

NADUR Local Council

Quarterly Financial Report

for the Period

1st January till End of March 2023 (Quarter 1)

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Overview and Summary

In the following pages, the Nadur Local Council is presenting the quarterly financial report for period January till March 2023, which depicts the financial status of the Local Council for this period. It is important to understand that the quarterly report was presented on the accruals principle. Such principle is highly prominent when considering expenses. This is so since when applying such principle not only the expenditure which was paid during the period is taken into consideration, but also those expenses which have been incurred by the Council during the period but were still due as at the end of this said period. In this way, income is matched with the corresponding expenditure, resulting in a more reliable and wholesome picture of the financial situation being considered.

As can be seen from the Statement of Income and Expenditure, the Local Council ended the first quarter of 2023 with a surplus. This means that this quarter's income of the Local Council exceeded the expenses irrespective of the numerous activities undertaken in this quarter, the most prominent of which was the Nadur Carnival. When comparing budgeted figures to actual figures, it is important to note that both income and expenditure are within budget. In fact, income is 26% of budget whereas expenditure is 24% of budget. It is important to point out that for the past years the Nadur Local Council had a deficit financial situation arising from projects which were carried out way back in 2014 and which were still unsettled and thus showing as liabilities in the financial records of the Council. It has always been a priority for this administration to tackle such debts and achieve a positive FSI. In fact, in the last few years the Local Council has always tried to reduce unnecessary expenditure and to always obtain funding prior to conducting any type of capital expenditure. As can be shown in this quarter, the Nadur Local Council through its persistence and cautious approach towards its financial situation has managed to repay almost all of its deficit and has slowly transferred a negative financial situation into a sustainable one. In fact in this quarter, the Nadur Local Council has managed to achieve a positive FSI of 4%.



Edward Said
Mayor



Sue-Ellen Bugeja
Executive Secretary

Statement of Income and Expenditure
1st January till End of March 2023 (Quarter 1)

DESCRIPTION	Actual for the Period	Annual Budget 2023	Virements for the Period	Revised Annual Budget 2023
	€	€	€	€
Income				
Funds received from Central Government (1)	155,018	606,773	-	606,773
Income raised from Bye-Laws (2)	8,470	23,288	-	23,288
Income raised from LES (3)	835	2,296	-	2,296
Investment Income (4)	5	-	-	-
Other Income (5)	343	64,495	54,672	9,823
TOTAL	164,671	696,852	54,672	642,180
Expenditure				
Personal Emoluments (6)	34,342	140,808	-	140,808
Operations and Maintenance (7)	75,993	411,091	54,672	356,419
Administration (8)	26,542	83,933	-	83,933
Finance Cost (9)	25	50	-	50
Other Expenditure (10)	10,548	42,544	-	42,544
TOTAL	147,450	678,426	54,672	623,754
Surplus / Deficit	17,221	18,426	(0)	18,426

Statement of Financial Position as at end of March 2023 (Quarter 1)

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2023	the Period	2023
	€	€	€	€
Non-current Assets				
Property, Plant and Equipment (17)	379,838	368,623		368,623
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	101,023	40,475	-	40,475
Cash and Cash Equivalents (13)	590,271	188,063	-	188,063
Total Current Assets	691,294	228,538	-	228,538
Current Liabilities				
Payables (14)	668,837	193,665	-	193,665
Total Current Liabilities	668,837	193,665	-	193,665
Net Current Assets	22,457	34,873	-	34,873
Non-current liabilities (15)	-	-	-	-
Net Assets	402,295	403,496	-	403,496
Reserves				
Retained Funds	402,295	403,496		403,496

Financial Situation Indicator

DESCRIPTION				
Current Assets	691,294	228,538	-	228,538
Current Liabilities	668,837	193,665	-	193,665
Working Capital	22,457	34,873	-	34,873
Government Allocation	543,286	543,286	-	543,286
FSI	4 %	6 %		6 %

