



# **Naxxar Local Council**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of September 2020 (Quarter 3)**

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***Overview and Summary***

The Income and Expenditure for Quarter 3 is registering a deficit of €187,865. The annual budget for year 2020 envisages a deficit of €338,591 for the year.

The net current asset for the period is positive as the net current asset position is €116,675. This positive situation is due to the fact that the cash and cash equivalents were very high and in fact the balance as at end of September 2020 amounted to €868,157.

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 10% of the Annual Government Allocation.

Anne Marie Muscat Fenech Adami  
Mayor

Paul Gatt  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of September 2020 (Quarter 3)**

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	924,018	1,183,206	-	1,183,206
Income raised from Bye-Laws (2)	46,172	85,050	-	85,050
Income raised from LES (3)	5,111	9,000	-	9,000
Investment Income (4)	-	110	-	110
Other Income (5)	5,685	5,740	-	5,740
<b>TOTAL</b>	<b>980,986</b>	<b>1,283,106</b>	<b>-</b>	<b>1,283,106</b>
<b>Expenditure</b>				
Personal Emoluments (6)	153,663	256,998	-	256,998
Operations and Maintenance (7)	639,430	954,635	35,000	919,635
Administration (8)	169,830	147,000	(35,000)	182,000
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	205,927	263,064	-	263,064
<b>TOTAL</b>	<b>1,168,851</b>	<b>1,621,697</b>	<b>-</b>	<b>1,621,697</b>
<b>Surplus / Deficit</b>	<b>(187,865)</b>	<b>(338,591)</b>	<b>-</b>	<b>(338,591)</b>

## Statement of Financial Position as at end of September 2020 (Quarter 3)

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	1,465,795	1,220,897		1,220,897
<b>Current Assets</b>				
Inventories (11)	7,795	7,500	-	7,500
Receivables (12)	95,558	107,758	-	107,758
Cash and Cash Equivalents (13)	868,157	352,240	-	352,240
<b>Total Current Assets</b>	<b>971,510</b>	<b>467,498</b>	<b>-</b>	<b>467,498</b>
<b>Current Liabilities</b>				
Payables (14)	854,836	340,000	-	340,000
<b>Total Current Liabilities</b>	<b>854,836</b>	<b>340,000</b>	<b>-</b>	<b>340,000</b>
<b>Net Current Assets</b>	<b>116,675</b>	<b>127,498</b>	<b>-</b>	<b>127,498</b>
<b>Non-current liabilities (15)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Assets</b>	<b>1,582,469</b>	<b>1,348,395</b>	<b>-</b>	<b>1,348,395</b>
<b>Reserves</b>				
Retained Funds	1,582,469	1,348,395	-	1,348,395

## Financial Situation Indicator

DESCRIPTION	Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
	€	€	€	€
Current Assets	971,510	467,498	-	467,498
Current Liabilities	854,836	340,000	-	340,000
<b>Working Capital</b>	<b>116,675</b>	<b>127,498</b>	<b>-</b>	<b>127,498</b>
Government Allocation	1,116,126	1,116,126	-	1,116,126
<b>FSI</b>	<b>10 %</b>	<b>11 %</b>		<b>11 %</b>

## Cash flow Statement

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	(187,865)	(338,591)	-	(338,591)
Adjustments for:				
Depreciation	205,927	263,064	-	263,064
Increase / (Decrease) in Allowance for Bad Debts	-			-
Interest receivable	-			-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	417,130			-
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	435,193	(75,527)	-	(75,527)
Interest paid				-
<i>Net cash from operating activities</i>	435,193	(75,527)	-	(75,527)
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(477,736)	(454,768)		(454,768)
Proceeds from sale of property, plant & equipment				-
Grants received	28,165			-
Interest received	-			-
<i>Net cash used in investing activities</i>	(449,571)	(454,768)	-	(454,768)
<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>	(14,378)	(530,295)	-	(530,295)
Cash & cash equivalents at beginning of year	882,535	882,535		882,535
<b>Cash &amp; cash equivalents at end of Quarter</b>	868,157	352,240	-	352,240

## Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>Income</b>				
<b>1 Funds received from Cental Government:</b>				
0001 In terms of section 55 CAP 363	835,726	1,116,126		1,116,126
0002-0004 In terms of section 58 CAP 363		-		-
0005-0019 Other income	88,292	67,080		67,080
	<b>924,018</b>	<b>1,183,206</b>	-	<b>1,183,206</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services		15,650		15,650
0026-0035 Income from Permits	46,172	69,400		69,400
	<b>46,172</b>	<b>85,050</b>	-	<b>85,050</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	4,322	9,000		9,000
0038-0055 Contraventions	789			-
	<b>5,111</b>	<b>9,000</b>	-	<b>9,000</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest		110		110
0096-0099 Income received from Governmet Securities		-		-
	-	<b>110</b>	-	<b>110</b>
<b>5 Sponsorships</b>				
0066-0069 Documents & Information		240		240
0070-0075 EU funds	9	-		-
0076-0080 Twinning		-		-
0081-0089 Insurance Claims		-		-
0100-0109 Donations		5,000		5,000
0110-0119 Contributions	207	-		-
0120-0129 General Income	5,469	500		500
	<b>5,685</b>	<b>5,740</b>	-	<b>5,740</b>
<b>Total</b>	<b>980,986</b>	<b>1,283,106</b>	-	<b>1,283,106</b>

## Detailed Expenditure

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
<b>6 i) Personal Emoluments</b>				
1100 Mayor's Allowance	11,271	15,027		15,027
1200 Employees' Salaries & Wages	102,835	181,716		181,716
1300 Bonuses	7,921	15,027		15,027
1400 Income Supplements	1,665	2,665		2,665
1500 Social Security Contributions	9,650	12,589		12,589
1600 Allowances	17,075	24,473		24,473
1700 Overtime	3,246	5,500		5,500
	<b>153,663</b>	<b>256,998</b>	-	<b>256,998</b>
<b>7 Operations and Maintenance</b>				
2100-2149 Public Utilities	4,426	14,000	6,000	8,000
2200-2259 Public Materials & Supplies	3,585	10,800		10,800
2300-2399 Repairs & upkeep	58,986	234,000	84,000	150,000
2400-2449 Rent	2,865	2,631		2,631
3010 Street Lightning	15,032	20,000		20,000
3020 Lease of Equipment		500		500
3030 Insurance	1,315	2,040		2,040
3035 Bank Charges	171	200		200
3038 Penalties				-
3041 Refuse Collection	194,652	160,338	(40,000)	200,338
3042 Bulky Refuse Collection	17,572	22,800		22,800
3043 Bins on wheels	18,506	-	(20,000)	20,000
3045 Bring in sites		300		300
3051 Road & Street Cleaning	103,332	154,639		154,639
3052 Cleaning & Maintenance of Non-Urban Areas	16,373	21,830		21,830
3053 Cleaning of Public Conveniences	11,476	20,757	2,000	18,757
3055 Cleaning of Council Premises	7,031	6,000	(2,000)	8,000
3040 Waste Disposal	82,536	115,000	5,000	110,000
3060 Cleaning & Maintenance of Parks & Gardens				-
3061 Cleaning & Maintenance of Soft Areas	74,014	94,400		94,400
3062 Cleaning & Maintenance of Beaches & CA				-
3063 Cleaning & Maintenance of Country Non-Urban				-
6064 Other Contractual Services	5,460	20,000		20,000
3070-3090 Consultation Fees		3,000		3,000
3100-3139 Contract & Project Management				-
3300-3379 Hospitality	2,360	8,100		8,100
3380-3389 Community	19,502	43,300		43,300
3390-3394 Donations				-
3600-3694 Local Enforcement Expenses	235			-
3700-3799 EU Projects				-
3800-3899 Twinning				-
Provision for bad debts				-
	<b>639,430</b>	<b>954,635</b>	<b>35,000</b>	<b>919,635</b>
<b>8 Administration</b>				
2150-2199 Office Utilities	9,778	4,430	(6,000)	10,430
2260-2299 Office Materials & Supplies		-		-
2450-2499 Office Rent				-
2500-2599 National & International Memberships	86	2,000	1,000	1,000
2600-2699 Office Services	2,377	7,720	1,720	6,000
2700-2799 Transport	497	600		600
2800-2899 Travel		4,000	4,000	-
2900-2999 Information Services	3,518	13,650	5,280	8,370
3050 Office Cleaning				-
3410-3199 Professional Services	151,150	108,600	(43,000)	151,600
3200-3299 Training		3,000	2,000	1,000
3345 Office Hospitality				-
3400-3499 Incidental Expenses	2,424	3,000		3,000
	<b>169,830</b>	<b>147,000</b>	<b>(35,000)</b>	<b>182,000</b>
<b>9 Finance Costs</b>				
3036 Interest on Bank Loan				-
	-	-	-	-



