total Recurrent Expenditure	109,579	151,769

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
11	Inventories		
	5201-5249 Stationery		
	5250-5299 Consumables		
	5200 Medals, lapel badges and other mementos	875	875
		875	875
12	Receivables		
	0200-0209 General Receivables	15,190	16,992
	0210-0219 LES Receivables	-	-
	0220-0229 Receivables from EU Grants	18,340	102,417
	0250-0251 Prepayments & Accrued Income	11,047	15,581
		44,577	134,990
13	Cash & Cash Equivalents		
	5001-5099 Bank Balances	355,801	173,222
	5100-5199 Cash in hand	532	360
		356,333	173,582
14	Current Payables		
	4000 General Payables	58,772	123,487
	4150 Deferred Income	17,162	15,727
	4100 Accruals	54,408	45,484
	Current portion of long term borrowings	39,887	39,887
	4052 Amounts due to other councils	-	-
		170,229	224,585
15	Non-Current Payables		
	4200 Long Term Borrowings	431,225	411,633
4103	Deferred Income	257,510	253,839
		688,735	665,472

DESCRIPTION	Actual 2014 €	Annual Budget 2014 €
Capital Commitments		
Approved but not yet contracted for:		
Special Programme - (Smartphone software App.)	-	4,000
Special Programme - (Bocci Club & Triq il-Pitirross)	-	79,000
Electrical and Mechanical Engineering Services at New Administrative Offices	-	90,000
Contracted for but not provided for in Quarterly Financial Statements:		
Special Programmes (Library Extension)	-	35,000
Urban Improvements	-	50,000
Finishings at New Council Premises	-	68,750

Figura Local Council

Quarterly Financial Report 1st January to 31st March 2014

17 Property, Plant and Equipment

	Trees	Construction & Street Paving	Office Furniture & Fittings	New Street Signs	Urban Improvements	Office & Computer Equipment	Plant & Machinery	Motor Vehicles	Assets still under construction	Total
Cost	€	€	€	€	€	€	€	€	€	€
At 1 January 2014	7,055	1,568,425	33,687	11,735	443,291	41,967	1,685	11,586	1,167,603	3,287,034
Reclassification										
Additions	-	-	171	-	-	2,183	-	-	5,176	7,530
Disposals										
At 31 March 2014	7,055	1,568,425	33,858	11,735	443,291	44,150	1,685	11,586	1,172,779	3,294,564
Central Government Grants										
At 1 January 2014		235,087			-		-			235,087
Reclassification										
Disposals										
At 31 March 2014	-	235,087	-	-	-	-	-	-	-	235,087
Depreciation										
At 1 January 2014		735,851	19,211	11,735	182,793	34,088	1,197	8,681		993,556
Reclassification										
Current year charge	-	14,919	272		6,513	576	25	145		22,450
Released on Disposals										
At 31 March 2014	-	750,770	19,483	11,735	189,306	34,664	1,222	8,826	-	1,016,006
Net Book Value										
At 31 March 2014	7,055	582,568	14,375	-	253,985	9,486	463	2,760	1,172,779	2,043,471