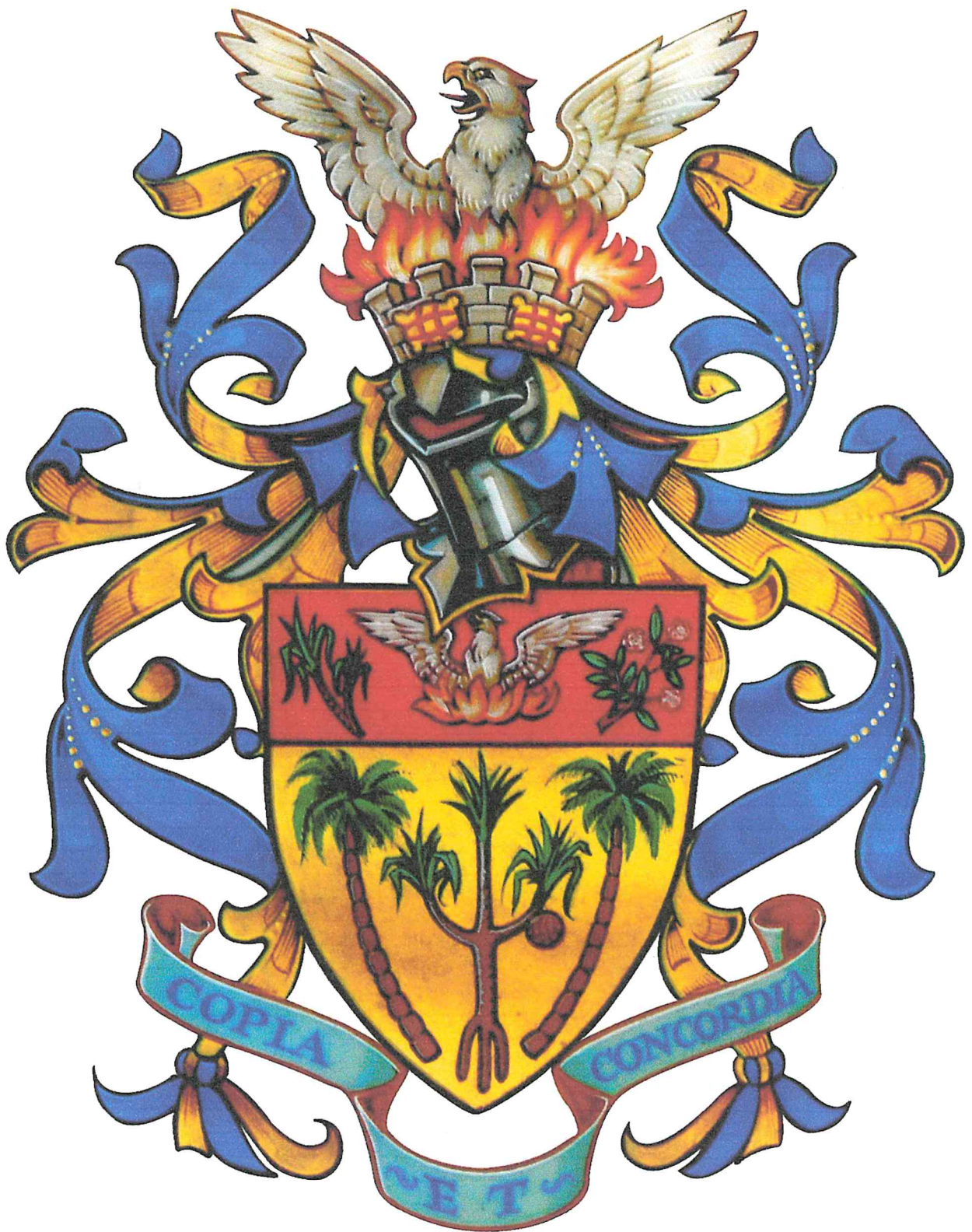




**THE MUNICIPAL COUNCIL  
OF  
VACOAS PHOENIX**

**ANNUAL REPORT**

**2021-2022**





# Contents

MAYOR'S MESSAGE .....	3
CHIEF EXECUTIVE'S MESSAGE .....	4
ORGANISATION PROFILE .....	5
COUNCIL COMPOSITION .....	8
ADMINISTRATIVE TEAM .....	9
CORPORATE GOVERNANCE REPORT .....	10
ADMINISTRATION DEPARTMENT .....	18
<b>Human Resource Management Section</b> .....	<b>19</b>
<b>Committee Section</b> .....	<b>26</b>
<b>Internal Control and Internal Audit Section</b> .....	<b>27</b>
<b>Information Technology Section</b> .....	<b>28</b>
<b>Information and Service Centre (ISC)</b> .....	<b>29</b>
<b>Library Section</b> .....	<b>30</b>
FINANCE DEPARTMENT .....	44
PUBLIC INFRASTRUCTURE DEPARTMENT .....	48
PUBLIC HEALTH DEPARTMENT .....	55
LAND USE AND PLANNING DEPARTMENT .....	66
WELFARE DEPARTMENT .....	70
FINANCIAL HIGHLIGHTS .....	82
STRATEGIC DIRECTION 2021-2024 .....	90
FINANCIAL STATEMENTS 2021-2022 .....	91

## MAYOR'S MESSAGE

**Mr. Praveen Kumar RAMBURN**  
**His Worship the Mayor**



I am pleased to present the Annual Report of the Municipal Council of Vacoas Phoenix for period 01 July 2021 to 30 June 2022.

The Council has, during this financial year, done its utmost best to cater for the needs and aspirations of its citizens by providing all the necessary facilities, infrastructures and services to them.

The Council has carried out several infrastructural projects as well as promoting and organizing several cultural, welfare, literacy and sports activities during the financial year 2021-2022. The Annual Report is reflective of this and provides citizens with a comprehensive progress report including our activities and achievements for 2021-2022.

I wish to express my sincere gratitude to the residents, local businesses, volunteers and all stakeholders of Vacoas Phoenix whose contribution is very much appreciated and by working together we all contribute to make the towns of Vacoas and Phoenix wonderful places to live in.

I would like to thank all my colleague Councillors for their support and commitment over the past year.

I would also like to express my heartfelt thanks to the Chief Executive Mr Shyam Teeluck, his Management Team and all the staffs and employees of the Municipal Council of Vacoas Phoenix for their support and collaboration in the realization of all the projects.



## CHIEF EXECUTIVE'S MESSAGE

**Mr. Shyam TEELUCK**  
**Chief Executive**

Pursuant to section 142 of the Local Government Act 2011, I have the honour to submit the Annual Report and Unaudited Accounts of the Municipal Council of Vacoas Phoenix for the period 01 July 2021 to 30 June 2022.

# ORGANISATION PROFILE

## Our Mission

To administer in proximity with all the stakeholders and in total transparency in accordance with the concept of corporate governance. Committed to innovate and to provide the best service through teamwork.

## Our Vision

Dedicated to provide the best of services to the inhabitants of the Town with focus on enhancing and improving the quality of life through cost effective and innovative means to achieve an excellent level of customer care.

## Our Core Values

The inhabitants of the Town are the focus of all our actions. The Human Resource of the Council is one of the important means to our success. Our service to be timely, quality based, dedicated, customer oriented and innovative with a High Standard of Professionalism.

## Our Commitment

To continuously improve the quality of public services offered and ensure that such services respond to the needs and wishes of the citizens



## Salient Features of Vacoas Phoenix

Vacoas Phoenix is still considered as a 'garden town' given that it is the traditional supplier of vegetables and flowers. Nevertheless, Vacoas Phoenix has witnessed major industrial and commercial developments.

## Major Places of Attractions

1. The Special Mobile Force Complex
2. The Gymkhana Club- being the oldest Club in Mauritius with more than 150 years of history behind it.
3. Promenade Père Laval
4. Clarisse House
5. Phoenix Commercial Centre
6. The Vacoas Fair
7. Hare Krishna Land – ISKCON
8. Serge Constantin Theatre – Previously known as Trafalgar Hall or Garisson Hall and which formed part of the military compound of the British Navy during their stay in Mauritius.
9. Pandit Sahadeo Gymnasium
10. National Tennis Centre
11. The Mauritius Glass Gallery
12. The La Marie Treatment Plant
13. Sept Cascades/Tamarind Falls
14. Mare aux Vacoas – the greatest reservoir with a capacity of 25.89 m<sup>3</sup> and of an area of 5.60 km<sup>2</sup>
15. Mare Longue – reservoir of a storage capacity of 6.28 m<sup>3</sup> and of an area of 1.05 km<sup>2</sup>
16. Major and minor craters: Kanaka Crater, Trou de Madame Bouchet, Mt Peruche
17. Candos Hill and the adjoining Wellness Park

It is fundamental and in line with Government's policy for environmental stewardship that the physical survivals of our past are valued and protected as they form part of our cultural heritage and our sense of national identity.

## Institutions Found in the Town

1. Mauritius Meteorological Services
2. Special Mobile force
3. Indira Gandhi Centre for Indian Culture
4. ENT Hospital
5. CNT - Head Office
6. Central Water Authority
7. Mauritius Institute of Training and Development
8. The Ministry of Education, Tertiary Education, Science and Technology

## Twinning Agreements

The Town of Vacoas Phoenix is twinned with the “Commune de Ste. Suzanne” of Reunion Island, the Town of Antsirabé in Madagascar, the City of Pune in India and Nantong City in China. The Town is also twinned with the District Council of Plaisance of the Republic of Seychelles and with Kweneng District Council of the Republic of Botswana.

**Address:** St Paul Avenue, Vacoas

**Web Site:** <http://www.vacoasphoenix.org/>

**Email:** [mcvp@la.govmu.org](mailto:mcvp@la.govmu.org)

**Tel:** 6962975/76/77

**Hotline:** 6869539

**Fax:** 6964668

**Area:** 110 km<sup>2</sup>

**Population of Vacoas/Phoenix:** 110,000 inhabitants with an estimated figure of 38,000 households and 5,600 commercial premises.

**Number of Wards:** 6 (each ward electing 4 Councillors)



## COUNCIL COMPOSITION

Following amendments brought to the Local Government Act, the Municipal Council of Vacoas Phoenix has 24 elected members returned from 6 Wards, each ward electing four Councillors. Members of the Council have been elected to serve for a period of 6 years. The Mayor, Mr RAMBURN Praveen Kumar and the Deputy Mayor, Mr MUNGUR Roy Mike Manfred were elected on 27<sup>th</sup> June 2019 to serve for a period of two years.

<i>BEEHARRY Mohammad Ridwaan Goolam</i>	Councillor
<i>BHUGBUT Jumil Kumarsingh</i>	Councillor
<i>BUCCHOO Rita (Mrs)</i>	Councillor
<i>BUCKTOWAR Kathy Devi (Mrs)</i>	Councillor
<i>DILLOO Mohammud Ehsan</i>	Councillor
<i>DOWLUT Farhad</i>	Councillor
<i>DRIVER Richard</i>	Councillor
<i>FAKEERMAHAMOOD Bibi Shammah (Miss)</i>	Councillor
<i>KANAKSABEE Rajen Pillay</i>	Councillor
<i>KHOOSYE Dunpath</i>	Councillor
<i>LISIS Jean Michel Alex</i>	Councillor (passed away on 30 Mar 2022)
<i>MOOCHEET Vishal</i>	Councillor
<i>MUNGUR Roy Mike Manfred</i>	Deputy Mayor
<i>NARAYEN Sakooby</i>	Councillor
<i>NUNKOO Ajay</i>	Councillor
<i>NUNKOO Ajay Sharma</i>	Councillor
<i>RAJARATNAM Maynanda</i>	Councillor –His seat was declared vacant with effect from 13 August 2021
<i>RAMBOCUS Abdool Riaz</i>	Councillor
<i>RAMBURN Praveen Kumar</i>	Mayor
<i>RAMCHURN Devianee (Mrs)</i>	Councillor
<i>RAMSOONDUR Navin</i>	Councillor
<i>RUNGLALL Somduth</i>	Councillor
<i>SREENEEBUS Bibi Faeza</i>	Councillor – as from 1 September 2021
<i>UNJORE-NATHOO Madvi</i>	Councillor
<i>WOODUN Dinesh Kumar</i>	Councillor

## ADMINISTRATIVE TEAM

### Administration Department

Mr. S. TEELUCK

Chief Executive

### Finance Department

Mrs. S. NUNDLOLL

Financial Controller

### Land Use and Planning Department

Mr. S. JEETUN

Head Land Use and Planning Department

### Public Infrastructure Department

Mr. T. K. SEETUL

Ag. Head Public Infrastructure Department

### Public Health Department

Mr. U. K. DOOKHOOAH

Chief Health Inspector

### Welfare Department

Mrs. V. RAMNAUTH

Chief Welfare Officer



# Corporate Governance Report

## Council Meeting

The Municipal Council is made up of elected councillors from different wards of the Town. As required under the Local Government Act 2011, the Council is required to meet once monthly for the formulation of policies and examination of all matters pertaining to the administration of the Town and take appropriate decisions.

Chairperson: His Worship the Mayor– Mr P.K. Ramburn

Vice Chairperson: The Deputy Mayor – Mr R.M.M. Mungur

There had been 14 sittings of the Council during the period July 2021 to June 2022

## Executive Committee

The Executive Committee meets only for the approval of the procurement of goods and services exceeding Rs100,000/-.

There had been 26 sittings of the Executive Committee during that period.

Chairperson: His Worship the Mayor– Mr P.K Ramburn

Vice Chairperson: The Deputy Mayor – Mr R. M. M. Mungur

Members:

1. Councillor M. R. G. Y. Beeharry
2. Councillor J. K. Bhugbut
4. Councillor E. Diloo
5. Councillor D. Ramchurn
6. Councillor D. K. Woodun

## Procurement Committee

As per section 160 of the Local Government Act 2011 the procurement of goods and services shall be effected by a local authority in accordance with the provisions of the Public Procurement Act.

Any procurement of goods and services by a local authority shall be determined by a Procurement Committee composed of –

- (a) the Chief Executive or his deputy;
- (b) the Financial Controller or his deputy; and
- (c) one senior officer in charge of a department other than that of the Chief Executive or the Financial Controller, and shall require the approval of the Executive Committee of the Council, where the total value of the procurement exceeds 100,000/- rupees, or such amount as may be prescribed.

There had been 53 sittings of the Procurement Committee during the period 1 July 2021 to 30 June 2022 to consider and determine bids received for the procurement of goods and services not exceeding Rs100,000/- and recommend bids received exceeding Rs100,000 to the Executive Committee.

## Permits and Business Monitoring Committee

As per section 115 of the Local Government Act 2011 there shall be, in every Municipal Town Council, a Committee, to be known as the Permits and Business Monitoring Committee, which shall consist of the Mayor or his representative as Chairperson, 4 Councillors to be designated by the Chairperson, the Chief Executive, and the heads of Land Use and Planning, Public Infrastructure and Public Health Departments of the local authority. The Chief Executive shall also designate an officer to act as Secretary to the Committee.

There had been 70 sittings of the Permits and Business Monitoring Committee during the period 1 July 2021 to 30 June 2022.

## Public Infrastructure Committee

The Public Infrastructure Committee has been set up to consider all matters pertaining to public infrastructure, the management and maintenance thereof and was composed of:-

i) The following members from period July 2021 to April 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor-Mr R.M.M Mungur
3. Councillor J. K. Bhugbut
4. Councillor K.D. Bucktowar (Chairperson)
5. Councillor M.E. Diloo
6. Councillor F. Dowlut
7. Councillor A. Nunkoo
8. Councillor M. Rajaratnam (seat declared vacant as from 13<sup>th</sup> August 2021)
9. Councillor D. Ramchurn
10. Councillor N. Ramsoondur
11. Councillor S. Runglall
12. Councillor D.K. Woodun (Vice-Chairperson)

ii) The following members as from May 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor J. K. Bhugbut
4. Councillor K.D. Bucktowar (Chairperson)
5. Councillor R.Bucchoo
6. Councillor M.E. Diloo
7. Councillor A. Nunkoo
8. Councillor D. Ramchurn
9. Councillor N. Ramsoondur
10. Councillor S. Runglall
11. Councillor D.K. Woodun (Vice-Chairperson)

There had been 12 sittings of the Public Infrastructure Committee during the given period.



## Public Health Committee

The Public Health Committee has been set up to consider all matters pertaining to refuse collection, cleansing of public places, drains, bare lands, canals and rivers, roadside weeding, maintenance of public conveniences, rodent control and management of cemeteries and markets and was composed of:-

i) The following members from period July 2021 to April 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.R. Beeharry
4. Councillor J.K. Bhugbut (Chairperson)
5. Councillor R. Driver
6. Councillor B.S. Fakeermahamood
7. Councillor P. Kanaksabee
8. Councillor J.M.A. Lisis (Vice-Chairperson)
9. Councillor V. Moocheet
10. Councillor A.S. Nunkoo
11. Councillor A.R. Rambocus
12. Councillor M. Unjore-Nattoo

ii) The following members as from May 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.R. Beeharry
4. Councillor J.K. Bhugbut (Chairperson)
5. Councillor R. Driver
6. Councillor B.S. Fakeermahamood
7. Councillor P. Kanaksabee
8. Councillor V. Moocheet
9. Councillor A.S. Nunkoo
10. Councillor A.R. Rambocus
11. Councillor M. Unjore-Nattoo

There had been 11 sittings of the Public Health Committee during the given period.

## Welfare Committee

The Welfare Committee has been set up to consider all matters pertaining to welfare, social, recreational, educational, sports and cultural activities and was composed of:-

i) The following members from period July 2021 to April 2022

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.E. Diloo
4. Councillor F.Dowlut
5. Councillor D. Khoosye (Chairperson)
6. Councillor V. Moocheet
7. Councillor M. Rajaratnam (seat declared vacant as from 13th August 2021)
8. Councillor A.R Rambocus
9. Councillor D. Ramchurn
10. Councillor N. Ramsoondur (Vice-Chairperson)
11. Councillor S.Runglall
12. Councillor D.K Woodun

ii) The following members as from May 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.E. Diloo
4. Councillor F.Dowlut
5. Councillor D. Khoosye (Chairperson)
6. Councillor V. Moocheet
7. Councillor A.R Rambocus
8. Councillor D. Ramchurn
9. Councillor N. Ramsoondur (Vice-Chairperson)
10. Councillor S.Runglall
11. Councillor F.B Sreeneebus (Took oath on 1st September 2021)
12. Councillor D.K Woodun

There had been 12 sittings of the Welfare Committee during the given period.

## Finance Committee

The Finance Committee has been set up to consider all matters pertaining to finance and was composed of :-

i) The following members from period July 2021 to April 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.R Beeharry (Chairperson)
4. Councillor J.K Bhugbut
5. Councillor K.T Bucktowar
6. Councillor R.Driver
7. Councillor B.S Fakeermahamood
8. Councillor R.P Kanaksabee
9. Councillor D.Khoosye
10. Councillor J.M.A Lisis (Demise on 30th March 2022)
11. Councillor A.Nunkoo (Vice-Chairperson)
12. Councillor A.S Nunkoo

ii) The following members as from May 2022.

1. His Worship the Mayor –Mr P.K Ramburn
2. The Deputy Mayor -Mr R.M.M Mungur
3. Councillor M.R Beeharry (Chairperson)
4. Councillor J.K Bhugbut
5. Councillor K.T Bucktowar
6. Councillor R.Driver
7. Councillor B.S Fakeermahamood
8. Councillor R.P Kanaksabee
9. Councillor D.Khoosye
10. Councillor A.Nunkoo (Vice-Chairperson)
11. Councillor A.S Nunkoo
12. Councillor D.Ramchurn

There had been 11 sittings of the Finance Committee during the given period.



## Ethics Committee

The Ethics Committee has been set up to consider the following:-

1. To promote and disseminate the values of the Code of Conduct for Councillors
2. To review the overall progress in the implementation of the Code of Conduct for Councillors
3. To monitor and evaluate the internalization of ethical behaviour among Councillors
4. To provide guidance to Councillors on ethical issues
5. To consider types of complaints made against Councillors and address the ethical issues arising.

## Statement of Compliance

I, Mayor of the Municipal Council of Vacoas Phoenix, confirm to the best of my knowledge that the Municipal Council has complied with all its obligation and requirements under the Code of Corporate Governance, wherever applicable.

## Council's Responsibility for Financial Statements

The Council ensures that the financial statements are well prepared, fairly represented, free from material misstatements, whether due to fraud or error, in accordance with International Public Sector Accounting Standards and in compliance with the requirements of prevailing statutes and any such internal controls as it deems necessary. Any deviations there from are reported in the independent auditor's report attached to the financial statements. The Council is also responsible for the integrity of these Annual Financial Statements and for the objectivity of any information presented therein.

In the preparation of the financial statements, the Council has:

- adopted the going concern concept;
- adopted suitable accounting policies and applied them consistently;
- made judgements and estimates that are reasonable and prudent.
- ensured that the financial statements provide an integral and transparent state of affairs regarding income and expenditure and cash flows of the institution;

- ensured adequate accounting records which disclose with reasonable accuracy at any time the financial position of the Council;
- safeguarded the assets of the Council by maintaining appropriate control systems and procedures;
- took reasonable steps to prevent and detect fraud and any other irregularities.

The External Auditors are responsible for reporting on whether the financial statements are fairly presented.

The Council has taken note of the report and are satisfied that:

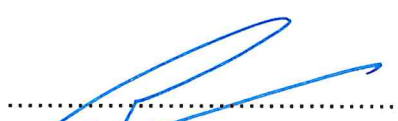
- adequate accounting records and an effective system of internal controls and risk management have been maintained,
- appropriate accounting policies supported by reasonable and prudent judgements and estimates have been used consistently,
- the Code of Corporate Governance has been adhered to where applicable.

## Statement of Directors' Responsibilities

Throughout the financial year 2021-2022, to the best of the Council's knowledge, the Council has applied most of the recommendations of the code and measures will be taken, during the next financial year, to address the parts which have not been complied with during this financial year. International Financial Reporting Standards have been adhered to.

Signature: 

Name: Mr. P. K. RAMBURN  
MAYOR

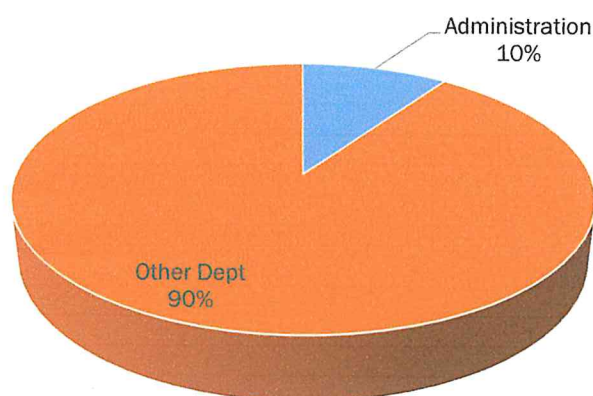
Signature: 

Name: Mr. S. TEELUCK  
CHIEF EXECUTIVE

## ADMINISTRATION DEPARTMENT

The total recurrent expenditure for the Administration Department amounts to Rs 47,536,933/- which represents 10% of the total recurrent expenditure of the Council for the year 2021-2022.

Recurrent Expenditure For Administration  
Department Year 2021-2022



The Administration Department encompasses the following sections:

▪ Human Resource Management Section
▪ Committee Section
▪ Internal Audit Section
▪ Information Technology Section
▪ Registry
▪ Library and ICT Section



## Human Resource Management Section

The Human Resource Management Section deals amongst others with staff discipline, appointments, retirement as well as industrial matters pertaining to municipal employees after consultation and approval of the Local Government Service Commission and the Parent Ministry - Ministry of Local Government and Disaster Risk Management

It also caters for the training needs of employees as well as deals with the Health and Safety requirements of the Council inclusive of all the different grades of workers in their day-to-day activities as required under the Occupation Safety and Health Act 2005.

### Gender

There were 654 male employees and 130 female employees in post as at year ending 30 June 2022.

