



Naxxar 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 Income and Expenditure for Quarter 1 is registering a surplus of €51,886. The annual budget for the year 2026, envisaged a breakeven position for the year.

The net current asset for the period is positive as the net current asset position is €636,308. 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 March 2026 amounted to €740,843.

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 54% of the Annual Government Allocation.

Dr. Christopher Deguara
Mayor

Paul Gatt
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				
Funds received from Central Government (1)	301,144	1,219,989	-	1,219,989
Income raised from Bye-Laws (2)	27,646	91,350	-	91,350
Income raised from LES (3)	2,731	7,500	-	7,500
Investment Income (4)	-	-	-	-
Other Income (5)	3,878	1,761	-	1,761
TOTAL	335,399	1,320,600	-	1,320,600
Expenditure				
Personal Emoluments (6)	73,372	295,962	-	295,962
Operations and Maintenance (7)	130,788	622,683	-	622,683
Administration (8)	38,381	187,917	-	187,917
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	40,972	214,038	-	214,038
TOTAL	283,512	1,320,600	-	1,320,600
Surplus / Deficit	51,886	-	-	-

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

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2026	the Period	2026
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	1,394,243	1,354,462		1,354,462
Current Assets				
Inventories (11)	7,626	7,600	-	7,600
Receivables (12)	133,024	147,888	-	147,888
Cash and Cash Equivalents (13)	740,843	706,252	-	706,252
Total Current Assets	881,493	861,740	-	861,740
Current Liabilities				
Payables (14)	245,185	245,000	-	245,000
Total Current Liabilities	245,185	245,000	-	245,000
Net Current Assets	636,308	616,740	-	616,740
Non-current liabilities (15)	-	-	-	-
Net Assets	2,030,551	1,971,202	-	1,971,202
Reserves				
Retained Funds	2,030,551	1,971,202	-	1,971,202

Financial Situation Indicator

DESCRIPTION				
Current Assets	881,493	861,740	-	861,740
Current Liabilities	245,185	245,000	-	245,000
Working Capital	636,308	616,740	-	616,740
Government Allocation	1,187,989	1,187,989	-	1,187,989
FSI	54 %	52 %		52 %

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	51,886	-	-	-
Adjustments for:				
Depreciation	40,972	214,038	-	214,038
Increase / (Decrease) in Allowance for Bad Debts	-		-	-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Trasfer of Grants to Profit & Loss				-
Increase / (Decrease) in payables	22,486			-
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Cash generated from operations	115,344	214,038	-	214,038
Interest paid				-
<i>Net cash from operating activities</i>	115,344	214,038	-	214,038
Cash flows from investing activities				
Purchase of property, plant & equipment	(715)	(780,500)		(780,500)
Proceeds from sale of property, plant & equipment				-
Grants received	-	646,500		646,500
Interest received				-
<i>Net cash used in investing activities</i>	(715)	(134,000)	-	(134,000)
Cash flows from financing activities				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	114,629	80,038	-	80,038
Cash & cash equivalents at beginning of year	626,214	626,214		626,214
Cash & cash equivalents at end of Quarter	740,843	706,252	-	706,252

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 In terms of section 55 CAP 363	296,997	1,187,989		1,187,989
0002-0004 In terms of section 58 CAP 363		-		-
0005-0019 Other income	4,147	32,000		32,000
	301,144	1,219,989	-	1,219,989
2 Income raised from Bye-Laws				
0021-0025 Community Services	2,170	7,350		7,350
0026-0035 Income from Permits	25,476	84,000		84,000
	27,646	91,350	-	91,350
3 Local Enforcement Income				
0037 Commission from Regional Committees	2,731	7,500		7,500
0038-0055 Contraventions	-			-
	2,731	7,500	-	7,500
4 Investment Income				
0091-0095 Bank interest				-
0096-0099 Income received from Governmet Securities				-
	-	-	-	-
5				
0056-0065 Sponsorships	-			-
0066-0069 Documents & Information	2,175	1,200		1,200
0070-0075 EU funds				-
0076-0080 Twinning				-
0081-0089 Insurance Claims				-
0100-0109 Donations	1,700			-
0110-0119 Contributions	-			-
0120-0129 General Income	3	561		561
	3,878	1,761	-	1,761
Total	335,399	1,320,600	-	1,320,600

