

GHARB
Local Council

Annual Budget
For
Financial Year
2018

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Overview and Summary

These budget estimates cover the period January to December 2018 and are the ninth being prepared by the Sixth Gharb Local Council Legislation. **Income**The Government allocation for this year amount to € 245,180. Other Government / public entities Income amounting to €15,829 results from grants receivable from the Government and the EU following successful applications under various funding schemes. These are being disclosed in more detail in the notes. In the income section an allocation of €3,500 is being voted as general income from permits, tender documents etc while the sum of € 5,0000 was voted as income from various activities that the council will underdo it 2017 . **Expenditure Personal Emoluments** The amounts in this section were revised to reflect the latest 2018 pay scales . This section incorporates Council's employees salaries and wages as well as statutory Mayor's and Councillors allowances. Personal emoluments for the year are expected to amount to € 87,977. **Operations and maintenance** The Repair and Upkeep section caters for the upkeep and maintenance works which are expected to the done throughout the year within the locality such as road signs and markings, street pavements and other Council property. Repairs and upkeeps are estimated to amount to € 27,000. The Council has also estimated that € 30,691 will be incurred with respect to contractual services. These relate to the refuse collection, bulky refuse and street cleaning. Included with operations and maintenance expenses, the Council has provided for Community and Hospitality expenses amounting to € 69,000, and twinning expenses of € 166,393. **Capital Expenditure** The Council is voting the sum of € 283,362 with respect to capital expenditure in relation to the urban improvements in Virtu and Tumas Cassar Streets. The Council intends to finance this capital expenditure with EU and Gvernments. It is expected that Euro 273,362 are obtained from funds. In the management of this budget, the Council will be dedicated to attain a good balance between high quality in it services and value for money. The Councils shall will also work hard to acquire sponsorship and additional funding for its initiatives and events. Also, since the Council's aspiratins for the locality are high, the Council will also continue exploiting possibilities of EU Funding for those ambitious projects in the pipeline which wouldn't be attainable without such aid.

Mayor

Executive Secretary

Budgeted Statement of Income and Expenditure

DESCRIPTION

BUDGET Jan-Dec 2017 €	FORECAST Jan-Dec 2017 €	BUDGET Jan-Dec 2018 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
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Income

Funds received from Central Government (1)	338,851	303,441	260,427	(78,424)	(43,014)
Income raised from Bye-Laws (2)	12,260	15,289	8,500	(3,760)	(6,789)
Income raised from LES (3)	541	3,254	3,000	2,459	(254)
Investment Income (4)	-	40	-	-	(40)
Other Income (5)	2,647	238,125	242,177	239,530	4,052
TOTAL	354,299	560,149	514,104	159,805	(46,045)

Expenditure

Personal Emoluments (6)	67,520	77,364	87,977	20,457	10,613
Operations and Maintenance (7)	122,849	381,526	375,077	252,228	(6,449)
Administration (8)	37,858	54,589	55,166	17,308	577
Finance Cost (9)	-	3,848	3,392	3,392	(456)
Other Expenditure (10)	120,016	32,304	12,412	(107,604)	(19,892)
TOTAL	348,243	549,631	534,024	185,781	(15,607)

Surplus / Deficit

6,056	10,518	(19,920)	(25,976)	(30,438)
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Budgeted Statement of Affairs

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2017	2017	2018	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	1,114,014	107,013	104,601	(1,009,413)	(2,412)
Current Assets					
Inventories (11)	-	-	-	-	-
Receivables (12)	53,199	230,463	158,995	105,796	(71,468)
Cash and Cash Equivalents (13)	196,608	241,178	253,187	56,579	12,009
Total Current Assets	249,807	471,641	412,182	162,375	(59,459)
Current Liabilities (14)					
Payables	316,217	110,066	75,066	(241,151)	(35,000)
Current portion of Long-Term Borrowings	-	-	-	-	-
Total Current Liabilities	316,217	110,066	75,066	(241,151)	(35,000)
Net Current Assets	(66,410)	361,575	337,116	403,526	(24,459)
Non-current liabilities (15)	656,661	69,513	62,562	(594,099)	(6,951)
Net Assets	390,943	399,075	379,155	(11,788)	(19,920)
Reserves					
Retained Funds	390,943	399,075	379,155	(11,788)	(19,920)

