

Annual Administrative Report and Audited Financial Statements



General Assembly

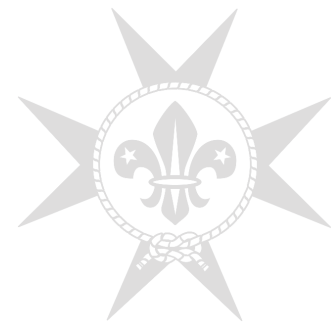
19th June 2012



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'Looking to the Future'



Dear Assembly Members,

I should start my introduction to this report by taking the opportunity to thank the Scout Council and General Assembly members for the support they have shown me over the past six months. As all are aware from my address to all Group Scout Leaders in January 2012, the Scout Council agreed to my Leave of Absence in order to allow me to focus on issues relating to my business which needed my full and undivided attention.

I should also take this opportunity to thank my Deputy, Martin Azzopardi, who has risen to the occasion and as acting Chief Scout, taken over the reins of the Scout Council and was present in various Scouting events that were organised. Well done to all and again, thank you for the support received from all corners of the Movement.

It is also to be noted that we are heading once again for the election of Scout Council Members who ultimately represent all Assembly Members at Scout Council Level. Let us be mature in our handling of such elections which will hopefully strengthen us rather than divide us. This democratic process, if handled well, should give us the strength to move ahead and keep on offering in a proper Scouting Spirit, the appropriate direction to the benefit of our members.

Finally, allow me to say well done to all the Commissioners who were involved in the preparation of our Administrative Report together with the Audited Financial Statement which is being produced and published in line with our constitution.

Keep up all the hard work and Good Scouting to all.

A handwritten signature in black ink, appearing to read 'De Martino'.

Kenneth De Martino
Chief Scout



Kenneth De Martino
Chief Scout

The National Scout Council

A New Chapter



Robert Gonzi
Hon General Secretary

Dear General Assembly Members,

As you are all aware the term of the current 8 elected members of the National Scout Council comes to an end at this General Assembly meeting. I wish to take the opportunity to thank each and every one of them for the services rendered particularly over the past 3 years and for any further service which they may opt to provide, being it on the Council or in any other role in the movement.

Looking back at these 3 years it was definitely hard work for all members. It wasn't an easy 3 years. A number of changes were put forward and as usual, change tends to create ripples which result in extra effort. Notwithstanding this we managed to go through the ups and downs with very positive results but obviously this came at a price. Some targets, which we had set for ourselves, had to be postponed. Just to mention a few: The Youth National Scout Council; The formation of a Policy Committee; Consolidated Financial Accounts; Peace of mind re: Groups' Property; and also the complete implementation of both the Branding and Quality in Scouting.

With a new council a new chapter begins. As always, an interesting chapter is based on the preceding one but adds a new flavor. I am sure that the enthusiasm with which the outgoing council worked together will not go to waste. A lot of ground work has been prepared and I am confident that the new council, hand in hand with the Executive Committee, will manage to see these targets through for the benefit of all our Groups.

**“Alone we can
do so little;
together
we can do
so much.”
Helen Keller**

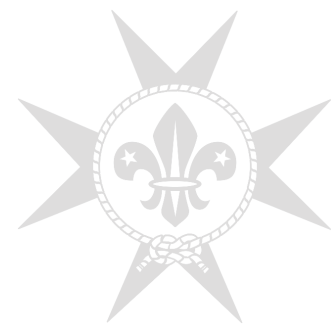
I would like to once again appeal to all of you to come up with ideas, feedback and constructive criticism. You must continue to be the fuel that keeps the National Scout Council moving forward. Remember that in order to get the work done the National Scout Council cannot possibly consult the General Assembly for every task undertaken. After all this is why you elect your representatives. However being close to the council and making them aware of your particular needs and goals will keep the council focused on your priorities and ensures an effective council which truly makes a difference where it is mostly needed.

Yours in Scouting

A handwritten signature in black ink, appearing to read 'Robert Gonzi'.

Robert Gonzi
Honorary Secretary

Chief Commissioners Report



2011 was touted as the European Year of the Volunteer and proved to be a very hectic year throughout the Association and especially so for all departments at Island Head Quarters. A number of initiatives have been concluded and new ones are in the pipeline.

