



# **Il-Mellieħa Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of December 2021 (Quarter 4)**

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**Overview and Summary**

The Council's income during the period October / December 2021 amounted to €1,419,589, consisting of €1,337,066 as Central Government Allocation, €69,757 as fees related to activities requiring the issue of permits by the Local Council, and €12,766 were related to Law Enforcement and other income.

The value of Current Assets has decreased by €80,513 as compared to the previous quarter and stood at €1,937,584. These consisted of Cash and Cash Equivalents amounting to €1,783,263, Inventories (Stocks) at €17,789 and receivables which amounted to €136,532.

The net Current Liabilities have continued increase as compared to the previous quarter, from €791,929, to €833,653. These were made up of Payables (€372,881), and accruals (€327,512) 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 €133,260 resulting from an early advance of funds related to Department for Local Government funding schemes.

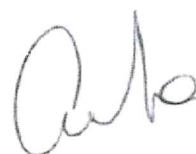
Expenditure consisted of €218,899 on Personal Emolument, €750,506 on Operations and Maintenance, €58,354 on Administration, while Depreciation on fixed assets was calculated at €282,393.

Considering a total expenditure of €1,310,152, a surplus of €109,437 has resulted for the year to date. Taking all these parameters into account, the Financial Situation Indicator shrank by 10% over the previous quarter and reached 88%.

€497,784 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 €9,909,736 having a net book value of €2,074,347 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 December 2021 (Quarter 4)**

DESCRIPTION	Actual for the Period €	Annual Budget 2021 €	Virements for the Period €	Revised Annual Budget 2021 €
<b>Income</b>				
Funds received from Central Government (1)	1,337,066	1,417,742	-	1,417,742
Income raised from Bye-Laws (2)	69,757	57,500	-	57,500
Income raised from LES (3)	7,561	5,000	-	5,000
Investment Income (4)	533	600	-	600
Other Income (5)	4,672	450	-	450
<b>TOTAL</b>	<b>1,419,589</b>	<b>1,481,292</b>	<b>-</b>	<b>1,481,292</b>
<b>Expenditure</b>				
Personal Emoluments (6)	218,899	219,790	-	219,790
Operations and Maintenance (7)	750,506	920,180	-	920,180
Administration (8)	58,354	73,823	-	73,823
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	282,393	257,613	-	257,613
<b>TOTAL</b>	<b>1,310,152</b>	<b>1,471,406</b>	<b>-</b>	<b>1,471,406</b>
<b>Surplus / Deficit</b>	<b>109,437</b>	<b>9,886</b>	<b>-</b>	<b>9,886</b>

Statement of Financial Position as at end of December 2021 (Quarter 4)

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)	2,074,347	2,928,794		2,928,794
<b>Current Assets</b>				
Inventories (11)	17,789	15,000	-	15,000
Receivables (12)	136,532	40,000	-	40,000
Cash and Cash Equivalents (13)	1,783,263	210,313	-	210,313
<b>Total Current Assets</b>	<b>1,937,584</b>	<b>265,313</b>	<b>-</b>	<b>265,313</b>
<b>Current Liabilities</b>				
Payables (14)	833,653	48,568	-	48,568
<b>Total Current Liabilities</b>	<b>833,653</b>	<b>48,568</b>	<b>-</b>	<b>48,568</b>
<b>Net Current Assets</b>	<b>1,103,931</b>	<b>216,745</b>	<b>-</b>	<b>216,745</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>3,178,278</b>	<b>3,145,539</b>	<b>-</b>	<b>3,145,539</b>
<b>Reserves</b>				
Retained Funds	3,178,278	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	1,937,584	265,313	-	265,313
Current Liabilities	833,653	48,568	-	48,568
<b>Working Capital</b>	<b>1,103,931</b>	<b>216,745</b>	<b>-</b>	<b>216,745</b>
Government Allocation	1,248,638	1,248,638	-	1,248,638
<b>FSI</b>	<b>88 %</b>	<b>17 %</b>		<b>17 %</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	109,437	9,886	-	9,886
Adjustments for:				
Depreciation	282,393	257,613	-	257,613
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable	(533)			-
Interest payable				-
(Profit) / Loss on disposal of asset	-			-
Increase / (Decrease) in payables	152,327			-
Increase / (Decrease) in accruals	155,956			-
Decrease / (Increase) in receivables	52,341			-
Decrease / (Increase) in inventories	10,294			-
Decrease / (Increase) in inventories				-
Cash generated from operations	762,215	267,499	-	267,499
Interest paid				-
<i>Net cash from operating activities</i>	<b>762,215</b>	<b>267,499</b>	-	<b>267,499</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(497,784)	(1,904,235)		(1,904,235)
Proceeds from sale of property, plant & equipment				-
Grants received	259,127	778,652		778,652
Interest received	533			-
<i>Net cash used in investing activities</i>	<b>(238,124)</b>	<b>(1,125,583)</b>	-	<b>(1,125,583)</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>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>524,091</b>	<b>(858,084)</b>	<b>-</b>	<b>(858,084)</b>
Cash & cash equivalents at beginning of year	1,259,172	1,068,397		1,068,397
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>1,783,263</b>	<b>210,313</b>	<b>-</b>	<b>210,313</b>

