Il-Mellieha
Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2026 (Quarter 1)

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Overview and Summary

The Council's income during the period January / March 2026 amounted to €333,757 consisting of €311,074 as Central Government Allocation, €22,331 as fees related to activities requiring the issue of permits by the Local Council, and €352 was related to other income.
The value of Current Assets have decreased by €84,864 as compared to the previous quarter and stood at €3,342,402. These consisted of Cash and Cash Equivalents amounting to €3,230,751, stocks of books valued at €17,845, and receivables which amounted to €93,806.
The Current Liabilities have increased as compared to the previous quarter, from €1,492,989 to €1,547,130. These were made up €130,766 as Payables and €1,416,364 as Deferred Income.

Expenditure for the period under review amounted to €228,902 made up of €55,283 spent on Personal Emolument, €120,850 on Operations and Maintenance, €52,769 on Administration, while Depreciation on fixed assets was calculated at €72,759.

A surplus of €32,098 has resulted for the year to date. Taking all these parameters into account, the Financial Situation Indicator has decreased over the previous quarter and stood at 144%.
The value of fixed assets acquired as from January through Council ordinary funds, as well as through grants, amounted to €2,389, while the net value of disposals was nil. The purchase cost of all Fixed Assets acquired by the Council was €10,462,990 having a net book value of €647,217 up to the end of the period under review.

Gabriel Micallef
Mayor

Marica Gambin
Executive Secretary

Statement of Income and Expenditure

1st January till End of March 2026 (Quarter 1)

	DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
	Income				
0000-0019	Funds Received from Central Government (1)	311,074	1,271,959	-	1,271,959
0020-0099	Income raised from own activities(2)	22,331	108,224	-	108,224
0100-0119	Reimbursements & Refunds (3)	-	-	-	-
0200-0299	Grants of an Income Nature (4)	-	-	-	-
0120-0159	General Income	352	4,000		4,000
0170-0199	Inflows related to Waste Management - Regional Councils				-
		333,757	**1,384,183**	-	**1,384,183**
	Expenditure				
1000-1999	Salaries and wages (5)	55,283	305,308	-	305,308
2300-2399 3000-3199	Operations and Maintenance (6)	120,850	607,510	-	607,510
2000-2299 2400-2462 2465-2999 3210-3499 3800-3899	Administration and other expenditure (7)	52,769	282,950	-	282,950
3500-3599	Expenditure on Local/EU and Twinning Events (8)	-	6,934	-	6,934
		228,902	**1,202,702**	-	**1,202,702**
	Operating surplus/(deficit) before depreciation on administrative assets & right of use assets	**104,855**	**181,481**	-	**181,481**
3600-3699	Deprecation on Administrative Assets (9)	**8,254**	**31,936**	-	**31,936**
3790-3799	Depreciation on Right of Use Assets (9)	-	-	-	-
	Operating surplus/(deficit) after depreciation on administrative assets & right of use assets	**96,601**	**149,545**	-	**149,545**
3700-3789	Depreciation on Urban Improvements & Projects (9)	**64,505**	**242,834**	-	**242,834**
	Surplus/(deficit) after total depreciation	**32,096**	**(93,289)**	-	**(93,289)**
0160-0169	Finance / Investment Income (10)	**2**	**200**	-	**200**
2463-2464	Finance Cost (10)	-	-	-	-
	Total surplus/(deficit)	**32,098**	**(93,089)**	-	**(93,089)**

Statement of Financial Position as at end of March 2026 (Quarter 1)

