



Il-Mellieħa Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2021 (Quarter 1)

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Overview and Summary

The Council's income during the period January / March 2021 amounted to €335,009, against an expenditure of €316,116, resulting in a surplus for the year to date of €18,893.

The value of Current Assets has slightly decreased by €8,498 as compared to the previous quarter and stood at €1,477,819. These consisted of Cash and Cash Equivalents amounting to €1,271,119, Inventories (Stocks) at €21,452 and receivables which amounted to €185,248.

The net Current Liabilities have decreased as compared to the previous quarter, from €712,995, to €599,829. These were made up of Payables (€77,367), and accruals (€212,261) with respect expenditure which has been incurred, however not invoiced for by the end of the period under review. There was also a Deferred Income of €310,201 which resulted from yet unspent EU funds related EAFRD and ERDF Projects. There was also an outstanding income due from Infrastructure Malta with respect to the reconstruction of Triq il-Qortin. Deferred Income results from grant agreements entered into by the Council with other entities, where the implementation and/or administrative procedures have not as yet been fully settled.

Considering all these parameters, the Financial Situation Indicator grew by 7% over the previous quarter and reached 70%.

€6,738 worth of Fixed Assets were capitalized since the beginning of the financial year, while the net value of disposals was nil. The purchase cost of all Fixed Assets acquired by the Council was €9,916,414 having a net book value of €2,209,745 up to the end of the period under review.

Dario Vella
Mayor

Carmel Debono
Executive Secretary

Statement of Income and Expenditure
1st January till End of March 2021 (Quarter 1)

DESCRIPTION	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
Income				
Funds received from Central Government (1)	318,537	1,417,742	-	1,417,742
Income raised from Bye-Laws (2)	15,383	57,500	-	57,500
Income raised from LES (3)	1,066	5,000	-	5,000
Investment Income (4)	23	600	-	600
Other Income (5)	-	450	-	450
TOTAL	335,009	1,481,292	-	1,481,292
Expenditure				
Personal Emoluments (6)	52,329	219,790	-	219,790
Operations and Maintenance (7)	154,319	920,180	-	920,180
Administration (8)	16,955	73,823	-	73,823
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	92,513	257,613	-	257,613
TOTAL	316,116	1,471,406	-	1,471,406
Surplus / Deficit	18,893	9,886	-	9,886

Statement of Financial Position as at end of March 2021 (Quarter 1)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	2,209,745	2,928,794		2,928,794
Current Assets				
Inventories (11)	21,452	15,000	-	15,000
Receivables (12)	185,248	40,000	-	40,000
Cash and Cash Equivalents (13)	1,271,119	210,313	-	210,313
Total Current Assets	1,477,819	265,313	-	265,313
Current Liabilities				
Payables (14)	599,829	48,568	-	48,568
Total Current Liabilities	599,829	48,568	-	48,568
Net Current Assets	877,990	216,745	-	216,745
Non-current liabilities (15)	-	-	-	-
Net Assets	3,087,735	3,145,539	-	3,145,539
Reserves				
Retained Funds	3,087,735	3,145,539		3,145,539

Financial Situation Indicator

DESCRIPTION				
Current Assets		1,477,819	265,313	265,313
Current Liabilities		599,829	48,568	48,568
Working Capital		877,990	216,745	216,745
Government Allocation		1,248,638	1,248,638	1,248,638
FSI		70 %	17 %	17 %

Cash flow Statement

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
Cash flow from operating activities				
Surplus for the year	18,893	9,886	-	9,886
Adjustments for:				
Depreciation	92,513	257,613	-	257,613
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable	(23)			-
Interest payable				-
(Profit) / Loss on disposal of asset	-			-
Increase / (Decrease) in payables	9,123			-
Increase / (Decrease) in accruals	(24,745)			-
Decrease / (Increase) in receivables	(108,571)			-
Decrease / (Increase) in inventories	2,143			-
Decrease / (Increase) in inventories				-
Cash generated from operations	(10,667)	267,499	-	267,499
Interest paid				-
<i>Net cash from operating activities</i>	(10,667)	267,499	-	267,499
Cash flows from investing activities				
Purchase of property, plant & equipment	(6,738)	(1,904,235)		(1,904,235)
Proceeds from sale of property, plant & equipment				-
Grants received		778,652		778,652
Interest received	23			-
<i>Net cash used in investing activities</i>	(6,715)	(1,125,583)	-	(1,125,583)
Cash flows from financing activities				
Proceeds from long-term borrowings	-			-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	(17,382)	(858,084)	-	(858,084)
Cash & cash equivalents at beginning of year	1,255,089	1,068,397		1,068,397
Cash & cash equivalents at end of Quarter	1,237,707	210,313	-	210,313

Detailed Income

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	310,409	1,248,638		1,248,638
0002-0004 In terms of section 58 CAP 363		144,572		144,572
0005-0019 Other income	8,128	24,532		24,532
	318,537	1,417,742	-	1,417,742
2 Income raised from Bye-Laws				
0021-0025 Community Services	418	7,500		7,500
0026-0035 Income from Permits	14,965	50,000		50,000
	15,383	57,500	-	57,500
3 Local Enforcement Income				
0037 Commission from Regional Committees	1,066	5,000		5,000
0038-0055 Contraventions	-	-		-
	1,066	5,000	-	5,000
4 Investment Income				
0091-0095 Bank interest	23	600		600
0096-0099 Income received from Governmet Securities				-
	23	600	-	600
5				
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	-	450		450
	-	450	-	450
Total	335,009	1,481,292	-	1,481,292

