



# **Hal Lija Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of June 2019 (Quarter 2)**

2

# Table of Contents

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|   |                |
|---|----------------|
| 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> |

9

PB

**Overview and Summary**

The financial report covers the period January to June 2019. During this period under review the Council's income amounted to €161,097. The total expenditure amounted to €132,247.

The Council's Government allocation amounted to €150,677. Income raised from Bye-Laws amounted to €8,412.

Income from LES amounted to €1,765 and this was mainly generated from administrative charges for fines collected by Council in favour of the Regional Committees and LESA. Other income amounted to €243.

Salary costs amounted to €39,031 while Operations and Maintenance amounted to €58,518. During this period the Administration costs amounted to €20,137. Finance Cost amounted to €186, while other Expenditure amounted to €14,376 which was the total depreciation for this period under review.

The financial performance for the period January to June 2019 resulted in a surplus of €28,850.



Anthony Dalli  
Mayor



Pamela Borg  
Executive Secretary

Statement of Income and Expenditure  
1st January till End of June 2019 (Quarter 2)

## DESCRIPTION

|  | Actual for<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|--|--------------------------|-----------------------|-----------------------------|-------------------------------|
|  | €                        | €                     | €                           | €                             |
| <b>Income</b>                              |                          |                       |                             |                               |
| Funds received from Central Government (1) | 150,677                  | 293,582               | -                           | 293,582                       |
| Income raised from Bye-Laws (2)            | 8,412                    | 31,640                | -                           | 31,640                        |
| Income raised from LES (3)                 | 1,765                    | 4,800                 | -                           | 4,800                         |
| Investment Income (4)                      | -                        | -                     | -                           | -                             |
| Other Income (5)                           | 243                      | -                     | -                           | -                             |
| <b>TOTAL</b>                               | <b>161,097</b>           | <b>330,022</b>        | <b>-</b>                    | <b>330,022</b>                |
| <b>Expenditure</b>                         |                          |                       |                             |                               |
| Personal Emoluments (6)                    | 39,031                   | 97,058                | -                           | 97,058                        |
| Operations and Maintenance (7)             | 58,518                   | 144,605               | -                           | 144,605                       |
| Administration (8)                         | 20,137                   | 42,492                | -                           | 42,492                        |
| Finance Cost (9)                           | 186                      | 100                   | -                           | 100                           |
| Other Expenditure (10)                     | 14,376                   | 35,000                | -                           | 35,000                        |
| <b>TOTAL</b>                               | <b>132,247</b>           | <b>319,255</b>        | <b>-</b>                    | <b>319,255</b>                |
| <b>Surplus / Deficit</b>                   | <b>28,850</b>            | <b>10,767</b>         | <b>-</b>                    | <b>10,767</b>                 |



## Statement of Financial Position as at end of June 2019 (Quarter 2)

## DESCRIPTION

|                                     | Actual for<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|-------------------------------------|--------------------------|-----------------------|-----------------------------|-------------------------------|
|                                     | €                        | €                     | €                           | €                             |
| <b>Non-current Assets</b>           |                          |                       |                             |                               |
| Property, Plant and Equipment (17)  | 140,315                  | 250,683               |                             | 250,683                       |
| <b>Current Assets</b>               |                          |                       |                             |                               |
| Inventories (11)                    | 3,728                    | 3,700                 | -                           | 3,700                         |
| Receivables (12)                    | 8,911                    | 15,591                | -                           | 15,591                        |
| Cash and Cash Equivalents (13)      | 211,511                  | 201,845               | -                           | 201,845                       |
| <b>Total Current Assets</b>         | <b>224,150</b>           | <b>221,136</b>        | <b>-</b>                    | <b>221,136</b>                |
| <b>Current Liabilities</b>          |                          |                       |                             |                               |
| Payables (14)                       | 37,126                   | 51,060                | -                           | 51,060                        |
| <b>Total Current Liabilities</b>    | <b>37,126</b>            | <b>51,060</b>         | <b>-</b>                    | <b>51,060</b>                 |
| <b>Net Current Assets</b>           | <b>187,024</b>           | <b>170,076</b>        | <b>-</b>                    | <b>170,076</b>                |
| <b>Non-current liabilities (15)</b> | <b>7,033</b>             | <b>72,000</b>         | <b>-</b>                    | <b>72,000</b>                 |
| <b>Net Assets</b>                   | <b>320,306</b>           | <b>348,759</b>        | <b>-</b>                    | <b>348,759</b>                |
| <b>Reserves</b>                     |                          |                       |                             |                               |
| Retained Funds                      | 320,306                  | 348,759               |                             | 348,759                       |

