

Valletta Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2021 (Quarter 1)

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Overview and Summary

The financial report covers the period ended from 1 January 2021 to 31 March 2021. During the period under review the Council's revenue amounted to € 313,791. The total expenditure amounted to € 326,146 after taking into consideration depreciation of property, plant and equipment amounting to € 25,830.

The Council's Government allocation for the year amounted to € 233,185. The Local Council received other government income of Euro 34,928 in relation to waste costs paid by the Department of Local Councils. Income raised for permits amounted to € 35,099.

Income from LES amounted to € 2,129 while income from other contributions amounted to Euro 8,450. This income include the CVA and Transport Malta contract.

Salary costs amounted to € 56,054 while Operations and Maintenance amounted to € 219,296. Included with operations and maintenance there is community and social event costs of € 1,497. During the period Administration costs amounted to € 24,966.

During the period the Local Council purchased property, plant and equipment amounting to Euro 24,374. This include costs on Soup Kitchen projects amounting to Euro 22,948 which amounts were already financed by a grant received in 2020.

The financial performance for the period ended from 1 January 2021 to 31 March 2021 resulted in a deficit of € (12,355).

Alfred Zammit
Mayor

Ms. Gabriella Agius
Executive Secretary

ort
r 1)

Statement of Income and Expenditure
1st January till End of March 2021 (Quarter 1)

| DESCRIPTION | Actual for | Annual Budget | Virements for | Revised Annual Budget |
|--|-----------------|-----------------|----------------|-----------------------|
| | the Period | 2021 | the Period | 2021 |
| | € | € | € | € |
| Income | | | | |
| Funds received from Central Government (1) | 233,185 | 245,479 | 12,294 | 233,185 |
| Income raised from Bye-Laws (2) | 35,099 | 41,250 | 6,151 | 35,099 |
| Income raised from LES (3) | 2,129 | 1,875 | (254) | 2,129 |
| Investment Income (4) | - | 5 | 5 | - |
| Other Income (5) | 43,378 | 51,250 | 7,872 | 43,378 |
| TOTAL | 313,791 | 339,859 | 26,068 | 313,791 |
| Expenditure | | | | |
| Personal Emoluments (6) | 56,054 | 60,775 | 4,721 | 56,054 |
| Operations and Maintenance (7) | 219,296 | 250,188 | 30,892 | 219,296 |
| Administration (8) | 24,966 | 21,875 | (3,091) | 24,966 |
| Finance Cost (9) | - | - | - | - |
| Other Expenditure (10) | 25,830 | 28,192 | 2,362 | 25,830 |
| TOTAL | 326,146 | 361,030 | 34,884 | 326,146 |
| Surplus / Deficit | (12,355) | (21,171) | (8,816) | (12,355) |

Statement of Financial Position as at end of March 2021 (Quarter 1)

| DESCRIPTION | Actual for the Period € | Annual Budget 2021 € | Virements for the Period € | Revised Annual Budget 2021 € |
|-------------------------------------|-------------------------------|----------------------------|----------------------------------|------------------------------------|
| Non-current Assets | | | | |
| Property, Plant and Equipment (17) | 347,648 | 290,916 | (56,732) | 347,648 |
| Current Assets | | | | |
| Inventories (11) | - | - | - | - |
| Receivables (12) | 329,940 | 410,359 | 80,419 | 329,940 |
| Cash and Cash Equivalents (13) | 84,554 | (25,321) | (109,875) | 84,554 |
| Total Current Assets | 414,494 | 385,038 | (29,456) | 414,494 |
| Current Liabilities | | | | |
| Payables (14) | 816,321 | 738,949 | (77,372) | 816,321 |
| Total Current Liabilities | 816,321 | 738,949 | (77,372) | 816,321 |
| Net Current Assets | (401,827) | (353,911) | 47,916 | (401,827) |
| Non-current liabilities (15) | - | - | - | - |
| Net Assets | (54,179) | (62,995) | (8,816) | (54,179) |
| Reserves | | | | |
| Retained Funds | (54,179) | (62,995) | (8,816) | (54,179) |

Financial Situation Indicator

| DESCRIPTION | | | | |
|------------------------|------------------|------------------|---------------|------------------|
| Current Assets | 414,494 | 385,038 | (29,456) | 414,494 |
| Current Liabilities | 816,321 | 738,949 | (77,372) | 816,321 |
| Working Capital | (401,827) | (353,911) | 47,916 | (401,827) |
| Government Allocation | 918,314 | 918,314 | 12,294 | 918,314 |
| FSI | (44) % | (39) % | | (44) % |

