



Local Council Fgura

Quarterly Financial Report for the period:

1st April to 30th June 2014

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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 Hompech. 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 is being highly controlled so that the loan commitments can be honoured, whilst the core operations are all carried out along with an efficient service to all the citizens who seek the Council's help.

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 their 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)	304,303	268,289
Income raised from Bye-Laws (2)	3,828	7,250
Income raised from LES (3)	1,382	4,500
Investment Income (4)	861	775
Other Income (5)	16,010	13,250
TOTAL	326,384	294,064
Expenditure		
Personal Emoluments (6)	60,010	67,150
Operations and Maintenance (7)	116,066	140,000
Administration (8)	30,838	52,500
Finance Cost (9)	-	-
Other Expenditure (10)	45,914	53,716
TOTAL	252,828	313,366
Surplus/(Deficit)	73,556	(19,302)

Statement of Financial Position as at end of June 2014

DESCRIPTION	Actual 2014 €	Annual Budget 2014 €
Non-Current Assets		
Financial Investments	13,297	13,232
Property, Plant and Equipment (17)	2,082,880	2,154,854
	2,096,177	2,168,086
Current Assets		
Inventories (11)	875	875
Receivables (12)	52,956	134,990
Cash and Cash Equivalents (13)	309,734	173,582
Total Current Assets	363,565	309,447
Current Liabilities		
Payables (14)	126,211	184,698
Current portion of Long-Term Borrowings (15)	39,887	39,887
Total Current Liabilities	166,098	224,585
Net Current assets	197,467	84,862
Non-Current Liabilities	683,782	665,472
Net Assets	1,609,862	1,587,476
Reserves		
Retained Funds	1,609,862	1,587,476

Financial Situation Indicator

DESCRIPTION		
Current Assets	363,565	309,447
Current Liabilities	(166,098)	(224,585)
Non-Current Liabilities	(683,782)	(665,472)
Commitments approved by Ministry	683,782	665,472
	197,467	84,862
Total Government Allocation	512,144	256,659
	39%	33%

Statement of Cash Flows

	Actual 2014 €	Annual Budget 2014 €
Surplus/(Deficit) for the period	73,556	(19,302)
Adjustments for:		
Depreciation	48,397	26,858
Increase/(Decrease) in Allowance for Bad Debts	(2,821)	-
Interest receivable	(861)	(1,550)
Interest payable (excluding Capitalised)	-	-
(Profit)/Loss on disposal of assets	-	-
Release of Grants	(8,737)	(11,630)
(Increase)/Decrease in Inventories	-	-
(Increase)/Decrease in Receivables	(46,790)	(11,367)
Increase/(Decrease) in Payables	(10,001)	(91,445)
Cash Generated from/(Absorbed by) operations	52,743	(108,436)
Interest paid	-	-
Net Cash Generated from/(Absorbed by) operating activities	52,743	(108,436)
Cash flows from Investing Activities		
Purchase of property, plant & equipment	(72,523)	(50,875)
Interest received	-	-
Net Cash Generated from/(Absorbed by) investing activities	(72,523)	(50,875)
Cash flows from Financing Activities		
Proceeds from long-term borrowings	9,352	3,390
Grants Received	42,120	-
Loan Repayments	(19,943)	(9,972)
Net Cash Generated from/(Absorbed by) financing activities	31,529	(6,582)
Net increase/(decrease) in cash & cash equivalents	11,749	(165,893)
Cash & Cash Equivalents at beginning of period	297,985	339,475
Cash & Cash Equivalents at end of period	309,734	173,582

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
Income			
1	Funds receivable from Central Government:		
	0001 In terms of Section 55 Cap 363	256,658	256,659
	0002-0004 In terms of Section 58 Cap 363	38,908	-
	0005-0019 Other income	8,737	11,630
		304,303	268,289
2	Income raised from Bye-Laws:		
	0021-0025 Community Services	1,525	4,500
	0026-0035 Income from Permits	2,303	2,750
		3,828	7,250
3	Income raised from Law Enforcement System:		
	0036-0037 Contraventions receivable	(2,448)	1,250
	0038-0050 LES Administrative Charges	3,830	3,250
		1,382	4,500
4	Investment Income:		
	0091-0095 Bank interest	861	400
	0096-0099 Income received from Government Securities		375
		861	775
5	Other Income:		
	0056-0065 Sponsorships	50	-
	0066-0069 Documents & Information	1,623	1,000
	0070-0075 EU Funds	250	-
	0076-0080 Insurance claims	-	-
	0100-0109 General income	14,087	11,250
	0100 Donations		1,000
	0120 Contributions		
		16,010	13,250
Total Income		326,384	294,064

