



Local Councils' Association

Quarterly Financial Report

for the Period

1st January till End of March 2026 (Quarter 1)

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Overview and Summary

Matul l-ewwel kwart tas-sena 2026, l-Assoċjazzjoni rreġistrat pożizzjoni finanzjarja stabbli, b'surplus li jirrifletti l-operat ta' dan il-perjodu għal din is-sena. Dan is-surplus huwa indikazzjoni ta' ġestjoni prudenti u bilanċjata tal-finanzi, iżda għandu jiġi interpretat b'kawtela fid-dawl tal-kummenti li ġejjin;

Mill-aspett amministrattiv, l-Assoċjazzjoni qed tkompli tirrevedi l-pożizzjonijiet vakanti bil-għan li tissaħħaħ il-kapaċità interna tagħha. Madankollu, għandu jiġi enfasizzat li, minhabba tnaqqis sostanzjali ta' 45% fl-allokazzjoni finanzjarja tagħha, l-Assoċjazzjoni qed iżżomm lura milli toħroġ sejhiet għal tliet impjegati f'tliet skali differenti. Dawn il-pożizzjonijiet huma parti minn pjan approvat kemm sentejn ilu kif ukoll fis-sena preċedenti, u għalihom diġà teżisti approvazzjoni formali. Dan jispjega parti mis-surplus, li kieku mar ghas-salarji ta' dawn l-impjegati, li ma stajniex indaħħlu.

Din is-sitwazzjoni qed toħloq piżijiet operattivi sinifikanti u livell għoli ta' stress fuq it-tmexxija tal-Assoċjazzjoni u pressjoni fuq il-ħaddiema. Barra minn hekk, qed twassal ukoll għal sitwazzjonijiet fejn ċerti opportunitajiet ta' proġetti ma jkunux jistgħu jiġu sfruttati minhabba nuqqas ta' rizorsi umani adegwati. Dan għandu impatt dirett negattiv fuq il-kapaċità tal-Assoċjazzjoni li tkompli tikber u tespandi l-attivitajiet tagħha.

Sussegwentament u għall-istess raġunijiet, il-laqgħat plenarju dawk tas-Sinki li s-soltu jsiru fl-ewwel kwart tas-sena kellhom jiġu sospizi, anki jekk kontra dak stipulat fil-liġi li twaqqaf lill-istess Assoċjazzjoni.

Punt ieħor huwa l-fatt li għandu jiġi nnutat li l-ispejjeż relatati mal-ALDA Festival ser jiġu rreġistrati matul ix-xhur ta' April u Meju, u għaldaqstant dan is-surplus mhux se jibqa' rifless bl-istess mod fil-kwart li jmiss tas-sena.

Barra minn hekk, minhabba d-dati mħabbra tal-elezzjoni ġenerali, il-laqgħat statutorji tal-Assoċjazzjoni ġew ipplanati mill-ġdid sabiex isiru fit-tielet kwart tas-sena. Din id-deċiżjoni, għalkemm meħtieġa f'dan il-kuntest, ser twassal għal zieda addizzjonali fin-nefqa matul dan il-perjodu, u għalhekk għandha tiġi kkunsidrata fil-projezzjonijiet finanzjarji globali tas-sena.

Mill-aspett operattiv, l-Assoċjazzjoni ser tkompli ssaħħaħ il-programm "You Matter", li jibqa' pilastru ewlieni fil-ħidma tagħha lejn il-benesseri u l-iżvilupp tal-impjegati u -membri kollha eletti.

Matul ix-xahar ta' April bdew jitħallsu fatturi relatati ma' taħriġ għall-impjegati fi Skala 16, filwaqt li qed tiġi żviluppata wkoll komunikazzjoni mal-MCAST sabiex jiffassal programm ta' taħriġ fil-livell MQF Level 4. Dan juri impenn kontinwu lejn it-titjib tal-kompetenzi u l-kapaċità istituzzjonali.



Mario Fava
President



Lianne Cassar
Executive Secretary

Overview and Summary

Fuq livell ta' ricerka u politika, qed jiġi kkummissjonat studju dwar il-ġentrifikazzjoni mal-Università ta' Malta. Dan l-istudju għandu l-għan li jipprovdi għarfien aktar profund dwar l-impatti soċjali u urbani ta' dan il-fenomen, sabiex jiffaċilita tfassil ta' politiki aktar infurmati u sostenibbli fil-livell lokali.

