

# **Mtarfa Local Council**

## **Quarterly Financial Report**

### **for the Period**

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

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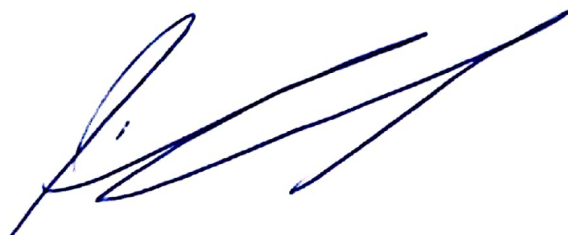
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**Overview and Summary**

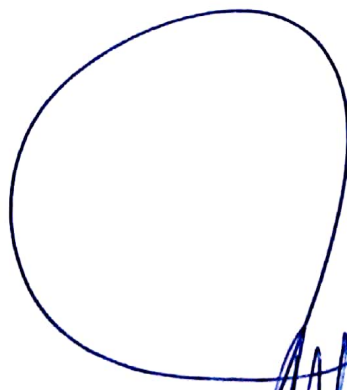
The Income and Expenditure for Quarter 2 is registering a deficit of €11,369. The annual budget for year 2019 envisaged a surplus of €7,344 for the year.

The net current asset for the period is also positive as the net current asset position is €160,849. This positive situation is due to the fact that the cash and cash equivalents was very high and in fact the balance as at end of June 2019 amounted to €215,413.

The results above confirmed that the financial situation is positive as the net position (i.e current assets, current liabilities and total long term liabilities) was positive and it amounted to 58% of the Annual Government Allocation for 2019.



Dr. Daniel Attard  
Mayor



Josette Micallef  
Executive Secretary

# Statement of Income and Expenditure

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

**DESCRIPTION**

Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
€	€	€	€

**Income**

Funds received from Central Government (1)	145,036	297,204	-	297,204
Income raised from Bye-Laws (2)	1,032	3,700	-	3,700
Income raised from LES (3)	292	1,250	-	1,250
Investment Income (4)	-	50	-	50
Other Income (5)	1,550	2,796	-	2,796
<b>TOTAL</b>	<b>147,910</b>	<b>305,000</b>	<b>-</b>	<b>305,000</b>

**Expenditure**

Personal Emoluments (6)	38,526	86,413	-	86,413
Operations and Maintenance (7)	79,931	144,812	-	144,812
Administration (8)	22,964	32,347	-	32,347
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	17,858	34,084	-	34,084
<b>TOTAL</b>	<b>159,279</b>	<b>297,656</b>	<b>-</b>	<b>297,656</b>

**Surplus / Deficit**

<b>(11,369)</b>	<b>7,344</b>	<b>-</b>	<b>7,344</b>
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## Statement of Financial Position as at end of June 2019 (Quarter 2)

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)	82,868	93,604		93,604
<b>Current Assets</b>				
Inventories (11)	4,452	4,000	-	4,000
Receivables (12)	22,213	22,500	-	22,500
Cash and Cash Equivalents (13)	215,413	211,730	-	211,730
<b>Total Current Assets</b>	<b>242,078</b>	<b>238,230</b>	<b>-</b>	<b>238,230</b>
<b>Current Liabilities</b>				
Payables (14)	81,229	55,628	-	55,628
<b>Total Current Liabilities</b>	<b>81,229</b>	<b>55,628</b>	<b>-</b>	<b>55,628</b>
<b>Net Current Assets</b>	<b>160,849</b>	<b>182,602</b>	<b>-</b>	<b>182,602</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>243,717</b>	<b>276,206</b>	<b>-</b>	<b>276,206</b>
<b>Reserves</b>				
Retained Funds	243,717	276,206	-	276,206

