

# **Rabat Malta Local Council**

**Annual Budget  
For  
Financial Year  
2014**

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**Overview and Summary**

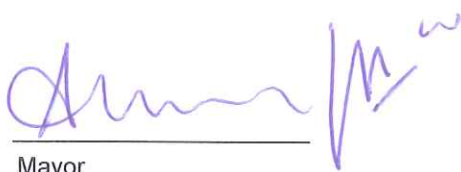
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For 2014, the Ir-Rabat Local Council shall be facing a number of challenges that shall be addressed by means of this budget. First and foremost, the Council shall be addressing its financial deficit which has been accumulating for the last five years. Although it is being forecasted that the main operations of the Council shall continue to be delivered to the community with the best possible quality of service, cross-cutting exercise shall be underway in order to ensure that this major objective is met.

The major project for the year shall be indeed a challenge, where by means of EU funding Triq Santa Rita together with Pjazza San Katald are going to be embellished. This being estimated that this project will cost around €474,000 together with a further investment from the UIF of €37,000. The Council shall contribute with a further €23,000 in order to secure the street lighting for the area. The completing of this major project is projected for the end of the year and shall be one of the largest contributions towards a regeneration process of the locality's village core.

The annual allocation from Central Government and other income shall decrease slightly from the previous year, excluding the funding for the afore-mentioned project. The recurrent expenditure is forecasted to diminish by €80,000, mainly from a reduction over the expenditure in patching and paving works. The capital expenditure shall be also contained and less than the previous year. This shall be optimise the possibility of control over the financial deficit and allow the Council to be more in line with the provisions of the Local Councils Act and of the Financial Regulations and Procedures.

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\_\_\_\_\_  
Mayor  
\_\_\_\_\_  
Executive Secretary

**Budgeted Statement of Income and Expenditure****DESCRIPTION**

BUDGET Jan-Dec 2013 €	FORECAST Jan-Dec 2013 €	BUDGET Jan-Dec 2014 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
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**Income**

Funds received from Central Government (1)	985,000	1,067,202	964,248	(20,752)	(102,954)
Income raised from Bye-Laws (2)	6,800	7,203	6,400	(400)	(803)
Income raised from LES (3)	7,500	8,149	5,500	(2,000)	(2,649)
Investment Income (4)	400	2	5	(395)	3
Other Income (5)	7,980	25,814	10,500	2,520	(15,314)
<b>TOTAL</b>	<b>1,007,680</b>	<b>1,108,370</b>	<b>986,653</b>	<b>(21,027)</b>	<b>(121,717)</b>

**Expenditure**

Personal Emoluments (6)	156,579	133,869	147,982	(8,597)	14,113
Operations and Maintenance (7)	590,904	684,514	540,728	(50,176)	(143,786)
Administration (8)	60,135	51,521	36,044	(24,091)	(15,477)
Finance Cost (9)	3,500	3,334	3,268	(232)	(66)
Other Expenditure (10)	194,651	202,454	239,104	44,453	36,650
<b>TOTAL</b>	<b>1,005,769</b>	<b>1,075,692</b>	<b>967,126</b>	<b>(38,643)</b>	<b>(108,566)</b>

**Surplus / Deficit**

<b>1,911</b>	<b>32,678</b>	<b>19,527</b>	<b>17,616</b>	<b>(13,151)</b>
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**Budgeted Statement of Affairs**

DESCRIPTION	BUDGET as at 31 Dec 2013 €	FORECAST as at 31 Dec 2013 €	BUDGET as at 31 Dec 2014 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	-	1,851,954	2,314,502	2,314,502	462,548
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	-	20,760	17,559	17,559	(3,201)
Cash and Cash Equivalents (13)	-	96,498	200,000	200,000	103,502
<b>Total Current Assets</b>	-	<b>117,258</b>	<b>217,559</b>	<b>217,559</b>	<b>100,301</b>
<b>Current Liabilities (14)</b>					
Payables	-	274,565	307,765	307,765	33,200
Current portion of Long-Term Borrowings	-	-	-	-	-
<b>Total Current Liabilities</b>	-	<b>274,565</b>	<b>307,765</b>	<b>307,765</b>	<b>33,200</b>
<b>Net Current Assets</b>	-	<b>(157,307)</b>	<b>(90,206)</b>	<b>(90,206)</b>	<b>67,101</b>
<b>Non-current liabilities (15)</b>	-	215,390	639,112	639,112	423,722
<b>Net Assets</b>	-	<b>1,479,257</b>	<b>1,585,184</b>	<b>1,585,184</b>	<b>105,927</b>
<b>Reserves</b>					
Retained Funds	-	<b>1,484,545</b>	<b>1,504,072</b>	<b>1,504,072</b>	<b>19,527</b>

