



# **Il-Mellieħa Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of March 2019 (Quarter 1)**

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***Overview and Summary***

The Council's income during the period January / March 2019 amounted to €342,623, against an expenditure of €216,445, resulting in a surplus for the year to-date of €126,178.

The value of Current Assets has decreased significantly by €162,011, as compared to the previous quarter, to €1,207,806. These consisted mainly of Cash and Cash Equivalent amounting to €1,018,121 up to the end of the period under review, as compared to the amount of €1,369,817, registered in December 2018.

The Current Liabilities have decrease as compared to the previous quarter, from €625,605 to €433,235, registered in March 2019. These were made up of Payables (€328,833), the current portion of Long Term Borrowings related to the Triq l-Armier PPP Agreement (€31,842) and accruals (€72,560) with respect expenditure which has been incurred, however not invoiced for by the end of the period under review.

Considering all these parameters, the Financial Situation Indication improved to 70% - an increase of 2% over the percentage registered at the end of December 2018.

€164,600 worth of Fixed Assets were capitalized since the beginning of the financial year. The purchase cost of all Fixed Assets acquired by the Council was €9,483,996 having a net book value of €3,115,428 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 March 2019 (Quarter 1)

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	327,315	1,395,981	-	1,395,981
Income raised from Bye-Laws (2)	14,891	78,900	-	78,900
Income raised from LES (3)	410	7,500	-	7,500
Investment Income (4)	7	800	-	800
Other Income (5)	-	250	-	250
<b>TOTAL</b>	<b>342,623</b>	<b>1,483,431</b>	<b>-</b>	<b>1,483,431</b>
<b>Expenditure</b>				
Personal Emoluments (6)	37,815	191,264	-	191,264
Operations and Maintenance (7)	106,479	837,962	-	837,962
Administration (8)	10,104	81,817	(10,000)	91,817
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	62,047	282,859	-	282,859
<b>TOTAL</b>	<b>216,445</b>	<b>1,393,902</b>	<b>(10,000)</b>	<b>1,403,902</b>
<b>Surplus / Deficit</b>	<b>126,178</b>	<b>89,529</b>	<b>10,000</b>	<b>79,529</b>

Statement of Financial Position as at end of March 2019 (Quarter 1)

DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	3,115,428	4,005,485		4,005,485
<b>Current Assets</b>				
Inventories (11)	19,269	12,000	-	12,000
Receivables (12)	170,416	105,000	-	105,000
Cash and Cash Equivalents (13)	1,018,121	508,428	-	508,428
<b>Total Current Assets</b>	<b>1,207,806</b>	<b>625,428</b>	<b>-</b>	<b>625,428</b>
<b>Current Liabilities</b>				
Payables (14)	433,235	473,477	-	473,477
<b>Total Current Liabilities</b>	<b>433,235</b>	<b>473,477</b>	<b>-</b>	<b>473,477</b>
<b>Net Current Assets</b>	<b>774,571</b>	<b>151,951</b>	<b>-</b>	<b>151,951</b>
<b>Non-current liabilities (15)</b>	<b>494,464</b>	<b>7,000</b>	<b>-</b>	<b>7,000</b>
<b>Net Assets</b>	<b>3,395,535</b>	<b>4,150,436</b>	<b>-</b>	<b>4,150,436</b>
<b>Reserves</b>				
Retained Funds	3,395,535	4,150,436		4,150,436

Financial Situation Indicator

DESCRIPTION

Current Assets	1,207,806	625,428	-	625,428
Current Liabilities	433,235	473,477	-	473,477
<b>Working Capital</b>	<b>774,571</b>	<b>151,951</b>	<b>-</b>	<b>151,951</b>
Government Allocation	1,099,031	1,159,252	-	1,099,031
<b>FSI</b>	<b>70 %</b>	<b>13 %</b>		<b>14 %</b>

