Local Councils' Association

Quarterly Financial Report

for the Period

1st January till End of September 2025 (Quarter 3)

Table of Contents

Overview and Summary

Matul il-perjodu bejn Jannar u Settembru 2025, l-Assoċjazzjoni tal-Kunsilli Lokali kisbet dħul totali ta' €1,054,966, li jammonta għal 78.8% tal-baġit annwali approvat ta' €1,338,000. L-akbar sors ta' dħul kien il-fondi li ġew mill-Gvern Ċentrali, li jammontaw għal €688,702, jiġifieri madwar 65% tad-dħul totali. Dħul addizzjonali ġie ġġenerat permezz tas-Sistema ta' Infurzar Lokali (LES) li kkontribwixxiet €274,317, flimkien ma' investimenti (€14,838) u dħul ieħor (€77,109).

Minkejja ċerti sfidi esterni, bħall-limitazzjonijiet fuq dħul minn investimenti minħabba rati baxxi ta' interess, il-qagħda finanzjarja ġenerali tista' titqies bħala pożittiva u sostenibbli.

Fuq in-naħa tan-nefqa, l-Assoċjazzjoni nefqet €395,394 sa tmiem it-tielet kwart, li jammontaw għal 43.8% tal-baġit annwali ta' €903,000. Dan jindika ġestjoni prudenti u effiċjenti tal-fondi, bil-parti l-kbira tan-nefqa tkun iffukata fuq pagi u salarji (€166,619) u manutenzjoni u operazzjonijiet (€228,775).

B'hekk, sa Settembru 2025, l-Assoċjazzjoni irreġistrat surplus ta' madwar €659,572, li jagħti sigurtà finanzjarja b'saħħitha għall-aħħar kwart tas-sena u għall-proġetti ppjanati għall-aħħar tas-sena 2025 u bidu tas-sena 2026.

1. Dħul

Kategorija ta' Dħul	Attwali (Q3 2025)	Baġit Annwali (€)	% tal-Baġit
Fondi mingħand il-Gvern Ċentrali	€688,702	€900,000	76.5%
Dħul mis-Sistema LES	€274,317	€325,000	84.4%
Dħul minn Investimenti	€14,838	€28,000	53.0%
Dħul Ieħor	€77,109	€85,000	90.7%
Totali	**€1,054,966**	**€1,338,000**	**78.8%**

Id-dħul totali kompla juri livell ta' sostenibbiltà ekonomika. L-andament pożittiv fid-dħul mis-LES juri konformità aħjar u sforzi kontinwi mill-kunsilli biex isaħħu s-sistemi ta' ġbir u infurzar. Dħul minn investimenti kien iżgħar minħabba rati ta' interess baxxi fis-suq finanzjarju, iżda l-livell għoli ta' dħul ieħor juri varjetà f'sorsi alternattivi ta' finanzjament.

2. Nefqa

Kategorija ta' Nefqa	Attwali (Q3 2025)	Baġit Annwali (€)	% tal-Baġit
Pagi u Salarji (Personal Emoluments)	€166,619	€414,000	40.2%
Manutenzjoni u Operazzjonijiet	€228,775	€489,000	46.8%
Totali	**€395,394**	**€903,000**	**43.8%**

