

LOCAL COUNCIL QORMI
Quarterly Financial Performance Report
for the second quarter April-June 2016

Quarterly Financial Performance Report

Table of Contents

| Section | Page |
|--|---------|
| Consolidated Budget Variations of Income & Expenditure | 1 |
| Detailed Budget Variations of Income | 2 |
| Detailed Budget Variations of Expenditure | 3 - 4 |
| Consolidated Schedule of Income & Expenditure | 5 |
| Cash Flow Forecast | 6 - 7 |
| Appendices | 8 |
| Statement of Income & Expenditure | 9 |
| Statement of Affairs | 10 |
| List of Debtors | 11 |
| List of Creditors | 12 - 14 |
| Details of Quarterly Depreciation Charge | 15 |
| Details of Employees Analysed per Quarter | 16 |

2.0 Budget Variations Schedule**2.1 Consolidated Budget Variations of Income & Expenditure**

| Acct No | Description | Second Quarter: April - June 2016 | | | Year to Date 2016 | | |
|----------|----------------------------|-----------------------------------|-------------|---------------|-------------------|-------------|---------------|
| | | Actual € | Budget € | Variance € | Actual € | Budget € | Variance € |
| 2 | Income | | | | | | |
| 0001 | Government | 282,973 | 267,963 | 15,010 | 571,947 | 535,926 | 36,021 |
| 0020 | Bye-laws | 23,122 | 70,034 | (46,912) | 36,807 | 140,068 | (103,261) |
| 0090 | Investment | - | - | - | - | - | - |
| 0100 | General | 27,895 | 9,850 | 18,045 | 42,925 | 19,700 | 23,225 |
| | Total | 333,990 | 347,847 | (13,857) | 651,679 | 695,694 | (44,015) |
| 1 | Expenditure | | | | | | |
| 1000 | Personal emoluments | 45,007 | 51,073 | (6,066) | 88,029 | 93,700 | (5,671) |
| 2000 | Operations and maintenance | 182,179 | 192,947 | (10,768) | 330,623 | 386,128 | (55,505) |
| 7000 | Capital expenditure | 26,374 | 75,303 | (48,929) | 40,527 | 150,606 | (110,079) |
| | Total | 253,560 | 319,323 | (65,763) | 459,179 | 630,434 | (171,255) |
| | Balance | 80,430 | 28,524 | 51,906 | 192,500 | 65,260 | 127,240 |

Notes:

2.2 Detailed Budget Variations of Income

| Acct No | Description | Second Quarter: April - June 2016 | | |
|-------------|------------------------------|-----------------------------------|----------|------------|
| | | Actual | Budget | Variance |
| | | € | € | € |
| 2 | Income | a | b | a-b |
| 0000 | Government | | | |
| 0001 | Annual | 266,363 | 266,363 | - |
| 0002 | Supplementary | - | 1,600 | (1,600) |
| 0003 | Special needs | - | - | - |
| 0004 | Public/government entities | - | - | - |
| 0015 | Other | 22,610 | - | 22,610 |
| | | 288,973 | 267,963 | 21,010 |
| 0020 | Bye-laws | | | |
| 0021 | Community services | 16,314 | 10,532 | 5,782 |
| 0036 | Contravention of bye-laws | 6,808 | 6,112 | 696 |
| 0056 | Contributions and donations | - | - | - |
| 0066 | General | - | 53,390 | (53,390) |
| | | 23,122 | 70,034 | (46,912) |
| 0090 | Investment | | | |
| 0091 | Bank interest and Bank Loans | - | - | - |
| 0096 | Government Securities | - | - | - |
| | | - | - | - |
| 0100 | General | | | |
| 0110 | Donations | - | - | - |
| 0120 | Contributions | 27,895 | 9,850 | 18,045 |
| | | 27,895 | 9,850 | 18,045 |
| | Total | 339,990 | 347,847 | (7,857) |

| Year to Date 2016 | | |
|-------------------|----------|------------|
| Actual | Budget | Variance |
| € | € | € |
| c | d | c-d |
| | | |
| 532,726 | 532,726 | - |
| - | 3,200 | (3,200) |
| - | - | - |
| - | - | - |
| 39,221 | - | 39,221 |
| 571,947 | 535,926 | 36,021 |
| 23,514 | 21,064 | 2,450 |
| 13,293 | 12,224 | 1,069 |
| - | - | - |
| - | 106,780 | (106,780) |
| 36,807 | 140,068 | (103,261) |
| - | - | - |
| - | - | - |
| - | - | - |
| - | - | - |
| 42,925 | 19,700 | 23,225 |
| 42,925 | 19,700 | 23,225 |
| 651,679 | 695,694 | (44,015) |

