



**Assocjazzjoni  
Kunsilli Lokali**

Local Councils' Association Malta

# **Local Councils' Association**

## **Quarterly Financial Report**

**for the Period**

**1st January till End of September 2022 (Quarter 3)**

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## Overview and Summary

### Rapport Finanzjarju għat-Tielet Kwart tas-Sena Finanzjarja 2022

Matul it-tielet kwart tas-sena 2022, l-Assoċjazzjoni għarfet tassigura d-dhul tal-allokkazzjoni min-naħa tal-Gvern Ċentrali. Ma' dan, kien hemm dhul ieħor peress li l-Assoċjazzjoni hadmet fuq mizuri oħra kuntrattwali sabiex tassigura dhul biex tkun tista' tiffunzjoni bl-aħjar mod possibbli. Dan għaliex l-allokkazzjoni diretta tal-Gvern wehida ma twassalx biex tkopri l-ispejjeż kollha tal-Assoċjazzjoni sabiex taqdi bl-aħjar mod l-obligi tagħha lejn il-Kunsilli Lokali u Reġjonali.

Inkluz ma' dan id-dhul hemm ukoll inkluz fondi li d-Divizjoni għal Gvern Lokali u tagħddi lill-Assoċjazzjoni sabiex tkopri salarji ta' haddiema impjegati taht l-iskema CIES. L-Assoċjazzjoni qed tħaddem dawn in-nies għaliex temmen li anki hi, minkejja li m'għandhiex obligu legali, għandha tagħti servizz fil-kommunita' u taħdem favur aktar inkluzjoni soċjali. Magħhom hemm ukoll fondi li l-Assoċjazzjoni ibbenefikat mill-proġett The Predifined Project – PDP 3 taht il-fondi Norveġiži immanigjati mid-Divizjoni għall-Gvern Lokali.

Matul dan il-perjodu l-AKL għalqet ukoll proġett iffinanzjat minn Fondi Ewropej fosthom Compose Plus kif ukoll EUCF.

### Spejjeż

#### Emulenti Personali

L-AKL, minkejja li xhur ilu ħarġet is-sejha sabiex timpjega Assistent Ufficjal Eżekuttiv, dan il-post baqgħa ma giex mimli wara li kienu saru l-intervisti, il-Board qabel li ma kienx hemm applikanti kompetenti. L-Assoċjazzjoni ser tkun qed tiddiskuti jekk huwiex il-bżonn li toħroġ is-sejha fi skala inqas. Minn Lulju 2022 beda l-impjegat b' siegħat imnaqsa fi skala 16. Filwaqt li kien hemm riżenja formali ta' wieħed mill-impjegati fuq skala 14. Għaldaqstant, l-AKL ħarġet ir-riklam ta' dan il-post vakant u irnexxiela timla dan il-post fi ftit ġimgħat. L-impjegat beda l-impjig tiegħu mal-AKL nhar 23 t' Awwissu 2022.

Tajjeb wieħed jinnota li tul dan il-perjodu, l-Assoċjazzjoni reggħet bdiet taħdem b' mod aktar normali wara l-Pandemija. Dan f' sens li l-attivitajiet tagħha reggħu bdew isiru b' mod fiżiku u mhux aktar b' mod virtwali. Naturalment, dan jirrifletti fin-nefqa li saret, fejn din reggħet lura għal dak li kien qabel fis-sena 2019. Dan kien rifless ukoll fl-ispiza tal-istaff li kellhom jagħmlu numru ta' siegħat overtime sabiex stajna nlaħħqu max-xogħol kollu li dawn l-attivitajiet gabu magħhom. Anki wkoll għaliex kif indikat aktar 'il fuq, l-Assoċjazzjoni għadha qed topera b' impjegat nieqes minħabba n-nuqqas ta' supply ta' haddiema u/jew nuqqas ta' nies kapaci jwettqu x-xogħol mitlub.

