

Hal Gharghur Local Council
Unaudited Financial Statements
For the period ending 31 March 2018

Prepared By: Mr. Michael Debono
obo DConsulta Limited

Hal Gharghur Local Council
Unaudited Financial Statements
For the period ending 31 March 2018

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Hal Gharghur Local Council
STATEMENT OF COMPREHENSIVE INCOME
For the period ending 31 March 2018

		2018	2017
	<i>Notes</i>	Jan-March	Jan- Dec
		€	€
INCOME			
Funds received from Government	4	66,464	283,183
Local enforcement income	5	839	6,129
General income	7	10,146	16,052
Income from Bye Laws		-	-
		77,449	305,363
EXPENDITURE			
Personel emoluments	8	20,186	78,828
Operations and maintenance	9	18,790	98,078
Administrative and other expenses	10	37,557	104,180
		76,534	281,086
OPERATING SURPLUS FOR THE YEAR		915	24,277
Investment income	6	-	8
SURPLUS FOR THE PERIOD		915	24,285
Add back depreciation charge		26,177	53,218
Cash Surplus		27,093	77,503

Hal Gharghur Local Council
STATEMENT OF FINANCIAL POSITION
For the period ending 31 March 2018

		2018	2017
		Jan-March	Jan-Dec
	<i>Notes</i>	€	€
NON-CURRENT ASSETS			
Property, Plant and equipment	<i>11</i>	430,090	619,108
Intangible Assets	<i>11.2</i>	1,299	771
Deferred Expenditure		-	-
		431,389	619,879
CURRENT ASSETS			
Inventories	<i>12</i>	2,302	2,393
Receivables	<i>13</i>	8,591	50,992
Cash and cash equivalents	<i>15.2</i>	181,774	174,011
		192,666	227,396
Total Assets		624,055	847,275
RESERVES			
Retained Funds		587,346	586,430
NON-CURRENT LIABILITIES			
Deferred Income	<i>16.2</i>	-	153,621
Long Term Borrowing		-	-
		-	153,621
CURRENT LIABILITIES			
Payables	<i>14.1</i>	36,709	107,223
Bank balance overdrawn		-	-
		36,709	107,223
Total Equity and Liabilities		624,055	847,274
Working Capital		155,957	120,173

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

Giljan Aquilina
Mayor

Maria Tanti
Executive Secretary

Hal Gharghur Local Council
STATEMENT OF CHANGES IN EQUITY
For the period ending 31 March 2018

	Retained Funds €	
At 01 January 2017	562,145	
Retained surplus for the year	24,286	check with audit report
Prior year adjustment		
At 31 December 2017	<u>586,431</u>	
 At 01 January 2018	 586,431	
Prior year adjustment		
Retained surplus for the year	<u>915</u>	
 For the period ending 31 March 2018	 <u>587,346</u>	
 Equity interest	 <u>587,346</u>	

Hal Gharghur Local Council
STATEMENT OF CASHFLOWS
For the period ending 31 March 2018

		2018	2017
		Jan-March	Jan- Dec
	<i>Notes</i>	€	€
Operating Activities			
Profit for the year		915	24,285
Adjustments to reconcile profit with net cash flows			
Depreciation & amortisation of intangibles		26,330	53,439
Amortisation of grants made by council		300	1,200
Bad Debts written off		-	-
(Decrease)/Increase in provision for LES debtors		- -	130
Write off from assets not capitalised		-	-
Set Off between def income & accrued income re comfort chair		-	-
other write offs		-	-
Interest receivable		- -	8
Grants released	16.1	- -	19,952
Surplus before working capital movements		27,546	58,834
Movement in Inventories		92	15
Movement in Receivables		66,505	- 20,710
Movement in Payables		- 73,019	42,903
Net cashflows from operating activities		21,123	81,042
Cashflows from investing activities			
Purchase of property, plant and equipment	15.1	- 37,764	- 44,813
Sale of financial assets			
Interest paid			
Interest Received		-	8
Net cashflows from investing activities		- 37,764	- 44,805
Cashflows from financing activities			
Grants Received		24,404	-
Payments on PPP Contracts		-	-
Net cashflows from financing activities		24,404	-
NET INCREASE IN CASH AND CASH EQUIVALENTS		7,763	-
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	15.2	174,011	174,011
CASH AND CASH EQUIVALENTS AT END OF YEAR	15.2	181,774	174,011

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS
For the period ending 31 March 2018

4. FUNDS RECEIVED FROM GOVERNMENT

	2018	2017
	€	€
Annual Government Allocation:		
- In terms of Section 55 of the Local Councils Act, 1993	65,205	250,102
Supplementary income	1,259	13,129
Grants released to income during the year	-	19,952
Special Project Allocation	-	-
Other Supplimentary Government Income	-	-
	66,464	283,183

