

Local Council

Quarterly Financial Report

for the Period

1st January till End of September 2024 (Quarter 3)



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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 September 2024, 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 third quarter of 2024 in a deficit position. However, it is important to note that the deficit for the period is lower than the depreciation for the current period. The depreciation is not an actual cash expense incurred by the Local Council but rather the apportionment of assets over a number of years. During this quarter, the Local Council undertook mainly the activities associated with the summer events including the classic wine festival event. Furthermore, it is important to note that during this period, the Nadur Local Council undertook several capital projects for the community which although highly financed from other sources still burden the Local Council with some related minor expenditure including a small portion of the capital projects expenditure which needs to be issued from the Local Council finances. When comparing budgeted figures to actual figures, it is important to note that income is 1% over the budgeted income figure whereas expenditure is 4% over the budgeted expenditure.

In addition, 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. During this quarter, in spite of all the activities and projects undertaken, the Nadur Local Council has managed to achieve a negative FSI of -5%. The Local Council will strive to continue working towards a positive FSI.

Mayor

Executive Secretary

Statement of Income and Expenditure
1st January till End of September 2024 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2024 €	Virements for the Period €	Revised Annual Budget 2024 €
Income				
Funds received from Central Government (1)	490,562	649,397	-	649,397
Income raised from Bye-Laws (2)	21,238	29,757	-	29,757
Income raised from LES (3)	1,542	2,705	-	2,705
Investment Income (4)	87	50	-	50
Other Income (5)	8,091	4,733	-	4,733
TOTAL	521,520	686,642	-	686,642
Expenditure				
Personal Emoluments (6)	113,617	163,980	-	163,980
Operations and Maintenance (7)	312,891	366,484	-	366,484
Administration (8)	80,181	103,747	-	103,747
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	30,953	45,823	-	45,823
TOTAL	537,642	680,034	-	680,034
Surplus / Deficit	(16,122)	6,608	-	6,608

Statement of Financial Position as at end of September 2024 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2024 €	Virements for the Period €	Revised Annual Budget 2024 €
Non-current Assets				
Property, Plant and Equipment (17)	361,508	359,856		359,856
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	308,798	33,311	-	33,311
Cash and Cash Equivalents (13)	426,037	122,490	-	122,490
Total Current Assets	734,835	155,801	-	155,801
Current Liabilities				
Payables (14)	763,377	159,963	-	159,963
Total Current Liabilities	763,377	159,963	-	159,963
Net Current Assets	(28,542)	(4,162)	-	(4,162)
Non-current liabilities (15)	-	-	-	-
Net Assets	332,966	355,694	-	355,694
Reserves				
Retained Funds	332,966	355,694		355,694

Financial Situation Indicator

DESCRIPTION	Actual for the Period €	Annual Budget 2024 €	Virements for the Period €	Revised Annual Budget 2024 €
Current Assets	734,835	155,801	-	155,801
Current Liabilities	763,377	159,963	-	159,963
Working Capital	(28,542)	(4,162)	-	(4,162)
Government Allocation	594,877	594,877	-	594,877
FSI	(5) %	(1) %		(1) %

