

# **Marsaxlokk Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of September 2020 (Quarter 3)**



# Table of Contents

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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 Marsaxlokk Local Council is presenting its Quarterly Financial Report for the period 1 January to 30th September 2020. The Council continues to operate in a healthy liquidity situation, it is keeping up with a business plan which it drafted in agreement with the Department of Local Councils and adhering to it as strictly as possible. The Council undergone a refurbishing exercise of current offices with as minimal an expenditure as was possible. In the meantime, the general outlook for the Council portrays itself as keeping up to the Budgeted expectations for 2020 and the investment in capital expenditure is being targeted to come from specified financial schemes. Yet again, it were not for revenues which the Council manages to generate from various sources, the annual allocation advanced to it by Central Government is never enough to meet the never-ending demand by the locality's residents. One has to mention once again that the Council is also planning to undertake a huge project by building new council offices over the coming years.

The Council is looking forward to another successful 12-month term ending 31 December 2020, where it is hoping to close its financials on a good note over and above what it achieved for this financial year. In reaching this objective, the Council will play very cautiously with its spending and avoid anything which is not in line with the Budget and the Business Plan as it did during the previous financial years.

**Mayor****Executive Secretary**

**Statement of Income and Expenditure**  
**1st January till End of September 2020 (Quarter 3)**

DESCRIPTION	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
<b>Income</b>				
Funds received from Central Government (1)	323,665	419,703	-	419,703
Income raised from Bye-Laws (2)	8,047	10,200	-	10,200
Income raised from LES (3)	572	1,900	-	1,900
Investment Income (4)	-	-	-	-
Other Income (5)	3,420	4,100	-	4,100
<b>TOTAL</b>	<b>335,705</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>
<b>Expenditure</b>				
Personal Emoluments (6)	75,327	126,318	-	126,318
Operations and Maintenance (7)	137,758	242,882	-	242,882
Administration (8)	34,866	62,383	-	62,383
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	24,611	45,497	-	45,497
<b>TOTAL</b>	<b>272,562</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>Surplus / Deficit</b>	<b>63,143</b>	<b>(41,177)</b>	<b>-</b>	<b>(41,177)</b>

## Statement of Financial Position as at end of September 2020 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	174,278	133,043		133,043
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	34,744	33,480	-	33,480
Cash and Cash Equivalents (13)	426,298	204,681	-	204,681
<b>Total Current Assets</b>	<b>461,041</b>	<b>238,161</b>	<b>-</b>	<b>238,161</b>
<b>Current Liabilities</b>				
Payables (14)	164,984	41,490	-	41,490
<b>Total Current Liabilities</b>	<b>164,984</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>Net Current Assets</b>	<b>296,058</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
<b>Non-current Liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>470,335</b>	<b>329,714</b>	<b>-</b>	<b>329,714</b>
<b>Reserves</b>				
Retained Funds	470,335	329,714		329,714

## Financial Situation Indicator

DESCRIPTION					
Current Assets		461,041	238,161	-	238,161
Current Liabilities		164,984	41,490	-	41,490
<b>Working Capital</b>		<b>296,058</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
Government Allocation		357,808	365,597	-	357,808
<b>FSI</b>		<b>83 %</b>	<b>54 %</b>		<b>55 %</b>

**Cash flow Statement**

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	63,143	(41,177)	-	(41,177)
Adjustments for:				
Depreciation	24,644	45,497	-	45,497
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	-	-	-	-
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Increase / (Decrease) in payables	82,787	16,039	-	16,039
Increase / (Decrease) in accruals	(26,544)	(25,451)	-	(25,451)
Decrease / (Increase) in receivables	25,341	9,412	-	9,412
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	169,371	4,320	-	4,320
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	169,371	4,320	-	4,320
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(27,860)	(175,000)	-	(175,000)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	26,843	175,000	-	175,000
Interest received	-	-	-	-
<i>Net cash used in investing activities</i>	(1,017)	-	-	-
<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>Net increase/(decrease) in cash &amp; cash equivalents</b>	168,354	4,320	-	4,320
Cash & cash equivalents at beginning of year	257,944	200,361	-	200,361
<b>Cash &amp; cash equivalents at end of Quarter</b>	426,298	204,681	-	204,681

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	280,940	365,597	-	365,597
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	42,726	54,106	-	54,106
	<b>323,665</b>	<b>419,703</b>	<b>-</b>	<b>419,703</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	800	-	-	-
0026-0035 Income from Permits	7,247	10,200	-	10,200
	<b>8,047</b>	<b>10,200</b>	<b>-</b>	<b>10,200</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	572	1,900	-	1,900
0038-0055 Contraventions	-	-	-	-
	<b>572</b>	<b>1,900</b>	<b>-</b>	<b>1,900</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	-	-	-
0096-0099 Income received from Governnet Securities	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information	1,320	500	-	500
0070-0075 EU funds	-	-	-	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	-	-	-	-
0120-0129 General Income	2,100	3,600	-	3,600
	<b>3,420</b>	<b>4,100</b>	<b>-</b>	<b>4,100</b>
<b>Total</b>	<b>335,705</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>



## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
1100	Mayor's Allowance	9,603	12,804		12,804
1200	Employees' Salaries & Wages	51,613	84,250		84,250
1300	Bonuses	405	7,068		7,068
1400	Income Supplements	707	878		878
1500	Social Security Contributions	4,233	7,968		7,968
1600	Allowances	8,006	10,600		10,600
1700	Overtime	760	2,750		2,750
		<b>75,327</b>	<b>126,318</b>	<b>-</b>	<b>126,318</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities	5,888	17,340		17,340
2200-2259	Public Materials & Supplies	5,591	5,100		5,100
2300-2399	Repairs & upkeep	6,473	20,400		20,400
2400-2449	Rent	-	-		-
3010	Street Lightning	8,737	9,690		9,690
3020	Lease of Equipment	-	-		-
3030	Insurance	1,306	3,060		3,060
3035	Bank Charges	115	255		255
3038	Penalties	-	-		-
3041	Refuse Collection	36,074	60,000		60,000
3042	Bulky Refuse Collection	5,708	10,000		10,000
3043	Bins on wheels	-	-		-
3045	Bring in sites	-	-		-
3051	Road & Street Cleaning	18,257	27,000		27,000
3052	Cleaning & Maintenance of Non-Urban Areas	767	1,020		1,020
3053	Cleaning of Public Conveniences	10,315	24,480		24,480
3055	Cleaning of Council Premises	-	1,530		1,530
3040	Waste Disposal	18,182	18,360		18,360
3060	Cleaning & Maintenance of Parks & Gardens	-	-		-
3061	Cleaning & Maintenance of Soft Areas	15,443	18,270		18,270
3062	Cleaning & Maintenance of Beaches & CA	420	255		255
3063	Cleaning & Maintenance of Country Non-Urban	-	-		-
6064	Other Contractual Services	-	-		-
3070-3090	Consultation Fees	-	-		-
3100-3139	Contract & Project Management	-	-		-
3300-3379	Hospitality	4,473	24,000		24,000
3380-3389	Community	-	1,530		1,530
3390-3394	Donations	-	-		-
3600-3694	Local Enforcement Expenses	8	82		82
3700-3799	EU Projects	-	-		-
3800-3899	Twinning	-	510		510
		<b>137,758</b>	<b>242,882</b>	<b>-</b>	<b>242,882</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	-	-		-
2260-2299	Office Materials & Supplies	-	-		-
2450-2499	Office Rent	6,325	10,835		10,835
2500-2599	National & International Memberships	86	300		300
2600-2699	Office Services	7,957	14,280		14,280
2700-2799	Transport	1,950	2,550		2,550
2800-2899	Travel	-	-		-
2900-2999	Information Services	2,155	6,018		6,018
3050	Office Cleaning	-	-		-
3410-3199	Professional Services	16,394	28,100		28,100
3200-3299	Training	-	-		-
3345	Office Hospitality	-	-		-
3400-3499	Incidental Expenses	-	300		300
		<b>34,866</b>	<b>62,383</b>	<b>-</b>	<b>62,383</b>
<b>9</b>	<b>Finance Costs</b>				
3036	Interest on Bank Loan	-	-		-
		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

## Detailed Statement of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset	(33)			-
3695 Increase/(Decrease) in allowance for bad debts				-
8000-8099 Depreciation As at end of September 2020	24,644	45,497		45,497
		-		-
	<b>24,611</b>	<b>45,497</b>	<b>-</b>	<b>45,497</b>
<b>Total</b>	<b>272,562</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
	-	-	-	-
<b>12 Receivables</b>				
0201-0209 Receivables	21,132	22,870		22,870
0210-0219 LES Receivables	-			-
0220-0229 Receivables from EU	-			-
0250 Prepayments & Accrued income	10,804	7,802		7,802
Other debtors	2,808	2,808		2,808
	<b>34,744</b>	<b>33,480</b>	<b>-</b>	<b>33,480</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	426,298	204,681		204,681
	<b>426,298</b>	<b>204,681</b>	<b>-</b>	<b>204,681</b>
<b>14 Payables</b>				
4000 Payables	23,320	16,039		16,039
4100 Accruals	41,214	25,451		25,451
4150 Deferred Income	100,450	-		-
Current portion of long term borrowings				-
	<b>164,984</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>15 Non Current Liabilities</b>				
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 % of depreciation	Motor Vehicle 20%	Property 1%	Const & Spec Prog 10%	New street signs 100%	Urban Improv 10%	Plant & machinery 20%	Office & comp equipment 20%	Office Furniture & Fittinos 8%	Asset under const 0%	Total
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2020	20,807	57,633	1,483,883	14,554	331,237	15,957	100,083	100,756	32,008	2,156,917
Additions	2,500		-		5,410	-	9,789	6,564	3,597	27,860
Disposals					32,675				(32,675)	-
As at end of September 2020	23,307	57,633	1,483,883	14,554	369,322	15,957	109,872	107,320	2,930	2,184,777
<b>Grants/ other reimbursements</b>										
As at 1st January 2020		44,232	760,810		270,134		51,983	59,474		1,186,633
Additions			-		34,653		2,847	-		37,500
As at end of September 2020		44,232	760,810		304,787		54,830	59,474		1,224,133
<b>Accumulated Depreciation</b>										
As at 1st January 2020	19,765	558	609,825	14,554	35,224	14,788	40,695	26,313		761,722
Charge for the period	438	108	14,916	-	5,907	222	1,763	1,290		24,644
Released on disposal										-
As at end of September 2020	20,203	666	624,741	14,554	41,131	15,010	42,458	27,603		786,366
<b>NBV</b>										
As at end of September 2020	3,104	12,735	98,332	-	23,404	947	12,584	20,243	2,930	174,278