### Employees in post

Total number of established posts as at 30 June 2022 = 965

Total number of employees in post as at 30 June 2022 = 784

### Appointments

Appointments during the year ending 30 June 2022 are detailed as follows:

<b><u>Month of Appointment</u></b>	<b><u>Grade</u></b>	<b><u>No. of Male Appointed</u></b>	<b><u>No. of Female Appointed</u></b>	<b><u>Total No. of Employees Appointed</u></b>
<b>July 2021 - Septemebr2021</b>	Nil	-	-	-
<b>October 2021</b>	Assistant Inspector of Works	1	-	1
	Handy Worker (Special Class)	2	-	2
	Overseer	2	-	2
<b>March 2021 – June 2021</b>	Handy Worker (sanitation/Disease Control)	1	-	1
	Chief Inspector of Works	1	-	1
<b>April 2022</b>	Supervisor Refuse Collection (Roster)	1	-	1
	Supervisor Lighting Section	1	-	1
		<b>9</b>	<b>0</b>	<b>9</b>

## Promotions

Promotions during the year ending 30 June 2022 are detailed as follows:

<u>Promotions</u>	<u>Grade</u>	<u>No. of Male Promoted</u>	<u>No. of Female Promoted</u>	<u>Total No. of Employees Promoted</u>
July 2021	Mason	1	-	1
September 2021	Head Attendant	1	-	1
January 2022	Chief Mason	1	-	1
		<b>3</b>	<b>-</b>	<b>3</b>

## Interdictions

Interdictions during the year ending 30 June 2022 are detailed as follows:

<u>Period of Interdiction</u>	<u>Grade</u>	<u>No. of Male Employees Interdicted</u>	<u>No. of Female Employees Interdicted</u>	<u>Total No. of Employees Interdicted</u>
	<b>NIL</b>			

## Reinstatements

Reinstatements during the year ending 30 June 2022 are detailed as follows:

<u>Reinstatements</u>	<u>Grade</u>	<u>No. of Male Employees Reinstated</u>	<u>No. of Female Employees Reinstated</u>	<u>Total No. of Employees Reinstated</u>
March 2022	General Worker	1	-	1
		<b>1</b>	<b>-</b>	<b>1</b>



## Transfers

Transfers during the year ending 30 June 2022 are detailed as follows:

<u>Month of Transfer</u>	<u>Grade</u>	<u>No. of Male Employees Transferred</u>	<u>No. of Female Employees Transferred</u>	<u>Total No. of Employees Transferred</u>
<b>July 2021</b>	Library Attendant (from MCVP to City Council of Port Louis)	1	-	1
<b>August 2021</b>	Assistant Building Inspector(from MCVP to DC of Savanne)	1	-	1
	Assistant Building Inspector(from DC of Savanne to MCVP)	-	1	1
<b>September 2021</b>	Principal Welfare Officer (from DC of Savanne to MCVP)	1	-	1
	Principal Welfare Officer (from MCVP to Municipal Council of QBornes)		1	1
	Planning Officer (from DC of Flacq to MCVP)	-	1	1
<b>October 2021</b>	Assistant Chief Executive (from DC of Grand Port to MCVP)	-	1	1
	Assistant Chief Executive (from MCVP to DC of Grand Port)	-	1	1
	Senior Librarian (From MC of BBassin/RHill to MCVP)	-	1	1
	Senior Librarian (from MC of BBassin/RHill to MCVP)	-	1	1
<b>November 2021</b>	Chief Inspector of Works(from MCVP to MC of BBassin/RHill)	1	-	1
	Chief Inspector of Works(from MC of BBassin/RHill to MCVP)	1	-	1
	HRO (from MCVP to DC of Grand Port)	-	1	1
<b>January 2022</b>	Chief Welfare Officer (from MCVP to Municipal Council of QBornes)	-	1	1
	Chief Welfare Officer (from Municipal Council of QBornes to MCVP)	-	1	1
<b>March 2022</b>	Health Inspector (from District Council of Savanne to MCVP)	1	-	1



<u>Month of Transfer</u>	<u>Grade</u>	<u>No. of Male Employees Transferred</u>	<u>No. of Female Employees Transferred</u>	<u>Total No. of Employees Transferred</u>
	Health Inspector (from MCVP to District Council of Savanne)	-	1	1
	Health Inspector (from MCVP to District Council of Riv du Rempart)	-	1	1
	Chief Health Inspector (to MCVP)	1	-	1
	Head Land Use & Planning Dept (to MCVP)	1	-	1
	Head Land Use & Planning Dept (From MCVP to MC of Crepipe)	1	-	1
<b>April 2022</b>	Health Inspector (from MC of Curepipe to MCVP)	-	1	1
	Health Inspector (from MCVP to MC of Curepipe)	-	1	1
<b>June 2022</b>	Senior Word Processing Operator (from DC of Flacq to MCVP)	-	1	1
		<b>9</b>	<b>15</b>	<b>24</b>

## Deaths

The records of deceased employees during the year ending 30 June 2022 are detailed as follows:

<u>Death</u>	<u>Grade</u>	<u>No. of Death (Male Employees)</u>	<u>No. of Death (Female Employees)</u>	<u>Total No. of Death</u>
<b>October 2021</b>	Refuse Collector (Roster)	1	-	1
<b>Jan 2022</b>	Planning and Development Inspector	1	-	1
<b>April 2022</b>	Refuse Collector (Roster)	1	-	1
<b>May 2022</b>	Refuse Collector (Roster)	1	-	1
		<b>4</b>	<b>-</b>	<b>4</b>



### Resignations

The records of employees who have resigned during the year ending 30 June 2022 are detailed as follows:

<u>Resignations</u>	<u>Grade</u>	<u>No. of Male Employees who resigned</u>	<u>No. of Female Employees who resigned</u>	<u>Total No. of Employees who resigned</u>
July 2022	Gymnasium Instructor (Part Time)	1	-	1
		1	-	1

### Terminations

The records of employees whose employment have been terminated during the year ending 30 June 2022 are detailed as follows:

<u>Terminations</u>	<u>Grade</u>	<u>No. of Male Employees who have been terminated</u>	<u>No. of Female Employees who have been terminated</u>	<u>Total No. of Employees who have been terminated</u>
	NIL	-	-	-

## Retirements

Retirements during the year ending 30 June 2022 are detailed as follows:

<b><u>Retirements</u></b>	<b><u>Grade</u></b>	<b><u>No. of Male Employees Retired</u></b>	<b><u>No. of Female Employees Retired</u></b>	<b><u>Total No. of Employees Retired</u></b>
<b>July 2021</b>	Mason	1	-	1
	Handy Worker (Special Class)	1	-	1
	Office Superintendent		1	1
<b>August 2021</b>	NIL	-	-	-
<b>September 2021</b>	Refuse Collector (Roster)	2	-	2
<b>October 2021</b>	Refuse Collector (Roster)	1	-	1
<b>November 2021</b>	Refuse Collector (Roster)	1	-	1
	Handy Worker (Sanitation/Disease control)	1	-	1
<b>December 2021</b>	NIL			
<b>January 2022</b>	Building Inspector	1	-	1
<b>February 2022</b>	Attendant/Senior Attendant	1	-	1
	Chemical Sprayer Operator	1	-	1
	Burial Ground Attendant (Roster)	1	-	1
<b>March 2022</b>	Supervisor Refuse Collection (Roster)	1	-	1
	Handy Worker (Special Class)	1	-	1
	Driver (HMU)	1	-	1
<b>April 2022</b>	Driver (HMU)	1	-	1
	Driver	1	-	1
	Handy Worker (Special Class)	1	-	1
	Refuse Collector (Roster)	1	-	1
<b>May 2022</b>	Driver	1	-	1
<b>June 2022</b>	NIL	-	-	-
		<b>19</b>	<b>1</b>	<b>20</b>

## *Training and Development*

In order to enhance service delivery and also to keep pace with the increasing demand for high performance, continuous improvement, modernisation and efficiency, training opportunities were provided to employees whenever possible.

Several officers/employees including Heads of Department have attended workshops and seminars such as:

### **TRAINING**

- 1) Virtual Workshop on the Greening of the Public Sector
- 2) Training - Prosecution Duties
- 3) Virtual Training on Corruption Risk Assessment
- 4) Training for Gardeners/ Nursery Attendant organised by FAREI
- 5) Books in this Tech-savvy World
- 6) Seminar on Flood Prevention, Mitigation and Management for Development Countries
- 7) Validation Workshop on the development of an Integrated Waste Management Legislative Framework
- 8) Operator Course for Forward Tipping
- 9) Operator Training Course for excavator/Backhoe Loader
- 10) Conference on Circular Economy
- 11) Writing skills for Parliamentary Questions & Cabinet Documents
- 12) Capacity Building Workshop on the Development and Implementation of a Local Disaster Risk Reduction Strategy and Making Cities Resilient
- 13) Online Training on "Mitigation and Rescue of Meteorological Disaster for Developing Countries"



## Committee Section

The Committee Section is responsible for the issue of summons for Council and Committee Meetings as well as the recording of minutes of proceedings thereof and ensures that minutes are promptly prepared and circulated.

Hereunder are details of Committee and Council meetings for the year ending 30 June 2022.

SN	MEETINGS	NO. OF SITTINGS
1.	Council	14
2.	Executive Committee	26
3.	Permits and Business Monitoring Committee	70
4.	Public Infrastructure Committee	12
5.	Public Health Committee	11
6.	Welfare Committee	12
7.	Finance Committee	11
8.	Procurement Committee	53

## Internal Control and Internal Audit Section

Internal Control and Internal Audit are vital elements of good financial management. They ensure that appropriate procedures, practices and controls are operating to achieve departmental objectives by preventing errors, waste and extravagance.

An Internal Audit Section has been established since long within the Municipal Council of Vacoas Phoenix to ensure proper internal control and auditing of the Municipal Council. The Internal Audit Section carried out audit in cash collection, expenditure, payroll, stores, cash book and checks over the financial activities of the Municipality.

## Information Technology Section

During the past year, the Information Technology (IT) Section continued to focus on the efficient and effective delivery of technology services. Over the past decade, the Municipal Council has increasingly leveraged Information Technology to improve services offered to inhabitants of the township. Through the use of technology, the Council has improved the delivery of services and increased the efficiency of its own work processes.

With the greater emphasis being put on the computerisation of several municipal activities, the IT Section is being called upon to play a crucial role. The IT Officer/Systems administration is in charge of the section and is assisted by two Assistant IT Officers. The IT Section's primary responsibility is to look into matters pertaining to the introduction, development, deployment, maintenance and upgrading of Information Technology Infrastructures and is also called upon to play a vital role in advising the Council on IT related issues.

During the year under review, the National E-Licensing system for Online Building and Land Use Permit has been introduced. Through this platform, members of the public can submit applications anywhere, anytime and using any smart device.

The application procedures have also been streamlined rendering the system more user-friendly.

Complaints are now registered via the Citizen Support Unit Portal and this enables better follow-up of complaints.

## Information and Service Centre (ISC)

The information and Service Centre assists members of the public who call at the Municipal Council for information on the amenities/facilities and services provided by the Municipal Council.

Grievances and complaints are also received at the ISC which ensures that prompt attention is given to them and thereon feedback is given to the complainants promptly.

Grievances and complaints are also registered on the Citizen Support Portal.

Through the Citizen Support Portal, an inhabitant can register his complaint on a database managed by the Citizen Support Unit. Those who do not have access to internet have the possibility to go and register their complaints at the Citizen Advice Bureau nearest to their residence.



## Library Section

### MALCOLM DE CHAZAL PUBLIC LIBRARY

SERVE

-

CONNECT

-

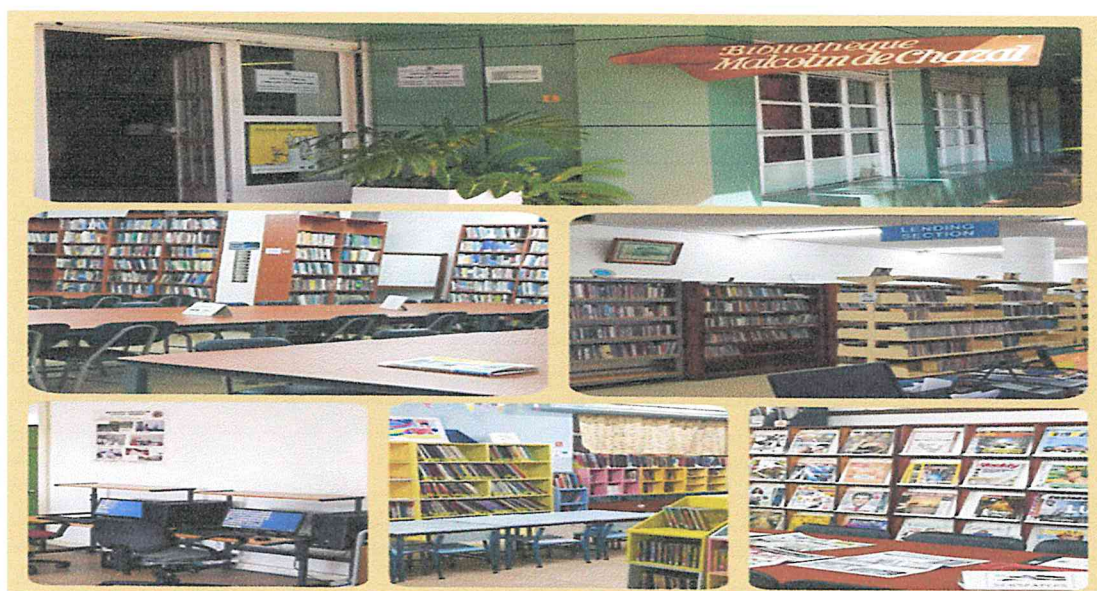
INSPIRE

#### MISSION

Serving as the community centre, inspiring resident and family engagement.

#### VISION

Enhancing our community by providing extensive resources.



### MALCOLM DE CHAZAL PUBLIC LIBRARY



The public are at the centre of everything we do. Our priority is to protect the health and safety of each and everyone namely the library staff and the public. Maintaining a safe environment for both of them would be considered reasonable and a must.

## Goal #2



Develop a comprehensive system of communication which consistently promotes the library's brand, value and vision for the future.

## Goal #3



Offer timely opportunities to a wide proportion of community stakeholders. Maintain the highest levels of service quality to all library subscribers and visitors.



#### Goal #4



The library provides a place for the community to turn to for the discovery of ideas, the joy of reading and the power of information. We strive to maintain a varied collection of sources to benefit persons of all ages and abilities.

#### Goal #5



Demonstrate fiscal responsibility and transparency in all aspects of operations and management. Maintain a proactive stance in considering external realities that impact the future of the library.

## Municipal Libraries and Reading Points found within the town

There are one Main Library namely, Malcolm de Chazal Library, one branch and seven sub libraries.

### Malcolm De Chazal Library

The Main library comprises of children, reference, adult lending, periodical and binding. The library also includes a cybercafé equipped with 5 computers, 1 scanner, 2 printers (1 Black & White, 1 Color)

During the period 01 July 2021 to 30 June 2022, the Malcolm de Chazal Library:

- Registered 178 new members
- Responded to 479 reference requests
- Circulated 10,655 library materials to users

### Branch and Sub Libraries

The Branch and Sub Libraries consist of Children, Reference, Adult lending, Periodical sections.

Branch Library	Sub Libraries
❖ Palmerston Branch Library	❖ Carreau Laliane Municipal Sub-Library ❖ Cité La Caverne Muncipal Sub-Library ❖ Glen Park Sub-Library ❖ Hollyrood Municipal Sub-Library ❖ Paillotte Municipal Sub-Library ❖ Solferino Municipal Sub-Library ❖ Mesnil (Parisot) Municipal Sub-Library



During the period 01 July 2021 to 30 June 2022, the Branch and Sub Libraries:

- Registered 90 new members
- Circulated 3944 library materials to users
- Welcomed 4898 visitors
- Welcomed 863 newspaper readers

### Wifi Services are available in Branch and Sub Libraries

1 PC is available in each branch and sub-library for public use.

### Services offered

- Children's Section
- Magazines and Newspapers Reading Section
- Adult Lending Section
- Adult Reference section and Reader's Advisory
- Free wireless internet (Wi-Fi) in branch and sub libraries
- Internet services
- Scanning and Printing
- Photocopy
- E-books through Municipal website ([www.vacoasphoenix.org](http://www.vacoasphoenix.org))

### Branch and Sub libraries

#### Palmerston Branch Library







Parisot Sub Library





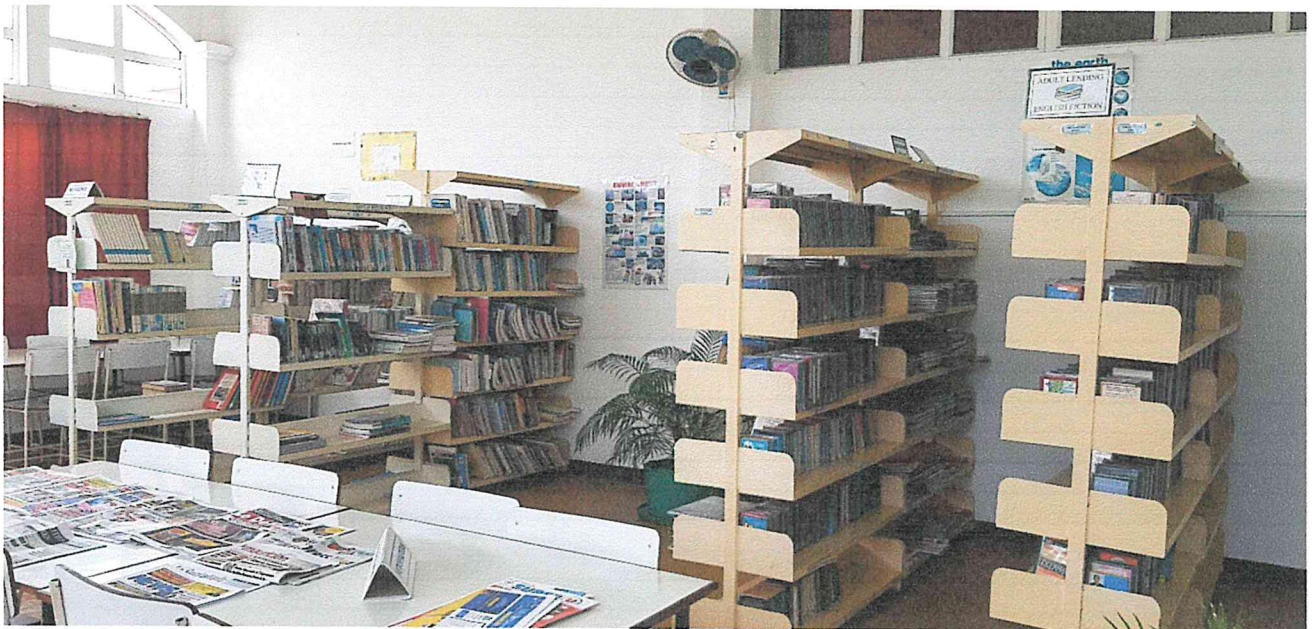


Holyrood Sub Library





## Paillotte Sub Library



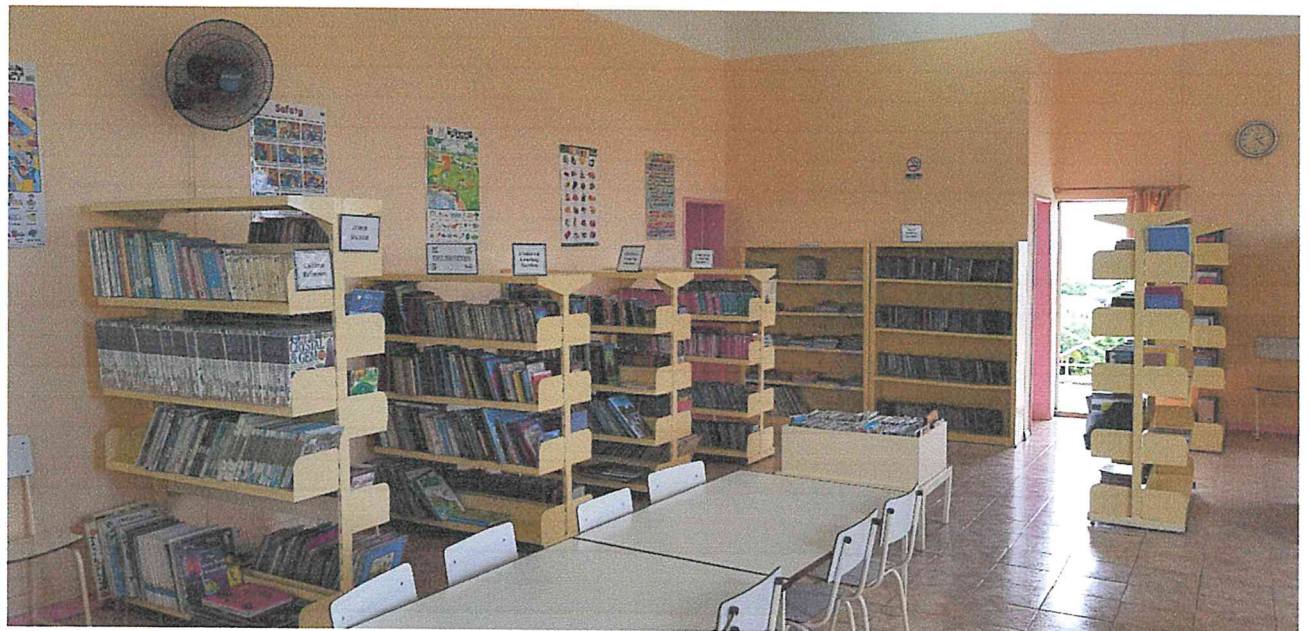


## Glen Park Sub Library





## Solferino Sub Library





## La Caverne Sub Library





## Carreau Laliane Sub Library





## Library Reading Materials Acquired

Library Materials (Books and Periodicals)	Quantity	Amount Spent (Rs)
Books	493	89,321.50
Newspapers (Main, branch & subs, reading points & social centres)	605	147,315.00
Magazines (Main, branch, subs & reading point)	-	79,409.00
Donations	-	-
Binding materials	-	14,467.52
<b>Total</b>	<b>1098</b>	<b>330,513.02</b>

*Amount spent under the code Books & Periodicals: 38061004 = Rs 330,513.02*



## Bindery



The Binding Section is responsible for:

- Binding and repairs of reading materials including newspapers, Government Gazettes and magazines.
- Spiral binding and hard covers

The total number of library materials bound and repaired during the period 01 July 2021 to 30 June 2022

Reading materials	Quantity
Books	493
Newspapers	605
Magazines	Nil
Government Gazette	12 batches

- Binding of pay sheets, rates, schedules and miscellaneous receipts for the Financial Controller's Department
- Binding of documents from Human Resource, Committee, Health and Works departments such as Minutes of Proceedings, Audit Report, Staffs Lists and Attendance Registers.

## FINANCE DEPARTMENT

The Finance Department is responsible amongst others for:

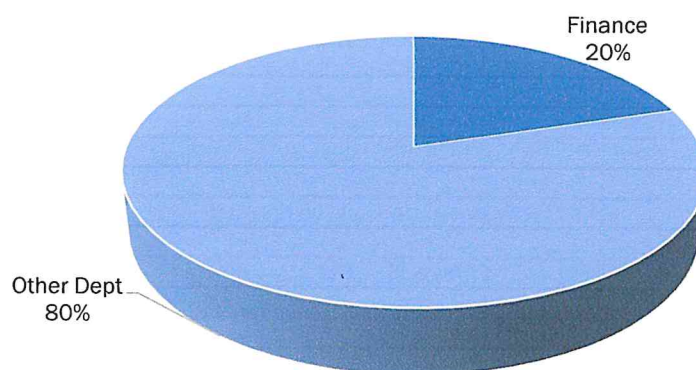
- the collection of all revenues accruing to the Council
- effecting all payments including salaries to its employees and pensioners
- effecting all purchases by the Council
- preparing the yearly Estimates and yearly Financial Statements for submission to the Ministry and the National Audit Office respectively
- the overall financial administration of the Council, providing financial advice, financial information and control on all financial transactions

The department consists of the following sections:

- Establishment - Payroll
- Income
- Expenditure
- Examination
- Purchasing and Stores

The total recurrent expenditure for the Finance Department amounts to Rs 99,437,451 which represents 20% of the total recurrent expenditure of the Council for the year 2021-2022.

Recurrent Expenditure for Finance Department  
for FY 2021-2022



The Municipal Council derives necessary funds to finance its activities from:

- Grant in Aid
- Own source of revenue

#### Grant in Aid

An amount of Rs 402,596,950 was received as grant in aid from the Central Government for the year 2021-2022 to meet part of the recurrent expenditure of the Council which represents 67% of the total revenue.

#### Own Source of Revenue

The main sources of revenue of the Council are Local Rate and Trade Fees.

#### Local Rate

During the Financial Year, the Council levied a Local Rate on the owner of any immovable property included in the valuation list, the net annual value of which exceeds 1,750 rupees.

The different rates presently payable is as follows:

NET ANNUAL VALUE OF IMMOVEABLE PROPERTIES (RS)	RATE PER CENT PER ANNUM (%)
0 - 1750	0
1751 - 2450	9
2451 - 7500	11
7501 - 10625	13
10626 - 12750	14
12751 - 16500	15.5
16501 - 22500	17
22501 - 30000	18
30001 - 35000	19
35001 - 44000	20
44001 - 60000	21
60001 - 75000	22
75001 - 150000	23
150001 - 250000	23.5
250001 - 400000	24
400001 - 600000	25
600001 - upwards	26



The Local Rate levied under Sections 97, 99 and 100 of Local Government Act 2011 shall in respect of every financial year, be due on 01 July and shall subject to subsection (2), be payable in 2 equal instalments, the first one on or before 31 July in that year and the second one on or before 31 January next year ensuing.

Where any Local Rate is not paid by the owner within the periods specified above a surcharge representing 10 per cent is leviable on the amount of the rate due and payable. Where any sum due for Local Rate is not paid in the financial year in which it becomes due and payable, it shall carry interest at the rate of 15% p.a. or such other rate as may be prescribed until such time as it is paid.

