



In-Naxxar Local Council

**Annual Budget
For
Financial Year
2020**

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Overview and Summary

We are pleased to present the biggest budget ever with a proposed total expenditure for 2020 amounting to more than Eur1.6m.

This year the Council is planning a number of projects, some of which were planned during the year 2019 but due to the fact that the Council had to undertake a number of consultation exercises and also submit the required permit applications, the implementation had to be shifted to 2020.

Capital projects for 2020 include:

- the total re-construction of Ġnien il-Ħamrija;
- new Outdoor Gym in Triq I-Għakkies;
- new playing field in San Pawl tat-Tarġa;
- Urban improvements in Baħar iċ-Ċagħaq;
- New decorative street lighting in Triq il-Markiż Scicluna;
- New decorative street lighting in Triq Castro;
- Embellishment and the possibility re-designing of Pjazza Vittorja and Labour Ave;
- Restoration of the tal-Għaqba Windmill.

Much of the funding for the above shall come through EU and UIF funds.

Given the limited resources of the Local Council, all these projects are a challenge in themselves but the Council is committed to work hard to reach its goals.

Despite being shown under recurrent expenditure, the Council is also committing adequate funding to strengthen the existing contracts, in particular to ensure a high level of cleansing as possible.



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)	1,104,940	1,168,103	1,183,206	78,266	15,103
Income raised from Bye-Laws (2)	81,050	77,693	85,050	4,000	7,357
Income raised from LES (3)	10,500	9,588	9,000	(1,500)	(588)
Investment Income (4)	1,000	59	110	(890)	51
Other Income (5)	7,510	4,098	5,740	(1,770)	1,642
TOTAL	1,205,000	1,259,541	1,283,106	78,106	23,565
Expenditure					
Personal Emoluments (6)	221,847	196,654	256,998	35,151	60,344
Operations and Maintenance (7)	723,225	801,808	954,635	231,410	152,827
Administration (8)	130,888	139,737	147,000	16,112	7,264
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	473,882	273,645	263,064	(210,818)	(10,581)
TOTAL	1,549,842	1,411,844	1,621,697	71,855	209,853
Surplus / Deficit	(344,842)	(152,303)	(338,591)	6,251	(186,288)

Budgeted Statement of Affairs

DESCRIPTION	BUDGET as at 31 Dec 2019 €	FORECAST as at 31 Dec 2019 €	BUDGET as at 31 Dec 2020 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
Non-current Assets					
Property, Plant and Equipment (16)	1,029,193	1,029,193	1,220,897	191,704	191,704
Current Assets					
Inventories (11)	7,500	7,795	7,500	-	(295)
Receivables (12)	30,000	132,868	107,758	77,758	(25,110)
Cash and Cash Equivalents (13)	311,736	882,535	352,240	40,504	(530,295)
Total Current Assets	349,236	1,023,198	467,498	118,262	(555,700)
Current Liabilities (14)					
Payables	270,000	365,405	340,000	70,000	(25,405)
Current portion of Long-Term Borrowings	-	-	-	-	-
Total Current Liabilities	270,000	365,405	340,000	70,000	(25,405)
Net Current Assets	79,236	657,793	127,498	48,262	(530,295)
Non-current liabilities (15)	100,000	-	-	(100,000)	-
Net Assets	1,008,429	1,686,986	1,348,395	339,966	(338,591)
Reserves					
Retained Funds	1,008,429	1,686,986	1,348,395	339,966	(338,591)

Financial Situation Indicator

DESCRIPTION	BUDGET as at 31 Dec 2019 €	FORECAST as at 31 Dec 2019 €	BUDGET as at 31 Dec 2020 €
Current Assets	349,236	1,023,198	467,498
Current Liabilities	270,000	365,405	340,000
Total Long Term Liabilities	100,000	-	-
Commitments approved by Ministry	100,000	-	-
	79,236	657,793	127,498
Government Allocation	1,104,940	1,168,103	1,183,206
FSI	7.17%	56.31%	10.78%

Cash Budget

	QTR 1	QTR 2	QTR 3	QTR 4	
DESCRIPTION	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	TOTAL
	2020	2020	2020	2020	2020
	€	€	€	€	€
Cash Inflows					
Government cash inflows	295,802	295,802	295,802	295,802	1,183,206
Cash flows from Bye-Laws & L.N fees	21,263	21,263	21,263	21,263	85,050
Local Enforcement cash flows	2,250	2,250	2,250	2,250	9,000
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	110	110
	-	-	-	110	110
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	1,435	1,435	1,435	1,435	5,740
Other Cash Inflows	236,724	236,724	236,724	236,724	946,894
TOTAL Inflows	557,473	557,473	557,473	557,583	2,230,000
Cash Outflows					
Personal Emoluments	64,249	64,249	64,249	64,249	256,998
Operations & Maintenance	238,659	238,659	238,659	238,659	954,635
Administration	36,750	36,750	36,750	36,750	147,000
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	105,000	-	105,000
Improvements	-	-	-	5,000	5,000
Special programmes	314,166	314,166	314,166	314,166	1,256,662
Motor vehicles	-	-	35,000	-	35,000
	314,166	314,166	454,166	319,166	1,401,662
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	-	-	-	-
TOTAL Outflows	653,824	653,824	793,824	658,824	2,760,295
SURPLUS / (DEFICIT)	(96,351)	(96,351)	(236,351)	(101,241)	(530,295)
Brought forward (Bank /Cash Bal.)	882,535	786,184	689,833	453,481	882,535
Carry forward	786,184	689,833	453,481	352,240	352,240

