



29 JUL 2020

# **HAŻ-ŻABBAR**

## **Local Council**

### **Quarterly Financial Report**

#### **for the Period**

**1st January till End of June 2020 (Quarter 2)**

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***Overview and Summary***

The financial report covers the period January – June 2020. During this period under review the Council's revenue amounted to €605,017 The total expenditure amounted to €428,573.

The Council's Government funds amounted to €585,331. Income raised from Bye Laws amounted to €16,231 and this was mainly derived from applications for the use of machinery.

Income from LES amounted to €3,428 and this was mainly generated from administrative charges for fines collected by Council in favour of the Regional Committees. This income may not necessarily have entered in the bank account since some regional committees are not paying their due fee.

Salary costs amounted to €78,577 while Operations and Maintenance amounted to €261,690 of which € 22,030 were spent on Repair and Upkeep and €220,728 were spent on Contractual Services. During this period the Administration costs amounted to €14,634 while Other Expenditure amounted to €74,149 which was the total depreciation for this period under review.

SIGNED

Jorge Grech  
Mayor

SIGNED

Stephanie Testaferrata de Noto  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of June 2020 (Quarter 2)**

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)	585,331	1,080,527	-	1,080,527
Income raised from Bye-Laws (2)	16,231	25,500	-	25,500
Income raised from LES (3)	3,428	9,000	-	9,000
Investment Income (4)	-	200	-	200
Other Income (5)	28	500	-	500
<b>TOTAL</b>	<b>605,017</b>	<b>1,115,727</b>	<b>-</b>	<b>1,115,727</b>
<b>Expenditure</b>				
Personal Emoluments (6)	78,577	218,580	-	218,580
Operations and Maintenance (7)	261,690	659,900	-	659,900
Administration (8)	14,634	44,200	-	44,200
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	73,671	120,817	-	120,817
<b>TOTAL</b>	<b>428,573</b>	<b>1,043,497</b>	<b>-</b>	<b>1,043,497</b>
<b>Surplus / Deficit</b>	<b>176,444</b>	<b>72,230</b>	<b>-</b>	<b>72,230</b>

## Statement of Financial Position as at end of June 2020 (Quarter 2)

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)	858,783	1,291,503		1,291,503
<b>Current Assets</b>				
Inventories (11)	9,402	9,488	-	9,488
Receivables (12)	202,535	140,301	-	140,301
Cash and Cash Equivalents (13)	1,436,691	746,908	-	746,908
<b>Total Current Assets</b>	<b>1,648,628</b>	<b>896,697</b>	<b>-</b>	<b>896,697</b>
<b>Current Liabilities</b>				
Payables (14)	425,490	217,415	-	217,415
<b>Total Current Liabilities</b>	<b>425,490</b>	<b>217,415</b>	<b>-</b>	<b>217,415</b>
<b>Net Current Assets</b>	<b>1,223,138</b>	<b>679,282</b>	<b>-</b>	<b>679,282</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>8,046</b>	<b>-</b>	<b>8,046</b>
<b>Net Assets</b>	<b>2,081,921</b>	<b>1,962,739</b>	<b>-</b>	<b>1,962,739</b>
<b>Reserves</b>				
Retained Funds	2,081,921	1,962,739		1,962,739

## Financial Situation Indicator

DESCRIPTION				
Current Assets	1,648,628	896,697	-	896,697
Current Liabilities	425,490	217,415	-	217,415
<b>Working Capital</b>	<b>1,223,138</b>	<b>679,282</b>	<b>-</b>	<b>679,282</b>
Government Allocation	1,080,527	1,080,527	-	845,255
<b>FSI</b>	<b>113 %</b>	<b>63 %</b>		<b>80 %</b>

