



Haz-Zabbar Local Council

**Annual Budget
For
Financial Year
2022**

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Overview and Summary

The Haż-Żabbar Local Council hereby presents its Annual Budget for the Financial Year 2022 that is based on the contractual obligations at the time of drawing up the estimates of both income and expenditure, as well as those obligations that can presently be foreseen to arise within the current year.

For the current year, the Council has based its primary income flow on the Central Government's allocation of € 1,100,000. The expenditure items, based on the current commitments of the Council are principally, the payroll costs at € 232,240, operations and maintenance costs at € 712,300 and administration and other costs at € 55,700. Other expenditure costs include € 183,731 of depreciation that is not in itself a cash outlay.

The estimated Capital Projects are expected to amount to €576,315. Such projects include new footpaths costing €50,000, construction of alleys costing €70,000, all funded from the Council's retained funds. All this was made possible due to the fact that the Council has always been careful how to manage funds. The Council will seek additional funding such as European Funds and Government schemes issued from the Central Government. There will also be the installation of WiFi access points costing €15,000, funded through EU funds, as well as, the installation of ancillary equipment for scheduled school-zoned pedestrianised superblock which is estimated to cost €50,000, funded through the Grant for Permanent European Sustainable Mobility Measures. Furthermore, through Planning funds the Council will refurbish Ġnien il-Mistrieħ situated in St Peter, estimated to cost €183,000, and the embellishment of the public convenience costing €25,000.

The restoration and embellishment of soft areas in the Triq l-1 ta' Frar will cost €57,540, of which €46,030 will be funded through the Gal Xlokk under Measure 4: Development of Green Infrastructure. In addition, the launch of the Zabbar App Community Cultural Hub is estimated to cost €15,775, of which €10,000 will be funded through Measure 3: Restoration of the Sanctuary Museum facade and Zabbar cemetery facade are expected to amount €100,000 out of which €80,000 are to be funded through LESA funds.

SIGNED

Jorge Grech
Mayor

SIGNED

Stephanie Testaferrata de Nc
Executive Secretary

Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2021	2021	2022	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	1,171,186	1,181,453	1,267,000	95,814	85,547
Income raised from Bye-Laws (2)	25,500	41,381	25,500	-	(15,881)
Income raised from LES (3)	9,000	15,374	9,000	-	(6,374)
Investment Income (4)	200	200	200	-	-
Other Income (5)	500	1,437	500	-	(937)
TOTAL	1,206,386	1,239,845	1,302,200	95,814	62,355
Expenditure					
Personal Emoluments (6)	219,200	170,095	232,240	13,040	62,145
Operations and Maintenance (7)	675,900	641,191	712,300	36,400	71,109
Administration (8)	53,200	56,736	55,700	2,500	(1,036)
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	120,817	183,218	183,731	62,914	513
TOTAL	1,069,117	1,051,240	1,183,971	114,854	132,731
Surplus / Deficit	137,269	188,605	118,229	(19,040)	(70,376)

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2021	2021	2022	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	1,171,374	555,838	843,422	(327,952)	287,584
Current Assets					
Inventories (11)	9,488	9,488	300	(9,188)	(9,188)
Receivables (12)	140,301	150,801	146,301	6,000	(4,500)
Cash and Cash Equivalents (13)	1,312,885	915,673	1,484,334	171,449	568,661
Total Current Assets	1,462,674	1,075,962	1,630,935	168,261	554,973
Current Liabilities (14)					
Payables	217,415	222,290	175,500	(41,915)	(46,790)
Total Current Liabilities	217,415	222,290	175,500	(41,915)	(46,790)
Net Current Assets	1,245,259	853,672	1,455,435	210,176	601,763
Non-current liabilities (15)					
	8,046	52,574	8,046	-	(44,528)
Net Assets	2,408,587	1,356,936	2,290,811	(117,776)	933,875
Reserves					
Retained Funds	1,813,229	1,983,750	2,101,979	288,750	118,229

