

# **Mellieħa**

## **Local Council**

**Quarterly Financial Report**

**for the Period**

**1st January till End of September 2017 (Quarter 3)**

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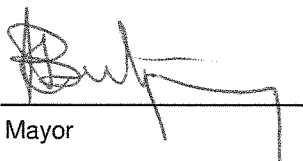
**Overview and Summary**

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The Council's income during the period January / September 2017 amounted to €941,732, against an expenditure of €908,901, resulting in a positive balance year to date of €32,831.

The value of Current Assets increased to €690,620, of which €656,527 were bank deposits. It is however to be noted that the Current Liabilities have been reduced during the period under review from €475,939 (January/June) to €260,410. These resulted from sums due by the Council as indicated in the books of accounts, accruals of amounts due which have not been inputted in the book of accounts, as the relative claim for payments were not in hand by the time this report was being prepared. The Current Liabilities also take into account the Deferred Income. Considering all these parameters, the Financial Situation Indicator went up to 34% - an increase of 3% for first six months of the financial year.

As regards the acquisition of Plant and Equipment, €172,392 worth of Fixed Assets have been capitalized since the beginning of the financial year. Their purchase cost of all Fixed Assets owned by the Council was €10,936,276, with a net book value of €5,125,671 up to the end of the period under review.

  
Mayor  
Executive Secretary

**Statement of Income and Expenditure****1st January till End of September 2017 (Quarter 3)**

DESCRIPTION	Annual Budget 2017	
	€	€
<b>Income</b>		
Funds received from Central Government (1)	878,715	1,275,882
Income raised from Bye-Laws (2)	39,641	2,000
Income raised from LES (3)	18,940	9,900
Investment Income (4)	771	3,400
Other Income (5)	3,665	340,236
<b>TOTAL</b>	<b>941,732</b>	<b>1,631,418</b>
<b>Expenditure</b>		
Personal Emoluments (6)	122,297	156,479
Operations and Maintenance (7)	444,385	749,229
Administration (8)	25,827	89,327
Finance Cost (9)	-	-
Other Expenditure (10)	316,392	576,599
<b>TOTAL</b>	<b>908,901</b>	<b>1,571,634</b>
<b>Surplus / Deficit</b>	<b>32,831</b>	<b>59,784</b>

**Balance Sheet as at end of September 2017 (Quarter 3)**

DESCRIPTION	Annual Budget 2017	
	€	€
<b>Non-current Assets</b>		
Property, Plant and Equipment (17)	5,125,671	5,723,453
<b>Current Assets</b>		
Inventories (11)	11,482	11,500
Receivables (12)	22,611	143,803
Cash and Cash Equivalents (13)	656,527	385,005
<b>Total Current Assets</b>	<b>690,620</b>	<b>540,308</b>
<b>Current Liabilities</b>		
Payables (14)	260,410	500,000
Current portion of Long-Term Borrowings	-	32,000
<b>Total Current Liabilities</b>	<b>260,410</b>	<b>532,000</b>
<b>Net Current Assets</b>	<b>430,210</b>	<b>8,308</b>
<b>Non-current liabilities (15)</b>	<b>1,543,073</b>	<b>1,442,000</b>
<b>Net Assets</b>	<b>4,012,808</b>	<b>4,289,761</b>
<b>Reserves</b>		
Retained Funds	<b>4,012,808</b>	<b>4,289,761</b>

**Financial Situation Indicator**

DESCRIPTION		
Current Assets	690,620	540,308
Current Liabilities	260,410	532,000
Total Long Term Liabilities	1,543,073	1,442,000
Commitments approved by Ministry	1,543,073	1,442,000
	430,210	8,308
Total Government Allocation	1,275,882	1,275,882
	34%	0.65%

