



Il-Mellieħa 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 Council's income during the period January / June 2021 amounted to €676,677, consisting of €646,763 as Central Government Allocation, €27,280 as fees related to activities requiring the issue of permits by the Local Council, and €2,571 were related to Law Enforcement and other income.

The value of Current Assets has slightly increased by €213,376 as compared to the previous quarter and stood at €1,691,195. These consisted of Cash and Cash Equivalents amounting to €1,533,716, Inventories (Stocks) at €28,084 and receivables which amounted to €129,395.

The net Current Liabilities have decreased as compared to the previous quarter, from €599,829, to €517,444. These were made up of Payables (€156,687), and accruals (€286,528) with respect expenditure which has been incurred, however not invoiced for by the end of the period under review. Expenditure consisted of €103,921 on Personal Emolument, €294,688 on Operations and Maintenance, €27,082 on Administration, while Depreciation on fixed assets was calculated at €185,026.

Considering a total expenditure of €610,717, a surplus of €65,960 has resulted for the year to date. Considering all these parameters, the Financial Situation Indicator grew by 24% over the previous quarter and reached 94%.

€37,875 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 €9,909,736 having a net book value of €1,961,050 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 June 2021 (Quarter 2)

DESCRIPTION	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
Income				
Funds received from Central Government (1)	646,763	1,417,742	-	1,417,742
Income raised from Bye-Laws (2)	27,280	57,500	-	57,500
Income raised from LES (3)	2,571	5,000	-	5,000
Investment Income (4)	63	600	-	600
Other Income (5)	-	450	-	450
TOTAL	676,677	1,481,292	-	1,481,292
Expenditure				
Personal Emoluments (6)	103,921	219,790	-	219,790
Operations and Maintenance (7)	294,688	920,180	-	920,180
Administration (8)	27,082	73,823	-	73,823
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	185,026	257,613	-	257,613
TOTAL	610,717	1,471,406	-	1,471,406
Surplus / Deficit	65,960	9,886	-	9,886

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 €
Non-current Assets				
Property, Plant and Equipment (17)	1,961,050	2,928,794		2,928,794
Current Assets				
Inventories (11)	28,084	15,000	-	15,000
Receivables (12)	129,395	40,000	-	40,000
Cash and Cash Equivalents (13)	1,533,716	210,313	-	210,313
Total Current Assets	1,691,195	265,313	-	265,313
Current Liabilities				
Payables (14)	517,444	48,568	-	48,568
Total Current Liabilities	517,444	48,568	-	48,568
Net Current Assets	1,173,751	216,745	-	216,745
Non-current liabilities (15)	-	-	-	-
Net Assets	3,134,801	3,145,539	-	3,145,539
Reserves				
Retained Funds	3,134,801	3,145,539		3,145,539

Financial Situation Indicator

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
Current Assets	1,691,195	265,313	-	265,313
Current Liabilities	517,444	48,568	-	48,568
Working Capital	1,173,751	216,745	-	216,745
Government Allocation	1,248,638	1,248,638	-	1,248,638
FSI	94 %	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	65,960	9,886	-	9,886
Adjustments for:				
Depreciation	185,026	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	128,913	267,499	-	267,499
Interest paid				-
<i>Net cash from operating activities</i>	128,913	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	122,198	(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	1,377,287	210,313	-	210,313

