



# **Mtarfa 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 Income and Expenditure for Quarter 4 is registering a surplus of €37,170. 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 €74,974. 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 December 2021 amounted to €124,621.

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 25% of the Annual Government Allocation for 2021.

Kyle Mifsud  
Mayor

Josette Micallef  
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)	333,731	347,464	-	347,464
Income raised from Bye-Laws (2)	3,642	4,140	-	4,140
Income raised from LES (3)	649	500	-	500
Investment Income (4)	-	6	-	6
Other Income (5)	4,466	18,760	-	18,760
<b>TOTAL</b>	<b>342,488</b>	<b>370,870</b>	<b>-</b>	<b>370,870</b>
<b>Expenditure</b>				
Personal Emoluments (6)	103,827	124,765	-	124,765
Operations and Maintenance (7)	151,161	165,541	-	165,541
Administration (8)	35,572	59,102	-	59,102
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	14,758	20,873	-	20,873
<b>TOTAL</b>	<b>305,318</b>	<b>370,280</b>	<b>-</b>	<b>370,280</b>
<b>Surplus / Deficit</b>	<b>37,170</b>	<b>590</b>	<b>-</b>	<b>590</b>

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

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2021	the Period	2021
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	490,122	309,382		309,382
<b>Current Assets</b>				
Inventories (11)	3,994	4,000	-	4,000
Receivables (12)	47,537	35,000	-	35,000
Cash and Cash Equivalents (13)	124,621	199,893	-	199,893
<b>Total Current Assets</b>	<b>176,152</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Current Liabilities</b>				
Payables (14)	101,178	238,893	-	238,893
<b>Total Current Liabilities</b>	<b>101,178</b>	<b>238,893</b>	<b>-</b>	<b>238,893</b>
<b>Net Current Assets</b>	<b>74,974</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
<b>Non-current liabilities (15)</b>	<b>327,613</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>237,483</b>	<b>309,382</b>	<b>-</b>	<b>309,382</b>
<b>Reserves</b>				
Retained Funds	237,483	309,382	-	309,382

## Financial Situation Indicator

DESCRIPTION				
Current Assets	176,152	238,893	-	238,893
Current Liabilities	101,178	238,893	-	238,893
<b>Working Capital</b>	<b>74,974</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
Government Allocation	301,390	347,464	-	301,390
<b>FSI</b>	<b>25 %</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	37,170	590	-	590
Adjustments for:				
Depreciation	14,758	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	(54,477)	16,501		16,501
Increase / (Decrease) in accruals	18,667			-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Cash generated from operations	16,118	37,963	-	37,963
Interest paid				-
<i>Net cash from operating activities</i>	16,118	37,963	-	37,963
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(293,644)	(387,560)		(387,560)
Proceeds from sale of property, plant & equipment				-
Grants received	30,356	293,000		293,000
Interest received				-
Grants - Mtarfa Tower Clock	187,703			-
<i>Net cash used in investing activities</i>	(75,586)	(94,560)	-	(94,560)
<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>	(59,468)	(56,597)	-	(56,597)
Cash & cash equivalents at beginning of year	184,089	256,490		256,490
<b>Cash &amp; cash equivalents at end of Quarter</b>	124,621	199,893	-	199,893