**Cash Flow Statement**

	€
<b>Cash flow from operating activities</b>	
Surplus for the year	32,831
Adjustments for:	
Depreciation	316,392
Increase / (Decrease) in Allowance for Bad Debts	
Interest receivable	
Interest payable	
(Profit) / Loss on disposal of asset	
Grants released	-35239
Increase / (Decrease) in payables	-258940
Increase / (Decrease) in accruals	-74446
Decrease / (Increase) in receivables	69101
Decrease / (Increase) in inventories	217
Cash generated from operations	49,916
Interest paid	
<i>Net cash from operating activities</i>	<i>49,916</i>
<b>Cash flows from investing activities</b>	
Purchase of property, plant & equipment	-172392
Proceeds from sale of property, plant & equipment	
Grants received	
Interest received	
<i>Net cash used in investing activities</i>	<i>-172392</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>	<i>0</i>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>(122,476)</b>
Cash & cash equivalents at beginning of year	779003
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>656527</b>

DESCRIPTION		€
<b>Income</b>		
<b>1 Funds received from Cental Government:</b>		
0001 In terms of section 55 CAP 363		790,279
0002-0004 In terms of section 58 CAP 363		34,975
0005-0019 Other income		53,461
		<b>878,715</b>
<b>2 Income raised from Bye-Laws</b>		
0021-0025 Community Services		1,724
0026-0035 Income from Permits		37,917
		<b>39,641</b>
<b>3 Local Enforcement Income</b>		
0037 Commission from Regional Committees		7,873
0038-0055 Contraventions		11,067
		<b>18,940</b>
<b>4 Investment Income</b>		
0091-0095 Bank interest		771
0096-0099 Income received from Governmet Securities		
		<b>771</b>
<b>5</b>		
0056-0065 Sponsorships		
0066-0069 Documents & Information		
0070-0075 EU funds		
0076-0080 Twinning		
0081-0089 Insurance Claims		3,278
0100-0109 Donations		
0110-0119 Contributions		
0120-0129 General Income		387
		<b>3,665</b>
<b>Total</b>		<b>941,732</b>
<b>6 i) Personal Emoluments</b>		
1100 Mayor's Allowance		9,170
1200 Employees' Salaries & Wages		93,293
1300 Bonuses		787
1400 Income Supplements		1,372
1500 Social Security Contributions		8,624
1600 Allowances		7,496
1700 Overtime		1,555
		<b>122,297</b>
<b>ii) Number of Employees</b>		
<b>Full time</b>		
<b>Executive Secretary</b>		1
<b>Clerks</b>		5
		<b>6</b>
<b>Part time</b>		
		-
<b>Total number of employees</b>		<b>6</b>

DESCRIPTION		€
<b>7</b>	<b>Operations and Maintenance</b>	
2100-2149	Public Utilities	7,817
2200-2259	Public Materials & Supplies	7,382
2300-2399	Repairs & upkeep	48,116
2400-2449	Rent	369
3010	Street Lightning	16,838
3020	Lease of Equipment	
3030	Insurance	8,149
3035	Bank Charges	224
3038	Penalties	
3041	Refuse Collection	133,705
3042	Bulky Refuse Collection	14,750
3043	Bins on wheels	
3045	Bring in sites	655
3051	Road & Street Cleaning	32,271
3052	Cleaning & Maintenance of Non-Urban Areas	18,621
3053	Cleaning of Public Conveniences	46,934
3055	Cleaning of Council Premises	3,511
3040	Waste Disposal	
3060	Cleaning & Maintenance of Parks & Gardens	
3061	Cleaning & Maintenance of Soft Areas	36,436
3062	Cleaning & Maintenance of Beaches & CA	
3063	Cleaning & Maintenance of Country Non-Urban	149
6064	Other contractual Services	513
3070-3090	Consultation Fees	472
3100-3139	Contract & Project Management	10,798
3300-3379	Hospitality	46,377
3380-3389	Community	10,245
3390-3394	Donations	
3600-3694	Local Enforcement Expenses	53
3700-3799	EU Projects	-
3800-3899	Twinning	
		<b>444,385</b>
<b>8</b>	<b>Administration</b>	
2150-2199	Office Utilities	4,395
2260-2299	Office Materials & Supplies	523
2450-2499	Office Rent	
2500-2599	National & International Memberships	3,451
2600-2699	Office Services	4,178
2700-2799	Transport	1,512
2800-2899	Travel	
2900-2999	Information Services	2,869
3050	Office Cleaning	
3410-3199	Professional Services	7,768
3200-3299	Training	1,235
3345	Office Hospitality	
3400-3499	Incidental Expenses	(104)
		<b>25,827</b>
<b>9</b>	<b>Finance Costs</b>	
3036	Interest on Bank Loan	
		-