**Manutenzjoni u Operazzjoni**

L-Assoċjazzjoni Kunsilli Lokali ġeddet il-poloż kollha tal-assigurazzjoni hekk kif mitlub. Wieħed jinnota wkoll zieda f' bank charges li qed ikunu introdotti mill-banek kummerċjali minn żmien għall-ieħor. Matul dan il-perjodu l-Assoċjazzjoni bdiet timplimenta il-proġett ta' gbir ta' skart organiku minn stabbilimenti tal-ikel matul tmien il-gimgħa f' żoni turistiċi. Dan il-proġett beda fis-7 ta' Mejju 2022, għaldaqstant matul dan il-perjodu finanzjarju tħalsu l-fatturi li l-AKL bdiet tircievi mingħand il-kuntratturi.

L-AKL issieħbet f' kollaborazzjoni mal-isptar Mater Dei sabiex jinxtraw xi sigar u pots għall-bitħa fl-isptar li giet konvertita fi spazju miftuħ għall-pazjenti. Filwaqt li s-sejħa għal-AEDs ser tkun qed terġa' toħroġ peress l-ebda offerta ma' kienet teknikament konformi. Għaldaqstant, spejjeż relatati ma' proġetti fil-komunita' taf tizdied matul l-aħħar kwart tas-sena jekk dejjem ikun hemm offerti sottomessi.

Matul ix-xhur tas-sajf l-Assoċjazzjoni għarfet torganizza diversi attivitajiet fosthom; BBQ tas-sajf għall-Membri Eletti u ħaddiema kif ukoll laqgħet lill-President tal-Kunsill Ewropew ġewwa l-Barrakka ta' Fuq. L-Assoċjazzjonijiet kompliet b' sensiela ta' taħriġ b' mod fiżikali. Fost dan it-taħriġ kien hemm nofs ta' nhar ta' taħriġ fuq l-evalwazzjoni ta' tenders kif ukoll tliet ijiem taħriġ fuq Finanzi u Bookkeeping.

Nirrimarkaw li kuntrarju għal żminijiet ta' qabel il-pandemija (pre 2019) il-lukandi saru ferm aktar difficili sabiex jospitaw jew imqar jagħtu kwotazzjonijiet biex attivitajiet bħal dawn isiru fihom. Dan minħabba diversi rġunijiet fosthom; nuqqas ta' ħaddiema, bdil fil-facilitajiet tagħhom u oħrajn. Dan qed jirrizulta f' aktar spejjeż kull darba li trid tigi organizzata attivita' simili.

Matul dan il-perjodu, kompliet ukoll l-manutenzjoni tal-faċċata tal-binja tal-AKL. Dan jinkludi fost affarjiet oħra; kisi u tibjid, gallariji godda u xogħol ieħor relatat. Sar ukoll process sabiex jibda jigi mibdul l-allumium tal-post, bi prijorita' dawk l-parturi li fihom ħsarat jew li minnhom qed joscula l-ilma. Saru wkoll bini tal-gallariji. Dan wara li diskussjonijiet ma' INDIS Malta fejn l-Assoċjazzjoni giet imwegħda li jkun hemm terminu ta' tigidid fil-kera għal 20 sena oħra.

Minħabba l-manutenzjoni li kienet għaddejja fuq il-faċċata tal-binja saret ħsara fuq il-cables ta' network. Għaldaqstant, l-AKL kellha tagħmel manutenzjoni fuq in-network.

Fix-xhur li ġejjin ser tigi wkoll ippublikata s-sejħa għall-proġett ta' passenger lift.

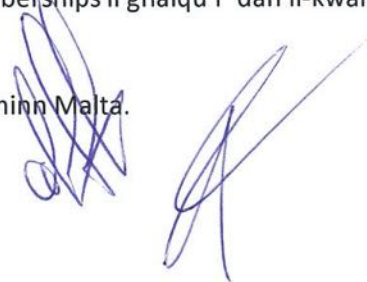
Matul dan il-perjodu gie wkoll re-evalwat it-tender ukoll għas-servizz ta' Chief Officer għall-affarjiet relatati ma' CoR u COE.

