

HAL GHAXAQ  
Kunsill Lokali

# **Ghaxaq Local Council**

**Annual Budget  
For  
Financial Year  
2019**

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**Overview and Summary****Financial Estimates****INCOME**

In 2019 the Government Allocation will amount to Eur 373,584 . The Council is predicting an additional income from government schemes of €15,000. An estimate of approximately € 8,500 is predicted from permits while an amount of Euro 2,000 is estimated from the LES system. The Council is estimated to receive also an amount of Euro 12,000 from Waste Serv as a reimbushments of the organic waste collection incurred by the Council.

**EXPENDITURE****PERSONAL EMOLUMENTS**

An increase in personal emoluments is predicted due to the cost of living increase and also increments. The total allocation for salaries is € 92,984.

**OPERATIONS AND MAINTENANCE**

This year the Ghaxaq Local Council is anticipating that an additional amount of Euro 70,000 is incurred in the maintenance of roads and infrastructure in Ghaxaq. The Council is also anticipating that expenditure in respect of Refuse collection, bulky refuse and street cleaning will remain in the same region of last year. The Council is also budgeting an amount of Euro 15,000 for cultural and social activities in 2019. In total the budgeted expenditure on operations and maintenance amounts to Euro 227,850.

**ADMINISTATIVE EXPENDITURE**

The Council is budgeting that Administrative expenditure will remain in line with that of previous years except for professional fees where an increase of Euro 5,000 is being projected. The total budgeted administrative expenditure amounts to Euro 45,117.

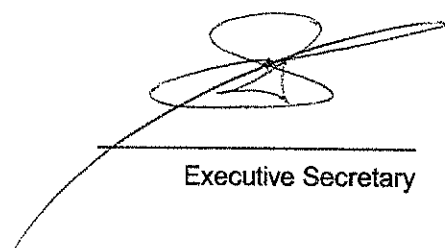
**CAPITAL EXPENDITURE**

Local council is projecting the following capital expenditure for the year ended 31 December 2018.	The
Embellishment of playing field for the value of Euro 278, 766.	i)
Synthetic turf of Euro 11,500	ii)
Expenditure under Project 4.3 for the development of Rural areas amountinG TO Euro 177,410	iii)
Embellishment of St Rokku Square and St. Mary Square amounting to Euro 50,000 each.	iv)

The following projects are to be financed by EU grants, Government grants and surplus funds from the Local Council. The Council is expecting that an amount of Euro 276,539 will be financed by Grants. This include also an amount of Euro 35,000 already given to the Local Council for the playing field. The amounts financed by the Local Council will amount to Euro 291,137

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 Mayor




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 Executive Secretary

## Budgeted Statement of Income and Expenditure

## DESCRIPTION

BUDGET Jan-Dec 2018 €	FORECAST Jan-Dec 2018 €	BUDGET Jan-Dec 2019 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
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## Income

Funds received from Central Government (1)	369,433	372,562	388,854	19,421	16,292
Income raised from Bye-Laws (2)	8,500	14,508	8,500	-	(6,008)
Income raised from LES (3)	2,500	2,347	2,000	(500)	(347)
Investment Income (4)	50	86	50	-	(36)
Other Income (5)	-	12,861	12,000	12,000	(861)
<b>TOTAL</b>	<b>380,483</b>	<b>402,364</b>	<b>411,404</b>	<b>30,921</b>	<b>9,040</b>

## Expenditure

Personal Emoluments (6)	92,064	90,454	92,984	920	2,530
Operations and Maintenance (7)	170,250	148,131	227,850	57,600	79,719
Administration (8)	60,070	35,023	45,117	(14,953)	10,094
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	58,749	62,299	57,996	(753)	(4,303)
<b>TOTAL</b>	<b>381,133</b>	<b>335,907</b>	<b>423,947</b>	<b>42,814</b>	<b>88,040</b>

## Surplus / Deficit

	(650)	66,457	(12,543)	(11,893)	(79,000)
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**Budgeted Statement of Affairs**

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2018	2018	2019	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	525,948	459,898	693,039	167,091	233,141
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	100,471	113,969	113,969	13,498	-
Cash and Cash Equivalents (13)	175,775	343,468	40,325	(135,450)	(303,143)
<b>Total Current Assets</b>	<b>276,246</b>	<b>457,437</b>	<b>154,294</b>	<b>(121,952)</b>	<b>(303,143)</b>
<b>Current Liabilities (14)</b>					
Payables	75,784	91,300	56,300	(19,484)	(35,000)
Current portion of Long-Term Borrowings	-	-	-	-	-
<b>Total Current Liabilities</b>	<b>75,784</b>	<b>91,300</b>	<b>56,300</b>	<b>(19,484)</b>	<b>(35,000)</b>
<b>Net Current Assets</b>	<b>200,462</b>	<b>366,137</b>	<b>97,994</b>	<b>(102,468)</b>	<b>(268,143)</b>
<b>Non-current liabilities (15)</b>	<b>48,511</b>	<b>66,694</b>	<b>44,235</b>	<b>(4,276)</b>	<b>(22,459)</b>
<b>Net Assets</b>	<b>677,899</b>	<b>759,341</b>	<b>746,798</b>	<b>68,899</b>	<b>(12,543)</b>
<b>Reserves</b>					
Retained Funds	677,899	759,341	746,798	68,899	(12,543)