## Financial Situation Indicator

## DESCRIPTION

|                        |                |                |          |                |
|------------------------|----------------|----------------|----------|----------------|
| Current Assets         | 224,150        | 221,136        | -        | 221,136        |
| Current Liabilities    | 37,126         | 51,060         | -        | 51,060         |
| <b>Working Capital</b> | <b>187,024</b> | <b>170,076</b> | <b>-</b> | <b>170,076</b> |
| Government Allocation  | 283,582        | 283,582        | -        | 283,582        |
| <b>FSI</b>             | <b>66 %</b>    | <b>60 %</b>    |          | <b>60 %</b>    |

# Cash flow Statement

## DESCRIPTION

|   | Actual for<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|---|--------------------------|-----------------------|-----------------------------|-------------------------------|
|   | €                        | €                     | €                           | €                             |
| <b>Cash flow from operating activities</b>                    |                          |                       |                             |                               |
| Surplus for the year  | 28,850                   | 10,767                | -                           | 10,767                        |
| Adjustments for:  |                          |                       |                             |                               |
| Depreciation  | 14,376                   | 35,000                | -                           | 35,000                        |
| Increase / (Decrease) in Allowance for Bad Debts              |                          |                       |                             | -                             |
| Interest receivable   |                          |                       |                             | -                             |
| Interest payable  |                          |                       |                             | -                             |
| (Profit) / Loss on disposal of asset                          |                          |                       |                             | -                             |
| Transfer of Grants to Profit & Loss                           |                          |                       |                             | -                             |
| Increase / (Decrease) in payables                             | (26,704)                 |                       |                             | -                             |
| Increase / (Decrease) in accruals                             |                          |                       |                             | -                             |
| Decrease / (Increase) in receivables                          | 3,884                    |                       |                             | -                             |
| Decrease / (Increase) in inventories                          |                          |                       |                             | -                             |
| Decrease / (Increase) in inventories                          |                          |                       |                             | -                             |
| Cash generated from operations                                | 20,406                   | 45,767                | -                           | 45,767                        |
| Interest paid   |                          |                       |                             | -                             |
| <i>Net cash from operating activities</i>                     | 20,406                   | 45,767                | -                           | 45,767                        |
| <b>Cash flows from investing activities</b>                   |                          |                       |                             |                               |
| Purchase of property, plant & equipment                       |                          |                       |                             | -                             |
| Proceeds from sale of property, plant & equipment             |                          |                       |                             | -                             |
| Grants received   |                          |                       |                             | -                             |
| Interest received   |                          |                       |                             | -                             |
| <i>Net cash used in investing activities</i>                  | -                        | -                     | -                           | -                             |
| <b>Cash flows from financing activities</b>                   |                          |                       |                             |                               |
| Proceeds from long-term borrowings                            |                          |                       |                             | -                             |
| Interest Paid   |                          |                       |                             | -                             |
| Bank Loan Repayments  |                          |                       |                             | -                             |
| <i>Net cash from financing activities</i>                     | -                        | -                     | -                           | -                             |
| <b>Net increase/(decrease) in cash &amp; cash equivalents</b> | 20,406                   | 45,767                | -                           | 45,767                        |
| Cash & cash equivalents at beginning of year                  | 191,105                  |                       |                             | -                             |
| <b>Cash &amp; cash equivalents at end of Quarter</b>          | 211,511                  | 45,767                | -                           | 45,767                        |