Cash flow Statement**DESCRIPTION**

| | Actual for the Period | Annual Budget 2021 | Virements for the Period | Revised Annual Budget 2021 |
|---|--------------------------|-----------------------|-----------------------------|-------------------------------|
| | € | € | € | € |
| Cash flow from operating activities | | | | |
| Surplus for the year | (12,355) | (21,171) | (8,816) | (12,355) |
| Adjustments for: | | | | |
| Depreciation | 25,830 | 28,192 | 2,362 | 25,830 |
| 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 | (85,855) | (109,983) | (24,128) | (85,855) |
| Increase / (Decrease) in accruals | - | - | - | - |
| Decrease / (Increase) in receivables | (37,163) | 79,419 | 116,582 | (37,163) |
| Decrease / (Increase) in inventories | | | | - |
| Decrease / (Increase) in inventories | | | | - |
| Cash generated from operations | (109,543) | (23,543) | 86,000 | (109,543) |
| Interest paid | | | | - |
| Increase in grants received in advance | 182,754 | - | (182,754) | 182,754 |
| <i>Net cash from operating activities</i> | 73,211 | (23,543) | (96,754) | 73,211 |
| Cash flows from investing activities | | | | |
| Purchase of property, plant & equipment | (24,374) | - | 24,374 | (24,374) |
| Proceeds from sale of property, plant & equipment | | - | - | - |
| Grants received | - | - | - | - |
| Interest received | | - | - | - |
| <i>Net cash used in investing activities</i> | (24,374) | - | 24,374 | (24,374) |
| 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 | 48,837 | (23,543) | (72,380) | 48,837 |
| Cash & cash equivalents at beginning of year | 35,717 | (1,778) | (37,495) | 35,717 |
| Cash & cash equivalents at end of Quarter | 84,554 | (25,321) | (109,875) | 84,554 |

Detailed Income

| DESCRIPTION | Actual for | Annual Budget | Virements for | Revised Annual Budget |
|---|----------------|----------------|---------------|-----------------------|
| | the Period | 2021 | the Period | 2021 |
| | € | € | € | € |
| Income | | | | |
| 1 Funds received from Cental Government: | | | | |
| 0001 In terms of section 55 CAP 363 | 233,185 | 245,479 | 12,294 | 233,185 |
| 0002-0004 In terms of section 58 CAP 363 | - | - | - | - |
| 0005-0019 Other income | - | - | - | - |
| | 233,185 | 245,479 | 12,294 | 233,185 |
| 2 Income raised from Bye-Laws | | | | |
| 0021-0025 Community Services | - | 3,750 | 3,750 | - |
| 0026-0035 Income from Permits | 35,099 | 37,500 | 2,401 | 35,099 |
| | 35,099 | 41,250 | 6,151 | 35,099 |
| 3 Local Enforcement Income | | | | |
| 0037 Commission from Regional Committees | 1,974 | 1,875 | (99) | 1,974 |
| 0038-0055 Contraventions | 155 | - | (155) | 155 |
| | 2,129 | 1,875 | (254) | 2,129 |
| 4 Investment Income | | | | |
| 0091-0095 Bank interest | - | 5 | 5 | - |
| 0096-0099 Income received from Governnet Securities | - | 5 | 5 | - |
| | - | 5 | 5 | - |
| 5 Sponsorships | | | | |
| 0066-0069 Documents & Information | 34,928 | 41,250 | 6,322 | 34,928 |
| 0070-0075 EU funds | - | - | - | - |
| 0076-0080 Twinning | - | - | - | - |
| 0081-0089 Insurance Claims | - | - | - | - |
| 0100-0109 Donations | - | - | - | - |
| 0110-0119 Contributions | 8,450 | 10,000 | 1,550 | 8,450 |
| 0120-0129 General Income | - | - | - | - |
| | 43,378 | 51,250 | 7,872 | 43,378 |
| Total | 313,791 | 339,859 | 26,068 | 313,791 |

