



**Qormi Local Council  
(Citta' Pinto)**

**Annual Budget**

**2014**

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**2.0 Estimates of Income and Expenditure**

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We were proud of this Council's first Budget last year but are even more proud of our second. It is a budget that delivers on our commitment to Qormi residents and allows us to continue getting things done. This budget allows us to continue our focus on looking after the bread and butter issues facing our council administration each and every day of the year.

It delivers on our vision to see Qormi positioned as one of the most efficient local councils in Malta, ensuring sensible economic growth in our locality which in turn delivers ongoing benefits for all residents not just for the here and now. Importantly, this budget has a particular focus on maintenance of the present infrastructure and in enhancement of the education, social and cultural sectors

This is a 3Rs Budget:

It is *responsive* to the needs of residents and other logistical pressures the locality is facing.

It is *realistic* in its objectives, balancing the needs of the community with the ability to pay for projects to set the foundations for the future.

It is *responsible* in its commitments, planning for the future of the locality.

The main challenge in this year's budget is again the lack of income previously financed by the LES System, which responsibility was transferred to the Regional level as from 1<sup>st</sup> September 2011. This outcome affected the Council's income drastically

This year the council is projecting an income of €1,040,472 (including tipping fees), and a projected recurrent expenditure of €27,703, and loan repayment of €34,852.

As in previous years the Council is again committing all surpluses (€68,000) towards the programme of road resurfacing and road pavements. This surplus includes also the erection of a sports monument and another monument commemorating victims of fireworks tragedies.

The Council will again this year apply for various scheme as announced by Local Government. This includes UIF funds whereby we will embark on the embellishment of the landscaping in Triq Alexandra.

Moreover more efforts shall be done to tip EU Funds. In fact during 2014, the project of the Heritage Trail from Tal-Blat to Tal-Hlas will be completed. Such project is being funded by Eurean funds obtained through the Leader Programme "GAL Xlokk". This will include the embellishment of Tal-Hlas square, the creation of a picnic area and the continuation of the maintenance of the rubble walls and passages throughout the walking trail. The upgrading of playing field in Tal-Blat has been completed in 2013.

This Budget sets Hal Qormi Local Council very firmly on a sustainable financial footing. We are continuing to sharpen our focus on the basics – putting residents first and delivering the high-quality services they want.

We are continuing to find efficiencies and cutting red tape to make it easier to do business. In this sense, our local council is entering a bright new era.

**This is a Budget for today – and a Budget for tomorrow.**

Rosianne Cutajar  
Mayor

Kenneth Brincat  
Executive Secretary

**2.0 Estimates of Income and Expenditure****2.1 Consolidated Estimates of Income and Expenditure**

| ACCT NO. | DESCRIPTION                | a                   | b                   | c                   | c-a/a-c            | c-b/b-c             |
|----------|----------------------------|---------------------|---------------------|---------------------|--------------------|---------------------|
|          |                            | BUDGET              | FORECAST            | BUDGET              | VAR                | VAR                 |
|          |                            | 2013                | 2013                | 2014                | BUD-BUD            | BUD-FOR             |
|          |                            | €                   | €                   | €                   | €                  | €                   |
| <b>2</b> | <b>Income</b>              |                     |                     |                     |                    |                     |
| 0000     | Government                 | 1,031,872.00        | 1,073,755.00        | 1,004,772.00        | (27,100.00)        | (68,983.00)         |
| 0020     | Bye-laws                   | 34,600.00           | 109,789.00          | 35,400.00           | 800.00             | (74,389.00)         |
| 0090     | Investment                 | 300.00              | 271.00              | 300.00              |                    | 29.00               |
| 0100     | General                    |                     |                     |                     |                    |                     |
|          | <b>TOTAL</b>               | <b>1,066,772.00</b> | <b>1,183,815.00</b> | <b>1,040,472.00</b> | <b>(26,300.00)</b> | <b>(143,343.00)</b> |
| <b>1</b> | <b>Expenditure</b>         |                     |                     |                     |                    |                     |
| 1000     | Personal emoluments        | 169,624.00          | 170,837.00          | 181,937.00          | (12,313.00)        | (11,100.00)         |
| 2000     | Operations and maintenance | 774,949.00          | 832,736.00          | 745,765.00          | 29,184.00          | 86,971.00           |
| 7000     | Capital Expenditure        | 94,852.00           | 157,306.00          | 102,212.00          | (7,360.00)         | 55,094.00           |
|          | <b>TOTAL</b>               | <b>1,039,425.00</b> | <b>1,160,879.00</b> | <b>1,029,914.00</b> | <b>9,511.00</b>    | <b>130,965.00</b>   |
|          | <b>Balance</b>             | <b>27,347.00</b>    | <b>22,936.00</b>    | <b>10,558.00</b>    | <b>(35,811.00)</b> | <b>(274,308.00)</b> |

