



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

Annual Budget

2016

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1.0 Overview and Summary

It is our pleasure to provide some remarks as we table the first budget of the seventh term. As in last year's budget, 2016 will be a year of momentum.

Budget 2016 fits in perfectly with this reality, as we move forward swiftly and confidently on several ongoing initiatives. At the same time, we will prepare Hal Qormi for continued success during this term of Council. Through the investments and savings done in previous year, we will continue the momentum towards a more affordable, caring, sustainable, and prosperous city.

Everything we do together must be done with the local economy in mind. While we are not immune to the challenges faced by all the local government, we have taken strong, careful steps to keep a positive economic situation.

We also established multi-year plans for key priorities such as arts and culture, and housing and homelessness, to ensure we have a clear direction. We instilled a way to look at long-term infrastructure planning, by applying an affordability lens to our future projects. We calculate WHAT we can afford, THEN plan the project... not the other way around. The decisions and strategies we have outlined have put Hal Qormi in the solid financial position it is in today. These tested strategies will be used to strengthen every decision we make together as a Council. Of course, we will continue to push ourselves even further.

We need to be even more innovative by finding funding opportunities and striking partnerships. We will need to collaborate at the community level by getting input into our work and helping to prioritize projects.

Together – as a team – we know we have the skill to accomplish this and keep Hal Qormi on strong financial footing.

In this document, we are tabling a budget that proposes a 7% revenue increase over 2015 actual revenue. Such revenue includes funding from Urban Improvement Funds and EIPP funds.

In the meantime, the Local Council is maintaining almost the same level of expenditure. There is an increase of 0.005% over 2015 actual expenditure and if one excludes the capital expenditure, the Local Council is estimating a decrease of 0.03% in the expenditure for the running of the local council. An overall balance of Eur120,021 is being estimated for a positive balance of 11% of the government's allocation. This shows that the Local Council is working very diligently without decreasing its efficiency in the local community.

There's nothing more important to the operations of the local council than the strength of our infrastructure. For 2016, the Local Council is estimating Eur90,000 for new pavements and Eur 130,000 for the embellishment of Triq San Pietru. Other initiatives are planned for this year, such as the development of a new website.

Although, the Council enacts a budget every year, the management looks at a multi-year perspective. This helps us to identify savings needed to fund priorities. We are confident that Budget 2016 strikes the right balance. It raises revenues in a responsible way, while maintaining the services and investments required to build on our locality's momentum.

Rosianne Cutajar
Mayor

Kenneth Brincat
Executive Secretary

2.0 Estimates for 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 |
| | | 2015 | 2015 | 2016 | BUD-BUD | BUD-FOR |
| | | € | € | € | € | € |
| 2 | Income | | | | | |
| 0000 | Government | 1,037,652.00 | 1,173,812.00 | 1,071,853.00 | 34,201.00 | (101,959.00) |
| 0020 | Bye-laws | 39,000.00 | 55,199.00 | 319,541.00 | 280,541.00 | 264,342.00 |
| 0090 | Investment | 100.00 | 181.00 | 100.00 | | (81.00) |
| 0100 | General | | 67,163.00 | | | (67,163.00) |
| | TOTAL | 1,076,752.00 | 1,296,355.00 | 1,391,494.00 | 314,742.00 | 95,139.00 |
| 1 | Expenditure | | | | | |
| 1000 | Personal emoluments | 187,242.00 | 182,307.00 | 198,241.00 | (10,999.00) | (15,934.00) |
| 2000 | Operations and maintenance | 741,765.00 | 817,372.00 | 772,020.00 | (30,255.00) | 45,352.00 |
| 7000 | Capital Expenditure | 138,212.00 | 265,713.00 | 301,212.00 | (163,000.00) | (35,499.00) |
| | TOTAL | 1,067,219.00 | 1,265,392.00 | 1,271,473.00 | (204,254.00) | (6,081.00) |
| | Balance | 9,533.00 | 30,963.00 | 120,021.00 | 110,488.00 | 89,058.00 |

Notes:

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

| ACCT NO. | DESCRIPTION | a | b | c | c-a | c-b |
|--------------|-------------------------------|---------------------|---------------------|---------------------|-------------------|---------------------|
| | | BUDGET | FORECAST | BUDGET | VAR | VAR |
| | | 2015 | 2015 | 2016 | BUD-BUD | BUD-FOR |
| | | € | € | € | € | € |
| 2 | Income | | | | | |
| 0000 | Government | | | | | |
| 0001 | Annual | 1,033,652.00 | 1,033,651.00 | 1,065,453.00 | 31,801.00 | 31,802.00 |
| 0002 | Supplementary | 4,000.00 | 54,485.00 | 6,400.00 | 2,400.00 | (48,085.00) |
| 0003 | Special needs | | | | | |
| 0004 | Public/government delegations | | | | | |
| 0015 | Other | | 85,676.00 | | | (85,676.00) |
| | | 1,037,652.00 | 1,173,812.00 | 1,071,853.00 | 34,201.00 | (101,959.00) |
| 0020 | Bye-Laws | | | | | |
| 0021 | Community Services | 15,000.00 | 30,920.00 | 42,128.00 | 27,128.00 | 11,208.00 |
| 0036 | Contravention of bye-laws | 20,000.00 | 24,279.00 | 24,448.00 | 4,448.00 | 169.00 |
| 0056 | Sponsorships | | | | | |
| 0066 | General | 4,000.00 | | 252,965.00 | 248,965.00 | 252,965.00 |
| | | 39,000.00 | 55,199.00 | 319,541.00 | 280,541.00 | 264,342.00 |
| 0090 | Investment | | | | | |
| 0091 | Bank interest | 100.00 | 181.00 | 100.00 | | (81.00) |
| 0096 | Government securities | | | | | |
| | | 100.00 | 181.00 | 100.00 | | (81.00) |
| 0100 | General | | | | | |
| 0110 | Donations | | | | | |
| 0120 | Contributions | | 67,163.00 | | | (67,163.00) |
| | | | 67,163.00 | | | (67,163.00) |
| TOTAL | | 1,076,752.00 | 1,296,355.00 | 1,391,494.00 | 314,742.00 | 95,139.00 |

Notes:

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

| ACCT NO. | DESCRIPTION | a | b | c | a-c | b-c |
|--------------|--------------------------------------|---------------------|---------------------|---------------------|---------------------|--------------------|
| | | BUDGET | FORECAST | BUDGET | VAR | VAR |
| | | 2015 € | 2015 € | 2016 € | BUD-BUD € | BUD-FOR € |
| 1 | Expenditure | | | | | |
| 1000 | Personal Emoluments | | | | | |
| 1100 | Mayor's allowance | 27,696.00 | 27,724.00 | 27,757.00 | (61.00) | (33.00) |
| 1200 | Employee salaries and wages | 129,669.00 | 127,472.00 | 138,949.00 | (9,280.00) | (11,477.00) |
| 1300 | Bonuses | 10,638.00 | 1,869.00 | 11,334.00 | (696.00) | (9,465.00) |
| 1400 | Income supplements | 1,756.00 | 1,677.00 | 1,918.00 | (162.00) | (241.00) |
| 1500 | Social Security contributions | 12,697.00 | 12,309.00 | 13,579.00 | (882.00) | (1,270.00) |
| 1600 | Allowances | 466.00 | 8,441.00 | 466.00 | | 7,975.00 |
| 1700 | Overtime | 4,320.00 | 2,815.00 | 4,238.00 | 82.00 | (1,423.00) |
| | | 187,242.00 | 182,307.00 | 198,241.00 | (10,999.00) | (15,934.00) |
| 2000 | Operations and maintenance | | | | | |
| 2100 | Utilities | 28,000.00 | 9,676.00 | 22,200.00 | 5,800.00 | (12,524.00) |
| 2200 | Materials and supplies | 2,000.00 | 1,480.00 | 15,400.00 | (13,400.00) | (13,920.00) |
| 2300 | Repair and upkeep | 75,600.00 | 58,646.00 | 70,400.00 | 5,200.00 | (11,754.00) |
| 2400 | Rent | 233.00 | 250.00 | 233.00 | | 17.00 |
| 2500 | National / International memberships | 11,800.00 | 2,258.00 | 6,300.00 | 5,500.00 | (4,042.00) |
| 2600 | Office services | 14,000.00 | 3,209.00 | 12,400.00 | 1,600.00 | (9,191.00) |
| 2700 | Transport | 2,000.00 | 3,922.00 | 3,000.00 | (1,000.00) | 922.00 |
| 2800 | Travel | 1,000.00 | 1,340.00 | | 1,000.00 | 1,340.00 |
| 2900 | Information services | 6,000.00 | 6,857.00 | 6,800.00 | (800.00) | 57.00 |
| 3000 | Contractual services | 516,392.00 | 611,491.00 | 525,496.00 | (9,104.00) | 85,995.00 |
| 3100 | Professional services | 28,040.00 | 21,640.00 | 30,194.00 | (2,154.00) | (8,554.00) |
| 3200 | Training | 1,500.00 | 14,545.00 | 17,798.00 | (16,298.00) | (3,253.00) |
| 3300 | Community and hospitality | 55,000.00 | 66,233.00 | 61,299.00 | (6,299.00) | 4,934.00 |
| 3400 | Incidental expenses | 200.00 | 15,825.00 | 500.00 | (300.00) | 15,325.00 |
| | | 741,765.00 | 817,372.00 | 772,020.00 | (30,255.00) | 45,352.00 |
| 7000 | Capital Expenditure | | | | | |
| 7001 | Acquisition of property | 34,212.00 | 34,222.00 | 34,212.00 | | 10.00 |
| 7100 | Construction | 50,000.00 | 17,986.00 | 90,000.00 | (40,000.00) | (72,014.00) |
| 7200 | Improvements | 11,000.00 | 131,322.00 | 9,000.00 | 2,000.00 | 122,322.00 |
| 7300 | Equipment | 3,000.00 | 5,704.00 | 2,000.00 | 1,000.00 | 3,704.00 |
| 7500 | Special programmes | 40,000.00 | 76,479.00 | 166,000.00 | (126,000.00) | (89,521.00) |
| | | 138,212.00 | 265,713.00 | 301,212.00 | (163,000.00) | (35,499.00) |
| TOTAL | | 1,067,219.00 | 1,265,392.00 | 1,271,473.00 | (204,254.00) | (6,081.00) |