**Financial Situation Indicator**

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2018	2018	2019
	€	€	€
Current Assets	276,246	457,437	154,294
Current Liabilities	75,784	91,300	56,300
Total Long Term Liabilities	48,511	66,694	44,235
Commitments approved by Ministry	-	-	-
	151,951	299,443	53,759
Government Allocation	369,433	372,562	388,854
FSI	41.13%	80.37%	13.82%

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2019	2019	2019	2019	
	€	€	€	€	€
<b>Cash Inflows</b>					
<b>Government cash inflows</b>	97,213	97,214	97,214	97,213	388,854
<b>Cash flows from Bye-Laws &amp; L.N fees</b>	2,125	2,125	2,125	2,125	8,500
<b>Local Enforcement cash flows</b>	500	500	500	500	2,000
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	50	50
	-	-	-	50	50
<b>Capital cash flow</b>					
Proceeds from disposal of assets	-	-	50,000	-	50,000
	-	-	50,000	-	50,000
<b>Cash received from EU funds</b>	-	80,513	80,513	80,513	241,539
<b>Cash received from Twinning</b>	-	-	-	-	-
<b>Cash from Community Services</b>	-	-	-	-	-
<b>Other Cash Inflows</b>	3,000	3,000	3,000	3,000	12,000
<b>TOTAL Inflows</b>	<b>102,838</b>	<b>183,352</b>	<b>233,352</b>	<b>183,401</b>	<b>702,943</b>
<b>Cash Outflows</b>					
<b>Personal Emoluments</b>	23,246	23,246	23,246	23,246	92,984
<b>Operations &amp; Maintenance</b>	56,962	56,963	56,962	56,963	227,850
<b>Administration</b>	11,279	11,279	11,279	11,280	45,117
<b>Finance</b>	-	-	-	-	-
<b>Capital</b>					
Acquisition of property	-	-	50,000	-	50,000
Construction	-	59,136	59,137	59,137	177,410
Improvements	-	11,500	50,000	50,000	111,500
Special programmes	69,691	69,692	69,691	69,692	278,766
	-	-	-	-	-
	69,691	140,328	228,828	178,829	617,676
<b>Cash outflows re EU projects</b>	-	-	-	-	-
<b>Cash outflows re Twinning</b>	-	-	-	-	-
<b>Cash outflows re Community Services</b>	-	-	-	-	-
Payment of PPP creditor	5,614	5,615	5,614	5,616	22,459
	5,614	5,615	5,614	5,616	22,459
<b>TOTAL Outflows</b>	<b>166,792</b>	<b>237,431</b>	<b>325,929</b>	<b>275,934</b>	<b>1,006,086</b>
<b>SURPLUS / (DEFICIT)</b>	<b>(63,954)</b>	<b>(54,079)</b>	<b>(92,577)</b>	<b>(92,533)</b>	<b>(303,143)</b>
<b>Brought forward (Bank /Cash Bal.)</b>	<b>343,468</b>	<b>279,514</b>	<b>225,435</b>	<b>132,858</b>	<b>343,468</b>
<b>Carry forward</b>	<b>279,514</b>	<b>225,435</b>	<b>132,858</b>	<b>40,325</b>	<b>40,325</b>

Detailed Estimates of Income

## DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2018 €	ACTUAL Jan-Sept 2018 €	FORECAST Oct-Dec 2018 €	TOTAL Jan-Dec 2018 €	BUDGET Jan-Dec 2019 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €

## Income

## 1 Funds received form Central Government:

0001 In terms of section 55 CAP 363	354,433	265,824	88,608	354,432	373,854	19,421	19,422
0002-0004 In terms of section 58 CAP 363	-	-	-	-	-	-	-
0005-0019 Other Income	15,000	16,303	1,827	18,130	15,000	-	(3,130)
	<b>369,433</b>	<b>282,127</b>	<b>90,435</b>	<b>372,562</b>	<b>388,854</b>	<b>19,421</b>	<b>16,292</b>

