

Financial report

Jan to June 2025

Date: 22 August 2025
Version 1.0



Salient points Q2 report (Jan to June 2025)

- The Local Council registered a surplus of EUR 290k in the second quarter of 2025, bringing a cumulative surplus of EUR 339k for the first half of the year.
- Overall, the Council registered positive variances in all captions of the Profit and Loss when compared with the apportioned budget for 2025 – Refer to the following slides for details.
- Important to note that the Council has already received EUR 726k from the EUR 938k Annual Government allocation for 2025 (77%). Hence, this is main driver behind the registered surplus. These funds will be used for the second half of 2025.
- Nevertheless, the Council registered positive variances in all expenditure categories – Refer to the following slides for details.
- The Council maintains a healthy financial position with cash and cash equivalents standing at EUR 791k.



Statement of Profit or Loss

Note	Actual Quarter 2025 Q1	Actual Quarter 2025 Q2	Actual YTD 2025	Budget 2025	Actual Audited 2024	Actual Audited 2023	Variance Actual vs Budget
Income							
Funds received from central government	238,303	487,908	726,211	937,717	1,072,790	999,176	257,353
In terms of section 55 of the Local Councils Act (Cap 363)	234,429	468,858	703,288	937,717	1,044,366	944,188	234,429
Supplementary Government Income							
Other Government Income	3,874	19,050	22,924	0	28,424	54,988	22,924
Organic waste income	0	0	0	0	0	7,002	0
Special Needs Govt.Income	3,874	19,050	22,924	0	28,424	47,986	22,924
Income raised under Local Council Bye-Laws	0	0	0	0	0	0	0
Income raised under Local Enforcement System	1,095	7,597	8,692	10,800	10,889	18,111	3,292
Other Income	13,410	17,463	30,873	47,786	53,629	54,362	6,980
Income from other activities	0	0	0		4,402	0	0
Income from tender documents	0	0	0		0	0	0
Contributions and donations	0	0	0		0	0	0
Other general income	13,410	17,463	30,873	47,786	49,246	54,362	6,980
Total Income	252,807	512,969	765,776	996,303	1,137,309	1,071,650	267,625
Expenditure							
Personnel emoluments	(58,212)	(71,844)	(130,056)	(274,911)	(243,201)	(224,034)	7,400
Operations and maintenance	(94,760)	(84,522)	(179,281)	(407,479)	(675,358)	(620,902)	24,458
Administration and other expenditure	(50,771)	(66,826)	(117,597)	(239,806)	(288,719)	(270,021)	2,306
Finance Cost	0	0	0	(30)	(365)	(38)	15
	(203,743)	(223,192)	(426,935)	(922,226)	(1,207,643)	(1,114,995)	34,178
Surplus / (deficit) for the year	49,064	289,777	338,841.36	74,077	(70,334)	(43,345)	301,803



Operations and maintenance, and Contractual Services

	Actual Quarter 2025 Q1	Actual Quarter 2025 Q2	Actual YTD 2025	Budget 2025	Actual YTD 2024	Actual YTD 2023	Variance Actual vs Budget
Operations and maintenance							
Repairs and upkeep:							
Road and street pavements (Patching works)	7,634	7,703	15,337	50,000	34,262	21,014	9,663
Street signs	813	1,342	2,156	5,000	4,859	4,740	344
Road markings	2,126	717	2,842	6,000	5,892	418	158
	10,573	9,762	20,336	61,000	45,013	26,172	10,164
Contractual Services:							
Refuse collection (including bins on wheels)	2,832	3,186	6,018	13,200	299,572	246,915	582
Bulky refuse collection (including open skips)	11,340	12,060	23,400	45,638	45,952	43,386	(581)
Road and Street Cleaning (mechanical and manual)	33,560	33,735	67,295	132,212	133,503	129,675	(1,189)
Cleaning and Maintenance of Public Convenience	4,128	4,128	8,255	16,511	16,511	16,511	0
Cleaning and Maintenance of Parks and Gardens	19,605	19,605	39,209	78,418	78,418	78,418	0
Street Lighting	12,530	2,012	14,542	60,000	56,021	78,834	15,458
Local Enforcement Expenses	192	34	226	500	368	991	24
	84,186	74,760	158,946	346,479	630,345	594,730	14,294
Total	94,760	84,522	179,281	407,479	675,358	620,902	24,458



