



# **Mtarfa Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of March 2021 (Quarter 1)**



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***Overview and Summary***

The Income and Expenditure for Quarter 1 is registering a surplus of €201. The annual budget for year 2021 envisaged a surplus of €590 for the year.

The net current asset for the period is positive as the net current asset position is €99,703. This positive situation is due to the fact that the cash and cash equivalents was very high and in fact the balance as at end of March 2021 amounted to €248,690.

The results above confirmed that the financial situation is positive as the net position (i.e current assets, current liabilities and total long term liabilities) was positive and it amounted to 33% of the Annual Government Allocation for 2021.

Dr. Daniel Attard  
Mayor

Josette Micallef  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of March 2021 (Quarter 1)**

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)	80,443	347,464	-	347,464
Income raised from Bye-Laws (2)	751	4,140	-	4,140
Income raised from LES (3)	185	500	-	500
Investment Income (4)	-	6	-	6
Other Income (5)	1,039	18,760	-	18,760
<b>TOTAL</b>	<b>82,418</b>	<b>370,870</b>	<b>-</b>	<b>370,870</b>
<b>Expenditure</b>				
Personal Emoluments (6)	27,140	124,765	-	124,765
Operations and Maintenance (7)	33,636	165,541	-	165,541
Administration (8)	17,383	59,102	-	59,102
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	4,058	20,873	-	20,873
<b>TOTAL</b>	<b>82,217</b>	<b>370,280</b>	<b>-</b>	<b>370,280</b>
<b>Surplus / Deficit</b>	<b>201</b>	<b>590</b>	<b>-</b>	<b>590</b>

## Statement of Financial Position as at end of March 2021 (Quarter 1)

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)	239,537	309,382		309,382
<b>Current Assets</b>				
Inventories (11)	4,035	4,000	-	4,000
Receivables (12)	45,379	35,000	-	35,000
Cash and Cash Equivalents (13)	248,690	199,893	-	199,893
<b>Total Current Assets</b>	<b>298,105</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Current Liabilities</b>				
Payables (14)	198,401	238,893	-	238,893
<b>Total Current Liabilities</b>	<b>198,401</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Net Current Assets</b>	<b>99,703</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
<b>Non-current liabilities (15)</b>	<b>139,910</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>199,330</b>	<b>309,382</b>	<b>-</b>	<b>309,382</b>
<b>Reserves</b>				
Retained Funds	199,330	309,382	-	309,382

## Financial Situation Indicator

DESCRIPTION					
Current Assets		298,105	238,893	-	238,893
Current Liabilities		198,401	238,893	-	238,893
<b>Working Capital</b>		<b>99,703</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
Government Allocation		301,390	347,464	-	301,390
<b>FSI</b>		<b>33 %</b>	<b>(0) %</b>		<b>(0) %</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	201	590	-	590
Adjustments for:				
Depreciation	4,058	20,873	-	20,873
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Amortisation				-
Increase / (Decrease) in payables	78,768	16,501		16,501
Increase / (Decrease) in accruals	(16,422)			-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Cash generated from operations	<b>66,605</b>	<b>37,963</b>	-	<b>37,963</b>
Interest paid				-
<i>Net cash from operating activities</i>	<b>66,605</b>	<b>37,963</b>	-	<b>37,963</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(2,004)	(387,560)		(387,560)
Proceeds from sale of property, plant & equipment		293,000		293,000
Grants received	-			-
Interest received				-
<i>Net cash used in investing activities</i>	<b>(2,004)</b>	<b>(94,560)</b>	-	<b>(94,560)</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>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>64,601</b>	<b>(56,597)</b>	-	<b>(56,597)</b>
Cash & cash equivalents at beginning of year	184,089	256,490		256,490
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>248,690</b>	<b>199,893</b>	-	<b>199,893</b>

