

# **GHARGHUR Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of December 2018 (Quarter 4)**

# Table of Contents

---

Overview and Summary	<i>Page 3</i>
Statement of Income and Expenditure	<i>Page 4</i>
Statement of Financial Position	<i>Page 5</i>
Cash flow Statement	<i>Page 6</i>
Detailed Income	<i>Page 7</i>
Detailed Expenditure	<i>Page 8</i>
Detailed Statment of Financial Position	<i>Page 10</i>
Depreciation of Property, Plant and Equipment	<i>Page 11</i>

***Overview and Summary***

The Council implemented the exercise relating to change in accounting policies with respect to the treatment of grants received by council and also the changeover from the previous reducing balance method to the straight line method of depreciation. As a result the council's depreciation charge which was expected to be in the region of Eur51k for the whole 2018, transpired to be Eur103k by the end of the year. This is considered to be a temporary effect of the changeover stipulated in the above-mentioned directive. This resulted in the council reporting a deficit of Eur37.7k during the year. Despite this the council had cash at bank amounting to Eur298k at year an increase of Eur124k during the year though Eur101k emanated from a yet unutilised grant on Measure 4.3. At year end the council reported a healthy financial situation indicator of 57%.

Mayor

Executive Secretary

### Statement of Income and Expenditure

#### 1st January till End of December 2018 (Quarter 4)

DESCRIPTION	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	279,704	272,221	-	272,221
Income raised from Bye-Laws (2)	29,873	20,000	-	20,000
Income raised from LES (3)	2,508	3,000	-	3,000
Investment Income (4)	1	-	-	-
Other Income (5)	5,813	1,520	-	1,520
<b>TOTAL</b>	<b>317,899</b>	<b>296,741</b>	<b>-</b>	<b>296,741</b>
<b>Expenditure</b>				
Personal Emoluments (6)	81,786	80,998	-	80,998
Operations and Maintenance (7)	146,430	117,860	-	#REF!
Administration (8)	23,938	33,900	-	33,900
Finance Cost (9)	412	-	-	-
Other Expenditure (10)	103,084	51,203	-	51,203
<b>TOTAL</b>	<b>355,650</b>	<b>283,961</b>	<b>-</b>	<b>#REF!</b>
<b>Surplus / Deficit</b>	<b>(37,751)</b>	<b>12,780</b>	<b>-</b>	<b>#REF!</b>

## Statement of Financial Position as at end of December 2018 (Quarter 4)

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	398,967	551,137		551,137
<b>Current Assets</b>				
Inventories (11)	2,289	2,200	-	2,200
Receivables (12)	28,998	147,980	-	147,980
Cash and Cash Equivalents (13)	298,429	84,958	-	84,958
<b>Total Current Assets</b>	<b>329,716</b>	<b>235,138</b>	<b>-</b>	<b>235,138</b>
<b>Current Liabilities</b>				
Payables (14)	180,003	175,282	-	175,282
<b>Total Current Liabilities</b>	<b>180,003</b>	<b>175,282</b>	<b>-</b>	<b>175,282</b>
<b>Net Current Assets</b>	<b>149,713</b>	<b>59,856</b>	<b>-</b>	<b>59,856</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>548,680</b>	<b>610,993</b>	<b>-</b>	<b>610,993</b>
<b>Reserves</b>				
Retained Funds	548,680	610,993		610,993

## Financial Situation Indicator

DESCRIPTION				
Current Assets	329,716	235,138	-	235,138
Current Liabilities	180,003	175,282	-	175,282
<b>Working Capital</b>	<b>149,713</b>	<b>59,856</b>	<b>-</b>	<b>59,856</b>
Government Allocation	260,821	260,821	-	
<b>FSI</b>	<b>57 %</b>	<b>23 %</b>		<b>#DIV/0!</b>

## Cash flow Statement

## DESCRIPTION

	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
<b>Cash flow from operating activities</b>				
Surplus for the year	(37,751)	12,780	-	#REF!
Adjustments for:				
Depreciation	103,084	51,203	-	51,203
Increase / (Decrease) in Allowance for Bad Debts	(39)	-	-	-
Interest receivable	-	(40)	-	(40)
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Transfer of Grants to Profit & Loss & other adjustments	(6,629)	-	-	-
Increase / (Decrease) in payables	7,390	870	-	870
Increase / (Decrease) in accruals	-	1,240	-	1,240
Decrease / (Increase) in receivables	(7,100)	(110)	-	(110)
Decrease / (Increase) in inventories	104	100	-	100
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	59,059	66,043	-	#REF!
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	59,059	66,043	-	#REF!
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(67,070)	(316,705)	-	(316,705)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	-	160,000	-	160,000
Interest received	-	40	-	40
<i>Net cash used in investing activities</i>	(67,070)	(156,665)	-	(156,665)
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings	-	-	-	-
Interest Paid	-	-	-	-
Bank Loan Repayments	30,820	-	-	-
Advance payment on grants from ARPA	101,609	-	-	-
<i>Net cash from financing activities</i>	132,429	-	-	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	124,418	(90,622)	-	#REF!
Cash & cash equivalents at beginning of year	174,011	175,580	-	175,580
<b>Cash &amp; cash equivalents at end of Quarter</b>	298,429	84,958	-	#REF!