Financial Situation Indicator

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2017	2017	2018
	€	€	€
Current Assets	249,807	471,641	412,182
Current Liabilities	316,217	110,066	75,066
Total Long Term Liabilities	656,661	69,513	62,562
Commitments approved by Ministry	587,264	-	-
	(135,807)	292,062	274,554
Government Allocation	338,851	303,441	260,427
FSI	-40.08%	96.25%	105.42%

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL 2018
	JAN-MAR 2018	APR-JUN 2018	JUL-SEP 2018	OCT-DEC 2018	
	€	€	€	€	
Cash Inflows					
Government cash inflows	65,106	65,107	65,107	65,107	260,427
Cash flows from Bye-Laws & L.N fees	2,125	2,125	2,125	2,125	8,500
Local Enforcement cash flows	750	750	750	750	3,000
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	273,361	-	273,361
	-	-	273,361	-	273,361
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	13,194	13,194	13,194	13,195	52,777
Cash received from Twinning	46,000	46,000	46,000	46,000	184,000
Cash from Community Services	1,350	1,350	1,350	1,350	5,400
Other Cash Inflows	-	-	71,468	-	71,468
TOTAL Inflows	128,525	128,526	473,355	128,527	858,933
Cash Outflows					
Personal Emoluments	21,994	21,994	21,994	21,995	87,977
Operations & Maintenance	37,769	37,769	37,769	37,770	151,077
Administration	13,791	13,792	13,791	13,792	55,166
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	-	-	-
Improvements	-	-	283,361	-	283,361
Special programmes	-	-	-	-	-
Payment of PPP - Accruals	-	-	35,000	-	35,000
	-	-	318,361	-	318,361
Cash outflows re EU projects					-
Cash outflows re Twinning	46,000	46,000	46,000	46,000	184,000
Cash outflows re Community Services	10,000	10,000	10,000	10,000	40,000
Cash outflows - Payment of loan	2,585	2,586	2,586	2,586	10,343
	58,585	58,586	58,586	58,586	234,343
TOTAL Outflows	132,139	132,141	450,501	132,143	846,924
SURPLUS / (DEFICIT)	(3,614)	(3,615)	22,854	(3,616)	12,009
Brought forward (Bank /Cash Bal.)	241,178	237,564	233,949	256,803	241,178
Carry forward	237,564	233,949	256,803	253,187	253,187

Detailed Estimates of Income

DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2017	ACTUAL Jan-Sept 2017	FORECAST Oct-Dec 2017	TOTAL Jan-Dec 2017	BUDGET Jan-Dec 2018	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

Income

1 **Funds received form Cental Government:**

0001 In terms of section 55 CAP 363	224,337	175,829	59,275	235,104	245,180	20,843	10,076
0002-0004 In terms of section 58 CAP 363				-		-	-
0005-0019 Other Income	114,514	49,490	18,847	68,337	15,247	(99,267)	(53,090)
	338,851	225,319	78,122	303,441	260,427	(78,424)	(43,014)

2 **Bye-Laws & Legal Fees**

0021-0025 Community Services	5,568	30,676	(18,995)	11,681	5,000	(568)	(6,681)
0026-0035 Income from Permits	6,692	2,989	619	3,608	3,500	(3,192)	(108)
	12,260	33,665	(18,376)	15,289	8,500	(3,760)	(6,789)

3 **Local Enforcement Income**

0037 Commission from Regional Committees	541	3,102	152	3,254	3,000	2,459	(254)
0038-0055 Contraventions				-		-	-
	541	3,102	152	3,254	3,000	2,459	(254)

4 **Investment Income**

0091-0095 Bank interest	-	-	40	40	-	-	(40)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	40	40	-	-	(40)