Detailed Income

DESCRIPTION	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 2021
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Central Government:</b>				
0001 In terms of section 55 CAP 363	1,248,638	1,248,638		1,248,638
0002-0004 In terms of section 58 CAP 363	83,171	144,572		144,572
0005-0019 Other income	5,257	24,532		24,532
	<b>1,337,066</b>	<b>1,417,742</b>	<b>-</b>	<b>1,417,742</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	14,239	7,500		7,500
0026-0035 Income from Permits	55,518	50,000		50,000
	<b>69,757</b>	<b>57,500</b>	<b>-</b>	<b>57,500</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	7,472	5,000		5,000
0038-0055 Contraventions	89	-		-
	<b>7,561</b>	<b>5,000</b>	<b>-</b>	<b>5,000</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	533	600		600
0096-0099 Income received from Government Securities				-
	<b>533</b>	<b>600</b>	<b>-</b>	<b>600</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	4,672	450		450
	<b>4,672</b>	<b>450</b>	<b>-</b>	<b>450</b>
<b>Total</b>	<b>1,419,589</b>	<b>1,481,292</b>	<b>-</b>	<b>1,481,292</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	15,270	15,270		15,270
	1200 Employees' Salaries & Wages	148,456	148,468		148,468
	1300 Bonuses	12,147	12,153		12,153
	1400 Income Supplements	1,696	1,696		1,696
	1500 Social Security Contributions	13,577	13,424		13,424
	1600 Allowances	23,780	23,780		23,780
	1700 Overtime	3,973	5,000		5,000
		<b>218,899</b>	<b>219,790</b>	<b>-</b>	<b>219,790</b>
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	9,415	9,878		9,878
	2200-2259 Public Materials & Supplies	8,064	4,500		4,500
	2300-2399 Repairs & upkeep	69,105	152,400		152,400
	2400-2449 Rent	3,760	4,250		4,250
	3010 Street Lighting	40,477	36,000		36,000
	3020 Lease of Equipment	1,912			-
	3030 Insurance	5,123	6,000		6,000
	3035 Bank Charges	1,758	1,000		1,000
	3038 Penalties	-			-
	3041 Refuse Collection	154,438	140,000		140,000
	3042 Bulky Refuse Collection	39,541	40,000		40,000
	3043 Bins on wheels	-			-
	3045 Bring in sites	1,440	4,500		4,500
	3051 Road & Street Cleaning	34,389	36,000		36,000
	3052 Cleaning & Maintenance of Non-Urban Areas	18,619	30,000		30,000
	3053 Cleaning of Public Conveniences	69,248	58,000		58,000
	3055 Cleaning of Council Premises	3,268	3,500		3,500
	3040 Waste Disposal	106,002	120,000		120,000
	3060 Cleaning & Maintenance of Parks & Gardens	-			-
	3061 Cleaning & Maintenance of Soft Areas	61,800	60,000		60,000
	3062 Cleaning & Maintenance of Beaches & CA	500	500		500
	3063 Cleaning & Maintenance of Country Non-Urban	-	1,000		1,000
	6064 Other Contractual Services	-			-
	3070-3090 Consultation Fees	3,238	2,000		2,000
	3100-3139 Contract & Project Management	11,452	10,000		10,000
	3300-3379 Hospitality	63,127	111,700		111,700
	3380-3389 Community	20,936	36,216		36,216
	3390-3394 Donations	-			-
	3600-3694 Local Enforcement Expenses	345	100		100
	3700-3799 EU Projects	22,549	47,386		47,386
	3800-3899 Twinning	-	5,250		5,250
		<b>750,506</b>	<b>920,180</b>	<b>-</b>	<b>920,180</b>
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	8,210	13,073		13,073
	2260-2299 Office Materials & Supplies	-			-
	2450-2499 Office Rent	-			-
	2500-2599 National & International Memberships	715	2,000		2,000
	2600-2699 Office Services	1,418	7,300		7,300
	2700-2799 Transport	13,469	13,300		13,300
	2800-2899 Travel	-	3,300		3,300
	2900-2999 Information Services	15,305	10,500		10,500
	3050 Office Cleaning	-	100		100
	3410-3199 Professional Services	15,761	17,500		17,500
	3200-3299 Training	2,200	2,000		2,000
	3345 Office Hospitality	-			-
	3400-3499 Incidental Expenses	1,276	4,750		4,750
		<b>58,354</b>	<b>73,823</b>	<b>-</b>	<b>73,823</b>
<b>9</b>	<b>Finance Costs</b>				
	3036 Interest on Bank Loan				-
					-
					-



