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Audit Ref 38c



Rabat (Malta) Local Council

Quarterly Financial Report

for the Period

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

Approved during Rabat LC
meeting convened on 28/10/2020



Anthony Bonello
Executive Secretary
Rabat Local Council

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Overview and Summary

The Income and Expenditure for Quarter 3 is registering a deficit of €157,587. The net current asset for the period is positive as the net current asset position is €1,536,355. This positive situation is due to the fact that the cash and cash equivalents was very high and in fact the balance as at 30 September 2020 amounted to €2,360,948. During this quarter, fixed assets additions under urban improvements amounting to €243,612 were included and these had a 100% depreciation rate.

The results above confirm 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 128% of the Annual Government Allocation for 2020.



Sandro Craus
Mayor



Anthony Bonello
Executive Secretary

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

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
Income				
Funds received from Central Government (1)	992,995	1,402,269	200,000	1,202,269
Income raised from Bye-Laws (2)	31,865	34,218	-	34,218
Income raised from LES (3)	2,114	4,899	-	4,899
Investment Income (4)	-	100	-	100
Other Income (5)	1,350	2,000	-	2,000
TOTAL	1,028,324	1,443,485	200,000	1,243,485
Expenditure				
Personal Emoluments (6)	130,741	151,553	(12,774)	164,327
Operations and Maintenance (7)	517,290	1,062,257	200,000	862,257
Administration (8)	134,388	262,387	105,200	157,187
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	403,491	222,763	(200,000)	422,763
TOTAL	1,185,911	1,698,960	92,426	1,606,534
Surplus / Deficit	(157,587)	(255,475)	107,574	(363,049)

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

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2020	the Period	2020
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	585,092	1,148,795	530,000	618,795
Current Assets				
Inventories (11)	-	4,200	4,200	-
Receivables (12)	104,127	120,000	-	120,000
Cash and Cash Equivalents (13)	2,360,948	1,761,379	-	1,761,379
Total Current Assets	2,465,075	1,885,579	4,200	1,881,379
Current Liabilities				
Payables (14)	928,720	1,177,753	530,000	647,753
Total Current Liabilities	928,720	1,177,753	530,000	647,753
Net Current Assets	1,536,355	707,826	(525,800)	1,233,626
Non-current liabilities (15)	-	-	-	-
Net Assets	2,121,446	1,856,621	4,200	1,852,421

Reserves	2,121,446	1,856,621	4,200	1,852,421
Retained Funds				

Financial Situation Indicator

DESCRIPTION

Current Assets	2,465,075	1,885,579	4,200	1,881,379
Current Liabilities	928,720	1,177,753	530,000	647,753
Government Allocation	1,536,355	707,826	(525,800)	1,233,626
	1,202,269	1,202,269	-	1,202,269

Working Capital

FSI	128 %	59 %		103 %
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Cash flow Statement

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
Cash flow from operating activities				
Surplus for the year	(157,587)	(255,475)	107,574	(363,049)
Adjustments for:				
Depreciation	403,491	222,763	(200,000)	422,763
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Depreciation released on disposal of assets				-
Increase / (Decrease) in payables	41,646	(96,647)		(96,647)
Increase / (Decrease) in accruals				-
Decrease / (Increase) in receivables				-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	287,550	(129,359)	(92,426)	(36,933)
Interest paid				-
<i>Net cash from operating activities</i>	287,550	(129,359)	(92,426)	(36,933)
Cash flows from investing activities				
Purchase of property, plant & equipment				(684,046)
Proceeds from sale of property, plant & equipment	(300,531)	(684,046)		-

Grants received				-
Interest received				-
<i>Net cash used in investing activities</i>				
	(300,531)	(684,046)	-	(684,046)
Cash flows from financing activities				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
Grants				-
<i>Net cash from financing activities</i>				
	-	-	-	-
Net increase/(decrease) in cash & cash equivalents	(12,981)	(813,405)	(92,426)	(720,979)
Cash & cash equivalents at beginning of year	2,373,929	2,574,784	500,000	2,074,784
Cash & cash equivalents at end of Quarter	2,360,948	1,761,379	407,574	1,353,805