Note:

Estimates of Income and Expenditure (cont.)

| Acct. No. Project No. | Capital Expenditure Project Description | 2015 CARRY OVER | | 2016 BUDGET | | 2016 |
|--------------------------|---|-----------------|---------|-------------|-------------------------|-------------|
| | | ACCNT | PROJECT | ACCNT | PROJECT | ACCNT TOTAL |
| | | € | € | € | € | € |
| 7001 | Acquisition of property Property Loan Repayments | | | 34,212.00 | 34,212.00 | 34,212.00 |
| 7100 | Construction New Paving | | | 90,000.00 | 90,000.00 | 90,000.00 |
| 7200 | Improvements Office Furniture and Fittings Restoration of monuments | | | 9,000.00 | 1,000.00 8,000.00 | 9,000.00 |
| 7300 | Equipment Office Equipment | | | 2,000.00 | 2,000.00 | 2,000.00 |
| 7500 | Special programmes Road Resurfacing Motor Vehicles | | | 166,000.00 | 156,000.00 10,000.00 | 166,000.00 |
| | | | | 301,212.00 | | 301,212.00 |

Notes:

4.0 Cash Budget

| ACCNT No. | DESCRIPTION | QTR 4 | QTR 1 | QTR 2 | QTR 3 | QTR 4 | TOTAL 2016 € |
|--------------|------------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|--------------------|
| | | OCT-DEC 2015 € | JAN-MAR 2016 € | APR-JUN 2016 € | JUL-SEP 2016 € | OCT-DEC 2016 € | |
| | | | | | | | |
| 2 | Income | | | | | | |
| 0000 | Government | | | | | | |
| 0001 | Annual | 258,412.00 | 266,363.00 | 266,363.00 | 266,363.00 | 266,364.00 | 1,065,453.00 |
| 0002 | Supplementary | 54,485.00 | 1,600.00 | 1,600.00 | 1,600.00 | 1,600.00 | 6,400.00 |
| 0003 | Special needs | | | | | | |
| 0004 | Public/government delegations | | | | | | |
| 0015 | Other | 53,253.00 | | | | | |
| 0020 | Bye-Laws | | | | | | |
| 0021 | Community services | 7,607.00 | 10,532.00 | 10,532.00 | 10,532.00 | 10,532.00 | 42,128.00 |
| 0036 | Contravention of bye-laws | 6,902.00 | 6,112.00 | 6,112.00 | 6,112.00 | 6,112.00 | 24,448.00 |
| 0056 | Sponsorships | | | | | | |
| 0066 | General services | | 63,240.00 | 63,240.00 | 63,240.00 | 63,245.00 | 252,965.00 |
| 0090 | Investment | | | | | | |
| 0091 | Bank interest | 180.00 | | | | 100.00 | 100.00 |
| 0096 | Government securities | | | | | | |
| 0100 | General | | | | | | |
| 0110 | Donations | | | | | | |
| 0120 | Contributions | 22,112.00 | | | | | |
| | TOTAL | 401,961.00 | 347,847.00 | 347,847.00 | 347,847.00 | 347,954.00 | 1,391,494.00 |
| 1 | Expenditure | | | | | | |
| 1000 | Personal Emoluments | | | | | | |
| 1100 | Mayor's Allowance | 6,598.00 | 3,539.00 | 10,339.00 | 3,539.00 | 10,340.00 | 27,757.00 |
| 1200 | Employee salaries and wages | 33,503.00 | 33,706.00 | 35,081.00 | 35,081.00 | 35,081.00 | 138,949.00 |