## 2 Bye-Laws &amp; Legal Fees

0021-0025 Community Services	-	-	5,236	5,236	-	-	(5,236)
0026-0035 Income from Permits	8,500	8,029	1,243	9,272	8,500	-	(772)
	<b>8,500</b>	<b>8,029</b>	<b>6,479</b>	<b>14,508</b>	<b>8,500</b>	<b>-</b>	<b>(6,008)</b>

## 3 Local Enforcement Income

0037 Commission from Regional Committees	2,500	1,566	781	2,347	2,000	(500)	(347)
0038-0055 Contraventions	-	-	-	-	-	-	-
	<b>2,500</b>	<b>1,566</b>	<b>781</b>	<b>2,347</b>	<b>2,000</b>	<b>(500)</b>	<b>(347)</b>

## 4 Investment Income

0091-0095 Bank interest	50	-	86	86	50	-	(36)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	<b>50</b>	<b>-</b>	<b>86</b>	<b>86</b>	<b>50</b>	<b>-</b>	<b>(36)</b>

## 5 General Income

0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	-	-	-	-	-	-	-
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	-	-	12,306	12,306	12,000	12,000	(306)
0120-0129 General Income	-	-	555	555	-	-	(555)
	-	-	-	-	-	-	-
	-	-	<b>12,861</b>	<b>12,861</b>	<b>12,000</b>	<b>12,000</b>	<b>(861)</b>

## Total

<b>380,483</b>	<b>291,722</b>	<b>110,642</b>	<b>402,364</b>	<b>411,404</b>	<b>30,921</b>	<b>9,040</b>
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**Detailed Estimates of Expenditure**

## DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2018	ACTUAL Jan-Sept 2018	FORECAST Oct-Dec 2018	TOTAL Jan-Dec 2018	BUDGET Jan-Dec 2019	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

**6 Personal Emoluments**

1100 Mayor's Allowance	7,464	5,598	1,866	7,464	7,584	120	120
1200 Employees' Salaries & Wages	72,000	48,165	22,225	70,390	72,500	500	2,110
1300 Bonuses	-	-	-	-	-	-	-
1400 Income Supplements	-	-	-	-	-	-	-
1500 Social Security Contributions	6,200	4,650	1,550	6,200	6,500	300	300
1600 Allowances	6,400	4,800	1,600	6,400	6,400	-	-
1700 Overtime	-	-	-	-	-	-	-
	<b>92,064</b>	<b>63,213</b>	<b>27,241</b>	<b>90,454</b>	<b>92,984</b>	<b>920</b>	<b>2,530</b>

**7 Operations and Maintenance**

2100-2149 Public Utilities	-	-	-	-	-	-	-
2200-2259 Public Materials & Supplies	27,000	15,826	911	16,737	18,000	(9,000)	1,263
2300-2399 Repairs & Upkeep	2,500	-	9,798	9,798	70,000	67,500	60,202
2400-2449 Rent	-	-	-	-	-	-	-
3010 Street Lighting	10,000	5,888	3,483	9,371	10,000	-	629
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	-	2,108	-	2,108	2,500	2,500	392
3035 Bank Charges	-	72	4	76	100	100	24
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	32,500	22,150	9,827	31,977	35,000	2,500	3,023
3041 Refuse Collection	41,000	33,892	10,725	44,617	50,000	9,000	5,383
3042 Bulky Refuse Collection	6,000	6,747	2,642	9,389	10,000	4,000	611
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	25,000	16,455	(9,507)	6,948	7,500	(17,500)	552
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	800	-	-	-	800	-	800
3055 Cleaning of Council Premises	350	-	-	-	350	-	350
3060 Cleaning & Maintenance of Parks & Gardens	1,600	1,826	(1,826)	-	1,600	-	1,600
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	2,000	1,006	(1,006)	-	2,000	-	2,000
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	-	-	-	-	-	-	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	20,000	11,406	1,209	12,615	15,000	(5,000)	2,385
3600-3694 Local Enforcement Expenses	1,500	300	4,195	4,495	5,000	3,500	505
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>170,250</b>	<b>117,676</b>	<b>30,455</b>	<b>148,131</b>	<b>227,850</b>	<b>57,600</b>	<b>79,719</b>