L-Assoċjazzjoni ser tkun ukoll qed timplimenta proġett iffukat fuq is-sehem tal-mara fit-tmexxija tal-gvern lokali taħt il-fond CERV Programme, b'ko-finanzjament ta' €10,000 sa tmiem is-sena 2026. Dan il-proġett huwa parti minn impenn usa' lejn il-promozzjoni tal-ugwaljanza u parteċipazzjoni aktar inkluziva fit-tmexxija lokali.

Fl-istess ħin, l-Assoċjazzjoni ser tkompli taħdem mill-qrib mal-Kunsilli Lokali sabiex tissaħħaħ il-kollaborazzjoni u jiġu indirizzati prijoritajiet komuni li jolqtu direttament lir-residenti. Din il-ħidma tibqa' kruċjali biex tiġi żgurata governanza lokali aktar effettiva u koerenti. Dan ix-xogħol se jibda irrispettivament mill-allokkazzjoni mogħtija għaliex diġa kien ġie iċċarat li l-fir-rapporti ta' qabel li l-Assoċjazzjoni mhux se tnaqqas il-ġidma tagħha għax tnaqqas ilha l-allokkazzjoni.

F'dan il-kuntest, hemm tama li din il-materja tiġi indirizzata b'mod definittiv waqt il-laqqgħa skedata mas-Segretarju Permanenti tal-Finanzi nhar il-Ħamis 30 ta' April. Riżoluzzjoni pożittiva ta' din il-kwistjoni hija kruċjali biex tiġi ristabbilita stabilità operattiva u biex l-Assoċjazzjoni tkun tista' timplimenta l-pjanijiet strateġiċi tagħha b'mod effettiv.

Matul l-istess perjodu ta' dan l-ewwel kwart, ġew issottomessi diversi proposti għal proġetti ffinanzjati mill-Unjoni Ewropea, li jiffukaw fuq opportunitajiet ta' finanzjament u żvilupp. Dawn l-inizjattivi juru l-impenn kontinwu tal-Assoċjazzjoni biex tattira riżorsi esterni u tespandi l-impatt tagħha.

Fir-rigward tal-proċess ELoGE, l-ispejjeż relatati jinkludu kemm spejjeż amministrattivi kif ukoll spejjeż marbuta ma' riżorsi tekniċi. Dawn jkopru l-ħin u l-kontribut tal-persunal involut fil-koordinazzjoni, il-ġestjoni u r-rappurtar, kif ukoll il-kontribut ta' esperti u staff tekniku li jipprovdu appoġġ professjonali u analiżi speċjalizzata. Huwa mistenni li dawn l-ispejjeż jizdiedu matul ix-xhur li ġejjin, hekk kif il-proċess jimxi 'l quddiem.

Fl-aħħar nett, l-Assoċjazzjoni ser tkompli ssaħħaħ il-proġett Rillu Merillu, filwaqt li ser tnedi wkoll proġett ġdid ta' podcast bil-għan li ttejjeb il-komunikazzjoni u l-involvement mal-komunitajiet. Dawn l-inizjattivi huma parti minn strateġija usa' li tfittex li tressaq lill-Assoċjazzjoni eqreb lejn iċ-ċittadini u żżid it-trasparenza u l-parteċipazzjoni pubblika.

B'mod ġenerali, filwaqt li l-ewwel kwart tas-sena juri stabbiltà finanzjarja relattiva, l-isfidi strutturali u finanzjarji li qed taffaċċja l-Assoċjazzjoni jeħtieġu azzjoni deċiżiva u koordinata sabiex jiġi żgurat li l-ħidma tagħha tibqa' sostenibbli u effettiva fit-tul.



