

Hal Gharghur Local Council
Unaudited Financial Statements
For the period ending 30 June 2019

Prepared By: Mr. Michael Debono
obo DConsulta Limited

Hal Gharghur Local Council
STATEMENT OF COMPREHENSIVE INCOME
For the period ending 30 June 2019

	<i>Notes</i>	2019 Jan-June €
INCOME		
Funds received from Government	4	146,281
Local enforcement income	5	1,202
General income	7	28,413
Income from Bye Laws		-
		175,896
EXPENDITURE		
Personel emoluments	8	42,246
Operations and maintenance	9	70,091
Administrative and other expenses	10	70,212
		182,549
OPERATING SURPLUS FOR THE YEAR	-	6,653
Investment income	6	-
SURPLUS FOR THE PERIOD	-	6,653
Add back depreciation charge		48,501
Cash Surplus		41,848

Hal Gharghur Local Council
STATEMENT OF FINANCIAL POSITION
For the period ending 30 June 2019

		2019 Jan-June €
	<i>Notes</i>	
NON-CURRENT ASSETS		
Property, Plant and equipment	<i>11</i>	353,345
Intangible Assets	<i>11.2</i>	81
Deferred Expenditure		-
		<u>353,426</u>
CURRENT ASSETS		
Inventories	<i>12</i>	2,289
Receivables	<i>13</i>	46,350
Cash and cash equivalents	<i>15.2</i>	293,157
		<u>341,797</u>
Total Assets		<u><u>695,222</u></u>
RESERVES		
Retained Funds		<u>539,152</u>
NON-CURRENT LIABILITIES		
Deferred Income	<i>16.2</i>	-
Long Term Borrowing		-
		<u>-</u>
CURRENT LIABILITIES		
Payables	<i>14.1</i>	156,070
Bank balance overdrawn		-
		<u>156,070</u>
Total Equity and Liabilities		<u><u>695,222</u></u>
Working Capital		185,727

These financial statements were approved by the Local council on
and were signed on behalf of the council by:

Mayor

Maria Tanti
Executive Secretary

Hal Gharghur Local Council
STATEMENT OF CHANGES IN EQUITY
For the period ending 30 June 2019

	Retained Funds €
At 01 January 2018	586,431
Retained surplus for the year	-40,626
Prior year adjustment	
At 31 December 2018	<u>545,805</u>
 At 01 January 2019	 545,805
Prior year adjustment	
Retained surplus for the year	<u>-6,653</u>
 For the period ending 30 June 2019	 <u>539,152</u>
 Equity interest	 <u>539,152</u>

Hal Gharghur Local Council
STATEMENT OF CASHFLOWS
For the period ending 30 June 2019

		2019
	<i>Notes</i>	Jan-June
		€
Operating Activities		
Profit for the year	-	6,653
Adjustments to reconcile profit with net cash flows		
Depreciation & amortisation of intangibles		48,751
Amortisation of grants made by council		600
Bad Debts written off		-
(Decrease)/Increase in provision for LES debtors		-
		-
		-
Interest receivable		-
	16.1	
Surplus before working capital movements		42,699
Movement in Inventories		-
Movement in Receivables	-	18,757
Movement in Payables		4,817
Net cashflows from operating activities		28,758
Cashflows from investing activities		
Purchase of property, plant and equipment	15.1	- 34,030
Sale of financial assets		
Interest paid		
Interest Received		-
Net cashflows from investing activities	-	34,030
Cashflows from financing activities		
Capital Grants Received		-
Advance payment on grants from ARPA		-
Net cashflows from financing activities		-
NET INCREASE IN CASH AND CASH EQUIVALENTS	-	5,272
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	15.2	298,429
CASH AND CASH EQUIVALENTS AT END OF YEAR	15.2	293,157

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS
For the period ending 30 June 2019

4. FUNDS RECEIVED FROM GOVERNMENT

2019

€

Annual Government Allocation:

- In terms of Section 55 of the Local Councils Act, 1993

137,557

Supplementary income

8,725

Grants released to income during the year

-

Special Project Allocation

-

Other Supplimentary Government Income

-

146,281

5. LOCAL ENFORCEMENT INCOME

2019

€

LES Share of Joint Committee Results

82

Contraventions

-

Income from Regional Committees

1,121

Over provision of accrued income in previous years

1,202

6. INVESTMENT INCOME

2019

€

Bank interest on current and savings accounts

-

Bank interest on term deposits

-

Disposal of financial asset

-

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 June 2019

INCOME FROM BYE LAWS

2019

€

Income from bye laws

-

0

8. PERSONEL EMOLUMENTS

2019

€

Mayor's Honoraria

4,234

Councillors' Allowance

3,200

Executive Secretary Salary & Allowances

15,707

Employees' Salaries & Allowances

15,616

Social Security Contributions

2,515

Overtime

974

42,246

9. OPERATIONS AND MAINTENANCE

2019

€

REPAIRS AND UPKEEP

Roads and street pavements - patching works

4,188

Road signs and markings

3,147

Public property

-

Council property

-

Office furniture & equipment

-

Plant & machinery

7,219

Sundry repairs

-

Other repairs & upkeep

2,442

Handyman repairs & upkeep

-

Restoration works

-

16,996

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 June 2019

9. OPERATIONS AND MAINTENANCE (continued)

	2019
	€
<i>CONTRACTUAL SERVICES</i>	
Refuse collection	23,899
Bulky refuse collection	2,413
Hire of skips	-
Bring in sites/tipping fees	14,656
Road and street cleaning	6,231
Cleaning and maintenance public conveniences	2,400
Cleaning and maintenance council premises	-
Studies & consultations	-
Cleaning and maintenance parks and gardens	1,135
Cleaning and maintenance non-urban	-
LES related expenditure & Local Wardens	220
PPP Contracts	-
Other contractual service	2,142
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	53,095
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TOTAL OPERATIONS AND MAINTENANCE	70,091
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Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 June 2019

	2019	2018
	Jan-June	Jan-Dec
	€	€
10. ADMINISTRATIVE AND OTHER EXPENSES		
Operating materials and supplies	433	854
Street lightning	4,351	14,034
e-government services	50	1,186
Insurance coverage	1,308	1,916
Bank charges	80	235
Utilities	2,431	5,742
Cleaning materials and supplies	259	745
Rent	1,506	3,794
National and International memberships	248	
Advertising and public relations expenses	395	3,391
Community services and Social events (see note 10.1)	657	17,354
Printing, stationery and postages	1,922	
Hire of equipment	-	
Travel and entertainment	-	
ICT expenses	403	846
Conference and participation expenses	-	
Legal and professional fees	5,626	5,686
Other minor expenses	-	
Movement in Provisions on Bad Debts	- 143	104
Fines, penalties and late payment interest	204	1,192
Depreciation & amortisation of intangibles	48,501	102,628
Amortisation of intangibles	250	440
Library expenses	760	1,415
Licences	-	
Staff Training	-	
Participation fees	300	418
Training Courses	-	
Transport Costs	72	
Amortisation of grants made by council	600	1,200
(Decrease) /Increase Provision for Doubtful Debtors	-	
Bad debts written off	-	
Movement in inventory of books	-	104
	70,212	163,284
10.1 COMMUNITY SERVICES AND SOCIAL EVENTS		
Hospitality - Entertainment and visits	-	
Social Events Various costs	- 1,609	
Social Events - SK Qasam Socjali	1,754	
Social Events - SK Relazzjonijiet Pubblici	462	
Social Events - SKZS - Youths	51	
Social Events - SKE - Culture	-	
Social Events - Cultural	-	-
Milk Festival	-	-
Admin Expenses- Community services	-	
Total Community Services & Social Events	657	-