**Financial Situation Indicator**

DESCRIPTION	BUDGET as at 31 Dec 2013 €	FORECAST as at 31 Dec 2013 €	BUDGET as at 31 Dec 2014 €
Current Assets	-	117,258	217,559
Current Liabilities	-	274,565	307,765
Total Long Term Liabilities	-	215,390	639,112
Commitments approved by Ministry	-	132,000	-
	-	(240,697)	(729,318)
Government Allocation	985,000	1,067,202	964,248
FSI	0.00%	-22.55%	-75.64%

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2014	2014	2014	2014	2014
	€	€	€	€	€
<b>Cash Inflows</b>					
<b>Government cash inflows</b>	239,796	242,095	239,796	242,561	964,248
<b>Cash flows from Bye-Laws &amp; L.N fees</b>	1,600	1,600	1,600	1,600	6,400
<b>Local Enforcement cash flows</b>	1,375	1,000	1,425	1,700	5,500
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	2	-	1	2	5
	2	-	1	2	5
<b>Capital cash flow</b>					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
<b>Cash received from EU funds</b>	-	-	-	474,000	474,000
<b>Cash received from Twinning</b>	-	-	-	-	-
<b>Cash from Community Services</b>	875	875	875	875	3,500
<b>Other Cash Inflows</b>	1,125	2,375	1,125	2,375	7,000
<b>TOTAL Inflows</b>	244,773	247,945	244,822	723,113	1,460,653
<b>Cash Outflows</b>					
<b>Personal Emoluments</b>	39,380	37,824	32,954	37,824	147,982
<b>Operations &amp; Maintenance</b>	124,807	124,807	139,807	151,307	540,728
<b>Administration</b>	9,011	9,011	9,011	9,011	36,044
<b>Finance</b>	817	817	817	817	3,268
<b>Capital</b>					
Acquisition of property	-	-	-	-	-
Construction	-	-	474,000	222,352	696,352
Improvements	-	-	-	-	-
Special programmes	-	-	-	-	-
Other Capital expenditure	-	500	3,000	800	4,300
	-	500	477,000	223,152	700,652
<b>Cash outflows re EU projects</b>	-	-	-	-	-
<b>Cash outflows re Twinning</b>	-	-	-	-	-
<b>Cash outflows re Community Services</b>	-	-	-	-	-
	-	-	-	-	-
<b>TOTAL Outflows</b>	174,015	172,959	659,589	422,111	1,428,674
<b>SURPLUS / (DEFICIT)</b>	70,758	74,986	(414,767)	301,002	31,979
<b>Brought forward (Bank /Cash Bal.)</b>	105,480	176,238	251,224	(163,543)	105,480
<b>Carry forward</b>	176,238	251,224	(163,543)	137,459	137,459

**Detailed Estimates of Income****DESCRIPTION**

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2013	ACTUAL Jan-Sept 2013	FORECAST Oct-Dec 2013	TOTAL Jan-Dec 2013	BUDGET Jan-Dec 2014	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

975,000	719,926	240,015	959,941	959,183	(15,817)	(758)
-	-	-	-	-	-	-
10,000	107,261	-	107,261	5,065	(4,935)	(102,196)
<b>985,000</b>	<b>827,187</b>	<b>240,015</b>	<b>1,067,202</b>	<b>964,248</b>	<b>(20,752)</b>	<b>(102,954)</b>

**2 Bye-Laws & Legal Fees**

0021-0025 Community Services

0026-0035 Income from Permits

2,000	1,395	200	1,595	1,400	(600)	(195)
4,800	4,708	900	5,608	5,000	200	(608)
<b>6,800</b>	<b>6,103</b>	<b>1,100</b>	<b>7,203</b>	<b>6,400</b>	<b>(400)</b>	<b>(803)</b>

**3 Local Enforcement Income**

0037 Share of Profit from Joint Committee

0038-0055 Contraventions

-	-	-	-	-	-	-
7,500	6,349	1,800	8,149	5,500	(2,000)	(2,649)
<b>7,500</b>	<b>6,349</b>	<b>1,800</b>	<b>8,149</b>	<b>5,500</b>	<b>(2,000)</b>	<b>(2,649)</b>

**4 Investment Income**

0091-0095 Bank Interest

0096-0099 Income received from Government Securities

400	1	1	2	5	(395)	3
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<b>400</b>	<b>1</b>	<b>1</b>	<b>2</b>	<b>5</b>	<b>(395)</b>	<b>3</b>

