



# **Ghaxaq Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of June 2021 (Quarter 2)**







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***Overview and Summary***

The financial report covers the period ended from 1 January 2021 to 30 June 2021. During this period under review the Council's revenue amounted to € 222,116. The total expenditure amounted to € 231,396 after taking into consideration depreciation of property, plant and equipment amounting to € 52,734.

The Council's Government allocation for the period amounted to € 201,133. Income from organic waste amounted to Euro 8,992 . Income raised for permits amounted to € 8,056. During the period the Local Council received income from the South Region amounting to Euro 2,508.

Income from LES amounted to Euro 1,427 and this was mainly generated from administrative charges for fines collected by the Council in favour of the LESA.

Salary costs amounted to € 50,971 while Operations and Maintenance amounted to € 106,622. Included with operations and maintenance there is community and social event costs of 3,761. During this period the Administration costs amounted to € 21,069.

During the period ended from 1 January 2021 to 30 June 2021 there were additions of Euro 47,423 to property, plant and equipment. An amount of Euro 40,756 are in respect of the Playing ground project.

The financial performance for the period ended from 1 January 2021 to 30 June 2021 resulted in a deficit of € (9,280).

Darren Abela  
Mayor

Fiona Cutajar  
Executive Secretary



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**Statement of Income and Expenditure**  
**1st January till End of June 2021 (Quarter 2)**

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	203,641	206,133	2,492	203,641
Income raised from Bye-Laws (2)	8,056	2,500	(5,556)	8,056
Income raised from LES (3)	1,427	750	(677)	1,427
Investment Income (4)	-	25	25	-
Other Income (5)	8,992	9,000	8	8,992
<b>TOTAL</b>	<b>222,116</b>	<b>218,408</b>	<b>(3,708)</b>	<b>222,116</b>
<b>Expenditure</b>				
Personal Emoluments (6)	50,971	50,334	(637)	50,971
Operations and Maintenance (7)	106,622	99,379	(7,243)	106,622
Administration (8)	21,069	23,265	2,196	21,069
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	52,734	47,298	(5,437)	52,734
<b>TOTAL</b>	<b>231,396</b>	<b>220,275</b>	<b>(11,121)</b>	<b>231,396</b>
<b>Surplus / Deficit</b>	<b>(9,280)</b>	<b>(1,868)</b>	<b>7,413</b>	<b>(9,280)</b>



## Statement of Financial Position as at end of June 2021 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	490,744	383,230	(107,514)	490,744
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	228,299	112,637	(115,662)	228,299
Cash and Cash Equivalents (13)	354,241	291,443	(62,798)	354,241
<b>Total Current Assets</b>	<b>582,540</b>	<b>404,080</b>	<b>(178,460)</b>	<b>582,540</b>
<b>Current Liabilities</b>				
Payables (14)	341,849	47,538	(294,311)	341,849
<b>Total Current Liabilities</b>	<b>341,849</b>	<b>47,538</b>	<b>(294,311)</b>	<b>341,849</b>
<b>Net Current Assets</b>	<b>240,691</b>	<b>356,542</b>	<b>115,851</b>	<b>240,691</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>731,435</b>	<b>739,772</b>	<b>8,337</b>	<b>731,435</b>
<b>Reserves</b>				
Retained Funds	731,435	739,772	8,337	731,435

## Financial Situation Indicator

DESCRIPTION				
Current Assets	582,540	404,080	(178,460)	582,540
Current Liabilities	341,849	47,538	(294,311)	341,849
<b>Working Capital</b>	<b>240,691</b>	<b>356,542</b>	<b>115,851</b>	<b>240,691</b>
Government Allocation	392,992	392,992	-	392,992
<b>FSI</b>	<b>61 %</b>	<b>91 %</b>		<b>61 %</b>





