



# **HAŻ-ŻABBAR LOCAL COUNCIL**

**Financial Report**

**for the Period**

**1st January till End of June 2015 (Quarter 2)**

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## ***Overview and Summary***

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The financial report covers the period from January to June 2015. During the period under review, the Council's revenue amounted to € 394,949. The total expenditure amounted to € 292,171 after taking into consideration depreciation on property, plant and equipment for the first quarter, amounting to € 51,137.

The Council's Government allocation for the period amounted to € 383,864. Income raised from Bye Laws amounted to € 3,265. This was mainly derived from applications for the use of machinery and trenching permits.

Income from LES amounted to € 6,138 and this was mainly generated from administrative charges for fines collected by the Council in favour of the Regional Committees. This income may not necessarily have entered in the bank accounts since some regional committees are not paying their fees due.

Salary costs amounted to € 54,174 while Operations and Maintenance amounted to € 172,146 out of which € 20,304 were spent on Repairs and Upkeep and € 136,974 were spent on Contractual Services. During this period the Administration costs amounted to € 15,909.

The financial performance for the period January to June 2015 resulted in a net surplus of € 102,778.



Marc Vella Bonnici  
Mayor



Duncan Busuttil  
Executive Secretary

## Statement of Income and Expenditure

### 1st January till End of June 2015 (Quarter 2)

**DESCRIPTION****Annual Budget  
Jan-Dec  
2015**

	€	€
<b>Income</b>		
Funds received from Central Government (1)	383,864	747,229
Income raised from Bye-Laws (2)	3,265	9,500
Income raised from LES (3)	6,138	11,700
Investment Income (4)	-	600
Other Income (5)	1,682	1,500
<b>TOTAL</b>	<b>394,949</b>	<b>770,529</b>
<b>Expenditure</b>		
Personal Emoluments (6)	54,174	163,730
Operations and Maintenance (7)	172,146	494,000
Administration (8)	15,909	42,150
Finance Cost (9)	-	-
Other Expenditure (10)	49,942	115,822
<b>TOTAL</b>	<b>292,171</b>	<b>815,702</b>
<b>Surplus / Deficit</b>	<b>102,778</b>	<b>(45,173)</b>

**Balance Sheet as at end of June 2015 (Quarter 2)**

DESCRIPTION	Annual Budget	
	Jan-Dec 2015	
	€	€
<b>Non-current Assets</b>		
Property, Plant and Equipment (17)	980,145	1,198,524
<b>Current Assets</b>		
Inventories (11)	12,405	13,000
Receivables (12)	107,348	235,500
Cash and Cash Equivalents (13)	610,316	163,462
<b>Total Current Assets</b>	<b>730,069</b>	<b>411,962</b>
<b>Current Liabilities</b>		
Payables (14)	403,524	465,000
Current portion of Long-Term Borrowings	-	-
<b>Total Current Liabilities</b>	<b>403,524</b>	<b>465,000</b>
<b>Net Current Assets</b>	<b>326,544</b>	<b>- 53,038</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>1,306,689</b>	<b>1,145,486</b>
<b>Reserves</b>		
Retained Funds	1,306,689	1,145,486

**Financial Situation Indicator**

DESCRIPTION		
Current Assets	730,069	411,962
Current Liabilities	403,524	465,000
Total Long Term Liabilities	-	-
Commitments approved by Ministry	-	-
	326,544	(53,038)
Total Government Allocation	711,100	747,229
	46%	-7.10%

**Cash Flow Statement**

	€
Surplus for the year	102,778
Adjustments for:	
Depreciation	51,137
Increase / (Decrease) in Allowance for Bad Debts	(1,195)
Interest receivable	-
Interest payable	-
(Profit) / Loss on disposal of asset	-
Release of grants	(6,846)
Increase / (Decrease) in payables	-29352
Decrease / (Increase) in receivables	-50735
Decrease / (Increase) in inventories	74
Cash generated from operations	65,861
Interest paid	-
<i>Net cash from operating activities</i>	<i>65,861</i>
<b>Cash flows from investing activities</b>	
Purchase of property, plant & equipment	-1890
Proceeds from sale of property, plant & equipment	-
Interest received	-
<i>Net cash used in investing activities</i>	<i>-1890</i>
<b>Cash flows from financing activities</b>	
Proceeds from long-term borrowings	-
Grants received	-
Loan Repayments	-
<i>Net cash from financing activities</i>	<i>0</i>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>63,971</b>
Cash & cash equivalents at beginning of year	546345
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>610316</b>



DESCRIPTION	€
<b>Income</b>	
<b>1 Funds received from Cental Government:</b>	
0001 In terms of section 55 CAP 363	363,474
0002-0004 In terms of section 58 CAP 363	13,544
0005-0019 Other income	6,846
	<b>383,864</b>
<b>2 Income raised from Bye-Laws</b>	
0021-0025 Community Services	228
0026-0035 Income from Permits	3,037
	<b>3,265</b>
<b>3 Local Enforcement Income</b>	
0036-0037 Contraventions	93
0038-0050 Les Administrative Charges	6,045
	<b>6,138</b>
<b>4 Investment Income</b>	
0091-0095 Bank interest	-
0096-0099 Income received from Governmet Securities	-
	-
<b>5</b>	
0056-0065 Sponsorships	-
0066-0069 Documents & Information	1,600
0070-0075 EU funds	-
0076-0080 Twinning	-
0081-0089 Insurance Claims	-
0100-0109 General Income	82
0100 Donations	-
0120 Contributions	-
	<b>1,682</b>
<b>Total</b>	<b>394,949</b>
<b>6 i) Personal Emoluments</b>	
1100-1101 Mayor's & Councillor's Allowance	12,922
1200 Employees' Salaries & Wages	34,533
1300 Bonuses	1,032
1400 Income Supplements	-
1500 Social Security Contributions	3,929
1600 Allowances	787
1700 Overtime	971
	<b>54,174</b>
<b>ii) Number of Employees</b>	
<b>Full time 3 : Reduced 2</b>	
Executive Secretary	1
Assistant Principal Officer	2
Executive Officers	2
	<b>5</b>
<b>Part time</b>	
	-
<b>Total number of employees</b>	<b>5</b>