Matul dan il-perjodu tlesta wkoll il-proġett tal-Green Roof u l-Green Wall. L-infrastruttura tinstab lesta. Għaldaqstant, matul l-aħħar perjodu tas-sena, l-AKL ser tkun qed tinvesti f' għamara għal barra kif ukoll tinda elettronika.

**Amministrazzjoni**

Matul l-ewwel kwart tas-sena finanzjarja 2022, l-AKL ġeddet uħud mill-memberships li għalqu f' dan il-kwart. Hemm memberships oħrajn li ser ikunu qed jiggeddu aktar tard matul is-sena.

L-Assoċjazzjoni reġgħet bdiet tattendi fiżikament għal-laqgħat li jsiru barra minn Malta.



## Overview and Summary

### Konkluzjoni

Matul it-tielet kwart finanzjarju tas-sena 2022, l-AKL għamlet surplus ta' €302,271. L-Assocjazzjoni ser tkun qed taħdem ma' Ambjent Malta fuq proġett kapitali kbir li ser jara' l-car park mibdul fi ġnien pubbliku. Trattativi ma' Ambjent Malta għaddejjin sabiex possibilment jingħataw fondi, jew parti mill-ispiza ta' dan il-proġett. Dan il-proġett huwa stmat li jigi jiswa madwar 600 – 700 elf ewro.

Wara li l-proġett li bih applikajna għal fondi Ewropej ma ġiex milquh peress li ma kienx meqjus bħala prijorita' għall Pajjizna, l-Assocjazzjoni ser tkun qed tikkonsidra li tagħmel dan il-proġett għall-spejjeż tagħha għaliex nemmnu bis-sħiħ fuq il-benefiċċju tiegħu. Dan huwa proġett li permess ta' studju tiġi stabbilita' u mkejla l-precezzjoni u l-aspettativa tar-residenti fil-Kunsilli Lokali, jekk din hija tiġi milhuqha u jekk le, x' inhuma r-raġunijiet. Wara dan, jiġu mressq proposti ta' kif dan il-gap jiġi jigi newtralizzat sabiex dawn l-istess rakkomandazzjonijiet jiġu preżentati lill-Gvern għall kunsiderazzjoni tiegħu. Dan il-proġett jista' jiġi jiswa ammont konsiderevoli ta' flus u għaldaqstant se jkun qed jiġi valutat l-aħjar żmien sabiex dan isir. L-Assocjazzjoni għadha kommissa li ssib il-fondi mehtiega sabiex dan jiġi materjalizzat.

L-Assocjazzjoni temmen bi sħiħ f' taħriġ għall-Membri Eletti u l-ħaddiema tal-Kunsilli Lokali għaldaqstant ċertament ser tkompli tħejji pjanijiet ta' taħriġ skond il-ħtieġa. F' dan il-kuntest, qed jiġi ivvutat budget sabiex anki l-istaff u l-membri tal-Assocjazzjoni jkomplu jiġu mħarġa skont il-ħtieġa minn żmien għal żmien.

L-Assocjazzjoni tikkonkludi li hemm kapital adegwat biex tkompli tinvesti biex issaħħaħ l-operat u l-funzjonijiet tagħha. Dan billi fl-aħħar snin, filwaqt li sar dak kollu li kien hemm bzonn, dan sar b' għaqaq u b' vizjoni fejn dejjem inzamm il-kunċett li wiehed jahseb f' dak li gej. B' dan il-mod, ikun hemm assikurazzjoni mhux biss li l-Assocjazzjoni tista' tibqa topera minn bazi strutturata imma wkoll finanzjarja.



