

Valletta Local Council

Quarterly Financial Report

for the Period

1st January till End of December 2019 (Quarter 4)

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Overview and Summary

The financial report covers the year ended 31 December 2019. During the year under review the Council's revenue amounted to € 1,399,089. The total expenditure amounted to € 1,405,049 after taking into consideration depreciation of property, plant and equipment amounting to € 106,437.

The Council's Government allocation for the year amounted to € 892,189 including a supplementary fund of Euro 130,351. Income raised for permits amounted to € 222,881. Other government income for cultural activities amounting to Euro 16,000. The Local Council has invoiced Waste Serv an amount of Euro 149,243 as refunds of expenses incurred on Organic waste.

Income from LES amounted to € 8,896 while income from other contributions amounted to Euro 36,139. 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. The Local Council also earned income amounted to Euro 16,732 from activities done by the Local Council.

Salary costs amounted to € 248,942 while Operations and Maintenance amounted to € 949,865. Included with operations and maintenance there is community and social event costs of € 99,805. During the year Administration costs amounted to € 99,805.

During the period the Local Council purchased property, plant and equipment amounting to Euro 172,111. This include the services for a new Valletta Local Council Website amounting to Euro 8,968, Urban improvements amounting to Euro 37,597 and office furniture and computer equipment amounting to Euro 114,940, Office equipment of Euro 2,891 and computer equipment of Euro 1,431. The local Council also performed restoration works in Triq San Ursola amounting to Euro 106,484 which were fully financed by a Government Grant.

The Local Council has received in advance the amount of Euro 30,566 from the Central Government in respect of Irrigation Scheme which costs will be incurred in 2020. The financial performance for the year ended 31 December 2019 resulted in a deficit of € (5,960).



Alfred Zammit
Mayor



Ms. Gabriella Agius
Executive Secretary

Statement of Income and Expenditure
1st January till End of December 2019 (Quarter 4)

DESCRIPTION	Actual for the Period	Annual Budget 2019	Virements for the Period	Revised Annual Budget 2019
	€	€	€	€
Income				
Funds received from Central Government (1)	908,189	922,189	14,000	908,189
Income raised from Bye-Laws (2)	237,813	115,000	(122,813)	237,813
Income raised from LES (3)	8,896	12,000	3,104	8,896
Investment Income (4)	19	25	6	19
Other Income (5)	244,172	35,000	(209,172)	244,172
TOTAL	1,399,089	1,084,214	(314,875)	1,399,089
Expenditure				
Personal Emoluments (6)	248,942	170,976	(77,966)	248,942
Operations and Maintenance (7)	949,865	817,500	(132,365)	949,865
Administration (8)	99,805	132,901	33,096	99,805
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	106,437	85,167	(21,270)	106,437
TOTAL	1,405,049	1,206,544	(198,505)	1,405,049
Surplus / Deficit	(5,960)	(122,330)	(116,370)	(5,960)

Statement of Financial Position as at end of December 2019 (Quarter 4)

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
Non-current Assets				
Property, Plant and Equipment (17)	397,353	568,614	171,261	397,353
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	227,355	29,571	(197,784)	227,355
Cash and Cash Equivalents (13)	(1,778)	(34,815)	(33,037)	(1,778)
Total Current Assets	225,577	(5,244)	(230,821)	225,577
Current Liabilities				
Payables (14)	647,209	531,160	(116,049)	647,209
Total Current Liabilities	647,209	531,160	(116,049)	647,209
Net Current Assets	(421,632)	(536,404)	(114,772)	(421,632)
Non-current liabilities (15)	-	-	-	-
Net Assets	(24,279)	32,210	56,489	(24,279)
Reserves				
Retained Funds	(24,279)	32,210	56,489	(24,279)

Financial Situation Indicator

DESCRIPTION	Actual for the Period €	Annual Budget 2019 €	Virements for the Period €	Revised Annual Budget 2019 €
Current Assets	225,577	(5,244)	(230,821)	225,577
Current Liabilities	647,209	531,160	(116,049)	647,209
Working Capital	(421,632)	(536,404)	(114,772)	(421,632)
Government Allocation	892,189	892,189	-	892,189
FSI	(47) %	(60) %		(47) %

