

# **Rabat Malta Local Council**

**Annual Budget  
For  
Financial Year  
2016**

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**Overview and Summary**

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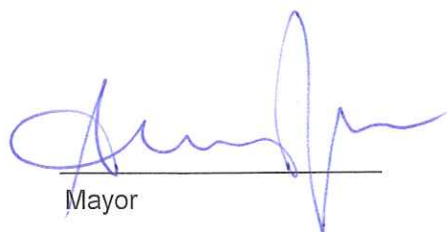
During the Council meetings and the general locality meeting the budget for year 2016, was discussed.

The unaudited Financial Statements for the year 2015, show a net current asset position. In view of this position, the Local Council had prepared the budget for the year 2016 based on the income received in the same year and the excessive cash funds available from the previous year.

The budget income for the year 2016, is envisaged to approximately amount to €1,140,845, of which €1,022,481 are being allocated by the Central Government. It is projected that the expenses which are mainly contractual obligations and personal emoluments, total approximately to €677,183, as shown in the budgeted statement of income and expenditure. The depreciation charge for the year is estimated to be €220,575.

Although the Local Council will do it's best to minimise the operating and administrative cost, it is projected that the cost of operations and maintenance will increase. This increase is expected due to the fact that from past experience the Council recognises that this tends to happen and thus has projected that the repairs of plant and equipment (street lighting) to reach the sum of €28,000. Moreover it is also projected that the repairs and upkeep of the public property are to reach €50,000

The Council is anticipating that the capital expenditure for the year 2016 which mainly consists of Triq San Bastjan and Sqaq Nru 2, Triq il-Kulleġg will amount to €95,000 and it is anticipated that the capital expenditure in the region of €25,000, will be carried out at the Local Council's property.

  
Mayor  
Executive Secretary

## Budgeted Statement of Income and Expenditure

## DESCRIPTION

BUDGET Jan-Dec 2015	FORECAST Jan-Dec 2015	BUDGET Jan-Dec 2016	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

## Income

Funds received from Central Government (1)	991,266	1,263,529	1,105,145	113,879	(158,384)
Income raised from Bye-Laws (2)	11,000	15,400	19,000	8,000	3,600
Income raised from LES (3)	7,000	4,097	10,000	3,000	5,903
Investment Income (4)	5	37	200	195	163
Other Income (5)	1,500	8,083	6,500	5,000	(1,583)
<b>TOTAL</b>	<b>1,010,771</b>	<b>1,291,146</b>	<b>1,140,845</b>	<b>130,074</b>	<b>(150,301)</b>

## Expenditure

Personal Emoluments (6)	159,256	121,465	157,100	(2,156)	35,634
Operations and Maintenance (7)	464,859	342,886	460,235	(4,624)	117,349
Administration (8)	38,510	42,407	57,882	19,372	15,475
Finance Cost (9)	3,500	2,739	1,966	(1,534)	(773)
Other Expenditure (10)	246,389	231,582	220,575	(25,814)	(11,007)
<b>TOTAL</b>	<b>912,514</b>	<b>741,079</b>	<b>897,758</b>	<b>(14,756)</b>	<b>156,679</b>

## Surplus / Deficit

<b>98,257</b>	<b>550,067</b>	<b>243,087</b>	<b>144,830</b>	<b>(306,980)</b>
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**Budgeted Statement of Affairs**

DESCRIPTION	BUDGET as at 31 Dec 2015 €	FORECAST as at 31 Dec 2015 €	BUDGET as at 31 Dec 2016 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	2,372,728	2,289,411	2,193,636	(179,092)	(95,775)
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	22,000	18,946	17,000	(5,000)	(1,946)
Cash and Cash Equivalents (13)	120,149	580,219	790,527	670,378	210,308
<b>Total Current Assets</b>	<b>142,149</b>	<b>599,165</b>	<b>807,527</b>	<b>665,378</b>	<b>208,362</b>
<b>Current Liabilities (14)</b>					
Payables	166,815	211,247	229,698	62,883	18,451
Current portion of Long-Term Borrowings	-	-	-	-	-
<b>Total Current Liabilities</b>	<b>166,815</b>	<b>211,247</b>	<b>229,698</b>	<b>62,883</b>	<b>18,451</b>
<b>Net Current Assets</b>	<b>(24,666)</b>	<b>387,918</b>	<b>577,829</b>	<b>602,495</b>	<b>189,911</b>
<b>Non-current liabilities (15)</b>	<b>426,250</b>	<b>851,991</b>	<b>689,077</b>	<b>262,827</b>	<b>(162,914)</b>
<b>Net Assets</b>	<b>1,921,812</b>	<b>1,825,338</b>	<b>2,082,388</b>	<b>160,576</b>	<b>257,050</b>
<b>Reserves</b>					
Retained Funds	1,504,072	1,484,545	1,727,632	223,560	243,087

