



Il-Mellieħa Local Council

Quarterly Financial Report

for the Period

1st January till End of June 2018 (Quarter 2)

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Overview and Summary

The Council's income during the period April / June 2018 amounted to €620,488, against an expenditure of €484,486, resulting in a positive balance year to-date of €136,002.

The value of Current Assets has decreased as compared to the previous quarter and reached €833,506. These consisted mainly of Cash and Cash Equivalents amounted to €819,157 up to the end of the period under review, starting at €938,274 in March 2018.


The Current Liabilities have continued to decrease quite significantly as compared to the previous quarter, from €507,437 recorded in March 2018 to €358,545 in June 2018. These were made up of Payables (€145,681), the current portion of Long Term Borrowings related to the Triq l-Armier PPP Agreement (€11,365), and accruals (€201,499) with respect to capital projects which have been implemented, however not invoiced by the end of the period under review. The Current Liabilities did not include any Deferred Income resulting from the release of past grants.

Considering all these parameters, the Financial Situation Indicator stood at 43% - an increase of 4% over the percentage registered at the end of March 2018.

As regards the acquisition of Plant and Equipment, €217,100 worth of Fixed Assets have been capitalised since the beginning of the financial year. The purchase cost of all Fixed Assets acquired by the Council was €11,321,843, having a net book value of €3,696,170 up to the end of the period under review.



John Buttigieg
Mayor



Carmel Debono
Executive Secretary

Statement of Income and Expenditure
1st January till End of June 2018 (Quarter 2)

DESCRIPTION

Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
€	€	€	€

Income

Funds received from Central Government (1)	582,154	1,193,885	-	1,193,885
Income raised from Bye-Laws (2)	609	44,420	-	44,420
Income raised from LES (3)	3,153	8,000	-	8,000
Investment Income (4)	-	1,400	-	1,400
Other Income (5)	34,572	102,700	-	102,700
TOTAL	620,488	1,350,405	-	1,350,405

Expenditure

Personal Emoluments (6)	79,798	167,691	-	167,691
Operations and Maintenance (7)	249,437	785,316	-	785,316
Administration (8)	16,679	94,628	-	94,628
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	138,572	271,005	-	271,005
TOTAL	484,486	1,318,640	-	1,318,640

Surplus / Deficit

136,002	31,765	-	31,765
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Statement of Financial Position as at end of June 2018 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2018 €	Virements for the Period €	Revised Annual Budget 2018 €
Non-current Assets				
Property, Plant and Equipment (17)	3,696,170	3,995,774		3,995,774
Current Assets				
Inventories (11)	10,813	20,000	-	20,000
Receivables (12)	3,536	96,000	-	96,000
Cash and Cash Equivalents (13)	819,157	362,064	-	362,064
Total Current Assets	833,506	478,064	-	478,064
Current Liabilities				
Payables (14)	358,545	335,817	-	335,817
Total Current Liabilities	358,545	335,817	-	335,817
Net Current Assets	474,961	142,247	-	142,247
Non-current liabilities (15)	45,496	17,425	-	17,425
Net Assets	4,125,635	4,120,596	-	4,120,596
Reserves				
Retained Funds	4,125,635	4,120,596		4,120,596

Financial Situation Indicator

DESCRIPTION				
Current Assets	833,506	478,064	-	478,064
Current Liabilities	358,545	335,817	-	335,817
Working Capital	474,961	142,247	-	142,247
Government Allocation	1,099,031	1,099,031	-	1,099,031
FSI	43 %	13 %		13 %

