

Agenda 86.07

# **Mqabba Local Council**

**Quarterly Financial Report**

**for the Period**

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

# **Table of Contents**

**Overview on Financial Position, Performance, FSI and Cash Flow.**

**Statement of Income and Expenditure**

**Statement of Affairs**

**Cash flow Statement**

**Notes to the Accounts**

**Depreciation of Property, Plant and Equipment**

### ***Overview and Summary***

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The council reported a surplus of Eur56k up to the third quarter of the current year which is arrived at after deducting total expenditure of Eur226k from the income reported during the period which amounted to Eur282k. Another positive result relates to the financial position of the council which shows that its restricted working capital is in the black and amounts to Eur94k.

**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)	269,005	330,999
Income raised from Bye-Laws (2)	8,719	6,000
Income raised from LES (3)	2,697	5,500
Investment Income (4)	-	12
Other Income (5)	1,385	600
<b>TOTAL</b>	<b>281,806</b>	<b>343,111</b>
<b>Expenditure</b>		
Personal Emoluments (6)	62,901	82,338
Operations and Maintenance (7)	78,834	136,490
Administration (8)	14,252	25,250
Finance Cost (9)	(5,387)	4,830
Other Expenditure (10)	74,873	93,785
<b>TOTAL</b>	<b>225,473</b>	<b>342,693</b>
<b>Surplus / Deficit</b>	<b>56,333</b>	<b>418</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)	931,385	1,184,589
<b>Current Assets</b>		
Inventories (11)	-	
Receivables (12)	11,530	11,616
Cash and Cash Equivalents (13)	172,462	121,639
<b>Total Current Assets</b>	<b>183,992</b>	<b>133,255</b>
<b>Current Liabilities</b>		
Payables (14)	143,373	185,864
Current portion of Long-Term Borrowings	-	-
<b>Total Current Liabilities</b>	<b>143,373</b>	<b>185,864</b>
<b>Net Current Assets</b>	<b>40,619</b>	<b>- 52,609</b>
<b>Non-current liabilities (15)</b>	<b>507,489</b>	<b>740,413</b>
<b>Net Assets</b>	<b>464,515</b>	<b>391,567</b>
<b>Reserves</b>		
Retained Funds	<b>464,515</b>	<b>391,567</b>

**Restricted Working Capital**

DESCRIPTION		
Prepaid Expenses and Accrued Income	8,548	
Cash and Cash Equivalents	172,462	181,010
Trade and Other Payables	56,932	
Accrued Expenses	30,053	86,985
<b>Restricted Working Capital</b>		<b>94,025</b>

**Cash Flow Statement**

	€
<b>Cash flow from operating activities</b>	
Surplus for the year	56,333
Adjustments for:	
Depreciation	74,873
Increase / (Decrease) in Allowance for Bad Debts	
Interest receivable	30
Interest payable	
(Profit) / Loss on disposal of asset	
Grants released during period	-45720
Increase / (Decrease) in payables	-22152
Increase / (Decrease) in accruals	
Decrease / (Increase) in receivables	-252
Decrease / (Increase) in inventories	
Decrease / (Increase) in inventories	
Cash generated from operations	63,112
Interest paid	
<i>Net cash from operating activities</i>	<b>63,112</b>
<b>Cash flows from investing activities</b>	
Purchase of property, plant & equipment	-1684
Proceeds from sale of property, plant & equipment	
Grants received	
Interest received	30
<i>Net cash used in investing activities</i>	<b>-1654</b>
<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>0</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>61,458</b>
Cash & cash equivalents at beginning of year	110975
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>172433</b>

DESCRIPTION	€
<b>Income</b>	
<b>1 Funds received from Central Government:</b>	
0001 In terms of section 55 CAP 363	202,409
0002-0004 In terms of section 58 CAP 363	45,720
0005-0019 Other income	20,876
	<b>269,005</b>
<b>2 Income raised from Bye-Laws</b>	
0021-0025 Community Services	
0026-0035 Income from Permits	8,719
	<b>8,719</b>
<b>3 Local Enforcement Income</b>	
0037 Commission from Regional Committees	
0038-0055 Contraventions	2,697
	<b>2,697</b>
<b>4 Investment Income</b>	
0091-0095 Bank interest	
0096-0099 Income received from Government Securities	-
<b>5 Sponsorships</b>	
0066-0069 Documents & Information	
0070-0075 EU funds	
0076-0080 Twinning	
0081-0089 Insurance Claims	
0100-0109 Donations	1,068
0110-0119 Contributions	317
0120-0129 General Income	<b>1,385</b>
<b>Total</b>	<b>281,806</b>
<b>6 i) Personal Emoluments</b>	
1100 Mayor's Allowance	5,511
1200 Employees' Salaries & Wages	50,173
1300 Bonuses	-
1400 Income Supplements	-
1500 Social Security Contributions	4,104
1600 Allowances	3,113
1700 Overtime	-
	<b>62,901</b>
<b>ii) Number of Employees</b>	
<b>Full time</b>	
Executive Secretary	1
Clerks	2
	<b>3</b>
<b>Part time</b>	
Mayor	1
	1
<b>Total number of employees</b>	<b>4</b>

