



# **Ghaxaq Local Council**

**Annual Budget  
For  
Financial Year  
2020**

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**Overview and Summary**

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**Financial Estimates****INCOME**

In 2019 the Government Allocation will amount to Eur 392,990 . The Council is predicting an additional income from government schemes of €15,000. An estimate of approximately € 6,500 is predicted from permits while an amount of Euro 3,000 is estimated from the LES system. The Council is estimated to receive also an amount of Euro 18,000 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 € 103,704.

**OPERATIONS AND MAINTENANCE**

This year the Ghaxaq Local Council is anticipating that operational expenses will remain in line with those of previous year, except for a time expenses of irrigation of parks and gardens amounting to Euro 19,380, which the Council has already obtained financed for. 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 18,000 for cultural and social activities in 2020. In total the budgeted expenditure on operations and maintenance amounts to Euro 206,180.

**ADMINISTRATIVE EXPENDITURE**

The Council is budgeting that Administrative expenditure will remain in line with that of previous years. The total budgeted administrative expenditure amounts to Euro 54,830.

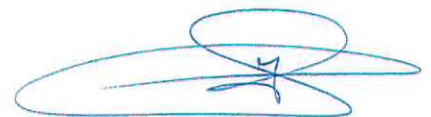
**CAPITAL EXPENDITURE**

The Local council is projecting that that in 2020 the embellishment of playing field will be finalised with a further total expenditure of Euro 36,169 bringing the total value of the project to Euro 278,766.

The following projects is to be financed by a grants of Euro 208,000. An amount of Euro 70,000 has already been received by the Local Council in 2019. The balance of Euro 138,000 are expected to be received in 2020.



Mayor



Executive Secretary

## Budgeted Statement of Income and Expenditure

## DESCRIPTION

BUDGET Jan-Dec 2019	FORECAST Jan-Dec 2019	BUDGET Jan-Dec 2020	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

## Income

Funds received from Central Government (1)	388,854	390,066	407,990	19,136	17,924
Income raised from Bye-Laws (2)	8,500	6,079	6,500	(2,000)	421
Income raised from LES (3)	2,000	2,960	3,000	1,000	40
Investment Income (4)	50	111	50	-	(61)
Other Income (5)	12,000	21,259	18,000	6,000	(3,259)
<b>TOTAL</b>	<b>411,404</b>	<b>420,475</b>	<b>435,540</b>	<b>24,136</b>	<b>15,065</b>

## Expenditure

Personal Emoluments (6)	92,984	99,966	103,704	10,720	3,738
Operations and Maintenance (7)	227,850	167,472	223,180	(4,670)	55,708
Administration (8)	45,117	54,136	54,830	9,713	694
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	57,996	136,379	88,842	30,846	(47,537)
<b>TOTAL</b>	<b>423,947</b>	<b>457,953</b>	<b>470,556</b>	<b>46,609</b>	<b>12,603</b>

## Surplus / Deficit

	<b>(12,543)</b>	<b>(37,478)</b>	<b>(35,016)</b>	<b>(22,473)</b>	<b>2,462</b>
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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		
	2019	2019	2020	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	693,039	521,570	330,897	(362,142)	(190,673)
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	113,969	200,236	114,328	359	(85,908)
Cash and Cash Equivalents (13)	40,325	326,071	323,643	283,318	(2,428)
<b>Total Current Assets</b>	<b>154,294</b>	<b>526,307</b>	<b>437,971</b>	<b>283,677</b>	<b>(88,336)</b>
<b>Current Liabilities (14)</b>					
Payables	56,300	281,602	43,068	(13,232)	(238,534)
Current portion of Long-Term Borrowings	-	-	-	-	-
<b>Total Current Liabilities</b>	<b>56,300</b>	<b>281,602</b>	<b>43,068</b>	<b>(13,232)</b>	<b>(238,534)</b>
<b>Net Current Assets</b>	<b>97,994</b>	<b>244,705</b>	<b>394,903</b>	<b>296,909</b>	<b>150,198</b>
<b>Non-current liabilities (15)</b>	<b>44,235</b>	<b>56,925</b>	<b>34,466</b>	<b>(9,769)</b>	<b>(22,459)</b>
<b>Net Assets</b>	<b>746,798</b>	<b>709,350</b>	<b>691,334</b>	<b>(55,464)</b>	<b>(18,016)</b>
<b>Reserves</b>					
Retained Funds	746,798	709,350	674,334	(72,464)	(35,016)

