



# **Hal Balzan Local Council**

## **Quarterly Financial Report**

### **for the Period**

**1st January till End of June 2020 (Quarter 2)**

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***Overview and Summary***

The financial report covers the period January to June 2020. During this period under review the Council's income amounted to €187,425. The total expenditure amounted to €168,765.

Funds received from Central Government amounted to €177,105. Income raised from Bye-Laws amounted to €9,890 which was mainly income from permits for the use of machinery.

Income from LES amounted to €392 and this was mainly generated from administrative charges for fines collected by Council in favour of the Regional Committees and LESA and Other Income amounted to €38.

Personal Emoluments amounted to €47,685 while Operations and Maintenance amounted to €78,099. During this period the Administration costs amounted to €14,646, Finance Costs amounted to €2,188, while Other Expenditure amounted to €26,147 which was the total depreciation for this period under review.

The financial performance for the period January to June 2020 resulted in a surplus of €18,660.

SIGNED

Notary Ian Spiteri  
Mayor

SIGNED

Doriette Farrugia  
Executive Secretary

### Statement of Income and Expenditure

#### 1st January till End of June 2020 (Quarter 2)

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)	177,105	351,397	-	351,397
Income raised from Bye-Laws (2)	9,890	26,000	-	26,000
Income raised from LES (3)	392	1,700	-	1,700
Investment Income (4)	-	32	-	32
Other Income (5)	38	250	-	250
<b>TOTAL</b>	<b>187,425</b>	<b>379,379</b>	<b>-</b>	<b>379,379</b>
<b>Expenditure</b>				
Personal Emoluments (6)	47,685	101,274	-	101,274
Operations and Maintenance (7)	78,099	183,862	-	183,862
Administration (8)	14,646	39,671	-	39,671
Finance Cost (9)	2,188	1,455	-	1,455
Other Expenditure (10)	26,147	57,817	-	57,817
<b>TOTAL</b>	<b>168,765</b>	<b>384,079</b>	<b>-</b>	<b>384,079</b>
<b>Surplus / Deficit</b>	<b>18,660</b>	<b>(4,700)</b>	<b>-</b>	<b>(4,700)</b>

## Statement of Financial Position as at end of June 2020 (Quarter 2)

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)	275,882	244,074	-	244,074
<b>Current Assets</b>				
Inventories (11)	270	200	-	200
Receivables (12)	24,104	11,615	-	11,615
Cash and Cash Equivalents (13)	498,119	432,256	-	432,256
<b>Total Current Assets</b>	<b>522,493</b>	<b>444,071</b>	<b>-</b>	<b>444,071</b>
<b>Current Liabilities</b>				
Payables (14)	135,785	64,262	-	64,262
<b>Total Current Liabilities</b>	<b>135,785</b>	<b>64,262</b>	<b>-</b>	<b>64,262</b>
<b>Net Current Assets</b>	<b>386,708</b>	<b>379,809</b>	<b>-</b>	<b>379,809</b>
<b>Non-current liabilities (15)</b>	<b>155,921</b>	<b>127,438</b>	<b>-</b>	<b>127,438</b>
<b>Net Assets</b>	<b>506,669</b>	<b>496,445</b>	<b>-</b>	<b>496,445</b>
<b>Reserves</b>				
Retained Funds	506,669	496,445	-	496,445

## Financial Situation Indicator

DESCRIPTION				
Current Assets	522,493	444,071	-	444,071
Current Liabilities	135,785	64,262	-	64,262
<b>Working Capital</b>	<b>386,708</b>	<b>379,809</b>	<b>-</b>	<b>379,809</b>
Government Allocation	323,237	323,237	-	288,968
<b>FSI</b>	<b>120 %</b>	<b>118 %</b>		<b>131 %</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	18,660	(4,700)	-	(4,700)
Adjustments for:				
Depreciation	26,147	57,817	-	57,817
Increase / (Decrease) in Allowance for Bad Debts	-	(32)	-	(32)
Interest receivable	-	1,455	-	1,455
Interest payable	2,188	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Trasfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	62,176	(12,343)	-	(12,343)
Increase / (Decrease) in accruals	2,658	269	-	269
Decrease / (Increase) in receivables	(642)	11,847	-	11,847
Decrease / (Increase) in inventories	15	85	-	85
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	<b>111,202</b>	<b>54,398</b>	-	<b>54,398</b>
Interest paid	(2,188)	(1,455)	-	(1,455)
<i>Net cash from operating activities</i>	<b>109,014</b>	<b>52,943</b>	-	<b>52,943</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(3,846)	(6,100)	-	(6,100)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	-	-	-	-
Interest received	-	32	-	32
<i>Net cash used in investing activities</i>	<b>(3,846)</b>	<b>(6,068)</b>	-	<b>(6,068)</b>
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings	-	-	-	-
Interest Paid	-	-	-	-
Bank Loan Repayments	-	-	-	-
Payments for leased right-of-use assets	(4,646)	(12,215)	-	(12,215)
<i>Net cash from financing activities</i>	<b>(4,646)</b>	<b>(12,215)</b>	-	<b>(12,215)</b>
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	<b>100,522</b>	<b>34,660</b>	-	<b>34,660</b>
Cash & cash equivalents at beginning of year	397,597	397,596	-	397,596
<b>Cash &amp; cash equivalents at end of Quarter</b>	<b>498,119</b>	<b>432,256</b>	-	<b>432,256</b>