Mario Fava
President

Lianne Cassar
Executive Secretary

Overview and Summary

Matul dan il-kwart l-Assoċjazzjoni ffinanzjat il-parti tagħha li kellha tħallas min-nefqa tal-ALL Digital ġiet imħallsa kif ukoll bdew jitħallsu commitments li hemm għax-xhur li ġejjien. Matul dan il-kwart l-Assoċjazzjoni ħadmet iktar fil-qrib mar-Reġjuni u saħansitra itellegħet l-ewwel delegazzjoni inter-reġjonali għall-Old Town Festival ġewwa Antalya. L-Assoċjazzjoni wkoll ħalset lmembership f' kull Reġjun sabiex l-Uffiċjali Maniġerjali fuq l-Immaniġjar tal-iskart setgħu jkunu parti minn CIWM sabiex ikollhom aċċess għal riżorsi diversi fis-settur kif ukoll opportunitajiet ta' prattiċitajiet użati f' diversi pajjiżi. L-Assoċjazzjoni ħadmet ukoll sabiex titħallas l-membership għall-ewwel darba sabiex tkun tista' tibda l-inizjattiva Scuola Prime Minister ġewwa Malta b' kollaborazzjoni ma' l-Italja, Sqallija u Sardinja. Din l-inizjattiva ser tkun qed toffri l-opportunita' lil tfajliet sabiex jiksbu leadership skills. L-Assoċjazzjoni kompliet isaħħaħ l-inizjattivi ta' Rillu Merillu fejn kompliet bil-pubblikazzjonijiet ta' activity books u anki stejjer.

B'dan l-andament, l-Assoċjazzjoni hija mistennija tilħaq id-dħul annwali ppjanat sal-aħħar tas-sena, filwaqt li l-infiq probabbilment jibqa' taħt 70% tal-baġit totali. Il-prijoritajiet ewlenin għar-raba' kwart jinkludu t-tisħiħ tal-implimentazzjoni tal-viżjoni "Ir-Resident l-Ewwel – Kwalità ta' Ħajja Aħjar",

Din il-pożizzjoni finanzjarja stabbli tagħti lill-Assoċjazzjoni bażi soda biex tkompli twettaq il-missjoni tagħha li ttejjeb il-kwalità tal-ħajja tar-residenti u ssaħħaħ il-kapaċità tal-kunsilli lokali bħala strumenti ewlenin ta' governanza lokali.

Mario Fava
President

Lianne Cassar
Executive Secretary

Statement of Income and Expenditure

1st January till End of September 2025 (Quarter 3)

DESCRIPTION	Actual for the Period	Annual Budget 2025	Virements for the Period	Revised Annual Budget 2025
	€	€	€	€
Income				
Funds received from Central Government (1)	688,702	900,000	-	900,000
Income raised from Bye-Laws (2)	-	-	-	-
Income raised from LES (3)	274,317	325,000	-	325,000
Investment Income (4)	14,838	28,000	-	28,000
Other Income (5)	77,109	85,000	-	85,000
TOTAL	**1,054,966**	**1,338,000**	**-**	**1,338,000**
Expenditure				
Personal Emoluments (6)	166,619	414,000	-	414,000
Operations and Maintenance (7)	228,775	489,000	-	489,000
Administration (8)	272,685	353,500	-	353,500
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	32,507	46,337	-	46,337
TOTAL	**700,586**	**1,302,837**	**-**	**1,302,837**
Surplus / Deficit	**354,380**	**35,163**	**-**	**35,163**

Statement of Financial Position as at end of September 2025 (Quarter 3)

DESCRIPTION	Actual for the Period €	Annual Budget 2025 €	Virements for the Period €	Revised Annual Budget 2025 €
Non-current Assets				
Property, Plant and Equipment (17)	393,004	1,037,259		1,037,259
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	100,781	105,000	-	105,000
Cash and Cash Equivalents (13)	3,148,231	3,050,504	-	3,050,504
Total Current Assets	**3,249,012**	**3,155,504**	**-**	**3,155,504**
Current Liabilities				
Payables (14)	1,728,906	2,429,634	-	2,429,634
Total Current Liabilities	**1,728,906**	**2,429,634**	**-**	**2,429,634**
Net Current Assets	1,520,106	725,870	-	725,870
Non-current liabilities (15)	-	15,500	-	15,500
Net Assets	**1,913,110**	**1,747,629**	**-**	**1,747,629**
Reserves				
Retained Funds	**1,913,110**	**1,747,629**		**1,747,629**