### Classified Trades

Any person who wishes to carry out a classified trade should register with the Registrar of Companies and seek a Building and Land Use Permit (where applicable) at the Planning Department of the Council. The payment of fees, dues and charges in respect of classified trades shall be due by the 01 July of that year and shall be payable by the economic operator

- (i) within fifteen (15) days of the start of a classified trade; and
- (ii) thereafter in respect of every subsequent financial year in two equal installments, the first one on or before 31 July and the second on or before 31 January next year ensuing.

A surcharge of 50% shall be leviable on any amount not paid within the period specified above.

### Collection of Trade Fees by CBRD Corporate and Business Registration Department

The Local Government Act 2011 has been amended through the Business Facilitation (Miscellaneous Provisions) Act 2019, in particular Sections 122, 123, 124, 162 and 163.

As from January 2020, the payment of Trade Fee as well as the issue of Trade Licence is done at the level of Corporate and Business Registration Department (CBRD)

## Other income

The Council also collected revenue from items of other Income for the year 2021-2022 are as follows:

- ❖ Rentals
- ❖ Financial Income
- ❖ Permits fee
- ❖ Advertisement and Publicity fees
- ❖ Other Miscellaneous Income such as Bus Toll, Burial fees, Library Subscription fees, etc



## PUBLIC INFRASTRUCTURE DEPARTMENT

The overall administration, management and discipline of employees of the department rest on the Head Public Infrastructure Department.

The Public Infrastructure Department is mainly responsible amongst others for the following services:

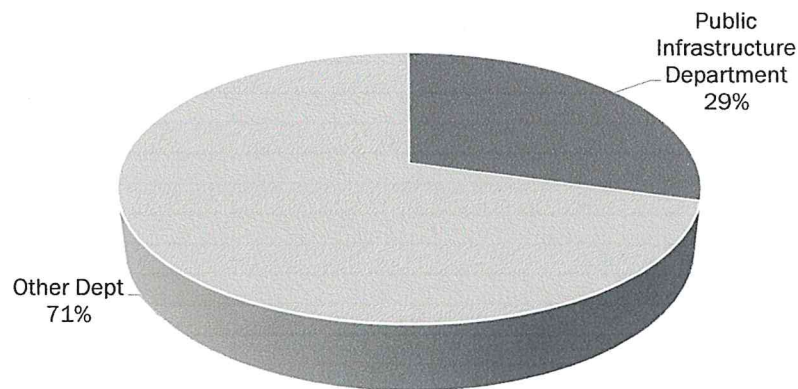
- ✚ Construction and Repairs of Non-Classified Roads
- ✚ Construction and Repairs of Drains along Non-Classified Roads, road side drains, open/covered drains within private properties.
- ✚ Fixing and Maintenance of Street Lighting within the Township and maintenance of lighting on various play pitches, football grounds and Municipal Buildings.
- ✚ Cleaning and Up keeping of Green Spaces, green verge along roads, Gardens and Children's Playgrounds
- ✚ Maintenance of Municipal Buildings, Markets, Cemeteries, Traffic Centres and Play pitches.
- ✚ Design, Supervision and Management of Building and Civil Engineering Projects undertaken by either in-house labour or through Contracted services.
- ✚ Fixing of Decorations for social, Cultural and religious activities
- ✚ Maintenance of Municipal Vehicles, plants and equipment.

The Head of Public Infrastructure is assisted by a Civil Engineer and the Chief Works Inspector. He also advises the Council on engineering matters and the implementation and application of the relevant legislations including the Roads Act, the Building Act and the Local Government Act.

The total recurrent expenditure for the Public Infrastructure Department amounts to Rs 145,284,975/- which represents 29% of the total recurrent expenditure of the Council for the year 2021-2022.



### Recurrent Expenditure for Public Infrastructure Department for FY 2021-2022



The Public Infrastructure Department consists of the following Sections:

- Road Maintenance Section
- Drain and Masonry Section
- Street Lighting Section
- Parks and Garden Section
- Garage and Workshop Section
- Building Maintenance Section
- Painters and Welding Section

### Construction and Maintenance of Non-Classified Roads

In its endeavor to constantly improve the condition of roads within the township, an approximate total surface area of 2,358 m<sup>2</sup> of roads were constructed within the township during the financial year 2021-2022. Moreover, about 24,675 sq. m of roads has been resurfaced within the Township of Vacoas Phoenix.

The abovementioned projects have been financed by the Local Development Fund, Economic Recovery Programme.

## Construction and Maintenance of Drains along Non-Classified Roads

One of the main priorities of the Council has been the construction of drains within the town more particularly in flood prone areas to ensure proper evacuation of surface runoff during heavy rainfalls. Regular maintenance of existing drains and cleaning is effected by in-house labour or through contracted services and financed from Council's own funds. About 3,597 m of drains has been cleaned and about 702 m has been constructed within the township.

The construction of the drains has been financed mostly by the National Flood Management Programme and the cleaning of drains was financed under the National Environment and Climate Change Fund.





## Fixing and Maintenance of Street Lighting



There are actually about 16,000 street lanterns throughout the township and the Council consistently endeavours to extend the street lighting network more particularly in inhabited regions. During financial year 2021-2022, around 525 new street lighting lanterns have been fixed within the township and about 4000 lanterns were repaired/replaced.

## Traffic Signs and Road Markings

Fixing of traffic signs and road markings are carried out for the first time by the Traffic Management and Road Safety Unit. Thereafter the Public Infrastructure Department is responsible for the care and maintenance of traffic signs and road markings on non-classified roads.

## Cleaning and Up keeping of Green Spaces, Gardens and Playgrounds

The following green spaces amongst others are regularly maintained by the Parks and Garden Section of the Public Infrastructure Department and the works include mowing of grasses, planting of decorative plants, cleaning and regular irrigation of plants:

- a. Leisure Parks at La Caverne and Highlands
- b. Green Spaces at Hermitage (Plaines de Hermitage), Pinewood Garden, Sivananda Avenue, Promenade Pere Laval, Morc Peerun, La Vanille, Mare aux Vacoas and Petit Camp

- c. River Reserves at Henrietta, Bernica, Camp Fouquereaux opposite Temple, Belle Terre and La Marie, Castel, Camp Roches, etc.
- d. Roundabouts near Jumbo, Phoenix Breweries, Pont Fer/ and Hermitage
- e. Children Playgrounds

## Maintenance of Municipal Buildings, Markets, Cemeteries and Traffic Centres

The Building Maintenance Section is responsible for the regular maintenance of all Municipal Buildings which include electrical, plumbing, joinery, metal, masonry and painting works.

The following municipal infrastructures are regularly maintained by in-house labour:

1. Town Hall Building
2. Reception Hall Building
3. Market and Fair
4. Traffic Centres at Vacoas, Hermitage and Henrietta
5. Multipurpose Complexes which include Gymnasias, Social Halls, Kindergartens and Sub Libraries at Carreau Laliane, Solferino, Paillotte, Quinze Cantons, Holyrood, Reunion, Grannum, Highlands, Hermitage, Camp Fouquereaux, Belle Terre, Palmerston, St Paul, Clairfond, Belle Terre, La Caverne, Petit Camp, Glen Park, Parisot, Cinq Arpents, Edgar Quirin, Ganachaud and Henrietta.
6. Paillotte and Palmerston Sports Complexes
7. Children Playgrounds
8. Football Grounds including Cloakroom at St Paul, 15 Cantons, Solferino, Medco, La Marie, St Paul, Camp Fouquereaux, Hermitage, Closel, Reunion, Belle Terre, La Caverne, Holyrood, Henrietta, La Marie, Promenade Père Laval.
9. Bus Shelters found within the townships
10. Phoenix, Henrietta and Trois Mamelles Cemeteries and Cremation Grounds
11. Taxi Stands found at Vacoas, Independence Avenue, La Caverne, Camp Fouquereaux and Phoenix.
12. New Municipal Building at Independence Avenue



## Maintenance of Municipal Vehicles, Plants and Equipment

The Garage Section carries out servicing and repairs of all Municipal vehicles, plants and equipment. Minor repairs are effected within one day whereas other major repairs are effected within a few days by in-house labour or through contracted services so as not to disrupt the performance of works and delivery of services.

## Design, Supervision and Management of Building and Civil Engineering Projects undertaken by in-house labour or Contractors

Whilst ensuring that satisfactory services are provided to the citizens as required under the law, the Council also undertakes capital projects which are financed out of grants obtained from the central government as well as from its own General Fund. All projects undertaken are geared towards the continuous improvement of the quality of life and social welfare of the citizens.

### Main Achievements during financial year 2021-2022

SN	PROJECTS
01	Designed and Upgrading of a Stone Masonry Building at St Paul Avenue
02	Cleaning of Green Space of an approximate area 53,400 within the Township
03	Construction of a Parking Space Adjacent to Dr Maurice Cure SSS
04	Design, Supply, Install, Testing and Commissioning of Lighting System at Morcellement Pousson Football Ground, Hollyrood Football Ground and Highlands Football Ground
05	Construction of a Mini Soccer Pitch and Associated Works at Morcellement Pousson, La Marie
06	Repairs and Maintenance of Roller Shutters at Town Hall Building and Reception Hall Building, Store and Garage
07	Setting Up and Embellishment of Green Spaces within the Township of Vacoas-Phoenix
08	Upgrading of Pyre at Solferino Cremation Ground
09	Upgrading Works at Henrietta Traffic Centre
10	Waterproofing Works at Grannum Municipal Complex, Glen Park Municipal Complex and Henrietta Municipal Complex
11	Waterproofing Works at Palmerston Kindergarten, St Paul Municipal Complex, Belle Terre Municipal Complex, Carreau Laliene Municipal Complex, La Caverne Municipal Complex, Palmerston Municipal Complex and Camp Fouquereaux Municipal Complex
12	Waterproofing Works at Town Hall Building and Reception Hall



## PUBLIC HEALTH DEPARTMENT

The Public Health Department has the overall responsibility to maintain a salubrious environment within the township. This is achieved inter alia through an effective and efficient refuse collection service, cleansing of public places, drains, bare lands, canals and rivers, roadside weeding, maintenance of public conveniences and rodent control. The management of cemeteries and markets also forms part of the responsibilities of the Department.

### Functions of the Department

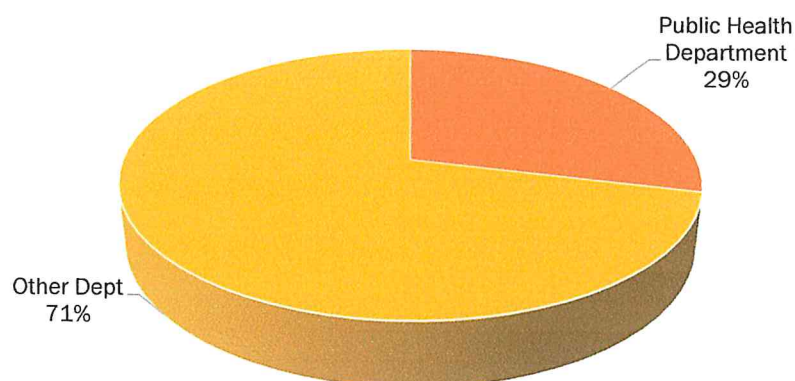
The main functions of the Public Health Department are as follows:

- ❖ Refuse Collection and Town Cleansing;
- ❖ Cleaning of Rivers, Drains and Canals;
- ❖ Cleaning of Wastelands;
- ❖ Management of Market and Fair;
- ❖ Management of Cemeteries and Crematoria;
- ❖ Control of Rodents;
- ❖ Control of Economic Operators including payment of Municipal fee;
- ❖ Traffic Centre, Bus Terminals and Public Convenience;
- ❖ Collection of Bulky Waste.

The Department has to ensure that all activities are carried out in compliance with the provisions of the Local Government Act and the relevant enactments.

The total recurrent expenditure for the Public Health Department for the year 2021-2022 amounts to Rs 141,260,850/- which represents 29% of the total recurrent expenditure of the Council.

## Recurrent Expenditure for Public Health Department For FY 2021-2022



## Refuse Collection and Town Cleansing



## Household and Commercial Refuse

The collection and disposal of household and commercial refuse is an essential service provided by the Municipal Council of Vacoas Phoenix to the inhabitants of the town.

The Council spares no effort to provide a satisfactory service to about 38,000 households and around 5600 trade premises as well as maintaining salubrity of an area of about 110 km<sup>2</sup> and having a population of about 110,000 inhabitants.

The Department provides a twice weekly service in residential areas, a twice daily service in the Vacoas Town Centre and a daily service in sub-commercial centres including sweeping of roads within the township.



For the sake of refuse collection, the town is divided into 25 sections. Each section is serviced by a team comprising a Lorry Driver, a Scavenging Supervisor and nine/ten Refuse Collectors. Each team services about 1800 households/commercial premises and putting in around 30 hours of work weekly.

The service is equally provided on a shift system, the morning shift starting at 5.30 a.m to end up at 11.30 a.m and the afternoon shift at 12.00 a.m to 5.00 p.m. The first shift works for 6 hours on a 5-day basis whereas the second shift works for 5 hours on a 6-day basis.

### Roving Team

In addition to the 25 above mentioned teams there is 1 Roving Team which collects waste from places where wedding and/or other ceremonies and events are held which generate a considerable volume of waste and bins found along main roads are emptied.

### Week end Refuse Collection Service

Refuse collection is also provided in the Town Centre, other commercial areas as well as upon requests during weekends from 6.00 a.m to 11.00 a.m.

### Paid Refuse Collection Service

The Council also provides a waste collection service where trailers and lorries (without Refuse Collectors) are put at the disposal of inhabitants of the Town against payment of a nominal fee of Rs600/- per trip for the removal of green waste.

During the period 01 July 2021 to 30 June 2022, 140 such requests were attended to.

### Clean-up & Embellishment Campaign

During Clean up and Embellishment Campaign the following works were carried out:

- Removal of illegal and outdated posters and banners.
- Cleaning of barelands.
- Collection of bulky waste.
- Cleaning of rivers, drains and canals.
- Collection of used tyres.
- Serving of notices upon known owners.

- Provision of trailer/lorry services to inhabitants as and when required.
- Spraying of herbicides along road sides and on barelands cleared by the Council.
- Provision of lorries and equipment to private sectors, force vives, youth clubs and NGOs which participated in the campaign.

### Bulky Waste Campaign

During Bulky Waste Campaign 247 lorry loads of bulky waste were collected and disposed of at La Brasserie Transfer Station.

Flyers are distributed to all households of the town where they are informed on the day, date and time collection of bulky waste would be carried out.

### Special bins for recycling purposes

Special bins were placed by recyclers at Winners (Reunion & St Paul) Supermarkets and Phoenix Shopping Mall for collection of pet bottles and paper for recycling purposes and in the parking space of the New Municipal Building as well as at Petrin for the collection of PET bottles only.

### Provision of Bins

For proper storage and easy collection of waste the Council provides a refuse bin (70 litres) free of charge to every new household within the township. However, residents are also allowed to renew the bin in case of damage or loss of existing bin at a subsidised price of Rs 200/-.

During the period 01 July 2021 to 30 June 2022, 1,263 units of plastic bins have been issued.

### Manpower Resources

Grade	Number
Scavenging Supervisor	20
Drivers	20
Refuse Collectors	217



The Scavenging Service is monitored on a daily basis by the Health Inspectorate Cadre comprising of 13 Officers.

### Vehicle Fleet

The Scavenging Service has a fleet of 13 Tipper Lorries and 2 'Roll on Roll off' Lorries and 4 Compactor Lorries. The vehicles are regularly maintained by in-house labour at the Municipal Garage.

### Cleaning of Rivers, Rivulets, Drains, and Canals

All rivers, rivulets, drains and canals found within the town are cleaned by a team of 38 Handy Workers on a daily basis under the supervision of three Overseers and one Ag Overseer. Cleaning is done on a regular basis of six to eight weeks interval. Following regular surveys carried out, cleaning of covered drains is undertaken once yearly giving priority to flood prone areas.

### Cleaning of Wastelands



It is Council's policy to carry out frequent surveys of all barelands found within the limits of the town and to take appropriate action. It is to be noted that most of the barelands are found within approved morcellements at La Marie (Morc Pousson), Wooton (Morc Pinewood), Highlands (Morc Blueprint and Morc Highlands Phase 1,2,3,4 & 5) and Hermitage (Morc Plaines de L'Hermitage), Belle Terre (Morc VRS and Highland Rose). Others are scattered within residential areas within the township.

Notices are served at regular intervals upon known owners.

183 Environmental Notices/Eyesore Abatement Notices were served upon known owners requiring them to clean their barelands during the period 01 July 2021 to 30 June 2022.

For period 01 July 2021 to 30 June 2022, 318 plots were cleaned by inhouse labour and 40 plots by employees of Mauri Facilities Ltd.

With the available human resource, the barelands of untraceable owners are cleared at least twice yearly. Priority is given to the cleaning of barelands found within a radius of 200 m from the nearby residences.

## Market and Fair

### Vacoas Market

The Vacoas Market besides catering for the sale of fresh meat, fish and poultry also has a food court which was recently renovated.



## Vacoas Fair



The Vacoas Fair place consists of 1077 stalls for the sale of vegetables and fruits, 129 stalls for the sale of haberdashery products, 38 stalls for the sale of seasonal fruits and 12 spaces for auction sale. There are also 16 kiosks for the sale of cakes and soft drinks and 11 enclosed stalls for the sale of foodstuffs and haberdashery.

The fair is held twice weekly on Tuesdays and Fridays from 6.00 a.m to 6.00 p.m. Small and Medium Entrepreneurs are also given the opportunity to market their products at the fair on the first Saturday of every month from 6.00 a.m to 6.00 p.m.

The washing of fair is carried out from rain water harvested and stored in tanks of total capacity of 27,000 litres.

## Cemeteries and Crematoria



There are three Cemeteries under the care and responsibility of the Council: found at Phoenix, Henrietta and Trois Mamelles, Hollyrood. The area of Phoenix Cemetery is about 22 acres and those of Henrietta Cemetery and Trois Mamelles cemetery are 10 acres and 20 acres respectively.



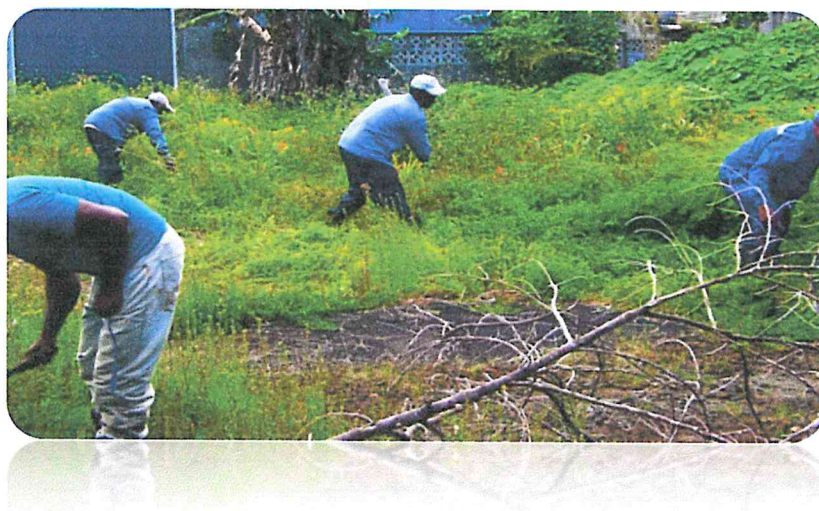
The 6 Cremation Grounds within the town are found at Solferino No.5, Camp Fouquereaux, Allée Brillant, La Marie, Phoenix and Trois Mamelles.

There are also six gas powered incinerators found at Phoenix Cemetery, Trois Mamelles Cemetery, Highlands, Allee Brillant, La Marie and Solferino within the jurisdiction of the Council.



The Cemeteries are regularly cleaned and maintained by Gardeners and Burial Ground Attendants and security services are provided thereat during the night.

### Control of Weeds and Rodents



### Herbicide Spraying

Herbicide is sprayed along all the public roads within the town throughout the year. A team of six Chemical Sprayermen is engaged under the supervision of one Overseer to carry out the work.

### Rodent Control

Rodenticide is placed along the roadsides, wastelands bordering main roads and in drains as well as along river banks once every 2 months for the control of rodents within the township.

Rodent Control at the Vacoas Market, Fair, Traffic Centres and Vacoas New Municipal Building is done on a weekly basis.

Baits are placed once every month in all Municipal buildings.

## Classified Trades

There are about 6406 economic operators and 8316 classified trades in operation within the Town of Vacoas Phoenix. Regular inspections are carried out by the Municipal Inspectorate to ensure that all economic operators are complying with the legislation in force and have paid the appropriate trade fees to carry out their trade as well as to trace out illegal activities within the town and take appropriate action.

As from January 2020, all payment for Trade Fees are effected at Corporate and Business Registration Department (CBRD).

## Traffic Centres, Bus Terminals and Public Convenience



The three Traffic Centres within the township found at Vacoas Town Centre, Hermitage and Henrietta are regularly swept and washed to provide a clean environment to the public.

There are 119 buses operating from the Vacoas Traffic Centre, 22 from Hermitage Traffic Centre and 42 from Henrietta Traffic Centre.



## Public Lavatories

Public lavatories found at the three Traffic Centres and at Vacoas Taxi Stand, Phoenix Taxi Stand and Vacoas Fair which are opened from 6.00 a.m to 6.00 p.m on a daily basis are cleaned by contracted services. Regular visits are carried out by the Health Inspectorate to ensure that they are clean at all times.

## LAND USE AND PLANNING DEPARTMENT

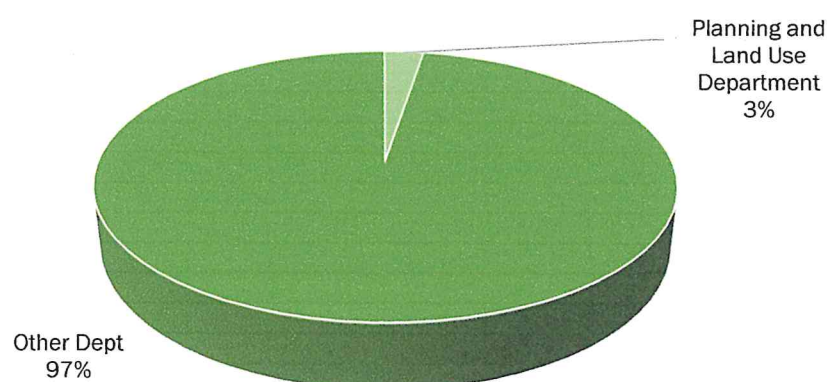
The Land Use and Planning department is responsible for all matters pertaining to harmonious development of land within the township in line with provisions of the Planning Policy Guidance, Outline Planning Scheme and different legislations including the Local Government Act 2011, the Town and Planning Act, the Planning Development Act 2004 and the Building Control Act 2012.

The Land Use and Planning Department is responsible for:

1. The receipt, processing, assessment of applications for Building and Land Use Permit
2. Attending to complaints in respect of unlawful development and initiating legal action where required
3. Making recommendations to the competent bodies on applications for Morcellement Permit, Land Conversion Permits and EIA Licence and PER.

The total recurrent expenditure for the Land Use and Planning Department for the year 2021-2022 amounts to Rs 12,696,294/- which represents 3 % of the total recurrent expenditure of the Council for the year 2021-2022.

Recurrent Expenditure for Land Use and Planning Department for FY 2021-2022





## Efficient administration of the Land Use and Planning Department of the Council of Vacoas Phoenix

The Ministry of Local Government and Outer Islands is leading the nation in cutting development red tape and unnecessarily lengthy approval times for the processing and determination of Building and Land Use Permit applications. This is being achieved in part through providing critical assistance to the Council to reduce processing times for minor, small scale as well as major projects within the township.

The Council is further providing additional assistance to the applicants by effectively advising and guiding them through the process of submitting an application for a Building and Land Use Permit. All applications received at the Council are thoroughly screened before registration to further minimize the processing and determining time frame for permit applications. The Council has consistently determined permit applications within the prescribed delay of 14 working days as per Section 117 of the Local Government Act 2011.

### Building and Land Use Application Received

This section of the report presents information concerning the number of Building and Land Use applications received and the outcome of the applications after having been processed from 01 July 2021 to 30 June 2022. All applications were processed and determined within the parameters of the law, that is, within 14 working days.

Type of Development	No. of applications Received	No. of applications Approved	No. of applications Rejected	No. of applications Set aside
Residential	2,045	1,227	430	388
Commercial	218	109	61	48
Excision/Subdivision	423	316	52	55
Industrial	48	21	15	12
Outline Planning Permission	6	3	1	2
Small and Medium Enterprise	0	0	0	0
Services	31	15	8	8
Sui Generis	24	10	6	8
Total	2795	1701	573	521

Table 1: Development Management Statistics from 01 July 2021 to 30 June 2022.