**Financial Situation Indicator**

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2019	2019	2020
	€	€	€
Current Assets	154,294	526,307	437,971
Current Liabilities	56,300	281,602	43,068
Total Long Term Liabilities	44,235	56,925	34,466
Commitments approved by Ministry	-	-	-
	53,759	187,780	360,437
Government Allocation	388,854	390,066	407,990
FSI	13.82%	48.14%	88.34%

## Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR 2020 €	APR-JUN 2020 €	JUL-SEP 2020 €	OCT-DEC 2020 €	
<b>Cash Inflows</b>					
Government cash inflows	101,998	101,997	101,997	101,998	407,990
Cash flows from Bye-Laws & L.N fees	1,625	1,625	1,625	1,625	6,500
Local Enforcement cash flows	750	750	750	750	3,000
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	50	50
Investment income	-	-	-	50	50
<b>Capital cash flow</b>					
Proceeds from disposal of assets	-	-	-	-	-
Cash received from EU funds	-	85,908	138,000	-	223,908
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	4,500	4,500	4,500	4,500	18,000
<b>TOTAL Inflows</b>	<b>108,873</b>	<b>194,780</b>	<b>246,872</b>	<b>108,923</b>	<b>659,448</b>
<b>Cash Outflows</b>					
Personal Emoluments	25,926	25,926	25,926	25,926	103,704
Operations & Maintenance	51,545	51,545	51,545	51,545	206,180
Administration	13,708	13,707	13,707	13,708	54,830
Finance	-	-	-	-	-
<b>Capital</b>					
Acquisition of property					-
Construction					-
Improvements					-
Special programmes	-	-	36,169	-	36,169
Payment of capital creditors	-	-	219,154	-	219,154
	-	-	255,323	-	255,323
Cash outflows re EU projects		19,380			19,380
Cash outflows re Twinning					-
Cash outflows re Community Services					-
Payment of PPP creditor	-	-	-	22,459	22,459
	-	19,380	-	22,459	41,839
<b>TOTAL Outflows</b>	<b>91,179</b>	<b>110,558</b>	<b>346,501</b>	<b>113,638</b>	<b>661,876</b>
<b>SURPLUS / (DEFICIT)</b>	<b>17,694</b>	<b>84,222</b>	<b>(99,629)</b>	<b>(4,715)</b>	<b>(2,428)</b>
Brought forward (Bank /Cash Bal.)	326,071	343,765	427,987	328,358	326,071
Carry forward	343,765	427,987	328,358	323,643	323,643

**Detailed Estimates of Income**

## DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2019	ACTUAL Jan-Sept 2019	FORECAST Oct-Dec 2019	TOTAL Jan-Dec 2019	BUDGET Jan-Dec 2020	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

## Income

1 **Funds received form Central Government:**

0001 In terms of section 55 CAP 363  
0002-0004 In terms of section 58 CAP 363  
0005-0019 Other Income

373,854	280,392	93,464	373,856	392,990	19,136	19,134
-	-	-	-	-	-	-
15,000	10,607	5,603	16,210	15,000	-	(1,210)
<b>388,854</b>	<b>290,999</b>	<b>99,067</b>	<b>390,066</b>	<b>407,990</b>	<b>19,136</b>	<b>17,924</b>

2 **Bye-Laws & Legal Fees**

0021-0025 Community Services  
0026-0035 Income from Permits

-	-	575	575	-	-	(575)
8,500	4,297	1,207	5,504	6,500	(2,000)	996
<b>8,500</b>	<b>4,297</b>	<b>1,782</b>	<b>6,079</b>	<b>6,500</b>	<b>(2,000)</b>	<b>421</b>

3 **Local Enforcement Income**

0037 Commission from Regional Committees  
0038-0055 Contraventions

2,000	2,227	733	2,960	3,000	1,000	40
-	-	-	-	-	-	-
<b>2,000</b>	<b>2,227</b>	<b>733</b>	<b>2,960</b>	<b>3,000</b>	<b>1,000</b>	<b>40</b>

4 **Investment Income**

0091-0095 Bank interest  
0096-0099 Income received from Government Securities

50	-	111	111	50	-	(61)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<b>50</b>	<b>-</b>	<b>111</b>	<b>111</b>	<b>50</b>	<b>-</b>	<b>(61)</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  
0120-0129 General Income

