



In-Naxxar Local Council

**Annual Budget
For
Financial Year
2019**

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Overview and Summary

The budget for the year 2019 can be considered as the biggest ever budget of the Naxxar Local Council. the Council is proposing ambitious projects because it is determined to make the long awaited drastic changes in particular to the centre of the town. It is felt that to be able to give importance to the not so central areas, the Council had to shift its resources elsewhere. However it is now time to shift resources to the central area to be more in line to put Naxxar on the touristic map.

All this was made possible due to the fact that the Council has always been very careful on how to manage its funds. In fact the Council has never, during these last 19 years registered a negative working balance. This was partly also thanks to the 5.479% increase in the allocation for 2018 which was a relief to the Council. Still there are issues of concern in particular to cleansing. In this regard the Local council is determined to curb on the abuse by making more enforcement.

This budget also provides for more investment in roads maintenance and pavements and the Council is committed to make at least the centre of Naxxar fully accessible. We do realise that this is not an easy task but we are very much into getting this done.

The Council will continue to seek additional funding especially from the European Union and also through a number of schemes, issued from time to time by the Central Government.

Of course there is no limit to the challenges ahead but no challenge has ever discouraged the Naxxar Local Council. In fact in the past, with even less resources, the Council produced very positive results and hence this is the guarantee of what is yet to come.

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)	991,061	1,049,176	1,104,940	113,879	55,764
Income raised from Bye-Laws (2)	52,950	83,663	81,050	28,100	(2,613)
Income raised from LES (3)	14,000	10,760	10,500	(3,500)	(260)
Investment Income (4)	1,000	1,022	1,000	-	(22)
Other Income (5)	2,000	44,483	7,510	5,510	(36,973)
TOTAL	1,061,011	1,189,104	1,205,000	143,989	15,897

Expenditure

Personal Emoluments (6)	214,552	183,013	221,847	7,295	38,834
Operations and Maintenance (7)	597,218	568,187	723,225	126,007	155,038
Administration (8)	118,104	133,601	130,888	12,784	(2,713)
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	473,882	583,196	273,121	(200,761)	(310,075)
TOTAL	1,403,756	1,467,997	1,349,081	(54,675)	(118,916)

Surplus / Deficit

(342,745)	(278,893)	(144,081)	198,664	134,812
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Budgeted Statement of Affairs**DESCRIPTION**

BUDGET as at 31 Dec 2018	FORECAST as at 31 Dec 2018	BUDGET as at 31 Dec 2019	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

Non-current Assets

Property, Plant and Equipment (16)

945,511	945,511	1,728,615	783,103	783,103
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Current Assets

Inventories (11)

Receivables (12)

Cash and Cash Equivalents (13)

1,500	8,946	7,500	6,000	(1,446)
43,000	70,283	30,000	(13,000)	(40,283)
837,727	1,112,042	311,736	(525,991)	(800,306)

Total Current Assets

882,227	1,191,271	349,236	(532,991)	(842,035)
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Current Liabilities (14)

Payables

Current portion of Long-Term Borrowings

80,000	284,851	270,000	190,000	(14,851)
-	-	-	-	-

Total Current Liabilities

80,000	284,851	270,000	190,000	(14,851)
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Net Current Assets

802,227	906,420	79,236	(722,991)	(827,184)
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Non-current liabilities (15)

-	-	100,000	100,000	100,000
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Net Assets

1,747,738	1,851,931	1,707,851	(39,888)	(144,081)
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Reserves

Retained Funds

1,747,738	1,851,931	1,707,851	(39,888)	(144,081)
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Financial Situation Indicator**DESCRIPTION**

BUDGET as at 31 Dec 2018	FORECAST as at 31 Dec 2018	BUDGET as at 31 Dec 2019
€	€	€
882,227	1,191,271	349,236
80,000	284,851	270,000
-	-	100,000
-	-	100,000
802,227	906,420	79,236

Government Allocation

991,061	1,049,176	1,104,940
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FSI

80.95%	86.39%	7.17%
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Cash Budget

	QTR 1	QTR 2	QTR 3	QTR 4	
DESCRIPTION	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	TOTAL
	2019	2019	2019	2019	2019
	€	€	€	€	€
Cash Inflows					
Government cash inflows	276,235	276,235	276,235	276,235	1,104,940
Cash flows from Bye-Laws & L.N fees	20,263	20,263	20,263	20,263	81,050
Local Enforcement cash flows	2,625	2,625	2,625	2,625	10,500
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	1,000	1,000
	-	-	-	1,000	1,000
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	22,920	-	-	386,774	409,694
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	1,878	1,878	1,878	1,878	7,510
Other Cash Inflows	226,638	186,724	186,724	186,724	786,808
TOTAL Inflows	550,558	487,724	487,724	875,498	2,401,502
Cash Outflows					
Personal Emoluments	55,462	55,462	55,462	55,462	221,847
Operations & Maintenance	180,856	180,856	180,856	180,856	723,425
Administration	68,628	32,672	32,672	32,672	166,644
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	450,000	-	450,000
Construction	-	-	-	-	-
Improvements	3,000	-	15,000	16,000	34,000
Special programmes	295,450	295,450	295,450	295,450	1,181,798
	298,450	295,450	760,450	311,450	1,665,798
Cash outflows re EU projects	-	141,365	141,365	141,365	424,094
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	141,365	141,365	141,365	424,094
TOTAL Outflows	603,396	705,804	1,170,804	721,804	3,201,808
SURPLUS / (DEFICIT)	(52,838)	(218,081)	(683,081)	153,693	(800,306)
Brought forward (Bank /Cash Bal.)	1,112,042	1,059,204	841,123	158,043	1,112,042
Carry forward	1,059,204	841,123	158,043	311,736	311,736