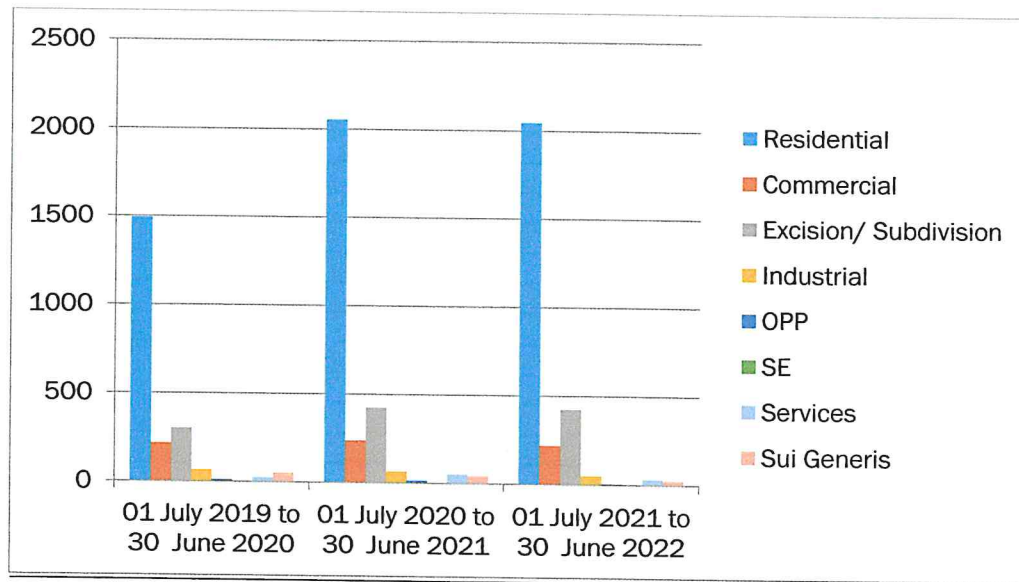


Figure 1. Number of applications registered by type of development for previous year.

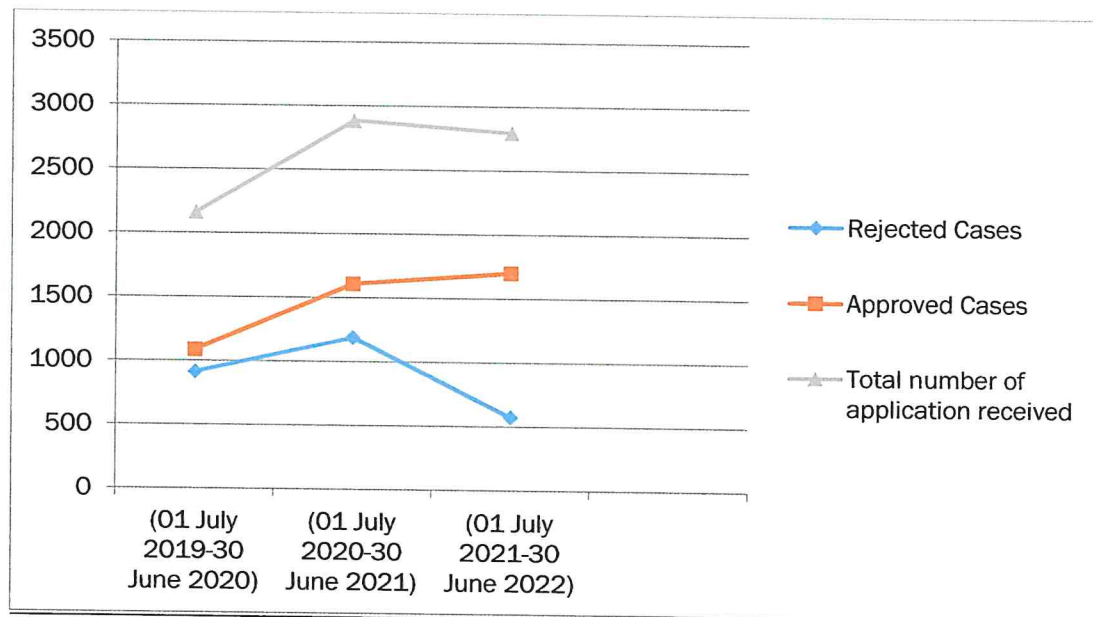


Figure 2 presents the number of applications received yearly and the total number of applications being granted permit or refusal letter for previous year.

## Development Control

The total number of households surveyed within the township of Vacoas-Phoenix during the period 01 July 2021 to 30 June 2022 is ..... household units.

A decrease in the number of households surveyed was noted as compared to previous years due to the fact that there was a decrease in the number of personnel in the Land Use and Planning Department.

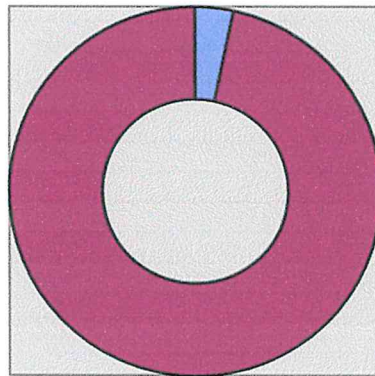
Site visits have not been effected due to an extended period of lockdown resulting from COVID-19.



## Unlawful Development

### *Complaints recorded as from 01 July 2021- 30 June 2022*

<i>No. of complaints received</i>	850
<i>No. of complaints attended</i>	850
<i>Legal action taken</i>	191



No of Notices Issued:

■ Court Cases lodged

■ Request Notice still under process

No of court cases: 9

## WELFARE DEPARTMENT

The Welfare Department is responsible for all matters pertaining to the organisation of welfare, social, recreational, educational, sports and cultural activities as decided by the Council for the benefit of the inhabitants of the Town of Vacoas Phoenix. It also controls and manages all Municipal Kindergartens, Children Playgrounds, Social Halls, Reception Hall, Maison Des Loisirs, Gymnasias, Omni Sports Complexes, Football Grounds, Mini Soccer pitches and other sports infrastructures falling under the jurisdiction of the Council.

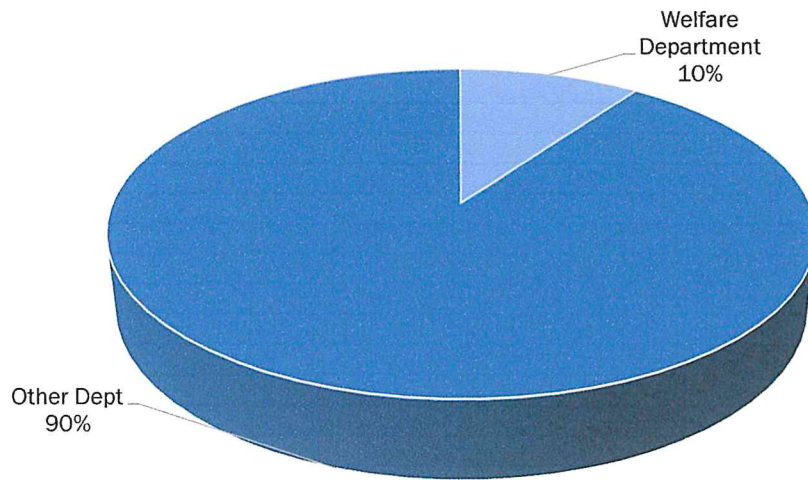
### Function and Objectives

- To provide opportunities to inhabitants to practise recreational and sports activities regardless of gender, age, disability/ability, socio economic and cultural backgrounds;
- To organise social activities with a view to promoting well-being of the population, and preventing youngsters from being indulged in illicit activities or falling in other social ills;
- To organise sports activities in order to promote health and fitness of the population;
- To provide accessible, safe and healthy environment for the whole population;
- Decentralization and creation of social and sports amenities in remote areas.
- To provide assistance to affiliated Sports Club, Women Associations, Senior Citizen Associations and Non-Governmental Organisations (NGOs) within the Township.

The total recurrent expenditure for the Welfare Department amounts to Rs 48,604,346/- which represents 10 % of the total recurrent expenditure of the Council for the year 2021-2022.



### Recurrent Expenditure for Welfare Department for FY 2021-2022



### List of Municipal Infrastructures under the Welfare Department

#### WARD 1

	Municipal Infrastructures	Facilities Available
1	Henrietta Football Ground (Morc Pousson)	Football Ground with lighting & cloakroom and Jogging track
2	Henrietta Football Ground (Camp Mapou)	Football Ground and Club House
3	La Marie Football Ground	Football Ground with lighting facilities & cloakroom
4	Henrietta Municipal Complex	Kindergarten, Gymnasium, Children Playground and Petanque Court
5	Pont Vantard Municipal Social Hall, Henrietta	Social Hall, Family corner & Green space
6	Glen Park (NHDC) Children Playground	Children Playground
7	Glen Park Municipal Complex	Kindergarten, Gymnasium, Social Hall, Sub Library, Children Playground and Petanque Court

Table 1: Municipal Infrastructures available in Ward 1

### WARD 2

	Municipal Infrastructures	Facilities Available
1	Reunion Municipal Complex	Kindergarten, Gymnasium, Children Playground and Football Ground with lighting facilities & Cloakroom
2	Quinze Cantons Municipal Complex	Kindergarten, Social Hall, Sub Library, Gymnasium, Children Playground, Petanque Court and Football Ground with lighting facilities & Cloakroom, Mini Soccer Pitch
3	Holyrood Municipal Complex	Football Ground with lighting facilities, Sub Library, Gymnasium and Children Playground
4	Town Hall	Petanque Court, Children Playground, Maison Des Loisirs and Reception Hall

Table 2: Municipal Infrastructures available in Ward 2

### WARD 3

	Municipal Infrastructures	Facilities Available
1	La Caverne Municipal Complex	Sub Library, Kindergarten, Gymnasium, Children Playground, Petanque Court and Football Ground with lighting facilities & cloakroom, Mini Soccer pitch, Leisure park, Petanque court
2	Solferino Municipal Complex	Sub Library, Social Hall, Children Playground, Petanque Court, Kindergarten, Gymnasium and Football Ground with lighting facilities & cloakroom

Table 3: Municipal Infrastructures available in Ward 3



WARD 4		
	Municipal Infrastructures	Facilities Available
1	Paillotte Municipal Complex and Omnisports Complex	Gymnasium, Social Hall, Kindergarten, Children Playground and Sub Library. Omnisports Complex (Badminton, Futsal, Volleyball, Basketball, Handball and Squash)
2	Carreau Laliane Municipal Complex	Gymnasium, Social Hall, Kindergarten, Children Playground and Mini Soccer Pitch
3	Clairfonds Municipal Complex	Gymnasium, Social Hall, Kindergarten, Children Playground and Football Ground with lighting facilities
4	Closel Phoenix	Multi Usage Game Area
5	Grannum Municipal Complex	Gymnasium, Kindergarten, Social Hall and Outdoor Volleyball, Handball, 1 outdoor Multi-function Court with synthetic flooring

Table 4: Municipal Infrastructures available in Ward 4

WARD 5		
	Municipal Infrastructures	Facilities Available
1	St Paul Municipal Complex	Gymnasium, kindergarten, Social Hall, Petanque Court, Children Playground and Football Ground with lighting facilities & cloakroom
2	Palmerston Municipal Complex	Omnisports Complex (Badminton, Basketball, Volleyball, Squash and Gymnasium), Social Hall, Kindergarten, Sub Library and Children Playground – Outdoor Mini Soccer Pitch
3	Edgar Quirin Social Hall	Social Hall and Petanque Pitch
4	Petit Camp Municipal Complex	Kindergarten, Social Hall and Gymnasium
5	Petit Camp	Football ground, Petanque pitch, children playground, jogging track, family corner
6	Promenade Pere Laval	Mini Soccer pitch, Children Playground, Outdoor Gym

Table 5: Municipal Infrastructures available in Ward 5



WARD 6		
	Municipal Infrastructures	Facilities Available
1	Parisot Municipal Complex	Sub-Library, Social Hall and Gymnasium, Mini Soccer Pitch
2	Camp Fouquereaux Municipal Complex	Kindergarten, Gymnasium and Football ground, Mini Soccer Pitch
3	Saidine Social Hall	Social Hall and Petanque Court
4	Hermitage Municipal Complex	Gymnasium, Kindergarten, Children Playground and Football Ground
5	Cinq Arpents Municipal Complex	Gymnasium, Petanque pitch
6	Belle Terre Municipal Complex	Social Hall, Gymnasium and Football Ground with lighting facilities & Cloakroom
7	Highlands Municipal Complex	Kindergarten, Gymnasium and Football Ground with lighting facilities & Cloakroom, Children Playground
8	Highlands (NHDC) Children Playground	Children Playground
9	Highlands	Leisure park and Family Corner
10	Cité 50 Children Playground	Children Playground
11	Ganachaud Social Hall	Social Hall

Table 6: Municipal Infrastructures available in Ward 6

## Social Halls

- ✚ The Municipal Council of Vacoas Phoenix owns 17 Social Halls.
- ✚ The halls are made available to inhabitants of the Town free of charge for physical, aerobic, yoga classes, Zumba classes, indoor games, organization of talks and different activities and above all as meeting places more particularly for Senior Citizen Associations.
- ✚ Out of the 17 Social Halls, 7 of them namely Glen Park, Carreau Laliane, Grannum, 15 Cantons, Paillotte, Palmerston and Belle Terre are put at the disposal of the public for holding of functions including weddings, birthday parties, engagement ceremonies etc.

## Municipal Reception Hall

- ✚ The Municipal Reception Hall is used by the public for weddings, engagement ceremonies, birthday parties, end of year parties, seminars, other ceremonies and functions.
- ✚ The Reception Hall was rented as and when in 2021-2022.
- ✚ The Reception Hall was also put at the disposal of Ministries, Associations etc free of charge for specific and justified requests made to the Council and approved at the Council Meeting.

## Municipal Kindergartens

The Municipal Council has set up several kindergartens in different parts of the town where admission is free of charge for children aged 3-5 years old. The Municipal Kindergartens are found at Camp Fouquereaux, Carreau Laliane, Cité La Caverne, Grannum, Henrietta, Hermitage, Highlands, Paillotte, Palmerston Phoenix, Petit Camp, Quinze Cantons, Reunion, Solferino and Glen Park.

A total number of 191 pupils were admitted in 2021-2022.



## Sports Facilities

### Municipal Gymnasia, Football Grounds, Petanque Pitches, Mini Soccer Pitches and Volleyball Pitches

- ✚ The Municipal Council of Vacoas Phoenix owns 13 Football Playgrounds and also maintains 3 Football Playgrounds vested by the Ministry of Education and Human Resources at Phoenix SSS, Medco Clairfonds and Holyrood SSS and rents the Glen Park Football with the Mauritius Sports Council.
- ✚ 13 football grounds are equipped with lighting facilities and 9 with cloakrooms.
- ✚ A roster for football clubs registered with the Council is established for the use of the different football playgrounds from 16.00 hrs to 20.00 hrs. The football grounds are also made available to associations affiliated with the Council free of charge for tournaments. There are around 13 clubs using each football ground.
- ✚ These Football Grounds are regularly maintained by council's in-house labour and are closed during the winter season for maintenance like upgrading, levelling...
  
- ✚ The Municipal Council also owns 13 Petanque Pitches which are found at Henrietta, Glen Park, Quinze Cantons, La Caverne, Solferino, Carreau Laliane, Municipal Yard, St Paul, Cite 50, Sahidine, Edgar Quirin, Petit Camp, Highlands and Camp Fouquereaux.
- ✚ The Municipal Council owns 4 Volleyball pitches at Grannum, Reunion, Solferino and Palmerston and also maintains the Hermitage Volleyball Pitch owned by the National Development Unit.

## Municipal Gymnasia

- ✚ The Council also owns 20 gymnasia.
- ✚ Gymnasia are accessible to residents of Vacoas Phoenix of 15 years old and above. Students and Senior Citizens are exempted from the membership fee of Rs 200 for 3 months renewable every quarterly.
- ✚ All Municipal Gymnasia are equipped with high standard gymnasium equipment and are maintained regularly. There are 7 part-time Gymnasium Instructors employed by the Council who work on a roster basis in all the 20 gymnasia.

## Badminton, Basketball, Futsal, Squash, Handball and Volleyball Facilities

Badminton, Basketball, Futsal, Squash, Handball and Volleyball facilities are also available at the Paillotte and Palmerston Omnisports Complexes against payment of a reasonable fee.

As regards Badminton there are 4 courts available at Palmerston and 7 courts at Paillotte Omnisports Complexes.

## Synthetic Mini-Soccer Pitch

There are 7 Mini-Soccer pitches, at Camp Fouquereaux, Palmerston, Glen Park and Promenade Pere Laval, Parisot, 15 Cantons, La Caverne which are put at the disposal of clubs/inhabitants of the town against payment of relevant fee.



## Sports & Cultural Activities organised during the year 2021-2022

### Diwali Celebration in collaboration with MBC



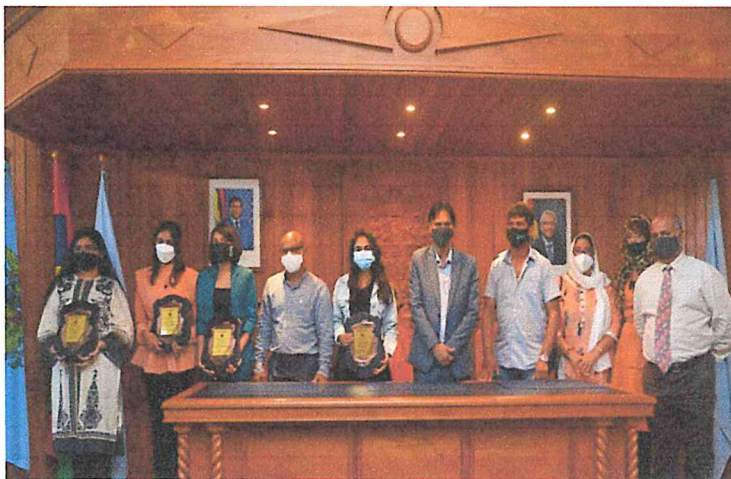
### World Clean Up Day







### **Reception in Honour of Laureates 2021 and Cheques remittance ceremony to ASVP**





### Spring Festival 2022



### Inauguration of Hermitage Football Ground





## Inauguration of Riverwalk Football Ground



## Inauguration of the Municipal Parking Area





## FINANCIAL HIGHLIGHTS

The Financial Statements of the Council have been prepared in accordance with the International Public Sector Accounting Standards (IPSAS) issued by the International Public Sector Accounting Standards Board.

The Council has ended the financial year with a surplus of Rs 91.6M (*with the depreciation figure of Rs 266.5M, the result is a net deficit of Rs 174.9M*)

## REVENUE

The major source of revenue of the Council is from the Grant-in-Aid received from the Government of Mauritius. The Council has internally generated revenue in the form of General Rates, Trade Fees collected from Trade Operators, Rental of Market Stalls, Building and Land Use Permit, Burial Fees, Bus Toll Fees, Advertising and Publicity Fees and Other Miscellaneous Income such as rental fees for reception halls amongst others.

### ANALYSIS OF INCOME FOR THE FINANCIAL YEAR 2021/22

The revenue for the Financial year amounts to Rs 598.5 M which is illustrated in the table below:

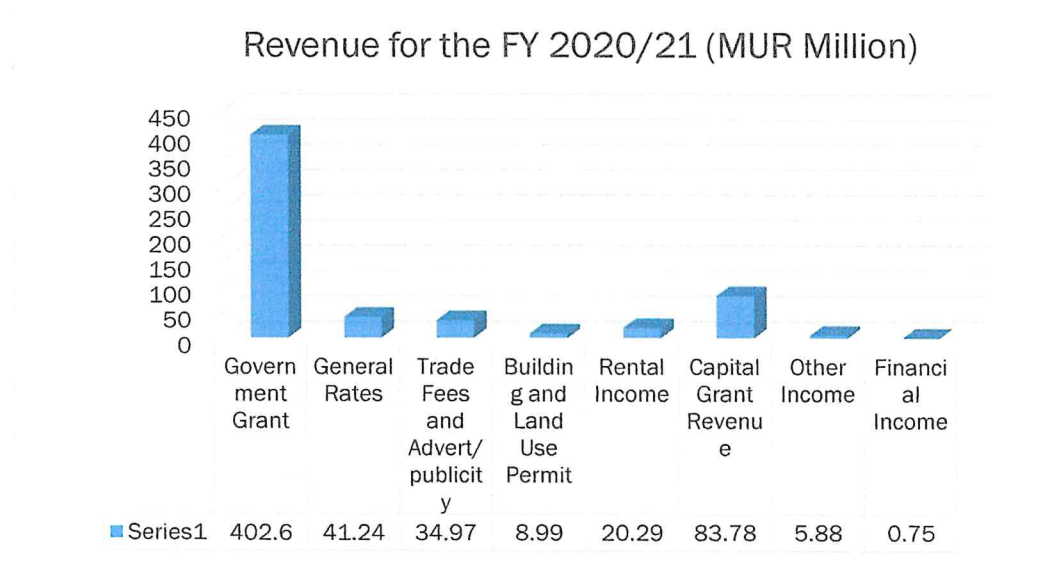


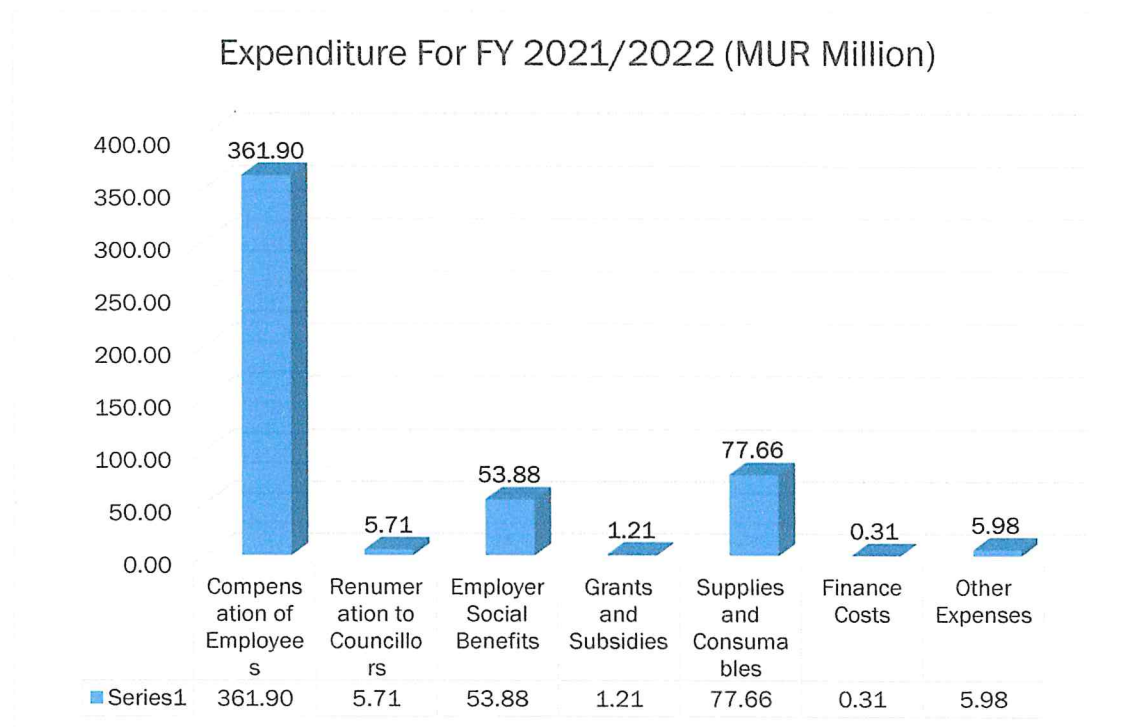
Table1 – Revenue for Financial Year 20-21

It is to be noted that out of the Total Revenue of Rs 598.5 M, 67.27% of revenue is from Government Grant in Aid, 6.89% from General Rates, 5.84% from Trade Fees and Advertising and Publicity fees, 1.5% from Building and Land Use Permit, 3.39% from Rental Income, 14.0% from Capital Grants Revenue, 0.98% from Other Income and 0.13% from Financial Income.

## EXPENDITURE

### Analysis of Expenditure for the Financial Year 2021-2022

The table below shows the expenditure incurred during the financial year 2021-2022.



**Table 2- Expenditure for Financial Year 2021-2022**

It is to be noted that out of the total expenditure of Rs 506.65M (excluding depreciation Rs 266.47M, Provision for Doubtful Debts Rs 0.28M), 71.43% represents payment of compensation of employees, 1.13% for Remuneration of Councillors, 10.63% for Employer Social Benefits, 0.24% Grants and Subsidies, 15.33% Supplies and Consumables, 0.06% Finance Cost and 1.18% for Other Expenses.