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
6 i)	Personal Emoluments				
1100	Mayor's Allowance	5,514	22,055		22,055
1200	Employees' Salaries & Wages	46,598	184,388		184,388
1300	Bonuses	3,878	21,792		21,792
1400	Income Supplements	1,343	1,878		1,878
1500	Social Security Contributions	4,181	16,803		16,803
1600	Allowances	9,600	38,400		38,400
1700	Overtime	2,258	10,646		10,646
		73,372	295,962	-	295,962
		€	€	€	€
7	Operations and Maintenance				
2100-2149	Public Utilities	1,212	13,600		13,600
2200-2259	Public Materials & Supplies	1,792	5,500		5,500
2300-2399	Repairs & upkeep	7,260	96,000		96,000
2400-2449	Rent	1,019	2,325		2,325
3010	Street Lightning	8,954	30,000		30,000
3020	Lease of Equipment	26	500		500
3030	Insurance	3,722	6,290		6,290
3035	Bank Charges	611	2,100		2,100
3038	Penalties	3,388			-
3041	Refuse Collection	-	-		-
3042	Bulky Refuse Collection	8,572	36,000		36,000
3043	Bins on wheels	-	-		-
3045	Bring in sites	189	1,000		1,000
3051	Road & Street Cleaning	46,457	190,000		190,000
3052	Cleaning & Maintenance of Non-Urban Areas	5,457	28,000		28,000
3053	Cleaning of Public Conveniences	5,539	26,242		26,242
3055	Cleaning of Council Premises	3,141	12,093		12,093
3040	Waste Disposal	857			-
3060	Cleaning & Maintenance of Parks & Gardens				-
3061	Cleaning & Maintenance of Soft Areas	23,477	101,033		101,033
3062	Cleaning & Maintenance of Beaches & CA				-
3063	Cleaning & Maintenance of Country Non-Urban				-
6064	Other Contractual Services	266	2,000		2,000
3070-3090	Consultation Fees	-	5,000		5,000
3100-3139	Contract & Project Management				-
3300-3379	Hospitality	895	6,300		6,300
3380-3389	Community	7,616	58,700		58,700
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses	338			-
3700-3799	EU Projects				-
3800-3899	Twinning				-
	Security Services				-
		130,788	622,683	-	622,683
		€	€	€	€
8	Administration				
2150-2199	Office Utilities	3,133	8,370		8,370
2260-2299	Office Materials & Supplies		-		-
2450-2499	Office Rent				-
2500-2599	National & International Memberships	1,824	1,700		1,700
2600-2699	Office Services	2,512	6,800		6,800
2700-2799	Transport	1,507	5,000		5,000
2800-2899	Travel	765	9,000		9,000
2900-2999	Information Services	1,434	12,500		12,500
3050	Office Cleaning				-
3410-3199	Professional Services	27,054	136,047		136,047
3200-3299	Training	152	7,000		7,000
3345	Office Hospitality				-
3400-3499	Incidental Expenses	-	1,500		1,500
		38,381	187,917	-	187,917
		€	€	€	€
9	Finance Costs				
3036	Interest on Bank Loan				-
		-	-	-	-
		€	€	€	€

Detailed Statment of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2026	the Period	2026
	€	€	€	€
10 Other Expenditure				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts	-			-
8000-8099 Depreciation As at end of March 2026	40,972	214,038		214,038
Depreciation released on disposal	-			-
Depreciation	40,972	214,038	-	214,038
Total	283,512	1,320,600	-	1,320,600
11 Inventories				
5201-5249 Stationery	7,626	7,600		7,600
5250-5299 Consumables				-
				-
	7,626	7,600	-	7,600
12 Receivables				
0201-0209 Receivables	30,207	37,888		37,888
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	102,816	110,000		110,000
		-		-
	133,024	147,888	-	147,888
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	740,843	706,252		706,252
	740,843	706,252	-	706,252
14 Payables				
4000 Payables	214,458	180,000		180,000
4100 Accruals	30,727	55,000		55,000
4150 Deferred Income		10,000		10,000
Short-term Borrowings				-
				-
	245,185	245,000	-	245,000
15 Non Current Liabilities				
4200 Long Term Borrowing				-
Advance Payment				-
	-	-	-	-

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

	Property	Assets under construction	New street signs & lights	Urban improvements & construction	Plant, machinery & equipment	Office furniture & fittings	Trees	Special programmes	Motor Vehicles	Total
Asset										
% of depreciation	1%	0%	100%	10%	20%	8%	0%	10%	20%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2026	284,802	98,428	218,709	2,608,017	99,252	63,122	68,732	3,957,455	10,805	7,409,322
Additions				265		450				715
Disposals										-
As at end of March 2026	284,802	98,428	218,709	2,608,282	99,252	63,572	68,732	3,957,455	10,805	7,410,037
Grants/ other reimbursements										
As at 1st January 2026	-	-	-	991,662	19,997	2,700	-	1,412,563		2,426,922
Additions										-
As at end of March 2026	-	-	-	991,662	19,997	2,700	-	1,412,563	-	2,426,922
Accumulated Depreciation										
As at 1st January 2026	21,601	-	218,709	660,432	64,952	46,414	-	2,524,987	10,805	3,547,900
Charge for the period	713		-	18,996	919	440		19,905	-	40,972
Released on disposal										-
As at end of March 2026	22,314	-	218,709	679,428	65,871	46,854	-	2,544,892	10,805	3,588,872
NBV As at end of March 2026	262,489	98,428	-	937,192	13,384	14,018	68,732	0	-	1,394,243