

Valletta Local Council

Quarterly Financial Report

for the Period

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

Table of Contents

Overview and Summary	<i>Page 3</i>
Statement of Income and Expenditure	<i>Page 4</i>
Statement of Financial Position	<i>Page 5</i>
Cash flow Statement	<i>Page 6</i>
Detailed Income	<i>Page 7</i>
Detailed Expenditure	<i>Page 8</i>
Detailed Statment of Financial Position	<i>Page 10</i>
Depreciation of Property, Plant and Equipment	<i>Page 11</i>

Overview and Summary

The financial report covers the period ended from 1 January 2019 to 30 September 2019. During this period under review the Council's revenue amounted to € 1,004,441. The total expenditure amounted to € 1,079,315 after taking into consideration depreciation of property, plant and equipment amounting to € 70,403.

The Council's Government allocation for the period amounted to € 669,142. Income raised for permits amounted to € 174,553. Other government income amounting to Euro 56,471. Of this income Euro 16,000 represents income on the Cultural activities and Euro 40,471 represents payments by the DLG to WasteServ on behalf of the Valletta Local Council.

Income from LES amounted to € 7,080 while income from other contributions amounted to Euro 38,405. This income include the CVA and Transport Malta contract. During the period the Local Council obtained EU funds of Euro 56,990 on the I Access Project.

Salary costs amounted to € 176,680 while Operations and Maintenance amounted to € 751,022. Included with operations and maitenance there is community and social event costs of € 64,680. During this period the Administration costs amounted to € 81,210.

During the period the Local Coucil purchased property, plant and equipment amounting to Euro 99,639. This include the services for a new Valletta Local Council Website amounting to Euro 8,968, Urban improvmnts amounting to Euro 20,979 and office furniture and computer equipment amounting to Euro 17,217. The local Council also performed restoration works in Triq San Ursola amounting to Euro 50,430 which were fully financed by a Government Grant.

The Local Council has received in advance the amount of Euro 32,588 from the Central Government in respect of the additional subvention granted for 2019. This amount is not included in the income statement but is shown as a deferred income. The financial performance for the period ended from 1 January 2019 to 30 September 2019 resulted in a deficit of € (74,874).

Alfred Zammit
Mayor

Ms. Gabriella Agius
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
	€	€	€	€
Income				
Funds received from Central Government (1)	725,613	691,642	(33,971)	725,613
Income raised from Bye-Laws (2)	174,553	86,250	(88,303)	174,553
Income raised from LES (3)	7,080	9,000	1,920	7,080
Investment Income (4)	-	18	18	-
Other Income (5)	97,195	26,250	(70,945)	97,195
TOTAL	1,004,441	813,160	(191,281)	1,004,441
Expenditure				
Personal Emoluments (6)	176,680	128,232	(48,448)	176,680
Operations and Maintenance (7)	751,022	613,125	(137,897)	751,022
Administration (8)	81,210	99,677	18,467	81,210
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	70,403	63,875	(6,529)	70,403
TOTAL	1,079,315	904,909	(174,407)	1,079,315
Surplus / Deficit	(74,874)	(91,749)	(16,875)	(74,874)

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 €
Non-current Assets				
Property, Plant and Equipment (17)	339,317	568,614	229,297	339,317
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	102,204	29,571	(72,633)	102,204
Cash and Cash Equivalents (13)	(48,373)	(34,815)	13,558	(48,373)
Total Current Assets	53,831	(5,244)	(59,075)	53,831
Current Liabilities				
Payables (14)	551,458	531,160	(20,298)	551,458
Total Current Liabilities	551,458	531,160	(20,298)	551,458
Net Current Assets	(497,627)	(536,404)	(38,777)	(497,627)
Non-current liabilities (15)	-	-	-	-
Net Assets	(158,310)	32,210	190,520	(158,310)
Reserves				
Retained Funds	158,310	32,210	(126,100)	158,310

Financial Situation Indicator

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
Current Assets	53,831	(5,244)	(59,075)	53,831
Current Liabilities	551,458	531,160	(20,298)	551,458
Working Capital	(497,627)	(536,404)	(38,777)	(497,627)
Government Allocation	892,189	892,189	-	914,613
FSI	(56) %	(60) %		(54) %