| 1300 | Bonuses | 980.00 | | 1,047.00 | | 10,287.00 | 11,334.00 |
| 1400 | Income supplements | | 919.00 | | 999.00 | | 1,918.00 |
| 1500 | Social Security contributions | 3,242.00 | 3,288.00 | 3,430.00 | 3,430.00 | 3,431.00 | 13,579.00 |
| 1600 | Allowances | 8,441.00 | 116.00 | 117.00 | 116.00 | 117.00 | 466.00 |
| 1700 | Overtime | 860.00 | 1,059.00 | 1,059.00 | 1,059.00 | 1,061.00 | 4,238.00 |
| 2000 | Operations and maintenance | | | | | | |
| 2100 | Utilities | 3,373.00 | 5,550.00 | 5,549.00 | 5,550.00 | 5,550.00 | 22,200.00 |
| 2200 | Materials and supplies | 742.00 | 3,850.00 | 3,850.00 | 3,850.00 | 3,850.00 | 15,400.00 |
| 2300 | Repair and upkeep | 7,877.00 | 17,600.00 | 17,600.00 | 17,600.00 | 17,600.00 | 70,401.00 |
| 2400 | Rent | 168.00 | 233.00 | | | | 233.00 |
| 2500 | National/International memberships | 579.00 | 1,575.00 | 1,575.00 | 1,575.00 | 1,575.00 | 6,300.00 |
| 2600 | Office Services | 823.00 | 3,100.00 | 3,100.00 | 3,100.00 | 3,100.00 | 12,400.00 |
| 2700 | Transport | 908.00 | 750.00 | 750.00 | 750.00 | 750.00 | 3,000.00 |
| 2800 | Travel | 1,340.00 | | | | | |
| 2900 | Information services | 3,302.00 | 1,700.00 | 1,700.00 | 1,700.00 | 1,700.00 | 6,800.00 |
| 3000 | Contractual services | 203,367.00 | 131,374.00 | 131,374.00 | 131,374.00 | 131,374.00 | 525,496.00 |
| 3100 | Professional services | 9,074.00 | 7,549.00 | 7,549.00 | 7,549.00 | 7,547.00 | 30,194.00 |
| 3200 | Training | 14,485.00 | 4,450.00 | 4,450.00 | 4,450.00 | 4,448.00 | 17,798.00 |
| 3300 | Community and hospitality | 15,593.00 | 15,325.00 | 15,325.00 | 15,325.00 | 15,324.00 | 61,299.00 |
| 3400 | Incidental expenses | 273.00 | 125.00 | 125.00 | 125.00 | 125.00 | 500.00 |
| 7000 | Capital Expenditure | | | | | | |
| 7001 | Acquisition of property | 342,22.00 | 8,553.00 | 8,553.00 | 8,553.00 | 8,553.00 | 34,212.00 |
| 7100 | Construction | (4,514.00) | 22,500.00 | 22,500.00 | 22,500.00 | 22,500.00 | 90,000.00 |
| 7200 | Improvements to property | 8,275.00 | 2,250.00 | 2,250.00 | 2,250.00 | 2,250.00 | 9,000.00 |
| 7300 | Equipment | 4,870.00 | 500.00 | 500.00 | 500.00 | 500.00 | 2,000.00 |
| 7500 | Special programmes | | 41,500.00 | 41,500.00 | 41,500.00 | 41,500.00 | 166,000.00 |
| | TOTAL | 374,482.00 | 311,112.00 | 319,323.00 | 312,475.00 | 328,563.00 | 1,271,473.00 |
| | SURPLUS/DEFICIT | 27,479.00 | 36,735.00 | 28,524.00 | 35,372.00 | 19,391.00 | 120,021.00 |
| | BROUGHT FORWARD | 7,042.00 | 30,963.00 | 67,698.00 | 96,222.00 | 131,594.00 | 30,963.00 |

4.0 Cash Budget

CARRY FORWARD

30,963.00

67,698.00

96,222.00

131,594.00

150,985.00

150,984.00