**Detailed Estimates of Expenditure (Continued)**

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Sept	Oct-Dec	Jan-Dec	Jan-Dec		
	2018	2018	2018	2018	2019	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	8,500	2,755	1,442	4,197	5,500	(3,000)	1,303
2260-2299 Office Materials & Supplies	13,700	-	226	226	500	(13,200)	274
2450-2499 Office Rent	1,370	1,029	(412)	617	617	(753)	-
2500-2599 National & International Memberships	1,000	2,018	(770)	1,248	1,500	500	252
2600-2699 Office Services	4,500	1,907	2,086	3,993	4,500	-	507
2700-2799 Transport	1,000	1,064	425	1,489	2,000	1,000	511
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	5,000	2,110	516	2,626	3,500	(1,500)	874
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	25,000	17,292	2,329	19,621	25,000	-	5,379
3200-3299 Training	-	-	-	-	-	-	-
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	-	-	1,006	1,006	2,000	2,000	994
	-	-	-	-	-	-	-
	<b>60,070</b>	<b>28,175</b>	<b>6,848</b>	<b>35,023</b>	<b>45,117</b>	<b>(14,953)</b>	<b>10,094</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	(25,299)	(25,299)	(25,299)
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation	58,749	46,724	15,575	62,299	83,295	24,546	20,996
	<b>58,749</b>	<b>46,724</b>	<b>15,575</b>	<b>62,299</b>	<b>57,996</b>	<b>(753)</b>	<b>(4,303)</b>
<b>Total</b>	<b>381,133</b>	<b>255,788</b>	<b>80,119</b>	<b>335,907</b>	<b>423,947</b>	<b>42,814</b>	<b>88,040</b>

**Detailed Estimates of Statement of Affairs**

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	as at	changes from	as at	Jan-Dec	Bud-Bud	Bud-Act
	2018	30-Sep	30 Sep-31 Dec	31-Dec	2019		
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>12 Receivables</b>							
0201-0209 Receivables	6,058	6,722	(680)	6,042	6,042	(16)	-
0210-0219 LES Receivables	2,369	2,369	-	2,369	2,369	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	92,044	105,059	499	105,558	105,558	13,514	-
	-	-	-	-	-	-	-
	<b>100,471</b>	<b>114,150</b>	<b>(181)</b>	<b>113,969</b>	<b>113,969</b>	<b>13,498</b>	<b>-</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	175,775	296,214	47,254	343,468	40,325	(135,450)	(303,143)
	<b>175,775</b>	<b>296,214</b>	<b>47,254</b>	<b>343,468</b>	<b>40,325</b>	<b>(135,450)</b>	<b>(303,143)</b>
<b>14 Payables</b>							
4000 Payables	58,022	33,244	9,691	42,935	42,935	(15,087)	-
4100 Accruals	17,762	38,286	(24,921)	13,365	13,365	(4,397)	-
4150 Deferred Income	-	-	35,000	35,000	-	-	(35,000)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>75,784</b>	<b>71,530</b>	<b>19,770</b>	<b>91,300</b>	<b>56,300</b>	<b>(19,484)</b>	<b>(35,000)</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	48,511	48,511	18,183	66,694	44,235	(4,276)	(22,459)
Deferred Income - Long Term	-	-	-	-	-	-	-
	<b>48,511</b>	<b>48,511</b>	<b>18,183</b>	<b>66,694</b>	<b>44,235</b>	<b>(4,276)</b>	<b>(22,459)</b>

## 16 Depreciation of Property, Plant and Equipment

Asset	Property	Office Furniture & Fittings	Plant and Machinery	Motor Vehicle	Office Equipment	Urban Improvements	New Street Signs	Construction	Special Programmes	Total
% of depreciation	€	€	€	€	€	€	€	€	€	€
<b>Cost</b>										
As at 01 January 2019	24,701	25,420	18,089	8,200	56,549	50,150	14,884	1,433,960	233,433	1,865,386
Additions	50,000	-	-	-	-	111,500	-	177,410	278,766	617,676
Disposals	(24,701)	-	-	-	-	-	-	-	-	(24,701)
As at 31 December 2019	50,000	25,420	18,089	8,200	56,549	161,650	14,884	1,611,370	512,199	2,458,361
<b>Grants/ other reimbursements</b>										
As at 01 January 2019	-	3,763	-	-	2,637	5,192	-	183,945	232,912	428,449
Additions	-	-	-	-	-	-	-	171,539	105,000	276,539
As at 31 December 2019	-	3,763	-	-	2,637	5,192	-	355,484	337,912	704,988
<b>Accumulated Depreciation</b>										
As at 01 January 2019	5,599	16,637	16,513	2,733	47,469	44,072	14,884	828,611	521	977,039
Charge for the year	500	328	1,576	1,640	4,728	15,335	-	47,410	17,377	88,894
Released on disposal	(5,599)	-	-	-	-	-	-	-	-	(5,599)
As at 31 December 2019	500	16,965	18,089	4,373	52,197	59,407	14,884	876,021	17,898	1,060,334
<b>Budgeted NBV 31 Dec 2018</b>	21,142	7,420	2,708	0	12,274	8,440	0	413,345	60,619	525,948
<b>Forecasted NBV 1 Jan 2019</b>	19,102	5,020	1,576	5,467	6,443	886	-	421,404	-	459,898
<b>Budgeted NBV 31 Dec 2019</b>	49,500	4,692	-	3,827	1,715	97,051	-	379,865	156,389	693,039