Detailed Income

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2021	the Period	2021
		€	€	€	€
Income					
1	Funds received from Cental Government:				
	0001 In terms of section 55 CAP 363	619,819	1,248,638		1,248,638
	0002-0004 In terms of section 58 CAP 363	8,251	144,572		144,572
	0005-0019 Other income	18,693	24,532		24,532
		646,763	1,417,742	-	1,417,742
2	Income raised from Bye-Laws				
	0021-0025 Community Services	1,292	7,500		7,500
	0026-0035 Income from Permits	25,988	50,000		50,000
		27,280	57,500	-	57,500
3	Local Enforcement Income				
	0037 Commission from Regional Committees	2,571	5,000		5,000
	0038-0055 Contraventions	-	-		-
		2,571	5,000	-	5,000
4	Investment Income				
	0091-0095 Bank interest	63	600		600
	0096-0099 Income received from Governnet Securities				-
		63	600	-	600
5	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		676,677	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	7,635	15,270		15,270
	1200 Employees' Salaries & Wages	75,134	148,468		148,468
	1300 Bonuses	946	12,153		12,153
	1400 Income Supplements	848	1,696		1,696
	1500 Social Security Contributions	6,825	13,424		13,424
	1600 Allowances	11,990	23,780		23,780
	1700 Overtime	543	5,000		5,000
		103,921	219,790	-	219,790
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities	4,712	9,878		9,878
	2200-2259 Public Materials & Supplies	2,048	4,500		4,500
	2300-2399 Repairs & upkeep	37,418	152,400		152,400
	2400-2449 Rent	2,125	4,250		4,250
	3010 Street Lightning	16,089	36,000		36,000
	3020 Lease of Equipment				-
	3030 Insurance	3,175	6,000		6,000
	3035 Bank Charges	698	1,000		1,000
	3038 Penalties				-
	3041 Refuse Collection	65,415	140,000		140,000
	3042 Bulky Refuse Collection	20,095	40,000		40,000
	3043 Bins on wheels	1,040			-
	3045 Bring in sites		4,500		4,500
	3051 Road & Street Cleaning	17,841	36,000		36,000
	3052 Cleaning & Maintenance of Non-Urban Areas	14,784	30,000		30,000
	3053 Cleaning of Public Conveniences	20,377	58,000		58,000
	3055 Cleaning of Council Premises	2,340	3,500		3,500
	3040 Waste Disposal	46,126	120,000		120,000
	3060 Cleaning & Maintenance of Parks & Gardens				-
	3061 Cleaning & Maintenance of Soft Areas	27,390	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	2,958	2,000		2,000
	3100-3139 Contract & Project Management	1,487	10,000		10,000
	3300-3379 Hospitality	4,518	111,700		111,700
	3380-3389 Community	3,870	36,216		36,216
	3390-3394 Donations				-
	3600-3694 Local Enforcement Expenses	182	100		100
	3700-3799 EU Projects		47,386		47,386
	3800-3899 Twinning		5,250		5,250
		294,688	920,180	-	920,180
	DESCRIPTION	€	€	€	€
8	Administration				
	2150-2199 Office Utilities	4,584	13,073		13,073
	2260-2299 Office Materials & Supplies				-
	2450-2499 Office Rent				-
	2500-2599 National & International Memberships	15	2,000		2,000
	2600-2699 Office Services	2,048	7,300		7,300
	2700-2799 Transport	7,748	13,300		13,300
	2800-2899 Travel		3,300		3,300
	2900-2999 Information Services	1,548	10,500		10,500
	3050 Office Cleaning	47	100		100
	3410-3199 Professional Services	10,462	17,500		17,500
	3200-3299 Training		2,000		2,000
	3345 Office Hospitality				-
	3400-3499 Incidental Expenses	630	4,750		4,750
		27,082	73,823	-	73,823

9	Finance Costs 3036 Interest on Bank Loan				-
		-	-	-	-

Detailed Statment 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 June 2021	185,026	257,613		257,613
				-
	185,026	257,613	-	257,613
Total	610,717	1,471,406	-	1,471,406
11 Inventories				
5201-5249 Stationery	-	-		-
5250-5299 Consumables	-	-		-
Books	28,084	15,000		15,000
	28,084	15,000	-	15,000
12 Receivables				
0201-0209 Receivables	120,644	25,000		25,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	8,751	15,000		15,000
				-
	129,395	40,000	-	40,000
13 Cash & Equivalent				
5001-5099 Bank & Cash Balances	1,533,716	210,313		210,313
	1,533,716	210,313	-	210,313
14 Payables				
4000 Payables	156,687	37,721		37,721
4100 Accruals	286,528	10,847		10,847
4150 Deferred Income	74,229			-
Current portion of long term borrowings				-
Current portion of long term borrowings	-	-		-
	517,444	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	€										Total
	Property	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Office Equipment	Office Furniture	Computer Software	€		
% 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			33,476		4,363		36				37,875
Disposals											-
As at end of June 2021	568,224	7,176,255	884,443	73,322	993,201	51,239	195,454	5,473	-	-	9,947,611
Grants/ other reimbursements											
As at 1st January 2021		1,956,859	-								1,956,859
Additions		-	-								-
As at end of June 2021	-	1,956,859	-	-	-	-	-	-	-	-	1,956,859
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	1,121	140,792	-	-	33,854	2,108	6,795	357			185,026
Released on disposal	-	-	-	-	-	-	-	-			-
As at end of June 2021	21,686	4,945,559	-	73,322	819,443	48,539	118,871	2,283	-	-	6,029,702
NBV	546,538	273,838	884,443	-	173,758	2,701	76,583	3,190	-	-	1,961,050