DESCRIPTION	€
<b>7 Operations and Maintenance</b>	
2100-2149 Public Utilities	
2200-2259 Public Materials & Supplies	
2300-2399 Repairs & upkeep	11,739
2400-2449 Rent	1,308
3010 Street Lightning	3,491
3020 Lease of Equipment	
3030 Insurance	885
3035 Bank Charges	50
3038 Penalties	
3041 Refuse Collection	23,479
3042 Bulky Refuse Collection	248
3043 Bins on wheels	
3045 Bring in sites	
3051 Road & Street Cleaning	12,329
3052 Cleaning & Maintenance of Non-Urban Areas	
3053 Cleaning of Public Conveniences	3,259
3055 Cleaning of Council Premises	
3040 Waste Disposal	16,046
3060 Cleaning & Maintenance of Parks & Gardens	2,886
3061 Cleaning & Maintenance of Soft Areas	
3062 Cleaning & Maintenance of Beaches & CA	
3063 Cleaning & Maintenance of Country Non-Urban	
6064 Other contractual Services	883
3070-3090 Consultation Fees	
3100-3139 Contract & Project Management	
3300-3379 Hospitality	
3380-3389 Community	2,175
3390-3394 Donations	
3600-3694 Local Enforcement Expenses	56
3700-3799 EU Projects	
3800-3899 Twinning	
	<b>78,834</b>
<b>8 Administration</b>	
2150-2199 Office Utilities	7,684
2260-2299 Office Materials & Supplies	
2450-2499 Office Rent	
2500-2599 National & International Memberships	220
2600-2699 Office Services	2,424
2700-2799 Transport	854
2800-2899 Travel	
2900-2999 Information Services	775
3050 Office Cleaning	
3410-3199 Professional Services	2,235
3200-3299 Training	
3345 Office Hospitality	
3400-3499 Incidental Expenses	60
	<b>14,252</b>
<b>9 Finance Costs</b>	
3036 Interest on Bank Loan	
Other interest Asfaltar	(5,387)
	<b>(5,387)</b>



DESCRIPTION	€
<b>10 Other Expenditure</b>	
500-3599 Loss / (Profit) on Disposal of asset	
3695 Increase/(Decrease) in allowance for bad debts	
8000-8099 Depreciation	74,873
	74,873
<b>Total</b>	<b>225,473</b>
<b>11 Inventories</b>	
5201-5249 Stationery	-
5250-5299 Consumables	
	-
<b>12 Receivables</b>	
0201-0209 Receivables	5,572
0210-0219 LES Receivables	112,055
0220-0229 Receivables from EU	
0250 Prepayments & Accrued income	8,548
Provision for bad debts	(114,645)
	<b>11,530</b>
<b>13 Cash &amp; Equivalents</b>	
5001-5099 Bank & Cash Balances	172,462
	<b>172,462</b>
<b>14 Payables</b>	
4000 Payables	56,932
4100 Accruals	30,053
4150 Deferred Income	56,388
Current portion of long term borrowings	
Dues FSS & NIC	
	<b>143,373</b>
<b>15 Non Current Liabilities</b>	
4200 Long Term Borrowing	
Deferred Income	507,489
	<b>507,489</b>

16

**Capital Commitments**

**DESCRIPTION**

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Approved but not yet contracted for:

-

Contracted for but not provided for in Quarterly Financial Statements:

-

**Others**

## 17 Depreciation of Property, Plant and Equipment

Asset	%	Property										Total	
		Office Furniture & Fittings	Plant & Machinery	Computer Software & Equipment	Office Equipment & Airconditioning	Urban Improvements	Traffic Signs/Lights	Construction Works	Special Programmes	€	€		
Cost		€	€	€	€	€	€	€	€	€	€	€	€
As at 1st January 2017		106,324	21,351	6,986	16,438	30,337	419,443	7,932	1,568,588	360,680	2,538,079		
Additions		-	465	-	-	119	1,100	-	-	-	1,684		
Disposals		-	-	-	-	-	-	-	-	-	-		
As at end of September 2017		106,324	21,816	6,986	16,438	30,456	420,543	7,932	1,568,588	360,680	2,539,763		
Grants/ other reimbursements		-	-	-	2,637	-	255,231	-	32,956	360,680	651,504		
As at 1st January 2017		-	-	-	-	-	-	-	-	-	-		
Additions		-	-	-	-	-	-	-	-	-	-		
As at end of September 2017		-	-	-	2,637	-	255,231	-	32,956	360,680	651,504		
Accumulated Depreciation													
As at 1st January 2017		13,916	12,474	5,342	11,719	16,445	81,161	7,932	733,012	-	882,001		
Charge for the period		691	503	231	370	1,952	6,694	-	64,432	-	74,873		
Released on disposal		-	-	-	-	-	-	-	-	-	-		
As at end of September 2017		14,607	12,977	5,573	12,089	18,397	87,855	7,932	797,444	-	956,874		
NBV	As at end of September 2017	91,717	8,839	1,413	1,712	12,059	77,457	-	738,188	-	931,385		