Cash flow Statement

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(74,874)	(91,749)	(16,875)	(74,874)
Adjustments for:				
Depreciation	70,403	63,875	(6,529)	70,403
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	(23,902)	-	23,902	(23,902)
Increase / (Decrease) in accruals	14,494	-	(14,494)	14,494
Decrease / (Increase) in receivables	77,452	79,419	1,967	77,452
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	63,573	51,545	(12,028)	63,573
Interest paid				-
<i>Net cash from operating activities</i>	63,573	51,545	(12,028)	63,573
Cash flows from investing activities				
Purchase of property, plant & equipment	(99,636)	-	99,636	(99,636)
Proceeds from sale of property, plant & equipment				-
Grants received	50,430			-
Interest received				-
Received in advance from government	32,588		(32,588)	32,588
<i>Net cash used in investing activities</i>	(16,618)	-	67,048	(67,048)
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	46,955	51,545	55,020	(3,475)
Cash & cash equivalents at beginning of year	(95,328)	(95,652)	(324)	(95,328)
Cash & cash equivalents at end of Quarter	(48,373)	(44,107)	54,696	(98,803)

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2019	the Period	2019
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	571,379	571,379	-	571,379
0002-0004 In terms of section 58 CAP 363	97,763	97,763		97,763
0005-0019 Other income	56,471	22,500	(33,971)	56,471
	725,613	691,642	(33,971)	725,613
2 Income raised from Bye-Laws				
0021-0025 Community Services		-	-	-
0026-0035 Income from Permits	174,553	86,250	(88,303)	174,553
	174,553	86,250	(88,303)	174,553
3 Local Enforcement Income				
0037 Commission from Regional Committees	6,882	9,000	2,118	6,882
0038-0055 Contraventions	198	-	(198)	198
	7,080	9,000	1,920	7,080
4 Investment Income				
0091-0095 Bank interest	-	18	18	-
0096-0099 Income received from Governnet Securities	-	18	18	-
	-	18	18	-
5 Sponsorships				
0066-0069 Documents & Information				-
0070-0075 EU funds	56,990	-	(56,990)	56,990
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations	1,800	-	(1,800)	1,800
0110-0119 Contributions	38,405	26,250	(12,155)	38,405
0120-0129 General Income				-
	97,195	26,250	(70,945)	97,195
Total	1,004,441	813,160	(191,281)	1,004,441

