

Hal Balzan Local Council

**Annual Budget
For
Financial Year
2012**

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Overview and Summary

Introduction

This year Annual Budget saw an increase of 5% over last year's allocation and is still insufficient to meet our basic requirements. The Council is projecting an income of € 249,318 and a projecting expenditure of € 275,069

The Central Government intends to hand over more responsibilities to local councils and the launching of schemes to better finance Councils' operations.

As every other year, it has always been the policy of the Hal Balzan Local Council to present a balanced budget, with particular constraints in the expenditure.

This year after having our application approved by the EU for funding under the Operational Programme 1-Cohension Policy 2007-13 of the European Regional Development Fund - " Regenerating Balzan Square and Implementing a Tourist Heritage Trail" works will commence this year and the Council will be committing part of its surplus funds towards this project.

In 2012 the Council intends also to use the funds available by the Urban Improvement Funds of MEPA for the pavement and embellishment works in Valley Road. This project will cost in the region of € 60,000.

We would like to note that once again this year the actual waste we are generating fom the locality is more than the statistics provided to us by the National Statistics Office. This means that the Council will have to find funds to cover this amount of tipping fees which the Central Government is not funding.

Fuel costs over and above the quoted price in the domestic refuse and green waste collection contract will have to be paid to the contractor ever time there is a rise in these costs.

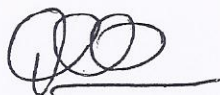
We currently have one part-time clerk and one full time clerk to meet the needs of the office and the residents of Hal Balzan. The Central Government launched a scheme whereby the ETC supplied us with a person who has been helping out with maintenance at the office. His salary is paid by ETC under this scheme and I must say the office is very much better maintained. Every effort is being made so that we make optimum use of the workers assigned in the Local Council rather than contracting out.

There are several other central government scheme in the pipeline intended to help councils and we hope to be able to apply under these scheme to receive funding.

The Council has submitted a development brief with regards to a piece of land belonging to the Joint Office in Wesgha Prof. G. Aquilina. The Council intends to turn it into a recreational area/community area. We hope our efforts will be supported by the Central Government. A decision needs to be taken by the Central Government without any further delay so that the Council will be in a better position to take the necessary decisions to implement this project or else adopt the Private Public Partnership scheme in the re-surfacing and construction of new roads.

Unfortunately the financial allocation doesn't permit the council to launch any major projects but we will do utmost to put our case forward for the resurfacing of certain street that are in bad need of repair.

We will do our utmost to make the most of available funds to improve services for the benefit of residents and visitors to the locality.



Mayor

Executive Secretary

Budgeted Statement of Income and Expenditure

DESCRIPTION

BUDGET Jan-Dec 2011	FORECAST Jan-Dec 2011	BUDGET Jan-Dec 2012	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

Income

Funds received from Central Government (1)	244,888	248,465	257,224	12,336	8,759
Income raised from Bye-Laws (2)	500	287	500	-	213
Income raised from LES (3)	-	-	-	-	-
Investment Income (4)	-	-	-	-	-
Other Income (5)	3,930	3,880	42,784	38,854	38,904
TOTAL	249,318	252,632	300,508	51,190	47,876

Expenditure

Personal Emoluments (6)	59,393	56,551	65,469	6,076	8,918
Operations and Maintenance (7)	156,048	124,323	160,488	4,440	36,165
Administration (8)	12,872	14,700	16,691	3,819	1,991
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	46,756	40,274	88,862	42,106	48,588
TOTAL	275,069	235,848	331,510	56,441	95,662

Surplus / Deficit

(25,751)	16,784	(31,002)	(5,251)	(47,786)
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Budgeted Statement of Affairs**DESCRIPTION**

BUDGET as at 31 Dec 2011	FORECAST as at 31 Dec 2011	BUDGET as at 31 Dec 2012	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

Non-current Assets

Property, Plant and Equipment (16)

401,437	340,704	796,786	395,349	456,082
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Current Assets