5 0056-0065 Sponsorships

0066-0069 Documents &amp; Information

0070-0075 EU Funds

0076-0080 Twinning

0081-0089 Insurance Claims

0100-0109 General Income

0110-0119 Donations

0120-0129 Contributions

Income from anzjani

-	-	-	-	-	-	-
2,400	3,030	2,500	5,530	2,500	100	(3,030)
-	10,999	-	10,999	-	-	(10,999)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
580	5,000	-	5,000	4,500	3,920	(500)
-	-	-	-	-	-	-
-	-	-	-	-	-	-
5,000	3,185	1,100	4,285	3,500	(1,500)	(785)
<b>7,980</b>	<b>22,214</b>	<b>3,600</b>	<b>25,814</b>	<b>10,500</b>	<b>2,520</b>	<b>(15,314)</b>

**Total**

<b>1,007,680</b>	<b>861,854</b>	<b>246,516</b>	<b>1,108,370</b>	<b>986,653</b>	<b>(21,027)</b>	<b>(121,717)</b>
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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		
	2013	2013	2013	2013	2014	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	11,800	6,236	2,513	8,749	11,655	(145)	2,906
1200 Employees' Salaries & Wages	109,761	73,671	25,431	99,102	105,830	(3,931)	6,728
1300 Bonuses	9,818	8,563	675	9,238	8,986	(832)	(252)
1400 Income Supplements	-	-	-	-	-	-	-
1500 Social Security Contributions	7,000	6,166	2,294	8,460	9,316	2,316	856
1600 Allowances	11,200	3,840	4,480	8,320	9,600	(1,600)	1,280
1700 Overtime	7,000	-	-	-	2,595	(4,405)	2,595
	<b>156,579</b>	<b>98,476</b>	<b>35,393</b>	<b>133,869</b>	<b>147,982</b>	<b>(8,597)</b>	<b>14,113</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	6,420	819	220	1,039	3,000	(3,420)	1,961
2200-2259 Materials & Supplies	2,500	1,801	100	1,901	2,500	-	599
2300-2399 Repairs & Upkeep	70,700	137,204	80,000	217,204	60,000	(10,700)	(157,204)
2400-2449 Rent	2,250	2,447	-	2,447	2,650	400	203
3010 Street Lighting	30,000	35,291	5,000	40,291	27,850	(2,150)	(12,441)
3020 Lease of Equipment	12,000	610	750	1,360	2,040	(9,960)	680
3030 Insurance	1,500	2,871	-	2,871	3,000	1,500	129
3035 Bank Charges	650	303	-	303	400	(250)	97
3036 Penalties	-	-	-	-	3,059	3,059	3,059
3040 Waste Disposal	78,000	51,297	25,683	76,980	76,980	(1,020)	-
3041 Refuse Collection	132,000	79,627	44,080	123,707	122,240	(9,760)	(1,467)
3042 Bulky Refuse Collection	14,500	8,035	6,000	14,035	14,500	-	465
3043 Bins on wheels	-	131	-	131	-	-	(131)
3045 Bring in sites	-	90	-	90	-	-	(90)
3050-3051 Road & Street Cleaning	90,308	46,542	6,000	52,542	50,861	(39,447)	(1,681)
3052 Cleaning & Maintenance of Non-Urban Areas	32,000	27,818	4,500	32,318	28,500	(3,500)	(3,818)
3053 Cleaning of Public Conveniences	17,150	8,730	4,500	13,230	17,150	-	3,920
3055 Cleaning of Council Premises	3,000	2,491	1,200	3,691	3,370	370	(321)
3060 Other Contractual Services	25,245	39,970	9,000	48,970	43,639	18,394	(5,331)
3061 Cleaning & Maintenance of Parks & Gardens	27,681	24,818	6,000	30,818	20,289	(7,392)	(10,529)
3062 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3064 Cleaning & Maintenance of Country Non-Urban	15,000	-	-	-	-	(15,000)	-
3070-3090 Consultation Fees	-	-	-	-	8,000	8,000	8,000
3100-3139 Contract & Project Management	15,000	-	-	-	26,500	11,500	26,500
3300-3379 Hospitality	-	-	-	-	1,500	1,500	1,500
3380-3389 Community	-	2,164	1,200	3,364	7,500	7,500	4,136
3390-3394 Donations	-	-	-	-	200	200	200
3600-3694 Local Enforcement Expenses	-	-	-	-	-	-	-
3700-3799 EU Projects	-	10,000	-	10,000	-	-	(10,000)
3800-3899 Twinning	-	-	-	-	-	-	-
Cultural & social events	15,000	5,722	1,500	7,222	15,000	-	7,778
	<b>590,904</b>	<b>488,781</b>	<b>195,733</b>	<b>684,514</b>	<b>540,728</b>	<b>(50,176)</b>	<b>(143,786)</b>



