Ħal Balzan
Local Council

Quarterly Financial Report

for the Period

1st January till End of June 2026 (Quarter 2)

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Overview and Summary

The financial report covers the period January to June 2026. During this period under review the Council's income amounted to €212,615. The total expenditure amounted to €150,139.

Income
Funds received from Central Government amounted to €175,492. Income raised from own activities amounted to €31,077 which was mainly income from permits for the use of machinery. Reimbursements and Refunds amounted to €1,028 and Grants of an Income Nature amounted to €5,018.

Expenditure
Salaries and wages amounted to €74,645, while Operations and Maintenance amounted to €56,866. During this period the Administration and other expenditure costs amounted to €18,628. Finance Costs amounted to €703, while Depreciation for this period amounted to €13,131.

The financial performance for the period January to June 2026 resulted in a surplus of €48,642.

SIGNED

Dr Angelo Micallef
Mayor

SIGNED

Doriette Farrugia
Executive Secretary

Statement of Income and Expenditure

1st January till End of June 2026 (Quarter 2)

	DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
	Income				
0000-0019	Funds Received from Central Government (1)	175,492	348,121		348,121
0020-0099	Income raised from own activities(2)	31,077	54,000		54,000
0100-0119	Reimbursements & Refunds (3)	1,028	-		-
0200-0299	Grants of an Income Nature (4)	5,018	-		-
0120-0159	General Income	-	50		50
0170-0199	Inflows related to Waste Management - Regional Councils	-	-		-
		212,615	**402,171**	**-**	**402,171**
	Expenditure				
1000-1999	Salaries and wages (5)	74,645	164,121		164,121
2300-2399 3000-3199	Operations and Maintenance (6)	56,866	141,869		141,869
2000-2299 2400-2462 2465-2999 3210-3499 3800-3899	Administration and other expenditure (7)	18,628	46,485		46,485
3500-3599	Expenditure on Local/EU and Twinning Events (8)	-	-		-
		150,139	**352,475**	**-**	**352,475**
	Operating surplus/(deficit) before depreciation on administrative assets & right of use assets	**62,476**	**49,696**	**-**	**49,696**
3600-3699	Deprecation on Administrative Assets (9)	**3,668**	**9,670**		**9,670**
3790-3799	Depreciation on Right of Use Assets (9)	**4,432**	**17,610**		**17,610**
	Operating surplus/(deficit) after depreciation on administrative assets & right of use assets	**54,376**	**22,416**	**-**	**22,416**
3700-3789	Depreciation on Urban Improvements & Projects (9)	**5,031**	**5,907**		**5,907**
	Surplus/(deficit) after total depreciation	**49,345**	**16,509**	**-**	**16,509**
0160-0169	Finance / Investment Income (10)	**-**	**12**		**12**
2463-2464	Finance Cost (10)	**703**	**1,899**		**1,899**
	Total surplus/(deficit)	**48,642**	**14,622**	**-**	**14,622**

Statement of Financial Position as at end of June 2026 (Quarter 2)

	DESCRIPTION	Actual for the Period €	Annual Budget 2026 €	Virements for the Period €	Revised Annual Budget 2026 €
	Non-current Assets				
7000-7699 8000-8699 9000-9699	Property, plant and equipment (18)	47,564	77,490	-	77,490
7800-7899 8800-8899 9800-9899	Intangible assets (19)	-			-
7700-7799 8700-8799 9700-9799	Right of Use Asset (20)	39,843	34,310	-	34,310
	Total Non-Current Assets	**87,407**	**111,800**	**-**	**111,800**
	Current Assets				
6000-6199	Cash and cash equivalents (13)	773,171	620,258		620,258
6200-6299	Inventories (11)	4,712	4,500		4,500
6300-6499	Trade and other receivables (12)	10,000	18,347		18,347
	Total Current Assets	**787,883**	**643,105**	**-**	643,105
	Total Assets	**875,290**	**754,905**	**-**	**754,905**
	Reserves				
5000-5199	Retained earnings	643,241	618,339		618,339
5200-5400	Other Reserves	-	-		-
	Total Reserves	**643,241**	**618,339**	**-**	**618,339**
	Non Current Liabilities				
4300-4399	Long-term borrowings (17)	-	-		-
4500-4599	Lease liability - Long Term Portion (15)	47,506	39,659		39,659
4400-4499	Deferred Income/Grants in advance - Long Term (16)	36,884	36,884		36,884
	Total Non Current Liabilities	**84,390**	**76,543**	**-**	**76,543**
	Current Liabilities				
4000-4099	Trade and other payables (14)	10,315	47,144		47,144
4200-4299	Lease liability - current portion (15)	12,689	12,879		12,879
4100-4199	Deferred Income/Grants in advance - Short Term (16)	124,655	-		-
	Total Current Liabilities	**147,659**	**60,023**	**-**	**60,023**
	Total Reserves & Liabilities	**875,290**	**754,905**	**-**	**754,905**