**Notes:**

**Estimates of Income and Expenditure (cont.)****2.2 Detailed Estimates of Income**

| ACCT<br>NO. | DESCRIPTION                   | a                   | b                   | c                   | c-a                | c-b                 |
|-------------|-------------------------------|---------------------|---------------------|---------------------|--------------------|---------------------|
|             |                               | BUDGET              | FORECAST            | BUDGET              | VAR                | VAR                 |
|             |                               | 2013                | 2013                | 2014                | BUD-BUD            | BUD-FOR             |
|             |                               | €                   | €                   | €                   | €                  | €                   |
| <b>2</b>    | <b>Income</b>                 |                     |                     |                     |                    |                     |
| 0000        | Government                    |                     |                     |                     |                    |                     |
| 0001        | Annual                        | 1,022,872.00        | 1,001,971.00        | 1,000,772.00        | (22,100.00)        | (1,199.00)          |
| 0002        | Supplementary                 | 9,000.00            | 71,784.00           | 4,000.00            | (5,000.00)         | (67,784.00)         |
| 0003        | Special needs                 |                     |                     |                     |                    |                     |
| 0004        | Public/government delegations |                     |                     |                     |                    |                     |
| 0015        | Other                         |                     |                     |                     |                    |                     |
|             |                               | <b>1,031,872.00</b> | <b>1,073,755.00</b> | <b>1,004,772.00</b> | <b>(27,100.00)</b> | <b>(68,983.00)</b>  |
| 0020        | Bye-Laws                      |                     |                     |                     |                    |                     |
| 0021        | Community Services            | 13,600.00           | 14,219.00           | 14,400.00           | 800.00             | 181.00              |
| 0036        | Contravention of bye-laws     | 17,000.00           | 16,409.00           | 17,000.00           |                    | 591.00              |
| 0056        | Sponsorships                  |                     |                     |                     |                    |                     |
| 0066        | General                       | 4,000.00            | 79,161.00           | 4,000.00            |                    | (75,161.00)         |
|             |                               | <b>34,600.00</b>    | <b>109,789.00</b>   | <b>35,400.00</b>    | <b>800.00</b>      | <b>(74,389.00)</b>  |
| 0090        | Investment                    |                     |                     |                     |                    |                     |
| 0091        | Bank interest                 | 300.00              | 271.00              | 300.00              |                    | 29.00               |
| 0096        | Government securities         |                     |                     |                     |                    |                     |
|             |                               | <b>300.00</b>       | <b>271.00</b>       | <b>300.00</b>       |                    | <b>29.00</b>        |
| 0100        | General                       |                     |                     |                     |                    |                     |
| 0110        | Donations                     |                     |                     |                     |                    |                     |
| 0120        | Contributions                 |                     |                     |                     |                    |                     |
|             |                               |                     |                     |                     |                    |                     |
|             | <b>TOTAL</b>                  | <b>1,066,772.00</b> | <b>1,183,815.00</b> | <b>1,040,472.00</b> | <b>(26,300.00)</b> | <b>(143,343.00)</b> |