## Cash flow Statement

## DESCRIPTION

	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	(9,280)	(1,868)	7,413	(9,280)
Adjustments for:				
Depreciation	52,734	52,882	148	52,734
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset	-	-	-	-
Increase / (Decrease) in payables	(63,401)	(119,568)	(56,167)	(63,401)
Increase / (Decrease) in accruals	(749)	(9,573)	(8,824)	(749)
Decrease / (Increase) in receivables	(10,119)	105,543	115,662	(10,119)
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	(30,815)	27,416	58,231	(30,815)
Interest paid				-
Subvention received in advance	106,403	-	(106,403)	106,403
<i>Net cash from operating activities</i>	<b>75,588</b>	<b>27,416</b>	<b>(48,172)</b>	<b>75,588</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(47,423)	(62,049)	(14,626)	(47,423)
Proceeds from sale of property, plant & equipment				-
Grants received	-	-	-	-
Interest received				-
<i>Net cash used in investing activities</i>	<b>(47,423)</b>	<b>(62,049)</b>	<b>(14,626)</b>	<b>(47,423)</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>28,165</b>	<b>(34,633)</b>	<b>(62,798)</b>	<b>28,165</b>
Cash & cash equivalents at beginning of year	326,076	326,076	-	326,076
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>354,241</b>	<b>291,443</b>	<b>(62,798)</b>	<b>354,241</b>



## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	201,133	201,133	-	201,133
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	2,508	5,000	2,492	2,508
	<b>203,641</b>	<b>206,133</b>	<b>2,492</b>	<b>203,641</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	-	-	-	-
0026-0035 Income from Permits	8,056	2,500	(5,556)	8,056
	<b>8,056</b>	<b>2,500</b>	<b>(5,556)</b>	<b>8,056</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	1,427	750	(677)	1,427
0038-0055 Contraventions	-	-	-	-
	<b>1,427</b>	<b>750</b>	<b>(677)</b>	<b>1,427</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	25	25	-
0096-0099 Income received from Government Securities	-	-	-	-
	<b>-</b>	<b>25</b>	<b>25</b>	<b>-</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information	-	-	-	-
0070-0075 EU funds	-	-	-	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	8,992	9,000	8	8,992
0120-0129 General Income	-	-	-	-
	<b>8,992</b>	<b>9,000</b>	<b>8</b>	<b>8,992</b>
<b>Total</b>	<b>222,116</b>	<b>218,408</b>	<b>(3,708)</b>	<b>222,116</b>



## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
	1100 Mayor's Allowance	5,463	5,463	(0)	5,463
	1200 Employees' Salaries & Wages	35,751	34,765	(987)	35,751
	1300 Bonuses	-	-	-	-
	1400 Income Supplements	-	-	-	-
	1500 Social Security Contributions	3,257	3,257	(1)	3,257
	1600 Allowances	6,500	6,500	-	6,500
	1700 Overtime	-	350	350	-
		<b>50,971</b>	<b>50,334</b>	<b>(637)</b>	<b>50,971</b>
		€	€	€	€
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	-	-	-	-
	2200-2259 Public Materials & Supplies	5,899	8,000	2,101	5,899
	2300-2399 Repairs & upkeep	25,174	14,000	(11,174)	25,174
	2400-2449 Rent	-	-	-	-
	3010 Street Lighting	-	3,000	3,000	-
	3020 Lease of Equipment	-	-	-	-
	3030 Insurance	750	750	-	750
	3035 Bank Charges	255	300	45	255
	3038 Penalties	-	-	-	-
	3041 Refuse Collection	26,768	20,779	(5,989)	26,768
	3042 Bulky Refuse Collection	6,057	6,000	(57)	6,057
	3043 Bins on wheels	-	-	-	-
	3045 Bring in sites	-	-	-	-
	3051 Road & Street Cleaning	17,290	16,500	(790)	17,290
	3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-
	3053 Cleaning of Public Conveniences	-	300	300	-
	3055 Cleaning of Council Premises	-	-	-	-
	3040 Waste Disposal	20,216	20,000	(216)	20,216
	3060 Cleaning & Maintenance of Parks & Gardens	-	-	-	-
	3061 Cleaning & Maintenance of Soft Areas	-	-	-	-
	3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-
	3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-
	6064 Other Contractual Services	-	250	250	-
	3070-3090 Consultation Fees	-	-	-	-
	3100-3139 Contract & Project Management	-	-	-	-
	3300-3379 Hospitality	-	-	-	-
	3380-3389 Community	3,761	9,000	5,239	3,761
	3390-3394 Donations	-	-	-	-
	3600-3694 Local Enforcement Expenses	452	500	48	452
	3700-3799 EU Projects	-	-	-	-
	3800-3899 Twinning	-	-	-	-
	Irrigation scheme	-	-	-	-
		<b>106,622</b>	<b>99,379</b>	<b>(7,243)</b>	<b>106,622</b>
		€	€	€	€
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	3,913	3,500	(413)	3,913
	2260-2299 Office Materials & Supplies	-	-	-	-
	2450-2499 Office Rent	266	265	(1)	266
	2500-2599 National & International Memberships	-	-	-	-
	2600-2699 Office Services	1,441	1,750	309	1,441
	2700-2799 Transport	955	1,000	45	955
	2800-2899 Travel	-	-	-	-
	2900-2999 Information Services	1,209	1,750	541	1,209
	3050 Office Cleaning	-	-	-	-
	3410-3199 Professional Services	13,285	15,000	1,715	13,285
	3200-3299 Training	-	-	-	-
	3345 Office Hospitality	-	-	-	-
	3400-3499 Incidental Expenses	-	-	-	-
		<b>21,069</b>	<b>23,265</b>	<b>2,196</b>	<b>21,069</b>
		€	€	€	€