DESCRIPTION		Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
	Non-current Assets				
7000-7699 8000-8699 9000-9699	Property, plant and equipment (18)	1,337,008	2,347,758		2,347,758
7800-7899 8800-8899 9800-9899	Intangible assets (19)	-	-		-
7700-7799 8700-8799 9700-9799	Right of Use Asset (20)	-	-		-
	Total Non-Current Assets	**1,337,008**	**2,347,758**	-	**2,347,758**
	Current Assets				
6000-6199	Cash and cash equivalents (13)	3,230,751	720,112		720,112
6200-6299	Inventories (11)	17,845	9,000		9,000
6300-6499	Trade and other receivables (12)	93,806	55,000		55,000
	Total Current Assets	**3,342,402**	**784,112**	-	784,112
	Total Assets	**4,679,410**	**3,131,870**	-	**3,131,870**
	Reserves				
5000-5199	Retained earnings	3,132,280	2,867,672		2,867,672
5200-5400	Other Reserves				-
	Total Reserves	**3,132,280**	**2,867,672**	-	**2,867,672**
	Non Current Liabilities				
4300-4399	Long-term borrowings (17)	-	-		-
4500-4599	Lease liability - Long Term Portion (15)	-	-		-
4400-4499	Deferred Income/Grants in advance - Long Term (16)	-	-		-
	Total Non Current Liabilities	-	-	-	-
	Current Liabilities				
4000-4099	Trade and other payables (14)	130,766	165,440		165,440
4200-4299	Lease liability - current portion (15)	-	-		-
4100-4199	Deferred Income/Grants in advance - Short Term (16)	1,416,364	98,758		98,758
	Total Current Liabilities	**1,547,130**	**264,198**	-	**264,198**
	Total Reserves & Liabilities	**4,679,410**	**3,131,870**	-	**3,131,870**

Financial Situation Indicator

DESCRIPTION					
Current Assets		3,342,402	784,112		784,112
Current Liabilities		1,547,130	264,198		264,198
	Working Capital	1,795,272	519,914		519,914
Government Allocation		1,245,411	1,245,411		1,245,411
	FSI	**144 %**	**42 %**		**42 %**

Cash flow Statement

DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	32,098	(93,089)	-	(93,089)
Adjustments for:				
Depreciation	72,759	274,770		274,770
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	(2)	(200)	-	(200)
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Trasfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	(24,866)	-		-
Increase / (Decrease) in accruals	(48,763)	-		-
Decrease / (Increase) in receivables	1,414	-		-
Decrease / (Increase) in inventories				-
Cash generated from operations	**32,640**	**181,481**	-	**181,481**
Interest paid				-
				-
Net cash from operating activities	**32,640**	**181,481**	-	**181,481**
Cash flows from investing activities				
Purchase of property, plant & equipment	(14,534)	(5,342,582)		**(5,342,582)**
Proceeds from sale of property, plant & equipment				-
Grants received		2,540,900		**2,540,900**
Interest received	2	200		**200**
		-		-
Net cash used in investing activities	**(14,532)**	**(2,801,482)**	-	**(2,801,482)**
Cash flows from financing activities				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
				-
Net cash from financing activities	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	**18,108**	**(2,620,001)**	-	**(2,620,001)**
Cash & cash equivalents at beginning of year	3,212,643	3,340,113		3,340,113
Cash & cash equivalents at end of Quarter	**3,230,751**	**720,112**	-	**720,112**

Detailed Income

		DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
			€	€	€	€
		Income				
1		**Funds received from Cental Government:**				
	0001	Annual government income - (section 55 of the Local Government Act - chapter 363)	309,603	1,245,411		1,245,411
	0002	Supplementary government income : Tourism Zones		-		-
	0003	Supplementary government income : Capital, ex Capital and Cities Fund		0		-
	0004	Supplementary Income - Special Purposes/Needs				-
	0007	Other government income	1,471	26,548		26,548
			311,074	**1,271,959**	-	1,271,959
2		**Income raised from own activities**				
	0020-0059	Permits & Licences	21,001	99,224		99,224
	0060-0069	LESA & Contraventions	1,330	9,000		9,000
	0070-0099	Income from Bye Laws	-			-
	0120-0159	General Income	-	-		-
			22,331	**108,224**	-	108,224
3		**Reimbursements & Refunds**				
	0101	Payroll Refunds				-
	0102	Reimbursement of Expenses				-
	0103	Other refunds				-
			-	-	-	-
4		**Grants of an Income Nature**				
	0201	Grants from Local Government Division financial initiatives/schemes				-
	0202	EU Funds from public entities / agencies				-
	0203	Local Funds from public entities / agencies				-
	0204	Grants related to Twinning Events				-
	0005	Funds from the Regional Council to the Local Council				-
			-	-	-	-
3		**General Income**				
	0120-0159	General Income	7,450	40,000		40,000
			7,450	**40,000**	-	**40,000**
4		**Inflows related to Waste Management - Regional Councils**				
	0170-0199	Inflows related to Waste Management - Regional Councils				-
		Total	**340,855**	**1,420,183**	-	**1,420,183**