**Notes:**

**Estimates of Income and Expenditure (cont.)****2.3 Detailed Estimates of Expenditure**

| ACCT<br>NO.  | DESCRIPTION                          | a                   | b                   | c                   | a-c                | b-c                |
|--------------|--------------------------------------|---------------------|---------------------|---------------------|--------------------|--------------------|
|              |                                      | BUDGET              | FORECAST            | BUDGET              | VAR                | VAR                |
|              |                                      | 2013<br>€           | 2013<br>€           | 2014<br>€           | BUD-BUD<br>€       | BUD-FOR<br>€       |
| <b>1</b>     | <b>Expenditure</b>                   |                     |                     |                     |                    |                    |
| 1000         | Personal Emoluments                  |                     |                     |                     |                    |                    |
| 1100         | Mayor's allowance                    | 27,007.00           | 27,007.00           | 27,336.00           | (329.00)           | (329.00)           |
| 1200         | Employee salaries and wages          | 116,218.00          | 117,207.00          | 125,608.00          | (9,390.00)         | (8,401.00)         |
| 1300         | Bonuses                              | 9,571.00            | 1,756.00            | 10,583.00           | (1,012.00)         | (8,827.00)         |
| 1400         | Income supplements                   | 1,575.00            | 1,565.00            | 1,681.00            | (106.00)           | (116.00)           |
| 1500         | Social Security contributions        | 11,016.00           | 11,456.00           | 12,398.00           | (1,382.00)         | (942.00)           |
| 1600         | Allowances                           | 466.00              | 7,770.00            | 466.00              |                    | 7,304.00           |
| 1700         | Overtime                             | 3,771.00            | 4,076.00            | 3,865.00            | (94.00)            | 211.00             |
|              |                                      | <b>169,624.00</b>   | <b>170,837.00</b>   | <b>181,937.00</b>   | <b>(12,313.00)</b> | <b>(11,100.00)</b> |
| 2000         | Operations and maintenance           |                     |                     |                     |                    |                    |
| 2100         | Utilities                            | 3,000.00            | 21,668.00           | 28,000.00           | (25,000.00)        | (6,332.00)         |
| 2200         | Materials and supplies               |                     | 576.00              | 2,000.00            | (2,000.00)         | (1,424.00)         |
| 2300         | Repair and upkeep                    | 98,000.00           | 59,624.00           | 74,600.00           | 23,400.00          | (14,976.00)        |
| 2400         | Rent                                 | 233.00              | 293.00              | 233.00              |                    | 60.00              |
| 2500         | National / International memberships | 800.00              | 2,358.00            | 800.00              |                    | 1,558.00           |
| 2600         | Office services                      | 8,000.00            | 13,016.00           | 11,000.00           | (3,000.00)         | 2,016.00           |
| 2700         | Transport                            | 2,000.00            | 3,412.00            | 2,000.00            |                    | 1,412.00           |
| 2800         | Travel                               |                     | 178.00              | 1,000.00            | (1,000.00)         | (822.00)           |
| 2900         | Information services                 | 8,000.00            | 6,010.00            | 6,000.00            | 2,000.00           | 10.00              |
| 3000         | Contractual services                 | 558,836.00          | 608,598.00          | 527,592.00          | 31,244.00          | 81,006.00          |
| 3100         | Professional services                | 36,080.00           | 29,037.00           | 31,040.00           | 5,040.00           | (2,003.00)         |
| 3200         | Training                             |                     | 16,521.00           | 1,500.00            | (1,500.00)         | 15,021.00          |
| 3300         | Community and hospitality            | 60,000.00           | 70,014.00           | 60,000.00           |                    | 10,014.00          |
| 3400         | Incidental expenses                  |                     | 1,431.00            |                     |                    | 1,431.00           |
|              |                                      | <b>774,949.00</b>   | <b>832,736.00</b>   | <b>745,765.00</b>   | <b>29,184.00</b>   | <b>86,971.00</b>   |
| 7000         | Capital Expenditure                  |                     |                     |                     |                    |                    |
| 7001         | Acquisition of property              | 34,852.00           | 34,222.00           | 34,212.00           | 640.00             | 10.00              |
| 7100         | Construction                         |                     | 4,337.00            | 20,000.00           | (20,000.00)        | (15,663.00)        |
| 7200         | Improvements                         | 18,000.00           | 13,327.00           | 6,000.00            | 12,000.00          | 7,327.00           |
| 7300         | Equipment                            | 2,000.00            | 4,835.00            | 2,000.00            |                    | 2,835.00           |
| 7500         | Special programmes                   | 40,000.00           | 100,585.00          | 40,000.00           |                    | 60,585.00          |
|              |                                      | <b>94,852.00</b>    | <b>157,306.00</b>   | <b>102,212.00</b>   | <b>(7,360.00)</b>  | <b>55,094.00</b>   |
| <b>TOTAL</b> |                                      | <b>1,039,425.00</b> | <b>1,160,879.00</b> | <b>1,029,914.00</b> | <b>9,511.00</b>    | <b>130,965.00</b>  |

Note:

**Estimates of Income and Expenditure (cont.)**

| Acct. No.<br>Project No. | Capital Expenditure<br>Project Description                               | 2013 CARRY OVER |         | 2014 BUDGET |                      | 2014        |
|--------------------------|--|-----------------|---------|-------------|----------------------|-------------|
|                          |  | ACCNT           | PROJECT | ACCNT       | PROJECT              | ACCNT TOTAL |
|                          |  | €               | €       | €           | €                    | €           |
| 7001                     | <b>Acquisition of property</b><br>Acquisition of property                |                 |         | 34,212.00   | 34,212.00            | 34,212.00   |
| 7100                     | <b>Construction</b><br>New paving  |                 |         | 20,000.00   | 20,000.00            | 20,000.00   |
| 7200                     | <b>Improvements</b><br>Urban Improvements<br>Office Furniture & Fittings |                 |         | 6,000.00    | 5,000.00<br>1,000.00 | 6,000.00    |
| 7300                     | <b>Equipment</b><br>Office Equipment                                     |                 |         | 2,000.00    | 2,000.00             | 2,000.00    |
| 7500                     | <b>Special programmes</b><br>Road Resurfacing                            |                 |         | 40,000.00   | 40,000.00            | 40,000.00   |
|                          |  |                 |         | 102,212.00  |                      | 102,212.00  |

