

# **Marsaxlokk Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of December 2020 (Quarter 4)**

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**Overview and Summary**

The Marsaxlokk Local Council is presenting its Quarterly Financial Report for the period 1 January to 31st December 2020. The Council continues to operate in a healthy liquidity situation, it is keeping up with a business plan which it drafted in agreement with the Department of Local Councils and adhering to it as strictly as possible. The Council undergone a refurbishing exercise of current offices with as minimal an expenditure as was possible. In the meantime, the general outlook for the Council portrays itself as keeping up to the Budgeted expectations for 2020 and the investment in capital expenditure is being targeted to come from specified financial schemes. Yet again, it were not for revenues which the Council manages to generate from various sources, the annual allocation advanced to it by Central Government is never enough to meet the never-ending demand by the locality's residents. One has to mention once again that the Council is also planning to undertake a huge project by building new council offices over the coming years.

The Council is looking forward to another successful 12-month term ending 31 December 2020, where it is hoping to close its financials on a good note over and above what it achieved for this financial year. In reaching this objective, the Council will play very cautiously with its spending and avoid anything which is not in line with the Budget and the Business Plan as it did during the previous financial years.



Mayor



Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of December 2020 (Quarter 4)**

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	434,250	419,703	-	419,703
Income raised from Bye-Laws (2)	10,411	10,200	-	10,200
Income raised from LES (3)	711	1,900	-	1,900
Investment Income (4)	7	-	-	-
Other Income (5)	4,495	4,100	-	4,100
<b>TOTAL</b>	<b>449,875</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>
<b>Expenditure</b>				
Personal Emoluments (6)	109,811	126,318	-	126,318
Operations and Maintenance (7)	204,109	242,882	-	242,882
Administration (8)	58,906	62,383	-	62,383
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	32,593	45,497	-	45,497
<b>TOTAL</b>	<b>405,419</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>Surplus / Deficit</b>	<b>44,457</b>	<b>(41,177)</b>	<b>-</b>	<b>(41,177)</b>

## Statement of Financial Position as at end of December 2020 (Quarter 4)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	171,196	133,043		133,043
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	28,867	33,480	-	33,480
Cash and Cash Equivalents (13)	299,292	204,681	-	204,681
<b>Total Current Assets</b>	<b>328,158</b>	<b>238,161</b>	<b>-</b>	<b>238,161</b>
<b>Current Liabilities</b>				
Payables (14)	78,224	41,490	-	41,490
<b>Total Current Liabilities</b>	<b>78,224</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>Net Current Assets</b>	<b>249,934</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>421,130</b>	<b>329,714</b>	<b>-</b>	<b>329,714</b>
<b>Reserves</b>				
Retained Funds	421,130	329,714		329,714

## Financial Situation Indicator

DESCRIPTION				
Current Assets	328,158	238,161	-	238,161
Current Liabilities	78,224	41,490	-	41,490
<b>Working Capital</b>	<b>249,934</b>	<b>196,671</b>	<b>-</b>	<b>196,671</b>
Government Allocation	357,808	365,597	-	357,808
<b>FSI</b>	<b>70 %</b>	<b>54 %</b>		<b>55 %</b>

**Cash flow Statement**

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	44,457	(41,177)	-	(41,177)
Adjustments for:				
Depreciation	32,687	45,497	-	45,497
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	-	-	-	-
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Increase / (Decrease) in payables	(1,416)	16,039	-	16,039
Increase / (Decrease) in accruals	(29,099)	(25,451)	-	(25,451)
Decrease / (Increase) in receivables	(9,960)	9,412	-	9,412
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	36,669	4,320	-	4,320
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	36,669	4,320	-	4,320
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(59,821)	(175,000)	-	(175,000)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	64,500	175,000	-	175,000
Interest received	-	-	-	-
<i>Net cash used in investing activities</i>	4,679	-	-	-
<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>	41,348	4,320	-	4,320
Cash & cash equivalents at beginning of year	257,944	200,361	-	200,361
<b>Cash &amp; cash equivalents at end of Quarter</b>	299,292	204,681	-	204,681

## Detailed Income

DESCRIPTION	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	374,586	365,597	-	365,597
0002-0004 In terms of section 58 CAP 363	-	-	-	-
0005-0019 Other income	59,664	54,106	-	54,106
	<b>434,250</b>	<b>419,703</b>	<b>-</b>	<b>419,703</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	800	-	-	-
0026-0035 Income from Permits	9,611	10,200	-	10,200
	<b>10,411</b>	<b>10,200</b>	<b>-</b>	<b>10,200</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	711	1,900	-	1,900
0038-0055 Contraventions	-	-	-	-
	<b>711</b>	<b>1,900</b>	<b>-</b>	<b>1,900</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	7	-	-	-
0096-0099 Income received from Governnet Securities	-	-	-	-
	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information	-	-	-	-
0070-0075 EU funds	1,320	500	-	500
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	175	-	-	-
0110-0119 Contributions	-	-	-	-
0120-0129 General Income	3,000	3,600	-	3,600
	<b>4,495</b>	<b>4,100</b>	<b>-</b>	<b>4,100</b>
<b>Total</b>	<b>449,875</b>	<b>435,903</b>	<b>-</b>	<b>435,903</b>

## Detailed Expenditure

## DESCRIPTION

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	12,804	12,804		12,804
1200 Employees' Salaries & Wages	71,606	84,250		84,250
1300 Bonuses	6,677	7,068		7,068
1400 Income Supplements	933	878		878
1500 Social Security Contributions	5,971	7,968		7,968
1600 Allowances	10,656	10,600		10,600
1700 Overtime	1,165	2,750		2,750
	<b>109,811</b>	<b>126,318</b>	<b>-</b>	<b>126,318</b>