Detailed Statement of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<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 December 2021	282,393	257,613		257,613
				-
	<b>282,393</b>	<b>257,613</b>	-	<b>257,613</b>
<b>Total</b>	<b>1,310,152</b>	<b>1,471,406</b>	-	<b>1,471,406</b>
<b>11 Inventories</b>				
5201-5249 Stationery	-	-		-
5250-5299 Consumables	-	-		-
Books	17,789	15,000		15,000
	<b>17,789</b>	<b>15,000</b>	-	<b>15,000</b>
<b>12 Receivables</b>				
0201-0209 Receivables	33,830	25,000		25,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU				-
0250 Prepayments & Accrued income	102,702	15,000		15,000
				-
	<b>136,532</b>	<b>40,000</b>	-	<b>40,000</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	1,783,263	210,313		210,313
	<b>1,783,263</b>	<b>210,313</b>	-	<b>210,313</b>
<b>14 Payables</b>				
4000 Payables	372,881	37,721		37,721
4100 Accruals	327,512	10,847		10,847
4150 Deferred Income	133,260			-
Current portion of long term borrowings				-
Current portion of long term borrowings	-	-		-
	<b>833,653</b>	<b>48,568</b>	-	<b>48,568</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing	-	-		-
Deferred Income	-	-		-
	-	-	-	-

16	Total Commitments (Recurrent and Capital)			
	DESCRIPTION	€	€	€
	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%	
€	€	€	€	€	€	€	€	€	€
<b>Cost</b>									
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		7,263	286,667		196,113	7,705	36		497,784
Disposals			(60,976)		60,976				-
As at end of December 2021	<b>568,224</b>	<b>7,183,518</b>	<b>1,076,658</b>	<b>73,322</b>	<b>1,245,927</b>	<b>58,944</b>	<b>195,454</b>	<b>5,473</b>	<b>10,407,520</b>
<b>Grants/ other reimbursements</b>									
As at 1st January 2021		1,443,844	523,507						1,967,351
Additions		8,292	230,461						238,753
As at end of December 2021	-	<b>1,452,136</b>	<b>753,968</b>	-	-	-	-	-	<b>2,206,104</b>
<b>Accumulated Depreciation</b>									
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	2,069	254,937	-	-	8,226	4,199	12,248	714	282,393
Released on disposal	-	-	-	-	-	-	-	-	-
As at end of December 2021	<b>22,634</b>	<b>5,059,704</b>	-	<b>73,322</b>	<b>793,815</b>	<b>50,630</b>	<b>124,324</b>	<b>2,640</b>	<b>6,127,069</b>
<b>NBV</b>	<b>545,590</b>	<b>671,678</b>	<b>322,690</b>	-	<b>452,112</b>	<b>8,314</b>	<b>71,130</b>	<b>2,833</b>	<b>2,074,347</b>