Financial Situation Indicator

DESCRIPTION				
Current Assets	787,883	643,105		643,105
Current Liabilities	147,659	60,023		60,023
Working Capital	640,224	583,082		583,082
Government Allocation	345,083	345,083		
FSI	**186 %**	**169 %**		**#DIV/0!**

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	48,642	14,622	-	14,622
Adjustments for:				
Depreciation	13,131	33,187		33,187
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	-	(12)	-	(12)
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Trasfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	79,968	(31,055)		(31,055)
Increase / (Decrease) in accruals	(21,716)	2,939		2,939
Decrease / (Increase) in receivables	8,324	(23)		(23)
Decrease / (Increase) in inventories	-	212		212
Cash generated from operations	**128,349**	**19,870**	-	**19,870**
Interest paid				-
				-
Net cash from operating activities	**128,349**	**19,870**	-	**19,870**
Cash flows from investing activities				
Purchase of property, plant & equipment	(4,054)	(78,500)		**(78,500)**
Proceeds from sale of property, plant & equipment	-	-		-
Grants received	-	30,000		**30,000**
Interest received	-	12		**12**
				-
Net cash used in investing activities	**(4,054)**	**(48,488)**	-	**(48,488)**
Cash flows from financing activities				
Proceeds from long-term borrowings	-	-		-
Interest Paid	-	-		-
Bank Loan Repayments	-	-		-
				-
Net cash from financing activities	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	**124,295**	**(28,618)**	-	**(28,618)**
Cash & cash equivalents at beginning of year	648,876	648,876		648,876
Cash & cash equivalents at end of Quarter	**773,171**	**620,258**	-	**620,258**

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	Annual government income - (section 55 of the Local Government Act - chapter 363)	172,542	345,083		345,083
	0002	Supplementary government income : Tourism Zones	-	-		-
	0003	Supplementary government income : Capital, ex Capital and Cities Fund	2,950	0		-
	0004	Supplementary Income - Special Purposes/Needs	-	-		-
	0007	Other government income	-	3,038		3,038
			175,492	**348,121**	-	348,121
2		**Income raised from own activities**				
	0020-0059	Permits & Licences	29,391	52,000		52,000
	0060-0069	LESA & Contraventions	1,686	2,000		2,000
	0070-0099	Income from Bye Laws	-	0		-
	0120-0159	General Income	-	-		-
			31,077	**54,000**	-	54,000
3		**Reimbursements & Refunds**				
	0101	Payroll Refunds	1,028	-		-
	0102	Reimbursement of Expenses	-	-		-
	0103	Other refunds	-	-		-
			1,028	-	-	-
4		**Grants of an Income Nature**				
	0201	Grants from Local Government Division financial initiatives/schemes	-	-		-
	0202	EU Funds from public entities / agencies	-	-		-
	0203	Local Funds from public entities / agencies	-	-		-
	0204	Grants related to Twinning Events	-	-		-
	0005	Funds from the Regional Council to the Local Council	5,018	-		-
			5,018	-	-	-
3		**General Income**				
	0120-0159	General Income	-	50		50
			-	**50**	-	**50**
4		**Inflows related to Waste Management - Regional Councils**				
	0170-0199	Inflows related to Waste Management - Regional Councils	-	-		-
		Total	**212,615**	**402,171**	**-**	**402,171**