DESCRIPTION	€
<b>7 Operations and Maintenance</b>	
2100-2149 Public Property Utilities	-
2200-2259 Materials & Supplies	532
2300-2399 Repairs & upkeep	20,304
2400-2449 Rent	493
3010 Street Lightning	5,551
3020 Lease of Equipment	-
3030 Insurance	1,498
3035 Bank Charges	174
3038 Penalties	-
3041 Refuse Collection	33,670
3042 Bulky Refuse Collection	6,848
3044 Open Skips	120
3045 Disposal fees deposited at Landfill	39,066
3050-3051 Road & Street Cleaning	24,768
3052 Cleaning & Maintenance of Non-Urban Areas	4,061
3053 Cleaning of Public Conveniences	7,636
3055 Cleaning of Council Premises	1,310
3040 Waste Disposal	870
3060 Other contractual Services	977
3061 Cleaning & Maintenance of Parks & Gardens	1,531
3062 Cleaning & Maintenance of Soft Areas	8,894
3063 Cleaning & Maintenance of Beaches & CA	-
3064 Cleaning & Maintenance of Country Non-Urban	-
3070-3090 Consultation Fees	-
3100-3139 Contract & Project Management	-
3300-3379 Hospitality	11,263
3380-3389 Community	762
3390-3394 Donations	-
3600-3694 Local Enforcement Expenses	1,819
3700-3799 EU Projects	-
3800-3899 Twinning	-
	-
	<b>172,146</b>
<b>8 Administration</b>	
2100-2199 Office Utilities	4,095
2260-2299 Office Materials & Supplies	-
2450-2499 Office Rent	-
2500-2599 National & International Memberships	-
2600-2699 Office Services	1,027
2700-2799 Transport	3,007
2800-2899 Travel	1,275
2900-2999 Information Services	3,063
3140-3199 Professional Services	3,399
3200-3299 Training	-
3345 Office Hospitality	-
3400-3499 Sundry Minor Expenses	45
	<b>15,909</b>
<b>9 Finance Costs</b>	
3036 Interest on Bank Loan	-
	-
	-



DESCRIPTION		€
<b>10</b>	<b>Other Expenditure</b>	
1500-3599	Loss / (Profit) on Disposal of asset	-
3695	Increase/(Decrease) in allowance for bad debts	(1,195)
8000-8099	Depreciation	51,137
		49,942
	<b>Total</b>	<b>292,171</b>
<b>11</b>	<b>Inventories</b>	
5201-5249	Stationery	-
5250-5299	Consumables	-
	Books for resale	12,405
		<b>12,405</b>
<b>12</b>	<b>Receivables</b>	
0201-0209	Receivables	53,741
0210-0219	LES debtors	-
0220-0229	Receivables from EU	-
0250	Prepayments & Accrued income	2,992
	Govt Grants & Investment in St Peters	50,615
		<b>107,348</b>
<b>13</b>	<b>Cash &amp; Equivalents</b>	
5001-5099	Bank & Cash Balances	610,316
		<b>610,316</b>
<b>14</b>	<b>Payables</b>	
4000	Payables	201,870
4100	Accruals	20,399
4150	Deferred Income	181,143
	Current portion of long term borrowings	112
	Amounts due to other councils	
		<b>403,524</b>
<b>15</b>	<b>Non Current Liabilities</b>	
4200	Long Term Borrowing	0
		-

16	Capital Commitments	
	DESCRIPTION	€
	Approved but not yet contracted for:	
	Gnien il-Kunsill	189,000
		189,000

**Contracted for but not provided for in Quarterly Financial Statements:**

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#### **Others**

The Council will be financing the project through a grant of € 100,000 from the Urban Improvement Fund and supplementary

## 17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Trees 0%	Const. 10%	Fur&Fitt 8%	Stre. Signs 100%	Urban Imp. 10% / 100%	Off Equip 20% / 25%	Plant & Mach 20%	Motor Veh 20%	N.Y.C.	Total
	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2015	11,379	2,743,609	71,202	31,395	305,755	35,548	32,271	18,386	19,997	3,269,542
Additions	-	-	1,165	-	225	305	-	-	195	1,890
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of June 2015	11,379	2,743,609	72,367	31,395	305,980	35,853	32,271	18,386	20,192	3,271,432
<b>Grants/ other reimbursements</b>										
As at 1st January 2015	-	921,147	-	-	-	5,199	-	-	7,485	933,831
Additions	-	-	-	-	-	-	-	-	-	-
As at end of June 2015	-	921,147	-	-	-	5,199	-	-	7,485	933,831
<b>Accumulated Depreciation</b>										
As at 1st January 2015	-	915,216	42,348	31,395	263,025	18,002	18,438	17,895	-	1,306,319
Charge for the period	-	44,815	1,115	-	2,169	1,572	1,414	53	-	51,137
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at end of June 2015	-	960,031	43,463	31,395	265,194	19,574	19,852	17,948	-	1,357,456
<b>NBV</b>										
As at end of June 2015	11,379	862,431	28,904	-	40,786	11,080	12,420	438	12,707	980,145