The year kicked off with the Branding Team finalising their research and presenting the complete Branding Document to the whole Association. This encompassed stationery layouts as well as a selection of artwork for activity wear. All members of the Association were given the opportunity to voice their opinion and choose their preferred design. The designs being worn by our Groups are the ones that were selected by our members. A number have already re-branded their activity wear and the rest of the Groups are expected to follow suit as their own stock of activity clothing runs out. Thanks to re-branding across the board, i.e. stationery, publications and activity wear, our Association is now instantly recognisable with a uniform brand.



Leslie Bonnici
Chief Commissioner

The membership card for the adult members of the Association was re-launched after an absence of quite a number of years. The membership card was distributed to each paid up adult member of the Association. In 2012, the card will be distributed amongst all paid up members of the Association – young and old.

The Association and the Scout Shop Operator signed a new contract that will run for a period of five years with an option to extend for a further five. Through the new arrangement, the Association will now be receiving an annual retainer from the Operator (previously income was tied to the sales generated and reported by the Operator) and Procurement within the Finance Department is responsible for sourcing (the best price/quality) badges and publications. With the revision of the contract the Association is finally in a position to track stocks held by the Scout Shop making the phasing out of certain items of the uniform (or the introduction of new items) easier for both parties. As per contract, the Operator also relinquished the shop premises within the IHQ building and moved completely to his outlet in Pieta. The Operator is now open for business during normal shop hours, thereby offering an improved service to the Association's members.

The Annual Parade was held at the beginning of April. The turnout was extremely high since the parade was held before the period when exams are in full swing. Despite the difficulties presented by the demolition works at City Gate, the parade went ahead without a hitch. Being the Year of the Volunteer, other NGOs were invited to march alongside the Scouts and Guides. This initiative was well received by the attending NGOs whilst their presence bolstered the numbers of participants. It made for an extremely colourful event.

Nesquik, the Association's sponsors held a National Event at the Ghajn Tuffieha Campsite for its members as well as our young members of beaver and cub age. Several took advantage of the invitation and attended along with the general public. IHQ members and scouts from the North District assisted in running the crafts and games in order to give the children a day full of fun and activity.

The Association received very good reviews from Nestle's Chief Executive Officer who was in Malta purposely for the event, so much so that the sponsorship is extended for a further year for the benefit of the Association and its Groups who on application, receive free cereals for their Group's camping activities.

The mammoth task of updating the P.O.R. of the Association was started in June. Initial discussions between Wayne Bulpitt (Chief Commissioner - UK Scout Association) and the undersigned proved very fruitful - Malta was granted permission to adapt the UK's P.O.R. as necessary to suit our needs. Following this, several meetings between members of the Executive were organised in order to update the P.O.R. By the end of the year much progress had been achieved. The revision is in the final stages and will shortly be presented to the adult members of the Association for review/comments.

Following the publication of the Protection of Minors Act, the Association set the wheels in motion to comply fully with the law. A meeting for the Association's Group Scout Leaders was organised and a prominent Lawyer (ex-Deputy Chief Commissioner) explained the implications of the Law to all present. Compliance with this Law will be an administrative nightmare as collating all the necessary information requires the understanding and co-operation of all Group Scout Leaders to ensure that the information presented is accurate and kept updated for the good of all our young members.

The first week of December saw the European Year of the Volunteer come to an end with the celebrations taking place in Malta. The Scout Association of Malta, along with other NGOs was invited to participate in these celebrations not merely by our presence but also by hosting an exhibition stand within the tent at City Gate. Thanks to a number of Groups, the Association was able to present and organise a number of activities for the general public to participate in and enjoy thus showcasing the Association's capabilities to the maximum. The Scout Groups that participated did a very good job of enhancing the Association's image through scout games, scout craft and band performances.

The Association used the opportunity presented by the EYV exhibition to launch the Association's new publicity material that touted the new branding image and encompassed all Sections of the Association from Beavers right up to Rovers and Leadership Opportunities.