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
6 i)	Personal Emoluments		
	1100 Mayor's Honoraria	5,151	5,200
	1101 Council Members' Allowance	5,600	5,600
		10,751	10,800
	1200 Employees' Salaries & Wages	42,896	47,550
	1300 Bonuses	709	800
	1400 Income Supplements	636	700
	1500 Social Security Contributions	4,083	6,350
	1600 Employees' Allowances	465	450
	1700 Overtime	470	500
		49,259	56,350
	Total payroll cost	60,010	67,150
6 ii)	Cost analysed as follows:		
	Executive Secretary	15,530	15,500
	Aministrative Principal Officers	7,896	7,700
	Executive Officers	20,838	24,850
	Handyman	4,995	5,000
	Clerk		3,300
		49,259	56,350
6 iii)	Number of Employees:		
	Full time	4	4
	Reduced	1	1
	Part-Time	1	2
	Total number of employees	6	7

Note 6ii)

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
7	Operations and Maintenance		
2100-2149	Public Property Utilities		
2220-2259	Materials & Supplies	1,087	3,300
2300-2399	Repairs and Upkeep	4,489	11,750
2400-2499	Rent		
3010	Street Lighting	-	6,050
3020	Lease of Equipment	64	950
3022	Hire of football pitch	2,139	2,200
3030	Insurance	2,082	2,650
3035	Bank Charges	103	350
3038	Penalties	-	-
3040	Waste Disposal	40,525	48,300
3041	Refuse Collection	27,411	29,000
3042	Bulky Refuse Collection	4,889	5,400
3043	Bins on wheels	-	-
3045	Bring in sites	-	-
3051	Road & Street Cleaning	15,951	16,350
3052	Cleaning & Maintenance of Non-Urban Areas	-	-
3053	Cleaning of Public Conveniences	-	-
3055	Cleaning of Council Premises	1,287	1,200
3059	Contract management fees	1,142	-
3060	Other contractual services	-	350
3061	Cleaning & Maintenance of Parks & Gardens	-	-
3062	Cleaning & Maintenance of Soft Areas	9,039	8,950
3063	Cleaning & Maintenance of Beaches & CA	-	-
3064	Cleaning & Maintenance of Country Non-Urban Areas	-	-
3065	Street Lighting	2,711	-
3067	Librarian Services	2,697	2,400
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	450	800
3700-3799	EU Projects Expenses	-	-
3800-3899	Twinning Expenses	-	-
		116,066	140,000

DESCRIPTION		Actual 2014 €	Annual Budget 2014 €
8	Administration		
	2100-2199 Office Utilities	5,319	5,450
	2260-2299 Office Materials & Supplies		1,500
	2400-2499 Office Rent	4,899	6,150
	2500-2599 National & International Memberships	288	400
	2600-2699 Office Services	4,750	5,750
	2700-2799 Transport	895	1,950
	2800-2899 Travel		500
	2900-2999 Information Services	1,189	2,500
	3100-3199 Professional Services	6,258	8,100
	3200-3299 Training	2,558	9,250
	3300-3399 Office Hospitality	4,495	9,500
	3400-3499 Sundry Minor Expenses	187	1,450
		30,838	52,500
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	(2,821)	
	8000-8099 Depreciation	48,397	53,716
	8100	338	
		45,914	53,716
	Total Recurrent Expenditure	252,828	313,366

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	23,752	16,992
	0210-0219 LES Receivables	34	-
	0220-0229 Receivables from EU	-	-
	General Grants	18,340	102,417
	0250-0251 Prepayments & Accrued Income	10,830	15,581
		52,956	134,990
13	Cash & Cash Equivalents		
	5001-5099 Bank Balances	309,202	173,222
	5100-5199 Cash in hand	532	360
		309,734	173,582
14	Current Payables		
	4000 General Payables	53,305	123,487
	4150 Deferred Income	16,601	15,727
	4100 Accruals	56,305	45,484
	Current portion of long term borrowings	39,887	39,887
	4052 Amounts due to other councils		
		166,098	224,585
15	Non-Current Payables		
	4200 Long Term Borrowings	430,038	411,633
4103	Deferred Income	253,744	253,839
		683,782	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 in the quarterly report		
Special Programmes (Library Extension)	€	35,000
Urban Improvements	18,532	50,000
Finishings at New Council Premises	31,068	68,750

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	42,440	1,685	11,586	1,167,603	3,287,507
Reclassification										
Additions			341	2,435	18,874	2,706			48,167	72,523
Disposals										
At 30 June 2014	7,055	1,568,425	34,028	14,170	462,165	45,146	1,685	11,586	1,215,770	3,360,030
Central Government Grants										
At 1 January 2014	-	235,087	-	-	-	-	-	-	-	235,087
Reclassification										
Disposals										
At 30 June 2014	-	235,087	-	-	-	-	-	-	-	235,087
Depreciation										
At 1 January 2014		735,851	19,211	11,735	182,793	34,198	1,197	8,681		993,666
Reclassification										
Current year charge		29,874	556	2,435	13,969	1,223	49	291		48,397
Released on Disposals										
At 30 June 2014	-	765,725	19,767	14,170	196,762	35,421	1,246	8,972	-	1,042,063
Net Book Value										
At 30 June 2014	7,055	567,613	14,261	-	265,403	9,725	439	2,614	1,215,770	2,082,880