## Detailed Income

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
<b>Income</b>					
<b>1</b>	<b>Funds received from Cental Government:</b>				
	0001 In terms of section 55 CAP 363	260,821	260,821		260,821
	0002-0004 In terms of section 58 CAP 363	18,883	11,400		11,400
	0005-0019 Other income	-	-		-
		<b>279,704</b>	<b>272,221</b>	<b>-</b>	<b>272,221</b>
<b>2</b>	<b>Income raised from Bye-Laws</b>				
	0021-0025 Community Services	2,563	3,000		3,000
	0026-0035 Income from Permits	27,310	17,000		17,000
		<b>29,873</b>	<b>20,000</b>	<b>-</b>	<b>20,000</b>
<b>3</b>	<b>Local Enforcement Income</b>				
	0037 Commission from Regional Committees	2,508	3,000		3,000
	0038-0055 Contraventions	-	-		-
		<b>2,508</b>	<b>3,000</b>	<b>-</b>	<b>3,000</b>
<b>4</b>	<b>Investment Income</b>				
	0091-0095 Bank interest	1	-		-
	0096-0099 Income received from Governnet Securities	-	-		-
		<b>1</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5</b>	<b>Sponsorships</b>				
	0056-0065 Sponsorships	701	-		-
	0066-0069 Documents & Information	-	300		300
	0070-0075 EU funds	-	-		-
	0076-0080 Twinning	-	-		-
	0081-0089 Insurance Claims	-	-		-
	0100-0109 Donations	-	-		-
	0110-0119 Contributions	-	-		-
	0120-0129 General Income	5,112	1,220		1,220
		<b>5,813</b>	<b>1,520</b>	<b>-</b>	<b>1,520</b>
<b>Total</b>		<b>317,899</b>	<b>296,741</b>	<b>-</b>	<b>296,741</b>

## Detailed Expenditure

## DESCRIPTION

## 6 i) Personal Emoluments

1100	Mayor's Allowance
1200	Employees' Salaries & Wages
1300	Bonuses
1400	Income Supplements
1500	Social Security Contributions
1600	Allowances
1700	Overtime

Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
€	€	€	€
7,464	8,136		8,136
54,883	53,109		53,109
5,636	6,259		6,259
-	-		-
5,164	6,050		6,050
6,400	6,400		6,400
2,239	1,044		1,044
<b>81,786</b>	<b>80,998</b>	<b>-</b>	<b>80,998</b>

## DESCRIPTION

## 7 Operations and Maintenance

2100-2149	Public Utilities
2200-2259	Public Materials & Supplies
2300-2399	Repairs & upkeep
2400-2449	Rent
3010	Street Lightning
3020	Lease of Equipment
3030	Insurance
3035	Bank Charges
3038	Penalties
3041	Refuse Collection
3042	Bulky Refuse Collection
3043	Bins on wheels
3045	Bring in sites
3051	Road & Street Cleaning
3052	Cleaning & Maintenance of Non-Urban Areas
3053	Cleaning of Public Conveniences
3055	Cleaning of Council Premises
3040	Waste Disposal
3060	Cleaning & Maintenance of Parks & Gardens
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
3390-3394	Donations
3600-3694	Local Enforcement Expenses
3700-3799	EU Projects
3800-3899	Twinning
	amortisation of grants made

€	€	€	€
-	-		-
-	-		12,000
21,937	12,000		#REF!
3,794	5,000		5,000
14,034	5,000		5,000
-	-		-
1,916	1,800		1,800
235	420		420
-	-		-
30,601	25,000		25,000
4,583	3,000		3,000
-	-		-
32,142	24,993		24,993
11,743	15,000		15,000
-	-		-
4,445	3,047		3,047
-	-		-
-	-		-
2,334	3,000		3,000
1,235	-		-
-	-		-
-	-		-
-	-		-
3,602	4,900		4,900
-	-		-
-	-		-
-	-		-
12,629	13,500		13,500
-	-		-
-	-		-
-	-		-
-	-		-
1,200	1,200		1,200
<b>146,430</b>	<b>117,860</b>	<b>-</b>	<b>#REF!</b>