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 Cental Government:**

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

991,061	749,296	249,765	999,061	1,053,804	62,743	54,743
-	6,181	38,316	44,497	34,216	34,216	(10,281)
-	2,200	3,418	5,618	16,920	16,920	11,302
991,061	757,677	291,499	1,049,176	1,104,940	113,879	55,764

2 Bye-Laws & Legal Fees

0021-0025 Community Services
0026-0035 Income from Permits

6,550	6,474	8,246	14,720	15,450	8,900	730
46,400	50,758	18,185	68,943	65,600	19,200	(3,343)
52,950	57,232	26,431	83,663	81,050	28,100	(2,613)

3 Local Enforcement Income

0037 Commission from Regional Committees
0038-0055 Contraventions

10,000	7,538	2,664	10,202	10,000	-	(202)
4,000	558	-	558	500	(3,500)	(58)
14,000	8,096	2,664	10,760	10,500	(3,500)	(260)

4 Investment Income

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

1,000	-	1,022	1,022	1,000	-	(22)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,000	-	1,022	1,022	1,000	-	(22)

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

-	-	-	-	-	-	-
500	64	416	480	500	-	20
-	-	22,920	22,920	-	-	(22,920)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
1,000	10,200	5,240	15,440	5,000	4,000	(10,440)
-	103	718	821	1,510	1,510	689
500	6,899	(2,078)	4,822	500	-	(4,322)
-	-	-	-	-	-	-
2,000	17,266	27,217	44,483	7,510	5,510	(36,973)

Total

1,061,011	840,271	348,833	1,189,104	1,205,000	143,989	15,897
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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	11,196	8,210	2,986	11,196	11,376	180	180
1200 Employees' Salaries & Wages	157,836	92,805	36,790	129,595	161,013	3,177	31,418
1300 Bonuses	11,575	7,287	1,778	9,065	12,945	1,370	3,880
1400 Income Supplements	1,030	1,636	-	1,636	2,060	1,030	424
1500 Social Security Contributions	15,842	8,192	4,686	12,878	15,880	38	3,002
1600 Allowances	13,073	9,833	3,278	13,111	13,073	-	(38)
1700 Overtime	4,000	3,621	1,911	5,532	5,500	1,500	(32)
	214,552	131,584	51,429	183,013	221,847	7,295	38,834

7 Operations and Maintenance

2100-2149 Public Utilities	12,700	2,736	1,574	4,310	13,000	300	8,690
2200-2259 Public Materials & Supplies	13,700	2,483	2,848	5,331	13,700	-	8,369
2300-2399 Repairs & Upkeep	115,500	15,733	26,840	42,573	83,000	(32,500)	40,427
2400-2449 Rent	2,631	1,336	446	1,782	3,231	600	1,449
3010 Street Lighting		19,386	4,947	24,333	25,000	25,000	667
3020 Lease of Equipment	500	13	-	13	500	-	487
3030 Insurance	1,963	1,830	457	2,287	2,040	77	(247)
3035 Bank Charges	200	33	4	37	200	-	163
3038 Penalties		-	-	-	-	-	-
3040 Waste Disposal	61,784	75,737	24,903	100,640	96,000	34,216	(4,640)
3041 Refuse Collection	80,000	59,293	30,673	89,966	160,338	80,338	70,372
3042 Bulky Refuse Collection	7,000	6,862	5,427	12,289	12,500	5,500	211
3043 Bins on wheels	32,000	25,682	7,472	33,154	-	(32,000)	(33,154)
3045 Bring in sites	300	354	425	779	300	-	(479)
3051 Road & Street Cleaning	89,000	75,816	40,476	116,292	144,639	55,639	28,347
3052 Cleaning & Maintenance of Non-Urban Areas	17,800	12,612	4,227	16,839	21,830	4,030	4,991
3053 Cleaning of Public Conveniences	12,000	6,021	2,924	8,945	26,757	14,757	17,812
3055 Cleaning of Council Premises	6,000	3,072	877	3,949	4,000	(2,000)	51
3060 Cleaning & Maintenance of Parks & Gardens		-	-	-	-	-	-
3061 Cleaning & Maintenance of Soft Areas	45,000	35,460	11,947	47,407	55,000	10,000	7,593
3062 Cleaning & Maintenance of Beaches & CA		-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban		-	-	-	-	-	-
3064 Other Contractual Services	30,000	-	-	-	-	(30,000)	-
3070-3090 Consultation Fees	3,000	-	-	-	3,000	-	3,000
3100-3139 Contract & Project Management		-	-	-	-	-	-
3300-3379 Hospitality	6,000	-	-	-	7,890	1,890	7,890
3380-3389 Community	60,140	10,719	46,260	56,978	50,300	(9,840)	(6,678)
3600-3694 Local Enforcement Expenses		176	108	283		-	(283)
3700-3799 EU Projects		-	-	-		-	-
3800-3899 Twinning		-	-	-		-	-
	-	-	-	-	-	-	-
	597,218	355,353	212,834	568,187	723,225	126,007	155,038