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
		€	€	€	€
6 i)	Personal Emoluments				
1100	Mayor's Allowance	9,754	8,532	(1,222)	9,754
1200	Employees' Salaries & Wages	147,089	103,500	(43,589)	147,089
1300	Bonuses	-	-	-	-
1400	Income Supplements	-	-	-	-
1500	Social Security Contributions	11,787	9,600	(2,187)	11,787
1600	Allowances	8,050	6,600	(1,450)	8,050
1700	Overtime	-	-	-	-
		176,680	128,232	(48,448)	176,680
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
2100-2149	Public Utilities	-	-	-	-
2200-2259	Public Materials & Supplies	58,701	37,500	(21,201)	58,701
2300-2399	Repairs & upkeep	17,125	11,250	(5,875)	17,125
2400-2449	Rent	-	-	-	-
3010	Street Lightning	10,648	-	(10,648)	10,648
3020	Lease of Equipment	-	2,250	2,250	-
3030	Insurance	9,140	4,875	(4,265)	9,140
3035	Bank Charges	1,203	1,125	(78)	1,203
3038	Penalties	-	-	-	-
3041	Refuse Collection	249,203	216,000	(33,203)	249,203
3042	Bulky Refuse Collection	20,600	11,250	(9,350)	20,600
3043	Bins on wheels	-	-	-	-
3045	Bring in sites	-	-	-	-
3051	Road & Street Cleaning	211,924	178,500	(33,424)	211,924
3052	Cleaning & Maintenance of Non-Urban Areas	-	-	-	-
3053	Cleaning of Public Conveniences	-	-	-	-
3055	Cleaning of Council Premises	-	-	-	-
3040	Waste Disposal	62,539	81,000	18,461	62,539
3060	Cleaning & Maintenance of Parks & Gardens	45,259	37,500	(7,759)	45,259
3061	Cleaning & Maintenance of Soft Areas	-	-	-	-
3062	Cleaning & Maintenance of Beaches & CA	-	-	-	-
3063	Cleaning & Maintenance of Country Non-Urban	-	-	-	-
6064	Other Contractual Services	-	750	750	-
3070-3090	Consultation Fees	-	-	-	-
3100-3139	Contract & Project Management	-	-	-	-
3300-3379	Hospitality	-	-	-	-
3380-3389	Community	64,680	30,000	(34,680)	64,680
3390-3394	Donations	-	-	-	-
3600-3694	Local Enforcement Expenses	-	1,125	1,125	-
3700-3799	EU Projects	-	-	-	-
3800-3899	Twinning	-	-	-	-
		751,022	613,125	(137,897)	751,022
8	Administration				
2150-2199	Office Utilities	16,135	16,500	365	16,135
2260-2299	Office Materials & Supplies	-	-	-	-
2450-2499	Office Rent	7,935	10,052	2,117	7,935
2500-2599	National & International Memberships	-	-	-	-
2600-2699	Office Services	22,804	18,750	(4,054)	22,804
2700-2799	Transport	3,092	3,750	658	3,092
2800-2899	Travel	6,635	3,000	(3,635)	6,635
2900-2999	Information Services	1,270	9,000	7,730	1,270
3050	Office Cleaning	-	-	-	-
3410-3199	Professional Services	19,747	33,750	14,003	19,747
3200-3299	Training	2,909	375	(2,534)	2,909
3345	Office Hospitality	-	3,000	3,000	-
3400-3499	Incidental Expenses	683	1,500	817	683
		81,210	99,677	18,467	81,210
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
	€	€	€	€
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 March 2019	70,403	63,875	(6,529)	70,403
Depreciation	70,403	63,875	(6,529)	70,403
Total	1,079,315	904,909	(174,407)	1,079,315
11 Inventories				
5201-5249 Stationery	-			-
5250-5299 Consumables	-			-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	34,798	29,402	(5,396)	34,798
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	67,406	169	(67,237)	67,406
	102,204	29,571	(72,633)	102,204
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	(48,373)	(34,815)	13,558	(48,373)
	(48,373)	(34,815)	13,558	(48,373)
14 Payables				
4000 Payables	479,907	426,723	(53,184)	479,907
4100 Accruals	10,909	73,867	62,958	10,909
4150 Deferred Income	32,588	-	(32,588)	32,588
Current portion of long term borrowings				-
National insurance outstanding	28,054	30,570	2,516	28,054
	551,458	531,160	(20,298)	551,458
15 Non Current Liabilities				
4200 Long Term Borrowing	-			-
	-	-	-	-

16

Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

Asset	Application Vatis	Assets under construction	New Street Signs	Urban Improvements	Plant and Machinery	Office Furniture	Special Programmes	Electronic Equipment	Computer Software	Total
% of depreciation	25%	0%	100%	10%	20%	8%	10%	25%	25%	
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2019	26,000	2,815	8,900	2,735,167	56,743	55,391	194,601	10,278	5,681	3,095,576
Additions	-	-	-	73,454	-	15,786	-	1,431	8,968	99,639
Disposals				(77,452)						(77,452)
As at end of March 2019	26,000	2,815	8,900	2,731,169	56,743	71,177	194,601	11,709	14,649	3,117,763
Grants/ other reimbursements										
As at 1st January 2019				1,154,352						1,154,352
Additions				50,430						50,430
As at end of March 2019	-	-	-	1,204,782	-	-	-	-	-	1,204,782
Accumulated Depreciation										
As at 1st January 2019	8,667	-	8,900	1,200,849	52,079	31,524	194,601	2,569	4,072	1,503,261
Charge for the period	4,875	-	-	57,663	1,436	4,004	-	744	1,681	70,403
Released on disposal										-
As at end of March 2019	13,542	-	8,900	1,258,512	53,515	35,528	194,601	3,313	5,753	1,573,664
NBV As at end of March 2019	12,458	2,815	-	267,875	3,228	35,649	-	8,396	8,896	339,317