Detailed Expenditure

| DESCRIPTION | | Actual for the Period | Annual Budget 2021 | Virements for the Period | Revised Annual Budget 2021 |
|-------------|---|--------------------------|-----------------------|-----------------------------|-------------------------------|
| | | € | € | € | € |
| 6 i) | Personal Emoluments | | | | |
| 1100 | Mayor's Allowance | 3,817 | 3,950 | 133 | 3,817 |
| 1200 | Employees' Salaries & Wages | 41,527 | 44,500 | 2,973 | 41,527 |
| 1300 | Bonuses | - | - | - | - |
| 1400 | Income Supplements | - | - | - | - |
| 1500 | Social Security Contributions | 4,039 | 4,125 | 86 | 4,039 |
| 1600 | Allowances | 4,450 | 4,450 | - | 4,450 |
| 1700 | Overtime | 2,221 | 3,750 | 1,529 | 2,221 |
| | | 56,054 | 60,775 | 4,721 | 56,054 |
| | DESCRIPTION | € | € | € | € |
| 7 | Operations and Maintenance | | | | |
| 2100-2149 | Public Utilities | | | | - |
| 2200-2259 | Public Materials & Supplies | 11,511 | 11,250 | (261) | 11,511 |
| 2300-2399 | Repairs & upkeep | 2,905 | 2,500 | (405) | 2,905 |
| 2400-2449 | Rent | | | | - |
| 3010 | Street Lightning | 3,654 | 4,000 | 346 | 3,654 |
| 3020 | Lease of Equipment | | - | - | - |
| 3030 | Insurance | 1,978 | 1,750 | (228) | 1,978 |
| 3035 | Bank Charges | 264 | 188 | (76) | 264 |
| 3038 | Penalties | | | | - |
| 3041 | Refuse Collection | 118,946 | 125,000 | 6,054 | 118,946 |
| 3042 | Bulky Refuse Collection | 5,200 | 5,000 | (200) | 5,200 |
| 3043 | Bins on wheels | | | | - |
| 3045 | Bring in sites | | | | - |
| 3051 | Road & Street Cleaning | 47,590 | 53,750 | 6,160 | 47,590 |
| 3052 | Cleaning & Maintenance of Non-Urban Areas | | | | - |
| 3053 | Cleaning of Public Conveniences | | | | - |
| 3055 | Cleaning of Council Premises | 1,728 | 1,250 | (478) | 1,728 |
| 3040 | Waste Disposal | 13,143 | 25,000 | 11,857 | 13,143 |
| 3060 | Cleaning & Maintenance of Parks & Gardens | 10,880 | 12,000 | 1,120 | 10,880 |
| 3061 | Cleaning & Maintenance of Soft Areas | | | | - |
| 3062 | Cleaning & Maintenance of Beaches & CA | | | | - |
| 3063 | Cleaning & Maintenance of Country Non-Urban | | | | - |
| 6064 | Other Contractual Services | | | - | - |
| 3070-3090 | Consultation Fees | | | | - |
| 3100-3139 | Contract & Project Management | | | | - |
| 3300-3379 | Hospitality | | | | - |
| 3380-3389 | Community | 1,497 | 8,500 | 7,003 | 1,497 |
| 3390-3394 | Donations | | - | - | - |
| 3600-3694 | Local Enforcement Expenses | | - | - | - |
| 3700-3799 | EU Projects | | - | - | - |
| 3800-3899 | Twinning | | - | - | - |
| | | 219,296 | 250,188 | 30,892 | 219,296 |
| 8 | Administration | | | | |
| 2150-2199 | Office Utilities | 1,568 | 4,000 | 2,432 | 1,568 |
| 2260-2299 | Office Materials & Supplies | | - | - | - |
| 2450-2499 | Office Rent | 2,944 | 3,000 | 56 | 2,944 |
| 2500-2599 | National & International Memberships | | 125 | 125 | - |
| 2600-2699 | Office Services | 6,347 | 4,500 | (1,847) | 6,347 |
| 2700-2799 | Transport | | 250 | 250 | - |
| 2800-2899 | Travel | | - | - | - |
| 2900-2999 | Information Services | 1,625 | 125 | (1,500) | 1,625 |
| 3050 | Office Cleaning | | - | - | - |
| 3410-3199 | Professional Services | 12,245 | 9,500 | (2,745) | 12,245 |
| 3200-3299 | Training | | 125 | 125 | - |
| 3345 | Office Hospitality | | - | - | - |
| 3400-3499 | Incidental Expenses | 237 | 250 | 13 | 237 |
| | | 24,966 | 21,875 | (3,091) | 24,966 |
| 9 | Finance Costs | | | | |
| 3036 | Interest on Bank Loan | | | | - |
| | | - | - | - | - |