5. LOCAL ENFORCEMENT INCOME

	2018	2017
	€	€
LES Share of Joint Committee Results	161	3,508
Contraventions	-	-
Income from Regional Committees	678	2,621
Over provision of accrued income in previous years		
	839	6,129

6. INVESTMENT INCOME

	2018	2017
	€	€
Bank interest on current and savings accounts	-	8
Bank interest on term deposits	-	0
Disposal of financial asset		
	-	8

7. GENERAL INCOME

	2018	2017
	€	€
Refunds - Green MT	-	-
COM - Social Activities - Elderly	455	1,945
COM / Sotto Kunitat Kultura - Cultural	-	0
Other Income Sotto Kunitat Relazzjonijiet	-	0
IN- General Income various	-	-
D&I Document./Info. Charges	-	-
D&I Media charges - DOI	-	-
In Permits - Lanterns	-	-
IN - Adverts	56	969
In Permits - Scaffolding	811	1,362
In Permits - Crane Permits	8,553	10,603
In Permits - Festa Kiosk	47	443
In Permits - Trenching	37	72
In Permits - Skips	110	-
In Permits - Sale of Books	77	22
In Permits - Tables & Chairs	-	435
Income from sponsorships	-	200
Income from water services	-	-
Other General Expenses	-	-
Insurance Claims	-	-
	<hr/>	<hr/>
	10,146	16,052
	<hr/>	<hr/>

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 31 March 2018

INCOME FROM BYE LAWS

	2018	2017
	€	€
Income from bye laws	-	-
	0	0

8. PERSONEL EMOLUMENTS

	2018	2017
	€	€
Mayor's Honoraria	1,866	7,228
Councillors' Allowance	1,600	5,920
Executive Secretary Salary & Allowances	7,636	11,065
Employees' Salaries & Allowances	7,377	29,808
Social Security Contributions	1,259	5,850
Overtime	448	2,364
	20,186	62,235

9. OPERATIONS AND MAINTENANCE

	2018	2017
	€	€
<i>REPAIRS AND UPKEEP</i>		
Roads and street pavements - patching works	314	3,529
Road signs and markings	1,561	10,368
Public property	-	-
Council property	-	-
Office furniture & equipment	-	-
Plant & machinery	-	699
Sundry repairs	-	-
Other repairs & upkeep	781	4,583
Handyman repairs & upkeep	-	-
Restoration works	-	-
	2,656	19,178

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 31 March 2018

9. OPERATIONS AND MAINTENANCE (continued)

	2018	2017
	€	€
<i>CONTRACTUAL SERVICES</i>		
Refuse collection	6,347	25,596
Bulky refuse collection	915	3,835
Hire of skips	-	-
Bring in sites/tipping fees	4,307	26,317
Road and street cleaning	2,893	12,728
Cleaning and maintenance public conveniences	18	3,720
Cleaning and maintenance council premises	-	-
Studies & consultations	-	-
Cleaning and maintenance parks and gardens	631	2,008
Cleaning and maintenance non-urban	-	-
LES related expenditure & Local Wardens	222	1,960
PPP Contracts	-	-
Other contractual service	801	2,737
	16,134	78,900
TOTAL OPERATIONS AND MAINTENANCE	18,790	98,078

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 31 March 2018

	2018	2017
	Jan-March	Jan-Dec
	€	€
10. ADMINISTRATIVE AND OTHER EXPENSES		
Operating materials and supplies	125	1,667
Street lightning	2,236	6,908
e-government services	-	1,619
Insurance coverage	507	1,749
Bank charges	73	273
Utilities	2,034	4,881
Cleaning materials and supplies	197	773
Rent	935	3,370
National and International memberships	134	543
Advertising and public relations expenses	135	3,592
Community services and Social events (see note 10.1)	1,020	16,652
Printing, stationery and postages	412	3,177
Hire of equipment	-	-
Travel and entertainment	-	-
ICT expenses	203	944
Conference and participation expenses	-	-
Legal and professional fees	1,896	924
Other minor expenses	260	-
Movement in Provisions on Bad Debts	-	89
Fines, penalties and late payment interest	250	-
Depreciation & amortisation of intangibles	26,177	53,218
Amortisation of intangibles	153	221
Library expenses	345	2,069
Licences	-	-
Staff Training	-	-
Participation fees	75	475
Training Courses	-	-
Transport Costs	-	-
Amortisation of grants made by council	300	1,200
(Decrease) /Increase Provision for Doubtful Debtors	-	-
Bad debts written off	-	-
Movement in inventory of books	92	15
	37,557	104,180
10.1 COMMUNITY SERVICES AND SOCIAL EVENTS		
Hospitality - Entertainment and visits	-	405
Social Events Various costs	- 1,015	2,188
Social Events - SK Qasam Socjali	591	2,435
Social Events - SK Relazzjonijiet Pubblici	1,150	5,839
Social Events - SKZS - Youths	-	1,221
Social Events - SKE - Culture	44	4,314
Social Events - Cultural	-	-
Milk Festival	-	-
Admin Expenses- Community services	250	250
Total Community Services & Social Events	1,020	16651.64