Detailed Expenditure

		DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
			€	€	€	€
5		**Salaries and Wages**				
	1100-1105	Mayor/President's Honoraria and Deputy Mayor/Councillors Allowance	12,116	48,465		48,465
	1200-1201	Executive Secretary and Employee salaries and wages	34,288	194,503		194,503
	1300-1301	Statutory Bonuses - Executive Secretary and Council Staff	-	2,162		2,162
	1400-1401	Income supplements - Executive Secretary and Council Staff	712	1,939		1,939
	1500-1501	Social security contributions - Executive Secretary and Council Staff	3,872	16,159		16,159
	1600-1601	Other allowances - Executive Secretary and Council Staff	829			-
	1700	Overtime	1,798	5,000		5,000
	1800	Community / Incentive Scheme Workers overtime	1,668	10,500		10,500
	1801	Community / Incentive Scheme Workers bonus	-	4,870		4,870
	1900-1901	Performance bonus - Executive Secretary and Council Staff	-	21,710		21,710
			55,283	**305,308**	-	**305,308**
6		**Operations and Maintenance**				
	2300-2399	Repairs and upkeep	27,851	184,630		184,630
	3000-3099	Contractual Services: Waste and Cleaning	82,415	374,680		374,680
	3100-3199	Contractual Services: Administrative and Professional	10,584	48,200		48,200
			120,850	**607,510**	-	**607,510**
7		**Administration and Other Expenditure**				
	2000-2299	Utilities & supplies	5,481	29,700		29,700
	2400-2460 2465-2599	Operational Costs	9,051	23,100		23,100
	2600-2699	Office services	2,492	15,200		15,200
	2700-2799	Transport Costs	3,020	7,800		7,800
	2800-2899	Travel	-	4,000		4,000
	2900-2999	Information Services	7,349	20,850		20,850
	3200-3299	Training & Events	-	7,000		7,000
	3300-3399	Community and hospitality	24,851	172,700		172,700
	3400-3499	Incidental and Other Expenses	525	2,600		2,600
	3800-3849	Amortization/Bad Debts/Realized Exchange Movements		-		-
	3850-3899	Losses arising from Penalties on Projects or Repayment of Conditional Grants		-		-
			52,769	**282,950**	-	**282,950**
8		**Expenditure on Local/EU and Twinning Events**				
	3500	Locally Funded Projects				-
	3501	Financial Assistance to Local Councils - Used by Regional Councils Only				-
	3510	EU Funded Projects				-
	3520	Twinning Events		6,934		6,934
			-	**6,934**	-	**6,934**
		Total Expenditure without Depreciation and Finance Cost	**228,902**	**1,202,702**	-	**1,202,702**
9		**Depreciation**				
	3600-3699	Deprecation on Administrative Assets	8,254	31,936		31,936
	3700-3739	Deprecation on Urban Improvements	24,651	91,445		91,445
	3740-3789	Deprecation on Projects	39,854	151,389		151,389
	3790-3799	Depreciation on Right of Use Assets				-
			72,759	**274,770**	-	**274,770**
		Total Expenditure including depreciation cost without Finance cost	**301,661**	**1,477,472**	-	**1,477,472**
10		**Finance Income/Costs**				
	0160-0169	Finance / Investment Income	2	200		200
	2463-2464	Finance Cost				-
			2	**200**	-	**200**
		Total Expenditure including Depreciation Cost and Finance Cost	**301,663**	**1,477,672**	-	**1,477,672**