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## Detailed Income

## DESCRIPTION

|  | Actual for<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|--|--------------------------|-----------------------|-----------------------------|-------------------------------|
|  | €                        | €                     | €                           | €                             |
| <b>Income</b>  |                          |                       |                             |                               |
| <b>1 Funds received from Central Government:</b>     |                          |                       |                             |                               |
| 0001 In terms of section 55 CAP 363                  | 140,677                  | 283,582               |                             | 283,582                       |
| 0002-0004 In terms of section 58 CAP 363             | 10,000                   | 10,000                |                             | 10,000                        |
| 0005-0019 Other income                               |                          |                       |                             | -                             |
|  | <b>150,677</b>           | <b>293,582</b>        | <b>-</b>                    | <b>293,582</b>                |
| <b>2 Income raised from Bye-Laws</b>                 |                          |                       |                             |                               |
| 0021-0025 Community Services                         | 5,197                    | 22,440                |                             | 22,440                        |
| 0026-0035 Income from Permits                        | 3,216                    | 9,200                 |                             | 9,200                         |
|  | <b>8,412</b>             | <b>31,640</b>         | <b>-</b>                    | <b>31,640</b>                 |
| <b>3 Local Enforcement Income</b>                    |                          |                       |                             |                               |
| 0037 Commission from Regional Committees             | 1,765                    | 4,800                 |                             | 4,800                         |
| 0038-0055 Contraventions                             |                          |                       |                             | -                             |
|  | <b>1,765</b>             | <b>4,800</b>          | <b>-</b>                    | <b>4,800</b>                  |
| <b>4 Investment Income</b>                           |                          |                       |                             |                               |
| 0091-0095 Bank interest                              |                          |                       |                             | -                             |
| 0096-0099 Income received from Government Securities |                          |                       |                             | -                             |
|  | <b>-</b>                 | <b>-</b>              | <b>-</b>                    | <b>-</b>                      |
| <b>5</b>   | <b>243</b>               |                       |                             |                               |
| 0056-0065 Sponsorships                               |                          |                       |                             | -                             |
| 0066-0069 Documents & Information                    |                          |                       |                             | -                             |
| 0070-0075 EU funds                                   |                          |                       |                             | -                             |
| 0076-0080 Twinning                                   |                          |                       |                             | -                             |
| 0081-0089 Insurance Claims                           |                          |                       |                             | -                             |
| 0100-0109 Donations                                  |                          |                       |                             | -                             |
| 0110-0119 Contributions                              |                          |                       |                             | -                             |
| 0120-0129 General Income                             |                          |                       |                             | -                             |
|  | <b>243</b>               | <b>-</b>              | <b>-</b>                    | <b>-</b>                      |
| <b>Total</b>   | <b>161,097</b>           | <b>330,022</b>        | <b>-</b>                    | <b>330,022</b>                |

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## 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<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|--------------------------|-----------------------|-----------------------------|-------------------------------|
| €                        | €                     | €                           | €                             |
| 5,065                    | 7,464                 |                             | 7,464                         |
| 29,598                   | 77,154                |                             | 77,154                        |
|                          |                       |                             | -                             |
| 1,843                    | 6,040                 |                             | 6,040                         |
| 2,525                    | 6,400                 |                             | 6,400                         |
|                          |                       |                             | -                             |
| 39,031                   | 97,058                | -                           | 97,058                        |