Mario Fava  
President



Lianne Cassar  
Executive Secretary

**Statement of Income and Expenditure**  
**1st January till End of September 2022 (Quarter 3)**

DESCRIPTION	Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
	€	€	€	€
<b>Income</b>				
Funds received from Central Government (1)	466,280	565,000	-	565,000
Income raised from Bye-Laws (2)	-	-	-	-
Income raised from LES (3)	191,103	200,000	-	200,000
Investment Income (4)	2,700	3,800	-	3,800
Other Income (5)	841,607	1,060,996	-	1,060,996
<b>TOTAL</b>	<b>1,501,690</b>	<b>1,829,796</b>	<b>-</b>	<b>1,829,796</b>
<b>Expenditure</b>				
Personal Emoluments (6)	139,898	226,255	-	226,255
Operations and Maintenance (7)	936,576	1,134,500	-	1,134,500
Administration (8)	104,002	200,000	-	200,000
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	18,943	39,000	-	39,000
<b>TOTAL</b>	<b>1,199,419</b>	<b>1,599,755</b>	<b>-</b>	<b>1,599,755</b>
<b>Surplus / Deficit</b>	<b>302,271</b>	<b>230,041</b>	<b>-</b>	<b>230,041</b>




## Statement of Financial Position as at end of September 2022 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2022 €	Virements for the Period €	Revised Annual Budget 2022 €
<b>Non-current Assets</b>				
Property, Plant and Equipment (17)	325,120	916,224		916,224
<b>Current Assets</b>				
Inventories (11)	-	-	-	-
Receivables (12)	97,771	34,000	-	34,000
Cash and Cash Equivalents (13)	1,943,736	948,060	-	948,060
<b>Total Current Assets</b>	<b>2,041,507</b>	<b>982,060</b>	<b>-</b>	<b>982,060</b>
<b>Current Liabilities</b>				
Payables (14)	586,018	138,602	-	138,602
<b>Total Current Liabilities</b>	<b>586,018</b>	<b>138,602</b>	<b>-</b>	<b>138,602</b>
<b>Net Current Assets</b>	<b>1,455,489</b>	<b>843,458</b>	<b>-</b>	<b>843,458</b>
<b>Non-current liabilities (15)</b>	<b>38,764</b>	<b>55,000</b>	<b>-</b>	<b>55,000</b>
<b>Net Assets</b>	<b>1,741,845</b>	<b>1,704,682</b>	<b>-</b>	<b>1,704,682</b>
<b>Reserves</b>				
Retained Funds	1,741,845	1,704,682		1,704,682

## Financial Situation Indicator

DESCRIPTION				
Current Assets	2,041,507	982,060	-	982,060
Current Liabilities	586,018	138,602	-	138,602
<b>Working Capital</b>	<b>1,455,489</b>	<b>843,458</b>	<b>-</b>	<b>843,458</b>
Government Allocation	565,000	565,000	-	525,000
<b>FSI</b>	<b>258 %</b>	<b>149 %</b>		<b>161 %</b>

## Cash flow Statement

## DESCRIPTION

	Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
	€	€	€	€
<b>Cash flow from operating activities</b>				
Surplus for the year	302,271	230,041	-	230,041
Adjustments for:				
Depreciation	18,943	39,000	-	39,000
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	34,785	(96,045)		(96,045)
Increase / (Decrease) in accruals	(569,234)			-
Decrease / (Increase) in receivables	(16,971)			-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	(230,206)	172,996	-	172,996
Interest paid				-
<i>Net cash from operating activities</i>	(230,206)	172,996	-	172,996
<b>Cash flows from investing activities</b>				
Purchase of property, plant & equipment	(75,546)	(690,000)		(690,000)
Proceeds from sale of property, plant & equipment				-
Grants received				-
Interest received				-
<i>Net cash used in investing activities</i>	(75,546)	(690,000)	-	(690,000)
<b>Cash flows from financing activities</b>				
Proceeds from long-term borrowings				-
Interest Paid				-
Bank Loan Repayments				-
<i>Net cash from financing activities</i>	-	-	-	-
<b>Net increase/(decrease) in cash &amp; cash equivalents</b>	(305,752)	(517,004)	-	(517,004)
Cash & cash equivalents at beginning of year	2,249,488	1,465,064		1,465,064
Cash & cash equivalents at end of Quarter	1,943,736	948,060		948,060