## Cash flow Statement

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	176,444	72,230	-	72,230
Adjustments for:				
Depreciation	74,149	120,817	-	120,817
Increase / (Decrease) in Allowance for Bad Debts	(478)			-
Interest receivable	-			-
Interest payable				-
(Profit) / Loss on disposal of asset	-			-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	237,716	(96,620)		(96,620)
Increase / (Decrease) in accruals	(16,498)	76,797		76,797
Decrease / (Increase) in receivables	(35,901)	(145,954)		(145,954)
Decrease / (Increase) in inventories	-			-
Decrease / (Increase) in inventories				-
Cash generated from operations	<b>435,433</b>	<b>27,270</b>	-	<b>27,270</b>
Interest paid				-
				-
<i>Net cash from operating activities</i>	<b>435,433</b>	<b>27,270</b>	-	<b>27,270</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(52,418)	(284,000)		(284,000)
Proceeds from sale of property, plant & equipment				-
Grants received	50,038			-
Interest received	-	-		-
Grants returned	-			-
<i>Net cash used in investing activities</i>	<b>(2,380)</b>	<b>(284,000)</b>	-	<b>(284,000)</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>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>433,053</b>	<b>(256,730)</b>	-	<b>(256,730)</b>
Cash & cash equivalents at beginning of year	1,003,638	1,003,638		1,003,638
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>1,436,691</b>	<b>746,908</b>	-	<b>746,908</b>

## Detailed Income

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2020	the Period	2020
		€	€	€	€
<b>Income</b>					
<b>1</b>	<b>Funds received from Cental Government:</b>				
	0001 In terms of section 55 CAP 363	519,149	1,040,527		1,040,527
	0002-0004 In terms of section 58 CAP 363	-	10,000		10,000
	0005-0019 Other income	66,183	30,000		30,000
		<b>585,331</b>	<b>1,080,527</b>	<b>-</b>	<b>1,080,527</b>
<b>2</b>	<b>Income raised from Bye-Laws</b>				
	0021-0025 Community Services	453	500		500
	0026-0035 Income from Permits	15,778	25,000		25,000
		<b>16,231</b>	<b>25,500</b>	<b>-</b>	<b>25,500</b>
<b>3</b>	<b>Local Enforcement Income</b>				
	0037 Commission from Regional Committees	(35)			-
	0038-0055 Contraventions	3,463	9,000		9,000
		<b>3,428</b>	<b>9,000</b>	<b>-</b>	<b>9,000</b>
<b>4</b>	<b>Investment Income</b>				
	0091-0095 Bank interest	-	200		200
	0096-0099 Income received from Governnet Securities	-	200		200
		<b>-</b>	<b>200</b>	<b>-</b>	<b>200</b>
<b>5</b>	<b>Sponsorships</b>				
	0066-0069 Documents & Information	-	-		-
	0070-0075 EU funds	-	-		-
	0076-0080 Twinning	-	-		-
	0081-0089 Insurance Claims	-	500		500
	0100-0109 Donations	-	-		-
	0110-0119 Contributions	-	-		-
	0120-0129 General Income	28	-		-
		<b>28</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>Total</b>		<b>605,017</b>	<b>1,115,727</b>	<b>-</b>	<b>1,115,727</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	23,496	47,100		47,100
	1200 Employees' Salaries & Wages	46,048	135,000		135,000
	1300 Bonuses	517	3,400		3,400
	1400 Income Supplements	644	10,000		10,000
	1500 Social Security Contributions	4,804	13,700		13,700
	1600 Allowances	190	1,380		1,380
	1700 Overtime	2,878	8,000		8,000
		<b>78,577</b>	<b>218,580</b>	-	<b>218,580</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	2,377	5,500		5,500
	2200-2259 Public Materials & Supplies	579	2,000		2,000
	2300-2399 Repairs & upkeep	22,030	60,000		60,000
	2400-2449 Rent	2,450	5,000		5,000
	3010 Street Lightning	6,209	20,000		20,000
	3020 Lease of Equipment	103	-		-
	3030 Insurance	2,166	5,000		5,000
	3035 Bank Charges	138	400		400
	3038 Penalties	-	300		300
	3041 Refuse Collection	125,459	260,000		260,000
	3042 Bulky Refuse Collection	16,600	30,000		30,000
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	1,000		1,000
	3051 Road & Street Cleaning	26,704	100,000		100,000
	3052 Cleaning & Maintenance of Non-Urban Areas	6,166	26,000		26,000
	3053 Cleaning of Public Conveniences	12,772	25,000		25,000
	3055 Cleaning of Council Premises	289	1,200		1,200
	3040 Waste Disposal	-	-		-
	3060 Cleaning & Maintenance of Parks & Gardens	4,653	10,000		10,000
	3061 Cleaning & Maintenance of Soft Areas	15,141	32,000		32,000
	3062 Cleaning & Maintenance of Beaches & CA	-	-		-
	3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
	6064 Other Contractual Services	4,329	21,000		21,000
	3070-3090 Consultation Fees	-	2,000		2,000
	3100-3139 Contract & Project Management	-	5,000		5,000
	3300-3379 Hospitality	13,320	45,000		45,000
	3380-3389 Community	135	3,000		3,000
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	71	500		500
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	-		-
		<b>261,690</b>	<b>659,900</b>	-	<b>659,900</b>
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	3,426	9,000		9,000
	2260-2299 Office Materials & Supplies	759	1,500		1,500
	2450-2499 Office Rent	-	1,000		1,000
	2500-2599 National & International Memberships	494	1,000		1,000
	2600-2699 Office Services	1,299	3,000		3,000
	2700-2799 Transport	2,152	5,000		5,000
	2800-2899 Travel	-	3,500		3,500
	2900-2999 Information Services	3,740	6,000		6,000
	3050 Office Cleaning	-	-		-
	3410-3199 Professional Services	2,738	14,000		14,000
	3200-3299 Training	-	100		100
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	25	100		100
		<b>14,634</b>	<b>44,200</b>	-	<b>44,200</b>
<b>9</b>	<b>Finance Costs</b>				
	3036 Interest on Bank Loan	-	-	-	-
		-	-	-	-