Cash flow Statement**DESCRIPTION**

	Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	136,002	31,765	-	31,765
Adjustments for:				
Depreciation	138,572	271,005	-	271,005
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	34,618	(5,423)		(5,423)
Increase / (Decrease) in accruals	(147,627)	(11,523)		(11,523)
Decrease / (Increase) in receivables	83,409	(55)		(55)
Decrease / (Increase) in inventories	-			-
Decrease / (Increase) in inventories				-
Cash generated from operations	244,974	285,769	-	285,769
Interest paid				-
<i>Net cash from operating activities</i>	244,974	285,769	-	285,769
Cash flows from investing activities				
Purchase of property, plant & equipment	(217,100)	(1,543,127)		(1,543,127)
Proceeds from sale of property, plant & equipment				-
Grants received		819,509		819,509
Interest received				-
<i>Net cash used in investing activities</i>	(217,100)	(723,618)	-	(723,618)
Cash flows from financing activities				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	27,874	(437,849)	-	(437,849)
Cash & cash equivalents at beginning of year	791,263	799,913		799,913
Cash & cash equivalents at end of Quarter	819,137	362,064	-	362,064

Detailed Income

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
Income					
1	Funds received from Cental Government:				
	0001 In terms of section 55 CAP 363	549,069	1,099,031		1,099,031
	0002-0004 In terms of section 58 CAP 363	33,085	94,854		94,854
	0005-0019 Other income	-	-		-
		582,154	1,193,885	-	1,193,885
2	Income raised from Bye-Laws				
	0021-0025 Community Services	609	-		-
	0026-0035 Income from Permits		44,420		44,420
		609	44,420	-	44,420
3	Local Enforcement Income				
	0037 Commission from Regional Committees	3,069	8,000		8,000
	0038-0055 Contraventions	84	-		-
		3,153	8,000	-	8,000
4	Investment Income				
	0091-0095 Bank interest	-	1,400		1,400
	0096-0099 Income received from Governnet Securities	-	-		-
		-	1,400	-	1,400
5	Sponsorships				
	0066-0069 Documents & Information	-	-		-
	0070-0075 EU funds	5	102,000		102,000
	0076-0080 Twinning		-		-
	0081-0089 Insurance Claims		-		-
	0100-0109 Donations		-		-
	0110-0119 Contributions		-		-
	0120-0129 General Income	34,567	700		700
		34,572	102,700	-	102,700
Total		620,488	1,350,405	-	1,350,405

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
6 i)	Personal Emoluments				
	1100 Mayor's Allowance	5,567	11,196		11,196
	1200 Employees' Salaries & Wages	58,914	121,492		121,492
	1300 Bonuses	811	9,786		9,786
	1400 Income Supplements	727	1,454		1,454
	1500 Social Security Contributions	5,369	10,763		10,763
	1600 Allowances	7,141	11,200		11,200
	1700 Overtime	1,270	1,800		1,800
		79,798	167,691	-	167,691
DESCRIPTION		€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities	1,858	10,998		10,998
	2200-2259 Public Materials & Supplies	318	2,200		2,200
	2300-2399 Repairs & upkeep	33,534	112,900	13,000	99,900
	2400-2449 Rent	-	4,250		4,250
	3010 Street Lightning	7,075	27,000		27,000
	3020 Lease of Equipment	-	-		-
	3030 Insurance	4,124	8,500		8,500
	3035 Bank Charges	156	300		300
	3038 Penalties	-	-		-
	3041 Refuse Collection	74,221	165,000		165,000
	3042 Bulky Refuse Collection	12,585	11,000	(13,000)	24,000
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	2,000		2,000
	3051 Road & Street Cleaning	17,195	45,000		45,000
	3052 Cleaning & Maintenance of Non-Urban Areas	12,349	27,000		27,000
	3053 Cleaning of Public Conveniences	27,859	78,000		78,000
	3055 Cleaning of Council Premises	9,600	4,000		4,000
	3040 Waste Disposal	-	400		400
	3060 Cleaning & Maintenance of Parks & Gardens	-	-		-
	3061 Cleaning & Maintenance of Soft Areas	24,132	54,575		54,575
	3062 Cleaning & Maintenance of Beaches & CA	-	500		500
	3063 Cleaning & Maintenance of Country Non-Urban	-	1,000		1,000
	6064 Other Contractual Services	-	-		-
	3070-3090 Consultation Fees	200	2,000		2,000
	3100-3139 Contract & Project Management	6,813	15,000		15,000
	3300-3379 Hospitality	9,883	99,194		99,194
	3380-3389 Community	7,491	18,899		18,899
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	43	100		100
	3700-3799 EU Projects	-	85,000		85,000
	3800-3899 Twinning	-	10,500		10,500
		249,437	785,316	-	785,316
8	Administration				
	2150-2199 Office Utilities	2,735	8,338		8,338
	2260-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	1,026	1,300		1,300
	2600-2699 Office Services	2,701	6,900		6,900
	2700-2799 Transport	1,305	11,240		11,240
	2800-2899 Travel	891	3,300		3,300
	2900-2999 Information Services	5,449	42,200		42,200
	3050 Office Cleaning	-	400		400
	3410-3199 Professional Services	623	12,700		12,700
	3200-3299 Training	1,450	6,000		6,000
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	499	2,250		2,250
		16,679	94,628	-	94,628