## DESCRIPTION

	€	€	€	€
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**7 Operations and Maintenance**

2100-2149 Public Utilities	9,496	17,340		17,340
2200-2259 Public Materials & Supplies	8,227	5,100		5,100
2300-2399 Repairs & upkeep	19,870	20,400		20,400
2400-2449 Rent	-	-		-
3010 Street Lightning	10,602	9,690		9,690
3020 Lease of Equipment	-	-		-
3030 Insurance	1,925	3,060		3,060
3035 Bank Charges	150	255		255
3038 Penalties	-	-		-
3041 Refuse Collection	51,675	60,000		60,000
3042 Bulky Refuse Collection	7,925	10,000		10,000
3043 Bins on wheels	94	-		-
3045 Bring in sites	-	-		-
3051 Road & Street Cleaning	24,240	27,000		27,000
3052 Cleaning & Maintenance of Non-Urban Areas	767	1,020		1,020
3053 Cleaning of Public Conveniences	13,825	24,480		24,480
3055 Cleaning of Council Premises	455	1,530		1,530
3040 Waste Disposal	23,229	18,360		18,360
3060 Cleaning & Maintenance of Parks & Gardens	-	-		-
3061 Cleaning & Maintenance of Soft Areas	19,471	18,270		18,270
3062 Cleaning & Maintenance of Beaches & CA	420	255		255
3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
6064 Other Contractual Services	-	-		-
3070-3090 Consultation Fees	-	-		-
3100-3139 Contract & Project Management	-	-		-
3300-3379 Hospitality	11,716	24,000		24,000
3380-3389 Community	-	1,530		1,530
3390-3394 Donations	-	-		-
3600-3694 Local Enforcement Expenses	22	82		82
3700-3799 EU Projects	-	-		-
3800-3899 Twinning	-	510		510
	<b>204,109</b>	<b>242,882</b>	<b>-</b>	<b>242,882</b>

**8 Administration**

2150-2199 Office Utilities	-	-		-
2260-2299 Office Materials & Supplies	-	-		-
2450-2499 Office Rent	8,434	10,835		10,835
2500-2599 National & International Memberships	86	300		300
2600-2699 Office Services	9,047	14,280		14,280
2700-2799 Transport	3,016	2,550		2,550
2800-2899 Travel	-	-		-
2900-2999 Information Services	4,464	6,018		6,018
3050 Office Cleaning	-	-		-
3410-3199 Professional Services	33,859	28,100		28,100
3200-3299 Training	-	-		-
3345 Office Hospitality	-	-		-
3400-3499 Incidental Expenses	-	300		300
	<b>58,906</b>	<b>62,383</b>	<b>-</b>	<b>62,383</b>

**9 Finance Costs**

3036 Interest on Bank Loan				-
				-
				-



## Detailed Statment of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>10 Other Expenditure</b>				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts	(94)			-
8000-8099 Depreciation As at end of December 2020	32,687	45,497		45,497
		-		-
	<b>32,593</b>	<b>45,497</b>	<b>-</b>	<b>45,497</b>
<b>Total</b>	<b>405,419</b>	<b>477,080</b>	<b>-</b>	<b>477,080</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
	-	-	-	-
<b>12 Receivables</b>				
0201-0209 Receivables	19,941	22,870		22,870
0210-0219 LES Receivables	-			-
0220-0229 Receivables from EU	-			-
0250 Prepayments & Accrued income	6,118	7,802		7,802
Other debtors	2,808	2,808		2,808
	<b>28,867</b>	<b>33,480</b>	<b>-</b>	<b>33,480</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	299,292	204,681		204,681
	<b>299,292</b>	<b>204,681</b>	<b>-</b>	<b>204,681</b>
<b>14 Payables</b>				
4000 Payables	31,523	16,039		16,039
4100 Accruals	38,659	25,451		25,451
4150 Deferred Income	8,042	-		-
Current portion of long term borrowings				-
	<b>78,224</b>	<b>41,490</b>	<b>-</b>	<b>41,490</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
	-	-	-	-

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	Motor Vehicle	Property	Constr & Spec Prog	New street signs	Urban Improv	Plant & machinery	Office & comp equipment	Office Furniture & Fittings	Asset under const	Total
% of depreciation	20%	1%	10%	100%	10%	20%	20%	8%	0%	
€	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2020	20,807	57,633	1,483,883	14,554	331,237	15,957	100,083	100,756	32,008	2,156,917
Additions	2,500		-	29,485	404		15,073	7,091	5,267	59,821
Disposals				32,675			-		(32,675)	-
As at end of December 2020	23,307	57,633	1,483,883	14,554	393,397	16,361	115,156	107,847	4,600	2,216,738
<b>Grants/ other reimbursements</b>										
As at 1st January 2020		44,232	760,810		270,134		51,983	59,474		1,186,633
Additions			-	61,653			2,847	-		64,500
As at end of December 2020	-	44,232	760,810	-	331,787	-	54,830	59,474	-	1,251,133
<b>Accumulated Depreciation</b>										
As at 1st January 2020	19,765	558	609,825	14,554	35,224	14,788	40,695	26,313		761,722
Charge for the period	570	144	19,888	-	7,876	296	2,234	1,679		32,687
Released on disposal										-
As at end of December 2020	20,335	702	629,713	14,554	43,100	15,084	42,929	27,992	-	794,409
<b>NBV</b>										
As at end of December 2020	2,972	12,699	93,360	-	18,510	1,277	17,397	20,381	4,600	171,196