Hal Gharghur Local Council

Fixed asset Schedule

As at 31 March 2019

**Month
Factor**

6

	Council Premises		Construction & Street Paving		Office Furniture Fixtures & Fittings		Street Signs		Urban Improvements		Office/ Computer Equipment		Plant & Machinery		Special Programmes		Assets under Construction		Total
Cost	EUR		EUR		EUR		EUR		EUR		EUR		EUR		EUR		EUR		EUR
At 01 January 2019	120,927		345,529		30,979		14,908		145,898		23,377		31,846		1,257,634		5,066		1,976,164
Additions	-		-		65		-		944		380		-		-		2,065		3,454
Disposals															-				-
At 31 March 2019	120,927		345,529		31,044		14,908		146,842		23,757		31,846		1,257,634		7,131		1,979,618
Grant																			
At 01 January 2019	-	4,669	-	61,451	-	843	-	-	36,686	-	1,328	-	-	716,224	-	-	-	-	821,201
Allocation for the year	-		-		-		-		-		-		-		-		-		-
At 31 March 2019	-	4,669	-	61,451	-	843	-	-	36,686	-	1,328	-	-	716,224	-	-	-	-	821,201
Depreciation																			
At 01 January 2019	-	9,844	-	155,541	-	21,790	-	14,908	-	79,562	-	21,444	-	30,752	-	422,730	-	-	756,571
Charge for the year	-	581	-	13,980	-	1,139	-	-	6,215	-	139	-	547	-	25,900	-	-	-	48,501
Release on disposal																			-
At 31 March 2019	-	10,425	-	169,521	-	22,929	-	14,908	-	85,777	-	21,583	-	31,299	-	448,630	-	-	805,072
Carrying Amount																			
At 31 March 2019	105,833		114,557		7,272		-		24,379		846		547		92,780		7,131		353,345

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 June 2019

11.2 Intangible Asset

	Office/ Computer Equipment 2019 € 25%
Depreciation Rate	
Cost	
Opening Balances	2,300
Additions during the year	0
Disposals	0
Closing Balance	<u>2,300</u>
Depreciation	
Opening Balances	1,969
Charge for the period	250
	0
Closing Balance	<u>2,219</u>
Grants	
Opening Balances	0
Received for the year	0
	<u>0</u>
Net Book Value	
Opening for the year	331
Closing for the year	81

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 June 2019

12. INVENTORIES

	2019 Jan-June €
Stocks - books and souvenirs held by the council	<u>2,289</u>

13. RECEIVABLES

	2019 Jan-June €
Amounts owed by related parties	1,841
Other receivables including council grants (note 13.1)	18,063
LES debtors	26,975
Provision for doubtful debts	-
Prepayments and accrued income	32,630
	<u>46,350</u>

13.1 Other receivables

	2019 Jan-June €
<i>Trade receivables</i>	15,763
<i>Less amounts owed by related parties</i>	1,841
<i>Other debtors</i>	-
<i>Grants granted by council</i>	2,300
	<u>19,904</u>

14 PAYABLES

	2019 Jan-June €
14.1 Current Liabilities	
Trade payables	14,470
Other payables including capital creditors	65
Related party undertakings	26,396
Statutory obligations	-
Deferred income- Grants	101,608
Accruals	13,531
	<u>156,070</u>

15.2 Cash and cash equivalents

Cash and cash equivalents consist of cash in hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

	2019 €
Petty cash	1
Cash transitory accounts	-
Current Accounts	190,873
Savings Accounts	102,282
Term Deposit Accounts	-
	<u>293,157</u>
Bank balance overdrawn	
Bank balances	
HSBC Current Account 061-099040-001	-
BOV Current - 40021821189	530
BOV current -LES Deposits by LCs Assoc. 3053	190,343
Central Bank of Malta - AC ending 50013	101,242
HSBC Saving F.S.Account 061-099040-051	-
Bov - Saving (M313) - 40019795094	-
BOV A/C - Wardens	1,040
	<u>-</u>
	<u>293,156</u>
Bank balances and cash	<u>293,157</u>
Bank balances overdrawn	<u>-</u>
Cash in hand and at Bank	293,157