2.2 Detailed Budget Variations of Expenditure

| Acct No | Description | Second Quarter: April - June 2016 | | | Year to Date 2016 | | |
|-------------|-----------------------------------|-----------------------------------|-------------|---------------|-------------------|-------------|---------------|
| | | Actual € | Budget € | Variance € | Actual € | Budget € | Variance € |
| 1 | Expenditure | a | b | a-b | c | d | c-d |
| 1000 | Personal Emoluments | | | | | | |
| 1100 | Mayor's & Councillors' allowance | 7,015 | 10,339 | (3,324) | 14,029 | 13,878 | 151 |
| 1200 | Employee salaries and wages | 33,109 | 35,081 | (1,972) | 64,899 | 68,787 | (3,888) |
| 1300 | Bonuses | 946 | 1,047 | (101) | 946 | 1,047 | (101) |
| 1400 | Income supplements | - | - | - | 845 | 919 | (74) |
| 1500 | Social Security Contributions | 3,228 | 3,430 | (202) | 6,324 | 6,718 | (394) |
| 1600 | Allowances | - | 117 | (117) | - | 233 | (233) |
| 1700 | Overtime | 709 | 1,059 | (350) | 986 | 2,118 | (1,132) |
| | | 45,007 | 51,073 | (6,066) | 88,029 | 93,700 | (5,671) |
| 2000 | Operations and maintenance | | | | | | |
| 2100 | Utilities | 2,938 | 5,549 | (2,611) | 6,526 | 11,099 | (4,573) |
| 2200 | Materials and supplies | 2,271 | 3,850 | (1,579) | 4,713 | 7,700 | (2,987) |
| 2300 | Repair and upkeep (works) | 11,210 | 17,600 | (6,390) | 21,913 | 35,200 | (13,287) |
| 2400 | Rent | 63 | - | 63 | 125 | 233 | (108) |
| 2500 | International memberships | 11 | 1,575 | (1,564) | 22 | 3,150 | (3,128) |
| 2600 | Office services | 1,157 | 3,100 | (1,943) | 2,787 | 6,200 | (3,413) |
| 2700 | Transport | 747 | 750 | (3) | 2,441 | 1,500 | 941 |
| 2800 | Travel | - | - | - | - | - | - |
| 2900 | Information services | 1,338 | 1,700 | (362) | 1,366 | 3,400 | (2,034) |
| 3000 | Contractual services | 140,972 | 131,374 | 9,598 | 263,436 | 262,748 | 688 |
| 3100 | Professional services | 5,340 | 7,549 | (2,209) | 10,429 | 15,098 | (4,669) |
| 3200 | Training | 3,730 | 4,450 | (720) | 7,010 | 8,900 | (1,890) |
| 3300 | Community and hospitality | 15,746 | 15,325 | 421 | 13,428 | 30,650 | (17,222) |
| 3400 | Incidental expenses | (1,608) | 125 | (1,733) | (4,240) | 250 | (4,490) |
| 3600 | Local enforcement system | 488 | - | 488 | 667 | - | 667 |
| 3600 | Speed Cameras | - | - | - | - | - | - |
| | | 184,403 | 192,947 | (8,544) | 330,623 | 386,128 | (55,505) |

| | | | | | | | |
|-------------|-----------------------------------|---------|---------|----------|---------|---------|-----------|
| 7000 | Capital expenditure | | | | | | |
| 7001 | Acquisition of property | - | 8,553 | (8,553) | - | 17,106 | (17,106) |
| 7100 | Construction | 22,742 | 22,500 | 242 | 34,997 | 45,000 | (10,003) |
| 7200 | Improvements | 1,625 | 2,250 | (625) | 2,290 | 4,500 | (2,210) |
| 7300 | Equipment | 37 | 500 | (463) | 1,270 | 1,000 | 270 |
| 7500 | Road Resurfacing & other projects | 1,970 | 41,500 | (39,530) | 1,970 | 83,000 | (81,030) |
| | | 26,374 | 75,303 | (48,929) | 40,527 | 150,606 | (110,079) |
| | Total | 255,784 | 319,323 | (63,539) | 459,179 | 630,434 | (171,255) |