## Cash flow Statement

### DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	126,178	89,529	10,000	79,529
Adjustments for:				
Depreciation	62,047	282,859	-	282,859
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	(69,570)			-
Increase / (Decrease) in accruals	(66,340)			-
Decrease / (Increase) in receivables	39,079			-
Decrease / (Increase) in inventories				-
Cash generated from operations	91,394	372,388	10,000	362,388
Interest paid				-
<i>Net cash from operating activities</i>	91,394	372,388	10,000	362,388
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(164,600)	(1,474,409)		(1,474,409)
Proceeds from sale of property, plant & equipment		767,650		767,650
Grants received				-
Interest received				-
<i>Net cash used in investing activities</i>	(164,600)	(706,759)	-	(706,759)
<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>	(73,206)	(334,371)	10,000	(344,371)
Cash & cash equivalents at beginning of year	1,091,327	842,799		842,799
<b>Cash &amp; cash equivalents at end of Quarter</b>	1,018,121	508,428	10,000	498,428

## Detailed Income

### DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	319,468	1,159,252		1,159,252
0002-0004 In terms of section 58 CAP 363		224,578		224,578
0005-0019 Other income	7,847	12,151		12,151
	<b>327,315</b>	<b>1,395,981</b>	<b>-</b>	<b>1,395,981</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		1,900		1,900
0026-0035 Income from Permits	14,891	77,000		77,000
	<b>14,891</b>	<b>78,900</b>	<b>-</b>	<b>78,900</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	410	7,500		7,500
0038-0055 Contraventions		-		-
	<b>410</b>	<b>7,500</b>	<b>-</b>	<b>7,500</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	7	800		800
0096-0099 Income received from Governmet Securities		-		-
	<b>7</b>	<b>800</b>	<b>-</b>	<b>800</b>
<b>5</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		250		250
	<b>-</b>	<b>250</b>	<b>-</b>	<b>250</b>
<b>Total</b>	<b>342,623</b>	<b>1,483,431</b>	<b>-</b>	<b>1,483,431</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
1100	Mayor's Allowance	2,807	11,226		11,226
1200	Employees' Salaries & Wages	30,438	136,484		136,484
1300	Bonuses	-	11,150		11,150
1400	Income Supplements	727	1,454		1,454
1500	Social Security Contributions	2,561	12,569		12,569
1600	Allowances	801	14,382		14,382
1700	Overtime	481	4,000		4,000
		<b>37,815</b>	<b>191,264</b>	<b>-</b>	<b>191,264</b>
DESCRIPTION		€	€	€	€
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities	812	5,537		5,537
2200-2259	Public Materials & Supplies	508	2,277		2,277
2300-2399	Repairs & upkeep	26,941	109,400	13,000	96,400
2400-2449	Rent	816	4,250		4,250
3010	Street Lightning	366	27,000		27,000
3020	Lease of Equipment	-	-		-
3030	Insurance	796	7,000		7,000
3035	Bank Charges	76	350		350
3038	Penalties	-	-		-
3041	Refuse Collection	25,641	102,448		102,448
3042	Bulky Refuse Collection	-	21,000	(13,000)	34,000
3043	Bins on wheels	-	-		-
3045	Bring in sites	384	3,000		3,000
3051	Road & Street Cleaning	-	35,000		35,000
3052	Cleaning & Maintenance of Non-Urban Areas	-	25,000		25,000
3053	Cleaning of Public Conveniences	19,296	90,000		90,000
3055	Cleaning of Council Premises	-	3,000		3,000
3040	Waste Disposal	30,843	131,000		131,000
3060	Cleaning & Maintenance of Parks & Gardens	-	-		-
3061	Cleaning & Maintenance of Soft Areas	-	57,000		57,000
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	-	3,000		3,000
3100-3139	Contract & Project Management	-	17,600		17,600
3300-3379	Hospitality	-	99,000		99,000
3380-3389	Community	-	21,000		21,000
3390-3394	Donations	-	-		-
3600-3694	Local Enforcement Expenses	-	100		100
3700-3799	EU Projects	-	62,000		62,000
3800-3899	Twinning	-	10,500		10,500
		<b>106,479</b>	<b>837,962</b>	<b>-</b>	<b>837,962</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	2,743	8,689		8,689
2260-2299	Office Materials & Supplies	-	-		-
2450-2499	Office Rent	-	-		-
2500-2599	National & International Memberships	560	1,900		1,900
2600-2699	Office Services	647	6,850		6,850
2700-2799	Transport	2,784	14,700		14,700
2800-2899	Travel	362	3,300		3,300
2900-2999	Information Services	3,008	25,478		25,478
3050	Office Cleaning	-	400		400
3410-3199	Professional Services	-	11,500	(10,000)	21,500
3200-3299	Training	-	4,250		4,250
3345	Office Hospitality	-	-		-
3400-3499	Incidental Expenses	-	4,750		4,750
		<b>10,104</b>	<b>81,817</b>	<b>(10,000)</b>	<b>91,817</b>