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	74,598	301,390		301,390
0002-0004 In terms of section 58 CAP 363		35,636		35,636
0005-0019 Other income	5,845	10,438		10,438
	<b>80,443</b>	<b>347,464</b>	<b>-</b>	<b>347,464</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		-		-
0026-0035 Income from Permits	751	4,140		4,140
	<b>751</b>	<b>4,140</b>	<b>-</b>	<b>4,140</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	185	500		500
0038-0055 Contraventions	-	-		-
	<b>185</b>	<b>500</b>	<b>-</b>	<b>500</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		6		6
0096-0099 Income received from Governmet Securities		-		-
	<b>-</b>	<b>6</b>	<b>-</b>	<b>6</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	290			-
0110-0119 Contributions	75	3,000		3,000
0120-0129 General Income	674	15,760		15,760
	<b>1,039</b>	<b>18,760</b>	<b>-</b>	<b>18,760</b>
<b>Total</b>	<b>82,418</b>	<b>370,870</b>	<b>-</b>	<b>370,870</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	2,643	10,571		10,571
	1200 Employees' Salaries & Wages	17,213	81,688		81,688
	1300 Bonuses	1,824	8,404		8,404
	1400 Income Supplements		380		380
	1500 Social Security Contributions	1,482	7,722		7,722
	1600 Allowances	3,250	13,000		13,000
	1700 Overtime	729	3,000		3,000
		<b>27,140</b>	<b>124,765</b>	<b>-</b>	<b>124,765</b>
		€	€	€	€
<b>7</b>	<b>Operations and Maintenance</b>				
	2100-2149 Public Utilities	680	5,116		5,116
	2200-2259 Public Materials & Supplies	665	6,500		6,500
	2300-2399 Repairs & upkeep	2,407	13,100		13,100
	2400-2449 Rent	1,800	7,331		7,331
	3010 Street Lightning	116	10,000		10,000
	3020 Lease of Equipment	1,921	150		150
	3030 Insurance	323	1,634		1,634
	3035 Bank Charges	153	270		270
	3038 Penalties				-
	3041 Refuse Collection	4,577	20,752		20,752
	3042 Bulky Refuse Collection	1,590	5,000		5,000
	3043 Bins on wheels				-
	3045 Bring in sites				-
	3051 Road & Street Cleaning	4,606	19,428		19,428
	3052 Cleaning & Maintenance of Non-Urban Areas				-
	3053 Cleaning of Public Conveniences	1,416	5,640		5,640
	3055 Cleaning of Council Premises				-
	3040 Waste Disposal	3,900	17,400		17,400
	3060 Cleaning & Maintenance of Parks & Gardens	6,869	22,600		22,600
	3061 Cleaning & Maintenance of Soft Areas				-
	3062 Cleaning & Maintenance of Beaches & CA				-
	3063 Cleaning & Maintenance of Country Non-Urban				-
	6064 Other Contractual Services	1,770	1,506		1,506
	3070-3090 Consultation Fees				-
	3100-3139 Contract & Project Management				-
	3300-3379 Hospitality	844	15,750		15,750
	3380-3389 Community		12,964		12,964
	3390-3394 Donations				-
	3600-3694 Local Enforcement Expenses		400		400
	3700-3799 EU Projects				-
	3800-3899 Twinning				-
	Provision for Bad LES debts				-
		<b>33,636</b>	<b>165,541</b>	<b>-</b>	<b>165,541</b>
		€	€	€	€
<b>8</b>	<b>Administration</b>				
	2150-2199 Office Utilities	650	4,984		4,984
	2260-2299 Office Materials & Supplies	69	500		500
	2450-2499 Office Rent				-
	2500-2599 National & International Memberships	75	600		600
	2600-2699 Office Services	417	1,640		1,640
	2700-2799 Transport	395	9,710		9,710
	2800-2899 Travel		1,000		1,000
	2900-2999 Information Services	498	7,790		7,790
	3050 Office Cleaning	420	1,080		1,080
	3410-3199 Professional Services	14,667	30,098		30,098
	3200-3299 Training				-
	3345 Office Hospitality	192	1,500		1,500
	3400-3499 Incidental Expenses		200		200
					-
		<b>17,383</b>	<b>59,102</b>	<b>-</b>	<b>59,102</b>
		€	€	€	€

9 Finance Costs  
3036 Interest on Bank Loan

			-
			-
-	-	-	-

## Detailed Statement of Financial Position

## DESCRIPTION

	Actual for the Period	Annual Budget 2021	Virements for the Period	Revised Annual Budget 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 March 2021	4,058	20,873		20,873
Disposal of Assets				-
Depreciation	4,058	20,873	-	20,873
<b>Total</b>	<b>82,217</b>	<b>370,280</b>	<b>-</b>	<b>370,280</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables	4,035	4,000		4,000
	4,035	4,000	-	4,000
<b>12 Receivables</b>				
0201-0209 Receivables	15,955	15,000		15,000
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	29,424	20,000		20,000
	45,379	35,000	-	35,000
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	248,690	199,893		199,893
	248,690	199,893	-	199,893
<b>14 Payables</b>				
4000 Payables	99,504	106,500		106,500
4100 Accruals	24,300	55,000		55,000
4150 Deferred Income	74,598	77,393		77,393
Current portion of long term borrowings				-
	198,401	238,893	-	238,893
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Advance payment	139,910	-		-
	139,910	-	-	-

16	Total Commitments (Recurrent and Capital)	€	€	€
	DESCRIPTION			
	<b>Recurrent and Capital</b>			
	Mtarfa Tower Clock	125,010	125,010	
		<b>125,010</b>	125,010	-
	<b>Long Term Loans</b>			
		-	-	-
	<b>Others</b>			
		-	-	-

## 17 Depreciation of Property, Plant and Equipment

	Furn & Fittings	Office Equipment	Urban Improvements	Construction & Street Lighting	Trees	Plant & Machinery	Computer Equipment	Street Signs	Assets under construction	Total
<b>Asset</b>										
% of depreciation	8%	20%	10%	10%	0%	20%	25%	100%	0%	
	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2021	50,489	19,135	300,479	572,895	9,370	8,824	11,856	38,068	190,207	1,201,323
Additions		229			1,285	490				2,004
Disposals										-
As at end of March 2021	<b>50,489</b>	<b>19,364</b>	<b>300,479</b>	<b>572,895</b>	<b>10,655</b>	<b>9,314</b>	<b>11,856</b>	<b>38,068</b>	<b>190,207</b>	<b>1,203,327</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2021		2,847	112,480	436,127		2,300			2,599	556,353
Additions			-							-
As at end of March 2021	-	<b>2,847</b>	<b>112,480</b>	<b>436,127</b>	-	<b>2,300</b>	-	-	<b>2,599</b>	<b>556,353</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2021	37,843	14,500	183,868	113,077	-	5,127	10,896	38,068	-	403,379
Charge for the period	486	440	461	2,343		140	189	-	-	4,058
Released on disposal										-
As at end of March 2021	<b>38,329</b>	<b>14,940</b>	<b>184,329</b>	<b>115,420</b>	-	<b>5,267</b>	<b>11,085</b>	<b>38,068</b>	-	<b>407,437</b>
<b>NBV</b> As at end of March 2021	<b>12,160</b>	<b>1,577</b>	<b>3,670</b>	<b>21,348</b>	<b>10,655</b>	<b>1,747</b>	<b>771</b>	-	<b>187,608</b>	<b>239,537</b>