**Financial Situation Indicator**

DESCRIPTION	BUDGET as at 31 Dec 2015 €	FORECAST as at 31 Dec 2015 €	BUDGET as at 31 Dec 2016 €
Current Assets	142,149	599,165	807,527
Current Liabilities	166,815	211,247	229,698
Total Long Term Liabilities	426,250	851,991	689,077
Commitments approved by Ministry	-	-	-
	(450,916)	(464,073)	(111,248)
Government Allocation	991,266	1,263,529	1,105,145
FSI	-45.49%	-36.73%	-10.07%

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2016	2016	2016	2016	
	€	€	€	€	€
<b>Cash Inflows</b>					
Government cash inflows	276,286	276,286	276,286	276,286	1,105,144
Cash flows from Bye-Laws & L.N fees	4,750	4,750	4,750	4,750	19,000
Local Enforcement cash flows	2,500	2,500	2,500	2,500	10,000
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	-	100	-	100	200
	-	100	-	100	200
<b>Capital cash flow</b>					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	1,625	1,625	1,625	1,625	6,500
<b>TOTAL Inflows</b>	<b>285,161</b>	<b>285,261</b>	<b>285,161</b>	<b>285,261</b>	<b>1,140,844</b>
<b>Cash Outflows</b>					
Personal Emoluments	36,475	42,075	36,475	42,075	157,100
Operations & Maintenance	207,937	155,059	115,059	76,706	554,761
Administration	3,647	14,471	14,471	14,471	47,060
Finance	3,202	3,202	3,202	3,203	12,809
<b>Capital</b>					
Acquisition of property	-	-	-	-	-
Construction	-	-	10,000	15,000	25,000
Improvements	-	-	-	70,000	70,000
Special programmes	-	-	-	-	-
Other Capital expenditure	-	-	-	-	-
	-	-	10,000	85,000	95,000
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	-	-	-	-
<b>TOTAL Outflows</b>	<b>251,261</b>	<b>214,807</b>	<b>179,207</b>	<b>221,455</b>	<b>866,730</b>
<b>SURPLUS / (DEFICIT)</b>	<b>33,900</b>	<b>70,454</b>	<b>105,954</b>	<b>63,806</b>	<b>274,114</b>
Brought forward (Bank /Cash Bal.)	580,219	614,119	684,573	790,527	580,219
Carry forward	614,119	684,573	790,527	854,333	854,333

**Detailed Estimates of Income****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		
2015	2015	2015	2015	2016	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

**Income****1 Funds received form Cental Government:**

0001 In terms of section 55 CAP 363	991,266	743,450	247,816.67	991,267	1,022,481	31,215	31,214
0002-0004 In terms of section 58 CAP 363	-	-	-	-	8,320	8,320	8,320
0005-0019 Other Income	-	272,262	-	272,262	74,344	74,344	(197,918)
	<b>991,266</b>	<b>1,015,712</b>	<b>247,817</b>	<b>1,263,529</b>	<b>1,105,145</b>	<b>113,879</b>	<b>(158,384)</b>

**2 Bye-Laws & Legal Fees**

0021-0025 Community Services	3,000	4,071	1,357	5,428	4,000	1,000	(1,428)
0026-0035 Income from Permits	8,000	7,479	2,493	9,972	15,000	7,000	5,028
	<b>11,000</b>	<b>11,550</b>	<b>3,850</b>	<b>15,400</b>	<b>19,000</b>	<b>8,000</b>	<b>3,600</b>

**3 Local Enforcement Income**

0037 Share of Profit from Joint Committee	-	-	-	-	-	-	-
0038-0055 Contraventions	7,000	3,073	1,024.33	4,097	10,000	3,000	5,903
	<b>7,000</b>	<b>3,073</b>	<b>1,024</b>	<b>4,097</b>	<b>10,000</b>	<b>3,000</b>	<b>5,903</b>

**4 Investment Income**

0091-0095 Bank Interest	5	28	9.33	37	200	195	163
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	<b>5</b>	<b>28</b>	<b>9</b>	<b>37</b>	<b>200</b>	<b>195</b>	<b>163</b>

5 0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	1,500	6,062	2,020.67	8,083	5,000	3,500	(3,083)
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 General Income	-	-	-	-	1,500	1,500	1,500
0110-0119 Donations	-	-	-	-	-	-	-
0120-0129 Contributions	-	-	-	-	-	-	-
	<b>1,500</b>	<b>6,062</b>	<b>2,021</b>	<b>8,083</b>	<b>6,500</b>	<b>5,000</b>	<b>(1,583)</b>

