



# **HAŻ-ŻABBAR LOCAL COUNCIL**

**Financial Report**

**for the Period**

**1st January till End of June 2017 (Quarter 2)**

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**Overview and Summary**

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The financial report covers the period January to June 2017. During this period under review the Council's revenue amounted to € 475,045. The total expenditure amounted to € 291,397 after taking into consideration depreciation of property, plant and equipment, net of transfer of deferred income grant, amounting to € 22,268.

The Council's Government allocation for the period amounted to € 403,849. Income raised from Bye Laws amounted to € 8,313 and this was mainly derived from applications for the use of machinery and trenching permits.

Income from LES amounted to €11,366 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 € 76,371 while Operations and Maintenance amounted to € 164,652 out of which € 18,062 were spent on Repair and Upkeep and € 119,393 were spent on Contractual Services. During this period the Administration costs amounted to € 13,972.

The financial performance for the period January to June 2017 resulted in a net surplus of € 183,648.

SIGNED  
Marc Vella Bonnici  
Mayor

SIGNED  
Ranier Busuttil  
Agent Executive Secretary

## Statement of Income and Expenditure

1st January till End of June 2017 (Quarter 2)

DESCRIPTION	Annual Budget Jan-Dec 2017	
	€	€
<b>Income</b>		
Funds received from Central Government (1)	432,788	828,960
Income raised from Bye-Laws (2)	8,623	15,500
Income raised from LES (3)	11,366	11,000
Investment Income (4)	-	500
Other Income (5)	22,268	-
<b>TOTAL</b>	<b>475,045</b>	<b>855,960</b>
<b>Expenditure</b>		
Personal Emoluments (6)	76,371	180,644
Operations and Maintenance (7)	164,652	497,500
Administration (8)	13,972	46,250
Finance Cost (9)	-	-
Other Expenditure (10)	36,402	102,562
<b>TOTAL</b>	<b>291,397</b>	<b>826,956</b>
<b>Surplus / Deficit</b>	<b>183,648</b>	<b>29,004</b>

DESCRIPTION	Annual Budget	
	Jan-Dec	2017
	€	€
<b>Non-current Assets</b>		
Property, Plant and Equipment (17)	1,167,648	1,128,198
<b>Current Assets</b>		
Inventories (11)	11,935	12,144
Receivables (12)	116,280	238,809
Cash and Cash Equivalents (13)	790,753	460,408
<b>Total Current Assets</b>	<b>918,968</b>	711,361
<b>Current Liabilities</b>		
Payables (14)	108,667	291,889
Current portion of Long-Term Borrowings	10,894	-
<b>Total Current Liabilities</b>	<b>119,561</b>	291,889
<b>Net Current Assets</b>	799,407	419,472
<b>Non-current liabilities (15)</b>	320,952	-
<b>Net Assets</b>	<b>1,646,103</b>	<b>1,547,670</b>
<b>Reserves</b>		
Retained Funds	<b>1,646,103</b>	1,547,670

## Financial Situation Indicator

DESCRIPTION		
Current Assets	918,968	711,361
Current Liabilities	119,561	291,889
Total Long Term Liabilities	320,952	-
Commitments approved by Ministry		-
	478,455	419,472
Total Government Allocation	761,514	761,514
	63%	55.08%

**Cash Flow Statement**

	€
Surplus for the year	183,648
Adjustments for:	
Depreciation	41,849
Increase / (Decrease) in Allowance for Bad Debts	0
Interest receivable	-
Interest payable	-
(Profit) / Loss on disposal of asset	-
Release of grants	(5,447)
Increase / (Decrease) in payables	-79439
Decrease / (Increase) in receivables	6698
Decrease / (Increase) in inventories	0
Cash generated from operations	147,309
Interest paid	0
<i>Net cash from operating activities</i>	<i>147,309</i>
<b>Cash flows from investing activities</b>	
Purchase of property, plant & equipment	-78494
Proceeds from sale of property, plant & equipment	0
Interest received	0
<i>Net cash used in investing activities</i>	<i>-78494</i>
<b>Cash flows from financing activities</b>	
Proceeds from long-term borrowings	0
Grants received	0
Loan Repayments	0
<i>Net cash from financing activities</i>	<i>0</i>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>68,815</b>
Cash & cash equivalents at beginning of year	721938
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>790753</b>



DESCRIPTION	€
<b>Income</b>	
<b>1 Funds received from Cental Government:</b>	
0001 In terms of section 55 CAP 363	403,849
0002-0004 In terms of section 58 CAP 363	-
0005-0019 Other income	28,939
	<b>432,788</b>
<b>2 Income raised from Bye-Laws</b>	
0021-0025 Community Services	310
0026-0035 Income from Permits	8,313
	<b>8,623</b>
<b>3 Local Enforcement Income</b>	
0036-0037 Contraventions	
0038-0050 Les Administrative Charges	11,366
	<b>11,366</b>
<b>4 Investment Income</b>	
0091-0095 Bank interest	-
0096-0099 Income received from Governmet Securities	-
	<b>-</b>
<b>5</b>	
0056-0065 Sponsorships	-
0066-0069 Documents & Information	82
0070-0075 EU funds	22,186
0076-0080 Twinning	-
0081-0089 Insurance Claims	-
0100-0109 General Income	-
0100 Donations	-
0120 Contributions	-
	<b>22,268</b>
<b>Total</b>	<b>475,045</b>
<b>6 i) Personal Emoluments</b>	
1100-1101 Mayor's & Councillor's Allowance	13,631
1200 Employees' Salaries & Wages	51,847
1300 Bonuses	1,596
1400 Income Supplements	-
1500 Social Security Contributions	5,105
1600 Allowances	1,868
1700 Overtime	2,324
	<b>76,371</b>
<b>ii) Number of Employees</b>	
<b>Full time 3 : Reduced 1</b>	
<b>Executive Secretary 1st Jan 17 - 3rd March 17</b>	<b>1</b>
<b>Assistant Principal Officer</b>	<b>1</b>
<b>Assistant Principal Officer - Reduced</b>	<b>1</b>
<b>Executive Officers</b>	<b>2</b>
<b>Clerk</b>	<b>1</b>
	<b>6</b>
<b>Part time</b>	
<b>Agent Executive Secretary</b>	<b>1</b>
<b>Clerk CIES</b>	<b>2</b>
	<b>3</b>
<b>Total number of employees</b>	<b>9</b>