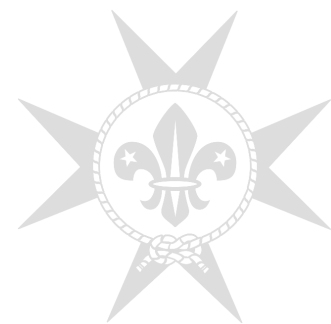
The scouting year came to an end in the month of December with the Association participating generously in community events in order to raise funds for those in need – the President's Fun Run, Istrina and RTK. These three events have become regular beneficiaries of the generosity of our Scout Groups, where despite the great amount of commitment required, all of us rise to the occasion and we give – which is synonymous with our aims and teachings and a great way to end and start the year!

(Both the Training Department as well as the International Department have placed their reports on Scoutkeeper since they are too extensive to extract without losing the gist of the reports)



Leslie Bonnici
Chief Commissioner

Ghajn Tuffieha Camp Site Report



GHT has gained in popularity and its use is on the increase and the figures speak for themselves – by scouts as well as the public in general. The campsite hosted campers for 49 weekends out of 52 whilst the campsite gates never shut from the end of June till the end of September because of continuous occupancy, not even mid-week!

Thanks to the popularity of the campsite services amongst the public and the revenue generated by their custom, GHT has not been a burden on the Association for the past three years. Slowly, and through sheer hard work and perseverance the campsite has become self-sufficient - paying all its bills without the need to resort to handouts from IHQ's coffers.

The mainstay of the campsite is its' grounds and the defining factor is how well kept these grounds are – cleanliness is highly important.

It is a mammoth task to continuously maintain 60 tumoli of land. From the outset, when the challenge of GHT was met, the realisation that equipment was necessary in order to maintain such a site hit hard as the Association did not have the means. A personal purchase of a tractor and grass cutter that were loaned to the campsite in 2008 proved to be pivotal in ensuring that all plots were well-maintained thus attracting new and repeat campers.

The labour of cutting grass is extremely time-consuming as well as back-breaking. Additional machinery was purchased by the campsite to assist in the task of ensuring that the campsite remained well-maintained. These include:

- 1 additional hand-held grass cutter
- Lawn mower
- Flair mower
- Wood chipper

Thankfully in April 2011, through Government's assistance to NGO's the Association gained the services of a Government sponsored employee (Vince Vella also a Scout with Rabat Scout Group) who works at the campsite. This extra pair of hands has done wonders for the place, as whilst before maintenance was carried out according to need, now this is done on a regular basis.

Apart from the visual improvement because of carefully maintained plots, the improvements that have been carried out at GHT are quite plentiful. Some items fall under investment, whilst others under maintenance and upkeep.

To mention a few:

- Continuous improvements to the kitchen in block B – this kitchen now contains
 - 6 burner range
 - deep-fat fryer
 - grill
 - large stand-alone fridge and small fridge
 - freezer
 - 2 industrial floor burners
 - industrial sink
 - industrial slicer
 - potato peeler
 - industrial storage shelving
 - the first 3 items are on loan from the 1st Cospicua Scout Group, all other items are owned by the campsite
- The shower trays in both wings of both blocks have been extended and shower curtains fitted to try and reduce the amount of run-off water from the showers. From the favourable comments received from campers, this improvement is greatly appreciated.
- The Kitchen in block A now boasts:
 - 4 burner industrial cooker with oven
 - 2 industrial floor burners
 - Grill
 - Sink
 - Small fridge-freezer
 - Table top
- Fencing has been installed around the high ropes and repairs along the perimeter fence were carried out
- The irrigation system was completed and irrigation water reaches all 24 plots as well as the trough separating the plots and the outer perimeter of the campsite
- Water heaters have been replaced as necessary
- The creation of a “tourist kitchen” – 2011 was so popular amongst tourists that a make-shift kitchen was created in the store room within block B. Two fridges, a table, burners and lockers were installed for the convenience of the holiday-makers – it proved to be very popular and was well received. Further investment to the room was earmarked for 2012.
- Wi-fi
- Future Projects:

Work never ceases and a number of projects are earmarked for the very near future and some are in the pipeline for a future date when finances permit.