**Total**

<b>1,010,771</b>	<b>1,036,425</b>	<b>254,721</b>	<b>1,291,146</b>	<b>1,140,845</b>	<b>130,074</b>	<b>(150,301)</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		
2015	2015	2015	2015	2016	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

**6 Personal Emoluments**

1100 Mayor's Allowance	12,172	6,278	2,092.67	8,371	12,442	270	4,071
1200 Employees' Salaries & Wages	116,822	72,708	24,236	96,944	111,362	(5,460)	14,418
1300 Bonuses	6,378	-	-	-	10,029	3,651	10,029
1400 Income Supplements	-	-	-	-	1,952	1,952	1,952
1500 Social Security Contributions	9,936	7,450	2,483.33	9,933	9,488	(448)	(445)
1600 Allowances	9,600	3,840	1,280	5,120	9,600	-	4,480
1700 Overtime	4,348	823	274.33	1,097	2,227	(2,121)	1,130
	<b>159,256</b>	<b>91,099</b>	<b>30,366</b>	<b>121,465</b>	<b>157,100</b>	<b>(2,156)</b>	<b>35,634</b>

**7 Operations and Maintenance**

2100-2149 Public Utilities	850	553	184	737	3,000	2,150	2,263
2200-2259 Materials & Supplies	2,000	603	201	804	2,500	500	1,696
2300-2399 Repairs & Upkeep	20,000	22,193	2,926	25,119	50,000	30,000	24,881
2400-2449 Rent	2,000	2,623	-	2,623	2,250	250	(373)
3010 Street Lighting	10,000	18,831	6,277	25,108	28,000	18,000	2,892
3020 Lease of Equipment	3,440	1,047	349	1,396	1,600	(1,840)	204
3030 Insurance	5,755	10,253	-	10,253	5,405	(350)	(4,848)
3035 Bank Charges	400	150	50	200	300	(100)	100
3038 Penalties	3,200	-	-	-	3,060	(140)	3,060
3040 Waste Disposal	58,800	42,617	14,206	56,823	66,718	7,918	9,895
3041 Refuse Collection	128,400	73,608	24,536	98,144	95,000	(33,400)	(3,144)
3042 Bulky Refuse Collection	15,225	6,964	2,321	9,285	7,436	(7,789)	(1,849)
3043 Bins on wheels	500	-	-	-	-	(500)	-
3045 Bring in sites	-	-	-	-	-	-	-
3050-3051 Road & Street Cleaning	53,761	30,543	10,181	40,724	52,971	(790)	12,247
3052 Cleaning & Maintenance of Non-Urban Areas	27,900	1,868	623	2,491	13,800	(14,100)	11,309
3053 Cleaning of Public Conveniences	20,700	5,995	1,998	7,993	16,870	(3,830)	8,877
3055 Cleaning of Council Premises	4,493	3,283	1,094	4,377	4,493	-	116
3060 Other Contractual Services	48,597	17,082	5,694	22,776	33,387	(15,210)	10,611
3061 Cleaning & Maintenance of Parks & Gardens	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Soft Areas	29,538	21,658	7,219	28,877	29,645	107	768
3063 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3064 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3070-3090 Consultation Fees	12,500	-	-	-	20,000	7,500	20,000
3100-3139 Contract & Project Management	10,000	-	-	-	-	(10,000)	-
3300-3379 Hospitality	-	526	175	701	-	-	(701)
3380-3389 Community	1,000	2,098	699	2,797	8,000	7,000	5,203
3390-3394 Donations	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	2,800	-	-	-	800	(2,000)	800
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Cultural & social events	3,000	1,242	414	1,656	15,000	12,000	13,344
	<b>464,859</b>	<b>263,737</b>	<b>79,149</b>	<b>342,886</b>	<b>460,235</b>	<b>(4,624)</b>	<b>117,349</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		
	2015	2015	2015	2015	2016	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	7,000	3,475	1,158	4,633	8,700	1,700	4,067
2260-2299 Office Materials & Supplies	200	-	-	-	800	600	800
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	1,328	180	1,000	1,180	1,000	(328)	(180)
2600-2699 Office Services	5,500	6,646	2,215	8,861	7,000	1,500	(1,861)
2700-2799 Transport	6,000	4,961	1,654	6,615	12,000	6,000	5,385
2800-2899 Travel	-	3,359	-	3,359	800	800	(2,559)
2900-2999 Information Services	8,400	766	-	766	9,300	900	8,534
3140-3199 Professional Services	8,482	11,681	3,894	15,575	13,282	4,800	(2,293)
3200-3299 Training	-	-	-	-	1,000	1,000	1,000
3345 Office Hospitality	100	526	175	701	4,000	3,900	3,299
3400-3499 Incidental Expenses	500	-	-	-	-	(500)	-
Uniforms	1,000	717	-	717	-	(1,000)	(717)
	<b>38,510</b>	<b>32,311</b>	<b>10,096</b>	<b>42,407</b>	<b>57,882</b>	<b>19,372</b>	<b>15,475</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	3,500	2,054	684.67	2,739	1,966	(1,534)	(773)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>3,500</b>	<b>2,054</b>	<b>685</b>	<b>2,739</b>	<b>1,966</b>	<b>(1,534)</b>	<b>(773)</b>
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation	246,389	-	231,582	231,582	220,575	(25,814)	(11,007)
	<b>246,389</b>	<b>-</b>	<b>231,582</b>	<b>231,582</b>	<b>220,575</b>	<b>(25,814)</b>	<b>(11,007)</b>
<b>Total</b>	<b>912,514</b>	<b>389,201</b>	<b>351,878</b>	<b>741,079</b>	<b>897,758</b>	<b>(14,756)</b>	<b>156,679</b>