**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		
	2013	2013	2013	2013	2014	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	12,000	5,334	3,150	8,484	8,182	(3,818)	(302)
2260-2299 Office Materials & Supplies	4,000	836	-	836	600	(3,400)	(236)
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	400	474	-	474	500	100	26
2600-2699 Office Services	8,500	6,049	1,300	7,349	5,490	(3,010)	(1,859)
2700-2799 Transport	7,500	1,941	700	2,641	1,040	(6,460)	(1,601)
2800-2899 Travel	650	826	-	826	800	150	(26)
2900-2999 Information Services	4,500	1,902	2,390	4,292	9,552	5,052	5,260
3140-3199 Professional Services	10,380	17,970	6,000	23,970	7,080	(3,300)	(16,890)
3200-3299 Training	1,100	1,259	-	1,259	1,000	(100)	(259)
3345 Office Hospitality	1,105	944	250	1,194	1,800	695	606
3400-3499 Incidental Expenses	-	196	-	196	-	-	(196)
Community	10,000	-	-	-	-	(10,000)	-
	<b>60,135</b>	<b>37,731</b>	<b>13,790</b>	<b>51,521</b>	<b>36,044</b>	<b>(24,091)</b>	<b>(15,477)</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	3,500	2,604	730	3,334	3,268	(232)	(66)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>3,500</b>	<b>2,604</b>	<b>730</b>	<b>3,334</b>	<b>3,268</b>	<b>(232)</b>	<b>(66)</b>
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	2,350	2,350	1,000	1,000	(1,350)
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation	194,651	-	200,104	200,104	238,104	43,453	38,000
	<b>194,651</b>	<b>-</b>	<b>202,454</b>	<b>202,454</b>	<b>239,104</b>	<b>44,453</b>	<b>36,650</b>
<b>Total</b>	<b>1,005,769</b>	<b>627,592</b>	<b>448,100</b>	<b>1,075,692</b>	<b>967,126</b>	<b>(38,643)</b>	<b>(108,566)</b>

**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
	2013	30-Sep	30 Sep-31 Dec	31-Dec	2014		
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>12 Receivables</b>							
0201-0209 Receivables	-	12,028	1,000	13,028	10,000	10,000	(3,028)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	-	6,173	-	6,173	6,000	6,000	(173)
Other receivables	-	1,559	-	1,559	1,559	1,559	-
	-	19,760	1,000	20,760	17,559	17,559	(3,201)
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	-	166,927	(70,429)	96,498	200,000	200,000	103,502
	-	166,927	(70,429)	96,498	200,000	200,000	103,502
<b>14 Payables</b>							
4000 Payables	-	279,162	(135,000)	144,162	200,000	200,000	55,838
4100 Accruals	-	25,403	100,000	125,403	90,000	90,000	(35,403)
4150 Deferred Income	-	-	5,000	5,000	17,765	17,765	12,765
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Short term borrowings	-	-	-	-	-	-	-
	-	304,565	(30,000)	274,565	307,765	307,765	33,200
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	-	96,276	(3,000)	93,276	83,528	83,528	(9,748)
Deferred Income	-	132,114	(10,000)	122,114	555,584	555,584	433,470
	-	228,390	(13,000)	215,390	639,112	639,112	423,722

**16 Depreciation of Property, Plant and Equipment**

Asset % of depreciation	Property 1%	Office Fur €	New Str Sig 100% €	Urban Imp 10% €	Office Equip 20% €	Motor Vehicles 20% €	Comp Equip 25% €	Special Prog 10% €	PM / Assets not yet capitalised €	Total €
<b>Cost</b>										
As at 01 January 2014	272,535	41,276	65,308	2,344,946	39,154	11,644	41,714	1,244,903	3,150	4,064,630
Additions	-	500	3,000	696,352	-	-	800	-	-	700,652
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2014	272,535	41,776	68,308	3,041,298	39,154	11,644	42,514	1,244,903	3,150	4,765,282
<b>Grants/ other reimbursements</b>										
As at 01 January 2014	-	-	-	73,020	-	-	-	256,980	-	330,000
Additions	-	-	-	-	-	-	-	-	-	-
As at 31 December 2014	-	-	-	73,020	-	-	-	256,980	-	330,000
<b>Accumulated Depreciation</b>										
As at 01 January 2014	29,599	25,594	65,308	1,153,284	36,057	8,424	32,301	532,109	-	1,882,676
Charge for the year	2,429	1,618	3,000	181,499	619	644	2,714	45,581	-	238,104
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2014	32,028	27,212	68,308	1,334,783	36,676	9,068	35,015	577,690	-	2,120,780
<b>Budgeted NBV 31 Dec 2013</b>	0	0	0	0	0	0	0	0	0	-
<b>Forecasted NBV 1 Jan 2014</b>	242,936	15,682	-	1,118,642	3,097	3,220	9,413	455,814	3,150	1,851,954
<b>Budgeted NBV 31 Dec 2014</b>	240,507	14,564	-	1,633,495	2,478	2,576	7,499	410,233	3,150	2,314,502