Financial Situation Indicator

DESCRIPTION					
Current Assets		3,249,012	3,155,504	-	3,155,504
Current Liabilities		1,728,906	2,429,634	-	2,429,634
	Working Capital	1,520,106	725,870	-	725,870
Government Allocation		800,000	800,000	-	800,000
	FSI	**190 %**	**91 %**		**91 %**

Cash flow Statement

DESCRIPTION	Actual for the Period €	Annual Budget 2025 €	Virements for the Period €	Revised Annual Budget 2025 €
Cash flow from operating activities				
Surplus for the year	354,380	35,163	-	35,163
Adjustments for:				
Depreciation	32,507	46,337	-	46,337
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
				-
Increase / (Decrease) in payables	(369,335)			-
Increase / (Decrease) in accruals	10,863			-
Decrease / (Increase) in receivables	(24,183)			-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	**4,232**	**81,500**	-	**81,500**
Interest paid				-
				-
Net cash from operating activities	**4,232**	**81,500**	-	**81,500**
Cash flows from investing activities				
Purchase of property, plant & equipment	(53,947)	(735,000)		(735,000)
Proceeds from sale of property, plant & equipment	-			-
Grants received				-
Interest received				-
				-
Net cash used in investing activities	**(53,947)**	**(735,000)**	-	**(735,000)**
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	**(49,715)**	**(653,500)**	-	**(653,500)**
Cash & cash equivalents at beginning of year	3,197,946	3,704,004		3,704,004
Cash & cash equivalents at end of Quarter	**3,148,231**	**3,050,504**	-	**3,050,504**

Detailed Income

		DESCRIPTION	Actual for the Period	Annual Budget 2025	Virements for the Period	Revised Annual Budget 2025
			€	€	€	€
		Income				
1		**Funds received from Cental Government:**				
	0001	In terms of section 55 CAP 363	600,000	800,000		800,000
	0002-0004	In terms of section 58 CAP 363		-		-
	0005-0019	Other income	88,702	100,000		100,000
			688,702	**900,000**	-	**900,000**
2		**Income raised from Bye-Laws**				
	0021-0025	Community Services				-
	0026-0035	Income from Permits				-
			-	-	-	-
3		**Local Enforcement Income**				
	0037	Commission from Regional Committees	274,317	325,000		325,000
	0038-0055	Contraventions		-		-
			274,317	**325,000**	-	**325,000**
4		**Investment Income**				
	0091-0095	Bank interest	14,838	28,000		28,000
	0096-0099	Income received from Govermnet Securities		-		-
			14,838	**28,000**	-	**28,000**
5	0056-0065	Sponsorships				-
	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	77,109	85,000		85,000
			77,109	**85,000**	-	**85,000**
		Total	**1,054,966**	**1,338,000**	-	**1,338,000**

Detailed Expenditure

	DESCRIPTION	Actual for the Period	Annual Budget 2025	Virements for the Period	Revised Annual Budget 2025
		€	€	€	€
6 i)	**Personal Emoluments**				
1100	President's Allowance	24,006	25,000		25,000
1200	Employees' Salaries & Wages	102,834	275,000		275,000
1300	Bonuses	574	32,000		32,000
1400	Income Supplements	1,302	3,500		3,500
1500	Social Security Contributions	8,079	35,000		35,000
1600	Allowances	25,307	35,000		35,000
1700	Overtime	4,517	8,500		8,500
		166,619	**414,000**	**-**	**414,000**