## Detailed Statement 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				-
8000-8099 Depreciation As at end of September 2020	205,927	263,064		263,064
				-
Depreciation	205,927	263,064	-	263,064
<b>Total</b>	<b>1,168,851</b>	<b>1,621,697</b>	<b>-</b>	<b>1,621,697</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables	7,795	7,500		7,500
				-
	<b>7,795</b>	<b>7,500</b>	<b>-</b>	<b>7,500</b>
<b>12 Receivables</b>				
0201-0209 Receivables	69,357	62,758		62,758
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	26,202	45,000		45,000
		-		-
	<b>95,558</b>	<b>107,758</b>	<b>-</b>	<b>107,758</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	868,157	352,240		352,240
	<b>868,157</b>	<b>352,240</b>	<b>-</b>	<b>352,240</b>
<b>14 Payables</b>				
4000 Payables	460,070	300,000		300,000
4100 Accruals	116,191	40,000		40,000
4150 Deferred Income	278,575	-		-
Current portion of long term borrowings				-
	<b>854,836</b>	<b>340,000</b>	<b>-</b>	<b>340,000</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing				-
				-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

	€	€	€
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Recurrent and Capital

New Passenger Lift  
Outdoor Gym in Triq I-Ghakkies  
Windmill Project

	50,000		
	184,080		
	<b>234,080</b>	-	-

Long Term Loans

	-	-	-

Others

	-	-	-

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

<b>Asset</b>	Property	Assets under construction	New street signs	Urban improvements & construction	Plant, machinery & equipment	Office furniture & fittings	Trees	Special programmes	Motor Vehicles	<b>Total</b>
% of depreciation	1%	0%	100%	10%	20%	8%	0%	10%	20%	
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2020	283,898	137,352	150,931	750,743	304,236	53,047	68,732	3,520,437	10,805	5,280,181
Additions	3,352	233,909	25,643		2,676			212,156		477,736
Disposals										-
As at end of September 2020	<b>287,250</b>	<b>371,261</b>	<b>176,574</b>	<b>750,743</b>	<b>306,912</b>	<b>53,047</b>	<b>68,732</b>	<b>3,732,593</b>	<b>10,805</b>	<b>5,757,917</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2020	-	-	-	-	207,191	2,700	-	1,292,110		1,502,001
Additions					28,165					28,165
As at end of September 2020	-	-	-	-	<b>235,356</b>	<b>2,700</b>	-	<b>1,292,110</b>	-	<b>1,530,166</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2020	4,513	-	124,514	460,330	87,418	40,724	-	1,836,211	2,319	2,556,029
Charge for the period	2,128	-	33,245	6,348	2,949	1,166	-	158,471	1,621	205,927
Released on disposal										-
As at end of September 2020	<b>6,641</b>	-	<b>157,759</b>	<b>466,678</b>	<b>90,367</b>	<b>41,890</b>	-	<b>1,994,682</b>	<b>3,940</b>	<b>2,761,956</b>
<b>NBV</b> As at end of September 2020	<b>280,609</b>	<b>371,261</b>	<b>18,815</b>	<b>284,065</b>	<b>(18,811)</b>	<b>8,457</b>	<b>68,732</b>	<b>445,801</b>	<b>6,865</b>	<b>1,465,795</b>