5 **General Income**

0056-0065 Sponsorships	-	5,398	167	5,565	-	-	(5,565)
0066-0069 Documents & Information	-	62	(62)	-	-	-	-
0070-0075 EU Funds	-	40,000	131,005	171,005	52,777	52,777	(118,228)
0076-0080 Twinning	-	-	-	-	184,000	184,000	184,000
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	2,647	-	-	-	-	(2,647)	-
0120-0129 General Income	-	41,635	19,920	61,555	5,400	5,400	(56,155)
	-	-	-	-	-	-	-
	2,647	87,095	151,030	238,125	242,177	239,530	4,052

Total

	354,299	349,181	210,968	560,149	514,104	159,805	(46,045)
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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		
2017	2017	2017	2017	2018	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

6 Personal Emoluments

1100 Mayor's Allowance	7,373	5,509	1,956	7,465	7,464	91	(1)
1200 Employees' Salaries & Wages	45,206	40,880	16,911	57,791	68,313	23,107	10,522
1300 Bonuses	3,830	4,521	(4,521)	-	-	(3,830)	-
1400 Income Supplements	-	-	-	-	-	-	-
1500 Social Security Contributions	4,711	4,293	1,415	5,708	5,800	1,089	92
1600 Allowances	6,400	4,800	1,600	6,400	6,400	-	-
1700 Overtime	-	-	-	-	-	-	-
	67,520	60,003	17,361	77,364	87,977	20,457	10,613

7 Operations and Maintenance

2100-2149 Public Utilities	16,278	4,216	8,158	12,374	13,500	(2,778)	1,126
2200-2259 Public Materials & Supplies	4,930	8,836	10,607	19,443	10,000	5,070	(9,443)
2300-2399 Repairs & Upkeep	24,436	18,430	7,892	26,322	27,000	2,564	678
2400-2449 Rent	4,309	3,155	-	3,155	9,886	5,577	6,731
3010 Street Lighting	-	-	475	475	3,000	3,000	2,525
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	2,639	5,820	270	6,090	5,000	2,361	(1,090)
3035 Bank Charges	4,395	179	110	289	-	(4,395)	(289)
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	-	18	(18)	-	-	-	-
3041 Refuse Collection	16,857	14,046	6,882	20,928	17,283	426	(3,645)
3042 Bulky Refuse Collection	2,320	440	2,834	3,274	1,040	(1,280)	(2,234)
3043 Bins on wheels	655	2,676	(2,676)	-	-	(655)	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	1,185	1,500	35	1,535	7,000	5,815	5,465
3052 Cleaning & Maintenance of Non-Urban Areas	232	-	-	-	-	(232)	-
3053 Cleaning of Public Conveniences	4,184	2,174	1,285	3,459	4,660	476	1,201
3055 Cleaning of Council Premises	-	-	-	-	-	-	-
3060 Cleaning & Maintenance of Parks & Gardens	242	-	-	-	-	(242)	-
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	-	-	-	-	708	708	708
3070-3090 Consultation Fees	-	350	29	379	-	-	(379)
3100-3139 Contract & Project Management	-	10,952	(10,952)	-	-	-	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	-	50,614	11,135	61,749	69,000	69,000	7,251
3600-3694 Local Enforcement Expenses	-	-	-	-	-	-	-
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	17,607	62,511	132,933	195,444	184,000	166,393	(11,444)
Child Care Centre	22,580	17,261	9,349	26,610	23,000	420	(3,610)
	122,849	203,178	178,348	381,526	375,077	252,228	(6,449)