## FINANCIAL POSITION STATEMENT ANALYSIS

The table below depicts the summary of the financial position of the Council

	Unaudited Financial Statements	Unaudited Financial Statements
	FY ended 30 June 2022	FY ended 30 June 2021
	MUR	MUR
Current Assets	111,020,295	107,486,747
Non-Current Assets	2,509,719,258	2,686,913,441
<b>TOTAL ASSETS</b>	<b>2,620,739,553</b>	<b>2,794,400,188</b>
Current Liabilities	62,664,120	94,065,774
Non – Current Liabilities	1,382,167,005	1,121,770,719
Net Asset/Equity	1,175,908,428	1,578,563,695
<b>TOTAL ASSETS/EQUITY AND LIABILITIES</b>	<b>2,620,739,553</b>	<b>2,754,400,188</b>

Working Capital	48,356,175	13,420,973
Current Asset: CA/ CL	1.77	1.14
Acid Ratio (CA - CL)	1.67	1.08

From the above table, the Council has positive working capital as well as Current Ratio and Acid Ratio.

## CAPITAL EXPENDITURE

The Council has spent a total amount of Rs 89.3 M on Property, Plant and Machinery and Public infrastructures. The amount is categorised as follows:

PPE	FY 2021-2022 MUR
<b>Buildings</b>	<b>11.8</b>
<b>Plant, Machinery and Equipment</b>	<b>8.0</b>
<b>Electronic Equipment</b>	<b>0.4</b>
<b>Furniture, Fixtures and Fittings</b>	<b>0.5</b>
<b>Public Infrastructures</b>	<b>68.6</b>
<b>TOTAL</b>	<b>89.3</b>

Public infrastructures consist of Construction of Road, Drains, Bridge, Street Lighting network, Sport Infrastructures among others.

## Key Actions for Year 2021-2022

Policy and Management of the Council						
Outcome: Improved quality of life of Citizens through the provision of services that respond to their needs by exercising sound administrative control			2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Outcome Indicator: Percentage of achievement			90%	91%	91%	91%
DELIVERY UNITS	OUTPUTS	PERFORMANCE				
	SERVICES TO BE PROVIDED	Service Standards (Indicators)	2021-22 Actual	2022 -23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Administration Department	S1: Council's Policies implemented	SS1: Percentage of Policy measures actually implemented	95%	95%	95%	95%
	S2: PBB delivery of Council's programme	SS1: Percentage of PBB indicators met	80%	80%	85%	85%
	S3: Attendance to complaints and suggestions	SS1: Percentage response to public queries	95%	95%	95%	95%
Finance Department	S1: Revenue estimates for budget formulated carefully to be close to actual	SS1: Variance from actual not above	10%	10%	10%	10%
	S2: Revenue Collection	SS1: Percentage reduction in outstanding debt / arrears	50%	50%	50%	50%



## Development control within the Council's Area

Outcome: A harmonious and orderly development within the council's area.			2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Outcome Indicator: Percentage of application for BLP determined within the timeframe established in the LGA 2011 and percentage of new properties surveyed.			95%	95%	95%	95%
DELIVERY UNITS	OUTPUTS	PERFORMANCE				
	SERVICES TO BE PROVIDED	Service Standard s (Indicators)	2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Land Use and Planning and Public Health Departments	S1: Issuing of Building and Land Use Permit	SS1: Percentage of application processed	100%	100%	100%	100%
Land Use and Planning Department	S2: Update Cadastre	SS1: Percentage of new properties surveyed	90%	95%	95%	95%
Public Health Department	S1: Ex-post control	SS1: Percentage of new trading activities controlled	100%	100%	100%	100%

## Sound and Healthy Conditions in the Council's Area

Outcome: To ensure that people are satisfied with the quality of service provision committed to by the Council			2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Outcome Indicator: Percentage of achievement			100%	100%	100%	100%
DELIVERY UNITS	OUTPUT S	PERFORMANCE				
	SERVICES TO BE PROVIDED	Service Standards (Indicators)	2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
Public Health Department	S1: Refuse collection service	SS1: Number of times households serviced per week	Once weekly	Once weekly	Once weekly	Once weekly
		SS2: Number of times commercial places serviced per week	Daily  Town Centre  (Twice Daily)	Daily  Town Centre  (Twice Daily)	Daily  Town Centre  (Twice Daily)	Daily  Town Centre  (Twice Daily)
	S2: Cleaning public places (including green space, cemeteries & Traffic Centres)	SS1: Frequency of cleaning operations carried out	Public toilets, Cemeteries and Traffic Centres: daily Green space and others - once weekly	Public toilets, Cemeteries and Traffic Centres: daily Green space and others - once weekly	Public toilets, Cemeteries and Traffic Centres: daily Green space and others - once weekly	Public toilets, Cemeteries and Traffic Centres: daily Green space and others - once weekly
	S3: Rodent and pest control	SS1: Frequency of interventions effected/sites covered	Market / fairs and Traffic Centres,Taxi Satnds, Cemeteries & Janaza Platforms; once weekly, others: once monthly	Market / fairs and Traffic Centres; once weekly, Taxi stands, cemeteries &	Market / fairs and Traffic Centres; once weekly, others: once monthly	Market / fairs and Traffic Centres; once weekly, others: once monthly



				Janaza Platform s: Once fortnightly  others: once monthly		
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## Promotion of Sports, Welfare and Cultural Activities

<b>Outcome:</b> To provide access to socially oriented and recreational activities			2021-2022 Actual	2022-23 Target(s)	2023-24 Target(s)	2024-25 Target(s)
<b>Outcome Indicator:</b> Percentage of achievement			95%	100%	100%	100%
DELIVERY UNITS	OUTPUT S	PERFORMANCE				
	SERVICES TO BE PROVIDED	Service Standards (Indicators)	2021-22 Actual	2022-2023 Target(s)	2023-2024 Target(s)	2024-2025 Target(s)
Welfare Department	S1: National festivities celebrated	SS1: Number of cultural shows organised	2	8	10	14
	S2: Organisation of Sports activities	SS1: Number of sports activities organised	14	25	30	32
		SS2: Number of persons getting access to facilities being provided by the Council	10,000	12,000	14,000	

						15,000
Library and Welfare Departments	S3: Provision of IT, Literary and other facilities	SS1: Number of children attending pre-primary school run by the Council	14 kindergartens - 360 pupils	14 kindergartens - 380 pupils	14 kindergartens - 390 pupils	14 kindergartens - 400 pupils
		SS1: Number of persons getting access to facilities provided by the Council	60,000	60,000	60,000	60,000

## Provision and Maintenance of Community Based Infrastructure and Amenities

<b>Outcome:</b> Access to modern and well maintained infrastructure			<b>2020-2021</b> Actual	<b>2021-22</b> Target(s)	<b>2022-23</b> Target(s)	<b>2023-24</b> Target(s)
<b>Outcome Indicator:</b> Percentage of achievement			85%	85%	85%	85%
DELIVERY UNITS	OUTPUTS	PERFORMANCE				
	SERVICES TO BE PROVIDED	Service Standards (Indicators)	2020-21 Actual	2021-22 Target(s)	2022-23 Target(s)	2023-24 Target(s)
Public Infrastructure Department	S1: Construction and Maintenance of Roads	SS1: Area of roads constructed and maintained	Constructed: 15000Sqmetres Maintained: 25000Sq Metres	Constructed: 15000 Sq metres Maintained: 35000Sq Metres	Constructed: 12000 Sq metres Maintained: 40000Sq Metres	Constructed: 10500 Sq metres Maintained: 45000Sq Metres
	S2: Construction and Maintenance of Drains	SS1: Length of drains constructed and maintained	Constructed: 2000 m Maintained: 3500 m	Constructed: 1500 m Maintained: 3500 m	Constructed: 2000 m Maintained: 4000 m	Constructed: 2000 m Maintained: 5000 m



	<b>S3: Maintenance &amp; Installation of street lighting points</b>	<b>SS1: Number of street lighting points installed and maintained</b>	<b>Installed: 974 Maintained: 5000</b>	<b>Installed: 450 Maintained: 5500</b>	<b>Installed: 475 Maintained: 6000</b>	<b>Installed: 500 Maintained: 6100</b>
	<b>S4: Road marking and traffic signs fixed</b>	<b>SS1: Length of roads marking effected</b>	<b>7000 m</b>	<b>7000 m</b>	<b>7000 m</b>	<b>7000 m</b>
		<b>SS2: Number of traffic signs fixed</b>	<b>25</b>	<b>20</b>	<b>25</b>	<b>25</b>
	<b>S5: Maintenance of Councils Assets eg. Building, Sports infrastructure</b>	<b>SS1: Percentage of maintenance attended to</b>	<b>85%</b>	<b>85%</b>	<b>85%</b>	<b>85%</b>
	<b>S6: Note: Project will be implemented subject to availability of funds and Council's approval</b>	<b>SS1: Number and percentage completion of projects started</b>	<b>27 85%</b>	<b>30 85%</b>	<b>35 87%</b>	<b>40 90%</b>

## Strategic Direction 2021-2024

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- Plan, co-ordinate and organize all activities of the Council for the benefit and welfare of inhabitants of the Town.
- Mobilise resources, financial/non-financial including human resources, towards the provision of services and improving quality of life of residents constantly.
- Make use of cost effective and efficient means towards the achievement of set objectives, financial or otherwise, and prompt collection of Council's dues.



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**REPORT OF THE  
DIRECTOR OF AUDIT**

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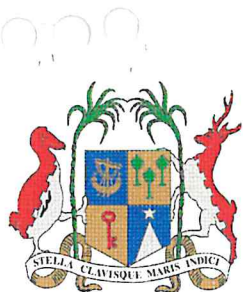
**On the Financial Statements  
of the Municipal Council of Vacoas-Phoenix  
for the year ended 30 June 2022**

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**NATIONAL AUDIT OFFICE**

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# NATIONAL AUDIT OFFICE

## REPORT OF THE DIRECTOR OF AUDIT TO THE MUNICIPAL TOWN COUNCIL OF VACOAS-PHOENIX

### Report on the Audit of the Financial Statements

#### Opinion

I have audited the financial statements of the Municipal Council of Vacoas-Phoenix, which comprise the statement of financial position as at 30 June 2022 and the statement of financial performance, statement of changes in net assets/equity, cash flow statement and statement of comparison of budget estimates and actual amount for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements give a true and fair view of the financial position of the Municipal Council of Vacoas-Phoenix as at 30 June 2022, and of its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSASs).

#### Basis for Opinion

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Municipal Council of Vacoas-Phoenix in accordance with the INTOSAI Code of Ethics together with the ethical requirements that are relevant to my audit of the financial statements in Mauritius, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### Key Audit Matters

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters. I have determined that there are no key audit matters to communicate in my report.

## **Emphasis of Matter**

I draw attention to accumulated deficits in the statement of changes in net assets/equity, which stood at some Rs 401 million as at 30 June 2021 and which increased to some Rs 804 million as at 30 June 2022 mainly due to a deficit of some Rs 175 million for the financial year 2021-22 and a shortfall of Rs 254 million following remeasurement of retirement benefit obligation as at end of that financial year.

My opinion is not modified in respect of this matter.

## **Other Information**

Management is responsible for the other information. The other information comprises the information included in the annual report of the Municipal Council of Vacoas-Phoenix, but does not include the financial statements and my auditor's report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance conclusion thereon.

In connection with my audit of the financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.

## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with IPSASs and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Council's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Council's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



As part of an audit in accordance with ISSAIs, I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Council's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence, obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Council's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Municipal Council of Vacoas-Phoenix to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor's report unless law or regulation precludes public disclosure about the matter or, when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

## **Report on Other Legal and Regulatory Requirements**

### ***Management's Responsibilities for Compliance***

In addition to the responsibility for the preparation and presentation of the financial statements described above, management is also responsible to ensure that the Council's operations are conducted in accordance with the provisions of laws and regulations, including compliance with the provisions of laws and regulations that determine the reported amounts and disclosures in an entity's financial statements.

### ***Auditor's Responsibilities***

In addition to the responsibility to express an opinion on the financial statements described above, my responsibility includes reporting to the Council whether:

- (a) I have obtained all the information and explanations required for the purpose of the audit;
- (b) in my opinion, any loss or deficiency is wholly or partly due to the negligence or misconduct of any person;
- (c) in my opinion, any sum which ought to have been so brought to account but which, due to wilful default or negligence, has not been brought into account;
- (d) there has been any failure to recover any rate, fee or other charge in the manner specified in section 101 of the Local Government Act 2011;
- (e) in my opinion, the local authority has applied its resources and carried out its operations economically, efficiently and effectively;
- (f) the instructions of the Minister, if any, in regard to the financial statements have been complied with; and
- (g) the provisions of Part V of the Public Procurement Act regarding the Bidding Process have been complied with.

I performed procedures, including the assessment of the risks of material non-compliance, to obtain audit evidence to discharge the above responsibilities.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### ***Local Government Act***

I have obtained all information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit.

Based on my examination of the accounts of the Municipal Council of Vacoas-Phoenix, I have determined that there is no matter to report regarding items (b), (c) and (d) under the Auditor's Responsibilities section above.

Based on my examination of the records of the Municipal Council of Vacoas-Phoenix, nothing has come to my attention that causes me to believe that the Council has not applied its resources and carried out its operations economically, efficiently and effectively.

As far as it could be ascertained from my examination of the relevant records, no instruction regarding the financial statements has been given by the responsible Minister to the Municipal Council of Vacoas-Phoenix.

*Submission of Annual Report*

Section 134A of the Local Government Act requires the annual report to be prepared by every local authority to consist of the financial statements in respect of the financial year to which the report relates, a report on its performance in respect of the previous financial year, a corporate governance report in accordance with the National Code of Corporate Governance (Code) and of the strategic direction of the local authority in respect of the next three financial years.

The annual report submitted by the Municipal Council of Vacoas-Phoenix for the financial year 2021-22 did not meet fully the above requirements to the extent that it did not include a report on performance and a proper strategic direction while the corporate governance report was not in accordance with the Code which required a description of the Principles and extent of compliance thereof.

*Public Procurement Act*

In my opinion, the provisions of Part V of the Act have been complied with as far as it could be ascertained from my examination of the relevant records.



**C. ROMOOAH**  
Director of Audit

National Audit Office  
Level 14,  
Air Mauritius Centre  
PORT LOUIS

13 April 2023





# FINANCIAL STATEMENTS 2021- 2022



**MUNICIPAL COUNCIL OF VACOAS PHOENIX**

## **MUNICIPAL COUNCIL OF VACOAS - PHOENIX**

### **FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2022**


<b>CONTENTS</b>	<b>PAGE</b>
<b>Statement of Financial Position</b>	<b>1</b>
<b>Statement of Financial Performance</b>	<b>2</b>
<b>Statement of Changes in Net Assets/Equity</b>	<b>3</b>
<b>Cash Flow Statement</b>	<b>4</b>
<b>Statement of Comparison of Budget vs Actual amount</b>	<b>5</b>
<b>Notes to the Financial Statements</b>	<b>6</b>

**MUNICIPAL COUNCIL OF VACOAS - PHOENIX**

**STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2022**

		<b>2021-22</b>	<b>2020-21</b>
	<b>Notes</b>	<b>MUR</b>	<b>MUR</b>
<b>ASSETS</b>			
Current Assets			
Cash and Cash Equivalents	20	34,770,641	33,980,052
Receivables From Exchange Transactions	21	7,754,987	4,753,786
Receivables From Non-Exchange Transactions	22	10,709,337	11,131,860
Loan and Advances	23	1,212,116	1,584,225
Inventories	25	6,573,214	6,036,824
Investments	26	50,000,000	50,000,000
Total Current Assets		111,020,295	107,486,747
Non - Current Assets			
Loan and Advances	23a	4,857,417	4,857,417
Property, Plant and Equipment	28	2,504,861,841	2,682,056,024
Total Non - Current Assets		2,509,719,258	2,686,913,441
<b>TOTAL ASSETS</b>		<b>2,620,739,553</b>	<b>2,794,400,188</b>
<b>EQUITY AND LIABILITIES</b>			
Current Liabilities			
Trade And Other Payables	29	21,846,064	16,566,861
Refundables Deposits	30	17,680,282	14,839,282
Capital Grants Payables	31	0	35,516,082
Short Term Employee Benefit Obligations	32	14,418,507	11,798,684
Prepayment	33	8,719,267	15,344,866
Total Current Liabilities		62,664,120	94,065,774
Non - Current Liabilities			
Long Term Employee Benefit Obligations	34	198,980,492	188,387,643
Retired Employee Benefits	35	1,183,186,513	933,383,076
Total Non - Current Liabilities		1,382,167,005	1,121,770,719
<b>TOTAL LIABILITIES</b>		<b>1,444,831,125</b>	<b>1,215,836,493</b>
Net Assets/Equity			
Accumulated Surplus/(Deficit)	36	(804,306,853)	(401,651,586)
Revaluation Reserve	37	1,980,215,281	1,980,215,281
Total Net Assets/Equity		1,175,908,428	1,578,563,695
<b>TOTAL NET ASSETS/EQUITY AND LIABILITIES</b>		<b>2,620,739,553</b>	<b>2,794,400,188</b>

*Approved in Council Meeting on 28 September 2022*

  
 .....  
**Praveen Kumar RAMBURN**  
 His Worship THE MAYOR

  
 .....  
**Shyam TEELUCK**  
 Chief Executive

*The Notes 1 to 39 form part of the Financial Statements.*



**MUNICIPAL COUNCIL OF VACOAS -PHOENIX**

**STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2022**  
**(Classification of Expenditure by Nature)**

		<b>2020-22</b>	<b>2020-21</b>
	<i>Notes</i>	<b>MUR</b>	<b>MUR</b>
<b>Revenue From Non-Exchange Transaction</b>			
General Rates	3	41,243,872	42,104,166
Trade Fees, and Advertising and Publicity fees	4	34,970,396	31,031,994
Government Grant	6	402,596,950	337,567,712
Capital Grants Revenue	6.3	83,781,890	99,585,379
Other income	7	1,952,256	2,680,062
<b>Total</b>		<b>564,545,363</b>	<b>512,969,313</b>
<b>Revenue From Exchange Transactions</b>			
Building and Land Use Permit Fees	8	8,986,132	7,110,083
Rental Income	9	20,288,735	16,039,593
Financial Income	10	749,605	589,890
Other Income	11	3,932,152	4,074,073
<b>Total</b>		<b>33,956,624</b>	<b>27,813,639</b>
<b>Total Revenue</b>		<b>598,501,987</b>	<b>540,782,952</b>
<b>Expenditure</b>			
Compensation of Employees	12	361,905,797	341,029,327
Remuneration to Councilors	13	5,709,299	5,476,256
Employer Social Benefits	14	53,876,245	50,905,880
Grants and Subsidies	15	1,211,391	627,146
Supplies and Consumables	16	77,662,283	68,575,744
Finance Costs	17	306,124	251,127
Depreciation and Amortisation	18	266,473,816	260,611,413
Other Expenses	19	5,980,558	4,575,678
Provision for Doubtful Debts	19a	280,058	6,385,145
<b>Total Expenditure</b>		<b>773,405,572</b>	<b>738,437,717</b>
<b>Deficit for the year</b>		<b>(174,903,584)</b>	<b>(197,654,765)</b>

# MUNICIPAL COUNCIL OF VACOAS - PHOENIX

## STATEMENT OF CHANGES IN NET ASSETS/EQUITY FOR THE YEAR ENDED 30 JUNE 2022

	Accumulated Surplus/(Deficit)	Revaluation Reserve	Total
	MUR	MUR	MUR
<b>Balance as at 30 June 2021</b>	(401,651,586)	1,980,215,281	1,578,563,695
Movement in Capital Grant	26,353,168		26,353,168
Prior Year Adjustments	(234,713)	-	(234,713)
Retirement Benefit Obligation	(253,870,138)		(253,870,138)
Deficit for the year	(174,903,584)		(174,903,584)
<b>Balance as at 30 June 2022</b>	<b>(804,306,853)</b>	<b>1,980,215,281</b>	<b>1,175,908,428</b>

**MUNICIPAL COUNCIL OF VACOAS - PHOENIX**  
**CASH FLOW STATEMENT AS AT 30 JUNE 2022**

<b>CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>2021-2022</b>	<b>2020-2021</b>
Receipts	MUR	MUR
General Rates	35,711,250	43,136,252
Trade Fees, Advertising and Publicity Fees	29,722,092	25,146,517
Government Grants in Aid	382,901,808	319,911,600
Government Capital Grants	90,989,625	134,424,344
Building and Land Use Permit	9,080,661	7,106,608
Rental Income	13,061,565	12,749,397
Finance Income	588,615	501,371
Other Revenue	10,133,687	16,298,200
Total	572,189,303	559,274,288
Payments		
Compensation of Employees	338,998,834	316,345,909
Remuneration to Councilors	5,709,299	5,476,256
Employer Social Benefits	53,876,245	50,905,880
Grants and Subsidies	1,211,391	627,146
Supplies and consumables	77,662,283	66,220,815
Other Expenses	5,980,558	4,575,678
Finance Cost	306,124	251,127
Total	483,744,735	444,402,812
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>88,444,568</b>	<b>114,871,477</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Property, Plant and Equipment	(89,279,633)	(109,093,018)
Repayment of Loan	2,346,759	2,572,419
New Loan Granted	(1,974,650)	(1,878,460)
Deposit	1,253,546	137,020
Decrease In Investment	-	20,000,000
Transfer to Consolidated Fund of Government	-	(14,214,169)
<b>TOTAL CASH FLOWS FROM INVESTING ACTIVITIES</b>	<b>(87,653,978)</b>	<b>(102,476,208)</b>
<b>NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>790,589</b>	<b>12,395,269</b>
Net Increase/(Decrease) In Cash and Cash Equivalents	790,589	12,395,269
Cash and Cash Equivalents as at 01 July 2021	33,980,052	21,584,783
<b>Cash and Cash Equivalents as at 30 June 2022</b>	<b>34,770,641</b>	<b>33,980,052</b>
Cash at Bank	34,767,641	33,980,052
Cash in Hand	3,000	-
<b>Cash and Cash Equivalents as at 30 June 2022</b>	<b>34,770,641</b>	<b>33,980,052</b>



**MUNICIPAL COUNCIL OF VACOAS -PHOENIX**

**STATEMENT OF COMPARISON OF BUDGET ESTIMATES AND ACTUAL AMOUNT AS AT 30 JUNE 2022**

		Approved Original Budget 2021-2022	Approved Revised Budget 2021-2022	Actual Amount on Comparable Basis 2021-2022	Performance Difference
	Notes	MUR	MUR	MUR	MUR
<b>Revenue from Non-Exchange Transaction</b>	39				
General Rates	39.1	50,000,000	42,001,862	41,243,872	(757,991)
Trade Fees	39.2	22,000,000	27,303,325	30,766,075	3,462,750
Advertising And Publicity Fees		4,000,000	3,980,545	4,204,321	223,776
Government Grant	39.3	323,000,000	385,806,548	402,596,950	16,790,402
Own Funds		13,686,395	10,378,864	-	(10,378,864)
Other income	39.4	550,000	338,289	1,952,256	1,613,967
<b>Total Revenue from Non-Exchange Transaction</b>		<b>413,236,395</b>	<b>469,809,433</b>	<b>480,763,474</b>	<b>10,954,041</b>
<b>Revenue from Exchange Transaction</b>					
Building and Land Use Permit Fees	39.5	7,500,000	8,529,799	8,986,132	456,333
Bus Toll Fees		1,033,700	1,031,850	1,040,400	8,550
Rental Income	39.6	22,928,951	19,625,670	20,288,735	663,065
Financial Income	39.7	500,000	500,000	749,605	249,605
Burial and Incineration Fees		2,500,000	1,925,800	1,809,650	(116,150)
Other Income		1,505,000	1,063,000	1,082,102	19,101
<b>Total Revenue from Exchange Transaction</b>		<b>35,967,651</b>	<b>32,676,120</b>	<b>33,956,624</b>	<b>1,280,505</b>
<b>Total Revenue</b>		<b>449,204,046</b>	<b>502,485,552</b>	<b>514,720,099</b>	<b>12,234,546</b>
<b>Expenditure</b>					
Compensation of Employees	39.8	308,441,259	355,402,356	361,905,797	(6,503,441)
Remuneration to Councilors		5,581,360	5,709,870	5,709,299	571
Employer Social Benefits	39.9	50,349,427	54,000,000	53,876,245	123,755
Cost of Utilities	39.10	32,116,000	30,752,627	30,214,610	538,017
Fuel and Oil	39.11	6,200,000	6,000,000	5,868,092	131,908
Rent		250,000	280,000	278,720	1,280
Office Equipment and Furniture		810,000	828,810	-	828,810
Office Expenses		1,093,000	1,176,769	1,018,100	158,669
Repairs and Maintenance	39.12	14,325,000	14,897,956	14,783,740	114,216
Publications and Stationery		2,291,000	2,695,697	2,516,839	178,858
Professional and Legal Fees		2,350,000	2,325,000	2,304,701	20,299
Other Goods and Services		23,597,000	26,401,467	26,233,929	167,538
Grants		1,250,000	1,250,000	1,211,391	38,609
Contribution and subscriptions		400,000	455,000	424,111	30,890
Finance Costs		150,000	310,000	306,124	3,876
<b>Total Expenditure</b>		<b>449,204,046</b>	<b>502,485,552</b>	<b>506,651,698</b>	<b>(4,166,146)</b>
<b>Surplus/Deficit before Depreciation</b>		<b>(0)</b>	<b>0</b>	<b>8,068,401</b>	<b>16,400,692</b>

## **1.0 GENERAL INFORMATION**

### **1.1 BASIS OF REPORTING**

#### **(i) Reporting Entity**

The Municipal Council of Vacoas-Phoenix is a corporate body established under the Local Government Act 2011(as amended), Part II Section 3 and 7. The registered address of the Council is at St Paul Road, Vacoas.