Cash flow Statement

DESCRIPTION

	Actual for the Period	Annual Budget 2023	Virements for the Period	Revised Annual Budget 2023
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	17,221	18,426	(0)	18,426
Adjustments for:				
Depreciation	10,548	42,544	-	42,544
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	-	-	-	-
Interest payable	-	50	-	50
(Profit) / Loss on disposal of asset	-	-	-	-
Transfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	104,182	(387,919)	-	(387,919)
Increase / (Decrease) in accruals	(18,871)	(1,942)	-	(1,942)
Decrease / (Increase) in receivables	(10,652)	49,895	-	49,895
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	102,428	(278,946)	(0)	(278,946)
Interest paid	-	-	-	-
Net cash from operating activities	102,428	(278,946)	(0)	(278,946)
Cash flows from investing activities				
Purchase of property, plant & equipment	(3,485)	(1,084,858)	-	(1,084,858)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	-	1,060,592	-	1,060,592
Interest received	-	-	-	-
Net cash used in investing activities	(3,485)	(24,266)	-	(24,266)
Cash flows from financing activities				
Proceeds from long-term borrowings	-	-	-	-
Interest Paid	-	(50)	-	(50)
Bank Loan Repayments	(2,068)	(2,068)	-	(2,068)
Net cash from financing activities	(2,068)	(2,118)	-	(2,118)
Net increase/(decrease) in cash & cash equivalents	96,875	(305,330)	(0)	(305,330)
Cash & cash equivalents at beginning of year	493,396	493,393	-	493,393
Cash & cash equivalents at end of Quarter	590,271	188,063	(0)	188,063

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2023	the Period	2023
	€	€	€	€
Income				
1 Funds received from Central Government:				
0001 In terms of section 55 CAP 363	135,118	543,288		543,288
0002-0004 In terms of section 58 CAP 363	-	3,202		3,202
0005-0019 Other income	19,900	60,285		60,285
	155,018	606,773	-	606,773
2 Income raised from Bye-Laws				
0021-0025 Community Services	-	-		-
0026-0035 Income from Permits	8,470	23,288		23,288
	8,470	23,288	-	23,288
3 Local Enforcement Income				
0037 Commission from Regional Committees	-	-		-
0038-0065 Contraventions	835	2,296		2,296
	835	2,296	-	2,296
4 Investment Income				
0091-0095 Bank interest	5	-		-
0096-0098 Income received from Government Securities	-	-		-
	5	-	-	-
5 Sponsorships				
0066-0069 Documents & Information	-	3,000		3,000
0070-0075 EU funds	-	-		-
0076-0080 Twinning	-	-		-
0081-0085 Insurance Claims	-	-		-
0100-0109 Donations	-	-		-
0110-0119 Contributions	-	-		-
0120-0129 General Income	343	61,495	54,672	6,823
	343	64,495	54,672	9,823
Total	154,671	696,852	54,672	642,189

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2023	Virements for the Period	Revised Annual Budget 2023
		€	€	€	€
6 i)	Personal Emoluments				
	1100 Mayor's Allowance	6,020	24,079		24,079
	1200 Employees' Salaries & Wages	21,765	87,172		87,172
	1300 Bonuses	298	7,578		7,578
	1400 Income Supplements	704	4,015		4,015
	1500 Social Security Contributions	2,027	8,107		8,107
	1600 Allowances	1,200	2,175		2,175
	1700 Overtime	2,330	7,682		7,682
		34,342	140,808	-	140,808
	DESCRIPTION	€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities	1,713	17,011		17,011
	2200-2259 Public Materials & Supplies	3,260	14,106		14,106
	2300-2399 Repairs & upkeep	5,218	22,188		22,188
	2400-2449 Rent	2,870	11,857		11,857
	3010 Street Lighting	400	2,975		2,975
	3020 Lease of Equipment	11,289	75,338		75,338
	3030 Insurance	448	3,242		3,242
	3035 Bank Charges	1,251	1,632		1,632
	3038 Penalties	-	11		11
	3041 Refuse Collection	-	96,278	54,672	41,806
	3042 Bulky Refuse Collection	2,100	10,676		10,676
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	-		-
	3051 Road & Street Cleaning	7,382	19,365		19,365
	3052 Cleaning & Maintenance of Non-Urban Areas	250	969		969
	3053 Cleaning of Public Conveniences	812	3,279		3,279
	3055 Cleaning of Council Premises	312	1,313		1,313
	3040 Waste Disposal	18,983	21,548		21,548
	3050 Cleaning & Maintenance of Parks & Gardens	809	7,556		7,556
	3051 Cleaning & Maintenance of Soft Areas	-	-		-
	3052 Cleaning & Maintenance of Beaches & CA	-	-		-
	3053 Cleaning & Maintenance of Country Non-Urban	-	-		-
	3054 Other Contractual Services	900	812		812
	3070-3090 Consultation Fees	4,145	12,165		12,165
	3100-3138 Contract & Project Management	1,086	4,476		4,476
	3300-3379 Hospitality	12,775	84,269		84,269
	3380-3389 Community	-	-		-
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	-	25		25
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	-		-
		75,993	411,091	54,672	356,419
8	Administration				
	2150-2199 Office Utilities	-	2,887		2,887
	2250-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	833	3,006		3,006
	2600-2699 Office Services	2,554	12,090		12,090
	2700-2799 Transport	2,982	5,734		5,734
	2800-2899 Travel	2,025	8,825		8,825
	2900-2999 Information Services	8,602	19,361		19,361
	3050 Office Cleaning	-	-		-
	3410-3199 Professional Services	8,982	31,419		31,419
	3200-3299 Training	-	-		-
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	564	611		611
		26,542	83,933	-	83,933
9	Finance Costs				
	3038 Interest on Bank Loan	25	50		50
		25	50	-	50

