

**Haż-Żabbar**  
*(Città Hompesch)*

# **Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of June 2025 (Quarter 2)**

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### Overview and Summary

The financial report covers the period January to June 2025. During this period under review, the Council's total revenue amounted to €574,466, while total expenditure reached €442,114.

The Council received €507,251 as Government allocation. Income generated from Bye-Laws amounted to €44,549, mainly derived from applications related to the use of machinery.

Revenue from LES totalled €5,095, corresponding to the 10% administrative fee on fines collected by the Council on behalf of the Regional Committees. Other income amounted to €2,586, primarily consisting of refunds related to Junior Science club courses.

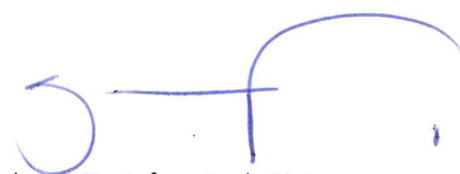
Salary-related expenses amounted to €119,298, while Operations and Maintenance costs reached €226,129. Administration costs during the period were €19,279, and Other Expenditure, mainly depreciation, totalled €77,407.

This year, there was an increase in the allocation for the Mayor and Councillors. Arrears were also paid to employees, related to the signing of the collective agreement.

It is important to note that in 2025, the Council was no longer directly responsible for waste collection services, as this responsibility was transferred to Regjun Port. Consequently, the Council's allocation was reduced, with the funds for waste collection being provided directly to Regjun Port.



Jorge Grech  
Mayor



Stephanie Testaferrata de Noto  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of June 2025 (Quarter 2)**

DESCRIPTION	Actual for the Period	Annual Budget 2025	Virements for the Period	Revised Annual Budget 2025
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	522,227	1,061,646	(18,345)	1,079,992
Income raised from Bye-Laws (2)	44,549	36,000	-	36,000
Income raised from LES (3)	5,095	7,500	-	7,500
Investment Income (4)	9	500	-	500
Other Income (5)	2,586	500	-	500
<b>TOTAL</b>	<b>574,466</b>	<b>1,106,146</b>	<b>(18,345)</b>	<b>1,124,492</b>
<b>Expenditure</b>				
Personal Emoluments (6)	119,298	294,176	(14,740)	308,916
Operations and Maintenance (7)	226,129	545,500	21,740	523,760
Administration (8)	19,279	46,000	-	46,000
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	77,407	160,713	-	160,713
<b>TOTAL</b>	<b>442,114</b>	<b>1,046,389</b>	<b>7,000</b>	<b>1,039,389</b>
<b>Surplus / Deficit</b>	<b>132,352</b>	<b>59,757</b>	<b>(25,345)</b>	<b>85,103</b>

## Statement of Financial Position as at end of June 2025 (Quarter 2)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2025	the Period	2025
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	911,042	937,681		937,681
<b>Current Assets</b>				
Inventories (11)	-	300	-	300
Receivables (12)	36,009	70,000	-	70,000
Cash and Cash Equivalents (13)	-	2,337,193	-	2,337,193
<b>Total Current Assets</b>	<b>36,009</b>	<b>2,407,493</b>	<b>-</b>	<b>2,407,493</b>
<b>Current Liabilities</b>				
Payables (14)	170,755	221,248	-	221,248
<b>Total Current Liabilities</b>	<b>170,755</b>	<b>221,248</b>	<b>-</b>	<b>221,248</b>
<b>Net Current Assets</b>	<b>(134,746)</b>	<b>2,186,245</b>	<b>-</b>	<b>2,186,245</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>26,949</b>	<b>-</b>	<b>26,949</b>
<b>Net Assets</b>	<b>776,296</b>	<b>3,096,977</b>	<b>-</b>	<b>3,096,977</b>
<b>Reserves</b>				
Retained Funds	2,710,686	3,008,328		3,008,328

## Financial Situation Indicator

DESCRIPTION				
Current Assets	36,009	2,407,493	-	2,407,493
Current Liabilities	170,755	221,248	-	221,248
<b>Working Capital</b>	<b>(134,746)</b>	<b>2,186,245</b>	<b>-</b>	<b>2,186,245</b>
Government Allocation	507,251	1,024,501	-	1,024,501
<b>FSI</b>	<b>(27) %</b>	<b>213 %</b>		<b>213 %</b>