3.0 Consolidated Schedule of Income & Expenditure

Quarter 02: April - June 2016

| Acct No | Description | Second Quarter: April - June 2016 | | | | Year to Date 2016 | | | |
|----------|----------------------------|-----------------------------------|-------------|----------------|---------|-------------------|-------------|----------------|---------|
| | | Budget € | Actual € | Committed € | Total | Budget € | Actual € | Committed € | Total |
| 2 | Income | | | | | | | | |
| 0001 | Government | 267,963 | 282,973 | - | 282,973 | 535,926 | 571,947 | - | 571,947 |
| 0020 | Bye-laws | 70,034 | 23,122 | - | 23,122 | 140,068 | 36,807 | - | 36,807 |
| 0090 | Investment | - | - | - | - | - | - | - | - |
| 0100 | General | 9,850 | 27,895 | - | 27,895 | 19,700 | 42,925 | - | 42,925 |
| | Total | 347,847 | 333,990 | - | 333,990 | 695,694 | 651,679 | - | 651,679 |
| 1 | Expenditure | | | | | | | | |
| 1000 | Personal emoluments | 51,073 | 45,007 | - | 45,007 | 93,700 | 88,029 | - | 88,029 |
| 2000 | Operations and maintenance | 192,947 | 182,179 | - | 182,179 | 386,128 | 330,623 | - | 330,623 |
| 7000 | Capital expenditure | 75,303 | 26,374 | - | 26,374 | 150,606 | 40,527 | - | 40,527 |
| | Total | 319,323 | 253,560 | - | 253,560 | 630,434 | 459,179 | - | 459,179 |
| | Balance | 28,524 | 80,430 | - | 80,430 | 65,260 | 192,500 | - | 192,500 |

Notes:

5.0 Cash Flow Forecast

| | | Second Quarter: April - June 2016 | | | Year to Date 2016 | | | | |
|--------------|-----------------------------|-----------------------------------|----------------|---------------|-------------------|----------------|-------------|-------------|----------------|
| Acct No | Description | | | | QTR 1 | QTR 2 | QTR 3 | QTR 4 | TOTAL |
| | | Actual € | Budget € | Variance € | Actual € | Actual € | Actual € | Actual € | Actual € |
| 2 | Income | | | | | | | | |
| 0000 | Government | | | | | | | | |
| 0001 | Annual | 266,243 | 266,363 | (120) | 266,363 | 266,243 | - | - | 532,606 |
| 0002 | Supplementary | 54,802 | 1,600 | 53,202 | - | 54,802 | - | - | 54,802 |
| 0003 | Special needs | - | - | - | - | - | - | - | - |
| 0004 | Public/government entities | - | - | - | - | - | - | - | - |
| 0015 | Other | 16,610 | - | 16,610 | 16,611 | 16,610 | - | - | 33,221 |
| 0020 | Bye-Laws | | | | | | | | |
| 0021 | Community services | 16,314 | 10,532 | 5,782 | 7,200 | 16,314 | - | - | 23,514 |
| 0036 | Contravention of bye-laws | 5,121 | 6,111 | (990) | 6,485 | 5,121 | - | - | 11,606 |
| 0056 | Contributions and donations | - | - | - | - | - | - | - | - |
| 0066 | General | - | 53,391 | (53,391) | - | - | - | - | - |
| 0090 | Investment | | | | | | | | |
| 0091 | Bank interest | - | - | - | - | - | - | - | - |
| 0096 | Government securities | - | - | - | - | - | - | - | - |
| 0100 | General | | | | | | | | |
| 0110 | Donations | - | - | - | - | - | - | - | - |
| 0120 | Contributions | 27,895 | 9,850 | 18,045 | 15,030 | 27,895 | - | - | 42,925 |
| TOTAL | | 386,985 | 347,847 | 39,138 | 311,689 | 386,985 | - | - | 698,674 |