Il-Mellieha Local Council

**Quarterly Financial Report
1st January till End of June 2018 (Quarter 2)**

9	Finance Costs				
	3036 Interest on Bank Loan				
		-	-	-	-

Detailed Statment of Financial Position

DESCRIPTION		Actual for the Period	Annual Budget 2018	Virements for the Period	Revised Annual Budget 2018
		€	€	€	€
10	Other Expenditure				
	3500-3599 Loss / (Profit) on Disposal of asset				-
	3695 Increase/(Decrease) in allowance for bad debts				-
	8000-8099 Depreciation As at end of June 2018	138,572	271,005		271,005
		138,572	271,005	-	271,005
	Total	484,486	1,318,640	-	1,318,640
11	Inventories				
	5201-5249 Stationery	10,813	20,000		20,000
	5250-5299 Consumables		-		-
		10,813	20,000	-	20,000
12	Receivables				
	0201-0209 Receivables	2,321	20,000		20,000
	0210-0219 LES Receivables	-	-		-
	0220-0229 Receivables from EU		-		-
	0250 Prepayments & Accrued income	1,215	76,000		76,000
		3,536	96,000	-	96,000
13	Cash & Equivalents				
	5001-5099 Bank & Cash Balances	819,157	362,064		362,064
		819,157	362,064	-	362,064
14	Payables				
	4000 Payables	145,681	200,000		200,000
	4100 Accruals	201,499	100,000		100,000
	4150 Deferred Income		-		-
	Current portion of long term borrowings				-
	Current portion of long term borrowings	11,365	35,817		35,817
		358,545	335,817	-	335,817
15	Non Current Liabilities				
	4200 Long Term Borrowing	45,496	17,425		17,425
		45,496	17,425	-	17,425

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

Tunnara Project
Misrah il-Parrocca Mellieha Project
Embellishment of Stepped Streets
Ghajn tal-Mellieha & Environs Restoration
Road Resurfacing
Various others

30,000	30,000	
85,000	85,000	
164,104	164,104	
50,000	50,000	
120,000	120,000	
75,474	75,474	
524,578	524,578	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

Asset	Property	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Office Equipment	Office Furniture	€	
								100%	7.5%
% of depreciation	1%	10%	0%	100%	10%	20%	7.5%	€	€
Cost	€	€	€	€	€	€	€	€	€
As at 1st January 2018	568,224	9,138,265	543,417	73,322	545,142	46,760	189,613		11,104,743
Additions		216,406				694			217,100
Disposals									-
As at end of June 2018	568,224	9,354,671	543,417	73,322	545,142	47,454	189,613	-	11,321,843
Grants/ other reimbursements									
As at 1st January 2018		1,351,898							1,351,898
Additions		1,491,211							1,491,211
As at end of June 2018	-	2,843,109	-	-	-	-	-	-	2,843,109
Accumulated Depreciation									
As at 1st January 2018	14,357	3,911,790	-	73,322	540,824	37,888	65,811		4,643,992
Charge for the period	2,769	129,987			216	957	4,643		138,572
Released on disposal									-
As at end of June 2018	17,126	4,041,777	-	73,322	541,040	38,845	70,454	-	4,782,564
NBV As at end of June 2018	551,098	2,469,785	543,417	-	4,102	8,609	119,159	-	3,696,170