9 Finance Costs  
3036 Interest on Bank Loan

				-
				-
-	-	-	-	-





## Detailed Statement of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset	-	(5,584)	(5,584)	-
3695 Increase/(Decrease) in allowance for bad debts			-	-
8000-8099 Depreciation As at end of June 2021	52,734	52,882	148	52,734
				-
	<b>52,734</b>	<b>47,298</b>	<b>(5,437)</b>	<b>52,734</b>
<b>Total</b>	<b>231,396</b>	<b>220,275</b>	<b>(11,121)</b>	<b>231,396</b>
<b>11 Inventories</b>				
5201-5249 Stationery		-		-
5250-5299 Consumables		-		-
		-		-
	-	-	-	-
<b>12 Receivables</b>				
0201-0209 Receivables	31,842	21,083	(10,759)	31,842
0210-0219 LES Receivables			-	-
0220-0229 Receivables from EU			-	-
0250 Prepayments & Accrued income	195,778	90,875	(104,903)	195,778
Gurnishee	679	679	-	679
	<b>228,299</b>	<b>112,637</b>	<b>(115,662)</b>	<b>228,299</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	354,241	291,443	(62,798)	354,241
	<b>354,241</b>	<b>291,443</b>	<b>(62,798)</b>	<b>354,241</b>
<b>14 Payables</b>				
4000 Payables	198,481	38,767	(159,714)	198,481
4100 Accruals	17,585	8,771	(8,814)	17,585
4150 Deferred Income	19,380	-	(19,380)	19,380
Short-term Borrowings		-	-	-
Government grants received in advance	106,403		(106,403)	106,403
	<b>341,849</b>	<b>47,538</b>	<b>(294,311)</b>	<b>341,849</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing			-	-
L0				-
	-	-	-	-



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



## 17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Property	Office Furniture	Plant & Machinery	Office Equipment	Urban Improvements	Motor Vehicle	New Street Signs	Construction works	Special programmes	Total
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2021	24,701	31,402	19,280	61,007	66,485	8,200	14,884	1,433,960	756,101	2,416,020
Additions	-	-	-	-	6,667	-	-	-	40,756	47,423
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of June 2021	24,701	31,402	19,280	61,007	73,152	8,200	14,884	1,433,960	796,857	2,463,443
Grants/ other reimbursements										
As at 1st January 2021	-	-	1,883	2,637	-	-	-	211,440	509,452	725,412
Additions	-	-	-	-	-	-	-	-	-	-
As at end of June 2021	-	-	1,883	2,637	-	-	-	211,440	509,452	725,412
Accumulated Depreciation										
As at 1st January 2021	3,869	22,400	16,016	54,171	50,056	5,830	14,884	1,024,446	2,881	1,194,553
Charge for the period	124	692	115	780	2,098	820	-	31,887	16,218	52,734
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at end of June 2021	3,993	23,092	16,131	54,951	52,154	6,650	14,884	1,056,333	19,099	1,247,287
NBV As at end of June 2021	20,708	8,310	1,266	3,419	20,998	1,550	-	166,187	268,306	490,744