1 Expenditure

1000 Personal emoluments

| | | | | | | | | | |
|------|-------------------------------|--------|--------|---------|--------|--------|---|---|--------|
| 1100 | Mayor's allowance | 7,015 | 10,339 | (3,324) | 7,014 | 7,015 | - | - | 14,029 |
| 1200 | Employees salaries and wages | 33,109 | 35,081 | (1,972) | 31,790 | 33,109 | - | - | 64,899 |
| 1300 | Bonuses | 946 | 1,047 | (101) | - | 946 | - | - | 946 |
| 1400 | Income supplements | - | - | - | 845 | - | - | - | 845 |
| 1500 | Social security contributions | 3,228 | 3,430 | (202) | 3,096 | 3,228 | - | - | 6,324 |
| 1600 | Allowances | - | 117 | (117) | - | - | - | - | - |
| 1700 | Overtime | 709 | 1,059 | (350) | 277 | 709 | - | - | 986 |

2000 Operations and maintenance

| | | | | | | | | | |
|------|---------------------------|---------|---------|---------|---------|---------|---|---|---------|
| 2100 | Utilities | 2,938 | 5,549 | (2,611) | 3,588 | 2,938 | - | - | 6,526 |
| 2200 | Materials and supplies | 2,271 | 3,850 | (1,579) | 2,442 | 2,271 | - | - | 4,713 |
| 2300 | Repair and upkeep | 11,210 | 17,600 | (6,390) | 10,703 | 11,210 | - | - | 21,913 |
| 2400 | Rent | (568) | - | (568) | 62 | (568) | - | - | (506) |
| 2500 | International memberships | 11 | 1,575 | (1,564) | 11 | 11 | - | - | 22 |
| 2600 | Office services | 1,157 | 3,100 | (1,943) | 1,630 | 1,157 | - | - | 2,787 |
| 2700 | Transport | 747 | 750 | (3) | 1,694 | 747 | - | - | 2,441 |
| 2800 | Travel | - | - | - | - | - | - | - | - |
| 2900 | Information services | 1,338 | 1,700 | (362) | 28 | 1,338 | - | - | 1,366 |
| 3000 | Contractual services | 138,750 | 131,374 | 7,376 | 122,464 | 138,750 | - | - | 261,214 |
| 3100 | Professional services | 5,220 | 7,549 | (2,329) | 5,089 | 5,220 | - | - | 10,309 |
| 3200 | Training | 3,730 | 4,450 | (720) | 3,280 | 3,730 | - | - | 7,010 |
| 3300 | Community and hospitality | 15,746 | 15,325 | 421 | (2,318) | 15,746 | - | - | 13,428 |
| 3400 | Incidental expenses | (1,608) | 125 | (1,733) | (2,632) | (1,608) | - | - | (4,240) |
| 3500 | Local enforcement system | 458 | - | 458 | 179 | 458 | - | - | 637 |
| 3600 | Speed Cameras | - | - | - | - | - | - | - | - |

7000 Capital expenditure

| | | | | | | | | | |
|------|-----------------------------------|--------|--------|----------|--------|--------|---|---|--------|
| 7001 | Acquisition of property | - | 8,553 | (8,553) | - | - | - | - | - |
| 7100 | Construction | 22,742 | 22,500 | 242 | 12,255 | 22,742 | - | - | 34,997 |
| 7200 | Improvements | 1,625 | 2,250 | (625) | 665 | 1,625 | - | - | 2,290 |
| 7300 | Equipment | 37 | 500 | (463) | 1,233 | 37 | - | - | 1,270 |
| 7500 | Road Resurfacing & Other Projects | 1,970 | 41,500 | (39,530) | - | 1,970 | - | - | 1,970 |