## 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	162,125	323,237	-	323,237
0002-0004 In terms of section 58 CAP 363	3,163	-	-	-
0005-0019 Other income	11,817	28,160	-	28,160
	<b>177,105</b>	<b>351,397</b>	<b>-</b>	<b>351,397</b>
<b>2 Income raised from Bye-Laws</b>				
0021-0025 Community Services	-	1,000	-	1,000
0026-0035 Income from Permits	9,890	25,000	-	25,000
	<b>9,890</b>	<b>26,000</b>	<b>-</b>	<b>26,000</b>
<b>3 Local Enforcement Income</b>				
0037 Commission from Regional Committees	357	1,700	-	1,700
0038-0055 Contraventions	35	-	-	-
	<b>392</b>	<b>1,700</b>	<b>-</b>	<b>1,700</b>
<b>4 Investment Income</b>				
0091-0095 Bank interest	-	32	-	32
0096-0099 Income received from Governnet Securities	-	-	-	-
	<b>-</b>	<b>32</b>	<b>-</b>	<b>32</b>
<b>5</b>				
0056-0065 Sponsorships	-	-	-	-
0066-0069 Documents & Information	38	200	-	200
0070-0075 EU funds	-	-	-	-
0076-0080 Twinning	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-
0100-0109 Donations	-	-	-	-
0110-0119 Contributions	-	50	-	50
0120-0129 General Income	-	-	-	-
	<b>38</b>	<b>250</b>	<b>-</b>	<b>250</b>
<b>Total</b>	<b>187,425</b>	<b>379,379</b>	<b>-</b>	<b>379,379</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2020	Virements for the Period	Revised Annual Budget 2020
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
1100	Mayor's Allowance	6,402	12,804	-	12,804
1200	Employees' Salaries & Wages	32,395	64,190	-	64,190
1300	Bonuses	-	6,799	-	6,799
1400	Income Supplements	400	727	-	727
1500	Social Security Contributions	3,002	6,004	-	6,004
1600	Allowances	5,300	10,600	-	10,600
1700	Overtime	186	150	-	150
		<b>47,685</b>	<b>101,274</b>	-	<b>101,274</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities	1,360	2,050	-	2,050
2200-2259	Public Materials & Supplies	428	1,000	-	1,000
2300-2399	Repairs & upkeep	4,521	11,100	-	11,100
2400-2449	Rent	-	2,000	-	2,000
3010	Street Lightning	1,060	3,000	-	3,000
3020	Lease of Equipment	-	-	-	-
3030	Insurance	985	1,200	-	1,200
3035	Bank Charges	309	500	-	500
3038	Penalties	-	-	-	-
3041	Refuse Collection	26,470	53,637	-	53,637
3042	Bulky Refuse Collection	3,264	8,624	-	8,624
3043	Bins on wheels	-	-	-	-
3045	Bring in sites	-	-	-	-
3051	Road & Street Cleaning	17,377	33,969	-	33,969
3052	Cleaning & Maintenance of Non-Urban Areas	-	-	-	-
3053	Cleaning of Public Conveniences	843	4,000	-	4,000
3055	Cleaning of Council Premises	-	500	-	500
3040	Waste Disposal	10,211	33,830	-	33,830
3060	Cleaning & Maintenance of Parks & Gardens	1,513	3,027	-	3,027
3061	Cleaning & Maintenance of Soft Areas	-	-	-	-
3062	Cleaning & Maintenance of Beaches & CA	-	-	-	-
3063	Cleaning & Maintenance of Country Non-Urban	-	-	-	-
6064	Other Contractual Services	6,666	13,900	-	13,900
3070-3090	Consultation Fees	-	-	-	-
3100-3139	Contract & Project Management	2,028	4,425	-	4,425
3300-3379	Hospitality	-	-	-	-
3380-3389	Community	1,052	7,000	-	7,000
3390-3394	Donations	-	-	-	-
3600-3694	Local Enforcement Expenses	12	100	-	100
3700-3799	EU Projects	-	-	-	-
3800-3899	Twinning	-	-	-	-
		<b>78,099</b>	<b>183,862</b>	-	<b>183,862</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	1,486	3,100	-	3,100
2260-2299	Office Materials & Supplies	120	500	-	500
2450-2499	Office Rent	925	-	-	-
2500-2599	National & International Memberships	86	1,300	-	1,300
2600-2699	Office Services	908	4,021	-	4,021
2700-2799	Transport	243	2,801	-	2,801
2800-2899	Travel	-	-	-	-
2900-2999	Information Services	1,492	2,200	-	2,200
3050	Office Cleaning	-	-	-	-
3410-3199	Professional Services	9,356	24,269	-	24,269
3200-3299	Training	-	500	-	500
3345	Office Hospitality	-	730	-	730
3400-3499	Incidental Expenses	30	250	-	250
		<b>14,646</b>	<b>39,671</b>	-	<b>39,671</b>
<b>9</b>	<b>Finance Costs</b>				
3036	Interest on Bank Loan	-	-	-	-
	Lease Interest	2,188	1,455	-	1,455
		<b>2,188</b>	<b>1,455</b>	-	<b>1,455</b>