Inventories (11)

Receivables (12)

Cash and Cash Equivalents (13)

-	-	-	-	-
12,976	13,322	110,976	98,000	97,654
116,617	254,481	146,933	30,316	(107,548)

Total Current Assets

129,593	267,803	257,909	128,316	(9,894)
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Current Liabilities (14)

Payables

Current portion of Long-Term Borrowings

56,030	85,680	195,337	139,307	109,657
-	-	-	-	-

Total Current Liabilities

56,030	85,680	195,337	139,307	109,657
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Net Current Assets

73,563	182,123	62,572	(10,991)	(119,551)
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Non-current liabilities (15)

-	-	367,533	367,533	367,533
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Net Assets

475,000	522,827	491,825	16,825	(31,002)
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Reserves

Retained Funds

475,000	522,827	491,825	16,825	(31,002)
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Financial Situation Indicator**DESCRIPTION**

BUDGET as at 31 Dec 2011	FORECAST as at 31 Dec 2011	BUDGET as at 31 Dec 2012
€	€	€
129,593	267,803	257,909
56,030	85,680	195,337
-	-	367,533
-	-	-
73,563	182,123	(304,961)

Current Assets

Current Liabilities

Total Long Term Liabilities

Commitments approved by Ministry

Government Allocation

244,888	248,465	257,224
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FSI

30.04%	73.30%	-118.56%
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Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2012	2012	2012	2012	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	64,306	64,306	64,306	64,306	257,224
Cash flows from Bye-Laws & L.N fees	125	125	125	125	500
Local Enforcement cash flows	-	-	-	-	-
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	-	-
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
Cash received from EU funds	-	115,825	115,824	94,186	325,835
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	920	920	3,266	920	6,026
Other Cash Inflows	-	-	-	-	-
TOTAL Inflows	65,351	181,176	183,521	159,537	589,585
Cash Outflows					
Personal Emoluments	14,767	17,967	14,767	17,968	65,469
Operations & Maintenance	42,507	42,508	42,507	42,507	170,029
Administration	4,173	4,172	4,173	4,173	16,691
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	-	-	-
Improvements	-	-	-	-	-
Special programmes	-	-	-	-	-
Equipment	1,000	-	1,500	-	2,500
	1,000	-	1,500	-	2,500
Cash outflows re EU projects	43,966	136,077	122,824	139,577	442,444
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	-	-	-	-
	43,966	136,077	122,824	139,577	442,444
TOTAL Outflows	106,413	200,724	185,771	204,225	697,133
SURPLUS / (DEFICIT)	(41,062)	(19,548)	(2,250)	(44,688)	(107,548)
Brought forward (Bank /Cash Bal.)	254,481	213,419	193,871	191,621	254,481
Carry forward	213,419	193,871	191,621	146,933	146,933




Detailed Estimates of Income**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		
2011	2011	2011	2011	2012	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

Income**1 Funds received from Central Government:**

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

244,888	183,665	61,221	244,886	257,224	12,336	12,338
-	3,579	-	3,579	-	-	(3,579)
-	-	-	-	-	-	-
244,888	187,244	61,221	248,465	257,224	12,336	8,759

2 Bye-Laws & Legal Fees

- 0021-0025 Community Services
 0026-0035 Income from Permits

500	145	142	287	500	-	213
-	-	-	-	-	-	-
500	145	142	287	500	-	213

3 Local Enforcement Income

- 0037 Share of Profit from Joint Committee
 0038-0055 Contraventions

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

4 Investment Income

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

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

5 0056-0065 Sponsorships

- 0066-0069 Documents & Information
 0070-0075 EU Funds
 0076-0080 Twinning
 0081-0089 Insurance Claims
 0100-0109 General Income
 0110-0119 Donations
 0120-0129 Contributions

