

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

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obo DConsulta Limited

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

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Statement of the Local Council Members and Executive Secretary's
Responsibilities

The Local Councils (Financial) Regulations, require the Executive Secretary to prepare a detailed annual administrative report which the Local council's Statement of Comprehensive Income and Statement of Financial Position on an annual basis. The Executive Secretary is to ensure that the Financial Statements forming part of the report present fairly in accordance with International Financial Reporting Standards (IFRSs); and that the financial statements comply with the Local Councils Act, the Local Councils (Financial) Regulations; and the Local Councils (Financial) Procedures issued in terms of the said Act.

The Executive Secretary is responsible to maintain a continuous internal control to ascertain that the accounting, recording and other financial operations are properly conducted in accordance with the Local Councils Act, the Local Councils (Financial) Regulations; and the Local Councils (Financial) Procedures. The Executive Secretary is also responsible for safeguarding the assets of the Local Council and hence for taking reasonable steps for the prevention and detection of fraud and irregularities.

Ms. Maria Tanti
Executive Secretary
28-Oct-19

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

	<i>Notes</i>	2019 Jan-Sept €
INCOME		
Funds received from Government	4	220,482
Local enforcement income	5	1,639
General income	7	43,737
Income from Bye Laws		-
		<hr/> 265,858 <hr/>
EXPENDITURE		
Personel emoluments	8	66,340
Operations and maintenance	9	106,087
Administrative and other expenses	10	114,500
		<hr/> 286,927 <hr/>
OPERATING SURPLUS FOR THE YEAR	-	21,070
Investment income	6	<hr/> - <hr/>
SURPLUS FOR THE PERIOD	-	<hr/> 21,070 <hr/>
Add back depreciation charge		72,783
Cash Surplus		<hr/> 51,713 <hr/>

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

	<i>Notes</i>	2019 Jan-Sept €
NON-CURRENT ASSETS		
Property, Plant and equipment	<i>11</i>	450,038
Intangible Assets	<i>11.2</i>	0
Deferred Expenditure		-
		450,038
CURRENT ASSETS		
Inventories	<i>12</i>	2,289
Receivables	<i>13</i>	39,170
Cash and cash equivalents	<i>15.2</i>	272,183
		313,642
Total Assets		763,680
RESERVES		
Retained Funds		524,735
NON-CURRENT LIABILITIES		
Deferred Income	<i>16.2</i>	-
Long Term Borrowing		-
		-
CURRENT LIABILITIES		
Payables	<i>14.1</i>	238,945
Bank balance overdrawn		-
		238,945
Total Equity and Liabilities		763,680
Working Capital		74,697

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

Helen Gauci
Mayor

Maria Tanti
Executive Secretary

Hal Gharghur Local Council
STATEMENT OF CHANGES IN EQUITY
For the period ending 30 September 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>-21,070</u>
 For the period ending 30 September 2019	 <u>524,735</u>
 Equity interest	 <u>524,735</u>

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

		2019
	<i>Notes</i>	Jan-Sept
		€
Operating Activities		
Profit for the year	-	21,070
Adjustments to reconcile profit with net cash flows		
Depreciation & amortisation of intangibles		73,113
Amortisation of grants made by council		900
Bad Debts written off		-
(Decrease)/Increase in provision for LES debtors		-
		-
		-
		-
Interest receivable		-
	16.1	
Surplus before working capital movements		52,944
Movement in Inventories		-
Movement in Receivables	-	11,877
Movement in Payables		87,691
Net cashflows from operating activities		128,758
Cashflows from investing activities		
Purchase of property, plant and equipment	15.1	- 155,004
Sale of financial assets		
Interest paid		
Interest Received		-
Net cashflows from investing activities	-	155,004
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	-	26,246
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	15.2	298,429
CASH AND CASH EQUIVALENTS AT END OF YEAR	15.2	272,183

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

4. FUNDS RECEIVED FROM GOVERNMENT

2019

€

Annual Government Allocation:

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

206,335

Supplementary income

14,148

Grants released to income during the year

-

Special Project Allocation

-

Other Supplimentary Government Income

-

220,482

5. LOCAL ENFORCEMENT INCOME

2019

€

LES Share of Joint Committee Results

245

Contraventions

-

Income from Regional Committees

1,394

Over provision of accrued income in previous years

1,639

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 September 2019

INCOME FROM BYE LAWS

**2019
Sept
€**

Income from bye laws

-

0

8. PERSONEL EMOLUMENTS

**2019
Sept
€**

Mayor's Honoraria

6,794

Councillors' Allowance

6,250

Executive Secretary Salary & Allowances

24,433

Employees' Salaries & Allowances

23,481

Social Security Contributions

3,935

Overtime

1,447

66,340

9. OPERATIONS AND MAINTENANCE

**2019
Sept
€**

REPAIRS AND UPKEEP

Roads and street pavements - patching works

5,218

Road signs and markings

6,535

Public property

-

Council property

-

Office furniture & equipment

-

Plant & machinery

8,022

Sundry repairs

-

Other repairs & upkeep

3,542

Handyman repairs & upkeep

-

Restoration works

-

23,318

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

9. OPERATIONS AND MAINTENANCE (continued)

	2019
	€
<i>CONTRACTUAL SERVICES</i>	
Refuse collection	36,050
Bulky refuse collection	3,794
Hire of skips	-
Bring in sites/tipping fees	22,192
Road and street cleaning	9,390
Cleaning and maintenance public conveniences	3,744
Cleaning and maintenance council premises	-
Studies & consultations	-
Cleaning and maintenance parks and gardens	1,703
Cleaning and maintenance non-urban	-
LES related expenditure & Local Wardens	1,492
PPP Contracts	-
Other contractual service	4,404
	<hr/>
	82,769
	<hr/>
TOTAL OPERATIONS AND MAINTENANCE	106,087
	<hr/> <hr/>

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

2019
Jan-Sept
€

10. ADMINISTRATIVE AND OTHER EXPENSES

Operating materials and supplies	691
Street lightning	6,584
e-government services	50
Insurance coverage	2,249
Bank charges	123
Utilities	3,763
Cleaning materials and supplies	467
Rent	2,273
National and International memberships	374
Advertising and public relations expenses	790
Community services and Social events (see note 10.1)	8,453
Printing, stationery and postages	3,607
Hire of equipment	-
Travel and entertainment	-
ICT expenses	1,733
Conference and participation expenses	-
Legal and professional fees	6,959
Other minor expenses	-
Movement in Provisions on Bad Debts	- 143
Fines, penalties and late payment interest	317
Depreciation & amortisation of intangibles	72,783
Amortisation of intangibles	331
Library expenses	1,115
Licences	-
Staff Training	-
Uniforms	395
Participation fees	615
Training Courses	-
Transport Costs	72
Amortisation of grants made by council	900
(Decrease) /Increase Provision for Doubtful Debtors	-
Bad debts written off	-
Movement in inventory of books	-
	114,500

10.1 COMMUNITY SERVICES AND SOCIAL EVENTS

Hospitality - Entertainment and visits	-
Social Events Various costs	- 1,609
Social Events - SK Qasam Socjali	2,385
Social Events - SK Relazzjonijiet Pubblici	7,462
Social Events - SKZS - Youths	201
Social Events - SKE - Culture	-
Social Events - Cultural	-
Milk Festival	-
Admin Expenses- Community services	10. 15

Hal Gharghur Local Council
Fixed asset Schedule
As at 30 September 2019

Month
Factor

9

	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	-		-		327		-		944		716		-		-		122,441		124,428
Disposals															-				-
At 31 March 2019	120,927		345,529		31,306		14,908		146,842		24,093		31,846		1,257,634		127,507		2,100,592
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	-	872	-	20,970	-	1,714	-	-	9,323	-	233	-	821	-	38,850	-	-	-	72,783
Release on disposal																			-
At 31 March 2019	-	10,716	-	176,511	-	23,504	-	14,908	-	88,885	-	21,677	-	31,573	-	461,580	-	-	829,354
Carrying Amount																			
At 31 March 2019	105,542		107,567		6,959		-		21,271		1,088		274		79,830		127,507		450,038

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 30 September 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	331
	0
Closing Balance	<u>2,300</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	0

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

12. INVENTORIES

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

13. RECEIVABLES

	2019 Jan-Sept €
Amounts owed by related parties	1,841
Other receivables including council grants (note 13.1)	25,205
LES debtors	26,975
Provision for doubtful debts	- 32,630
Prepayments and accrued income	17,778
	<u>39,170</u>

13.1 Other receivables

	2019 Jan-Sept €
<i>Trade receivables</i>	22,480
<i>Less amounts owed by related parties</i>	1,841
<i>Other debtors</i>	725
<i>Grants granted by council</i>	2,000
	-
	<u>27,046</u>

14 PAYABLES

	2019 Jan-Sept €
14.1 Current Liabilities	
Trade payables	96,025
Other payables including capital creditors	65
Related party undertakings	26,396
Statutory obligations	-
Deferred income- Grants	101,608
Accruals	14,850
	<div style="border: 1px solid black; padding: 2px;">238,945</div>

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	233
Cash transitory accounts	-
Current Accounts	159,234
Savings Accounts	112,717
Term Deposit Accounts	-
	<u>272,183</u>
Bank balance overdrawn	
Bank balances	
HSBC Current Account 061-099040-001	-
BOV Current - 40021821189	530
BOV current -LES Deposits by LCs Assoc. 3053	158,703
Central Bank of Malta - AC ending 50013	111,677
HSBC Saving F.S.Account 061-099040-051	-
Bov - Saving (M313) - 40019795094	-
BOV A/C - Wardens	1,040
	<u>-</u>
	<u>271,950</u>
Bank balances and cash	<u>272,183</u>
Bank balances overdrawn	<u>-</u>
Cash in hand and at Bank	272,183