The Financial Statements of the Municipal Council of Vacoas-Phoenix have been prepared in compliance with Section 133 of the Local Government Act (LGA) 2011 (as subsequently amended) and in accordance with International Public Sector Accounting Standards (IPSAS).

#### **(ii) Reporting Period**

The reporting period of the Financial Statements is for the year ended 30 June 2022.

#### **(iii) Authorization Date**

The Financial Statements have been approved by the Council on 30 September 2022 and authorised for issue by the **Mayor and the Chief Executive** under the provision of the Local Government Act 2011.

#### **(iv) Activities of the Local Authorities**

The Municipal Council's principal activities are the provision of sound public infrastructure and its maintenance, household waste collection, issuing of development permit and the promotion of sport, leisure and welfare activities as stipulated under *Section 50 of the LGA 2011*.

### **1.2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

#### **(i) Compliance with regulatory framework**

The Financial Statements of the Municipal Council of Vacoas-Phoenix have been prepared in compliance with *Section 133 of the Local Government Act (LGA) 2011 (as subsequently amended)* and in accordance with *International Public Sector Accounting Standards (IPSAS)*

issued by the International Federation of Accountants (IFAC) under the historical cost convention.

**(ii) Functional and Reporting Currency**

The Financial statements are presented in Mauritian Rupees (Rs), which is the functional and reporting currency of the Municipal Council and all values are rounded to nearest rupee.

**(iii) Going Concern**

The Financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period.

**(iv) Significant Accounting Judgements, Estimates and Assumptions**

The preparation of the financial statements in conformity with IPSAS requires the local authorities to make certain accounting estimates and judgements that have an impact on the policies and the financial insights reported in the financial statements. Estimates and judgements are continually evaluated and based on historical experiences and other factors, including expectations of future events that are believed to be reasonable at the time such estimates and judgements are made, although actual experience may vary from these estimates.

The estimates and assumptions that have a significant risk of causing adjustment to carrying amounts of assets and liabilities are discussed below:

**a) Provisions**

Provisions are measured at the management's best estimates of the potential financial obligation based on the information available at the reporting date.

**b) Provision for Bad debts**

Provision is made when there is objective evidence that the Municipal Council will not be able to collect certain debts. This is based on detailed analysis and historical experience.



It is the policy of this Council to recognize as doubtful debts all debts above five years. For debts below or equal to five years, where there is objective evidence that the Municipal Council would not be able to collect same, relevant provision has been made.

**c) Useful Economic Life and Residual Values**

The economic useful life and its residual value is assessed based on the nature of the asset, its susceptibility and adaptability to changes in technology and process; the environment where the asset is deployed; expert advice; financial capacity to replace the asset; and change in the market in relation to the asset.

**d) Fair Value Estimation**

Financial assets and financial liabilities recognized in the Statement of Financial Position are derived from the active market based on the market price. In the absence of an active market, the fair value is determined using valuation techniques such as discounted cash flow model. The inputs to the models are obtained from the market, otherwise judgment is required in establishing fair value. Judgement includes the consideration of inputs like liquidity risk, credit risk, and volatility. Any change in assumptions may affect the fair value of the assets and liabilities.

**e) Factors determining Defined Benefit Obligations**

The present value of the post-employment pension obligations depends on a number of factors that are determined on an actuarial basis using a number of assumptions such as discount rate, expected salary increase and mortality. Any change in these assumptions will impact on the carrying amount of pension obligations.

**f) Change in Accounting Policies**

Any effect of change in accounting policies is applied retrospectively. The effect of changes in accounting policy are applied prospectively if retrospective application is impractical.

**g) Budget Information**

Budget information of local authorities are required to be made readily available for public inspection under *section 85(2)(e) of the Local Government Act 2011*.

The budget estimates are submitted to the Parent Ministry for its approval as per *section 85 of the Local Government Act 2011*. The budget is subsequently approved by the Minister. IPSAS 24 recommends disclosure of changes from the Approved Original Budget and Approved Revised Budget.

***Comparison of Approved Revised Budget with Actual Financial Insights:***

- The approved budgets items and explanation of any material variances;
- The disclosure of any entities where grants are provided;
- Period of approved budget estimates for local authorities should be disclosed.

**h) Cash Flow Statement**

The direct Method has been used as basis in the preparation of Cash Flow Statement.

**1.2.1 Adoption of New and Revised IPSAS**

**a) *Statement of Compliance***

The Financial Statements of the Municipal Council for the Financial Year 2021/22 have been prepared in accordance with the International Public Sector Accounting Standards (IPSASs) issued by the International Public Sector Accounting Board (IPSASB) which is a Board of the International Federation of Accountants Committee (IFAC).

The Municipal Council has adopted International Public Sector Accounting Standards (IPSAS) for the first time as from the financial year 2017/2018 in line with amendments to the Finance and Audit Act, under transitional IPSAS.

Where an IPSAS does not address a particular issue, the appropriate International Financial Reporting Standards (IFRSs) and International Accounting Standards (IASs) of the International Accounting Standards Board (IASB) are applied.

**b) *Changes in Accounting Policies and Disclosures***

The adoption of IPSASs has required changes to some accounting policies which have had an effect on the financial statements of the Municipal Council and required various disclosures.

There have been no significant changes to be made to the accounting policies previously followed by the Municipal Council except the following -

- (i) **Presentation of Items in the Statement of Financial Performance and Statement of Financial Position (IPSAS 1 - Presentation of Financial Statements).**

IPSAS 1 - Presentation of Financial Statements - Effective for annual periods beginning on or after January 1, 2018.

This standard set out the manner in which general-purpose financial statements shall be prepared under the accrual basis of accounting, including guidance for their structure and the minimum requirements for content.

The main provisions of the standard are as follows:

- Fundamental principles underlying the preparation of financial statements, including going-concern assumption, consistency of presentation and classification, accrual basis of accounting, and aggregation and materiality.
- A complete set of financial statements comprises:
  - ✓ Statement of Financial Position;
  - ✓ Statement of Financial Performance;
  - ✓ Statement of Changes in Net Assets/Equity;
  - ✓ Cash Flow Statement;
  - ✓ When the entity makes its approved budget publicly available, a comparison of budget and accrual amounts;
  - ✓ Notes, comprising a summary of significant accounting policies and other explanatory notes.

IPSAS 1 specifies minimum line items to be presented on the face of the statement of financial position, statement of financial performance, and statement of changes in net assets/equity, and includes guidance for identifying additional line items, headings, and subtotals.

Analysis of expenses in the statement of financial performance may be given by nature or by function. If presented by function, classification of expenses by nature shall be provided additionally.



**(ii) Classification of Revenue under IPSAS 23 Revenue for Non-Exchange Transactions and IPSAS 9 Revenue for Exchange Transaction.**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Municipal Council and the revenue can be reliably measured, regardless of when the payment is received.

**Exchange and Non-Exchange Components of a Transaction**

Where an asset is acquired by means of a transaction that has an exchange component and a non-exchange component, the entity recognizes the exchange component according to the principles and requirements of other IPSASs. The non-exchange component is recognized according to the principles and requirements of this Standard. In determining whether a transaction has identifiable exchange and non-exchange components, professional judgment is exercised. Where it is not possible to distinguish separate exchange and non-exchange components, the transaction is treated as a non-exchange transaction.

The Revenue recognitions are based in terms of exchange and non-exchange transaction which is in line with IPSAS 9 and IPSAS 23 respectively.

Further to IPSAS 23, the Municipal Council is required to change its accounting policy in respect to the deferment of Capital Grant. The Capital Grant Revenue is recognised in the Statement of Financial Performance.

**(iii) The amounts of Retirement Benefit Obligations (IPSAS 39 – Employee Benefits)**

The Municipal Council has adopted IPSAS 39 in disclosing Retirement Benefit Obligations.

**(iv) Net Book Value of Property, Plant and Equipment (IPSAS 17 Property, Plant and Equipment) and Depreciation**

The Transitional provisions

- (i) require the entity to recognize the effects of the initial recognition of property, plant and Equipment as an adjustment to the opening balance of Accumulated surplus or deficit in which the property, plant and equipment is initially recognized in accordance with IPSAS 17.
- (ii) Clarify that an entity shall retrospectively apply accounting policies in accordance with IPSAS 3 when it initially adopts IPSAS 17.

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

All Property, Plant and Equipment acquired was recorded on historical cost and no depreciation was charged in prior financial years 2017-18.

The Municipal Council had revalued its Roads, Drains and Bridges in the Financial Statements 2017-18. A revaluation of Land and Buildings had been carried out in 2019/2020. A survey was carried out by internal valuers to identify all the assets and had valued them using management judgement and based on fair value.

Depreciation was applied to assets eligible for depreciation charge in 2021/2022.

The rates of depreciation have been agreed by all local Authorities and Ministry of Local Government and Disaster Risk Management for all assets.

The Municipal Council ratifies the following Notes to Account in the Financial Year 2021-2022:-

- 1) Depreciation is charged in the year of acquisition and revaluation, and not charged for in the year of disposal of assets.
- 2) For fully depreciated assets, the nominal value is expected to be Re 1.

The amount has an effect on the Net Book value of assets and equity.

**Status and level of IPSAS application**

The following status and Level of IPSAS application are disclosed.

IPSAS		Pronouncement	Based on	Compliant
IPSAS	1	Presentation of Financial Statements	IAS 1	Yes
IPSAS	2	Cash Flow Statements	IAS 7	Yes
IPSAS	3	Accounting Policies, Changes in Accounting Estimates and Errors	IAS 8	Yes
IPSAS	4	The Effects of Changes in Foreign Exchange Rates	IAS 21	N/A
IPSAS	5	Borrowing Costs	IAS 23	Yes
IPSAS	6	Consolidated and Separate Financial Statements – superseded by IPSAS 34	IAS 27	N/A
IPSAS	7	Investments in Associates – superseded by IPSAS 36	IAS 28	N/A
IPSAS	8	Interests in Joint-Ventures	IAS 31	N/A
IPSAS	9	Revenue from Exchange Transactions	IAS 18	Yes

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

IPSAS		Pronouncement	Based on	Compliant
IPSAS	10	Financial Reporting in Hyperinflationary Economies	IAS 29	N/A
IPSAS	11	Construction Contracts	IAS 11	N/A
IPSAS	12	Inventories	IAS 2	Yes
IPSAS	13	Leases – superseded by IPSAS 43	IAS 17	Yes
IPSAS	14	Events After the Reporting Date	IAS 10	Yes
IPSAS	15	Financial Instruments: Disclosure and Presentation — superseded by IPSAS 28, IPSAS 29 and IPSAS 30		Yes
IPSAS	16	Investment Property	IAS 40	N/A
IPSAS	17	Property, Plant and Equipment	IAS 16	Yes
IPSAS	18	Segment Reporting	IAS 14	N/A
IPSAS	19	Provisions, Contingent Liabilities and Contingent Assets	IAS 37	Yes
IPSAS	20	Related Party Disclosures	IAS 24	Yes
IPSAS	21	Impairment of Non-Cash-Generating Assets	IAS 36	N/A
IPSAS	22	Disclosure of Financial Information About the General Authorities Sector	N/A	N/A
IPSAS	23	Revenue from Non-Exchange Transactions (Taxes and Transfers)	N/A	Yes
IPSAS	24	Presentation of Budget Information in Financial Statements	N/A	Yes
IPSAS	25	Employee Benefits — superseded by IPSAS 39		No
IPSAS	26	Impairment of Cash-Generating Assets	IAS 36	N/A
IPSAS	27	Agriculture	IAS 41	N/A
IPSAS	28	Financial Instruments: Presentation	IAS 32	Yes
IPSAS	29	Financial Instruments: Recognition and Measurement	IAS 39	Yes
IPSAS	30	Financial Instruments: Disclosures	IFRS 7	Yes
IPSAS	31	Intangible Assets	IAS 38	Yes
IPSAS	32	Service Concession Arrangements: Grantor	IFRIC 12	N/A
IPSAS	33	First-time Adoption of Accrual Basis IPSASs	N/A	Yes
IPSAS	34	Separate Financial Statements	IAS 27	N/A
IPSAS	35	Consolidated Financial Statements	IFRS 10	N/A
IPSAS	36	Investments in Associates and Joint Ventures	IAS 28	N/A



**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

<b>IPSAS</b>		<b>Pronouncement</b>	<b>Based on</b>	<b>Compliant</b>
IPSAS	37	Joint Arrangements	IFRS 11	N/A
IPSAS	38	Disclosure of Interests in Other Entities	IFRS 12	N/A
IPSAS	39	Employee Benefits	IAS 19	Yes
IPSAS	40	Public Sector Combinations	IFRS 3	N/A
IPSAS	41	Financial Instruments	IAS 39(IPSAS 29)	Yes
IPSAS	42	Social Benefits	IAS 37	N/A
IPSAS	43	Leases	IAS 17	Yes

**1.2.2 The status and level of IPSAS as shown above are described below as to the impact on the Financial Statements**

All of the amendments and improvements resulting from IPSASs issued up to 30 June 2022 have been adopted by Municipal Council, where applicable.

The amendments and improvements had a significant impact on the Financial Statements of the Municipal Council. Wherever they did, in some cases, they resulted in some changes in presentation and disclosures.

The Municipal Council has early adopted IPSAS 39-Employee Benefits which is effective as from 01 January 2018.

**1.3 SIGNIFICANT ACCOUNTING POLICIES**

The following accounting policies that materially affect the measurement of financial performance and the financial position are applied: -

**1.3.1 REVENUE RECOGNITION**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Municipal Council and the revenue can be reliably measured, regardless of when the payment is received or not.

The Municipal Council has recognized its revenue in terms of Exchange and Non- Exchange Transaction which is in line with IPSAS 9 and IPSAS 23 respectively.

**1.3.1.1      Revenue from Exchange Transactions**

Exchange transactions are transactions in which one entity receives assets or services and directly gives approximately equal value to another entity in exchange.

Revenue is measured at fair value of the consideration received or receivable as follows:

**(i)      *Rent & Royalties***

Rental income arising from operating leases on investment properties is accounted for on a straight-line basis on an accrual basis over the lease terms and is included in revenue in the statement of financial performance due to its operating nature. It includes Collection from Fairs, Rental of Market Stalls, Rental of Reception Hall and Social Hall and Rental of Commercial Unit in vicinity of Vacoas.

**(ii)      *Building and Land Use Permit Fee (BLUP)***

Building and land use permit fee is recognized on an accrual basis, that is the amount actually receivable and/or collectible when the development permit is actually issued.

**(iii)      *Financial Income***

Interest income is accrued using a time proportion basis based in accordance of the relevant agreement and prevailing rate of interest. It comprises Interest received on Fixed Deposit in the Financial institutions, Treasury Certificates held with the Bank of Mauritius and Interest on Loan Advance to eligible employees.

**(iv)      *Other Income***

✓ ***Bus Toll Fee***

Bus toll fee is payable by every bus owner using the traffic centres facilities and the fee is accounted for as income on an accrual basis. It is payable to Municipal Council one month in advance.

✓ ***Burial and Incineration Fees***

Burial and incinerator fees are recognized on the accrual basis that is the amount actually receivable after service actually provided.

✓ All other income derived from other sources are treated under accrual basis.

**1.3.1.2      Revenue from Non-Exchange Transactions**

Non-Exchange transactions are transactions that are not exchange transactions. In a non-exchange transaction, an entity either receives value from another entity without directly giving approximately equal value in exchange.

**(i)      *Tax (General Rate)***

Every Town Council and the City Council levy a rate on the owner of any immovable property included in the valuation list on an accrual basis. It is based on the net annual value on their valuation list determined as per the regulation. This property tax is governed by the provision of the Local Government Act 2011 commonly known as General Rate.

**(ii)      *Trade Fees, Advertising and Publicity fees***

**a) *Trade Fees***

Trade fee is payable whenever an economic operator or any person carries out a classified trade as stipulated under *Section 122 of the Local Government Act 2011, Twelve Schedule*.

**b) *Advertising and Publicity fees***

Advertising and Publicity fees received or receivable are accounted as income on an accrual basis unless collectability is in doubt and cannot be recognized when it is uncertain that future economic benefits will flow to the Municipal Council.

**(iii)      *Government Grants***

Grant in aid (GIA) are received from the Central Government as compensation to meet the expenses or losses met by Local Authorities in performance of their statutory duties under the Local Government Act 2011. They are recognized in the Statement of Financial Performance in the period in which they become receivable.

**(iv)      *Capital Grants Revenue***

Capital grant is recognized in the statement of performance at the time the Council receives the grant.



**(v) Other Income**

Other Income under Non-Exchange transactions comprises of Fines, Surcharge, Interest, Liquidated damages and Stale Cheques.

A surcharge of 50% on Trade fees and General Rate shall be levied on any amount not paid within the period specified in *Section 122 (4)* and Interest is applied on General Rate for amount due to the Municipal Council.

Liquidated Damages of 0.1 % per day or to a maximum of 10% of the Contract is applied when the project exceeds the completion date as stipulated in the Contract.

Stale Cheques are treated as Revenue when a cheque has not been encashed after a period of more than one year and the Payee has not claimed the amount due to him.

**1.3.2 INVESTMENT PROPERTY**

Investment property is land or buildings held to earn rentals rather than use in the production of services or for administrative purpose. Investment property is measured initially at its fair value at the date of acquisition or cost including transaction cost (excluding borrowing cost). It is recognized as an asset when it is likely that future economic benefits or service potential that are associated with the investment will flow to the Municipal Council and the cost or fair value of the investment property can be measured reliably. As at date of preparation of the Financial Statements, the Municipal Council did not have Investment Property.

**1.3.3 PROPERTY, PLANT AND EQUIPMENT**

***(a) Measurement on Initial Recognition***

Property, plant and equipment are recognized as an asset at cost (irrespective of their value) if it is probable that future economic benefits or service potentials associated with the item will flow to the Municipal Council and the cost or fair value of the item can be measured reliably.

After recognition as an asset, an item of property, plant and equipment is carried out at cost/fair value less any accumulated depreciation and any accumulated impairment losses.

Each item of property, plant and equipment is depreciated separately and the depreciable amount is allocated using the straight-line method over its useful life. A full year's depreciation is charged in the year of acquisition and no charge in the year of disposal.

No impairment of assets was carried at end of the reporting period.

State Lands are recognized at a value estimated by the Valuation Department and /or any substantial acceptable basis of valuation which is justified in financial terms.

Where the cost of the building is not readily available, the initial measurement will be at a value estimated by the Valuation Department and/or any substantial acceptable basis of valuation which is justified in financial terms.

**1.3.3.1 Class of assets**

**a) Buildings**

Buildings held for use in the supply of services and for administrative purposes are stated in the financial statements at cost or transfer value, being the fair value at the date of transfer of ownership less any subsequent accumulated depreciation and/or accumulated impairment losses.

A survey has been carried out to identify all buildings that has been acquired/constructed by the Municipal Council and vested to the Municipal Council. A revaluation exercise had also been made in the Financial Year 2019-20. The Municipal Council has stated its buildings at the revalued costs and depreciation has been applied on the revalued amount as from the year 2019/2020.

**b) Land (freehold and/or leasehold)**

Land is maintained at cost and is not depreciated. Land acquired by the Municipal Council is valued at cost of acquisition (including any related cost to maintain it at its actual status) and it is not depreciated.

Land transferred by land and real estate promoters to the Municipal Council are in principle transferred to the Municipal Council at the token amount of MUR 1 per plot and the deed of sale clearly stipulates the condition that the land shall be used only for the purpose for which it has been vested to the Municipal Council under the Morcellement Act. Land transferred is capitalized as fixed asset at the date the transfer took place and it is valued at fair value.

A survey in respect of land was carried out during 2019/2020 and the revaluation of land has been carried out based on the fair value provided by the Ministry of Housing and Lands through the Council's Parent Ministry.

**c) Vested Land**

Land are vested to the Municipal Council by the Ministry of Housing and Lands for its management and administration. These lands are for community use and Municipal council has no right to dispose it or use for any other purpose. These lands are transferred with conditions and upon the instruction of the Ministry of Local Government and Disaster Risk Management, all vested land has been derecognised in the Financial Statements 2019/2020.

**d) Public Infrastructure**

Construction of drains, absorption pit, new roads, sport facilities, children playground and other community infrastructures are recognized under public infrastructure and are depreciated during their economic useful life. Extension of street lighting network and resurfacing of existing roads are also recognized as fixed assets and thereof depreciated.

Cost of patching of roads, fixing of traffic signs and names plates are charged to the statement of Financial Performance as expenses in the year they are incurred. However, overhauling of road are capitalized.

Roads, Drains and Bridges had been revalued in the Financial Year 2017-18 based on Fair Value. Depreciation has been applied accordingly.

**e) Others**

IT appliances & Computer, Plant and Equipment, Furniture, Fixtures, Fittings and Motor vehicles, are stated at cost less accumulated depreciation and accumulated impairment losses, and is stated at its carrying value.

**f) Heritage Asset**

The Local authorities do not recognize heritage assets.

**g) Depreciation Rates**

The annual rates are used in the calculation of depreciation and is inclusive of the residual value convergence with Authorities Accounts.



**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

Description	Depreciation Rate
Freehold Land	0
Leasehold Land	0
Building	2%
Machinery and Equipment	5% to 25%
Vehicles	4% to 12.5 %
Computer and IT Equipment (< 5 yrs)	25%
Infrastructure (Roads, Bridges, Drains, Street Lighting and Other Infrastructures)	2% to 10%
Leased Asset	5% to 25%
Furniture, Fittings & Fixtures	10%
Intangible Asset	<u>Disclosed below</u>

However, immovable property without any structure or building are not depreciated (freehold and leasehold land).

***h) Borrowing Costs***

Borrowing costs are treated as a revenue expenditure as and when the cost is incurred.

***i) Assets under Construction***

Assets in the course of construction are carried out at cost, less any recognized impairment loss. Cost includes professional fees and any related cost, excluding borrowing costs.

Depreciation of these assets commences when the assets are ready for their intended use and is on the same basis as other property assets. No depreciation is charged when the assets are under construction.

***j) Impairment of Asset***

When the carrying amount of an asset is greater than its estimated recoverable service amount or recoverable amount, it is written down to its recoverable service amount or recoverable amount and an impairment loss is recognized as surplus or deficit.

**k) Derecognition**

Property, plant and equipment and/or any significant part of an asset are derecognized upon disposal or when no future economic benefits or service potential is expected from its continuing use. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in the surplus or deficit when the asset is derecognized.

**1.3.4 LEASES**

Lease is classified as finance lease when all the risks and benefits incidental to ownership of an asset is transferred to the lessee.

In an operating lease all risks and rewards incidental to ownership of the asset are not substantially transferred to the Municipal Council.

The Municipal Council did not have any leases at the end of the reporting period.

**1.3.5 INTANGIBLE ASSETS**

Intangible assets are recognized if it is probable that future benefits or services potential that are attributable to the asset will flow to the Municipal Council, and the cost or fair value of the asset can be measured reliably.

Application software is classified as an intangible asset while operating software is recognized as property, plant and equipment as it cannot be separated from the latter. The cost of intangible asset is amortized over its useful economic life. Impairment test is carried out whenever there is indication that the asset may be impaired.

Application software (Ebiz System)	8 years
Operating Software (Office) and software licenses	8 years

**1.3.6 FINANCIAL INSTRUMENTS**

**(a) Financial Assets**

Financial assets are classified as financial assets at fair value through surplus/deficit, loans and receivables, held to maturity investments and/or available-for-sale financial assets. Municipal Council determines the classification of its financial assets at initial recognition.

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

Subsequent to initial recognition financial assets are measured based on their respective classification. They are classified into four categories namely: financial assets measured at fair value through surplus or deficit, held-to-maturity investments, loans and receivables, and available-for-sale financial assets.

**(b) Financial Liabilities**

Financial liabilities are classified at fair value through surplus or deficit or loans and borrowings at its initial recognition. However, loans and borrowings are recognized at fair value plus any direct attributable costs. The Municipal Council's financial liabilities include trade and other payables.

**1.3.6.1 Disposal of Financial Assets**

On disposal of a financial asset, the difference between the carrying amount and the sum of the consideration received and any cumulative gain or loss that had previously been directly recognized in net assets/equity is recognized in surplus or deficit.

**1.3.6.2 Investment in Fixed Deposit**

The following should be disclosed:

- Carrying amount of each categories of financial assets/liabilities should be disclosed in the notes to the Statement of Financial Position as per IPSAS 30.11.
- Type of investment.
- For each class of financial instrument, the method used, and when a valuation technique is used, the assumptions applied in determining fair value of each class of financial assets or financial liabilities.