**Notes:**

**4.0 Cash Budget**

| ACCNT<br>No. | DESCRIPTION                       | QTR 4                | QTR 1                | QTR 2                | QTR 3                | QTR 4                | TOTAL<br>2014<br>€ |
|--------------|-----------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--------------------|
|              |                                   | JAN-MAR<br>2013<br>€ | APR-JUN<br>2014<br>€ | JUL-SEP<br>2014<br>€ | OCT-DEC<br>2014<br>€ | JAN-MAR<br>2014<br>€ |                    |
|              |                                   |                      |                      |                      |                      |                      |                    |
| <b>2</b>     | <b>Income</b>                     |                      |                      |                      |                      |                      |                    |
| <b>0000</b>  | <b>Government</b>                 |                      |                      |                      |                      |                      |                    |
| 0001         | Annual                            | 255,718.00           | 250,193.00           | 250,193.00           | 250,193.00           | 250,193.00           | 1,000,772.00       |
| 0002         | Supplementary                     | 2,250.00             | 1,000.00             | 1,000.00             | 1,000.00             | 1,000.00             | 4,000.00           |
| 0003         | Special needs                     |                      |                      |                      |                      |                      |                    |
| 0004         | Public/government delegations     |                      |                      |                      |                      |                      |                    |
| 0015         | Other                             |                      |                      |                      |                      |                      |                    |
| <b>0020</b>  | <b>Bye-Laws</b>                   |                      |                      |                      |                      |                      |                    |
| 0021         | Community services                | 3,400.00             | 3,600.00             | 3,600.00             | 3,600.00             | 3,600.00             | 14,400.00          |
| 0036         | Contravention of bye-laws         | 4,250.00             | 4,250.00             | 4,250.00             | 4,250.00             | 4,250.00             | 17,000.00          |
| 0056         | Sponsorships                      |                      |                      |                      |                      |                      |                    |
| 0066         | General services                  | 1,000.00             | 1,000.00             | 1,000.00             | 1,000.00             | 1,000.00             | 4,000.00           |
| <b>0090</b>  | <b>Investment</b>                 |                      |                      |                      |                      |                      |                    |
| 0091         | Bank interest                     | 300.00               |                      |                      |                      | 300.00               | 300.00             |
| 0096         | Government securities             |                      |                      |                      |                      |                      |                    |
| <b>0100</b>  | <b>General</b>                    |                      |                      |                      |                      |                      |                    |
| 0110         | Donations                         |                      |                      |                      |                      |                      |                    |
| 0120         | Contributions                     |                      |                      |                      |                      |                      |                    |
|              | <b>TOTAL</b>                      | 266,918.00           | 260,043.00           | 260,043.00           | 260,043.00           | 260,343.00           | 1,040,472.00       |
| <b>1</b>     | <b>Expenditure</b>                |                      |                      |                      |                      |                      |                    |
| <b>1000</b>  | <b>Personal Emoluments</b>        |                      |                      |                      |                      |                      |                    |
| 1100         | Mayor's Allowance                 | 10,152.00            | 3,434.00             | 10,234.00            | 3,434.00             | 10,234.00            | 27,336.00          |
| 1200         | Employee salaries and wages       | 29,109.00            | 30,267.00            | 31,780.00            | 31,780.00            | 31,780.00            | 125,607.00         |
| 1300         | Bonuses                           | 8,693.00             |                      | 946.00               |                      | 9,637.00             | 10,583.00          |
| 1400         | Income supplements                |                      | 802.00               |                      | 878.00               |                      | 1,680.00           |
| 1500         | Social Security contributions     | 2,759.00             | 2,985.00             | 3,138.00             | 3,138.00             | 3,138.00             | 12,399.00          |
| 1600         | Allowances                        | 117.00               | 116.00               | 117.00               | 116.00               | 117.00               | 466.00             |
| 1700         | Overtime                          | 945.00               | 959.00               | 968.00               | 968.00               | 968.00               | 3,863.00           |
| <b>2000</b>  | <b>Operations and maintenance</b> |                      |                      |                      |                      |                      |                    |
| 2100         | Utilities                         | 7,500.00             | 7,000.00             | 7,000.00             | 7,000.00             | 7,000.00             | 28,000.00          |
| 2200         | Materials and supplies            |                      | 500.00               | 500.00               | 500.00               | 500.00               | 2,000.00           |
| 2300         | Repair and upkeep                 | 24,500.00            | 18,650.00            | 18,650.00            | 18,650.00            | 18,650.00            | 74,600.00          |
| 2400         | Rent                              |                      | 233.00               |                      |                      |                      | 233.00             |
|              | National/International            |                      |                      |                      |                      |                      |                    |
| 2500         | memberships                       | 200.00               | 200.00               | 200.00               | 200.00               | 200.00               | 800.00             |
| 2600         | Office Services                   | 2,000.00             | 2,750.00             | 2,750.00             | 2,750.00             | 2,750.00             | 11,000.00          |
| 2700         | Transport                         | 500.00               | 500.00               | 500.00               | 500.00               | 500.00               | 2,000.00           |
| 2800         | Travel                            |                      | 250.00               | 250.00               | 250.00               | 250.00               | 1,000.00           |
| 2900         | Information services              | 2,000.00             | 1,500.00             | 1,500.00             | 1,500.00             | 1,500.00             | 6,000.00           |
| 3000         | Contractual services              | 139,709.00           | 132,798.00           | 131,598.00           | 131,598.00           | 131,598.00           | 527,592.00         |
| 3100         | Professional services             | 8,895.00             | 8,135.00             | 7,635.00             | 7,635.00             | 7,635.00             | 31,040.00          |
| 3200         | Training                          |                      | 375.00               | 375.00               | 375.00               | 375.00               | 1,500.00           |
| 3300         | Community and hospitality         | 15,000.00            | 15,000.00            | 15,000.00            | 15,000.00            | 15,000.00            | 60,000.00          |
| 3400         | Incidental expenses               |                      |                      |                      |                      |                      |                    |
| <b>7000</b>  | <b>Capital Expenditure</b>        |                      |                      |                      |                      |                      |                    |
| 7001         | Acquisition of property           | 8,713.00             | 8,553.00             | 8,553.00             | 8,553.00             | 8,553.00             | 34,212.00          |
| 7100         | Construction                      |                      | 5,000.00             | 5,000.00             | 5,000.00             | 5,000.00             | 20,000.00          |
| 7200         | Improvements to property          | 4,500.00             | 1,500.00             | 1,500.00             | 1,500.00             | 1,500.00             | 6,000.00           |
| 7300         | Equipment                         | 500.00               | 500.00               | 500.00               | 500.00               | 500.00               | 2,000.00           |
| 7500         | Special programmes                | 10,000.00            | 10,000.00            | 10,000.00            | 10,000.00            | 10,000.00            | 40,000.00          |
|              | <b>TOTAL</b>                      | 275,792.00           | 252,007.00           | 258,694.00           | 251,825.00           | 267,385.00           | 1,029,911.00       |
|              | <b>SURPLUS/DEFICIT</b>            | (8,874.00)           | 8,036.00             | 1,349.00             | 8,218.00             | (7,042.00)           | 10,561.00          |
|              | <b>BROUGHT FORWARD</b>            | 86,940.00            | 78,066.00            | 86,102.00            | 87,451.00            | 95,669.00            | 78,066.00          |
|              | <b>CARRY FORWARD</b>              | 78,066.00            | 86,102.00            | 87,451.00            | 95,669.00            | 88,627.00            | 88,627.00          |