-	-	-	-	-	-	-
-	-	2,335	2,335	-	-	(2,335)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
12,000	1,853	16,605	18,458	18,000	6,000	(458)
-	-	466	466	-	-	(466)
-	-	-	-	-	-	-
<b>12,000</b>	<b>1,853</b>	<b>19,406</b>	<b>21,259</b>	<b>18,000</b>	<b>6,000</b>	<b>(3,259)</b>

## Total

<b>411,404</b>	<b>299,376</b>	<b>121,099</b>	<b>420,475</b>	<b>435,540</b>	<b>24,136</b>	<b>15,065</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 2019 €	ACTUAL Jan-Sept 2019 €	FORECAST Oct-Dec 2019 €	TOTAL Jan-Dec 2019 €	BUDGET Jan-Dec 2020 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €

## 6 Personal Emoluments

1100 Mayor's Allowance	7,584	6,794	2,960	9,754	10,404	2,820	650
1200 Employees' Salaries & Wages	72,500	49,833	22,072	71,905	72,500	-	595
1300 Bonuses	-	-	-	-	-	-	-
1400 Income Supplements	-	-	1,692	1,692	-	-	(1,692)
1500 Social Security Contributions	6,500	4,836	1,240	6,076	6,500	-	424
1600 Allowances	6,400	6,250	3,050	9,300	13,000	6,600	3,700
1700 Overtime	-	-	1,239	1,239	1,300	1,300	61
	<b>92,984</b>	<b>67,713</b>	<b>32,253</b>	<b>99,966</b>	<b>103,704</b>	<b>10,720</b>	<b>3,738</b>

## 7 Operations and Maintenance

2100-2149 Public Utilities	-	-	-	-	-	-	-
2200-2259 Public Materials & Supplies	18,000	19,357	(967)	18,390	18,000	-	(390)
2300-2399 Repairs & Upkeep	70,000	1,805	10,404	12,209	15,000	(55,000)	2,791
2400-2449 Rent	-	-	-	-	-	-	-
3010 Street Lighting	10,000	8,220	2,615	10,835	15,000	5,000	4,165
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	2,500	1,167	628	1,795	2,500	-	705
3035 Bank Charges	100	59	420	479	500	400	21
3036 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	35,000	26,089	11,373	37,462	40,000	5,000	2,538
3041 Refuse Collection	50,000	33,927	10,771	44,698	48,000	(2,000)	3,302
3042 Bulky Refuse Collection	10,000	8,387	1,878	10,265	10,000	-	(265)
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	7,500	11,565	(767)	10,798	29,000	21,500	18,202
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	800	-	767	767	800	-	33
3055 Cleaning of Council Premises	350	-	-	-	-	(350)	-
3060 Cleaning & Maintenance of Parks & Gardens	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	1,500	-	1,500	2,000	-	500
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	-	-	-	-	-	-	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	15,000	15,543	472	16,015	18,000	3,000	1,985
3600-3694 Local Enforcement Expenses	5,000	2,098	161	2,259	5,000	-	2,741
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Irrigation scheme	-	-	-	-	19,380	19,380	19,380
	<b>227,850</b>	<b>129,717</b>	<b>37,755</b>	<b>167,472</b>	<b>223,180</b>	<b>(4,670)</b>	<b>55,708</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	Bud-Bud	Bud-Act
2019	2019	2019	2019	2020		
€	€	€	€	€	€	€

## 8 Administration &amp; Other Expenditure

2150-2199 Office Utilities	5,500	5,477	4,189	9,666	7,000	1,500	(2,666)
2260-2299 Office Materials & Supplies	500			-	-	(500)	-
2450-2499 Office Rent	617	577	(47)	530	530	(87)	-
2500-2599 National & International Memberships	1,500	350	423	773	1,500	-	727
2600-2699 Office Services	4,500	5,703	(842)	4,861	5,200	700	339
2700-2799 Transport	2,000	1,022	309	1,331	2,000	-	669
2800-2899 Travel	-			-	-	-	-
2900-2999 Information Services	3,500	3,171	361	3,532	3,600	100	68
3050 Office Cleaning	-			-	-	-	-
3140-3199 Professional Services	25,000	18,418	14,935	33,353	35,000	10,000	1,647
3200-3299 Training	-	90	-	90	-	-	(90)
3345 Office Hospitality	-	58	(58)	-	-	-	-
3400-3499 Incidental Expenses	2,000	56	(56)	-	-	(2,000)	-
	-			-	-	-	-
	45,117	34,922	19,214	54,136	54,830	9,713	694