-	-	-	-	-	-	-
-	581	344	925	-	-	(925)
-	-	-	-	39,104	39,104	39,104
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	1,200	1,200	1,200
350	788	74	862	350	-	(512)
3,580	1,619	474	2,093	2,130	(1,450)	37
-	-	-	-	-	-	-
3,930	2,988	892	3,880	42,784	38,854	38,904

Total

249,318	190,377	62,255	252,632	300,508	51,190	47,876
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Detailed Estimates of Expenditure**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		
2011	2011	2011	2011	2012	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

6 Personal Emoluments

1100 Mayor's Allowance
1200 Employees' Salaries & Wages
1300 Bonuses
1400 Income Supplements
1500 Social Security Contributions
1600 Allowances
1700 Overtime

8,924	4,781	1,594	6,375	6,616	(2,308)	241
37,023	28,088	11,248	39,336	42,811	5,788	3,475
540	135	179	314	5,157	4,617	4,843
3,069	246	-	246	-	(3,069)	(246)
3,437	2,613	1,046	3,659	3,945	508	286
6,400	3,200	3,200	6,400	6,400	-	-
-	109	112	221	540	540	319
59,393	39,172	17,379	56,551	65,469	6,076	8,918

7 Operations and Maintenance

2100-2149 Public Utilities
2200-2259 Materials & Supplies
2300-2399 Repairs & Upkeep
2400-2449 Rent
3010 Street Lighting
3020 Lease of Equipment
3030 Insurance
3035 Bank Charges
3038 Penalties
3040 Waste Disposal
3041 Refuse Collection
3042 Bulky Refuse Collection
3043 Bins on wheels
3045 Bring in sites
3050-3051 Road & Street Cleaning
3052 Cleaning & Maintenance of Non-Urban Areas
3053 Cleaning of Public Conveniences
3055 Cleaning of Council Premises
3060 Other Contractual Services
3061 Cleaning & Maintenance of Parks & Gardens
3062 Cleaning & Maintenance of Soft Areas
3063 Cleaning & Maintenance of Beaches & CA
3064 Cleaning & Maintenance of Country Non-Urban
3070-3090 Consultation Fees
3100-3139 Contract & Project Management
3300-3379 Hospitality
3380-3389 Community
3390-3394 Donations
3600-3694 Local Enforcement Expenses
3700-3799 EU Projects
3800-3899 Twinning

5,697	463	1,026	1,489	5,697	-	4,208
4,400	3,469	276	3,745	4,735	335	990
32,855	3,270	1,299	4,569	35,418	2,563	30,849
-	-	-	-	-	-	-
4,000	4,091	1,304	5,395	6,000	2,000	605
-	-	-	-	-	-	-
4,000	2,510	-	2,510	4,000	-	1,490
50	46	9	55	50	-	(5)
-	-	-	-	-	-	-
27,600	17,696	8,820	26,516	26,460	(1,140)	(56)
36,792	17,373	18,471	35,844	38,400	1,608	2,556
4,560	1,949	2,569	4,518	4,940	380	422
-	-	-	-	-	-	-
-	-	-	-	-	-	-
22,786	16,853	5,558	22,411	22,730	(56)	319
-	-	-	-	-	-	-
5,524	2,755	2,755	5,510	5,510	(14)	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,214	1,845	553	2,398	2,048	(166)	(350)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
2,000	3,510	696	4,206	-	(2,000)	(4,206)
3,570	4,808	349	5,157	4,500	930	(657)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
156,048	80,638	43,685	124,323	160,488	4,440	36,165

Detailed Estimates of Expenditure (Continued)**DESCRIPTION**

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2011	ACTUAL Jan-Sept 2011	FORECAST Oct-Dec 2011	TOTAL Jan-Dec 2011	BUDGET Jan-Dec 2012	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

