



# **Il-Mellieha Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of June 2022 (Quarter 2)**



# Table of Contents

---

Overview and Summary	<i>Page 3</i>
Statement of Income and Expenditure	<i>Page 4</i>
Statement of Financial Position	<i>Page 5</i>
Cash flow Statement	<i>Page 6</i>
Detailed Income	<i>Page 7</i>
Detailed Expenditure	<i>Page 8</i>
Detailed Statment of Financial Position	<i>Page 10</i>
Depreciation of Property, Plant and Equipment	<i>Page 11</i>

**Overview and Summary**

The Council's income during the period January / June 2022 amounted to €711,354, consisting of €677,114 as Central Government Allocation, €30,854 as fees related to activities requiring the issue of permits by the Local Council, and €3,386 were related to Law Enforcement and other income.

The value of Current Assets has decreased by €48,592 as compared to the previous quarter and stood at €2,086,430. These consisted of Cash and Cash Equivalents amounting to €2,010,669, Inventories (Stocks) at €24,058 and receivables which amounted to €51,703.

The Net Current Liabilities have continued decrease as compared to the previous quarter, from €876,242, to €715,046. These were made up of Payables (€214,012), and accruals (€155,410) 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 €345,624 resulting from an early advance of funds related to funding schemes.

Expenditure consisted of €112,555 on Personal Emolument, €288,851 on Operations and Maintenance, €25,328 on Administration, while Depreciation on fixed assets was calculated at €141,197.

Considering a total expenditure of €567,931, a surplus of €143,424 has resulted for the year to date. Taking all these parameters into account, the Financial Situation Indicator increased by 9% over the previous quarter and reached 109%.

€46,088 worth of Fixed Assets were added 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 €10,453,608 having a net book value of €1,979,239 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 2022 (Quarter 2)**

**DESCRIPTION**

	Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	677,114	1,409,011	-	1,409,011
Income raised from Bye-Laws (2)	30,854	68,258	-	68,258
Income raised from LES (3)	3,082	7,165	-	7,165
Investment Income (4)	274	550	-	550
Other Income (5)	30	450	-	450
<b>TOTAL</b>	<b>711,354</b>	<b>1,485,434</b>	<b>-</b>	<b>1,485,434</b>
<b>Expenditure</b>				
Personal Emoluments (6)	112,555	221,179	-	221,179
Operations and Maintenance (7)	288,851	873,844	-	873,844
Administration (8)	25,328	78,800	-	78,800
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	141,197	303,714	-	303,714
<b>TOTAL</b>	<b>567,931</b>	<b>1,477,537</b>	<b>-</b>	<b>1,477,537</b>
<b>Surplus / Deficit</b>	<b>143,424</b>	<b>7,897</b>	<b>-</b>	<b>7,897</b>

Statement of Financial Position as at end of June 2022 (Quarter 2)

DESCRIPTION	Actual for the Period €	Annual Budget 2022 €	Virements for the Period €	Revised Annual Budget 2022 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	1,979,239	2,496,125		2,496,125
<b>Current Assets</b>				
Inventories (11)	24,058	25,000	-	25,000
Receivables (12)	51,703	50,000	-	50,000
Cash and Cash Equivalents (13)	2,010,669	943,944	-	943,944
<b>Total Current Assets</b>	<b>2,086,430</b>	<b>1,018,944</b>	<b>-</b>	<b>1,018,944</b>
<b>Current Liabilities</b>				
Payables (14)	715,046	370,709	-	370,709
<b>Total Current Liabilities</b>	<b>715,046</b>	<b>370,709</b>	<b>-</b>	<b>370,709</b>
<b>Net Current Assets</b>	<b>1,371,384</b>	<b>648,235</b>	<b>-</b>	<b>648,235</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>3,350,623</b>	<b>3,144,360</b>	<b>-</b>	<b>3,144,360</b>
<b>Reserves</b>				
Retained Funds	3,350,623	3,144,360		3,144,360

Financial Situation Indicator

DESCRIPTION				
Current Assets	2,086,430	1,018,944	-	1,018,944
Current Liabilities	715,046	370,709	-	370,709
<b>Working Capital</b>	<b>1,371,384</b>	<b>648,235</b>	<b>-</b>	<b>648,235</b>
Government Allocation	1,262,341	1,262,341	-	296,395
<b>FSI</b>	<b>109 %</b>	<b>51 %</b>		<b>219 %</b>