## 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	301,392	301,390		301,390
0002-0004 In terms of section 58 CAP 363	12,329	35,636		35,636
0005-0019 Other income	20,011	10,438		10,438
	<b>333,731</b>	<b>347,464</b>	-	<b>347,464</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		-		-
0026-0035 Income from Permits	3,642	4,140		4,140
	<b>3,642</b>	<b>4,140</b>	-	<b>4,140</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	602	500		500
0038-0055 Contraventions	47	-		-
	<b>649</b>	<b>500</b>	-	<b>500</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		6		6
0096-0099 Income received from Governmet Securities		-		-
	-	<b>6</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	1,180			-
0100-0109 Donations	430			-
0110-0119 Contributions	75	3,000		3,000
0120-0129 General Income	2,781	15,760		15,760
	<b>4,466</b>	<b>18,760</b>	-	<b>18,760</b>
<b>Total</b>	<b>342,488</b>	<b>370,870</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	10,569	10,571		10,571
1200	Employees' Salaries & Wages	65,986	81,688		81,688
1300	Bonuses	5,641	8,404		8,404
1400	Income Supplements		380		380
1500	Social Security Contributions	6,001	7,722		7,722
1600	Allowances	13,000	13,000		13,000
1700	Overtime	2,630	3,000		3,000
		<b>103,827</b>	<b>124,765</b>	-	<b>124,765</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities	1,895	5,116		5,116
2200-2259	Public Materials & Supplies	3,888	6,500		6,500
2300-2399	Repairs & upkeep	14,453	13,100		13,100
2400-2449	Rent	7,311	7,331		7,331
3010	Street Lightning	12,878	10,000		10,000
3020	Lease of Equipment	6,073	150		150
3030	Insurance	1,496	1,634		1,634
3035	Bank Charges	512	270		270
3038	Penalties				-
3041	Refuse Collection	13,076	20,752		20,752
3042	Bulky Refuse Collection	5,997	5,000		5,000
3043	Bins on wheels		-		-
3045	Bring in sites				-
3051	Road & Street Cleaning	18,434	19,428		19,428
3052	Cleaning & Maintenance of Non-Urban Areas				-
3053	Cleaning of Public Conveniences	5,608	5,640		5,640
3055	Cleaning of Council Premises				-
3040	Waste Disposal	15,897	17,400		17,400
3060	Cleaning & Maintenance of Parks & Gardens	28,055	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	6,652	1,506		1,506
3070-3090	Consultation Fees				-
3100-3139	Contract & Project Management				-
3300-3379	Hospitality	4,644	15,750		15,750
3380-3389	Community	4,262	12,964		12,964
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses	32	400		400
3700-3799	EU Projects				-
3800-3899	Twinning				-
	Provision for Bad LES debts				-
		<b>151,161</b>	<b>165,541</b>	-	<b>165,541</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	5,329	4,984		4,984
2260-2299	Office Materials & Supplies	170	500		500
2450-2499	Office Rent				-
2500-2599	National & International Memberships	300	600		600
2600-2699	Office Services	2,596	1,640		1,640
2700-2799	Transport	1,422	9,710		9,710
2800-2899	Travel		1,000		1,000
2900-2999	Information Services	2,186	7,790		7,790
3050	Office Cleaning	1,345	1,080		1,080
3410-3199	Professional Services	19,322	30,098		30,098
3200-3299	Training	1,620			-
3345	Office Hospitality	1,281	1,500		1,500
3400-3499	Incidental Expenses		200		200
		<b>35,572</b>	<b>59,102</b>	-	<b>59,102</b>
<b>9</b>	<b>Finance Costs</b>				
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 December 2021	14,758	20,873		20,873
Disposal of Assets				-
Depreciation	<b>14,758</b>	<b>20,873</b>	-	<b>20,873</b>
<b>Total</b>	<b>305,318</b>	<b>370,280</b>	-	<b>370,280</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables	3,994	4,000		4,000
	<b>3,994</b>	<b>4,000</b>	-	<b>4,000</b>
<b>12 Receivables</b>				
0201-0209 Receivables	8,886	15,000		15,000
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	38,651	20,000		20,000
	<b>47,537</b>	<b>35,000</b>	-	<b>35,000</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	124,621	199,893		199,893
	<b>124,621</b>	<b>199,893</b>	-	<b>199,893</b>
<b>14 Payables</b>				
4000 Payables	69,622	106,500		106,500
4100 Accruals	21,556	55,000		55,000
4150 Deferred Income		77,393		77,393
Current portion of long term borrowings				-
Advance Payment	10,000			-
	<b>101,178</b>	<b>238,893</b>	-	<b>238,893</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
Advance payment	327,613	-		-
	<b>327,613</b>	-	-	-

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## Total Commitments (Recurrent and Capital)

## DESCRIPTION

€	€	€
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## Recurrent and Capital

Mtarfa Tower Clock

125,010	125,010	
<b>125,010</b>	125,010	-

## Long Term Loans

-	-	-

## Others

-	-	-

**17 Depreciation of Property, Plant and Equipment**

<b>Asset</b>	Furn & Fittings	Office Equipment	Urban Improvements	Construction & Street Lighting	Trees	Plant & Machinery	Computer Equipment	Street Signs	Assets under construction	<b>Total</b>
% of depreciation	8%	20%	10%	1%	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	320	298	63,848		1,685	549			226,945	293,644
Disposals			1,116						(1,116)	-
As at end of December 2021	<b>50,809</b>	<b>19,433</b>	<b>365,443</b>	<b>572,895</b>	<b>11,055</b>	<b>9,373</b>	<b>11,856</b>	<b>38,068</b>	<b>416,036</b>	<b>1,494,967</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2021		2,847	112,480	436,127		2,300			2,599	<b>556,353</b>
Additions			30,356							<b>30,356</b>
As at end of December 2021	-	<b>2,847</b>	<b>142,836</b>	<b>436,127</b>	-	<b>2,300</b>	-	-	<b>2,599</b>	<b>586,709</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2021	37,843	14,500	183,868	113,077	-	5,127	10,896	38,068	-	<b>403,379</b>
Charge for the period	1,963	646	7,664	3,165		564	756	-	-	<b>14,758</b>
Released on disposal										-
As at end of December 2021	<b>39,806</b>	<b>15,146</b>	<b>191,532</b>	<b>116,242</b>	-	<b>5,691</b>	<b>11,652</b>	<b>38,068</b>	-	<b>418,137</b>
<b>NBV</b> As at end of December 2021	<b>11,003</b>	<b>1,440</b>	<b>31,075</b>	<b>20,526</b>	<b>11,055</b>	<b>1,382</b>	<b>205</b>	-	<b>413,437</b>	<b>490,122</b>