## 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				-
3695 Increase/(Decrease) in allowance for bad debts	(478)	-		-
8000-8099 Depreciation As at end of June 2020	74,149	120,817		120,817
	-			-
Depreciation	73,671	120,817	-	120,817
<b>Total</b>	<b>428,573</b>	<b>1,043,497</b>	<b>-</b>	<b>1,043,497</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
Books	9,402	9,488		9,488
	9,402	9,488	-	9,488
<b>12 Receivables</b>				
0201-0209 Receivables	74,349	15,828		15,828
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	128,186	124,473		124,473
	202,535	140,301	-	140,301
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	1,436,691	746,908		746,908
	1,436,691	746,908	-	746,908
<b>14 Payables</b>				
4000 Payables	87,101	190,888		190,888
4100 Accruals	75,840	26,527		26,527
4150 Deferred Income	262,549			-
Current portion of long term borrowings	-			-
	425,490	217,415	-	217,415
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
PPP & Deferred Income	-	8,046		8,046
	-	8,046	-	8,046

16	Total Commitments (Recurrent and Capital)			
	DESCRIPTION	€	€	€
	Recurrent and Capital			
		-		
		-		
		-	-	-
	Long Term Loans			
		0		
		-		
		-	-	-
	Others			
		-	-	-

## 17 Depreciation of Property, Plant and Equipment

Asset	Trees	Construction	Furn & Fittings	Street Signs	Urban Improvements	Office & Comp equipment	Plant & Machinery	Motor Vehicles	Not Yet Capitalised	Total
% of depreciation	0%	10%	8%	100%	10% & 100%	20% & 25%	20%	20%	0%	
€	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2020	29,467	3,113,660	102,954	31,395	438,975	55,205	35,691	18,386	68,649	3,894,381
Additions		35,097	303		1,799	15,409	60	-	34,847	87,515
Disposals		-							(35,097)	(35,097)
As at end of June 2020	<b>29,467</b>	<b>3,148,757</b>	<b>103,257</b>	<b>31,395</b>	<b>440,774</b>	<b>70,614</b>	<b>35,751</b>	<b>18,386</b>	<b>68,399</b>	<b>3,946,799</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2020	16,851	1,384,686			55,241	2,908	14,800	-	13,972	1,488,458
Additions		46,689				9,836			(6,487)	50,038
As at end of June 2020	<b>16,851</b>	<b>1,431,375</b>			<b>55,241</b>	<b>12,744</b>	<b>14,800</b>		<b>7,485</b>	<b>1,538,496</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2020	-	1,098,446	69,205	31,395	205,758	33,145	19,036	18,386	-	1,475,371
Charge for the period		62,348	2,257		5,662	3,472	410			74,149
Released on disposal										-
As at end of June 2020	-	<b>1,160,794</b>	<b>71,462</b>	<b>31,395</b>	<b>211,420</b>	<b>36,617</b>	<b>19,446</b>	<b>18,386</b>	-	<b>1,549,520</b>
<b>NBV</b>	<b>12,616</b>	<b>556,588</b>	<b>31,795</b>	-	<b>174,113</b>	<b>21,253</b>	<b>1,505</b>	-	<b>60,914</b>	<b>858,783</b>