## Cash flow Statement

DESCRIPTION	Actual for the Period €	Annual Budget 2025 €	Virements for the Period €	Revised Annual Budget 2025 €
<b>Cash flow from operating activities</b>				
Surplus for the year	132,352	59,757	(25,345)	85,103
Adjustments for:				
Depreciation	77,407	160,713	-	160,713
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	(11,866)	(60,000)		(60,000)
Increase / (Decrease) in accruals	48,997	50,176		50,176
Decrease / (Increase) in receivables	13,011	9,822		9,822
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	259,901	220,468	(25,345)	245,814
Interest paid				-
<i>Net cash from operating activities</i>	259,901	220,468	(25,345)	245,814
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment		(351,100)		(351,100)
Proceeds from sale of property, plant & equipment				-
Grants received	4,255			-
Interest received	9			-
<i>Net cash used in investing activities</i>	4,264	(351,100)	-	(351,100)
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings		(143,477)		(143,477)
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	(143,477)	-	(143,477)
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	264,166	(274,109)	(25,345)	(248,763)
Cash & cash equivalents at beginning of year	2,710,686	2,337,193		2,337,193
Cash & cash equivalents at end of Quarter	2,974,851	2,063,084	(25,345)	2,088,430

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2025	the Period	2025
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	507,251	1,024,501		1,024,501
0002-0004 In terms of section 58 CAP 363	10,000	22,845	(18,345)	41,191
0005-0019 Other income	4,976	14,300		14,300
	<b>522,227</b>	<b>1,061,646</b>	<b>(18,345)</b>	<b>1,079,992</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	1,176	1,000		1,000
0026-0035 Income from Permits	43,372	35,000		35,000
	<b>44,549</b>	<b>36,000</b>	<b>-</b>	<b>36,000</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees				-
0038-0055 Contraventions	5,095	7,500		7,500
	<b>5,095</b>	<b>7,500</b>	<b>-</b>	<b>7,500</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	9	500		500
0096-0099 Income received from Government Securities				-
	<b>9</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>5</b>				
0056-0065 Sponsorships				-
0066-0069 Documents & Information				-
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations				-
0110-0119 Contributions				-
0120-0129 General Income	2,586	500		500
	<b>2,586</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>Total</b>	<b>574,466</b>	<b>1,106,146</b>	<b>(18,345)</b>	<b>1,124,492</b>

## Detailed Expenditure

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2025	the Period	2025
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	30,064	50,000	(11,000)	61,000
1200 Employees' Salaries & Wages	72,443	196,540		196,540
1300 Bonuses	1,409	4,356		4,356
1400 Income Supplements	3,737	14,000	(3,740)	17,740
1500 Social Security Contributions	6,521	18,500		18,500
1600 Allowances	2,139	4,780		4,780
1700 Overtime	2,985	6,000		6,000
	<b>119,298</b>	<b>294,176</b>	<b>(14,740)</b>	<b>308,916</b>
<b>7 Operations and Maintenance</b>				
2100-2149 Public Utilities	3,612	12,500		12,500
2200-2259 Public Materials & Supplies	342	3,000		3,000
2300-2399 Repairs & upkeep	37,285	50,000		50,000
2400-2449 Rent	2,002	4,000		4,000
3010 Street Lightning	24,487	30,000		30,000
3020 Lease of Equipment				-
3030 Insurance	2,401	7,300		7,300
3035 Bank Charges	933	1,000		1,000
3038 Penalties				-
3041 Refuse Collection		143,000	25,990	117,010
3042 Bulky Refuse Collection	23,002	47,000		47,000
3043 Bins on wheels				-
3045 Bring in sites				-
3051 Road & Street Cleaning	57,944	120,000		120,000
3052 Cleaning & Maintenance of Non-Urban Areas	3,688	9,000		9,000
3053 Cleaning of Public Conveniences	11,654	15,000		15,000
3055 Cleaning of Council Premises		1,200		1,200
3040 Waste Disposal	2,124		(4,250)	4,250
3060 Cleaning & Maintenance of Parks & Gardens	13,950	12,000		12,000
3061 Cleaning & Maintenance of Soft Areas	10,885	21,000		21,000
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services	6,932	12,000		12,000
3070-3090 Consultation Fees		1,000		1,000
3100-3139 Contract & Project Management	6,000	6,000		6,000
3300-3379 Hospitality	17,190	45,000		45,000
3380-3389 Community	1,600	5,000		5,000
3390-3394 Donations				-
3600-3694 Local Enforcement Expenses	99	500		500
3700-3799 EU Projects				-
3800-3899 Twinning				-
	<b>226,129</b>	<b>545,500</b>	<b>21,740</b>	<b>523,760</b>
<b>8 Administration</b>				
2150-2199 Office Utilities	2,598	7,800		7,800
2260-2299 Office Materials & Supplies	243	1,500		1,500
2450-2499 Office Rent	250	500		500
2500-2599 National & International Memberships	825	1,000		1,000
2600-2699 Office Services	2,330	4,000		4,000
2700-2799 Transport	1,848	5,000		5,000
2800-2899 Travel	3,615	5,900		5,900
2900-2999 Information Services	2,434	7,500		7,500
3050 Office Cleaning	380	600		600
3410-3199 Professional Services	4,756	12,000		12,000
3200-3299 Training		100		100
3345 Office Hospitality				-
3400-3499 Incidental Expenses		100		100
	<b>19,279</b>	<b>46,000</b>	<b>-</b>	<b>46,000</b>
<b>9 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 2025	Virements for the Period	Revised Annual Budget 2025
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts				-
8000-8099 Depreciation As at end of June 2025	77,407	160,713		160,713
<i>Depreciation</i>				-
	77,407	160,713	-	160,713
<b>Total</b>	<b>442,114</b>	<b>1,046,389</b>	<b>7,000</b>	<b>1,039,389</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables		300		300
	-	300	-	300
<b>12 Receivables</b>				
0201-0209 Receivables	15,569	30,000		30,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	20,440	40,000		40,000
	36,009	70,000	-	70,000
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances		2,337,193		2,337,193
	-	2,337,193	-	2,337,193
<b>14 Payables</b>				
4000 Payables	50,476	136,248		136,248
4100 Accruals	78,665	85,000		85,000
4150 Deferred Income	18,932			-
Short-term Borrowings	22,682			-
	170,755	221,248	-	221,248
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing		26,949		26,949
	-	26,949	-	26,949