Cash flow Statement

DESCRIPTION

	Actual for the Period	Annual Budget 2024	Virements for the Period	Revised Annual Budget 2024
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	(16,122)	6,608	-	6,608
Adjustments for:				
Depreciation	30,953	45,823	-	45,823
Increase / (Decrease) in Allowance for Bad Debts	-	-	-	-
Interest receivable	(87)	(50)	-	(50)
Interest payable	-	-	-	-
(Profit) / Loss on disposal of asset	-	-	-	-
Trasfer of Grants to Profit & Loss	-	-	-	-
Increase / (Decrease) in payables	(88,732)	(181,303)	-	(181,303)
Increase / (Decrease) in accruals	(5,445)	(495,692)	-	(495,692)
Decrease / (Increase) in receivables	(32,975)	202,947	-	202,947
Decrease / (Increase) in inventories	-	-	-	-
Decrease / (Increase) in inventories	-	-	-	-
Cash generated from operations	(112,408)	(421,667)	-	(421,667)
Interest paid	-	-	-	-
<i>Net cash from operating activities</i>	(112,408)	(421,667)	-	(421,667)
Cash flows from investing activities				
Purchase of property, plant & equipment	(357,511)	(637,461)	-	(637,461)
Proceeds from sale of property, plant & equipment	-	-	-	-
Grants received	322,213	607,912	-	607,912
Interest received	87	50	-	50
<i>Net cash used in investing activities</i>	(35,211)	(29,499)	-	(29,499)
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	(147,619)	(451,166)	-	(451,166)
Cash & cash equivalents at beginning of year	573,656	573,656	-	573,656
Cash & cash equivalents at end of Quarter	426,037	122,490	-	122,490

Detailed Income

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2024	the Period	2024
	€	€	€	€
Income				
1 Funds received from Cental Government:				
0001 In terms of section 55 CAP 363	446,157	594,877		594,877
0002-0004 In terms of section 58 CAP 363	-	2,815		2,815
0005-0019 Other income	44,405	51,705		51,705
	490,562	649,397	-	649,397
2 Income raised from Bye-Laws				
0021-0025 Community Services	-	-		-
0026-0035 Income from Permits	21,238	29,757		29,757
	21,238	29,757	-	29,757
3 Local Enforcement Income				
0037 Commission from Regional Committees	-	-		-
0038-0055 Contraventions	1,542	2,705		2,705
	1,542	2,705	-	2,705
4 Investment Income				
0091-0095 Bank interest	87	50		50
0096-0099 Income received from Governnet Securities	-	-		-
	87	50	-	50
5				
0056-0065 Sponsorships	2,500	-		-
0066-0069 Documents & Information	-	-		-
0070-0075 EU funds	-	-		-
0076-0080 Twinning	-	-		-
0081-0089 Insurance Claims	-	-		-
0100-0109 Donations	-	-		-
0110-0119 Contributions	-	-		-
0120-0129 General Income	5,591	4,733		4,733
	8,091	4,733	-	4,733
Total	521,520	686,642	-	686,642