## Detailed Income

DESCRIPTION		Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
		€	€	€	€
<b>Income</b>					
<b>1</b>	<b>Funds received from Cental Government:</b>				
	0001 In terms of section 55 CAP 363	356,250	475,000		475,000
	0002-0004 In terms of section 58 CAP 363		-		-
	0005-0019 Other income	110,030	90,000		90,000
		<b>466,280</b>	<b>565,000</b>	-	<b>565,000</b>
<b>2</b>	<b>Income raised from Bye-Laws</b>				
	0021-0025 Community Services				-
	0026-0035 Income from Permits				-
		-	-	-	-
<b>3</b>	<b>Local Enforcement Income</b>				
	0037 Commission from Regional Committees	191,103	200,000		200,000
	0038-0055 Contraventions				-
		<b>191,103</b>	<b>200,000</b>	-	<b>200,000</b>
<b>4</b>	<b>Investment Income</b>				
	0091-0095 Bank interest	2,700	3,800		3,800
	0096-0099 Income received from Governnet Securities				-
		<b>2,700</b>	<b>3,800</b>	-	<b>3,800</b>
<b>5</b>	<b>Sponsorships</b>				
	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	841,607	1,060,996		1,060,996
		<b>841,607</b>	<b>1,060,996</b>	-	<b>1,060,996</b>
<b>Total</b>		<b>1,501,690</b>	<b>1,829,796</b>	-	<b>1,829,796</b>

## Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2022	Virements for the Period	Revised Annual Budget 2022
		€	€	€	€
<b>6 i)</b>	<b>Personal Emoluments</b>				
1100	Mayor's Allowance	16,113	22,000		22,000
1200	Employees' Salaries & Wages	86,364	140,000		140,000
1300	Bonuses	676	11,600		11,600
1400	Income Supplements	1,268	1,455		1,455
1500	Social Security Contributions	8,206	13,000		13,000
1600	Allowances	23,632	32,700		32,700
1700	Overtime	3,639	5,500		5,500
		<b>139,898</b>	<b>226,255</b>	-	<b>226,255</b>
	<b>DESCRIPTION</b>	<b>€</b>	<b>€</b>	<b>€</b>	<b>€</b>
<b>7</b>	<b>Operations and Maintenance</b>				
2100-2149	Public Utilities				-
2200-2259	Public Materials & Supplies				-
2300-2399	Repairs & upkeep				-
2400-2449	Rent				-
3010	Street Lightning				-
3020	Lease of Equipment				-
3030	Insurance	1,882	1,500		1,500
3035	Bank Charges	1,511	2,000		2,000
3038	Penalties				-
3041	Refuse Collection	740,674	864,000		864,000
3042	Bulky Refuse Collection				-
3043	Bins on wheels				-
3045	Bring in sites				-
3051	Road & Street Cleaning				-
3052	Cleaning & Maintenance of Non-Urban Areas				-
3053	Cleaning of Public Conveniences				-
3055	Cleaning of Council Premises				-
3040	Waste Disposal				-
3060	Cleaning & Maintenance of Parks & Gardens				-
3061	Cleaning & Maintenance of Soft Areas				-
3062	Cleaning & Maintenance of Beaches & CA				-
3063	Cleaning & Maintenance of Country Non-Urban				-
6064	Other Contractual Services				-
3070-3090	Consultation Fees				-
3100-3139	Contract & Project Management				-
3300-3379	Hospitality				-
3380-3389	Community	9,350	35,000		35,000
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses				-
3700-3799	EU Projects				-
3800-3899	Twinning				-
	LCA Initiatives and Events	183,159	232,000		232,000
		<b>936,576</b>	<b>1,134,500</b>	-	<b>1,134,500</b>
<b>8</b>	<b>Administration</b>				
2150-2199	Office Utilities	4,588	10,000		10,000
2260-2299	Office Materials & Supplies	5,059	7,000		7,000
2450-2499	Office Rent	17,586	25,000		25,000
2500-2599	National & International Memberships	4,622	8,000		8,000
2600-2699	Office Services	9,843	15,000		15,000
2700-2799	Transport	11,627	20,000		20,000
2800-2899	Travel	13,935	15,000		15,000
2900-2999	Information Services	7,007	18,000		18,000
3050	Office Cleaning	3,501	4,000		4,000
3410-3199	Professional Services	19,067	60,000		60,000
3200-3299	Training		4,000		4,000
3345	Office Hospitality	7,167	8,000		8,000
3400-3499	Incidental Expenses		6,000		6,000
		<b>104,002</b>	<b>200,000</b>	-	<b>200,000</b>
<b>9</b>	<b>Finance Costs</b>				
3036	Interest on Bank Loan				-
					-
					-