DESCRIPTION		€
<b>10</b>	<b>Other Expenditure</b>	
1500-3599	Loss / (Profit) on Disposal of asset	
3695	Increase/(Decrease) in allowance for bad debts	
8000-8099	Depreciation	316,392
		316,392
	<b>Total</b>	<b>908,901</b>
<b>11</b>	<b>Inventories</b>	
5201-5249	Stationery	-
5250-5299	Consumables	
	Books	11,482
		<b>11,482</b>
<b>12</b>	<b>Receivables</b>	
0201-0209	Receivables	21,399
0210-0219	LES Receivables	
0220-0229	Receivables from EU	
0250	Prepayments & Accrued income	1,212
		<b>22,611</b>
<b>13</b>	<b>Cash &amp; Equivalents</b>	
5001-5099	Bank & Cash Balances	656,527
		<b>656,527</b>
<b>14</b>	<b>Payables</b>	
4000	Payables	52,386
4100	Accruals	53,195
4150	Deferred Income	154,829
	Current portion of long term borrowings	
		<b>260,410</b>
<b>15</b>	<b>Non Current Liabilities</b>	
4200	Long Term Borrowing	
	Deferred Income	1,543,073
		<b>1,543,073</b>

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**Capital Commitments****DESCRIPTION**

€

**Approved but not yet contracted for:**

Ghajin tal-Mellieha & Environs Restoration	50,000
Triq l-Inkurunazzjoni Embellishment	140,000
Gnien Dun Anton Debono	25,000
Mons F Xuereb/Nahal/Etna Open Space	2,500
Gnien tas-Salib Playing Field & Street Furniture	27,000
Office Equipment & Computer Equipment & Improvements	15,000
	259,500

**Contracted for but not provided for in Quarterly Financial Statements:**

Construction of Culverts	60,000
Embellishment of Stepped Streets	315,181
Tunnara Project	30,000
Fixing of Ornamental Lanterns - Manikata	56,000
Misrah il-Parrocca Mellieha Project	85,000
	546,181

**Others**

## 17 Depreciation of Property, Plant and Equipment

Asset	Property	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Plant & Machinery	Office Furniture	Total
	1% €	10% €	0% €	100% €	10% €	20% €	7.5% €	
<b>Cost</b>								
As at 1st January 2017	568,224	8,563,460	810,982	73,322	538,562	40,225	169,109	10,763,884
Additions		170,130				1,500	762	172,392
Disposals								-
As at end of September 2017	568,224	8,733,590	810,982	73,322	538,562	41,725	169,871	10,936,276
<b>Grants/ other reimbursements</b>								
As at 1st January 2017	-	1,351,898	-	-	-	-	-	1,351,898
Additions								
As at end of September 2017	-	1,351,898	-	-	-	-	-	1,351,898
<b>Accumulated Depreciation</b>								
As at 1st January 2017	12,425	3,429,248	-	73,322	534,190	35,876	57,254	4,142,315
Charge for the period	1,450	307,234	-	-	-	990	6,718	316,392
Released on disposal								-
As at end of September 2017	13,875	3,736,482	-	73,322	534,190	36,866	63,972	4,458,707
<b>NBV</b>								
As at end of September 2017	554,349	3,645,210	810,982	-	4,372	4,859	105,899	5,125,671