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	(5,960)	(122,330)	(116,370)	(5,960)
Adjustments for:				
Depreciation	106,437	85,167	(21,270)	106,437
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	186,482	-	(186,482)	186,482
Increase / (Decrease) in accruals	(73,012)	-	73,012	(73,012)
Decrease / (Increase) in receivables	(85,136)	79,419	164,555	(85,136)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	128,811	42,256	(86,555)	128,811
Interest paid				-
<i>Net cash from operating activities</i>	128,811	42,256	(86,555)	128,811
Cash flows from investing activities				
Purchase of property, plant & equipment	(172,311)	-	172,311	(172,311)
Proceeds from sale of property, plant & equipment				-
Grants received	106,484	-	(106,484)	106,484
Interest received				-
Received in advance from government	30,566	-	(30,566)	30,566
<i>Net cash used in investing activities</i>	(35,261)	-	35,261	(35,261)
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	93,550	42,256	(51,294)	93,550
Cash & cash equivalents at beginning of year	(95,328)	(95,652)	(324)	(95,328)
Cash & cash equivalents at end of Quarter	(1,778)	(53,396)	(51,618)	(1,778)

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	761,838	761,838	-	761,838
0002-0004 In terms of section 58 CAP 363	130,351	130,351	-	130,351
0005-0019 Other income	16,000	30,000	14,000	16,000
	908,189	922,189	14,000	908,189
2 Income raised from Bye-Laws				
0021-0025 Community Services	14,932	-	(14,932)	14,932
0026-0035 Income from Permits	222,881	115,000	(107,881)	222,881
	237,813	115,000	(122,813)	237,813
3 Local Enforcement Income				
0037 Commission from Regional Committees	8,698	12,000	3,302	8,698
0038-0055 Contraventions	198	-	(198)	198
	8,896	12,000	3,104	8,896
4 Investment Income				
0091-0095 Bank interest	19	25	6	19
0096-0099 Income received from Governmet Securities				-
	19	25	6	19
5 Sponsorships				
0066-0069 Documents & Information	149,243	-	(149,243)	149,243
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	27,000	35,000	8,000	27,000
0120-0129 General Income	9,139	-	(9,139)	9,139
	244,172	35,000	(209,172)	244,172
Total	1,399,089	1,084,214	(314,875)	1,399,089

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	12,851	11,376	(1,475)	12,851
	1200 Employees' Salaries & Wages	183,597	138,000	(45,597)	183,597
	1300 Bonuses	-	-	-	-
	1400 Income Supplements	-	-	-	-
	1500 Social Security Contributions	15,715	12,800	(2,915)	15,715
	1600 Allowances	12,900	8,800	(4,100)	12,900
	1700 Overtime	23,879	-	(23,879)	23,879
		248,942	170,976	(77,966)	248,942
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities				-
	2200-2259 Public Materials & Supplies	53,062	50,000	(3,062)	53,062
	2300-2399 Repairs & upkeep	9,714	15,000	5,286	9,714
	2400-2449 Rent				-
	3010 Street Lightning	12,983	3,000	(9,983)	12,983
	3020 Lease of Equipment				-
	3030 Insurance	6,932	6,500	(432)	6,932
	3035 Bank Charges	1,455	1,500	45	1,455
	3038 Penalties				-
	3041 Refuse Collection	402,334	288,000	(114,334)	402,334
	3042 Bulky Refuse Collection	19,100	15,000	(4,100)	19,100
	3043 Bins on wheels				-
	3045 Bring in sites				-
	3051 Road & Street Cleaning	221,237	238,000	16,763	221,237
	3052 Cleaning & Maintenance of Non-Urban Areas				-
	3053 Cleaning of Public Conveniences				-
	3055 Cleaning of Council Premises	8,683	-	(8,683)	8,683
	3040 Waste Disposal	87,531	108,000	20,469	87,531
	3060 Cleaning & Maintenance of Parks & Gardens	56,812	50,000	(6,812)	56,812
	3061 Cleaning & Maintenance of Soft Areas				-
	3062 Cleaning & Maintenance of Beaches & CA				-
	3063 Cleaning & Maintenance of Country Non-Urban				-
	6064 Other Contractual Services	-	1,000	1,000	-
	3070-3090 Consultation Fees				-
	3100-3139 Contract & Project Management				-
	3300-3379 Hospitality				-
	3380-3389 Community	67,422	40,000	(27,422)	67,422
	3390-3394 Donations	2,600	-	(2,600)	2,600
	3600-3694 Local Enforcement Expenses	-	1,500	1,500	-
	3700-3799 EU Projects				-
	3800-3899 Twinning				-
		949,865	817,500	(132,365)	949,865
8	Administration				
	2150-2199 Office Utilities	20,983	22,000	1,017	20,983
	2260-2299 Office Materials & Supplies	-	-	-	-
	2450-2499 Office Rent	5,179	13,401	8,222	5,179
	2500-2599 National & International Memberships	86	-	(86)	86
	2600-2699 Office Services	26,414	25,000	(1,414)	26,414
	2700-2799 Transport	3,096	5,000	1,904	3,096
	2800-2899 Travel	4,917	4,000	(917)	4,917
	2900-2999 Information Services	1,270	12,000	10,730	1,270
	3050 Office Cleaning	-	-	-	-
	3410-3199 Professional Services	33,402	45,000	11,598	33,402
	3200-3299 Training	2,909	500	(2,409)	2,909
	3345 Office Hospitality	-	4,000	4,000	-
	3400-3499 Incidental Expenses	1,549	2,000	451	1,549
		99,805	132,901	33,096	99,805
9	Finance Costs				
	3036 Interest on Bank Loan				-
		-	-	-	-