Projects started and/or to be completed in 2012:

- Electronic irrigation system – where the water distribution is carried out by a pre-programmed system. This electronic system was the brainchild of a Group Scout Leader, so apart from the huge savings enjoyed by the Association for the actual programming, water is also being conserved because of this incredible device.
- The creation of a third kitchen in the activity area (by the High Ropes Course).
- Toilets and showers for the activity area
- Clearing and levelling out of car park near block B and upgrade of main campsite road following the damage caused by the severe rains in the winter months
- Cleaning and repairs to the service trench along the whole perimeter of the campsite – cleaning and clearing from mud, raising the cables running along the bottom of the trench, replacing broken or missing stone slabs (kaptelli)
- Painting of both toilet blocks
- Creation of disabled toilet facilities in Block B

Future Projects (when funding is available):

The rehabilitation of the two barracks in the north side of the campsite. The funding required for this project is prohibitively high, however the ground work and planning have been carried out and practically finalised. All that remains is obtaining the funds.

It is envisaged that the works necessary include:

- Complete replacement of ceiling in one barrack with a concrete ceiling supported by steel beams
- Drainage and sewage connection/electrical installation/water installation
- Insertion of 26 wooden apertures
- Installation of kitchen complete with dining hall to seat approximately 80 pax
- Dormitory sleeping approximately 42 pax
- Embellishment/landscaping of the whole area in front of both barracks

The campsite “wish list” is long. At the end of 2008, when the Association took its first tentative steps towards making the campsite a viable property some did not believe that we could achieve. Hard, honest work has helped the Association realise an objective – more hard work and persistence might see us realise our goals and achieve the dream of the Scout Association of Malta running a truly International Scout Campsite to vie with our European counterparts.

The Ghajn Tuffieha Campsite Team

CENSUS 1st January 2012

	2006	2007	2008	2009	2010	2011
Attard	46	66	81	96	105	96
B'Kara	34	44	64	75	81	83
Dingli	60	66	68	66	89	77
Hamrun	57	63	72	88	95	83
Lyceum	18	21	19	14	11	10
Qormi	30	62	51	62	46	47
Rabat	54	55	56	69	91	88
Siggiewi	45	49	57	63	67	65
St. Aloysius	113	104	99	104	130	131
St. Augustine	41	35	37	34	31	42
St. Venera	46	53	43	46	60	67
Valletta	7	0	1	0	0	0
Zebbug	51	51	62	67	90	85
CENTRAL	602	669	710	784	896	874

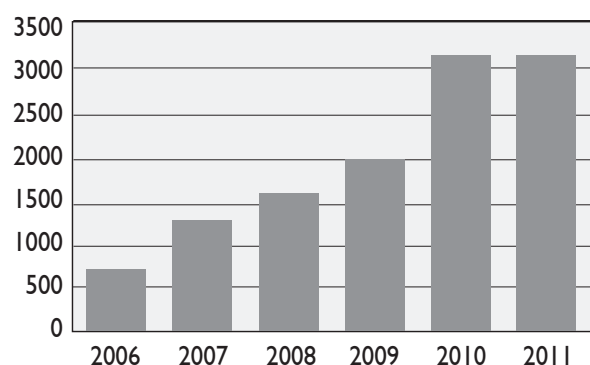
Victoria	101	114	120	118	117	121
Xaghra	0	0	60	72	77	80
GOZO	101	114	180	190	194	201

Gzira	41	28	23	24	30	31
Iklin	34	36	53	63	61	54
Mellieha	82	78	30	46	36	36
Mosta	129	131	149	146	156	161
Msida	59	67	74	56	66	48
Naxxar	58	58	51	52	73	70
Pembroke	48	51	48	46	44	44
San Anton	70	92	118	112	116	108
San Gwann	103	103	75	81	108	107
Sliema	125	119	102	99	114	107
St. Julians	43	50	55	54	72	72
St. Michael	80	80	63	62	91	100
Stella Maris	59	70	56	56	64	68
Qawra	60	30	42	47	63	53
NORTH	991	993	939	944	1094	1059