Detailed Expenditure

	DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
5	**Salaries and Wages**				
1100-1105	Mayor/President's Honoraria and Deputy Mayor/Councillors Allowance	10,338	23,491		23,491
1200-1201	Executive Secretary and Employee salaries and wages	52,862	107,105		107,105
1300-1301	Statutory Bonuses - Executive Secretary and Council Staff	384	2,048		2,048
1400-1401	Income supplements - Executive Secretary and Council Staff	-	969		969
1500-1501	Social security contributions - Executive Secretary and Council Staff	6,561	9,597		9,597
1600-1601	Other allowances - Executive Secretary and Council Staff	4,500	9,000		9,000
1700	Overtime	-	400		400
1800	Community / Incentive Scheme Workers overtime	-			-
1801	Community / Incentive Scheme Workers bonus	-			-
1900-1901	Performance bonus - Executive Secretary and Council Staff	-	11,511		11,511
		74,645	**164,121**	**-**	**164,121**
6	**Operations and Maintenance**				
2300-2399	Repairs and upkeep	9,667	15,200		15,200
3000-3099	Contractual Services: Waste and Cleaning	16,857	67,041		67,041
3100-3199	Contractual Services: Administrative and Professional	30,342	59,628		59,628
		56,866	**141,869**	**-**	**141,869**
7	**Administration and Other Expenditure**				
2000-2299	Utilities & supplies	3,267	6,645		6,645
2400-2460 2465-2599	Operational Costs	1,150	2,300		2,300
2600-2699	Office services	1,484	3,410		3,410
2700-2799	Transport Costs	1,513	1,500		1,500
2800-2899	Travel	-	2,500		2,500
2900-2999	Information Services	291	500		500
3200-3299	Training & Events	-	400		400
3300-3399	Community and hospitality	8,335	28,500		28,500
3400-3499	Incidental and Other Expenses	2,588	730		730
3800-3849	Amortization/Bad Debts/Realized Exchange Movements	-	-		-
3850-3899	Losses arising from Penalties on Projects or Repayment of Conditional Grants	-	-		-
		18,628	**46,485**	**-**	**46,485**
8	**Expenditure on Local/EU and Twinning Events**				
3500	Locally Funded Projects	-	-		-
3501	Financial Assistance to Local Councils - Used by Regional Councils Only	-	-		-
3510	EU Funded Projects	-	-		-
3520	Twinning Events	-	-		-
		-	-	-	-
	Total Expenditure without Depreciation and Finance Cost	**150,139**	**352,475**	**-**	**352,475**
9	**Depreciation**				
3600-3699	Deprecation on Administrative Assets	3,668	9,670		9,670
3700-3739	Deprecation on Urban Improvements	5,031	5,907		5,907
3740-3789	Deprecation on Projects	-	-		-
3790-3799	Depreciation on Right of Use Assets	4,432	17,610		17,610
		13,131	**33,187**	**-**	**33,187**
	Total Expenditure including depreciation cost without Finance cost	**163,270**	**385,662**	**-**	**385,662**
10	**Finance Income/Costs**				
0160-0169	Finance / Investment Income	-	12		12
2463-2464	Finance Cost	(703)	(1,899)		(1,899)
		703	**1,911**	**-**	**(1,887)**
	Total Expenditure including Depreciation Cost and Finance Cost	**163,973**	**387,573**	**-**	**383,775**