## Detailed Statement of Financial Position

DESCRIPTION	Actual for the Period €	Annual Budget 2022 €	Virements for the Period €	Revised Annual Budget 2022 €
<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 September 2022	18,943	39,000		39,000
	<b>18,943</b>	<b>39,000</b>	-	<b>39,000</b>
<b>Total</b>	<b>1,199,419</b>	<b>1,599,755</b>	-	<b>1,599,755</b>
<b>11 Inventories</b>				
5201-5249 Stationery				-
5250-5299 Consumables				-
	-	-	-	-
<b>12 Receivables</b>				
0201-0209 Receivables	14,929	20,000		20,000
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	82,842	14,000		14,000
	<b>97,771</b>	<b>34,000</b>	-	<b>34,000</b>
<b>13 Cash &amp; Equivalents</b>				
5001-5099 Bank & Cash Balances	1,943,736	948,060		948,060
	<b>1,943,736</b>	<b>948,060</b>	-	<b>948,060</b>
<b>14 Payables</b>				
4000 Payables	145,808	60,000		60,000
4100 Accruals	56,922	78,602		78,602
4150 Deferred Income	352,410			-
Short-term Borrowings				-
IFRS16 Lease	30,878			-
	<b>586,018</b>	<b>138,602</b>	-	<b>138,602</b>
<b>15 Non Current Liabilities</b>				
4200 Long Term Borrowing		55,000		-
Leases_IFRS16	38,764	55,000		55,000
	<b>38,764</b>	<b>55,000</b>	-	<b>55,000</b>

16 Total Commitments (Recurrent and Capital)

DESCRIPTION

€	€	€
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Recurrent and Capital

-	-	-

Long Term Loans

-	-	-

Others

-	-	-

17 Depreciation of Property, Plant and Equipment

Asset	Office Furniture	Office Equipment	Computer Equipment	Software	ANYC	Leased Premises	Leased Motor Vehicle	Plant & Machinery	Parking Area	Total
	7.5%	20%	25%	25%	0%					
% of depreciation	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 1st January 2022	140,370	73,356	34,368	9,799	65,476	99,714	37,320			460,403
Additions	17,032	11,075	609	4,290	42,540					75,546
Disposals										-
As at end of September 2022	<b>157,402</b>	<b>84,431</b>	<b>34,977</b>	<b>14,089</b>	<b>108,016</b>	<b>99,714</b>	<b>37,320</b>	-	-	<b>535,949</b>
<b>Grants/ other reimbursements</b>										
As at 1st January 2022					15,099					-
Additions										15,099
As at end of September 2022					<b>15,099</b>					
<b>Accumulated Depreciation</b>										
As at 1st January 2022	28,697	45,359	30,234	3,132	-	52,231	17,134			176,787
Charge for the period	7,069	7,638	2,395	1,841	-	-	-			18,943
Released on disposal	-	-	-	-	-	-	-			-
As at end of September 2022	<b>35,766</b>	<b>52,997</b>	<b>32,629</b>	<b>4,973</b>	-	<b>52,231</b>	<b>17,134</b>	-	-	<b>195,730</b>
<b>NBV</b>	<b>121,636</b>	<b>31,434</b>	<b>2,348</b>	<b>9,116</b>	<b>92,917</b>	<b>47,483</b>	<b>20,186</b>	-	-	<b>325,120</b>