B'Bugia	110	107	105	99	93	87
Cospicua	105	102	96	97	95	88
Fgura	102	162	140	129	144	147
Marsa	84	76	78	71	59	83
Paola	17	13	12	12	0	8
Qrendi	53	26	38	34	29	27
Tarxien	70	80	81	82	74	74
Xghajra	35	40	46	50	46	46
Zabbar	22	32	53	39	50	51
Zejtun	60	77	70	87	77	85
Zurrieq	98	66	82	81	96	112
SOUTH	756	781	801	781	763	808

TOTAL **2450** **2557** **2630** **2699** **2921** **2942**

■ Membership





Treasurer's Report

Treasurer's Report for the financial year ended 31 December 2011



Mark A Pizzuto
Hon Treasurer

I am pleased to be able to make this report to SAM members on the financial circumstances of the Association.

I hereby submit to members the financial statements in accordance with the requirements laid out in the Constitution of the Association, namely the Financial Statements of the Association for the year ended 31st December, 2011, and the Auditor's Report dated 16th April, 2012 showing the:

- Income and expenditure during the last financial year;
- Assets and liabilities at the end of the last financial year;

My opinion is that the financial records offered have been adequately kept in a proper order and that the said financial statements are in agreement with the accounting records as presented. These now show that the Association has again made a surplus for the financial year under review.

A point to mention is that without its members there would be no Association and therefore, given our devotion to Scouting and ensuring maximum use of Association resources, I and the other Council members do our utmost to represent all stakeholders adequately and effectively and ensure that our priorities mirror those of our membership.

The Association is 'in principle' in a stable financial position and given the present circumstances, let us all hope that it can be sustained. Nonetheless, especially because of the expenses required to run such an Association, it has always been evident, that income from the use of this Hall and Membership/Census fees has never been sufficient to maintain the Association, let alone give it the opportunity to grow. Without going into fine details, you will note that if the Association does not look for and takes the opportunity of income from other sources such as various contributions, as well as the use of the adjoining Car park; the Association will be very much in the red.

Nevertheless, this positive trend is due to good financial housekeeping and the result of much effort on the part of the various IHQ staff responsible for particular events, as well as from members of the Council, Executive and other working groups. Their support and dedication has been much appreciated and we here thank them for all their efforts and commitment.

I also take this opportunity of thanking all the past, present and future contributors and helpers of the Scout Association of Malta and hope that our requests for all kind of assistance, both financial and tangible, will be answered.

A handwritten signature in black ink, appearing to read 'Mark A. Pizzuto'. The signature is stylized and cursive.

Mark A. Pizzuto
Hon. Treasurer and Commissioner for Finance

Auditor's Report



Report of the statutory auditors on the financial statements

To the General Assembly of the Scout Association of Malta

As statutory auditors, we have audited the financial statements for the year ended 31st December 2011 shown on pages 2 to 9 which are in agreement with the accounting records kept by the Scout Association of Malta.

The financial statements are the responsibility of the Hon Treasurer. Our responsibility is to express our opinion on these financial statements based on our audit. We confirm that we met the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with auditing standards which require that an audit is planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatements. We have examined on a test basis, evidence supporting the amounts and disclosures in the reports. We have also assessed the accounting principles used, significant estimates made and the overall financial presentation. We believe that our audit provides a reasonable basis for our opinion. These financial statements include the income and expenditure and assets and liabilities of Island Headquarters and Ghajn Tuffieha camping complex managed by Island Headquarters. They however exclude the income and expenditure of individual scout groups, which nevertheless report their activities and assets and liabilities to Island Headquarters individually. Our audit was limited to the activities included in these financial statements. Subject to the limitation mentioned above, In our opinion, and on the basis of the information and explanations given to us, the financial statements fairly present the state of affairs of the Association as at 31 December 2011 and the results for the year ended on that date and comply with Maltese legislation and the statute of the Scout Association of Malta.