## DESCRIPTION

€

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## Operations and Maintenance

2100-2149 Public Property Utilities	
2200-2259 Materials & Supplies	1,832
2300-2399 Repairs & upkeep	18,062
2400-2449 Rent	
3010 Street Lightning	3,691
3020 Lease of Equipment	
3030 Insurance	2,845
3035 Bank Charges	150
3038 Penalties	
3041 Refuse Collection	26,639
3042 Bulky Refuse Collection	8,326
3044 Open Skips	531
3045 Disposal fees deposited at Landfill	34,964
3050-3051 Road & Street Cleaning	22,392
3052 Cleaning & Maintenance of Non-Urban Areas	2,547
3053 Cleaning of Public Conveniences	12,013
3055 Cleaning of Council Premises	190
3040 Waste Disposal	-
3060 Other contractual Services	958
3061 Cleaning & Maintenance of Parks & Gardens	1,642
3062 Cleaning & Maintenance of Soft Areas	9,191
3063 Cleaning & Maintenance of Beaches & CA	
3064 Cleaning & Maintenance of Country Non-Urban	
3070-3090 Consultation Fees	
3100-3139 Contract & Project Management	236
3300-3379 Hospitality	13,416
3380-3389 Community	
3390-3394 Donations	
3600-3694 Local Enforcement Expenses	125
3700-3799 EU Projects	4,902
3800-3899 Twinning	
	<b>164,652</b>

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## Administration

2100-2199 Office Utilities	6,028
2260-2299 Office Materials & Supplies	-
2450-2499 Office Rent	877
2500-2599 National & International Memberships	110
2600-2699 Office Services	1,531
2700-2799 Transport	1,208
2800-2899 Travel	749
2900-2999 Information Services	1,933
3140-3199 Professional Services	1,493
3200-3299 Training	
3345 Office Hospitality	
3400-3499 Sundry Minor Expenses	43
	<b>13,972</b>

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## Finance Costs

3036 Interest on Bank Loan	-
	-



DESCRIPTION	€
<b>10 Other Expenditure</b>	
1500-3599 Loss / (Profit) on Disposal of asset	-
3695 Increase/(Decrease) in allowance for bad debts	
8000-8099 Depreciation	41,849
Transfer of grant to income statement	(5,447)
	36,402
<b>Total</b>	<b>291,397</b>
<b>11 Inventories</b>	
5201-5249 Stationery	-
5250-5299 Consumables	-
Books for resale	11,935
	<b>11,935</b>
<b>12 Receivables</b>	
0201-0209 Receivables	9,824
0210-0219 LES debtors	-
0220-0229 Receivables from EU	
0250 Prepayments & Accrued income	106,456
	<b>116,280</b>
<b>13 Cash &amp; Equivalents</b>	
5001-5099 Bank & Cash Balances	790,753
	<b>790,753</b>
<b>14 Payables</b>	
4000 Payables	51,597
4100 Accruals	38,359
4150 Deferred Income	
Current portion of long term borrowings	10,894
St Peter Adm Council	18,711
	<b>119,561</b>
<b>15 Non Current Liabilities</b>	
4200 Long Term Borrowing	245,757
PPP	75,195
	<b>320,952</b>

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**Capital Commitments****DESCRIPTION**

€

**Approved but not yet contracted for:**

-

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

Construction - Gnien il-Kunsill

42,161

Equipment and cameras - Gnien il-Kunsill

31,735

73,896

**Others**

The Council will be financing the project on Gnien il-Kunsill through a grant from the Urban Improvements Fund of € 132,753. An amount of Eur 100,000 is already included in prepayments.

## 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 2017	11,379	2,454,175	74,352	31,395	282,519	34,817	33,153	18,386	330,739	3,270,915
Additions	941	70,954	2,268	-	3,429	71	831	-	-	78,494
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of June 2017	12,320	2,525,129	76,620	31,395	285,948	34,888	33,984	18,386	330,739	3,349,409
<b>Grants/ other reimbursements</b>										
As at 1st January 2017	-	921,147	-	-	-	5,199	-	-	7,485	933,831
Additions	-	-	-	-	-	-	-	-	-	-
As at end of June 2017	-	921,147	-	-	-	5,199	-	-	7,485	933,831
<b>Accumulated Depreciation</b>										
As at 1st January 2017	-	817,339	46,502	31,395	248,759	20,737	23,284	18,065	-	1,206,081
Charge for the period	-	33,560	1,141	-	4,969	1,087	1,058	34	-	41,849
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at end of June 2017	-	850,899	47,643	31,395	253,728	21,824	24,342	18,099	-	1,247,930
<b>NBV</b> As at end of June 2017	12,320	753,083	28,977	-	32,220	7,865	9,642	287	323,254	1,167,648