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
	€	€	€	€	€	€	€
8 Administration & Other Expenditure							
2150-2199 Office Utilities	4,230	9,126	1,759	10,885	4,230	-	(6,655)
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	2,400	350	1,627	1,977	2,000	(400)	23
2600-2699 Office Services	7,220	3,192	1,767	4,959	7,320	100	2,361
2700-2799 Transport	3,550	2,724	1,344	4,068	500	(3,050)	(3,568)
2800-2899 Travel	5,300	23,003	(638)	22,365	7,250	1,950	(15,115)
2900-2999 Information Services	15,200	6,869	2,408	9,277	19,500	4,300	10,223
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	75,904	53,168	23,138	76,306	84,088	8,184	7,782
3200-3299 Training	1,300	-	-	-	3,000	1,700	3,000
3345 Office Hospitality	-	791	1,097	1,887	-	-	(1,887)
3400-3499 Incidental Expenses	3,000	2,589	(712)	1,877	3,000	-	1,123
	-	-	-	-	-	-	-
	118,104	101,811	31,790	133,601	130,888	12,784	(2,713)
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	276,290	306,906	583,196	273,121	(200,761)	(310,075)
	473,882	276,290	306,906	583,196	273,121	(200,761)	(310,075)
Total	1,403,756	865,038	602,959	1,467,997	1,349,081	(54,675)	(118,916)

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	FORECAST changes from 30 Sep-31 Dec	TOTAL as at 31-Dec	BUDGET Jan-Dec	VARIANCE Bud-Bud	VARIANCE Bud-Act
	2018	2018	2018	2018	2019		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	1,500	1,510	7,436	8,946	7,500	6,000	(1,446)
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	1,500	1,510	7,436	8,946	7,500	6,000	(1,446)
12 Receivables							
0201-0209 Receivables	1,000	211	8,158	8,369	8,000	7,000	(369)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	42,000	11,573	50,341	61,914	22,000	(20,000)	(39,914)
	-	-	-	-	-	-	-
	43,000	11,784	58,499	70,283	30,000	(13,000)	(40,283)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	837,727	1,226,861	(114,819)	1,112,042	311,736	(525,991)	(800,306)
	837,727	1,226,861	(114,819)	1,112,042	311,736	(525,991)	(800,306)
14 Payables							
4000 Payables	50,000	171,170	73,827	244,997	230,000	180,000	(14,997)
4100 Accruals	30,000	58,722	(18,868)	39,854	40,000	10,000	146
4150 Deferred Income	-	-	-	-	-	-	-
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	80,000	229,892	54,959	284,851	270,000	190,000	(14,851)
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	100,000	100,000	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
% of depreciation		1%	0%	100%	10%	20%	8%	0%	10%	20%	
Cost		€	€	€	€	€	€	€	€	€	€
As at 01 January	2019	23,296	53,332	20,827	679,477	302,178	52,097	68,732	3,520,437	9,507	4,729,883
Additions		450,000	424,094	-	893,718	3,000	15,000		404,080	-	2,189,892
Disposals		-	-	-	-	-	-	-	-	-	-
As at 31 December	2019	473,296	477,426	20,827	1,573,195	305,178	67,097	68,732	3,924,517	9,507	6,919,775
Grants/ other reimbursements											
As at 01 January	2019	-	-	-	-	207,191	2,700		1,292,097	-	1,501,988
Additions		-	386,774	-	342,814	-	-		404,080	-	1,133,668
As at 31 December	2019	-	386,774	-	342,814	207,191	2,700	-	1,696,177	-	2,635,656
Accumulated Depreciation											
As at 01 January	2019	2,563	-	13,040	441,059	60,920	38,720	-	1,725,924	158	2,282,384
Charge for the year		4,733	-	7,787	61,438	19,597	4,830	-	172,834	1,901	273,121
Released on disposal		-	-	-	-	-	-	-	-	-	-
As at 31 December	2019	7,296	-	20,827	502,497	80,517	43,550	-	1,898,758	2,059	2,555,505
Budgeted NBV 31 Dec	2018	20,733	53,332	7,787	238,418	34,067	10,677	68,732	502,416	9,349	945,511
Forecasted NBV 1 Jan	2019	20,733	53,332	7,787	238,418	34,067	10,677	68,732	502,416	9,349	945,511
Budgeted NBV 31 Dec	2019	466,000	90,652	-	727,884	17,470	20,847	68,732	329,582	7,448	1,728,615