Mr. Peter V. Degiorgio

Peter Degiorgio & Associates

Certified Public Accountants

“Anutruf”,

Triq Tal - Hriereb,

Msida

12 April 2012

The Scout Association of Malta
 Financial statements for the year ended 31 December 2011

Income statement

	Note	2011 €	2010 €
Income			
Group registrations		12,925	11,652
Scout shop operations		14,140	16,135
Donations and contributions		4,004	5,891
Scouting Activities		10,076	11,867
Car park - IHQ		15,526	5,700
Investment income		1,297	1,127
		<u>57,968</u>	<u>52,372</u>
Expenditure			
Affiliation and licences fees		176	2,614
Other expenses		17,910	37,795
		<u>18,086</u>	<u>40,409</u>
Operating Surplus before depreciation charges		39,882	11,963
Depreciation for the year			
IHQ		4,998	4,830
Surplus for the year		<u>34,884</u>	<u>7,133</u>
Taxation	3	-	-
Surplus for the year after taxation		<u>34,884</u>	<u>7,133</u>



Statement of affairs

	Notes	2011 €	2010 €
Fixed assets			
Tangible assets	4	100,099	89,343
Financial assets	5	25,487	25,397
		<u>125,586</u>	<u>114,740</u>
Current assets			
Stocks	6	24,501	21,885
Debtors	7	21,066	14,713
Cash at bank and in hand		56,844	31,456
		<u>102,411</u>	<u>68,054</u>
Total assets		<u>227,997</u>	<u>182,794</u>
FUNDS AND LIABILITIES			
Funds			
Accumulated fund	8	188,307	142,508
Ghajn Tuffieha general fund		23,812	6,939
Other funds	9	3,174	15,077
		<u>215,293</u>	<u>164,524</u>
Current liabilities			
Creditors	10	12,704	18,270
Total funds and liabilities		<u>227,997</u>	<u>182,794</u>

Leslie Bonnici

Chief Commissioner

31 August 2011

Mark A. Pizzuto

Honorary Treasurer

Cash flow statement

	2011	2010
	€	€
Operating activities		
Cash generated from operating activities	34,834	9,839
Investing activities		
Purchase of tangible fixed assets	(25,241)	(46,897)
Movement in fair value of quoted investments	(90)	698
Financial assets disposals	35	(394)
Financing activities		
Increase/(decrease) in funds	<u>15,850</u>	<u>900</u>
(Decrease)/increase in cash and cash equivalents	<u>25,388</u>	<u>(35,854)</u>
Balance at 1 January	31,456	67,310
Balance at 31 December	<u><u>56,844</u></u>	<u><u>31,456</u></u>
Reconciliation of operating profit to cash generated by operating activities.		
Operating profit	34,884	10,376
Depreciation	14,485	12,433
Movement in working capital:		
Stocks	(2,616)	473
Trade and other receivables	(6,353)	(2,410)
Trade and other payables	(5,566)	(11,033)
Cash generated from operating activities	<u><u>34,834</u></u>	<u><u>9,839</u></u>



Notes to the financial statements

1. Basis of preparation

The Scout Association of Malta is a non profit making organisation which is committed to further the ideals of Scouting in line with those as traditionally established and as developed by the World Organisation of the Scout Movement.

The Association operates in Malta from its premises at Congreve-Bernard Memorial Hall, E.S. Tonna Square, Floriana FRN1480.

2. Principal accounting policies

These financial statements are prepared on the historical cost convention and have been drawn up on a consistent basis from year to year. These policies are set out below.

Cash and bank balances

Cash and bank balances include funds placed with financial institutions on a short term basis and which can be withdrawn on demand. Bank overdrafts, if any, are disclosed with current liabilities.

Financial assets

Financial assets mainly comprise Government Stocks and other securities in foreign currencies. Such assets are held on a long term basis as income generating assets and are stated in these financial statements at fair value. Movements in fair value are taken to the Accumulated fund account.

Foreign currencies

Amounts in foreign currencies are translated to Euros at the rate of exchange prevailing at the balance sheet date. Differences on exchange arising on conversion, if any, are disclosed as movements in the reserve fund.

Tangible assets

Tangible assets comprise improvement to premises, office equipment, furniture and fittings and camping and other accessories. These are initially stated at cost taking into account any subsequent depreciation at the balance sheet date. The depreciation rates used for this purpose vary between 10% to 25%.