## Financial Situation Indicator

## DESCRIPTION

Current Assets	242,078	238,230	-	238,230
Current Liabilities	81,229	55,628	-	55,628
<b>Working Capital</b>	<b>160,849</b>	<b>182,602</b>	<b>-</b>	<b>182,602</b>
Government Allocation	279,482	279,482	-	279,482
<b>FSI</b>	<b>58 %</b>	<b>65 %</b>		<b>65 %</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	(11,369)	7,344	-	7,344
Adjustments for:				
Depreciation	17,858	34,084	-	34,084
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset	230			-
Transfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	53,214			-
Increase / (Decrease) in accruals	(17,781)			-
Decrease / (Increase) in receivables	(5,209)			-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	36,942	41,428	-	41,428
Interest paid				-
<b>Net cash from operating activities</b>	36,942	41,428	-	41,428
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(69,355)			-
Proceeds from sale of property, plant & equipment				-
Grants received	37,296			-
Interest received				-
<b>Net cash used in investing activities</b>	(32,059)	-	-	-
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<b>Net cash from financing activities</b>	-	-	-	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	4,884	41,428	-	41,428
Cash & cash equivalents at beginning of year	210,529	182,799		182,799
<b>Cash &amp; cash equivalents at end of Quarter</b>	215,413	224,227	-	224,227



## 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 Central Government:</b>				
0001 In terms of section 55 CAP 363	139,741	279,482		279,482
0002-0004 In terms of section 58 CAP 363	-	7,806		7,806
0005-0019 Other income	5,295	9,916		9,916
	<b>145,036</b>	<b>297,204</b>	<b>-</b>	<b>297,204</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	1,032	3,700		3,700
0026-0035 Income from Permits	1,032	3,700	-	3,700
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	292	1,250		1,250
0038-0055 Contraventions	-	-		-
	<b>292</b>	<b>1,250</b>	<b>-</b>	<b>1,250</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	50		50
0096-0099 Income received from Government Securities	-	-		-
	<b>-</b>	<b>50</b>	<b>-</b>	<b>50</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	150	-		-
0110-0119 Contributions	73	-		-
0120-0129 General Income	1,327	2,796		2,796
	<b>1,550</b>	<b>2,796</b>	<b>-</b>	<b>2,796</b>
<b>Total</b>	<b>147,910</b>	<b>305,000</b>	<b>-</b>	<b>305,000</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
		€	€	€	€
<b>6 I) Personal Emoluments</b>					
1100 Mayor's Allowance		4,234	7,584		7,584
1200 Employees' Salaries & Wages		24,016	58,104		58,104
1300 Bonuses		2,597	5,989		5,989
1400 Income Supplements		190	380		380
1500 Social Security Contributions		3,025	5,456		5,456
1600 Allowances		3,200	6,400		6,400
1700 Overtime		1,264	2,500		2,500
		<b>38,526</b>	<b>86,413</b>	-	<b>86,413</b>
<b>DESCRIPTION</b>		<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7 Operations and Maintenance</b>					
2100-2149 Public Utilities		3,541	7,295		7,295
2200-2259 Public Materials & Supplies		2,376	5,800		5,800
2300-2399 Repairs & upkeep		5,854	25,000		25,000
2400-2449 Rent		3,623	7,331		7,331
3010 Street Lightning		3,913	7,500		7,500
3020 Lease of Equipment		2,882	150		150
3030 Insurance		691	1,197		1,197
3035 Bank Charges		30	80		80
3038 Penalties		-	-		-
3041 Refuse Collection		10,355	20,752		20,752
3042 Bulky Refuse Collection		2,481	5,000		5,000
3043 Bins on wheels		59	-		-
3045 Bring in sites		-	-		-
3051 Road & Street Cleaning		8,674	15,362		15,362
3052 Cleaning & Maintenance of Non-Urban Areas		-	-		-
3053 Cleaning of Public Conveniences		2,808	5,640		5,640
3055 Cleaning of Council Premises		-	-		-
3040 Waste Disposal		9,441	16,800		16,800
3060 Cleaning & Maintenance of Parks & Gardens		10,075	18,850		18,850
3061 Cleaning & Maintenance of Soft Areas		-	-		-
3062 Cleaning & Maintenance of Beaches & CA		-	-		-
3063 Cleaning & Maintenance of Country Non-Urban		-	-		-
6064 Other Contractual Services		4,436	3,816		3,816
3070-3090 Consultation Fees		-	-		-
3100-3139 Contract & Project Management		-	-		-
3300-3379 Hospitality		5,639	3,990		3,990
3380-3389 Community		3,055	-		-
3390-3394 Donations		-	-		-
3600-3694 Local Enforcement Expenses		-	250		250
3700-3799 EU Projects		-	-		-
3800-3899 Twinning		-	-		-
		<b>79,931</b>	<b>144,812</b>	-	<b>144,812</b>
<b>8 Administration</b>					
2150-2199 Office Utilities		149	2,500		2,500
2260-2299 Office Materials & Supplies		30	500		500
2450-2499 Office Rent		-	-		-
2500-2599 National & International Memberships		179	600		600
2600-2699 Office Services		3,202	1,760		1,760
2700-2799 Transport		637	2,300		2,300
2800-2899 Travel		-	1,000		1,000
2900-2999 Information Services		3,878	7,000		7,000
3050 Office Cleaning		988	1,080		1,080
3410-3199 Professional Services		13,032	13,407		13,407
3200-3299 Training		309	500		500
3345 Office Hospitality		-	1,500		1,500
3400-3499 Incidental Expenses		332	200		200
Disposal of Assets		230	-		-
		<b>22,964</b>	<b>32,347</b>	-	<b>32,347</b>
<b>9 Finance Costs</b>					
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</b>	<b>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	17,858	34,084		34,084
		17,858	34,084	-	34,084
	<b>Total</b>	<b>159,279</b>	<b>297,656</b>	<b>-</b>	<b>297,656</b>
<b>11</b>	<b>Inventories</b>				
	5201-5249 Stationery	4,452	4,000		4,000
	5250-5299 Consumables				-
		4,452	4,000	-	4,000
<b>12</b>	<b>Receivables</b>				
	0201-0209 Receivables	7,379	2,500		2,500
	0210-0219 LES Receivables		-		-
	0220-0229 Receivables from EU	14,833	20,000		20,000
	0250 Prepayments & Accrued income		-		-
		22,213	22,500	-	22,500
<b>13</b>	<b>Cash &amp; Equivalents</b>				
	5001-5099 Bank & Cash Balances	215,413	211,730		211,730
		215,413	211,730	-	211,730
<b>14</b>	<b>Payables</b>				
	4000 Payables	62,375	35,000		35,000
	4100 Accruals	18,853	20,000		20,000
	4150 Deferred Income		628		628
	Current portion of long term borrowings				-
		81,229	55,628	-	55,628
<b>15</b>	<b>Non Current Liabilities</b>				
	4200 Long Term Borrowing		-		-
	Deferred Income		-		-
		-	-	-	-