Extracts from Statement of Financial Position

	DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
11	**Inventories**				
6200-6299	Inventories	17,845	9,000		9,000
		17,845	**9,000**	-	**9,000**
12	**Trade and Other Receivables**				
6300-6306	Receivables	24,854	20,000		20,000
6307	LES Receivables				-
6308-6310	Prepayments & Accrued income	68,952	35,000		35,000
		93,806	**55,000**	-	**55,000**
13	**Cash & Cash Equivalents**				
6000	Petty Cash Balances	358			-
6001-6008	Bank Accounts - Current & Savings	3,229,845	720,112		720,112
6009	Cash in Hand				-
6010-6012	Other Bank Accounts and Cash Equivalents	548	-		-
		3,230,751	**720,112**	-	**720,112**
14	**Trade and Other Payables**				
4000	Trade Payables	28,714	75,000		75,000
4001-4024	Custodial Accounts	504			-
4025	FSS/National Insurance Contributions				-
4030	Provision for Contingent Liabilities				-
4049	Bank Borrowings (less than one year)	-	-		-
4050	Bank Balances Overdrawn				-
4051-4064	Amount due to LGD				-
4065-4071	Advanced Payments & Accruals	101,548	90,440		90,440
4072	Works in Progress				-
4073	Deposits and Guarantees				-
		130,766	**165,440**	-	**165,440**
15	**Lease Liability**				
4200-4299	Current Portion (Less than one year)				-
4500-4599	Long Term Portion (More than 1 year)				-
		-	-	-	-
16	**Deferred Income / Grants Receivable**				
4150	Deferred Income - short term	1,416,364	98,758		98,758
4400	Deferred Income - long term				-
		1,416,364	**98,758**	-	**98,758**
4151	Grants Received in Advance - short term				-
4400	Grants Received in Advance - long term				-
		-	-	-	-
17	**Long Term Borrowings**				
4300	Long Term Government Loan				-
4310	Bank Loans		-		-
4320	Other Long Term Loans				-
		-	-	-	-

Total Commitments (Recurrent and Capital) as at end of Quarter 1

	DESCRIPTION	1. Actual to date	2. Committed to date	3. Future Commitments to date	Total	Start of Quarter Updated Budget	Variance	Grant	Variance after grant
		€	€	€	€	€	€	€	€
		a	b	c	d=a+b+c	e	f=e-d	g	h=f-g
	Operations and Maintenance								
2300-2399	Repairs and upkeep				-		-		
3000-3099	Contractual Services: Waste and Cleaning				-		-		
3100-3199	Contractual Services: Administrative and Professional				-		-		
		-	-	-	-	-	-		
	Administration and Other Expenditure								
2000-2299	Utilities & supplies				-		-		
2400-2460 2465-2599	Operational Costs				-		-		
2600-2699	Office services				-		-		
2700-2799	Transport Costs				-		-		
2800-2899	Travel				-		-		
2900-2999	Information Services				-		-		
3200-3299	Training & Events				-		-		
3300-3399	Community and hospitality				-		-		
3400-3499	Incidental and Other Expenses				-		-		
3800-3849	Amortization/Bad Debts/Realized Exchange Movements				-		-		
3850-3899	Losses arising from Penalties on Projects or Repayment of Conditional Grants				-		-		
		-	-	-	-	-	-		
	Expenditure on Local/EU and Twinning Events								
3500	Locally Funded Projects				-		-		-
3501	Financial Assistance to Local Councils - Used by Regional Council Only				-		-		-
3510	EU Funded Projects				-		-		-
3520	Twinning Events				-		-		-
		-	-	-	-	-	-	-	-
	Capital Expenditure/ Projects								
	Administrative Assets								
7000-7001	Council Property & Day Care				-		-		-
7002 & 7004	Office & Computer Equipment				-		-		-
7003	Furniture & Fittings				-		-		-
7007	Motor Vehicles				-		-		-
7005-7006 7008-7009	Other Administrative Assets				-		-		-
		-	-	-	-	-	-	-	-
	Urban Improvements (including assets not yet capitalised: 7400)								
7200	Parks, Playgrounds, Open Areas & Gardens				-		-		-
7201	New Street Signs				-		-		-
7202	Street Paving				-		-		-
7203	Street Lighting				-		-		-
7204	Road Re-Surfacing				-		-		-
7205	Sidewalks & Pedestrian Pathways				-		-		-
7206	Gym Equipment				-		-		-
7207	PV Panels				-		-		-
7208	Stormwater & Drainage Systems				-		-		-
7209	Public Seating, Benches & Street Furniture				-		-		-
7210	Public Toilets & Amenities Blocks				-		-		-
7211	Plants and Trees				-		-		-
7212	Public Fountains & Water Features				-		-		-
7213	Bus Shelters				-		-		-
7214	CCTV & Public Safety Infrastructure				-		-		-
7215	Monuments & Statues				-		-		-
7216	Traffic Monitoring & Control Systems				-		-		-
7217	Public Wi-Fi Infrastructure				-		-		-
		-	-	-	-	-	-	-	-
7500	**Projects (including assets not yet capitalised: 7400)**								
Segmented account	Project 1 (to provide details)				-		-		-
Segmented account	Project 2 (to provide details)				-		-		-
Segmented account	Project 3 (to provide details)				-		-		-
Segmented account	Project 4 (to provide details)				-		-		-
		-	-	-	-	-	-	-	-