8 Administration & Other Expenditure

2150-2199 Office Utilities	2,829	2,587	678	3,265	2,829	-	(436)
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	1,488	2,262	-	2,262	2,262	774	-
2500-2599 National & International Memberships	900	-	-	-	900	-	900
2600-2699 Office Services	1,800	1,389	560	1,949	2,100	300	151
2700-2799 Transport	100	2	153	155	450	350	295
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	1,400	1,703	262	1,965	2,100	700	135
3140-3199 Professional Services	4,105	3,484	1,620	5,104	5,400	1,295	296
3200-3299 Training	-	-	-	-	-	-	-
3345 Office Hospitality	-	-	-	-	400	400	400
3400-3499 Incidental Expenses	-	-	-	-	-	-	-
	250	-	-	-	250	-	250
	12,872	11,427	3,273	14,700	16,691	3,819	1,991

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

-	-	-	-	-	-	-
-	-	-	-	-	-	-
46,756	30,249	10,025	40,274	88,862	42,106	48,588
46,756	30,249	10,025	40,274	88,862	42,106	48,588

Total

275,069	161,486	74,362	235,848	331,510	56,441	95,662
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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 2011 €	ACTUAL as at 30-Sep 2011 €	FORECAST changes from 30 Sep-31 Dec 2011 €	TOTAL as at 31-Dec 2011 €	BUDGET Jan-Dec 2012 €	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

12,000	12,224	122	12,346	10,000	(2,000)	(2,346)
-	-	-	-	-	-	-
-	-	-	-	100,000	100,000	100,000
976	-	976	976	976	-	-
-	-	-	-	-	-	-
12,976	12,224	1,098	13,322	110,976	98,000	97,654

13 Cash & Equivalents

5001-5099 Bank & Cash Balances

116,617	243,340	11,141	254,481	146,933	30,316	(107,548)
116,617	243,340	11,141	254,481	146,933	30,316	(107,548)

14 Payables

4000 Payables
4100 Accruals
4150 Deferred Income
Current portion of Long-Term Borrowings

49,030	51,908	5,551	57,459	148,000	98,970	90,541
7,000	-	6,582	6,582	6,500	(500)	(82)
-	21,639	-	21,639	40,837	40,837	19,198
-	-	-	-	-	-	-
-	-	-	-	-	-	-
56,030	73,547	12,133	85,680	195,337	139,307	109,657

15 Non Current Liabilities

4200 Long Term Borrowings
Deferred Income

-	-	-	-	-	-	-
-	-	-	-	367,533	367,533	367,533
-	-	-	-	367,533	367,533	367,533

16 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Office furniture & Fittings		Computer Equipment		Office Equipment		Urban Improvements		New Street Signs		Construction Works		Special Programmes		Total
	8%	€	25%	€	20%	€	10%	€	100%	€	10%	€	10-100%	€	€
Cost															
As at 01 January 2012	17,762		9,832		6,050		69,931		9,851		569,503		273,458		956,387
Additions	-		1,000		1,500		-		-		542,444		-		544,944
Disposals	-		-		-		-		-		-		-		-
As at 31 December 2012	17,762		10,832		7,550		69,931		9,851		1,111,947		273,458		1,501,331
Grants/ other reimbursements															
As at 01 January 2012	-		-		-		17,375		-		-		143,182		160,557
Additions	-		-		-		-		-		-		-		-
As at 31 December 2012	-		-		-		17,375		-		-		143,182		160,557
Accumulated Depreciation															
As at 01 January 2012	11,092		9,372		5,101		19,311		9,851		329,736		70,663		455,126
Charge for the year	500		365		490		3,325		-		78,221		5,961		88,862
Released on disposal	-		-		-		-		-		-		-		-
As at 31 December 2012	11,592		9,737		5,591		22,636		9,851		407,957		76,624		543,988
Budgeted NBV 31 Dec 2011	6,670		460		949		17,162		0		316,583		59,613	0	401,437
Forecasted NBV 1 Jan 2012	6,670		460		949		33,245		-		239,767		59,613	-	340,704
Budgeted NBV 31 Dec 2012	6,170		1,095		1,959		29,920		-		703,990		53,652	-	796,786