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 from Central Government:

0001 In terms of section 55 CAP 363	1,053,804	790,353	263,451	1,053,804	1,116,126	62,322	62,322
0002-0004 In terms of section 58 CAP 363	34,216	28,580	(22,722)	5,858	-	(34,216)	(5,858)
0005-0019 Other Income	16,920	79,771	28,670	108,441	67,080	50,160	(41,361)
	1,104,940	898,704	269,399	1,168,103	1,183,206	78,266	15,103

2 Bye-Laws & Legal Fees

0021-0025 Community Services	15,450	8,775	2,503	11,278	15,650	200	4,372
0026-0035 Income from Permits	65,600	54,191	12,224	66,415	69,400	3,800	2,985
	81,050	62,965	14,728	77,693	85,050	4,000	7,357

3 Local Enforcement Income

0037 Commission from Regional Committees	10,000	6,559	2,749	9,308	9,000	(1,000)	(308)
0038-0055 Contraventions	500	163	117	280	-	(500)	(280)
	10,500	6,722	2,866	9,588	9,000	(1,500)	(588)

4 Investment Income

0091-0095 Bank Interest	1,000	-	59	59	110	(890)	51
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	1,000	-	59	59	110	(890)	51

5 General Income

0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	500	1,501	(1,445)	56	240	(260)	184
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	5,000	-	-	-	5,000	-	5,000
0110-0119 Contributions	1,510	884	(105)	779	-	(1,510)	(779)
0120-0129 General Income	500	(2,324)	5,587	3,263	500	-	(2,763)
	7,510	61	4,037	4,098	5,740	(1,770)	1,642

Total

1,205,000	968,452	291,089	1,259,541	1,283,106	78,106	23,565
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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	11,376	10,001	3,697	13,698	15,027	3,651	1,329
1200 Employees' Salaries & Wages	161,013	99,451	35,785	135,236	181,716	20,703	46,480
1300 Bonuses	12,945	5,494	4,778	10,272	15,027	2,082	4,755
1400 Income Supplements	2,060	1,723	-	1,723	2,665	605	942
1500 Social Security Contributions	15,880	9,467	3,301	12,768	12,589	(3,291)	(179)
1600 Allowances	13,073	11,795	5,105	16,900	24,473	11,400	7,573
1700 Overtime	5,500	4,338	1,719	6,057	5,500	-	(557)
	221,847	142,268	54,385	196,654	256,998	35,151	60,344

7 Operations and Maintenance

2100-2149 Public Utilities	13,000	2,666	680	3,346	14,000	1,000	10,654
2200-2259 Public Materials & Supplies	13,700	2,788	1,751	4,539	10,800	(2,900)	6,261
2300-2399 Repairs & Upkeep	83,000	86,649	2,246	88,895	234,000	151,000	145,105
2400-2449 Rent	3,231	1,494	1,450	2,944	2,631	(600)	(313)
3010 Street Lighting	25,000	15,401	4,120	19,521	20,000	(5,000)	479
3020 Lease of Equipment	500	-	-	-	500	-	500
3030 Insurance	2,040	1,507	272	1,779	2,040	-	261
3035 Bank Charges	200	123	10	133	200	-	67
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	96,000	75,907	27,845	103,752	115,000	19,000	11,248
3041 Refuse Collection	160,338	157,590	64,539	222,128	160,338	-	(61,790)
3042 Bulky Refuse Collection	12,500	16,999	5,871	22,870	22,800	10,300	(70)
3043 Bins on wheels	-	17,088	6,241	23,328	-	-	(23,328)
3045 Bring in sites	300	295	-	295	300	-	5
3051 Road & Street Cleaning	144,639	100,735	34,642	135,377	154,639	10,000	19,262
3052 Cleaning & Maintenance of Non-Urban Areas	21,830	13,139	4,625	17,764	21,830	-	4,066
3053 Cleaning of Public Conveniences	26,757	10,929	3,825	14,754	20,757	(6,000)	6,003
3055 Cleaning of Council Premises	4,000	6,677	2,083	8,760	6,000	2,000	(2,760)
3060 Cleaning & Maintenance of Parks & Gardens	-	-	-	-	-	-	-
3061 Cleaning & Maintenance of Soft Areas	55,000	35,799	25,437	61,236	94,400	39,400	33,164
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	-	10,079	2,786	12,865	20,000	20,000	7,135
3070-3090 Consultation Fees	3,000	-	-	-	3,000	-	3,000
3100-3139 Contract & Project Management	-	-	-	-	-	-	-
3300-3379 Hospitality	7,890	4,375	1,238	5,613	8,100	210	2,487
3380-3389 Community	50,300	22,406	29,266	51,672	43,300	(7,000)	(8,372)
3600-3694 Local Enforcement Expenses	-	187	50	237	-	-	(237)
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Provision for bad debts	-	(664)	664	0	-	-	(0)
	723,225	582,165	219,643	801,808	954,635	231,410	152,827