Mario Fava
President



Lianne Cassar
Executive Secretary

Statement of Income and Expenditure
1st January till End of March 2026 (Quarter 1)

DESCRIPTION	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
	€	€	€	€
Income				
Funds received from Central Government (1)	129,479	520,000	-	520,000
Income raised from Bye-Laws (2)	-	-	-	-
Income raised from LES (3)	76,678	235,000	-	235,000
Investment Income (4)	1,052	11,000	-	11,000
Other Income (5)	45,140	85,000	-	85,000
TOTAL	252,349	851,000	-	851,000
Expenditure				
Personal Emoluments (6)	52,963	406,265	-	406,265
Operations and Maintenance (7)	42,404	483,000	-	483,000
Administration (8)	66,527	280,000	-	280,000
Finance Cost (9)	-	-	-	-
Other Expenditure (10)	10,582	43,874	-	43,874
TOTAL	172,476	1,213,139	-	1,213,139
Surplus / Deficit	79,874	(362,139)	-	(362,139)

Statement of Financial Position as at end of March 2026 (Quarter 1)

DESCRIPTION	Actual for the Period €	Annual Budget 2026 €	Virements for the Period €	Revised Annual Budget 2026 €
Non-current Assets				
Property, Plant and Equipment (17)	363,629	1,032,358		1,032,358
Current Assets				
Inventories (11)	-	-	-	-
Receivables (12)	40,856	105,000	-	105,000
Cash and Cash Equivalents (13)	4,152,205	2,006,351	-	2,006,351
Total Current Assets	4,193,061	2,111,351	-	2,111,351
Current Liabilities				
Payables (14)	2,794,514	1,692,818	-	1,692,818
Total Current Liabilities	2,794,514	1,692,818	-	1,692,818
Net Current Assets	1,398,547	418,533	-	418,533
Non-current liabilities (15)	-	-	-	-
Net Assets	1,762,176	1,450,891	-	1,450,891
Reserves				
Retained Funds	1,762,176	1,450,891		1,450,891

Financial Situation Indicator

DESCRIPTION				
Current Assets	4,193,061	2,111,351	-	2,111,351
Current Liabilities	2,794,514	1,692,818	-	1,692,818
Working Capital	1,398,547	418,533	-	418,533
Government Allocation	490,000	490,000	-	490,000
FSI	285 %	85 %		85 %

Cash flow Statement

DESCRIPTION

	Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
	€	€	€	€
Cash flow from operating activities				
Surplus for the year	79,874	(362,139)	-	(362,139)
Adjustments for:				
Depreciation	10,582	43,874	-	43,874
Increase / (Decrease) in Allowance for Bad Debts				-
Interest receivable				-
Interest payable				-
(Profit) / Loss on disposal of asset				-
Increase / (Decrease) in payables	218,257			-
Increase / (Decrease) in accruals	105,875			-
Decrease / (Increase) in receivables	24,851			-
Decrease / (Increase) in inventories				-
Decrease / (Increase) in inventories				-
Cash generated from operations	439,438	(318,265)	-	(318,265)
Interest paid				-
<i>Net cash from operating activities</i>	439,438	(318,265)	-	(318,265)
Cash flows from investing activities				
Purchase of property, plant & equipment	(4,830)	(735,000)		(735,000)
Proceeds from sale of property, plant & equipment	-			-
Grants received				-
Interest received	-			-
<i>Net cash used in investing activities</i>	(4,830)	(735,000)	-	(735,000)
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	434,608	(1,053,265)	-	(1,053,265)
Cash & cash equivalents at beginning of year	3,717,597	3,059,616		3,059,616
Cash & cash equivalents at end of Quarter	4,152,205	2,006,351	-	2,006,351




Detailed Income

DESCRIPTION		Actual for	Annual Budget	Virements for	Revised Annual Budget
		the Period	2026	the Period	2026
		€	€	€	€
Income					
1	Funds received from Cental Government:				
	0001 In terms of section 55 CAP 363	122,500	490,000		490,000
	0002-0004 In terms of section 58 CAP 363		-		-
	0005-0019 Other income	6,979	30,000		30,000
		129,479	520,000	-	520,000
2	Income raised from Bye-Laws				
	0021-0025 Community Services				-
	0026-0035 Income from Permits				-
		-	-	-	-
3	Local Enforcement Income				
	0037 Commission from Regional Committees	76,678	235,000		235,000
	0038-0055 Contraventions		-		-
		76,678	235,000	-	235,000
4	Investment Income				
	0091-0095 Bank interest	1,052	11,000		11,000
	0096-0099 Income received from Governnet Securities		-		-
		1,052	11,000	-	11,000
5	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	45,140	85,000		85,000
		45,140	85,000	-	85,000
Total		252,349	851,000	-	851,000