Extracts from Statement of Financial Position

DESCRIPTION		Actual for the Period €	Annual Budget 2026 €	Virements for the Period €	Revised Annual Budget 2026 €
11	**Inventories**				
6200-6299	Inventories	4,712	4,500		4,500
		4,712	**4,500**	**-**	**4,500**
12	**Trade and Other Receivables**				
6300-6306	Receivables	933	350		350
6307	LES Receivables	2,997	2,997		2,997
6308-6310	Prepayments & Accrued income	6,070	15,000		15,000
		10,000	**18,347**	**-**	**18,347**
13	**Cash & Cash Equivalents**				
6000	Petty Cash Balances	111	250		250
6001-6008	Bank Accounts - Current & Savings	772,550	620,008		620,008
6009	Cash in Hand	158	-		-
6010-6012	Other Bank Accounts and Cash Equivalents	352	-		-
		773,171	**620,258**	**-**	**620,258**
14	**Trade and Other Payables**				
4000	Trade Payables	4,578	16,769		16,769
4001-4024	Custodial Accounts	517	500		500
4025	FSS/National Insurance Contributions	-	-		-
4030	Provision for Contingent Liabilities	-	-		-
4049	Bank Borrowings (less than one year)	-	-		-
4050	Bank Balances Overdrawn	-	-		-
4051-4064	Amount due to LGD	-	-		-
4065-4071	Advanced Payments & Accruals	5,220	29,875		29,875
4072	Works in Progress	-	-		-
4073	Deposits and Guarantees	-			-
		10,315	**47,144**	**-**	**47,144**
15	**Lease Liability**				
4200-4299	Current Portion (Less than one year)	12,689	12,879		12,879
4500-4599	Long Term Portion (More than 1 year)	47,506	39,659		39,659
		60,195	**52,538**	**-**	**52,538**
16	**Deferred Income / Grants Receivable**				
4150	Deferred Income - short term	-	-		-
4400	Deferred Income - long term	-	-		-
		-	**-**	**-**	**-**
4151	Grants Received in Advance - short term	124,655	-		-
4400	Grants Received in Advance - long term	36,884	36,884		36,884
		161,539	**36,884**	**-**	**36,884**
17	**Long Term Borrowings**				
4300	Long Term Government Loan	-	-		-
4310	Bank Loans	-	-		-
4320	Other Long Term Loans	-	-		-
		-	**-**	**-**	**-**

Total Commitments (Recurrent and Capital)

1st January till End of June 2026 (Quarter 2)

	DESCRIPTION	1. Actual to date	2. Committed to date	3. Future Commitments to date	Total	Start of Quarter Updated Budget	Variance	Grant	Variance after grant
		€	€	€	€	€	€	€	€
		a	b	c	d=a+b+c	e	f=e-d	g	h=f-g
	Operations and Maintenance								
2300-2399	Repairs and upkeep				-		-		
3000-3099	Contractual Services: Waste and Cleaning				-		-		
3100-3199	Contractual Services: Administrative and Professional				-		-		
		-	-	-	-	-	-		
	Administration and Other Expenditure								
2000-2299	Utilities & supplies				-		-		
2400-2460 2465-2599	Operational Costs				-		-		
2600-2699	Office services				-		-		
2700-2799	Transport Costs				-		-		
2800-2899	Travel				-		-		
2900-2999	Information Services				-		-		
3200-3299	Training & Events				-		-		
3300-3399	Community and hospitality				-		-		
3400-3499	Incidental and Other Expenses				-		-		
3800-3849	Amortization/Bad Debts/Realized Exchange Movements				-		-		
3850-3899	Losses arising from Penalties on Projects or Repayment of Conditional Grants				-		-		
		-	-	-	-	-	-		
	Expenditure on Local/EU and Twinning Events								
3500	Locally Funded Projects				-		-		-
3501	Financial Assistance to Local Councils - Used by Regional Council Only				-		-		-
3510	EU Funded Projects				-		-		-
3520	Twinning Events				-		-		-
		-	-	-	-	-	-	-	-
	Capital Expenditure/ Projects								
	Administrative Assets								
7000-7001	Council Property & Day Care				-		-		-
7002 & 7004	Office & Computer Equipment				-		-		-
7003	Furniture & Fittings				-		-		-
7007	Motor Vehicles				-		-		-
7005-7006 7008-7009	Other Administrative Assets				-		-		-
		-	-	-	-	-	-	-	-
	Urban Improvements (including assets not yet capitalised: 7400)								
7200	Parks, Playgrounds, Open Areas & Gardens				-		-		-
7201	New Street Signs				-		-		-
7202	Street Paving				-		-		-
7203	Street Lighting				-		-		-
7204	Road Re-Surfacing				-		-		-
7205	Sidewalks & Pedestrian Pathways				-		-		-
7206	Gym Equipment				-		-		-
7207	PV Panels				-		-		-
7208	Stormwater & Drainage Systems				-		-		-
7209	Public Seating, Benches & Street Furniture				-		-		-
7210	Public Toilets & Amenities Blocks				-		-		-
7211	Plants and Trees				-		-		-
7212	Public Fountains & Water Features				-		-		-
7213	Bus Shelters				-		-		-
7214	CCTV & Public Safety Infrastructure				-		-		-
7215	Monuments & Statues				-		-		-
7216	Traffic Monitoring & Control Systems				-		-		-
7217	Public Wi-Fi Infrastructure				-		-		-
		-	-	-	-	-	-	-	-
7500	**Projects (including assets not yet capitalised: 7400)**								
Segmented account	Project 1 (to provide details)				-		-		-
Segmented account	Project 2 (to provide details)				-		-		-
Segmented account	Project 3 (to provide details)				-		-		-
Segmented account	Project 4 (to provide details)				-		-		-
		-	-	-	-	-	-	-	-

