

Marsaskala Local Council

Quarterly Financial Report for the Period

1st January till End of June 2017 (Quarter 2)

[Handwritten signatures]

Table of Contents

Overview on Financial Position, Performance, FSI and Cash Flow.

Statement of Income and Expenditure

Statement of Affairs

Cash flow Statement

Notes to the Accounts

Depreciation of Property, Plant and Equipment


Handwritten signature and a circular stamp, likely a company seal or official mark, located at the bottom right of the page.


Overview and Summary

The second quarter of the financial year 2017 has seen a lot of activity happening relating to infrastructure whereby the council managed to resurface a major part of the road in triq il-Gardiel as well as the resurfacing of part of Triq il-Qaliet which desperately needed a resurfacing.

Marsaskala local council is doing its best to acquire funds from schemes such as UIF in order to be able to carry out as many projects as possible.

During the next quarter the council will be focusing its efforts to issue the tender for the embellishment of Zonqor playing field.



Mayor

Executive Secretary

Statement of Income and Expenditure
1st January till End of June 2017 (Quarter 2)

DESCRIPTION

**Annual Budget
2017**

| | |
|---|---|
| € | € |
|---|---|

Income

| | | |
|--|----------------|----------------|
| Funds received from Central Government (1) | 514,462 | 458,868 |
| Income raised from Bye-Laws (2) | 19,167 | 11,200 |
| Income raised from LES (3) | 5,805 | 5,000 |
| Investment Income (4) | 259 | 1,100 |
| Other Income (5) | 1,610 | 5,250 |
| TOTAL | 541,303 | 481,418 |

Expenditure

| | | |
|--------------------------------|----------------|----------------|
| Personal Emoluments (6) | 82,752 | 82,085 |
| Operations and Maintenance (7) | 242,241 | 303,564 |
| Administration (8) | 28,654 | 28,309 |
| Finance Cost (9) | - | - |
| Other Expenditure (10) | 69,488 | 68,003 |
| TOTAL | 423,135 | 481,961 |

Surplus / Deficit

| | |
|----------------|--------------|
| 118,168 | (543) |
|----------------|--------------|

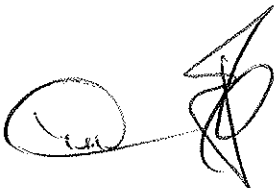


Balance Sheet as at end of June 2017 (Quarter 2)

| DESCRIPTION | Annual Budget | |
|---|------------------|------------------|
| | 2017 | |
| | € | € |
| Non-current Assets | | |
| Property, Plant and Equipment (17) | 1,354,173 | 1,249,818 |
| Current Assets | | |
| Inventories (11) | - | |
| Receivables (12) | 140,480 | 38,641 |
| Cash and Cash Equivalents (13) | 644,373 | 615,422 |
| Total Current Assets | 784,853 | 654,063 |
| Current Liabilities | | |
| Payables (14) | 162,560 | 187,105 |
| Current portion of Long-Term Borrowings | - | - |
| Total Current Liabilities | 162,560 | 187,105 |
| Net Current Assets | 622,293 | 466,958 |
| Non-current liabilities (15) | 631,712 | 490,834 |
| Net Assets | 1,344,754 | 1,225,942 |
| Reserves | | |
| Retained Funds | 1,344,754 | 1,225,942 |

Financial Situation Indicator

| DESCRIPTION | | |
|----------------------------------|---------|---------|
| Current Assets | 784,853 | 654,063 |
| Current Liabilities | 162,560 | 187,105 |
| Total Long Term Liabilities | 631,712 | 490,834 |
| Commitments approved by Ministry | 631,712 | 490,834 |
| | 622,293 | 466,958 |
| Total Government Allocation | 859,668 | 859,668 |
| | 72% | 54.32% |