**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 2015 €	FORECAST changes from 30 Sep-31 Dec 2015 €	TOTAL as at 31-Dec 2015 €	BUDGET Jan-Dec 2016 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
<b>11 Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>12 Receivables</b>							
0201-0209 Receivables	14,000	5,543	3,152	8,695	7,000	(7,000)	(1,695)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	8,000	2,405	6,269	8,674	9,000	1,000	326
Other receivables	-	1,000	577	1,577	1,000	1,000	(577)
	<b>22,000</b>	<b>8,948</b>	<b>9,998</b>	<b>18,946</b>	<b>17,000</b>	<b>(5,000)</b>	<b>(1,946)</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	120,149	704,046	(123,827)	580,219	790,527	670,378	210,308
	<b>120,149</b>	<b>704,046</b>	<b>(123,827)</b>	<b>580,219</b>	<b>790,527</b>	<b>670,378</b>	<b>210,308</b>
<b>14 Payables</b>							
4000 Payables	73,806	128,251	33,753	162,004	103,532	29,726	(58,472)
4100 Accruals	59,959	-	49,243	49,243	49,000	(10,959)	(243)
4150 Deferred Income	19,300	-	-	-	67,240	47,940	67,240
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Short term borrowings	13,750	-	-	-	9,926	(3,824)	9,926
	<b>166,815</b>	<b>128,251</b>	<b>82,996</b>	<b>211,247</b>	<b>229,698</b>	<b>62,883</b>	<b>18,451</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	66,250	76,679	(2,560)	74,119	52,789	(13,461)	(21,330)
Deferred Income	360,000	622,985	154,887	777,872	636,288	276,288	(141,584)
	<b>426,250</b>	<b>699,664</b>	<b>152,327</b>	<b>851,991</b>	<b>689,077</b>	<b>262,827</b>	<b>(162,914)</b>

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

Asset	Property	Office Fur	New Str Sig	Urban Imp	Office Equip	Motor Vehicles	Comp Equip	Special Prog	Plant and Machinery	Total
	1%	8%	100%	10%	20%	20%	25%	10%	20%	€
<b>Cost</b>	€	€	€	€	€	€	€	€	€	€
As at 01 January 2016	272,535	39,503	64,685	3,187,064	40,440	11,644	34,273	1,246,733	6,831	4,903,708
Additions	25,000	1,000	2,000	95,000	-	-	1,800	-	-	124,800
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2016	297,535	40,503	66,685	3,282,064	40,440	11,644	36,073	1,246,733	6,831	5,028,508
<b>Grants/ other reimbursements</b>										
As at 01 January 2016	-	-	-	73,020	-	-	-	256,980	-	330,000
Additions	-	-	-	-	-	-	-	-	-	-
As at 31 December 2016	-	-	-	73,020	-	-	-	256,980	-	330,000
<b>Accumulated Depreciation</b>										
As at 01 January 2016	34,409	27,014	64,685	1,457,470	37,394	9,446	32,650	617,750	3,479	2,284,297
Charge for the year	2,631	1,012	2,000	175,157	609	440	856	37,200	670	220,575
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2016	37,040	28,026	66,685	1,632,627	38,003	9,886	33,506	654,950	4,149	2,504,872
<b>Budgeted NBV 31 Dec 2015</b>	238,127	10,433	0	1,710,704	3,506	2,061	3,217	404,680	0	2,372,728
<b>Forecasted NBV 1 Jan 2016</b>	238,126	12,489	-	1,656,574	3,046	2,198	1,623	372,003	3,352	2,289,411
<b>Budgeted NBV 31 Dec 2016</b>	260,495	12,477	-	1,576,417	2,437	1,758	2,567	334,803	2,682	2,193,636