Stocks

Stocks mainly comprise medals, badges and publications which are stated at cost and after taking into account adequate provisions in order to reduce the value of stocks to their net realisable value.

3. Taxation

No provision for taxation has been made in these financial statements in view of an exemption from income tax in terms of article 12 of the Income Tax Act, Cap. 123.

4. Tangible assets

	Improve- ments to premises €	Furniture and fittings €	Camp- ing and catering €	Office equip- ment €	Total €
COST					
Balance at 1 January 2011	49,461	40,027	4,231	11,525	105,244
Additions	4,926	1,045	996	620	7,587
Balance at 31 December 2011	54,387	41,072	5,227	12,145	112,831
DEPRECIATION					
Balance at 1 January 2011	30,468	22,647	4,151	7,205	64,471
Charge for the year	2,392	1,843	269	494	4,998
Balance at 31 December 2011	32,860	24,490	4,420	7,699	69,469
Net book value					
At 31 December 2011	21,527	16,582	807	4,446	43,362
At 31 December 2010	18,993	17,380	80	4,320	40,773

4.1 . Tangible assets - Ghajn Tuffieha

	Improve- ments to premises €	Furniture and fittings €	Camp- ing and catering €	High Ropes €	Total €
COST					
Balance at 1 January 2011	9,092	2,139	6,940	39,089	57,260
Additions	1,526	1,026	6,995	8,107	17,654
Balance at 31 December 2011	10,618	3,165	13,935	47,196	74,914
DEPRECIATION					
Balance at 1 January 2011	1,539	372	1,893	4,886	8,690
Charge for the year	908	279	3,011	5,289	9,487
Balance at 31 December 2011	2,447	651	4,904	10,175	18,177
Net book value					
At 31 December 2010	8,171	2,514	9,031	37,021	56,737
At 31 December 2009	7,553	1,767	5,047	34,203	48,570



5. Financial assets

	2011	2010
	€	€
Local Government Stocks (cost eur 9,632)	12,936	12,936
Malta Government stocks (cost eur 9,899)	10,788	10,753
Investment account in foreign currency (GBP 1,470)	1,763	1,708
	<u>25,487</u>	<u>25,397</u>

Financial assets are stated at fair value. The movement in fair value is reflected in the statement of affairs in the accumulated fund.

6. Stocks

	2011	2010
	€	€
<i>Stocks comprise:</i>		
Centenary clothing	10,637	10,637
Commemorative medals	1,611	1,611
Awards medals	6,519	5,069
Badges and other items	5,916	2,746
Beaver certificates	279	285
Scout books	6,360	7,818
Cub scout hand book	3,816	4,356
	<u>35,138</u>	<u>32,522</u>
Provision to net realisable value	(10,637)	(10,637)
	<u>24,501</u>	<u>21,885</u>

A number of stock items which were given away or became obsolete during the course of the years have now been written off against the stock provision created specifically for that purpose.

7. Debtors

	2011	2010
	€	€
Scout shop operations	-	1,076
Scout shop sales	8,357	5,506
Ghajn Tuffieha lease prepaid.	7,431	6,192
Other prepayments	7,097	1,939
Less: provision for uncollectible debts	(1,819)	-
	<u>21,066</u>	<u>14,713</u>

8. Accumulated fund	2011	2010
	€	€
Balance at the beginning of the year	142,508	103,373
Transfer of prior year Ghajn Tuffieha retained funds - See note 9	-	(3,696)
Movement in fair value of quoted investments	35	698
Centenary Fund surplus - see note 9b	10,880	-
Transfer from High ropes fund	-	35,000
(Defecit)\Surplus for the year	34,884	7,133
Balance at the end of the year	<u>188,307</u>	<u>142,508</u>

9. Ghajn Tuffieha Fund	2011	2010
	€	€
Transfer from accumulated fund	6,939	3,696
Net surplus current year	16,873	3,243
Balance at the end of the year	<u>23,812</u>	<u>6,939</u>

Net results of Ghajn Tuffieha activities have been taken out of general funds as from 1 January 2009. This was done in order to reflect the effect of the site as separate from other activities.