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 31 March 2018

12. INVENTORIES

	2018	2017
	Jan-March	Jan-Dec
	€	€
Stocks - books and souvenirs held by the council	2,302	2,393

13. RECEIVABLES

	2018	2017
	Jan-March	Jan-Dec
	€	€
Amounts owed by related parties	1,841	1,841
Other receivables including council grants (note 13.1)	7,976	8,842
LES debtors	26,975	26,975
Provision for doubtful debts	- 32,669	- 32,669
Prepayments and accrued income	4,467	46,002
	8,591	50,992

Local Enforcement System (LES) debtors are stated after a provision for doubtful debts of €
All other receivables are within credit period allowed and receivable within one year.

13.1 Other receivables

	2018	2017
	Jan-March	Jan-Dec
	€	€
Trade receivables	4,176	4,742
Less amounts owed by related parties	1,841	1,841
Other debtors	-	-
Grants granted by council	3,800	4,100
	-	-
	9,817	10,683

14 PAYABLES

	2018	2017
	Jan-March	Jan-Dec
	€	€
14.1 Current Liabilities		
Trade payables	7,024	6,612
Other payables including capital creditors	19,817	46,422
Related party undertakings	-	15,079
Statutory obligations	-	-
Deferred income- Grants (note 16)	0	19,698
Accruals	9,867	19,412
	36,709	107,223

14.2 Non- Current Liabilities

Deferred Income (see note 16)	-	153,620
Long term borrowings	-	-
Total Deferred Income	-	153,620

15. NOTES TO STATEMENT OF CASHFLOWS

15.1 Tangible fixed assets

During the year the Council acquired tangible fixed asset amounting to € 10,478 45,779 €

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:

	2018 €	2,017 €
Petty cash	233	-
Cash transitory accounts	-	-
Current Accounts	173,713	166,182
Savings Accounts	7,828	7,828
Term Deposit Accounts	-	-
	181,774	174,011
Bank balance overdrawn		
Bank balances		
HSBC Current Account 061-099040-001	-	-
BOV Current - 40021821189	488	354
BOV current -LES Deposits by LCs Assoc. 3053	173,225	165,828
HSBC Savings Account 061-099040-050	-	-
HSBC Saving F.S.Account 061-099040-051	-	-
Bov - Saving (M313) - 40019795094	7,828	7,828
	-	-
	181,541	174,011
Bank balances and cash	181,774	174,011
Bank balances overdrawn	-	-
Cash in hand and at Bank	181,774	174,011

Hal Gharghur Local Council
NOTES TO THE FINANCIAL STATEMENTS (continued)
For the period ending 31 March 2018

11 TANGIBLE FIXED ASSETS

11.1

	Council Premises	Construction & Street Paving	Office Furniture Fixtures & Fittings	Street Signs	Urban Improvements	Office/ Computer Equipment	Plant & Machinery	Special Programmes	Assets under Construction	Total
	€	€	€	€	€	€	€	€	€	€
Depreciation Rate	1%	10%	7.50%	100%	10%	25%	20%	10%	0%	
Cost										
At 01 January 2018	116,258	264,076	30,136	14,908	97,668	21,257	31,846	523,584	-	1,099,733
Additions	- 1	10,184 -	0 -	0	0	112	0	182	-	10,478
disposals/transfers					-				-	-
Reclassifications		-						-		
Less Government Grants current year										
For the period ending 31 March 2018	116,258	274,260	30,136	14,908	97,669	21,368	31,846	523,766	-	1,110,211
	✓	✓	✓	✓	✓	✓	✓	✓		
Depreciation										
At 01 January 2018	- 8,682 -	128,144 -	19,514 -	14,908 -	67,851 -	19,473 -	24,188 -	371,184	- -	653,944
Charge for the period (opening balance)	- 291 -	6,577 -	569	- -	2,795 -	1,338 -	1,641 -	12,700	- -	25,911
Charge for the period (additions only)	0.00 -	254.60	0.00	0.12 -	0.01 -	6.99 -	0.00 -	4.56	-	266
For the period ending 31 March 2018	- 8,973 -	134,975 -	20,083 -	14,907 -	70,646 -	20,818 -	25,829 -	383,888	- -	680,121
Grants										
At 01 January 2018	-	-	-	-	-	-	-	-	-	-
Received for the year	-	-	-	-	-	-	-	-	-	-
For the period ending 31 March 2018	-	-	-	-	-	-	-	-	-	-
Net Book Value										
For the period ending 31 March 2018	107,285	139,285	10,052	0	27,023	550	6,017	139,879	-	430,089
At 31 December 2017	107,576	135,932	10,622	-	29,818	1,784	7,658	152,400	-	445,789