Detailed Expenditure

DESCRIPTION	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
6 i) Personal Emoluments				
1100 Mayor's Allowance	3,818	15,270		15,270
1200 Employees' Salaries & Wages	38,047	148,468		148,468
1300 Bonuses	-	12,153		12,153
1400 Income Supplements	848	1,696		1,696
1500 Social Security Contributions	3,420	13,424		13,424
1600 Allowances	5,945	23,780		23,780
1700 Overtime	251	5,000		5,000
	52,329	219,790	-	219,790
7 Operations and Maintenance				
2100-2149 Public Utilities	2,084	9,878		9,878
2200-2259 Public Materials & Supplies	1,179	4,500		4,500
2300-2399 Repairs & upkeep	25,410	152,400		152,400
2400-2449 Rent	583	4,250		4,250
3010 Street Lightning	16,143	36,000		36,000
3020 Lease of Equipment				-
3030 Insurance	353	6,000		6,000
3035 Bank Charges		1,000		1,000
3038 Penalties				-
3041 Refuse Collection	33,412	140,000		140,000
3042 Bulky Refuse Collection	11,109	40,000		40,000
3043 Bins on wheels				-
3045 Bring in sites	800	4,500		4,500
3051 Road & Street Cleaning		36,000		36,000
3052 Cleaning & Maintenance of Non-Urban Areas		30,000		30,000
3053 Cleaning of Public Conveniences	10,418	58,000		58,000
3055 Cleaning of Council Premises	828	3,500		3,500
3040 Waste Disposal	28,415	120,000		120,000
3060 Cleaning & Maintenance of Parks & Gardens				-
3061 Cleaning & Maintenance of Soft Areas	14,451	60,000		60,000
3062 Cleaning & Maintenance of Beaches & CA		500		500
3063 Cleaning & Maintenance of Country Non-Urban		1,000		1,000
6064 Other Contractual Services				-
3070-3090 Consultation Fees	2,478	2,000		2,000
3100-3139 Contract & Project Management	497	10,000		10,000
3300-3379 Hospitality	2,482	111,700		111,700
3380-3389 Community	3,548	36,216		36,216
3390-3394 Donations				-
3600-3694 Local Enforcement Expenses	129	100		100
3700-3799 EU Projects		47,386		47,386
3800-3899 Twinning		5,250		5,250
	154,319	920,180	-	920,180
8 Administration				
2150-2199 Office Utilities	2,541	13,073		13,073
2260-2299 Office Materials & Supplies				-
2450-2499 Office Rent				-
2500-2599 National & International Memberships	400	2,000		2,000
2600-2699 Office Services	1,082	7,300		7,300
2700-2799 Transport	3,559	13,300		13,300
2800-2899 Travel		3,300		3,300
2900-2999 Information Services	2,039	10,500		10,500
3050 Office Cleaning		100		100
3410-3199 Professional Services	5,192	17,500		17,500
3200-3299 Training	2,000	2,000		2,000
3345 Office Hospitality				-
3400-3499 Incidental Expenses	142	4,750		4,750
	16,955	73,823	-	73,823

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
	€	€	€	€
10 Other Expenditure				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts				-
8000-8099 Depreciation As at end of March 2021	92,513	257,613		257,613
				-
	92,513	257,613	-	257,613
Total	316,116	1,471,406	-	1,471,406
11 Inventories				
5201-5249 Stationery	-	-		-
5250-5299 Consumables	-	-		-
Books	21,452	15,000		15,000
	21,452	15,000	-	15,000
12 Receivables				
0201-0209 Receivables	174,664	25,000		25,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	10,584	15,000		15,000
				-
	185,248	40,000	-	40,000
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	1,271,119	210,313		210,313
	1,271,119	210,313	-	210,313
14 Payables				
4000 Payables	77,367	37,721		37,721
4100 Accruals	212,261	10,847		10,847
4150 Deferred Income	310,201			-
Current portion of long term borrowings				-
Current portion of long term borrowings	-	-		-
	599,829	48,568	-	48,568
15 Non Current Liabilities				
4200 Long Term Borrowing	-	-		-
Deferred Income	-	-		-
	-	-	-	-

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

Asset	Property	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Office Equipment	Office Furniture	Computer Software		Total
% of depreciation	1%	10%	0%	100%	10%	20%	7.5%	25%		
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2021	568,224	7,176,255	850,967	73,322	988,838	51,239	195,418	5,473		9,909,736
Additions			2,339		4,363		36			6,738
Disposals										-
As at end of March 2021	568,224	7,176,255	853,306	73,322	993,201	51,239	195,454	5,473	-	9,916,474
Grants/ other reimbursements										
As at 1st January 2021		1,769,540	-							1,769,540
Additions		-	-							-
As at end of March 2021	-	1,769,540	-	-	-	-	-	-	-	1,769,540
Accumulated Depreciation										
As at 1st January 2021	20,565	4,804,767		73,322	785,589	46,431	112,076	1,926		5,844,676
Charge for the period	561	70,396			16,927	1,054	3,398	179		92,513
Released on disposal									-	-
As at end of March 2021	21,126	4,875,163	-	73,322	802,516	47,485	115,474	2,105	-	5,937,189
NBV As at end of March 2021	547,099	531,552	853,306	-	190,685	3,754	79,981	3,369	-	2,209,745