## 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

| €      | €       | € | €       |
|--------|---------|---|---------|
|        | 400     |   | 400     |
| 9,447  | 38,600  |   | 38,600  |
|        | 450     |   | 450     |
| 228    | 500     |   | 500     |
| 1,092  | 4,000   |   | 4,000   |
|        |         |   | -       |
| 298    | 1,228   |   | 1,228   |
|        |         |   | -       |
|        |         |   | -       |
| 1,640  | 3,120   |   | 3,120   |
|        |         |   | -       |
|        |         |   | -       |
| 8,575  | 18,200  |   | 18,200  |
| 3,020  | 5,700   |   | 5,700   |
|        |         |   | -       |
| 27,557 | 57,147  |   | 57,147  |
| 3,762  | 7,410   |   | 7,410   |
|        | 2,000   |   | 2,000   |
|        |         |   | -       |
|        |         |   | -       |
|        |         |   | -       |
|        |         |   | -       |
|        | 300     |   | 300     |
| 2,900  | 5,550   |   | 5,550   |
|        |         |   | -       |
|        |         |   | -       |
|        |         |   | -       |
|        |         |   | -       |
| 58,518 | 144,605 | - | 144,605 |

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

|        |        |   |        |
|--------|--------|---|--------|
| 471    | 2,800  |   | 2,800  |
| 109    | 3,840  |   | 3,840  |
| 4,200  | 12,400 |   | 12,400 |
| 400    | 1,000  |   | 1,000  |
| 2,092  | 4,212  |   | 4,212  |
| 748    | 2,680  |   | 2,680  |
|        |        |   | -      |
|        | 520    |   | 520    |
| 418    | 900    |   | 900    |
| 11,699 | 14,140 |   | 14,140 |
|        |        |   | -      |
|        |        |   | -      |
|        |        |   | -      |
| 20,137 | 42,492 | - | 42,492 |

9

## Finance Costs

- 3036 Interest on Bank Loan
- Bank Interest & Charges

|     |     |   |     |
|-----|-----|---|-----|
| 186 | 100 |   | -   |
| 186 | 100 | - | 100 |



## Detailed Statment of Financial Position

## DESCRIPTION

|   | Actual for<br>the Period | Annual Budget<br>2019 | Virements for<br>the Period | Revised Annual Budget<br>2019 |
|---|--------------------------|-----------------------|-----------------------------|-------------------------------|
|   | €                        | €                     | €                           | €                             |
| <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 June 2019       | 14,376                   | 35,000                |                             | 35,000                        |
|   |                          |                       |                             | -                             |
|   | <b>14,376</b>            | <b>35,000</b>         | -                           | <b>35,000</b>                 |
| <b>Total</b>  | <b>132,247</b>           | <b>319,255</b>        | -                           | <b>319,255</b>                |
| <b>11 Inventories</b>                               |                          |                       |                             |                               |
| 5201-5249 Stationery                                | 3,728                    | 3,700                 |                             | 3,700                         |
| 5250-5299 Consumables                               |                          |                       |                             | -                             |
|   |                          |                       |                             | -                             |
|   | <b>3,728</b>             | <b>3,700</b>          | -                           | <b>3,700</b>                  |
| <b>12 Receivables</b>                               |                          |                       |                             |                               |
| 0201-0209 Receivables                               | 1,621                    | 10,628                |                             | 10,628                        |
| 0210-0219 LES Receivables                           |                          | 1,463                 |                             | 1,463                         |
| 0220-0229 Receivables from EU                       |                          |                       |                             | -                             |
| 0250 Prepayments & Accrued income                   | 3,373                    | 3,500                 |                             | 3,500                         |
| Accrued Income                                      | 3,917                    |                       |                             | -                             |
|   | <b>8,911</b>             | <b>15,591</b>         | -                           | <b>15,591</b>                 |
| <b>13 Cash &amp; Equivalents</b>                    |                          |                       |                             |                               |
| 5001-5099 Bank & Cash Balances                      | 211,511                  | 201,845               |                             | 201,845                       |
|   | <b>211,511</b>           | <b>201,845</b>        | -                           | <b>201,845</b>                |
| <b>14 Payables</b>                                  |                          |                       |                             |                               |
| 4000 Payables                                       | 9,830                    | 29,000                |                             | 29,000                        |
| 4100 Accruals                                       | 6,604                    | 8,000                 |                             | 8,000                         |
| 4150 Deferred Income                                | 6,632                    |                       |                             | -                             |
| Short-term Borrowings                               |                          |                       |                             | -                             |
| PPP Current Portion only                            | 14,060                   | 14,060                |                             | 14,060                        |
|   | <b>37,126</b>            | <b>51,060</b>         | -                           | <b>51,060</b>                 |
| <b>15 Non Current Liabilities</b>                   |                          |                       |                             |                               |
| 4200 Long Term Borrowing                            |                          |                       |                             | -                             |
| Long Term Borrowing of PPP & Deferred Income        | 7,033                    | 72,000                |                             | 72,000                        |
|   | <b>7,033</b>             | <b>72,000</b>         | -                           | <b>72,000</b>                 |