**1.3.7 TRADE AND OTHER PAYABLES**

Trade and other payables are stated at their nominal value. All known trade payables are recognized at cost. They are classified as current liabilities if payment is due within one year. Otherwise, they are presented as non-current liabilities.

Short term payables and deposits are initially recognized at their carrying amount, except in cases where the impact of discount is material (as they are a reasonable approximation of fair value).



Long term payables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method.

### **1.3.8 PREPAYMENTS**

Prepayments are recognized as financial liabilities when payment for goods or services has been made in advance by clients or suppliers of obtaining a right to access those goods or services.

The Local authority recognizes prepayments in relation to the following: rent, goods, services, deposit by clients namely for Morcellement Deposit. These deposits are released after the clients terminate the contract or undertakings within the term of the agreement.

### **1.3.9 TAXES**

#### **(i) Tax Deduction at Source**

Professional and service providers undertake contractual services for local authorities under an exchange transaction. Therefore, under the prevailing income Tax Act the Local authorities should retain a percentage of tax levied on the service cost (depending upon the service provision like consultancy, rental service, etc.) and remit same to Mauritius Revenue Authority (MRA) on behalf of the service provider.

This retention during the cut off period should be treated as financial liability.

#### **(ii) Value Added Tax**

Local authorities are not entities which manage and maintain a value added tax dealing with input and output tax. Therefore, all its services provided to the general public, whether exchange and non-exchange do not attract output tax, but Local authorities pay VAT to suppliers in exchange of services received in financial assets or non-financial assets so the VAT is considered as the invoice value.

### **1.3.10 INVENTORIES**

Inventories are measured at cost upon initial recognition. Inventory received free or at nominal cost in a non-exchange transaction is recognized at fair value at the date of acquisition.

- Raw materials are accounted for at purchase cost and issues are accounted on a First In First Out Basis.
- The valuation of inventories is currently on a weighted average.
- Work-in-progress are accounted at cost of direct materials plus labour cost and a proportion of overheads based on the normal operating capacity, but excludes borrowing cost. (This type of work in progress refer to inventories for re-sale and therefore not applicable to the Municipal Council).

#### **1.3.10.1      Initial Recognition**

After initial recognition, inventory is measured at the lower of cost and net realisable value (Net Replacement Cost). However, to the extent that a class of inventory is distributed or deployed at no charge or for nominal charge, that class of inventory is measured at the lower of cost and current replacement cost. Net realizable value is the estimated selling price or the market price less the estimated costs of completion of the sale, exchange or distribution.

Inventories are currently measured at weighted average value but should always follow the FIFO basis for issuing purposes. Value for the item of stock is the cost charged by supplier plus any direct related cost. **The Municipal Council practices the first in first out basis (FIFO) for the issue of stock items.** Inventories are recognized as an expense when issued for utilization and consumption in the provision of services and administration of the Municipal Council.

Inventories written off is recognized as an expense and is reported in general expenses and amount of inventory recognised as expense during the period has to be disclosed (IPSAS 12.47(d)).

#### **1.3.11 CASH AND CASH EQUIVALENTS**

Cash and cash equivalents comprise of cash at bank net of overdraft, cash in hand, short term deposits with financial institutions and highly liquid investment with a maturity period not exceeding three months which is readily convertible into cash and is not subject to significant risk of change in value. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of change in value.

#### **1.3.12 PROVISIONS**

Provisions are recognized when the Municipal Council has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefit or service potential will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the balance sheet date, taking-into-account the risks and uncertainties required to settle the present obligation. When the economic benefits required to settle a provision are expected to be recovered from a third party, the receivable is recognized as an asset if it is virtually certain that reimbursement will be received and the amount of the receivable can be measured reliably.

The expense relating to any provision is presented in the statement of financial performance net of any reimbursement, for example under an insurance contract.

#### **1.3.13 CONTINGENT LIABILITIES**

Currently the Municipal Council does not recognize a contingent liability, but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources is remote.

The legal advisors, on instruction, shall assess the probability of the outcome of any litigation in term of financial resources. If there is a high probability that there will be a liability, then the full amount is included as contingency.

The legal adviser has informed the Council that he knows of no litigation, claim, significant judgement or settlement, transaction or changes in the Council's business activities and policies which have had or might have significant effect on the Council's financial position or results or operations for the year ended 30 June 2022.

#### **1.3.14 CONTINGENT ASSETS**

The Municipal Council does not recognize a contingent asset, but discloses details of any possible asset whose existence is contingent on the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of Municipal Council in the notes to the financial statements.



### **1.3.15 EMPLOYEE BENEFITS**

#### **1.3.15.1 Retirement Benefit Costs**

##### ***(i) State Plan***

The Municipal Council contributes 6% of the gross emoluments for part-time employees and employees who are not on a permanent and pensionable establishment to the National Pension Fund. The Municipal Council also contributes 2.5% of the gross emoluments of all employees to the National Savings Fund. The above contributions are charged to statement of financial performance in the year they are due.

##### ***(i) Defined Contribution Plan***

Defined contribution plans are post-employment benefit plans under which the Municipal Council pays fixed contributions (12% of gross emoluments) into another entity, the State Insurance Company of Mauritius Limited ("SICOM Ltd") for new full-time employees who joined the Local Authorities from 1 January 2013 onwards. The Municipal Council has no further payment obligations once the contributions have been paid. These contributions are charged to statement of financial performance in the year they are due.

##### ***(ii) Retirement Pension to Retirees Before 1 July 2008***

The Municipal Council pays retirement pension to those employees who retired before 1 July 2008. However, the total pension liabilities should be recognized in the statement of Financial Position even for those before June 2008, where there was no contribution by employees and employers to meet the foreseeable liabilities of the employees.

The obligation has been calculated by independent actuaries from SICOM Ltd and the accounting policy is as per the defined benefit plan.

##### ***(iii) Compassionate Allowance***

In accordance with the Local Authority Employees (Allowance) Regulations 1964 (GN 159 of 1964) the Municipal Council also pays Compassionate Allowance to part time employees who have been in service for more than 5 years on their retirement. This has been computed based on the number of year of services up to the year end, average annual wage for the last 5 years.

***(iv) Defined Benefit Plan***

The Municipal Council operates a defined benefit plan, administered by and invested with SICOM Ltd. The pension plan is funded by payment of contribution to the fund (Municipal Council: 12% of gross emoluments and employee: 6% of gross emoluments) taking account of the recommendations of the Pay Research Bureau (PRB) report.

Defined benefit plans are post-employment benefit pension plans other than defined contribution plans. Defined benefit plans typically define the amount of benefit that an employee will receive on or after retirement, dependent on factors such as years of service and compensation.

The liability recognized in the balance sheet in respect of a defined benefit pension plan is the present value of the defined benefit obligation at the reporting date less the fair value of plan assets, together with adjustments for unrecognized past-service costs. The defined benefit obligation has been calculated by independent actuaries from SICOM Ltd using the projected unit credit method. The present value of the defined benefit obligation is determined by discounting the estimated future cash outflows using market yields on bonds.

Actuarial gains and losses arising from changes in actuarial assumptions are charged or credited to equity in other comprehensive income in the period when they arise. Past service costs are recognized immediately in the Statement of Financial Performance.

***(v) Bank of Sick Leave***

Employee entitlements to bank of sick leave as defined in the PRB report are recognized as and when they accrue to employees. An accrual is made for the estimated liability for bank of sick leave.

***(vi) Unutilized Vacation Leave***

Employee entitlements to vacation leave as defined in the PRB report are recognized as and when they accrue to employees. An accrual is made for the estimated liability for unutilized vacation leave.

**(vii) Termination Benefits**

Termination benefits result from either the Authorities' decision to terminate the employment or an employee's decision to accept an entity's offer of benefits in exchange for termination of employment.

The difference between the benefit provided for termination of employment at the request of the employee and a higher benefit provided at the request of the entity is a termination benefit.

A liability in relation to termination benefits are recognized at the earlier of:

- When the entity can no longer withdraw the offer of those benefits and
- When the entity recognizes costs for a restructuring that is within the scope of IPSAS 19 and involves the payment of termination benefits.

Termination benefits are measured on initial recognition and subsequent changes are recognized in accordance with the nature of employee benefit, provided that, in cases where the termination benefits are an enhancement to post-employee benefits, the requirements for post-employment benefits are applied.

Termination benefits settled within 12 months are reported at the amount expected to be paid, otherwise they are reported as the present value of the estimated future cash outflows.

**1.3.16 NATURE AND PURPOSE OF RESERVES**

The Municipal Council creates maintains reserves in terms of specific requirements.

**1.3.16.1 General Fund**

There shall be, in respect of every local authority, a General Fund –

- (a) into which shall be paid –
  - (i) all revenue; and
  - (ii) such amount of grants in respect of all expenditure, both recurrent and capital, as may be appropriated by the National Assembly; and
- (b) out of which all liabilities shall be paid.

**1.3.16.2 Pension Fund**

The Pension Fund is managed by the State Insurance Company Ltd and therefore it is not included in the Statement of Changes in Net Assets/Equity.



**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

**1.3.16.3 Passage Fund**

Enacted under *Section 81 of the Local Government Act 2011*, a passage fund has been created by the Municipal Council to finance the payment of passage benefit to officers in the Municipal Council.

Income derived from investment of the unutilized passage benefit payable to employees of the Municipal Council is paid into the Passage Fund.

The financial liabilities should be recognized under both current and non-current assets and any funds invested for passage obligation payments are considered as investments.

**1.3.17 EVENT AFTER THE REPORTING DATE**

The Municipal Council should adjust its financial statements for events after the reporting date (30 June) up to the authorized date for issue under the provision of the LGA 2011.

The Municipal Council should disclose:

- adjusting events and
- Non-adjusting events.

Adjusting events that provide evidence of conditions that existed at the balance date namely trade debtors, trade creditors, other receivable and payables, deposit refunded etc. The Financial statements should be adjusted to reflect those events.

Non-adjusting events are indicative of conditions that arose after the reporting date. Therefore, the Financial Statements are not adjusted, but however should be disclosed as notes to account (the changes in fair value of the assets and the condition did not exist at the reporting date).

The following disclosure is needed subject to its materiality

- Nature of the event
- Estimates of the financial impact or a statement that such an estimate cannot be made

**1.3.18 RELATED PARTIES**

Related parties are entities that control or have significant influence over the reporting entity. However, key management personal, Councilors, Mayors are considered as related parties as a result of their significant influence on the reporting entity. Key Management Personnel includes the following:

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

- Chief Executive
- Deputy Chief Executive
- Financial Controller
- Head of Public Infrastructure Department
- Head of Land Use and Planning Department
- Chief Health Inspector
- Chief Welfare Officer

The Remuneration of the Mayor and Councillors are determined by the Parent Ministry and by the Pay Research Bureau. The remuneration of key management is determined by the Pay Research Bureau.

The remuneration of Mayor, Councillors and Key Management during the year are as follows:-

***Compensation by Key Management Personnel***

Key Management Personnel	2021/2022	2020/2021
	MUR	MUR
Mayor and Councillors	5,573,744	5,179,119
Management Personnel Compensation	7,117,493	6,150,657
<b>TOTAL</b>	<b>12,691,237</b>	<b>11,329,776</b>

- There were no significant transactions during the year involving the Municipal Council and the Staff at Key management level or their related parties outside the ordinary course of business. However, the post of Head of Public Infrastructure Department was vacant during the Financial Year 2021/2022.

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

**Loan to Related Parties**

**Car Loan**

<b>Key Management Personnel</b>	<b>2021/2022</b>	<b>2020/2021</b>
	<b>MUR</b>	<b>MUR</b>
Opening Balance	945,000	-
Advances/Loan during the Year	-	945,000
Refund/Repayment made during the Year	173,250	-
<b>Closing Balance</b>	<b>771,750</b>	<b>945,000</b>

<b>Human Resources</b>	<b>2021/2022</b>	<b>2020/2021</b>
Permanent and Pensionable Employees	778	815
Part Time Employees	6	6
	<b>784</b>	<b>821</b>
Female Employees	130	128
Male Employees	654	693
	<b>784</b>	<b>821</b>

**Benefit in Kind – IPSAS 20.28**

The Mayor is provided with Office and secretarial support at the cost of the Council. The Mayor makes use of the Council's owned car for official duties.



**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**Notes to Financial Statements 30 June 2022**

**Government**

GOVERNMENT GRANT	2021/2022 MUR	2020/2021 MUR
Government Grant in Aid	385,806,548	320,200,000
Project Related Grant	83,781,890	99,585,379
Other Grant	16,790,402	17,367,712
	<b>486,378,840</b>	<b>437,153,091</b>

**1.3.19 FINANCIAL RISK MANAGEMENT**

The Municipal Council is exposed to interest rate, credit and liquidity risks. Management of the Municipal Council should be focused on the mitigation of financial, liquidity and credit risks resulting in minimizing potential adverse effects on the financial performance and service delivery of the Municipal Council.

**1.3.19.1 Credit Risk**

Credit risk arises from credit exposures to customers. The Municipal Council assesses its credit risks and same is disclosed in the Financial Statements.

**1.3.19.2 Liquidity Risk**

Prudent liquidity risk management implies maintaining sufficient cash, the availability of funding through an adequate amount of credit facilities. The Municipal Council has appropriate management policy in place to ensure that there is sufficient cash to meet its financial obligations. The Financial Management Manual (FMM) as a tool also recommend a proper, adequate and sound liquidity management.

**1.3.19.3 Interest rate risk**

Interest rate risk is associated with the fair value of the future cash flow of a financial instrument and will fluctuate as a result of volatile financial market influencing the interest rate.

The local authorities have minimal impact of fluctuation in interest rate on the financial market due to loan taken or given are not linked with the market interest rate. The interest rates are pre-determined when the contractual agreement is engaged. Neither the interest is determined upon an event or condition.

## **2.0 RE-CLASSIFICATIONS**

Certain reclassifications have been made to the Financial Statements for the financial year ended 30 June 2022 to conform to the current period presentation. The Classifications had no effect on reported deficit.

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>General Rates</b>	<b>3</b>		
General Rates		41,243,872	42,104,166
		<b>41,243,872</b>	<b>42,104,166</b>
<b>Trade Fees, Advertising and Publicity Fees</b>	<b>4</b>		
Trade Fees	<b>4.1</b>	30,766,075	27,267,275
Advertising And Publicity Fees	<b>4.2</b>	4,204,321	3,764,719
		<b>34,970,396</b>	<b>31,031,994</b>
<b>Trade Fees</b>	<b>4.1</b>		
Trade Fees		30,732,625	27,180,375
Occasional Fees		33,450	86,900
		<b>30,766,075</b>	<b>27,267,275</b>
<b>Advertising And Publicity Fees</b>	<b>4.2</b>		
Advertising And Publicity Fees		4,204,321	3,764,719
		<b>4,204,321</b>	<b>3,764,719</b>
<b>Government Grant</b>	<b>6</b>		
Government Grant in Aid		385,806,548	320,200,000
Other Government Grant		16,790,402	17,367,712
		<b>402,596,950</b>	<b>337,567,712</b>
<b>Government Grant in Aid</b>	<b>6.1</b>		
Government Grant in Aid		385,806,548	320,200,000
		<b>385,806,548</b>	<b>320,200,000</b>
<b>Other Government Grant</b>	<b>6.2</b>		
Divali Celebration Grant		-	100,000
Other Grants		16,790,402	17,267,712
		<b>16,790,402</b>	<b>17,367,712</b>
<b>Capital Grant Revenue</b>	<b>6.3</b>		
Capital Grant		5,763,512	138,301
Local Development Fund and MOFED		17,119,290	53,771,218
National Development Unit		9,984,982	45,675,860
Economic Recovery Programme		50,914,106	-
		<b>83,781,890</b>	<b>99,585,379</b>



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Other Income</b>	<b>7</b>		
Fines, Penalties And Levies	<b>7.1</b>	1,498,360	1,469,787
Insurance		42,637	9,896
Court Fees		302,510	250,400
Stale Cheques		108,749	949,979
		<b>1,952,256</b>	<b>2,680,062</b>
<b>Fines, Penalties And Levies</b>	<b>7.1</b>		
Fines Library		69	1,208
Market and Fair Days Collection Surcharge		145,226	192,346
General Rate Surcharge		760,657	768,857
General Rate Interest		592,409	507,376
		<b>1,498,360</b>	<b>1,469,787</b>
<b>Building and Land Use Permit Fees</b>	<b>8</b>		
Building and Land Use Permit Fees		8,986,132	7,110,083
		<b>8,986,132</b>	<b>7,110,083</b>
<b>Rental Income</b>	<b>9</b>		
Market and Fair Days Collection		10,858,344	7,662,355
New Vacoas Commercial Unit		5,501,433	4,712,393
Gymnasium fees, Sport Complexes & Playgrounds		3,693,645	2,970,845
Rent Reception Hall and Social Hall		235,313	694,000
		<b>20,288,735</b>	<b>16,039,593</b>
<b>Financial Income</b>	<b>10</b>		
Interest from Banks		490,200	308,142
Interest on Car Loan		259,405	281,748
		<b>749,605</b>	<b>589,890</b>
<b>Other Revenue</b>	<b>11</b>		
Bus Toll	<b>11.1</b>	1,040,400	1,040,614
Burial and Incineration fees	<b>11.2</b>	1,809,650	1,886,875
Other Income	<b>11.3</b>	1,082,102	1,146,584
		<b>3,932,152</b>	<b>4,074,073</b>
<b>Bus Toll Fees</b>	<b>11.1</b>		
Bus Toll		1,040,400	1,040,614
		<b>1,040,400</b>	<b>1,040,614</b>
<b>Burial And Incineration Fees</b>	<b>11.2</b>		
Burial Fees		289,650	220,800
Incineration Fees		1,520,000	1,666,075
		<b>1,809,650</b>	<b>1,886,875</b>

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Other Income</b>	<b>11.3</b>		
Library Subscription fees		2,160	1,560
Cybercafe		23,062	27,053
Refuse Bins		229,000	293,600
Sundry Receipt		439,606	529,904
Trade Refuse Collection Fees		78,600	117,000
Misc Income		59,674	81,533
Building and Land Use Penalty Fees		250,000	95,934
		<b>1,082,102</b>	<b>1,146,584</b>
<b>Compensation of Employees</b>	<b>12</b>		
Basic Salary		234,047,352	194,590,489
Interim Allowance		3,221,139	9,845,609
Extra Remuneration		-	13,759,767
Allowance		4,087,218	868,211
Cash In Lieu of sick Leave		12,827,348	18,168,220
End of year Bonus		20,815,591	16,922,741
Uniform Allowance		4,247,145	4,890,418
<b>Other Staff Costs</b>			
Travelling and Transport		16,866,229	16,240,856
Overtime		9,343,415	8,812,867
Staff Welfare Sports & Leisure & Training		338,674	327,143
Contribution to Family Protection Scheme & National Saving Funds & National Pension		9,817,684	8,852,179
Contribution to Pension fund		33,969,297	39,954,298
Passage Benefit		5,835,740	4,083,489
Encashment of Vacation Leave		6,488,965	3,713,040
		<b>361,905,797</b>	<b>341,029,327</b>
<i>The above allowance is in respect of CSG deducted from salaries of employees and refunded to employees as an exempt allowance as per circular from MRA</i>			
<b>Remuneration to Councillors</b>	<b>13</b>		
Allowance to Mayor and Councillors		4,947,196	4,809,448
Travelling Councillors		181,650	180,446
Other Allowance		304,703	264,430
Prepaid Card for Mobile		275,750	221,932
		<b>5,709,299</b>	<b>5,476,256</b>
<b>Employer Social Benefits</b>	<b>14</b>		
Pension and Gratuities		53,876,245	50,905,880
		<b>53,876,245</b>	<b>50,905,880</b>
<b>Grants And Subsidies</b>	<b>15</b>		
Grants to Sports Clubs		451,346	-
Grants to Voluntary Religious Organisation		760,045	627,146
		<b>1,211,391</b>	<b>627,146</b>



**MUNICIPAL COUNCIL OF VACOAS – PHOENIX**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Supplies and Consumables</b>	<b>16</b>		
Utilities Cost	16.1	30,214,610	26,974,406
Motor Vehicles Running Expenses	16.2	8,229,617	7,054,755
Repairs and Maintenance	16.3	12,624,718	10,157,692
Cleaning and Security Services	16.4	22,531,589	20,400,229
Social, Sports, Welfare and Cultural Activities	16.5	1,757,048	1,726,581
Legal and Professional fees	16.6	2,304,701	2,262,081
		<b>77,662,283</b>	<b>68,575,744</b>
<b>Utilities Cost</b>	<b>16.1</b>		
Electricity charges		28,139,257	24,949,531
Telephone Charges		1,199,602	1,235,820
Water Charges		875,751	789,055
		<b>30,214,610</b>	<b>26,974,406</b>
<b>Motor Vehicle Running Expenses</b>	<b>16.2</b>		
Fuel & Oil		5,868,092	4,694,252
Repairs and Maintenance		1,915,696	1,701,818
Insurance		445,829	658,685
		<b>8,229,617</b>	<b>7,054,755</b>
<b>Repairs And Maintenance</b>	<b>16.3</b>		
Maintenance of Buildings		1,958,273	1,449,383
Materials		936,076	774,884
Maintenance of Roads		4,886,647	4,054,000
Maintenance of Drains		154,548	104,726
Maintenance Parks and Children Garden		517,405	176,701
Small Plants and Tools		1,372,225	1,296,983
Maintenance of Street Lighting		2,145,004	1,841,800
Maintenance of Cemeteries/Cremation		654,541	459,214
		<b>12,624,718</b>	<b>10,157,692</b>
<b>Cleaning and Security Services and other Related Costs</b>	<b>16.4</b>		
Contracted Maintenance Services		22,531,589	20,400,229
		<b>22,531,589</b>	<b>20,400,229</b>



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Social, Sports, Welfare and Cultural Activities</b>	<b>16.5</b>		
National Day Celebration		45,410	50,500
Cultural Activities		689,315	980,888
Materials		243,326	171,662
Sports Activities		461,461	308,474
Civic Activities		246,397	152,224
Education Activities		25,582	20,369
Twinning Activities		45,557	42,463
		<b>1,757,048</b>	<b>1,726,581</b>
<b>Professional And Legal Fees</b>	<b>16.6</b>		
Legal & Professional Fees		1,879,701	1,862,081
Inspection and Audit Fees		425,000	400,000
		<b>2,304,701</b>	<b>2,262,081</b>
<b>Finance Costs</b>	<b>17</b>		
Bank Charges		306,124	251,127
		<b>306,124</b>	<b>251,127</b>
<b>Depreciation</b>	<b>18</b>		
Buildings		5,666,659	5,021,940
Plant and Machinery		4,466,203	3,174,005
Motor Vehicles		3,592,916	5,117,421
Electronic Equipment		719,225	930,142
Public Infrastructures		251,680,958	246,057,705
Furniture, Fixtures and Fittings		347,855	310,200
		<b>266,473,816</b>	<b>260,611,413</b>
<b>Other Expenses</b>	<b>19</b>		
Postage		1,014,741	838,761
Office Sundries/office expenses		3,359	9,134
Printing and Stationery		1,803,725	1,583,202
Books and Periodicals		372,496	405,106
Publications		340,619	273,405
<b>Other Expenses (cont)</b>	<b>19</b>		
Local Disaster Expenses		13,492	-
Entertainment		215,549	221,650
Committee Expenses		368,308	141,727
Subscriptions		424,111	334,277
General Insurance		810,996	613,281
Rental of Building		278,720	186,000
Adjustment Inventory		334,443	(30,866)
		<b>5,980,558</b>	<b>4,575,678</b>

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Provision for Doubtful Debts</b>	<b>19a</b>		
Provision for doubtful debts		2,460,888	9,241,132
		<b>2,460,888</b>	<b>9,241,132</b>
<b>Cash and Cash Equivalents</b>	<b>20</b>		
Cash at Bank		34,767,641	33,980,052
Cash in Hand		3,000	-
		<b>34,770,641</b>	<b>33,980,052</b>
<b>Receivables From Exchange Transactions</b>	<b>21</b>		
Bus Toll		35,250	20,950
Debtors -New Vacoas Multistorey Commercial Unit		3,365,700	2,387,621
Debtors Market and Fair Days Collection		4,498,028	2,361,817
Debtors on Salary		787,481	752,294
Interest Receivables		4,233	40,314
		<b>8,690,691</b>	<b>5,562,997</b>
Less Provision for Bad Debts		(935,704)	(809,211)
		<b>7,754,987</b>	<b>4,753,786</b>
<b>Receivables From Non-Exchange Transaction</b>	<b>22</b>		
Trade Fee Receivables		1,995,125	9,389,377
Debtors-General Rates		9,220,517	8,748,760
Tenant Tax		544,510	544,510
Publicity Fees Receivables		464,586	686,561
Other Debtors		9,783	194,573
		<b>12,234,521</b>	<b>19,563,781</b>
Less Provision for Bad Debts		(1,525,184)	(8,431,920)
		<b>10,709,337</b>	<b>11,131,860</b>