## 9 Finance Costs

3036 Interest on Bank Loan

-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-

## 10 Other Expenditure

3500-3599 Loss / (Profit) on Disposal of assets

3695 Increase/(Decrease) in allowance for bad debts

8000-8099 Depreciation

(25,299)			-	-	25,299	-	-
-			-	-	-	-	-
83,295	50,411	85,968	136,379	88,842	5,547	(47,537)	
57,996	50,411	85,968	136,379	88,842	30,846	(47,537)	

## Total

423,947	282,763	175,190	457,953	470,556	46,609	12,603	
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**Detailed Estimates of Statement of Affairs**

## DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec	ACTUAL as at 30-Sep 2019	FORECAST changes from 30 Sep-31 Dec 2019	TOTAL as at 31-Dec 2019	BUDGET Jan-Dec 2020	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

11 **Inventory**

5201-5249 Stationery  
5250-5299 Consumables

-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-

12 **Receivables**

0201-0209 Receivables  
0210-0219 LES Receivables  
0220-0229 Receivables from EU  
0250 Prepayments & Accrued income  
Gurnishee

6,042	1,201	19,717	20,918	20,918	14,876	-
2,369	-	-	-	-	(2,369)	-
-	-	-	-	-	-	-
105,558	103,647	74,992	178,639	92,731	(12,827)	(85,908)
-	679	-	679	679	679	-
<b>113,969</b>	<b>105,527</b>	<b>94,709</b>	<b>200,236</b>	<b>114,328</b>	<b>359</b>	<b>(85,908)</b>

13 **Cash & Equivalents**

5001-5099 Bank & Cash Balances

40,325	440,224	(114,153)	326,071	323,643	283,318	(2,428)
<b>40,325</b>	<b>440,224</b>	<b>(114,153)</b>	<b>326,071</b>	<b>323,643</b>	<b>283,318</b>	<b>(2,428)</b>

14 **Payables**

4000 Payables  
4100 Accruals  
4150 Deferred Income  
Current portion of Long-Term Borrowings  
Grants received in advance

42,935	29,043	220,556	249,599	30,445	(12,490)	(219,154)
13,365	10,151	2,472	12,623	12,623	(742)	-
-	-	19,380	19,380	-	-	(19,380)
-	-	-	-	-	-	-
-	70,000	(70,000)	-	-	-	-
<b>56,300</b>	<b>109,194</b>	<b>172,408</b>	<b>281,602</b>	<b>43,068</b>	<b>(13,232)</b>	<b>(238,534)</b>

15 **Non Current Liabilities**

4200 Long Term Borrowings  
Long Term Borrowings

44,235	66,694	(27,990)	38,704	16,245	(27,990)	(22,459)
-	-	18,221	18,221	18,221	18,221	-
<b>44,235</b>	<b>66,694</b>	<b>(9,769)</b>	<b>56,925</b>	<b>34,466</b>	<b>(9,769)</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
		8% €	20% €	20% €	20% €	10% €	na €	10% €	10% €	
<b>Cost</b>										
As at 01 January 2020	24,701	27,047	18,089	8,200	59,523	66,485	14,884	1,433,960	667,803	2,320,692
Additions	-	-	-	-	-	-	-	-	36,169	36,169
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2020	24,701	27,047	18,089	8,200	59,523	66,485	14,884	1,433,960	703,972	2,356,861
<b>Grants/ other reimbursements</b>										
As at 01 January 2020	-	-	1,883	-	2,637	-	-	211,440	474,452	690,412
Additions	-	-	-	-	-	-	-	-	138,000	138,000
As at 31 December 2020	-	-	1,883	-	2,637	-	-	211,440	612,452	828,412
<b>Accumulated Depreciation</b>										
As at 01 January 2020	3,622	20,236	15,542	4,190	52,157	46,369	14,884	950,852	858	1,108,710
Charge for the year	247	2,028	365	1,640	1,720	3,687	-	73,594	5,561	88,842
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2020	3,869	22,264	15,907	5,830	53,877	50,056	14,884	1,024,446	6,419	1,197,552
<b>Budgeted NBV 31 Dec 2019</b>	49,500	4,692	0	3,827	1,715	97,051	0	379,865	156,389	693,039
<b>Forecasted NBV 1 Jan 2020</b>	21,079	6,811	664	4,010	4,729	20,116	-	271,668	192,493	521,570
<b>Budgeted NBV 31 Dec 2020</b>	20,832	4,783	299	2,370	3,009	16,429	-	198,074	85,101	330,897