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16

## Total Commitments (Recurrent and Capital)

## DESCRIPTION

## Recurrent and Capital

|   |   |   |
|---|---|---|
| € | € | € |
|---|---|---|

|   |   |   |
|---|---|---|
|   |   |   |
|   |   |   |
| - | - | - |

## Long Term Loans

|   |   |   |
|---|---|---|
|   |   |   |
|   |   |   |
| - | - | - |

## Others

|   |   |   |
|---|---|---|
|   |   |   |
|   |   |   |
| - | - | - |

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## 17 Depreciation of Property, Plant and Equipment

| Asset<br>% of depreciation          | Cost                   | Office<br>Furniture/Fittings<br>1% | Plant &<br>Machinery<br>20% | Office<br>Equipment<br>20% | Urban<br>Improvement<br>10% | New Street<br>Signs<br>0% | Constructions<br>Works<br>10% | Motor Vehicles<br>20% | 0% | 0% | Total     |
|-------------------------------------|------------------------|------------------------------------|-----------------------------|----------------------------|-----------------------------|---------------------------|-------------------------------|-----------------------|----|----|-----------|
|                                     |                        | €                                  | €                           | €                          | €                           | €                         | €                             | €                     | €  | €  | €         |
| As at 1st January 2019              |                        | 16,849                             | 3,986                       | 40,726                     | 178,054                     | 41,019                    | 785,366                       | 3,500                 |    |    | 1,069,500 |
| Additions                           |                        |                                    |                             | 323                        |                             |                           |                               |                       |    |    | 323       |
| Disposals                           |                        |                                    |                             |                            |                             |                           |                               |                       |    |    | -         |
| As at end of June 2019              |                        | 16,849                             | 3,986                       | 41,049                     | 178,054                     | 41,019                    | 785,366                       | 3,500                 | -  | -  | 1,069,823 |
| <b>Grants/ other reimbursements</b> |                        |                                    |                             |                            |                             |                           |                               |                       |    |    |           |
| As at 1st January 2019              |                        | -                                  | -                           | 4,944                      | 45,501                      | 7,687                     | 175,045                       |                       |    |    | 233,177   |
| Additions                           |                        |                                    |                             |                            |                             |                           |                               |                       |    |    | -         |
| As at end of June 2019              |                        | -                                  | -                           | 4,944                      | 45,501                      | 7,687                     | 175,045                       | -                     | -  | -  | 233,177   |
| <b>Accumulated Depreciation</b>     |                        |                                    |                             |                            |                             |                           |                               |                       |    |    |           |
| As at 1st January 2019              |                        | 14,121                             | 3,986                       | 35,587                     | 111,459                     | 33,332                    | 483,237                       | 233                   |    |    | 681,955   |
| Charge for the period               |                        | 138                                |                             | 203                        | 3,064                       |                           | 10,621                        | 350                   |    |    | 14,376    |
| Released on disposal                |                        |                                    |                             |                            |                             |                           |                               |                       |    |    | -         |
| As at end of June 2019              |                        | 14,259                             | 3,986                       | 35,790                     | 114,523                     | 33,332                    | 493,858                       | 583                   | -  | -  | 696,331   |
| <b>NBV</b>                          | As at end of June 2019 | 2,590                              | -                           | 315                        | 18,030                      | -                         | 116,463                       | 2,917                 | -  | -  | 140,315   |