## Detailed Statement of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	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 June 2020	26,147	57,817	-	57,817
	-	-	-	-
	<b>26,147</b>	<b>57,817</b>	-	<b>57,817</b>
<b>Total</b>	<b>168,765</b>	<b>384,079</b>	-	<b>384,079</b>
<b>11 Inventories</b>				
5201-5249 Stationery	-	-	-	-
5250-5299 Consumables	-	-	-	-
Books	270	200	-	200
	<b>270</b>	<b>200</b>	-	<b>200</b>
<b>12 Receivables</b>				
0201-0209 Receivables	15,250	2,000	-	2,000
0210-0219 LES Receivables	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-
0250 Prepayments & Accrued income	8,254	9,015	-	9,015
Deposits	600	600	-	600
	<b>24,104</b>	<b>11,615</b>	-	<b>11,615</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	498,119	432,256	-	432,256
	<b>498,119</b>	<b>432,256</b>	-	<b>432,256</b>
<b>14 Payables</b>				
4000 Payables	10,558	20,000	-	20,000
4100 Accruals	16,189	13,800	-	13,800
4150 Deferred Income	82,156	-	-	-
Current portion of long term borrowings	-	-	-	-
Other creditors / Short-term Lease Liabilities	26,882	30,462	-	30,462
	<b>135,785</b>	<b>64,262</b>	-	<b>64,262</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing	-	-	-	-
Deferred income / Long-term Lease Liabilities	155,921	127,438	-	127,438
	<b>155,921</b>	<b>127,438</b>	-	<b>127,438</b>

16	Total Commitments (Recurrent and Capital)	€	€	€
	DESCRIPTION			
	Recurrent and Capital			
		-	-	-
	Long Term Loans			
		-	-	-
	Others			
		-	-	-

## 17 Depreciation of Property, Plant and Equipment

<b>Asset</b>	Office furniture & 8%	Computer equipment 25%	Office equipment 20%	Urban improvements 10%	New street signs 100%	Construction works 10%	Special programmes 10%	Plant and Machinery 20%	Right-of Use Assets	<b>Total</b>
% of depreciation	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2020	29,245	6,848	18,533	704,412	10,170	701,959	254,130	1,944	161,032	1,888,273
Additions	-	1,156	-	2,690	-	-	-	-	-	3,846
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of June 2020	<b>29,245</b>	<b>8,004</b>	<b>18,533</b>	<b>707,102</b>	<b>10,170</b>	<b>701,959</b>	<b>254,130</b>	<b>1,944</b>	<b>161,032</b>	<b>1,892,119</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2020	737	-	11,444	486,893	-	-	143,182	-	-	642,256
Additions	-	-	-	-	-	-	-	-	-	-
As at end of June 2020	<b>737</b>	<b>-</b>	<b>11,444</b>	<b>486,893</b>	<b>-</b>	<b>-</b>	<b>143,182</b>	<b>-</b>	<b>-</b>	<b>642,256</b>
<b>Accumulated Depreciation</b>										
As at 1st January 2020	10,424	4,301	3,512	125,795	10,170	638,630	110,948	1,944	42,110	947,834
Charge for the period	819	744	620	10,839	-	5,881	(1)	-	7,245	26,147
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at end of June 2020	<b>11,243</b>	<b>5,045</b>	<b>4,132</b>	<b>136,634</b>	<b>10,170</b>	<b>644,511</b>	<b>110,947</b>	<b>1,944</b>	<b>49,355</b>	<b>973,981</b>
<b>NBV</b> As at end of June 2020	<b>17,265</b>	<b>2,959</b>	<b>2,957</b>	<b>83,575</b>	<b>-</b>	<b>57,448</b>	<b>1</b>	<b>-</b>	<b>111,677</b>	<b>275,882</b>