TOTAL

SURPLUS/(DEFICIT)

| | | | | | | | |
|---------|---------|----------|---------|---------|---|---|---------|
| 252,781 | 319,323 | (66,542) | 203,395 | 252,781 | - | - | 456,176 |
| 134,204 | 28,524 | 105,680 | 108,294 | 134,204 | - | - | 242,498 |

Appendices

Statement of Profit or Loss and Other Comprehensive Income
for the period ended 30 June 2016

| | 2016 | 2015 |
|--|------------------|--------------------|
| | € | € |
| | <i>Jan-Jun</i> | <i>Jan-Dec</i> |
| Income | | |
| Funds received from Central Government | 571,947 | 1,173,812 |
| Income raised under Local Council Bye-Laws | 826 | 1,658 |
| Income raised under Local Enforcement System | 13,293 | 24,279 |
| Investment Income | - | 181 |
| General Income | 65,613 | 96,425 |
| | <u>651,679</u> | <u>1,296,355</u> |
| Expenditure | | |
| Personal Emoluments | (88,029) | (182,307) |
| Operations and maintenance | (284,042) | (661,434) |
| Administration and other expenditure | (117,127) | (395,257) |
| Finance Cost | - | (6,041) |
| | <u>(489,198)</u> | <u>(1,245,039)</u> |
| Surplus for the period | 162,481 | 51,316 |

Statement of Financial Position
as at 30 June 2016

| | 2016 € <i>Jun</i> | 2015 € <i>Dec</i> |
|-------------------------------------|--------------------------------|--------------------------------|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant and equipment | 2,650,655 | 2,680,675 |
| | <u>2,650,655</u> | <u>2,680,675</u> |
| Current Assets | | |
| Inventories | 183 | 183 |
| Receivables | 120,345 | 167,418 |
| Cash at bank and in hand | 349,993 | 265,699 |
| | <u>470,521</u> | <u>433,300</u> |
| Total Assets | <u><u>3,121,176</u></u> | <u><u>3,113,975</u></u> |
| RESERVES AND LIABILITIES | | |
| Reserves | | |
| Retained earnings | 2,275,541 | 2,113,063 |
| Total equity | <u><u>2,275,541</u></u> | <u><u>2,113,063</u></u> |
| Non-Current Liabilities | | |
| Long-term borrowings | 92,930 | 101,840 |
| Deferred UIF Grants | 556,026 | 586,972 |
| | <u>648,956</u> | <u>688,812</u> |
| Current Liabilities | | |
| Payables | 103,242 | 202,840 |
| Deferred income | 63,750 | 66,025 |
| Short-term borrowings | 29,687 | 43,235 |
| | <u>196,679</u> | <u>312,100</u> |
| Total Liabilities | <u><u>845,635</u></u> | <u><u>1,000,912</u></u> |
| Total equity and liabilities | <u><u>3,121,176</u></u> | <u><u>3,113,975</u></u> |

LOCAL COUNCIL QORMI
List of Receivables
as at 30 June 2016

| Details | Amount € |
|---|---------------------|
| Ballut Blocks | 1,415 |
| Ellul Interiors - IDS Limited | 1,048 |
| Electroit | 279 |
| Force 5 Limited | 630 |
| Green MT Limited | 11,278 |
| GreenPak Cooperative Society Ltd | 13,177 |
| Pace Fire Prevention | 1 |
| Pitre Ltd | 950 |
| Qormi Football Club | 1,000 |
| LESA | 11,415 |
| Razzett I- Antik | 233 |
| Regjun Centru | 735 |
| Regjun Ghawdex | 669 |
| Regjun Nofsinhar | 3,066 |
| Regjun Tramuntana | 1,263 |
| Regjun Xlokk | 461 |
| Water Services Corporation | 30,303 |
| Amounts due from Local Enforcement System | 600,800 |
| Other receivables | 2,329 |
| Prepayments & accrued income | 83,122 |
| Provision for doubtful debts | (643,829) |
| | <hr/> |
| | 120,345 |
| | <hr/> |