## Cash flow Statement

### DESCRIPTION

	Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	143,424	7,897	-	7,897
Adjustments for:				
Depreciation	141,197	303,714	-	303,714
Increase / (Decrease) in Allowance for Bad Debts			-	-
Interest receivable			-	-
Interest payable			-	-
(Profit) / Loss on disposal of asset			-	-
Increase / (Decrease) in payables	(108,664)			-
Increase / (Decrease) in accruals	152,322			-
Decrease / (Increase) in receivables	(54,784)			-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	273,494	311,611	-	311,611
Interest paid				-
<i>Net cash from operating activities</i>	273,494	311,611	-	311,611
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(46,088)	(1,619,251)		(1,619,251)
Proceeds from sale of property, plant & equipment				-
Grants received		730,010		730,010
Interest received				-
<i>Net cash used in investing activities</i>	(46,088)	(889,241)	-	(889,241)
<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>	227,406	(577,630)	-	(577,630)
Cash & cash equivalents at beginning of year	1,783,263	1,521,574		1,521,574
<b>Cash &amp; cash equivalents at end of Quarter</b>	2,010,669	943,944	-	943,944

## Detailed Income

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2022	the Period	2022
		€	€	€	€
<b>Income</b>					
<b>1</b>	<b>Funds received from Cental Government:</b>				
	0001 In terms of section 55 CAP 363	631,170	1,262,341		1,262,341
	0002-0004 In terms of section 58 CAP 363	40,874	132,170		132,170
	0005-0019 Other income	5,070	14,500		14,500
		<b>677,114</b>	<b>1,409,011</b>	<b>-</b>	<b>1,409,011</b>
<b>2</b>	<b>Income raised from Bye-Laws</b>				
	0021-0025 Community Services	6,326	12,750		12,750
	0026-0035 Income from Permits	24,528	55,508		55,508
		<b>30,854</b>	<b>68,258</b>	<b>-</b>	<b>68,258</b>
<b>3</b>	<b>Local Enforcement Income</b>				
	0037 Commission from Regional Committees	2,768	7,065		7,065
	0038-0055 Contraventions	314	100		100
		<b>3,082</b>	<b>7,165</b>	<b>-</b>	<b>7,165</b>
<b>4</b>	<b>Investment Income</b>				
	0091-0095 Bank interest	274	550		550
	0096-0099 Income received from Governnet Securities				-
		<b>274</b>	<b>550</b>	<b>-</b>	<b>550</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	30	450		450
		<b>30</b>	<b>450</b>	<b>-</b>	<b>450</b>
<b>Total</b>		<b>711,354</b>	<b>1,485,434</b>	<b>-</b>	<b>1,485,434</b>



**Detailed Expenditure**

<b>DESCRIPTION</b>		<b>Actual for the Period</b>	<b>Annual Budget 2022</b>	<b>Virements for the Period</b>	<b>Revised Annual Budget 2022</b>
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
	1100 Mayor's Allowance	7,499	15,299		15,299
	1200 Employees' Salaries & Wages	86,657	149,658		149,658
	1300 Bonuses	947	12,213		12,213
	1400 Income Supplements	848	1,696		1,696
	1500 Social Security Contributions	5,878	13,533		13,533
	1600 Allowances	8,877	23,780		23,780
	1700 Overtime	1,849	5,000		5,000
		<b>112,555</b>	<b>221,179</b>	-	<b>221,179</b>
	<b>DESCRIPTION</b>	€	€	€	€
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	5,741	12,000		12,000
	2200-2259 Public Materials & Supplies	2,885	4,900		4,900
	2300-2399 Repairs & upkeep	18,745	154,544		154,544
	2400-2449 Rent	2,100	4,250		4,250
	3010 Street Lightning	20,964	36,000		36,000
	3020 Lease of Equipment	-	-		-
	3030 Insurance	3,175	6,500		6,500
	3035 Bank Charges	741	2,500		2,500
	3038 Penalties	-	-		-
	3041 Refuse Collection	68,741	155,000		155,000
	3042 Bulky Refuse Collection	18,741	40,000		40,000
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	800	2,500		2,500
	3051 Road & Street Cleaning	18,398	36,000		36,000
	3052 Cleaning & Maintenance of Non-Urban Areas	14,975	30,000		30,000
	3053 Cleaning of Public Conveniences	18,975	63,000		63,000
	3055 Cleaning of Council Premises	1,294	3,500		3,500
	3040 Waste Disposal	41,766	105,000		105,000
	3060 Cleaning & Maintenance of Parks & Gardens	-	-		-
	3061 Cleaning & Maintenance of Soft Areas	30,697	62,000		62,000
	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	918	3,500		3,500
	3100-3139 Contract & Project Management	2,478	8,000		8,000
	3300-3379 Hospitality	10,978	114,300		114,300
	3380-3389 Community	5,652	14,000		14,000
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	87	100		100
	3700-3799 EU Projects	-	9,500		9,500
	3800-3899 Twinning	-	5,250		5,250
		<b>288,851</b>	<b>873,844</b>	-	<b>873,844</b>
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	4,972	11,350		11,350
	2260-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	1,000	2,000		2,000
	2600-2699 Office Services	2,633	6,100		6,100
	2700-2799 Transport	6,368	13,900		13,900
	2800-2899 Travel	-	3,300		3,300
	2900-2999 Information Services	315	13,300		13,300
	3050 Office Cleaning	-	100		100
	3410-3199 Professional Services	8,751	20,000		20,000
	3200-3299 Training	-	4,000		4,000
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	1,289	4,750		4,750
		<b>25,328</b>	<b>78,800</b>	-	<b>78,800</b>