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## Total Commitments (Recurrent and Capital)

## DESCRIPTION

Recurrent and Capital  
Mtarfa Tower Clock

€	€	€
125,010	125,010	
125,010	125,010	-

## Long Term Loans

-	-	-

## Others

-	-	-

## 17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Furn & Fittings		Office Equipment		Urban Improvements		Construction		Trees		Plant & Machinery		Computer Equipment		Street Signs		Assets under construction		Total
	8%	€	20%	€	10%	€	10%	€	0%	€	20%	€	25%	€	100%	€	0%	€	€
<b>Cost</b>																			
As at 1st January 2019	43,900		15,254		296,831		473,314		6,981		8,114		11,683		38,068		31,288		925,435
Additions	5,275		294		11,965		25,470		-		50		(122)				26,300		69,355
Disposals	(37)		(1,037)		(475)														(1,671)
As at end of June 2019	49,138		14,511		308,322		498,784		6,981		8,164		11,561		38,068		57,589		993,118
<b>Grants/ other reimbursements</b>																			
As at 1st January 2019					112,481		400,968				2,300						14,796		515,749
Additions					-		22,500												37,296
As at end of June 2019	-		-		112,481		423,468		-		2,300		-		-		14,796		553,045
<b>Accumulated Depreciation</b>																			
As at 1st January 2019	34,603		12,175		180,023		60,012		-		5,484		8,982		38,068		-		339,347
Charge for the period	1,843		1,451		10,416		3,766		-		379		1,445		-		-		19,300
Released on disposal	(37)		(1,037)		(245)								(122)						(1,442)
As at end of June 2019	36,408		12,589		190,194		63,778		-		5,863		10,305		38,068		-		357,205
<b>NBV</b>	12,730		1,922		5,647		11,538		6,981		0		1,256		-		42,792		82,868