Detailed Income

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
Income				
1 Funds received from Central Government:				
0001 In terms of section 55 CAP 363	898,083	1,202,269		1,202,269
0002-0004 In terms of section 58 CAP 363	36,370	200,000	200,000	-
0005-0019 Other income	58,542	1,402,269	200,000	-
	992,995		200,000	1,202,269
2 Income raised from Bye-Laws				
0021-0025 Community Services	1,801	4,756		4,756
0026-0035 Income from Permits	30,064	29,462		29,462
	31,865	34,218	-	34,218
3 Local Enforcement Income				
0037 Commission from Regional Committees	2,114	4,899		4,899
0038-0055 Contraventions		-		-
	2,114	4,899	-	4,899
4 Investment Income				
0091-0095 Bank interest		100		100
0096-0099 Income received from Government Securities	-	-		-
		100	-	100
5 0056-0065 Sponsorships				
0066-0069 Documents & Information		-		-
0070-0075 EU funds		-		-
0076-0080 Twinning		-		-
0081-0089 Insurance Claims		-		-
0100-0109 Donations	1,350	-		-
0110-0119 Contributions		-		-
0120-0129 General Income		2,000		2,000
	1,350	2,000	-	2,000

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Total	1,028,324	1,443,485	200,000	1,243,485
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Detailed Expenditure

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
6 i) Personal Emoluments				
1100 Mayor's Allowance	11,271	13,827		13,827
1200 Employees' Salaries & Wages	82,512	106,353		106,353
1300 Bonuses	8,010	8,246		8,246
1400 Income Supplements		-		-
1500 Social Security Contributions	8,538	8,944		8,944
1600 Allowances	16,950	11,826	(10,774)	22,600
1700 Overtime	3,461	2,357	(2,000)	4,357
	130,741	151,553	(12,774)	164,327

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
7 Operations and Maintenance				
2100-2149 Public Utilities	2,035	2,453		2,453
2200-2259 Public Materials & Supplies	1,989	243		243
2300-2399 Repairs & upkeep	108,715	532,765	200,000	332,765
2400-2449 Rent	5,836	3,281		3,281
3010 Street Lighting	18,986	20,251		20,251
3020 Lease of Equipment	6,359	3,830		3,830
3030 Insurance	1,694	2,741		2,741
3035 Bank Charges	1,344	836		836
3038 Penalties				-
3041 Refuse Collection	135,041	164,517		164,517
3042 Bulky Refuse Collection	8,264	11,450		11,450
3043 Bins on wheels		-		-
3045 Bring in sites		-		-
3051 Road & Street Cleaning	59,686	67,037		67,037
3052 Cleaning & Maintenance of Non-Urban Areas	20,866	22,191		22,191
3053 Cleaning of Public Conveniences	14,117	17,502		17,502
3055 Cleaning of Council Premises	2,715	5,050		5,050

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3040 Waste Disposal	82,571	105,531	105,531
3060 Cleaning & Maintenance of Parks & Gardens	5,559	27,991	27,991
3061 Cleaning & Maintenance of Soft Areas		-	-
3062 Cleaning & Maintenance of Beaches & CA		-	-
3063 Cleaning & Maintenance of Country Non-Urban	38,000	40,568	40,568
6064 Other Contractual Services		-	-
3070-3090 Consultation Fees		-	-
3100-3139 Contract & Project Management		-	-
3300-3379 Hospitality	3,443	33,973	33,973
3380-3389 Community			
3390-3394 Donations	71	47	47
3600-3694 Local Enforcement Expenses			
3700-3799 EU Projects			
3800-3899 Twinning			
LES Bad Debts provision			
	517,290	1,062,257	862,257
			200,000