18. ADMINISTRATIVE ASSETS

		Council Property & Day Care	Computer Equipment	Furniture & Fittings	Motor Vehicles	Other Administrative Assets	Total
Cost							
As at 1 January	2026	**19656**	**10611**	**32849**	**72010**	**142726**	**277852**
Additions during the year		**0**	**0**	**284**	**0**	**235**	**519**
Disposals/write-offs		**0**	**0**	**0**	**0**	**0**	**0**
As at end of June 2026		**19656**	**10611**	**33133**	**72010**	**142961**	**278371**
Grants and Other Reimbursements							
As at 1 January	2026	**0**	**0**	**0**	**26410**	**737**	**27147**
Grants during the year		**0**	**0**	**0**	**0**	**0**	**0**
As at end of June 2026		**0**	**0**	**0**	**26410**	**737**	**27147**
Depreciation and Impairment Provision							
As at 1 January	2026	**19656**	**9719**	**21023**	**34196**	**86591**	**171185**
Charge for the year		**0**	**269**	**999**	**1737**	**5094**	**8099**
Disposals/write-offs							**0**
As at end of June 2026		**19656**	**9988**	**22022**	**35933**	**91685**	**179284**
NET BOOK VALUE							
As at end of June 2026		**0**	**623**	**11111**	**9667**	**50539**	**71940**

19. OTHER ASSETS

		Urban Improvements	Assets Under Construction	Projects	Total
Cost					
As at 1 January	2026	1422190	0	254130	1676320
Additions during the year		3535	0	0	3535
Disposals/write-offs		0	0	0	0
As at end of June 2026		1425725	0	254130	1679855
Grants and Other Reimbursements					
As at 1 January	2026	668628	0	0	668628
Grants during the year		0	0	0	0
As at end of June 2026		668628	0	0	668628
Depreciation and Impairment Provision					
As at 1 January	2026	736599	0	254130	990729
Charge for the year		5031	0	0	5031
Disposals/write-offs		0	0	0	0
As at end of June 2026		741630	0	254130	995760
NET BOOK VALUE					
As at end of June 2026		15467	0	0	15467

20. INTANGIBLE ASSETS

		[Website Costs] €	[Application (001)] €	Computer Software €	Total €
Cost					
As at 1 January	2026				0
Additions during the year					0
As at end of June 2026		0	0	0	0
Grants					
As at 1 January	2026				0
Grants during the year					0
As at end of June 2026		0	0	0	0
Amortization					
As at 1 January	2026				0
Charger for the year					0
As at end of June 2026		0	0	0	0
NET BOOK VALUE					
As at end of June 2026		0	0	0	0