## Total Commitments (Recurrent and Capital)

DESCRIPTION	Year 2025 as at Quarter 1							
	Actual to date	Committed to date	Future Commitments to date	Total	Year 2025 Budget (at start of year)	Variance	Total Virements to date	Year 2025 Updated Budget
	€	€	€	€	€	€	€	€
a	b	c	d=a+b+c	e	f=e-d	g	h=e+g	
<b>Personal Emoluments</b>								
Mayor's Allowance	30,064			30,064	50,000	19,936	11,000	61,000
Employee Salaries and wages	72,443			72,443	196,540	124,097		196,540
Bonuses	1,409			1,409	4,356	2,947		4,356
Income Supplements	3,737			3,737	14,000	10,263	3,740	17,740
Social Security Contributions	6,521			6,521	18,500	11,979		18,500
Allowances	2,139			2,139	4,780	2,641		4,780
Overtime	2,985			2,985	6,000	3,015		6,000
	<b>119,298</b>	-	-	<b>119,298</b>	<b>294,176</b>	<b>174,878</b>	<b>14,740</b>	<b>308,916</b>
<b>Operations and maintenance</b>								
Utilities	3,612			3,612	12,500	8,888		12,500
Materials and supplies	342			342	3,000	2,658		3,000
Repair and upkeep (works)	37,285			37,285	50,000	12,715		50,000
Rent	2,002			2,002	4,000	1,998		4,000
Street lighting	24,487			24,487	30,000	5,513		30,000
Lease of Equipment				-		-		-
Insurance	2,401			2,401	7,300	4,899		7,300
Bank Charges	933			933	1,000	67		1,000
Penalties				-		-		-
Refuse collection				-	145,000	145,000	(27,990)	117,010
Bulky Refuse Collection	23,002			23,002	47,000	23,998		47,000
Bins on wheels				-		-		-
Bring in sites				-		-		-
Road and Street Cleaning	57,944			57,944	120,000	62,056		120,000
Cleaning and maintenance of non-urban areas	3,688			3,688	9,000	5,313		9,000
Cleaning of Public Conveniences	11,654			11,654	15,000	3,346		15,000
Cleaning of Council premises				-	1,200	1,200		1,200
Waste disposal	2,124			2,124		(2,124)	4,250	4,250
Cleaning & maintenance of parks and gardens	13,950			13,950	12,000	(1,950)	6,000	18,000
Cleaning & maintenance of soft areas	10,885			10,885	21,000	10,115		21,000
Cleaning & maintenance of Beaches & CA				-		-		-
Cleaning & maintenance of Country Non-Urban				-		-		-
Other contractual services	6,932			6,932	12,000	5,068		12,000
Consultation Fees				-	1,000	1,000		1,000
Contract & Project Management	6,000			6,000	6,000	-		6,000
Hospitality	17,190			17,190	45,000	27,810		45,000
Community	1,600			1,600	5,000	3,400		5,000
Donations				-		-		-
EU projects				-		-		-
Twinning				-		-		-
Local enforcement system	99			99	500	401		500
Provision for bad debts				-		-		-
	<b>226,129</b>	-	-	<b>226,129</b>	<b>547,500</b>	<b>321,371</b>	<b>(17,740)</b>	<b>529,760</b>
<b>Administration</b>								
Office utilities	2,598			2,598	7,800	5,202		7,800
Office Materials and Supplies	243			243	1,500	1,257		1,500
Office Rent	250			250	500	250		500
National and International memberships	825			825	1,000	175		1,000
Office Services	2,330			2,330	2,000	(330)	3,000	5,000
Transport	1,848			1,848	5,000	3,152		5,000
Travel	3,615			3,615	5,900	2,285		5,900
Information Services	2,434			2,434	7,500	5,066		7,500
Office cleaning	380			380	600	220		600
Professional services	4,756			4,756	12,000	7,244		12,000
Training				-	100	100		100
Office hospitality				-		-		-
Incidental Expenses				-	100	100		100
Interest on Bank Loan				-		-		-
Depreciation charge for the year				-	160,713	160,713		160,713
	<b>19,279</b>	-	-	<b>19,279</b>	<b>204,713</b>	<b>185,434</b>	<b>3,000</b>	<b>207,713</b>
<b>Total</b>	<b>364,707</b>	-	-	<b>364,707</b>	<b>1,046,389</b>	<b>681,682</b>	-	<b>1,046,389</b>
<b>Capital Expenditure/ Projects</b>								
Acquisition of property				-		-		-
Equipment	14,627			14,627	2,000	(12,627)		2,000
Office Furniture	528			528	18,000	17,472		18,000