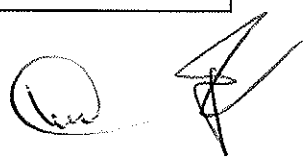


Cash Flow Statement

| | |
|--|-----------|
| | € |
| Cash flow from operating activities | |
| Surplus for the year | 118,168 |
| Adjustments for: | |
| Depreciation | 69,488 |
| Increase / (Decrease) in Allowance for Bad Debts | 181 |
| Interest receivable | 259 |
| Interest payable | |
| (Profit) / Loss on disposal of asset | |
| Increase / (Decrease) in payables | 68360 |
| Increase / (Decrease) in accruals | |
| Decrease / (Increase) in receivables | -110144 |
| Decrease / (Increase) in inventories | |
| Decrease / (Increase) in inventories | |
| Cash generated from operations | 146,312 |
| Interest paid | |
| Net cash from operating activities | 146,312 |
| Cash flows from investing activities | |
| Purchase of property, plant & equipment | -203004 |
| Proceeds from sale of property, plant & equipment | 0 |
| Grants received | |
| Interest received | 259 |
| Net cash used in investing activities | -202745 |
| Cash flows from financing activities | |
| Proceeds from long-term borrowings | |
| Interest Paid | |
| Bank Loan Repayments | |
| Net cash from financing activities | 0 |
| Net increase/(decrease) in cash & cash equivalents | (56,433) |
| Cash & cash equivalents at beginning of year | 700806 |
| Cash & cash equivalents at end of Quarter | 644372.89 |

| DESCRIPTION | | € |
|---|--|----------------|
| Income | | |
| 1 Funds received from Cental Government: | | |
| 0001 In terms of section 55 CAP 363 | | 429,834 |
| 0002-0004 In terms of section 58 CAP 363 | | 75,488 |
| 0005-0019 Other income | | 9,140 |
| | | 514,462 |
| 2 Income raised from Bye-Laws | | |
| 0021-0025 Community Services | | 19,167 |
| 0026-0035 Income from Permits | | 19,167 |
| 3 Local Enforcement Income | | |
| 0037 Commission from Regional Committees | | 5,805 |
| 0038-0055 Contraventions | | 5,805 |
| 4 Investment Income | | |
| 0091-0095 Bank interest | | 259 |
| 0096-0099 Income received from Governmet Securities | | 259 |
| 5 | | |
| 0056-0065 Sponsorships | | 300 |
| 0066-0069 Documents & Information | | 200 |
| 0070-0075 EU funds | | 674 |
| 0076-0080 Twinning | | |
| 0081-0089 Insurance Claims | | |
| 0100-0109 Donations | | |
| 0110-0119 Contributions | | |
| 0120-0129 General Income | | 436 |
| | | 1,610 |
| Total | | 541,303 |
| 6 i) Personal Emoluments | | |
| 1100 Mayor's Allowance | | 5,091 |
| 1200 Employees' Salaries & Wages | | 63,577 |
| 1300 Bonuses | | 736 |
| 1400 Income Supplements | | 660 |
| 1500 Social Security Contributions | | 5,210 |
| 1600 Allowances | | 5,600 |
| 1700 Overtime | | 1,878 |
| | | 82,752 |
| ii) Number of Employees | | |
| Full time | | |
| Executive Secretary | | 1 |
| Principal | | 1 |
| Assistant Principal | | 1 |
| Executive Officer | | 1 |
| | | 4 |
| Part time | | |
| Principal | | 1 |
| Executive Officer | | 1 |
| Clerk | | 1 |
| | | 3 |
| Total number of employees | | 7 |

| DESCRIPTION | | € |
|-------------|---|---------|
| 7 | Operations and Maintenance | |
| 2100-2149 | Public Utilities | 10,978 |
| 2200-2259 | Public Materials & Supplies | 6,511 |
| 2300-2399 | Repairs & upkeep | 34,128 |
| 2400-2449 | Rent | |
| 3010 | Street Lightning | 11,224 |
| 3020 | Lease of Equipment | |
| 3030 | Insurance | 1,295 |
| 3035 | Bank Charges | 147 |
| 3038 | Penalties | |
| 3041 | Refuse Collection | 55,267 |
| 3042 | Bulky Refuse Collection | 10,055 |
| 3043 | Bins on wheels | |
| 3045 | Bring in sites | |
| 3051 | Road & Street Cleaning | 23,210 |
| 3052 | Cleaning & Maintenance of Non-Urban Areas | |
| 3053 | Cleaning of Public Conveniences | 12,437 |
| 3055 | Cleaning of Council Premises | 1,697 |
| 3040 | Waste Disposal | 59,991 |
| 3060 | Cleaning & Maintenance of Parks & Gardens | 10,925 |
| 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 | 4,380 |
| 3380-3389 | Community | |
| 3390-3394 | Donations | |
| 3600-3694 | Local Enforcement Expenses | 55 |
| 3700-3799 | EU Projects | |
| 3800-3899 | Twinning | 125 |
| | Provision for bad debts | (181) |
| | | 242,241 |
| 8 | Administration | |
| 20-2199 | Office Utilities | |
| 2260-2299 | Office Materials & Supplies | |
| 2450-2499 | Office Rent | 8,220 |
| 2500-2599 | National & International Memberships | 865 |
| 2600-2699 | Office Services | 4,393 |
| 2700-2799 | Transport | 530 |
| 2800-2899 | Travel | 1,318 |
| 2900-2999 | Information Services | 2,863 |
| 3050 | Office Cleaning | |
| 3410-3199 | Professional Services | 10,258 |
| 3200-3299 | Training | |
| 3345 | Office Hospitality | |
| 3400-3499 | Incidental Expenses | 207 |
| | | 28,654 |
| 9 | Finance Costs | |
| 3036 | Interest on Bank Loan | |
| | | - |