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

			-
			-
-	-	-	-

## Detailed Statment of Financial Position

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2022	the Period	2022
		€	€	€	€
<b>10</b>	<b>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 2022	141,197	303,714		303,714
					-
	Depreciation	141,197	303,714	-	303,714
	<b>Total</b>	<b>567,931</b>	<b>1,477,537</b>	<b>-</b>	<b>1,477,537</b>
<b>11</b>	<b>Inventories</b>				
	5201-5249 Stationery				-
	5250-5299 Consumables				-
	Books	24,058	25,000		25,000
		24,058	25,000	-	25,000
<b>12</b>	<b>Receivables</b>				
	0201-0209 Receivables	41,156	30,000		30,000
	0210-0219 LES Receivables				-
	0220-0229 Receivables from EU				-
	0250 Prepayments & Accrued income	10,547	20,000		20,000
					-
		51,703	50,000	-	50,000
<b>13</b>	<b>Cash &amp; Equivalents</b>				
	5001-5099 Bank & Cash Balances	2,010,669	943,944		943,944
		2,010,669	943,944	-	943,944
<b>14</b>	<b>Payables</b>				
	4000 Payables	214,012	310,709		310,709
	4100 Accruals	155,410	15,000		15,000
	4150 Deferred Income	345,624	45,000		45,000
	Short-term Borrowings				-
					-
		715,046	370,709	-	370,709
<b>15</b>	<b>Non Current Liabilities</b>				
	4200 Long Term Borrowing				-
					-
		-	-	-	-

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	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Office Equipment	Office Furniture	Computer Software		Total
1%	10%	0%	100%	10%	20%	7.5%	25%		
€	€	€	€	€	€	€	€	€	€

**Cost**

As at 1st January 2022  
Additions  
Disposals  
As at end of June 2022

568,224	7,183,517	1,076,659	73,322	1,245,926	58,944	195,455	5,473		10,407,520
	20,149	-		25,414	525	-			46,088
		-		-					-
<b>568,224</b>	<b>7,203,666</b>	<b>1,076,659</b>	<b>73,322</b>	<b>1,271,340</b>	<b>59,469</b>	<b>195,455</b>	<b>5,473</b>	<b>-</b>	<b>10,453,608</b>

**Grants/ other reimbursements**

As at 1st January 2022  
Additions  
As at end of June 2022

	1,452,136	753,968							2,206,104
	-	-							-
<b>-</b>	<b>1,452,136</b>	<b>753,968</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,206,104</b>

**Accumulated Depreciation**

As at 1st January 2022  
Charge for the period  
Released on disposal  
As at end of June 2022

22,634	5,059,704	-	73,322	793,815	50,630	124,324	2,640		6,127,069
1,035	127,469	-	-	4,113	2,100	6,124	357		141,197
-	-	-	-	-	-	-	-	-	-
<b>23,669</b>	<b>5,187,173</b>	<b>-</b>	<b>73,322</b>	<b>797,928</b>	<b>52,730</b>	<b>130,448</b>	<b>2,997</b>	<b>-</b>	<b>6,268,266</b>

**NBV** As at end of June 2022

<b>544,556</b>	<b>564,358</b>	<b>322,691</b>	<b>-</b>	<b>473,412</b>	<b>6,740</b>	<b>65,007</b>	<b>2,476</b>	<b>-</b>	<b>1,979,239</b>
----------------	----------------	----------------	----------	----------------	--------------	---------------	--------------	----------	------------------