Detailed Expenditure

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2024	the Period	2024
		€	€	€	€
6 i)	Personal Emoluments				
	1100 Mayor's Allowance	17,739	24,330		24,330
	1200 Employees' Salaries & Wages	74,738	107,686		107,686
	1300 Bonuses	4,633	9,066		9,066
	1400 Income Supplements	2,711	4,015		4,015
	1500 Social Security Contributions	6,275	10,291		10,291
	1600 Allowances	375	500		500
	1700 Overtime	7,146	8,092		8,092
		113,617	163,980	-	163,980
		€	€	€	€
7	Operations and Maintenance				
	2100-2149 Public Utilities	12,081	17,207		17,207
	2200-2259 Public Materials & Supplies	11,306	11,922		11,922
	2300-2399 Repairs & upkeep	11,590	24,038		24,038
	2400-2449 Rent	12,113	11,941		11,941
	3010 Street Lightning	1,585	1,518		1,518
	3020 Lease of Equipment	55,016	47,221		47,221
	3030 Insurance	1,706	2,901		2,901
	3035 Bank Charges	1,321	1,986		1,986
	3038 Penalties	126	-		-
	3041 Refuse Collection	72,182	81,810		81,810
	3042 Bulky Refuse Collection	12,252	12,702		12,702
	3043 Bins on wheels	-	-		-
	3045 Bring in sites	-	-		-
	3051 Road & Street Cleaning	19,096	18,141		18,141
	3052 Cleaning & Maintenance of Non-Urban Areas	452	3,187		3,187
	3053 Cleaning of Public Conveniences	2,658	3,279		3,279
	3055 Cleaning of Council Premises	855	1,326		1,326
	3040 Waste Disposal	-	-		-
	3060 Cleaning & Maintenance of Parks & Gardens	2,507	5,780		5,780
	3061 Cleaning & Maintenance of Soft Areas	-	-		-
	3062 Cleaning & Maintenance of Beaches & CA	-	-		-
	3063 Cleaning & Maintenance of Country Non-Urban	-	-		-
	6064 Other Contractual Services	-	909		909
	3070-3090 Consultation Fees	17,337	15,811		15,811
	3100-3139 Contract & Project Management	6,327	14,010		14,010
	3300-3379 Hospitality	72,381	90,773		90,773
	3380-3389 Community	-	-		-
	3390-3394 Donations	-	-		-
	3600-3694 Local Enforcement Expenses	-	22		22
	3700-3799 EU Projects	-	-		-
	3800-3899 Twinning	-	-		-
		312,891	366,484	-	366,484
		€	€	€	€
8	Administration				
	2150-2199 Office Utilities	2,507	3,361		3,361
	2260-2299 Office Materials & Supplies	-	-		-
	2450-2499 Office Rent	-	-		-
	2500-2599 National & International Memberships	1,780	1,709		1,709
	2600-2699 Office Services	8,474	10,310		10,310
	2700-2799 Transport	6,761	11,679		11,679
	2800-2899 Travel	7,329	14,857		14,857
	2900-2999 Information Services	18,166	20,076		20,076
	3050 Office Cleaning	-	-		-
	3410-3199 Professional Services	34,821	40,745		40,745
	3200-3299 Training	-	-		-
	3345 Office Hospitality	-	-		-
	3400-3499 Incidental Expenses	343	1,010		1,010
		80,181	103,747	-	103,747
		€	€	€	€
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	2024	the Period	2024
	€	€	€	€
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 September 2024	30,953	45,823		45,823
				-
Depreciation	30,953	45,823	-	45,823
Total	537,642	680,034	-	680,034
11 Inventories				
5201-5249 Stationery		-		-
5250-5299 Consumables		-		-
				-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	8,849	6,924		6,924
0210-0219 LES Receivables	-	-		-
0220-0229 Receivables from EU	-	-		-
0250 Prepayments & Accrued income	299,949	26,387		26,387
				-
	308,798	33,311	-	33,311
13 Cash & Equivalent				
5001-5099 Bank & Cash Balances	426,037	122,490		122,490
	426,037	122,490	-	122,490
14 Payables				
4000 Payables	219,020	76,211		76,211
4100 Accruals	533,305	22,684		22,684
4150 Deferred Income	11,052	61,068		61,068
Short-term Borrowings		-		-
				-
	763,377	159,963	-	159,963
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	0%	8%	20% - 25%	20%	10%	0%	10%	10%	1%	
Cost	€	€	€	€	€	€	€	€	€	€
As at 1st January 2024	498,072	40,003	44,781	34,895	846,907	13,942	2,394,949	136,328	138,150	4,148,027
Additions		561		320	138,630		218,001			357,511
Disposals										-
As at end of September 2024	498,072	40,564	44,781	35,215	985,537	13,942	2,612,950	136,328	138,150	4,505,538
Grants/ other reimbursements										
As at 1st January 2024	491,260	2,446	828	-	266,035	-	593,204	68,341	-	1,422,114
Additions					115,093		207,121			322,213
As at end of September 2024	491,260	2,446	828	-	381,128	-	800,325	68,341	-	1,744,327
Accumulated Depreciation										
As at 1st January 2024	-	33,470	38,017	33,370	545,670	13,942	1,619,224	67,987	17,070	2,368,750
Charge for the period	-	306	2,051	346	4,209		23,395		647	30,953
Released on disposal										-
As at end of September 2024	-	33,776	40,068	33,716	549,879	13,942	1,642,619	67,987	17,717	2,399,703
NBV As at end of September 2024	6,812	4,342	3,885	1,500	54,530	-	170,006	-	120,433	361,508