Detailed Expenditure

DESCRIPTION		Actual for the Period	Annual Budget 2026	Virements for the Period	Revised Annual Budget 2026
		€	€	€	€
6 i)	Personal Emoluments				
1100	President's Allowance	6,088	25,207		25,207
1200	Employees' Salaries & Wages	32,116	276,388		276,388
1300	Bonuses	-	32,386		32,386
1400	Income Supplements	654	2,241		2,241
1500	Social Security Contributions	2,604	24,793		24,793
1600	Allowances	9,811	36,750		36,750
1700	Overtime	1,690	8,500		8,500
		52,963	406,265	-	406,265
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	721	7,000		7,000
3035	Bank Charges	148	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	27,365	125,000		125,000
3390-3394	Donations				-
3600-3694	Local Enforcement Expenses				-
3700-3799	EU Projects				-
3800-3899	Twinning				-
	LCA Initiatives and Events	14,170	350,000		350,000
		42,404	483,000	-	483,000
8	Administration				
2150-2199	Office Utilities	2,161	10,000		10,000
2260-2299	Office Materials & Supplies	5,828	25,000		25,000
2450-2499	Office Rent	8,100	31,000		31,000
2500-2599	National & International Memberships	3,933	24,000		24,000
2600-2699	Office Services	5,347	37,500		37,500
2700-2799	Transport	7,029	30,000		30,000
2800-2899	Travel	8,860	52,000		52,000
2900-2999	Information Services	2,312	8,000		8,000
3050	Office Cleaning	494	3,500		3,500
3410-3199	Professional Services	20,826	40,000		40,000
3200-3299	Training	773	7,000		7,000
3345	Office Hospitality	864	10,000		10,000
3400-3499	Incidental Expenses	-	2,000		2,000
		66,527	280,000	-	280,000
9	Finance Costs				
3036	Interest on Bank Loan				-
					-
					-

Detailed Statement of Financial Position

DESCRIPTION	Actual for	Annual Budget	Virements for	Revised Annual Budget
	the Period	2026	the Period	2026
	€	€	€	€
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 March 2026	10,582	43,874		43,874
				-
	10,582	43,874	-	43,874
Total	172,476	1,213,139	-	1,213,139
11 Inventories				
5201-5249 Stationery				-
5250-5299 Consumables				-
				-
	-	-	-	-
12 Receivables				
0201-0209 Receivables	6,275	30,000		30,000
0210-0219 LES Receivables		-		-
0220-0229 Receivables from EU		-		-
0250 Prepayments & Accrued income	34,581	75,000		75,000
				-
	40,856	105,000	-	105,000
13 Cash & Equivalents				
5001-5099 Bank & Cash Balances	4,152,205	2,006,351		2,006,351
	4,152,205	2,006,351	-	2,006,351
14 Payables				
4000 Payables	164,164	45,000		45,000
4100 Accruals	42,518	45,000		45,000
4150 Deferred Income	79,470	32,445		32,445
Short-term Borrowings				-
Funds in transit/LES/Regions/EU Funds	2,508,362	1,570,373		1,570,373
	2,794,514	1,692,818	-	1,692,818
15 Non Current Liabilities				
4200 Long Term Borrowing IFRS16				-
	-	-		-
	-	-		-

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
% of depreciation	7.5%	20%	25%	25%	0%			20%	1%	
€	€	€	€	€	€	€	€	€	€	€
Cost										
As at 1st January 2026	512,866	104,548	51,670	14,089	49,676	-	-	-	-	732,849
Additions	50	4,028	752							4,830
Disposals										-
As at end of March 2026	512,916	108,576	52,422	14,089	49,676	-	-	-	-	737,679
Grants/ other reimbursements										
As at 1st January 2026	112,377				-					112,377
Additions										-
As at end of March 2026	112,377	-	-	-	-	-	-	-	-	112,377
Accumulated Depreciation										
As at 1st January 2026	107,978	85,680	43,613	13,821	-	-	-	-	-	251,092
Charge for the period	7,122	2,091	1,101	268						10,582
Released on disposal	-	-	-	-						-
As at end of March 2026	115,100	87,771	44,714	14,089	-	-	-	-	-	261,674
NBV	285,439	20,805	7,708	-	49,676	-	-	-	-	363,629