8 Administration			
2150-2199 Office Utilities	4,086	2,333	4,333
2260-2299 Office Materials & Supplies	2,310	4,262	4,262
2450-2499 Office Rent	22,400	-	30,800
2500-2599 National & International Memberships	86	659	659
2600-2699 Office Services	6,067	7,648	7,648
2700-2799 Transport	6,549	14,545	14,545
2800-2899 Travel		630	630
2900-2999 Information Services	6,003	4,573	6,573
3050 Office Cleaning		-	-
3410-3199 Professional Services	84,490	25,055	85,055
3200-3299 Training	560	606	606
3345 Office Hospitality	1,837	2,075	2,075
3400-3499 Incidental Expenses		200,000	
Penalties		-	-
	134,388	262,387	157,187
			(2,000)
			(30,800)
			(2,000)
			(60,000)
			200,000
			105,200

9 Finance Costs			
3036 Interest on Bank Loan			-
			-

	-	-	-	-
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Detailed Statement of Financial Position

DESCRIPTION

	Actual for the Period €	Annual Budget 2020 €	Virements for the Period €	Revised Annual Budget 2020 €
10				
Other Expenditure				
3500-3599 Loss / (Profit) on Disposal of asset				-
3695 Increase/(Decrease) in allowance for bad debts	403,491	222,763	(200,000)	422,763
8000-8099 Depreciation As at end of September 2020	403,491	222,763	(200,000)	422,763
Depreciation released on disposal of assets				-
Total	1,185,911	1,698,960	92,426	1,606,534
11				
Inventories				
5201-5249 Stationery		4,200	4,200	-
5250-5299 Consumables		4,200	4,200	-
12				
Receivables				
0201-0209 Receivables	98,838	80,000		80,000
0210-0219 LES Receivables				-
0220-0229 Receivables from EU	5,288	40,000		40,000
0250 Prepayments & Accrued income				-
Total	104,127	120,000	-	120,000
13				
Cash & Equivalents				
5001-5099 Bank & Cash Balances	2,360,948	1,761,379		1,761,379
Total	2,360,948	1,761,379	-	1,761,379
14				
Payables				
4000 Payables	276,123	332,753		332,753

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	80,612	45,000	45,000
4100 Accruals	299,361		-
4150 Deferred Income			-
Current portion of long term borrowings	272,625	800,000	270,000
Measure 4.3 - Improving the Infrastructure of Rural Roads	928,720	1,177,753	647,753
15 Non Current Liabilities			
4200 Long Term Borrowing			
	-	-	-

16

Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-
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Long Term Loans

-	-	-
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Others

-	-	-
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17 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Property	Office Furniture	Office Equipment	Plant and Machinery	Urban Improvements	New Street Signs/Lights	Computer Equipment	Special Programmes	Motor Vehicles	Total
	€	€	€	€	€	€	€	€	€	€
1%	281,326	45,776	46,249	7,876	3,454,964	65,985	46,529	1,285,957	11,644	5,246,306
	-	1,811	4,788	1,426	281,948		6,391	4,168		300,531
	281,326	47,587	51,037	9,302	3,736,912	65,985	52,920	1,290,125	11,644	5,546,837
Cost										
As at 1st January 2020										
Additions										
Disposals										
As at end of September 2020										
Grants/ other reimbursements										
As at 1st January 2020		-	-	-	948,339			256,980		1,205,319
Additions		-	-	-						-
As at end of September 2020		-	-	-	948,339	-	-	256,980	-	1,205,319
Accumulated Depreciation										
As at 1st January 2020	45,138	39,703	41,479	6,966	2,107,877	65,985	38,018	996,126	11,644	3,352,936
Charge for the period	2,382	849	1,130	292	359,452		2,706	36,680		403,491
Released on disposal										
As at end of September 2020	47,520	40,552	42,609	7,258	2,467,329	65,985	40,724	1,032,806	11,644	3,756,427
NBV	233,806	7,034	8,428	2,044	321,245	0	12,196	338	-	585,092

NBV As at end of September 2020