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

## Detailed Statment of Financial Position

### DESCRIPTION

	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 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 March 2019	62,047	282,859		282,859
				-
	<b>62,047</b>	<b>282,859</b>	<b>-</b>	<b>282,859</b>
<b>Total</b>	<b>216,445</b>	<b>1,393,902</b>	<b>(10,000)</b>	<b>1,403,902</b>
<b>11 Inventories</b>				
5201-5249 Stationery	19,269	12,000		12,000
5250-5299 Consumables		-		-
				-
	<b>19,269</b>	<b>12,000</b>	<b>-</b>	<b>12,000</b>
<b>12 Receivables</b>				
0201-0209 Receivables	162,273	55,000		55,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	8,143	50,000		50,000
				-
	<b>170,416</b>	<b>105,000</b>	<b>-</b>	<b>105,000</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	1,018,121	508,428		508,428
	<b>1,018,121</b>	<b>508,428</b>	<b>-</b>	<b>508,428</b>
<b>14 Payables</b>				
4000 Payables	328,833	352,477		352,477
4100 Accruals	72,560	100,000		100,000
4150 Deferred Income		-		-
Current portion of long term borrowings				-
Current portion of long term borrowings	31,842	21,000		21,000
	<b>433,235</b>	<b>473,477</b>	<b>-</b>	<b>473,477</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing	14,836	7,000		7,000
Deferred Income	479,628	-		-
	<b>494,464</b>	<b>7,000</b>	<b>-</b>	<b>7,000</b>

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

Recurrent and Capital

€	€	€
-	-	-

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	Computer Software	Total		
		10%	0%	100%	10%	20%	7.5%	25%			
% of depreciation	1%	€	€	€	€	€	€	€	€		
Cost	As at 1st January 2019	568,224	6,992,960	757,767	73,322	694,616	46,553	184,877	1,077	9,319,396	
	Additions			164,600						164,600	
	Disposals									-	
As at end of March 2019	568,224	6,992,960	922,367	73,322	694,616	46,553	184,877	1,077	-	9,483,996	
Grants/ other reimbursements	As at 1st January 2019		1,367,061							1,367,061	
	Additions									-	
	As at end of March 2019	-	1,367,061	-	-	-	-	-	-	1,367,061	
Accumulated Depreciation	As at 1st January 2019	16,426	4,073,263	-	73,322	649,067	41,514	85,397	471	4,939,460	
	Charge for the period	1,382	38,816	-	-	1,182	841	19,743	83	62,047	
	Released on disposal									-	
	As at end of March 2019	17,808	4,112,079	-	73,322	650,249	42,355	105,140	554	5,001,507	
NBV	As at end of March 2019	550,416	1,513,820	922,367	-	44,367	4,198	79,737	523	-	3,115,428