18. ADMINISTRATIVE ASSETS

		Council Property & Day Care	Computer Equipment	Furniture & Fittings	Motor Vehicles	Other Administrative Assets	Total
Cost							
As at 1 January	2026	568224	201124	274562	0	0	1043910
Additions during the year		0	2389		0	0	2389
Disposals/write-offs							0
As at end of March 2026		568224	203513	274562	0	0	1046299
Grants and Other Reimbursements							
As at 1 January	2026	0	42401	58165	0	0	100566
Grants during the year							0
As at end of March 2026		0	42401	58165	0	0	100566
Depreciation and Impairment Provision							
As at 1 January	2026	31435	94527	172554	0	0	298516
Charge for the year		0	0	0	0		0
Disposals/write-offs							0
As at end of March 2026		31435	94527	172554	0	0	298516
NET BOOK VALUE							
As at end of March 2026		536789	66585	43843	0	0	647217

18 cont'd. OTHER ASSETS

		Urban Improvements	Assets Under Construction	Projects	Total
Cost					
As at 1 January	2026	1379939	481468	7953760	9815167
Additions during the year		2761	0	9384	12145
Disposals/write-offs					0
As at end of March 2026		1382700	481468	7963144	9827312
Grants and Other Reimbursements					
As at 1 January	2026	0	394513	1863063	2257576
Grants during the year		0		0	0
As at end of March 2026		0	394513	1863063	2257576
Depreciation and Impairment Provision					
As at 1 January	2026	1152616	0	5727329	6879945
Charge for the year		0	0	0	0
Disposals/write-offs		0	0	0	0
As at end of March 2026		1152616	0	5727329	6879945
NET BOOK VALUE					
As at end of March 2026		230084	86955	372752	689791

19. INTANGIBLE ASSETS

		[Website Costs] €	[Application (001)] €	Computer Software €	Total €
Cost					
As at 1 January	2026				0
Additions during the year					0
As at end of March 2026		0	0	0	0
Grants					
As at 1 January	2026				0
Grants during the year					0
As at end of March 2026		0	0	0	0
Amortization					
As at 1 January	2026				0
Charger for the year					0
As at end of March 2026		0	0	0	0
NET BOOK VALUE					
As at end of March 2026		0	0	0	0

20. RIGHT OF USE ASSETS

		Asset number 1 €	Asset number 2 €	Total €
Cost				
As at 1 January	2026			0
Additions during the year				
Disposals/write-offs				0
As at end of March 2026		0	0	0
Depreciation and Impairment Provision				
As at 1 January	2026			0
Charge for the year				0
Disposals/write-offs				0
As at end of March 2026		0	0	0
NET BOOK VALUE				
As at end of March 2026		0	0	0