	DESCRIPTION				
		€	€	€	€
7	**Operations and Maintenance**				
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	3,571	3,000		3,000
3035	Bank Charges	470	1,000		1,000
3038	Penalties				-
3041	Refuse Collection				-
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	44,093	85,000		85,000
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses				-
3700-3799	EU Projects				-
3800-3899	Twinning		-		-
	LCA Initiatives and Events	180,641	400,000		400,000
		228,775	**489,000**	**-**	**489,000**
8	**Administration**				
2150-2199	Office Utilities	7,363	8,000		8,000
2260-2299	Office Materials & Supplies	12,483	25,000		25,000
2450-2499	Office Rent	23,132	31,000		31,000
2500-2599	National & International Memberships	13,503	17,000		17,000
2600-2699	Office Services	18,269	37,500		37,500
2700-2799	Transport	16,667	20,000		20,000
2800-2899	Travel	26,587	50,000		50,000
2900-2999	Information Services	51,956	52,000		52,000
3050	Office Cleaning	2,321	6,500		6,500
3410-3199	Professional Services	90,343	85,000		85,000
3200-3299	Training	3,356	7,000		7,000
3345	Office Hospitality	6,705	12,500		12,500
3400-3499	Incidental Expenses	-	2,000		2,000
					-
		272,685	**353,500**	**-**	**353,500**
9	**Finance Costs**				
3036	Interest on Bank Loan				-
					-
		-	-	-	-

Detailed Statment of Financial Position

	DESCRIPTION	Actual for the Period €	Annual Budget 2025 €	Virements for the Period €	Revised Annual Budget 2025 €
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 2025	32,507	46,337		46,337
					-
		32,507	**46,337**	-	**46,337**
	Total	**700,586**	**1,302,837**	-	**1,302,837**
11	**Inventories**				
5201-5249	Stationery				-
5250-5299	Consumables				-
					-
		-	-	-	-
12	**Receivables**				
0201-0209	Receivables	40,179	30,000		30,000
0210-0219	LES Receivables		-		-
0220-0229	Receivables from EU		-		-
0250	Prepayments & Accrued income	60,602	75,000		75,000
					-
		100,781	**105,000**	-	**105,000**
13	**Cash & Equivalents**				
5001-5099	Bank & Cash Balances	3,148,231	3,050,504		3,050,504
		3,148,231	**3,050,504**	-	**3,050,504**
14	**Payables**				
4000	Payables	192,481	45,000		45,000
4100	Accruals	38,733	45,000		45,000
4150	Deferred Income	32,445	40,000		40,000
	Short-term Borrowings				-
	Funds in transit/LES/Regions/EU Funds	1,465,247	2,299,634		2,299,634
		1,728,906	**2,429,634**	-	**2,429,634**
15	**Non Current Liabilities**				
4200	Long Term Borrowing				-
	IFRS16	-	15,500		15,500
		-	**15,500**	-	**15,500**

16 Total Commitments (Recurrent and Capital)

DESCRIPTION	€	€	€
Recurrent and Capital			
	-	-	-
Long Term Loans			
	-	-	-
Others			
	-	-	-

17 Deprecition of Property, Plant and Equipment

	Office Furniture	Office Equipment	Computer Equipment	Software	ANYC	Leased Premises	Leased Motor Vehicle	Plant & Machinery	Parking Area	Total
Asset										
% of depreciation	7.5%	20%	25%	25%	0%			20%	1%	
	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2025	474,332	99,445	48,906	14,089	54,478	-	-			691,250
Additions	43,327	1,194	1,293		8,133					53,947
Disposals										-
As at end of September 2025	**517,659**	**100,639**	**50,199**	**14,089**	**62,611**	-	-	-	-	**745,197**
Grants/ other reimbursements										
As at 1st January 2025	112,377				-					**112,377**
Additions										-
As at end of September 2025	**112,377**	-	-	-	-	-	-	-	-	**112,377**
Accumulated Deprecition										
As at 1st January 2025	79,491	77,317	39,209	11,292	-	-	-			**207,309**
Charge for the period	21,028	6,259	3,224	1,996						**32,507**
Released on disposal										-
As at end of September 2025	**100,519**	**83,576**	**42,433**	**13,288**	-	-	-	-	-	**239,816**
NBV As at end of September 2025	**304,763**	**17,063**	**7,766**	**801**	**62,611**	-	-	-	-	**393,004**