Detailed Statement of Financial Position

DESCRIPTION

| | Actual for the Period | Annual Budget 2021 | Virements for the Period | Revised Annual Budget 2021 |
|---|--------------------------|-----------------------|-----------------------------|-------------------------------|
| | € | € | € | € |
| 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 2021 | 25,830 | 28,192 | 2,362 | 25,830 |
| | | | | - |
| Depreciation | 25,830 | 28,192 | 2,362 | 25,830 |
| Total | 326,146 | 361,030 | 34,884 | 326,146 |
| 11 Inventories | | | | |
| 5201-5249 Stationery | - | | | - |
| 5250-5299 Consumables | - | | | - |
| | - | - | - | - |
| 12 Receivables | | | | |
| 0201-0209 Receivables | 225,368 | 369,600 | 144,232 | 225,368 |
| 0210-0219 LES Receivables | - | - | - | - |
| 0220-0229 Receivables from EU | - | - | - | - |
| 0250 Prepayments & Accrued income | 104,572 | 40,759 | (63,813) | 104,572 |
| | - | - | - | - |
| | 329,940 | 410,359 | 80,419 | 329,940 |
| 13 Cash & Equivalents | | | | |
| 5001-5099 Bank & Cash Balances | 84,554 | (25,321) | (109,875) | 84,554 |
| | 84,554 | (25,321) | (109,875) | 84,554 |
| 14 Payables | | | | |
| 4000 Payables | 371,701 | 678,100 | 306,399 | 371,701 |
| 4100 Accruals | 19,693 | 14,442 | (5,251) | 19,693 |
| 4150 Deferred Income | 372,009 | - | (372,009) | 372,009 |
| Current portion of long term borrowings | | | | - |
| National insurance outstanding | 52,918 | 46,407 | (6,511) | 52,918 |
| | 816,321 | 738,949 | (77,372) | 816,321 |
| 15 Non Current Liabilities | | | | |
| 4200 Long Term Borrowing | - | | | - |
| | - | - | - | - |

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

| € | € | € |
|---|---|---|
|---|---|---|

Recurrent and Capital

| | | |
|---|---|---|
| | | |
| - | - | - |

Long Term Loans

| | | |
|---|---|---|
| | | |
| - | - | - |

Others

| | | |
|---|---|---|
| | | |
| - | - | - |

17 Depreciation of Property, Plant and Equipment

| Asset | Motor Vehicle | Assets under construction | New Street Signs | Urban Improvements | Plant and Machinery | Office Furniture | Special Programmes | Electronic Equipment | Intangible Assets | Total |
|-------------------------------------|---------------|---------------------------|------------------|--------------------|---------------------|------------------|--------------------|----------------------|-------------------|------------------|
| % of depreciation | 20% | 0% | 100% | 10% | 20% | 8% | 10% | 25% | 25% | |
| | € | € | € | € | € | € | € | € | € | € |
| Cost | | | | | | | | | | |
| As at 1st January 2021 | 6,500 | 39,595 | 14,572 | 2,770,859 | 59,234 | 70,331 | 334,595 | 18,240 | 41,210 | 3,355,136 |
| Additions | - | 22,948 | - | 561 | - | - | - | 865 | - | 24,374 |
| Disposals | - | - | - | - | - | - | - | - | - | - |
| As at end of March 2021 | 6,500 | 62,543 | 14,572 | 2,771,420 | 59,234 | 70,331 | 334,595 | 19,105 | 41,210 | 3,379,510 |
| Grants/ other reimbursements | | | | | | | | | | |
| As at 1st January 2021 | | | | 1,261,906 | | | 139,994 | | | 1,401,900 |
| Additions | | | | - | | | - | | | - |
| As at end of March 2021 | - | - | - | 1,261,906 | - | - | 139,994 | - | - | 1,401,900 |
| Accumulated Depreciation | | | | | | | | | | |
| As at 1st January 2021 | 1,192 | - | 14,572 | 1,256,003 | 56,699 | 42,026 | 194,601 | 7,837 | 31,202 | 1,604,132 |
| Charge for the period | 325 | - | - | 20,474 | 379 | 1,319 | - | 1,194 | 2,139 | 25,830 |
| Released on disposal | - | - | - | - | - | - | - | - | - | - |
| As at end of March 2021 | 1,517 | - | 14,572 | 1,276,477 | 57,078 | 43,345 | 194,601 | 9,031 | 33,341 | 1,629,962 |
| NBV As at end of March 2021 | 4,983 | 62,543 | - | 233,037 | 2,156 | 26,986 | - | 10,074 | 7,869 | 347,648 |