| DESCRIPTION | € |
|---|----------------|
| 10 Other Expenditure | |
| 1500-3599 Loss / (Profit) on Disposal of asset | |
| 3695 Increase/(Decrease) in allowance for bad debts | |
| 8000-8099 Depreciation | 69,488 |
| | 69,488 |
| Total | 423,135 |
| 11 Inventories | |
| 5201-5249 Stationery | - |
| 5250-5299 Consumables | |
| | - |
| 12 Receivables | |
| 0201-0209 Receivables | 10,462 |
| 10-0219 LES Receivables | |
| 0220-0229 Receivables from EU | |
| 0250 Prepayments & Accrued income | 129,552 |
| Other debtors | 466 |
| | 140,480 |
| 13 Cash & Equivalents | |
| 5001-5099 Bank & Cash Balances | 644,373 |
| | 644,373 |
| 14 Payables | |
| 4000 Payables | 48,783 |
| 4100 Accruals | 42,759 |
| 4150 Deferred Income | - |
| Current portion of long term borrowings | |
| Deferred income - govt grant | 71,018 |
| | 162,560 |
| 15 Non Current Liabilities | |
| 4200 Long Term Borrowing | |
| Deferred income - govt grant | 631,712 |
| | 631,712 |



16

Capital Commitments

DESCRIPTION

€

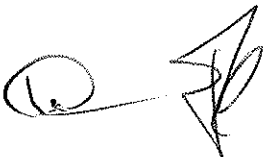
Approved but not yet contracted for:

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

Contracted for but not provided for in Quarterly Financial Statements:

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

Others



17 Depreciation of Property, Plant and Equipment

| Asset % of depreciation | Trees | | Construction | | Signs | | Urban Imp | | Plant, mach & equip | | Office Furniture & Fit | | Motor Ve | | Assets under con | | Total |
|-------------------------------------|--------|-----------|--------------|---|--------|-----------|-----------|--------|------------------------|--------|---------------------------|--------|----------|-------|---------------------|---|-----------|
| | 0% | 10% | € | € | € | € | € | € | € | € | € | € | € | € | € | € | |
| Cost | | | | | | | | | | | | | | | | | |
| As at 1st January 2017 | 43,097 | 1,951,015 | | | 59,544 | 1,091,210 | | 40,098 | | 24,029 | | 11,006 | | 7,905 | | | 3,227,904 |
| Additions | | 199,186 | | | | 3,114 | | 225 | | 479 | | | | | | | 203,004 |
| Disposals | | | | | | | | | | | | | | | | | |
| As at end of June 2017 | 43,097 | 2,150,201 | | | 59,544 | 1,094,324 | | 40,323 | | 24,508 | | 11,006 | | 7,905 | | | 3,430,908 |
| Grants/ other reimbursements | | | | | | | | | | | | | | | | | |
| As at 1st January 2017 | | 157,421 | | | | 25,102 | | | | | | | | | | | 182,523 |
| Additions | | | | | | | | | | | | | | | | | |
| As at end of June 2017 | - | 157,421 | | | - | 25,102 | | - | | - | | - | | - | | | 182,523 |
| Accumulated Depreciation | | | | | | | | | | | | | | | | | |
| As at 1st January 2017 | | 1,108,736 | | | 59,544 | 613,294 | | 21,249 | | 12,036 | | 9,865 | | | | | 1,824,724 |
| Charge for the period | | 44,202 | | | - | 22,796 | | 1,907 | | 468 | | 114 | | | | | 69,488 |
| Released on disposal | | | | | | | | | | | | | | | | | |
| As at end of June 2017 | - | 1,152,938 | | | 59,544 | 636,090 | | 23,156 | | 12,504 | | 9,979 | | - | | | 1,894,212 |
| NBV | | | | | | | | | | | | | | | | | |
| As at end of June 2017 | 43,097 | 839,842 | | | - | 433,132 | | 17,167 | | 12,004 | | 1,027 | | 7,905 | | | 1,354,173 |