Arches & Green wall	2,256		2,256	50,000	47,744		50,000
Embellishment Public Convenience / Capital Projects		230,000	230,000	513,000	283,000		513,000
			-		-		-
<b>Total</b>	<b>17,411</b>	<b>230,000</b>	<b>247,411</b>	<b>583,000</b>	<b>335,589</b>	<b>-</b>	<b>583,000</b>

**Note**

- 1 The amounts entered in the actual column will be the figures extracted from the Sage Reports.
- 2 The amounts entered in the committed column will be those amounts not yet entered into Sage as Creditors or Accruals in the case of expenditure and any accrued income or amounts due still outstanding.
- 3 Future Commitments will encompass all awarded tenders, RFQs, and Direct Orders that have not yet commenced or are still in progress. Additionally, any council decisions to procure goods or services will be recorded based on estimates provided by the Executive Secretary. These figures should be updated as new information becomes available

17 Depreciation of Property, Plant and Equipment

Asset	Trees	Construction works	Furniture & Fittings	New Street Signs	Urban Improvements	Office & Computer Equipment	Plant & Machinery	Motor Vehicles	Assets not yet capitalised	Total
% of depreciation	0%	10%	8%	100%	10%	20%	20%	20%	0%	
€	€	€	€	€	€	€	€	€	€	€
As at 1st January 2025	48,767	3,323,400	122,032	31,395	705,232	101,751	43,035	12,764	77,417	4,465,793
Additions			568		2,256	14,627				17,451
Disposals										-
As at end of June 2025	48,767	3,323,400	122,600	31,395	707,488	116,378	43,035	12,764	77,417	4,483,244
<b>Grants/ other reimbursements</b>										
As at 1st January 2025	16,851	1,369,626	598		60,437	19,003	15,767		27,711	1,509,993
Additions										-
As at end of June 2025	16,851	1,369,626	598	-	60,437	19,003	15,767	-	27,711	1,509,993
<b>Accumulated Depreciation</b>										
As at 1st January 2025		1,489,040	88,487	31,395	287,472	55,533	24,392	8,483		1,984,802
Charge for the period		45,364	2,518		25,177	2,522	549	1,277		77,407
Released on disposal										-
As at end of June 2025	-	1,534,404	91,005	31,395	312,649	58,055	24,941	9,760	-	2,062,209
<b>NBV</b>	31,916	419,370	30,997	-	334,402	39,320	2,327	3,004	49,706	911,042