Detailed Statement of Financial Position

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2019	the Period	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 December 2019	106,437	85,167	(21,270)	106,437
					-
		106,437	85,167	(21,270)	106,437
	Total	1,405,049	1,206,544	(198,505)	1,405,049
11	Inventories				
	5201-5249 Stationery	-			-
	5250-5299 Consumables	-			-
		-	-	-	-
12	Receivables				
	0201-0209 Receivables	194,389	29,402	(164,987)	194,389
	0210-0219 LES Receivables	-	-	-	-
	0220-0229 Receivables from EU	-	-	-	-
	0250 Prepayments & Accrued income	32,966	169	(32,797)	32,966
		-	-	-	-
		227,355	29,571	(197,784)	227,355
13	Cash & Equivalents				
	5001-5099 Bank & Cash Balances	(1,778)	(34,815)	(33,037)	(1,778)
		(1,778)	(34,815)	(33,037)	(1,778)
14	Payables				
	4000 Payables	549,868	426,723	(123,145)	549,868
	4100 Accruals	20,368	73,867	53,499	20,368
	4150 Deferred Income	30,566	-	(30,566)	30,566
	Current portion of long term borrowings				-
	National insurance outstanding	46,407	30,570	(15,837)	46,407
		647,209	531,160	(116,049)	647,209
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 % of depreciation	€		€		€		€		€		€		Total
	Application Vatis	Assets under construction	New Street Signs	Urban Improvements	Plant and Machinery	Office Furniture	Special Programmes	Electronic Equipment	Computer Software	25%	25%	25%	
25%	26,000	2,815	8,900	2,616,865	56,743	55,391	194,601	10,278	5,681	2,977,274			
	-	-	-	37,597	2,891	14,940	106,484	1,431	8,968	172,311			
As at end of December 2019	26,000	2,815	8,900	2,654,462	59,634	70,331	301,085	11,709	14,649	3,149,585			
Grants/ other reimbursements													
As at 1st January 2019				1,154,352						1,154,352			1,154,352
Additions				-			106,484			106,484			106,484
As at end of December 2019	-	-	-	1,154,352	-	-	106,484	-	-	1,260,836			1,260,836
Accumulated Depreciation													
As at 1st January 2019	8,667	-	8,900	1,082,547	52,079	31,524	194,601	2,569	4,072	1,384,959			
Charge for the period	6,500	-	-	87,320	2,471	5,228	-	2,789	2,129	106,437			
Released on disposal													
As at end of December 2019	15,167	-	8,900	1,169,867	54,550	36,752	194,601	5,358	6,201	1,491,396			
NBV	10,833	2,815	-	330,243	5,084	33,579	-	6,351	8,448	397,353			