Detailed Statement of Financial Position

DESCRIPTION

	Actual for the Period	Annual Budget 2023	Virements for the Period	Revised Annual Budget 2023
	€	€	€	€
10 Other Expenditure				
3300-3399 Loss / (Profit) on Disposal of asset	-	-		-
3995 Increase/(Decrease) in allowance for bad debts	-	-		-
8000-8299 Depreciation As at end of March 2023	10,548	42,544		42,544
	10,548	42,544	-	42,544
Total	147,450	678,426	54,672	623,754
11 Inventories				
5201-5249 Stationery	-	-		-
5250-5299 Consumables	-	-		-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	33,961	25,334		25,334
0210-0219 LES Receivables	-	-		-
0220-0229 Receivables from EU	-	-		-
0250 Prepayments & Accrued income	67,062	15,141		15,141
	101,023	40,475	-	40,475
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	590,271	188,063		188,063
	590,271	188,063	-	188,063
14 Payables				
4000 Payables	86,969	92,382		92,382
4100 Accruals	19,964	36,893		36,893
4150 Deferred income	561,904	64,380		64,380
Short-term Borrowings				-
	668,837	193,655	-	193,665
15 Non Current Liabilities				
4200 Long Term Borrowing	-	-		-
	-	-	-	-

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

17 Depreciation of Property, Plant and Equipment

Asset	Trees / Assets Under Construction	Office Furniture / Fittings	Office & Computer Equipment	Plant & Machinery	Urban Improvements	New Street Signs	Construction	Special Programmes	Council Premises	Total
% of depreciation	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2023	7,144	36,518	43,394	34,555	790,584	13,942	2,394,949	136,328	138,150	3,595,564
Additions	-	3,485	-	-	-	-	-	-	-	3,485
Disposals	-	-	-	-	-	-	-	-	-	-
As at end of March 2023	7,144	40,003	43,394	34,555	790,584	13,942	2,394,949	136,328	138,150	3,599,049
Grants/ other reimbursements										
As at 1st January 2023	332	2,446	828	-	215,773	-	593,204	68,341	-	880,924
Additions	-	-	-	-	-	-	-	-	-	-
As at end of March 2023	332	2,446	828	-	215,773	-	593,204	68,341	-	880,924
Accumulated Depreciation										
As at 1st January 2023	-	33,104	35,233	32,945	541,203	13,942	1,587,639	67,987	15,686	2,327,739
Charge for the period	-	92	666	97	1,066	-	8,281	-	346	10,548
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at end of March 2023	-	33,196	35,899	33,042	542,269	13,942	1,595,920	67,987	16,032	2,338,287
NBV	6,812	4,361	6,667	1,513	32,542	-	205,925	-	122,118	379,838