*Further to Government Notice No. 307 of 2021, any fees due or charges accrued prior to 30 June 2019 shall be waived.*

<b>Receivables From Exchange Transactions</b>		
<b>Less or Equal to One Year</b>		
Bus Toll	35,250	20,950
Debtors -Commercial Unit and New Vacoas Multistorey Commercial Unit	486,776	2,080,521
Debtors Market and Fair Days Collection	3,280,814	1,670,016
Debtors on Salary	57,020	21,834
Interest Receivables	4,233	40,314
	<b>3,864,093</b>	<b>3,833,635</b>
<b>Above one year and less or equal to 5 Years</b>		
Debtors -Commercial Unit and New Vacoas Multistorey Commercial Unit	2,878,924	307,100
Debtors Market and Fair Days Collection	815,636	416,716
Debtors on Salary	196,334	196,334
	<b>3,890,894</b>	<b>920,150</b>



**MUNICIPAL COUNCIL OF VACOAS – PHOENIX**

**NOTES TO FINANCIAL STATEMENTS**

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Above 5 Years</b>			
Debtors Market and Fair Days Collection		401,578	275,085
Debtors on Salary		534,126	534,126
		<b>935,704</b>	<b>809,211</b>
<b>Receivables From Non-Exchange Transaction</b>	<b>22</b>		
<b>Less or Equal to One Year</b>			
Trade Fee Receivables		1,995,125	5,731,925
Publicity Fees Receivables		214,201	436,175
Debtors-General Rates		2,414,766	5,236,527
Other Debtors		9,783	194,573
		<b>4,633,875</b>	<b>11,599,200</b>
<b>Above one year and less or equal to 5 Years</b>			
Trade Fee Receivables		-	2,813,924
Publicity Fees Receivables		-	25,990
Debtors-General Rates		6,075,462	2,931,221
		<b>6,075,462</b>	<b>5,771,135</b>
<b>Above 5 Years</b>			
Trade Fee Receivables		-	843,528
Publicity Fees Receivables		250,385	224,396
Debtors-General Rates		730,289	581,012
Tenant Tax		544,510	544,510
		<b>1,525,184</b>	<b>2,193,446</b>
<b>Loan and Advances - Short Term</b>	<b>23</b>		
Car Loan to eligible employees		1,212,116	1,584,225
		<b>1,212,116</b>	<b>1,584,225</b>
<b>Loan and Advances - Long Term</b>	<b>23a</b>		
Car Loan to eligible employees		4,857,417	4,857,417
		<b>4,857,417</b>	<b>4,857,417</b>
<b>Capital Grants Receivables</b>	<b>24</b>		
National Development Unit Receivables		-	-
		-	-
<b>Inventories</b>	<b>25</b>		
Stock Store		2,494,744	2,636,269
Stock Non Store		3,873,483	3,199,150
Stamp Stock		204,987	201,405
		<b>6,573,214</b>	<b>6,036,824</b>



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Investment</b>	<b>26</b>		
Investment - All Funds		50,000,000	50,000,000
		<b>50,000,000</b>	<b>50,000,000</b>

*Note: The Council has invested its funds amounting to Rs 50M in Bank of Mauritius Securities at a Fixed Rate of 0.95 %. The Investment is for the period 07 Dec 2021 To 09 June 2022.*

### Intangible Assets

**27**

Intangible Assets

-	-

MUNICIPAL COUNCIL OF VACOAS – PHOENIX

NOTES TO FINANCIAL STATEMENTS

Property, Plant and Equipment

28		Land	Buildings	Assets under Construction	Plant, Machinery and Equipment	Motor Vehicles	Electronic Equipment	Public Infrastructures	Furniture, Fixtures and Fittings	Total
		MUR	MUR	MUR	MUR	MUR	MUR	MUR	MUR	MUR
	Cost at the start	566,650,000	249,480,000	22,089,184	58,089,508	91,721,561	25,576,937	2,831,089,459	16,832,210	3,861,528,859
	Additions	-	11,763,758	-	8,042,040	-	379,630	68,567,867	526,337	89,279,633
	Disposals/Transfer	-	22,089,184	(22,089,184)	-	-	-	-	-	-
	Cost at year end	566,650,000	283,332,943	(0)	66,131,548	91,721,561	25,956,567	2,899,657,326	17,358,547	3,950,808,492
	Accumulated Depreciation									
	Balance at Start	-	10,011,540	-	48,682,073	76,611,984	24,539,738	1,004,443,715	15,183,785	1,179,472,835
	Charges for the year	-	5,666,659	-	4,466,203	3,592,916	719,225	251,680,958	347,855	266,473,816
	Accumulated Depreciation at year end	-	15,678,199	-	53,148,276	80,204,900	25,258,963	1,256,124,673	15,531,640	1,445,946,651
	Net Book Value as at 30 June 2022	566,650,000	267,654,744	(0)	12,983,272	11,516,661	697,604	1,643,532,653	1,826,908	2,504,861,841
	Net Book Value as at 30 June 2021	566,650,000	239,468,460	22,089,184	9,407,435	15,109,577	1,037,199	1,826,645,744	1,648,425	2,682,056,024

Public Infrastructures

28a		Roads	Drains	Bridges	Sports Grounds	Street Lighting	Other Public Infrastructures	Total
		MUR	MUR	MUR	MUR	MUR	MUR	MUR
	Cost at the start	1,234,512,824	928,520,224	426,058,378	156,510,470	43,571,348	41,916,214	2,831,089,459
	Additions	34,374,909	5,625,015	-	14,980,549	3,905,755	9,681,640	68,567,867
	Cost at year end	1,268,887,733	934,145,239	426,058,378	171,491,019	47,477,103	51,597,854	2,899,657,326
	Accumulated Depreciation at the start	476,939,199	356,066,917	32,670,387	75,697,362	32,041,428	31,028,422	1,004,443,715
	Charges for the year	126,888,773	93,414,524	8,521,168	17,195,529	2,707,831	2,953,133	251,680,958
	Accumulated Depreciation at year end	603,827,972	449,481,441	41,191,555	92,892,891	34,749,259	33,981,554	1,256,124,673
	Net Book Value as at 30 June 2022	665,059,760	484,663,798	384,866,823	78,598,128	12,727,844	17,616,300	1,643,532,653
	Net Book Value as at 30 June 2021	757,573,625	572,453,307	393,387,991	80,813,108	11,529,920	10,887,793	1,826,645,744

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Trade and Other Payables</b>	<b>29</b>		
Creditors Salary		13,689,671	5,450,441
Sundry Creditors		2,566,798	4,279,060
Creditors/Accruals		5,589,595	3,374,610
Advance Trade Fees		0	3,462,750
		<b>21,846,064</b>	<b>16,566,861</b>
<b>Refundables Deposits</b>	<b>30</b>		
Retention Money		16,579,557	13,749,408
Refundable Deposits from Customers		654,800	643,949
Deposit from CEB Fee		118,875	118,875
Deposit from CWA Fee		192,050	192,050
Deposit from WMA fee		135,000	135,000
		<b>17,680,282</b>	<b>14,839,282</b>
<b>Capital Grants Payables</b>	<b>31</b>		
Capital Grants Payables		-	13,752,985
Local Development Project Payables		0	14,210,904
National Development Unit Payables		0	2,145,950
Other Capital Grants		0	5,406,242
		<b>0</b>	<b>35,516,082</b>
<i>All Capital Grants received recognised as Income as received and for previous years transferred to Reserves</i>			
<b>Short Term Employment Benefit Obligations</b>	<b>32</b>		
Sick Leaves		11,176,643	9,983,546
Vacation Leaves		2,398,706	1,048,230
Passage Benefits		843,157	766,907
		<b>14,418,507</b>	<b>11,798,684</b>
<b>Prepayment</b>	<b>33</b>		
Bus Toll fees		82,500	84,800
Market and Fair Days Collection		145,807	730,438
General Rates		8,137,685	14,513,795
Gymnasium Fee Prepaid		248,275	-
Rent Reception Hall and Social Hall Prepaid		15,000	-
New Vacoas Commercial Unit		90,000	15,833
		<b>8,719,267</b>	<b>15,344,866</b>
<b>Long Term Employment Benefit Obligations</b>	<b>34</b>		
Accumulated Sick Leaves		85,303,664	82,296,044
Accumulated Vacation Leaves		87,004,685	81,866,196
Accumulated Passage Benefits		26,672,143	24,225,403
		<b>198,980,492</b>	<b>188,387,643</b>



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Retired Employee Benefit - Funded</b>	<b>35</b>		
<b>Amounts recognised in Financial Position at end of year:</b>		<b>Year ended 30 June 2022</b>	<b>Year ended 30 June 2021</b>
Defined benefit obligation		769,716,113	567,210,947
Fair value of plan assets		(350,193,860)	(333,415,830)
		<b>419,522,253</b>	<b>233,795,117</b>
Liability recognised in Financial Position at end of year			
<b>Amounts recognised in Statement of Financial Performance:</b>			
Service cost:			
Current service cost		38,872,371	33,070,292
(Employee contributions)		(11,824,823)	(10,339,665)
Fund Expenses		653,679	672,126
Net Interest expense/(revenue)		11,168,741	6,953,884
SFP Charge		38,869,968	30,356,637
<b>Remeasurement</b>			
Liability (gain)/loss		149,248,574	33,881,215
Assets (gain)/loss		21,254,343	(9,591,437)
Net Assets/Equity (NAE)		170,502,917	24,289,778
<b>Total</b>		<b>209,372,885</b>	<b>54,646,415</b>
<b>Movements in liability recognised in Statement of Financial Position:</b>			
At start of year		233,795,117	202,415,335
Amount recognised in SFP		38,869,968	30,356,637
(Direct Benefits paid by Employer)		(23,645,749)	(23,266,633)
(Employer Contributions)		-	-
Amount recognised in NAE		170,502,917	24,289,778
<b>At end of year</b>		<b>419,522,253</b>	<b>233,795,117</b>

The plan is a defined benefit arrangement for the employees and it is only funded for pensionable service as from 01 July 2008.

The assets of the funded plan are held independently and administered by the State Insurance Company of Mauritius Ltd.

	Year ended 30 June 2022	Year ended 30 June 2021
	MUR	MUR
<b>Reconciliation of the present value of defined benefit obligation</b>		
Present value of obligation at start of period	567,210,947	496,804,866
Current service cost	38,872,371	33,070,292
Interest cost	28,360,547	17,884,975
(Benefits paid)	(13,976,326)	(14,430,401)
Liability (gain)/loss	149,248,574	33,881,215
Present value of obligation at end of period	<b>769,716,113</b>	<b>567,210,947</b>
<b>Reconciliation of fair value of plan assets</b>		
Fair value of plan assets at start of period	333,415,830	294,389,531
Expected return on plan assets	17,191,806	10,931,091

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		<b>MUR</b>	<b>MUR</b>
Employer contributions		23,645,749	23,266,633
Employee Contributions		11,824,823	10,339,665
(Benefits paid + other outgo)		(14,630,005)	(15,102,527)
Asset gain/(loss)		(21,254,343)	9,591,437
Fair value of plan assets at end of period		350,193,860	333,415,830
<b>Distribution of plan assets at end of period</b>			
Percentage of assets at end of period		June 2022	June 2021
Fixed-Interest securities and cash		58.0%	54.8%
Loans		2.9%	2.8%
Local equities		13.6%	11.8%
Overseas bonds and equities		25.0%	30.1%
Property		0.5%	0.5%
Total		100%	100%
<b>Additional disclosure on assets issued or used by the reporting entity</b>			
		June 2022	June 2021
Percentage of assets at end of year		(%)	(%)
Assets held in the entity's own financial instruments		-	-
Property occupied by the entity		-	-
Other assets used by the entity		-	-
<b>Components of the amount recognised in NAE</b>			
Year		June 2022	June 2021
Currency		MUR	MUR
Asset experience gain/(loss) during the period		(21,254,343)	9,591,437
Liability experience gain/(loss) during the period		(149,248,574)	(33,881,215)
		(170,502,917)	(24,289,778)
Year		2022-2023	
Expected employer contributions		23,071,665	
(Estimate to be reviewed by Muncipal Council of Vacoas - Phoenix)			
Weighted average duration of the defined benefit obligation		17 Years	
(Calculated as a % change in PV of liabilities for a 1% change in discount rate)			

*The plan is exposed to actuarial risks such as : investment risk, interest rate risk, longevity risk and salary risk.*

The cost of providing the benefits is determined using the Projected Unit Method. The principal assumptions used for the purpose of the actuarial valuation were as follows:

	Year ended 30 June 2022	Year ended 30 June 2021
Discount rate	5.20%	5.00%



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		<b>MUR</b>	<b>MUR</b>
Future salary increases		3.50%	3.00%
Future pension increases		2.50%	2.00%
Mortality before retirement		Nil	Nil
Mortality in retirement		PA (90) Tables rated down by 2 years	
Retirement age		65 years	65 years

The discount rate is determined by reference to market yields on bonds.

Significant actuarial assumptions for determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based reasonably on possible changes of the assumptions occurring at the end of the reporting period.

- If the discount rate would be 100 basis points (one percent) higher (lower), the defined benefit obligation would decrease by Rs 114.4M (increase by Rs 145.6 million) if all other assumptions were held unchanged.

- If the expected salary growth would increase (decrease) by 1%, the defined benefit obligation would increase by Rs 67.2M (decrease by Rs 57.9M) if all assumptions were held unchanged.

- If life expectancy would increase (decrease) by one year, the defined benefit obligation would increase by Rs 20.7M (decrease by Rs 20.6M) if all assumptions were held unchanged.

In reality one might expect interrelationships between the assumptions, especially between discount rate and expected salary increases, given that both depends to a certain extent on expected inflation rates. The analysis above abstracts from these interdependence between the assumptions.

### Retired Employee Benefit - Unfunded

35a

#### Amounts recognised in Financial Position at end of year:

	June 2022	June 2021
Defined benefit obligation	763,664,261	699,587,959
Current service cost	-	-
(Employee contributions)	-	-
Fund Expenses	-	-
Net Interest expense/(revenue)	34,979,398	22,422,424
Net Assets/Equity (NAE)	75,233,820	90,739,933
<b>Total</b>	<b>110,213,218</b>	<b>113,162,357</b>

#### Movements in liability recognised in Statement of Financial Position:

At start of year	699,587,959	622,845,116
Amount recognised in SFP	34,979,398	22,422,424
(Direct Benefits paid by Employer)	(46,136,916)	(36,419,513)
Amount recognised in NAE	75,233,820	90,739,933
<b>At end of year</b>	<b>763,664,261</b>	<b>699,587,960</b>



# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR

The plan is a defined benefit arrangement for the employees and it is not funded.

	Year ended 30 June 2022	Year ended 30 June 2021
<b>Reconciliation of the present value of defined benefit obligation</b>	<b>MUR</b>	<b>MUR</b>
Present value of obligation at start of period	699,587,959	622,845,116
Interest cost	34,979,398	22,422,424
(Benefits paid)	(46,136,916)	(36,419,513)
Liability (gain)/loss	75,233,820	90,739,933
Present value of obligation at end of period	763,664,261	699,587,960
<b>Components of the amount recognised in NAE</b>	<b>June 2022</b>	<b>June 2021</b>
Year	MUR	MUR
Currency	(75,233,820)	(90,739,933)
Asset experience gain/(loss) during the period		
Year	2022-2023	
Expected employer contributions	-	
(Estimate to be reviewed by Muncipal Council of Vacoas - Phoenix - Unfunded)		
Weighted average duration of the defined benefit obligation	12 Years	

The plan is exposed to actuarial risks such as : interest rate risk, longevity risk and salary risk.

The cost of of providing the benefits is determined using the Projected Unit Method. The principal

	Year ended 30 June 2022	Year ended 30 June 2021
Discount rate	5.20%	5.00%
Future salary increases	3.50%	3.00%
Future pension increases	2.50%	2.00%
Mortality before retirement	Nil	Nil
Mortality in retirement	PA (90) Tables rated down by 2 years	
Retirement age	65 years	65 years

The discount rate is determined by reference to market yields on bonds.

Significant actuarial assumptions for determination of the defined benefit obligation are discount rate, expected salary increase and mortality. The sensitivity analyses below have been determined based reasonably on possible changes of the assumptions occurring at the end of the reporting period.

- If the discount rate would be 100 basis points (one percent) higher (lower), the defined benefit obligation would decrease by Rs 80.7M (increase by Rs 97.7million) if all other assumptions were held unchanged.
- If the expected salary growth would increase (decrease) by 1%, the defined benefit obligation would increase by Rs 33.8 million (decrease by Rs 30.3M) if all assumptions were held unchanged.
- If life expectancy would increase (decrease) by one year, the defined benefit obligation would increase by Rs 25.1M (decrease by Rs 24.8M) if all assumptions were held unchanged.

# MUNICIPAL COUNCIL OF VACOAS – PHOENIX

## NOTES TO FINANCIAL STATEMENTS

Particulars	Notes	2021-22	2020-21
		MUR	MUR
<b>Revaluation of Assets</b>	<b>37</b>		
Surplus		1,980,215,281	1,980,215,281
		<b>1,980,215,281</b>	<b>1,980,215,281</b>
<b>Other Gains/ Losses</b>	<b>38</b>		
Gain on sale of assets		-	-
		-	-
<b>Budget Reconciliation</b>	<b>38</b>		
<b>Revenue</b>			
Actual amount on comparable basis as presented in the Budget and Actual Comparable Statement		<b>514,720,098</b>	<b>441,197,573</b>
<b>Basis Differences</b>			
Capital Grants Revenue		83,781,890	99,585,379
Actual Amount in the Statement of Financial Performance		<b>598,501,987</b>	<b>540,782,952</b>
<b>Expenses</b>			
Actual amount on comparable basis as presented in the Budget and Actual Comparable Statement		<b>506,651,698</b>	<b>471,441,159</b>
<b>Basis Differences</b>			
Depreciation and Amortisation		266,473,816	260,611,413
Provision for Doubtful Debts		280,058	6,385,145
Actual Amount in the Statement of Financial Performance		<b>773,405,572</b>	<b>738,437,717</b>
<b>Deficit</b>			
Actual amount on comparable basis as presented in the Budget and Actual Comparable Statement		<b>8,068,400</b>	<b>(30,243,586)</b>
Actual Amount in the Statement of Financial Performance		<b>(174,903,584)</b>	<b>(197,654,765)</b>

**Note 39**

**39.1 General Rates**

The decrease in General Rates is explained by overbudgeting of the figures.

**39.2 Trade Fees**

There has been an increase in income for Trade Fees due to recognition of Trade Fees, accounted as advance income in 2020/2021, has been recognised as income 2021/2022, due to no claim received.

**39.3 Government Grant**

The increase in Grant is explained by Other Grant received during the year not budgeted for in the Grant in Aid figure.

**39.4 Other Income – Non-Exchange**

The performance difference in Other Income is explained by payment of Trade Fees Surcharge and General Rates Surcharge and Interest is included in Other Income as per Financial Statements, whereas in Estimates, these figures are included in Trade General Rates and Trade Fees.

**39.5 Building and Land Use Permit Fees**

The increase in Building and Land Use Permit Fees has resulted from an increase in Building Permits in the Town.

**39.6 Rental Income**

The performance difference in rental income is explained by increase in rate of rental income.

**39.7 Financial Income**

The rise in income can be explained from a slight increase in return of investment than expected at end of the financial year 2021/22 post COVID-19 situation.



**39.8 Compensation of Employees**

The increase in compensation of Employees is explained by the increase in provision for retirement benefit obligations and increase in provision of sick leave, vacation and passage benefits.

**39.9 Employer Social Benefits**

The actual amount paid in respect of the Employer Social Benefits 2021/2022 is equivalent to the Budgeted amount for the year.

**39.10 Cost of Utilities**

The fall in cost of utilities relates to savings as a result of COVID-19 lockdown.

**39.11 Fuel and Oil**

The reduction in fuel and oil cost has arisen due to decrease in running costs of vehicles further to COVID-19 lockdown.

**39.12 Repairs and Maintenance**

The Council had to adjust its expenses to lower the budget deficit and reduce costs in the prevailing economic situation as a result of COVID-19, hence reduction in costs.

**MUNICIPAL COUNCIL OF VACOAS PHOENIX**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

<b>Note</b>	<b>30 JUN 2022</b>	<b>30 JUN 2021</b>
	<b>Rs</b>	<b>Rs</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Surplus/(Deficit) for the year	( 174,903,584 )	( 197,654,765 )
<b>Adjustments for:</b>		
Financial Income	(749,605)	(589,890)
Finance Charge	306,124	251,127
Provision for Employee Retirement Benefit Obligation	(253,870,138)	(101,215,544)
Depreciation of Fixed Assets	266,473,816	260,611,413
Donations from Government - Equity	-	3,489,453
Movement in Reserve	26,118,455	-
Movement in revaluation reserve	-	1,027,781
Derecognition of Land	-	-
Provision for Bad Debts	280,058	6,385,145
	<b>( 136,344,874 )</b>	<b>( 27,695,279 )</b>
<b>Movement in Working Capital:</b>		
(Increase)/Decrease in Receivables from Exchange Transaction	( 3,281,259 )	( 370,863 )
(Increase)/Decrease in Non Receivables from Non Exchange Transactions	422,524	( 3,551,623 )
Increase/(Decrease) in Inventories	( 536,390 )	( 2,802,469 )
Increase/(Decrease) in Capital Grants Receivable	-	774,516
Increase/(Decrease) in Trade and Other Payables from Exchange	5,279,202	2,695,419
Increase/(Decrease) in Prepayment	( 6,625,599 )	260,395
Increase/(Decrease) in Deposits	2,841,000	3,102,872
Increase/(Decrease) in Capital Grants Payable	( 35,516,081 )	13,006,022
Increase/(Decrease) in Employee Benefits	263,016,110	132,740,197
<b>Net Cash flows from operating activities</b>	<b>89,254,632</b>	<b>118,159,187</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of Fixed Assets	( 89,279,633 )	( 111,554,690 )
Derecognition of Vested Land	0	-
Revaluation Reserve	-	(1,027,781)
Decrease in Investments	0	20,000,000
Investment income	749,605	589,890
New Loan Granted	( 1,974,650 )	( 1,878,460 )
Repayment of Loan	2,346,759	2,572,419
<b>Net Cash Flows from investing activities</b>	<b>( 88,157,919 )</b>	<b>( 91,298,622 )</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Transfer to Consolidated Fund	-	(14,214,169)
Finance Charge	( 306,124 )	( 251,127 )
<b>Net Cash Flows from financing activities</b>	<b>( 306,124 )</b>	<b>( 14,465,296 )</b>
<b>Net Increase/(decrease) in Cash Equivalents</b>	<b>790,589</b>	<b>12,395,269</b>
<b>Cash and Cash Equivalents at beginning of year</b>	<b>33,980,052</b>	<b>21,584,783</b>
<b>Cash and Cash Equivalents at end of year</b>	<b>34,770,641</b>	<b>33,980,052</b>

**MUNICIPAL COUNCIL OF VACOAS -PHOENIX**

**Reconciliation of Actual Amounts on a Comparable Basis and Actual Amounts in the Financial Statements  
2021/2022**

	Operating activities	Investing activities	Financing activities	Total
	Rs	Rs	Rs	Rs
<b>Actual amount on comparable basis as presented in the Budget and Actual Comparative Statement</b>	8,068,400			8,068,400
Provision for/(Reversal of) Doubtful Debts	(280,058)			(280,058)
Capital Grant	83,781,890			83,781,890
Depreciation	(266,473,816)			(266,473,816)
Movement in Reserve	26,118,455			26,118,455
Financial Income	(749,605)			(749,605)
Finance Charge	306,124			306,124
Provision for Employee Retirement Benefit Obligation	(253,870,138)			(253,870,138)
Depreciation of Fixed Assets	266,473,816			266,473,816
Provision for/(Reversal of) Doubtful Debts	280,058			280,058
(Increase)/Decrease in Receivables from Exchange Transactio	(3,281,259)			(3,281,259)
(Increase)/Decrease in Non Receivables from Non Exchange T	422,524			422,524
Increase/(Decrease) in Inventories	(536,390)			(536,390)
Increase/(Decrease) in Trade and Other Payables from Exchar	5,279,202			5,279,202
Increase/(Decrease) in Prepayment	(6,625,599)			(6,625,599)
Increase/(Decrease) in Deposits	2,841,000			2,841,000
Increase/(Decrease) in Capital Grants Payable	(35,516,081)			(35,516,081)
Increase/(Decrease) in Employee Benefits	263,016,110			263,016,110
Acquisition of Fixed Assets		(89,279,633)		(89,279,633)
Investment income		749,605		749,605
New Loan Granted		(1,974,650)		(1,974,650)
Repayment of Loan		2,346,759		2,346,759
Finance Charge			(306,124)	(306,124)
<b>Net cash flows from operating, investing, and financing activities</b>	<u>89,254,632</u>	<u>(88,157,919)</u>	<u>(306,124)</u>	<u>790,589</u>