LOCAL COUNCIL QORMI

List of Payables
as at 30 June 2016

Amount

Details

€

| | |
|---|---------|
| ARMS ltd (WSC) | (9,285) |
| Agius Ludovic - Caretaker Skola San Bastjan | 266 |
| Agius Mary Doris - Line Dancing Instructor | 500 |
| 3a Accountants | 495 |
| Amaira Amanda ZUMBA | 900 |
| Baldacchino Anette - Caretaker | 266 |
| Baldacchino Emanuel | 182 |
| Commissioner of Inland Revenue | 4,940 |
| Central Asphalt | 5,128 |
| C-Planet Ltd | 602 |
| Ciantar Ashley - Aerobics Instructor | 400 |
| Caruana Sandro | 466 |
| Datatrack Systems Ltd | 551 |
| Dar il-Kaptan | 17 |
| Desira Carmel | 912 |
| Environmental Landscapes Consortium Limited | 5,265 |
| Farstone Ltd | 78 |
| St. Ignatius College - Guze Galea School | 80 |
| Guard & Warden Service House | 278 |
| Gino Chairs and Tables | 957 |
| Information Department | 28 |
| Image Systems Ltd | 1,095 |
| Island Insurance Brokers Limited | 53 |
| Joint Committee | 503 |
| John G. Cassar Ltd | 760 |
| <i>Prepared by 3a</i> | 12 |

| | |
|--|--------|
| Koperattiva Tabelli u Sinjali | 709 |
| Leo Garage - Paramaount | - |
| Mifsud Salvu | 7,283 |
| MED Developers Ltd | 69 |
| Montebello Anthony - Caretaker San Gorg | 319 |
| Mica Med Limited | 3,153 |
| MAD Promotions Ltd | 974 |
| Ozone Limited | 249 |
| Police Department | 114 |
| Ray's Shopping Centre | 57 |
| Road Maintenance Services Limited | 1,571 |
| R & A Waste Services Ltd | 25,501 |
| Strand Electronics | 41 |
| Saliba George | 801 |
| Smart Office Supplies | 186 |
| Saliba Carmelo Petrol Station | 30 |
| Smartlight Systems | 425 |
| Sanitech Premier | 163 |
| Signal 8 Securities | 165 |
| Spiteri Martin | 1,705 |
| Sultana Beverages | 25 |
| The Light Housekeeper | 3,134 |
| Titan International Ltd | 413 |
| Water Services Corporation - Civil Works | 905 |
| WasteServ Malta Ltd | 9,978 |
| Zarb Anton | 212 |
| Zammit Twanny | 200 |
| Zammit Jairzinho | 200 |
| <i>Prepared by 3a</i> | 13 |

Accruals and deferred income (excluding grants)

29,223

103,242

LOCAL COUNCIL QORMI
Details of Quarterly Depreciation Charge
for the period ended 30 June 2016

| Details | Amount | | | | |
|-------------------------------|---------------|---------------|-----------|-----------|---------------|
| | Quarter 1 | Quarter 2 | Quarter 3 | Quarter 4 | TOTAL |
| | € | € | € | € | € |
| Acquisition of Property | 1,258 | 1,258 | - | - | 2,516 |
| Construction Works | 12,767 | 13,510 | - | - | 26,277 |
| Office Furniture and Fittings | 1,021 | 1,041 | - | - | 2,062 |
| Urban Improvements | 12,388 | 11,732 | - | - | 24,120 |
| Office Equipment | 819 | 827 | - | - | 1,646 |
| Plant and Machinery | 595 | 613 | - | - | 1,208 |
| Motor Vehicles | 115 | 115 | - | - | 230 |
| Road Resurfacing | 6,243 | 6,244 | - | - | 12,487 |
| TOTAL | 35,206 | 35,340 | - | - | 70,546 |

LOCAL COUNCIL QORMI
Details of Employees analysed per quarter
for the period ended 30 June 2016

| Details | Amount | | | | |
|---------------------------------|-----------|-----------|-----------|-----------|--|
| | Quarter 1 | Quarter 2 | Quarter 3 | Quarter 4 | |
| Full-Time basis | 6 | 6 | - | - | |
| Full-Time (Reduced Hours) basis | 1 | 1 | - | - | |
| Part-time basis | - | - | - | - | |
| TOTAL | <u>7</u> | <u>7</u> | <u>-</u> | <u>-</u> | |