Administration and other expenditure

	Actual Quarter 2025 Q1	Actual Quarter 2025 Q2	Actual YTD 2025	Budget	Actual YTD 2024	Actual YTD 2023	Variance Actual vs Budget
Administration and other expenditure							
Training	0	0	0	0	0	0	0
Utilities	1,874	2,884	4,759	7,088	6,723	7,640	(1,215)
Rent	4,049	2,148	6,197	9,850	8,638	9,539	(1,272)
Other repairs and upkeep	5,131	6,943	12,074	18,741	18,695	18,870	(2,704)
National and International Memberships and Participation expenses	0	0	0	0	0	0	0
Office Services	259	1,127	1,386	1,933	4,660	2,934	(419)
Travel	0	0	0	0	0	50	0
Transport	3,556	4,618	8,174	14,421	14,415	15,506	(963)
Information Services	898	1,143	2,041	3,752	3,861	5,435	(166)
Other contractual services	1,248	1,961	3,210	8,241	8,348	7,805	911
Professional services	4,874	5,311	10,184	23,584	26,643	11,524	1,607
Community and hospitality	2,843	3,710	6,554	10,981	10,184	13,466	(1,063)
Social events	10,897	19,789	30,686	79,817	92,561	121,301	9,222
Cultural events	3,805	5,869	9,674	19,235	27,067	16,599	(57)
Depreciation	11,336	11,322	22,658	42,162	45,304	41,240	(1,577)
Allowance for Bad Debts	0	0	0		21,621	(1,889)	0
Total	50,771	66,826	117,597	239,806	288,719	270,021	2,306



Personal emoluments

Personnel emoluments	Actual 2025 Q1 Quarter	Actual 2025 Q2 Quarter	Actual 2025 YTD	Budget 2025	Actual 2024	Actual 2023	Variance Actual vs Budget
Mayor's honoraria	5,432	5,432	10,864	20,441	18,884	16,003	(643)
Executive Secretary salary and allowances	0	1,291	1,291	46,416	37,154	41,844	21,917
Employees' salaries	42,261	49,923	92,184	163,709	147,742	129,653	(10,329)
Mayor's and Councillors' Allowances	6,850	11,350	18,200	27,400	24,600	22,550	(4,500)
Social Security Contributions	3,669	3,847	7,516	16,944	14,821	13,984	956
Total	58,212	71,844	130,056	274,911	243,201	224,034	7,400



Statement of Financial Position

	Actual	Actual	Budget
	2025 Q1	2025 Q2	2025
Assets			
Non-current assets			
Property plant and equipment	534,964	498,888	458,183
	534,964	498,888	458,183
Current assets			
Receivables	54,151	57,854	53,178
Allowance for Bad Debts	- 21,621	- 21,621	
Cash and cash equivalents	474,478	791,095	564,613
	507,007	827,328	617,791
Total assets	1,041,971	1,326,216	1,075,974
Reserves and liabilities			
Capital and Reserves			
Retained earnings	626,363	626,363	666,481
Current year surplus (deficit)	49,064	338,841	74,077
	675,427	965,204	740,558
Non-current liabilities			
Long-term borrowings			
Deferred income	185,936	185,936	185,936
	185,936	185,936	185,936
Current liabilities			
Trade and other payables	75,312	69,779	106,206
Lease liability	5,063	5,063	-
Deferred income	100,234	100,234	117,351
Short-term borrowings	-	-	-
	180,608	175,076	223,557
Total liabilities	366,544	361,012	409,493
Total equity and liabilities	1,041,971	1,326,216	1,075,975



Statement of Cash flow

	Actual YTD 2025 Q1	Actual YTD 2025 Q2	Actual Audited 2024	Actual Audited 2023
Cash flow from operating activities				
Surplus/(deficit) for the year	49,064	338,841	(70,334)	(43,345)
Adjustments for:				
Depreciation	11,336	22,658	45,304	41,240
Allowances			21,621	
Interest payable			365	38
	60,401	361,500	(3,045)	(2,067)
Movement in payables	(78,080)	(83,613)	(11,228)	5,685
Movement in receivables	4,863	1,159	170,510	(122,199)
Net cash generated from operating activities	(12,817)	279,046	156,237	(118,582)
Cash flows in investing activities				
Purchase of PPE	0	0	(136,604)	(301,317)
Grants received (movement in deferred income) *	5,039	29,793	104,977	187,768
Net cash generated from /(used in) investing activities	5,039	29,793	(31,628)	(113,549)
Cash flows from financing activities				
Lease payments	0	0	(1,925)	(489)
Payment of long-term borrowings				
Interest paid			(365)	
Net cash used in financing activities	0	0	(2,290)	(489)
Movement in cash and cash equivalents	(7,778)	308,840	122,319	(232,620)
Cash and cash equivalents at the beginning of the year	482,256	482,256	359,936	592,556
Cash and cash equivalents at end of year / period	474,478	791,095	482,256	359,936