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	Bud-Bud	Bud-Act
	2017	2017	2017	2017	2018		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	-	3,497	(3,497)	-	-	-	-
2260-2299 Office Materials & Supplies	-	-	12,178	12,178	-	-	(12,178)
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	551	400	570	970	1,000	449	30
2600-2699 Office Services	9,549	6,692	1,040	7,732	16,500	6,951	8,768
2700-2799 Transport	2,108	3,061	341	3,402	4,000	1,892	598
2800-2899 Travel	3,520	8,185	365	8,550	3,000	(520)	(5,550)
2900-2999 Information Services	1,873	1,144	720	1,864	6,666	4,793	4,802
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	20,257	7,444	12,449	19,893	24,000	3,743	4,107
3200-3299 Training	-	1,577	(1,577)	-	-	-	-
3345 Office Hospitality	-	1,329	(1,329)	-	-	-	-
3400-3499 Incidental Expenses	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	37,858	33,329	21,260	54,589	55,166	17,308	577
9 Finance Costs							
3036 Interest on Bank Loan	-	2,828	1,020	3,848	3,392	3,392	(456)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	2,828	1,020	3,848	3,392	3,392	(456)
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation	120,016	25,327	6,977	32,304	12,412	(107,604)	(19,892)
	120,016	25,327	6,977	32,304	12,412	(107,604)	(19,892)
Total	348,243	324,665	224,966	549,631	534,024	185,781	(15,607)

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
	2017	30-Sep	30 Sep-31 Dec	31-Dic	2018		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
12 Receivables							
0201-0209 Receivables	7,425	19,587	(6,384)	13,203	13,203	5,778	-
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	45,774	205,908	11,352	217,260	145,792	100,018	(71,468)
	-	-	-	-	-	-	-
	53,199	225,495	4,968	230,463	158,995	105,796	(71,468)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	196,608	103,016	138,162	241,178	253,187	56,579	12,009
	196,608	103,016	138,162	241,178	253,187	56,579	12,009
14 Payables							
4000 Payables	45,134	20,876	19,752	40,628	40,628	(4,506)	-
4100 Accruals	161,577	79,936	(12,500)	67,436	32,436	(129,141)	(35,000)
4150 Deferred Income	56,398	-	-	-	-	(56,398)	-
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other accruals	53,108	51,106	(49,104)	2,002	2,002	(51,106)	-
	316,217	151,918	(41,852)	110,066	75,066	(241,151)	(35,000)
15 Non Current Liabilities							
4200 Long Term Borrowings	587,264	698,980	(698,980)	-	-	(587,264)	-
Bank loan	69,397	71,079	(1,566)	69,513	62,562	(6,835)	(6,951)
	656,661	770,059	(700,546)	69,513	62,562	(594,099)	(6,951)

16 Depreciation of Property, Plant and Equipment

Asset	Office Furniture 8%	Plant and machinery 20%	Computer Equipment 25%	Office Equipment 8%	Urban Improvements 10%	Constructions 10%	Motor Vehicles 20%	Special Programmes 10%	Assets under construction NA	Total
Cost										
As at 01 January 2018	29,470	3,299	20,338	26,150	118,479	203,283	30,100	2,336,819	8,144	2,776,082
Additions	-	-	-	-	-	283,362	-	-	-	283,362
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2018	29,470	3,299	20,338	26,150	118,479	486,645	30,100	2,336,819	8,144	3,059,444
Grants/ other reimbursements										
As at 01 January 2018	-	-	-	-	-	81,753	-	1,597,031	-	1,678,784
Additions	-	-	-	-	-	273,362	-	-	-	273,362
As at 31 December 2018	-	-	-	-	-	355,115	-	1,597,031	-	1,952,146
Accumulated Depreciation										
As at 01 January 2018	19,068	2,474	16,518	16,005	69,769	121,530	14,733	730,188	-	990,285
Charge for the year	627	165	955	761	4,871	1,000	3,073	960	-	12,412
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2018	19,695	2,639	17,473	16,766	74,640	122,530	17,806	731,148	-	1,002,697
Budgeted NBV 31 Dec 2017	8,363	824	3,911	6,483	47,013	81,753	15,368	942,155	8,144	1,114,014
Forecasted NBV 1 Jan 2018	10,402	825	3,820	10,145	48,710	-	15,367	9,600	8,144	107,013
Budgeted NBV 31 Dec 2018	9,775	660	2,865	9,384	43,839	9,000	12,294	8,640	8,144	104,601