## 8 Administration

2150-2199	Office Utilities
2260-2299	Office Materials & Supplies
2450-2499	Office Rent
2500-2599	National & International Memberships
2600-2699	Office Services
2700-2799	Transport
2800-2899	Travel
2900-2999	Information Services
3050	Office Cleaning
3410-3199	Professional Services
3200-3299	Training
3345	Office Hospitality
3400-3499	Incidental Expenses

Inventory of books

5,742	5,000		5,000
1,599	3,000		3,000
-	-		-
918	2,500		2,500
2,801	4,000		4,000
12	500		500
-	3,000		3,000
6,838	6,500		6,500
-	-		-
5,686	7,000		7,000
-	1,000		1,000
-	-		-
238	-		-
104	1,400		1,400
<b>23,938</b>	<b>33,900</b>	<b>-</b>	<b>33,900</b>

## 9 Finance Costs

3036	Interest on Bank Loan
	Fines and penalties

412	-		-
<b>412</b>	<b>-</b>	<b>-</b>	<b>-</b>



## Detailed Statment of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset		-		-
3695 Increase/(Decrease) in allowance for bad debts		-		-
8000-8099 Depreciation As at end of December 2018	103,084	51,203	-	51,203
	<b>103,084</b>	<b>51,203</b>	<b>-</b>	<b>51,203</b>
<b>Total</b>	<b>355,650</b>	<b>283,961</b>	<b>-</b>	<b>#REF!</b>
<b>11 Inventories</b>				
5201-5249 Stationery		-		-
5250-5299 Consumables	-	-		-
Books	2,289	2,200		2,200
	<b>2,289</b>	<b>2,200</b>	<b>-</b>	<b>2,200</b>
<b>12 Receivables</b>				
0201-0209 Receivables	4,282	10,000		10,000
0210-0219 LES Receivables	-	27,000		27,000
0220-0229 Receivables from EU	-	110,000		110,000
0250 Prepayments & Accrued income	21,816	30,600		30,600
Grants made by concil	2,900	(29,620)		(29,620)
	<b>28,998</b>	<b>147,980</b>	<b>-</b>	<b>147,980</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	298,429	84,958		84,958
	<b>298,429</b>	<b>84,958</b>	<b>-</b>	<b>84,958</b>
<b>14 Payables</b>				
4000 Payables	33,172	20,000		20,000
4100 Accruals	14,582	15,282		15,282
4150 Deferred Income	101,608	-		-
Current portion of long term borrowings	-	-		-
Capital Creditors	30,641	140,000		140,000
	<b>180,003</b>	<b>175,282</b>	<b>-</b>	<b>175,282</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing	-	-		-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

16	Total Commitments (Recurrent and Capital)			
	DESCRIPTION	€	€	€
	Recurrent and Capital			
		-	-	-
	Long Term Loans			
		-	-	-
	Others			
		-	-	-

## 17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Property - Council Premises	Construction & Street Paving	Office Furniture & Fixtures Fittings	Street Signs	Urban Improvements	Office/Comput er Equipment	Plant & Machinery	Special Programmes	Intangible Asset	Total	
	€	€	€	€	€	€	€	€	€	€	
Cost	As at 1st January 2018	116,258	264,076	30,136	14,908	97,669	21,256	31,846	523,584	2,300	1,102,033
	Additions	-	25,068	-	-	11,804	793	0	9,997	-	47,662
	Disposals	-	-	-	-	-	-	-	7,828	-	7,828
As at end of December 2018	116,258	289,144	30,136	14,908	109,473	22,049	31,846	541,409	2,300	1,157,523	
Grants/ other reimbursements	As at 1st January 2018	-	-	-	-	-	-	-	-	-	-
	Additions	-	-	-	-	-	-	-	-	-	-
	As at end of December 2018	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation	As at 1st January 2018	8,683	128,143	19,514	14,908	67,851	19,473	24,188	371,183	1,529	655,472
	Charge for the period	1,162	27,397	2,276	-	11,726	1,971	6,564	51,548	440	103,084
	Released on disposal	-	-	0	0	-	-	0	-	-	0
	As at end of December 2018	9,845	155,540	21,790	14,908	79,577	21,444	30,752	422,731	1,969	758,556
NBV	As at end of December 2018	106,413	133,604	8,346	(0)	29,896	605	1,094	118,678	331	398,967

As at end of December 2018