Detailed Estimates of Expenditure (Continued)

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
	€	€	€	€	€	€	€
8 Administration & Other Expenditure							
2150-2199 Office Utilities	4,230	10,605	2,923	13,528	4,430	200	(9,098)
2260-2299 Office Materials & Supplies	-	401	379	780	-	-	(780)
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	2,000	2,845	904	3,749	2,000	-	(1,749)
2600-2699 Office Services	7,320	4,421	1,202	5,623	7,720	400	2,097
2700-2799 Transport	500	1,595	2,993	4,588	600	100	(3,988)
2800-2899 Travel	7,250	8,490	2,758	11,248	4,000	(3,250)	(7,248)
2900-2999 Information Services	19,500	11,865	3,574	15,439	13,650	(5,850)	(1,789)
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	84,088	58,339	25,460	83,799	108,600	24,512	24,801
3200-3299 Training	3,000	620	(1)	619	3,000	-	2,382
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	3,000	(1,058)	1,422	364	3,000	-	2,636
	-	-	-	-	-	-	-
	130,888	98,123	41,613	139,737	147,000	16,112	7,264
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	473,882	236,041	37,604	273,645	263,064	(210,818)	(10,581)
	473,882	236,041	37,604	273,645	263,064	(210,818)	(10,581)
Total	1,549,842	1,058,598	353,246	1,411,844	1,621,697	71,855	209,853

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
	2019	30-Sep	30 Sep-31 Dec	31-Dec	2020		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	7,500	8,946	(1,151)	7,795	7,500	-	(295)
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	7,500	8,946	(1,151)	7,795	7,500	-	(295)
12 Receivables							
0201-0209 Receivables	8,000	36,662	50,933	87,595	62,758	54,758	(24,837)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	22,000	65,116	(19,843)	45,273	45,000	23,000	(273)
	-	-	-	-	-	-	-
	30,000	101,777	31,091	132,868	107,758	77,758	(25,110)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	311,736	788,869	93,666	882,535	352,240	40,504	(530,295)
	311,736	788,869	93,666	882,535	352,240	40,504	(530,295)
14 Payables							
4000 Payables	230,000	256,353	68,129	324,482	300,000	70,000	(24,482)
4100 Accruals	40,000	50,532	(9,702)	40,830	40,000	-	(830)
4150 Deferred Income	-	-	93	93	-	-	(93)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	270,000	306,884	58,521	365,405	340,000	70,000	(25,405)
15 Non Current Liabilities							
4200 Long Term Borrowings	100,000	-	-	-	-	(100,000)	-
	-	-	-	-	-	-	-
	100,000	-	-	-	-	(100,000)	-

16 Depreciation of Property, Plant and Equipment

Asset	Property	Assets under construction	New street signs	Urban improvements & construction	Plant, machinery & equipment	Office furniture & fittings	Trees	Special programmes	Motor Vehicles	Total
	1%	0%	100%	10%	20%	8%	0%	10%	20%	
% of depreciation	€	€	€	€	€	€	€	€	€	€
Cost										
As at 01 January 2020	280,546	62,432	131,082	750,743	302,845	53,047	68,732	3,524,068	10,805	5,184,299
Additions	105,000	-	-	812,582	5,000	-	-	444,080	35,000	1,401,662
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2020	385,546	62,432	131,082	1,563,325	307,845	53,047	68,732	3,968,148	45,805	6,585,961
Grants/ other reimbursements										
As at 01 January 2020	-	57,352	-	-	207,191	2,700	-	1,331,834	-	1,599,077
Additions	-	-	-	746,894	-	-	-	200,000	-	946,894
As at 31 December 2020	-	57,352	-	746,894	207,191	2,700	-	1,531,834	-	2,545,971
Accumulated Depreciation										
As at 01 January 2020	4,513	-	131,082	453,762	87,418	40,724	-	1,836,211	2,319	2,556,029
Charge for the year	3,855	-	-	61,438	12,000	3,776	-	172,834	9,161	263,064
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2020	8,368	-	131,082	515,200	99,418	44,500	-	2,009,045	11,480	2,819,093
Budgeted NBV 31 Dec 2019	276,033	5,080	0	296,981	8,236	9,623	68,732	356,023	8,485	1,029,193
Forecasted NBV 1 Jan 2020	276,033	5,080	-	296,981	8,236	9,623	68,732	356,023	8,486	1,029,193
Budgeted NBV 31 Dec 2020	377,177	5,080	-	301,231	1,236	5,847	68,732	427,269	34,325	1,220,897