10. Other funds	2011	2010
	€	€
Overseas travel fund - note a	2,388	3,411
Centenary fund - note b	-	10,880
Scout in need fund	786	786
	<u>3,174</u>	<u>15,077</u>

11. Creditors	2011	2010
	€	€
Creditors	8,407	10,177
Accrued expenses	2,865	5,386
Balance on Jamboree	-	1,275
Trust fund re closed scout groups	1,432	1,432
	<u>12,704</u>	<u>18,270</u>



12. Commitments

i: The Association had acquired from the Government of Malta a plot of land at Ghajn Tuffieha on temporary emphyteusis for a period of 49 years in terms of which it is committed to incur development costs of not less than eur 116,469. An annual ground rent is payable, reviewable every 5 years by an increase of 10% per annum at the end of each five year period.

ii: The Scout Shop is being managed in such a way that the Association receives a fixed contribution incorporating a percentage of the shop's annual sales. A new agreement has become effective as from 1 January 2011.

13. Contingent liability

The Scout Association has received notification from the VAT Department to pay arrears in relation to Eco contributions incurred by the Scout Shop. The Association has already written to the Department stating why it is not liable for this amount and as such no provision for these amounts has been made in these financial statements.

Detailed income and expenditure account

	Note	2011	2009
		€	€
Income			
Group registrations		12,925	11,652
Scout shop operations		13,890	4,000
Sales of stock to scout shop		250	12,135
Scouting activities	A	10,076	11,867
Car park income - IHQ		15,526	5,700
Donations and contributions		4,004	5,891
Local investment income		1,183	1,112
Foreign investment income		55	3
Bank interest		59	12
		<u>57,968</u>	<u>52,372</u>
Expenditure			
Administrative expense		1,554	1,169
Affiliation and licensing fees		176	2,614
National scouting activities		-	10,106
Badges and handbooks		442	12,228
Cleaning		1,100	949
Encroachment fees		241	244
General expenses		447	973
Insurances	B	3,832	3,640
Printing, postage and stationery		2,747	953
Repairs and maintenance		-	567
Provision for reduction in value of stock items		-	4,275
Telecommunications		273	222
Travelling and hospitality expenses		3,229	982
Water and electricity		4,045	1,487
		<u>18,086</u>	<u>40,409</u>
Operating Surplus before depreciation charges		39,882	11,963
Depreciation for the year			
IHQ		4,998	4,830
Surplus for the year		<u>34,884</u>	<u>7,133</u>

Note A: Income from training courses is being shown net in these financial statements under scouting activities as was done in previous years. The gross income amounted to €30,850 whilst gross expenses amounted to €20,776.

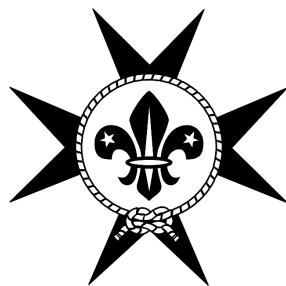
Note B: An insurance claim for storm damage incurred in 2011 was made and settled in 2012. Funds will be accounted for in that year.



Ghajn Tuffieha Camp site - Activities

		2011	2010
		€	€
Income			
Ghajn Tuffieha income		56,555	4 0,451
Interest receivable		102	140
	Page 10	<u>56,657</u>	<u>40,591</u>
Expenditure			
Ghajn Tuffieha Campsite Lease		13,623	14,444
Maintenance and running expenses		4,102	3,972
High ropes expenses		543	
Consumables and cleaning expenses		1,456	638
Hire of skips		2,950	1,500
Telecommunications		966	-
Transport and fuel		607	400
Water & Electricity		6,050	8 791
	Page 10	<u>30,297</u>	<u>29,745</u>
Operating Surplus before depreciation charges		26,360	10,846
Depreciation for the year	Page 10		
Improvements to premises		908	839
Furniture and fittings		279	196
Camping and catering equipment		3,011	1 682
High Ropes	C	5,289	4,886
Surplus for the year		<u>16,873</u>	<u>3,243</u>

Note C: During 2010 we completed and commissioned the High Ropes project funded by a Central Government grant. The costs of this project are being written off over the expected useful life of the asset in line with all other assets.



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