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2021	2021	2022
	€	€	€
Current Assets	1,462,674	1,075,962	1,630,935
Current Liabilities	217,415	222,290	175,500
Working Capital	1,245,259	853,672	1,455,435
Government Allocation	1,061,186	1,061,186	1,100,000
FSI	117 %	80 %	132 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2022	2022	2022	2022	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	302,000	302,500	360,000	302,500	1,267,000
Cash flows from Bye-Laws & L.N fees	6,375	6,375	6,375	6,375	25,500
Local Enforcement cash flows	2,250	2,250	2,250	2,250	9,000
Finance cash flows					
Loan Proceeds					-
Investment income				200	200
	-	-	-	200	200
Capital cash flow					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds					-
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows	125	125	125	125	500
TOTAL Inflows	310,750	311,250	368,750	311,450	1,302,200
Cash Outflows					
Personal Emoluments	53,484	55,825	53,484	69,447	232,240
Operations & Maintenance	173,050	173,050	173,150	193,050	712,300
Administration	13,925	12,925	13,925	14,925	55,700
Finance					-
Capital					
Acquisition of property					-
Construction	25,000	25,000			50,000
Improvements	17,775	2,000	2,000	2,000	23,775
Special programmes	197,000	61,000	186,540	71,000	515,540
Equipment	15,500	500	500	500	17,000
	255,275	88,500	189,040	73,500	606,315
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
Cash outflow re PPP Payment	8,046				8,046
	8,046	-	-	-	8,046
TOTAL Outflows	503,780	330,300	429,599	350,922	1,614,601
SURPLUS / (DEFICIT)	(193,030)	(19,050)	(60,849)	(39,472)	(312,401)
Brought forward (Bank /Cash Bal.)	915,673	722,643	703,593	642,745	915,673
Carry forward	722,643	703,593	642,745	603,273	603,273

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	Bud-Bud	Bud-Act
	2021	2021	2021	2021	2022		
€	€	€	€	€	€	€	
Income							
1	Funds received form Central Government:						
0001 In terms of section 55 CAP 363	1,061,186	795,468	265,718	1,061,186	1,100,000	38,814	38,814
0002-0004 In terms of section 58 CAP 363	10,000	13,994		13,994	10,000	-	(3,994)
0005-0019 Other Income	100,000	86,334	19,939	106,273	157,000	57,000	50,727
	1,171,186	895,796	285,657	1,181,453	1,267,000	95,814	85,547
2	Bye-Laws & Legal Fees						
0021-0025 Community Services	500	954	270	1,224	500	-	(724)
0026-0035 Income from Permits	25,000	32,157	8,000	40,157	25,000	-	(15,157)
	25,500	33,111	8,270	41,381	25,500	-	(15,881)
3	Local Enforcement Income						
0037 Commission from Regional Committees	9,000	13,094	2,280	15,374	9,000	-	(6,374)
0038-0055 Contraventions			-	-		-	-
	9,000	13,094	2,280	15,374	9,000	-	(6,374)
4	Investment Income						
0091-0095 Bank interest	200		200	200	200	-	-
0096-0099 Income received from Government Securities				-		-	-
	200	-	200	200	200	-	-
5	General Income						
0056-0065 Sponsorships				-		-	-
0066-0069 Documents & Information				-		-	-
0070-0075 EU Funds				-		-	-
0076-0080 Twinning				-		-	-
0081-0089 Insurance Claims	500			-	500	-	500
0100-0109 Donations				-		-	-
0110-0119 Contributions				-		-	-
0120-0129 General Income		237	1,200	1,437		-	(1,437)
	500	237	1,200	1,437	500	-	(937)
Total	1,206,386	942,238	297,607	1,239,845	1,302,200	95,814	62,355

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		
	2021	2021	2021	2021	2022	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	47,400	35,525	11,800	47,325	47,500	100	175
1200 Employees' Salaries & Wages	135,000	73,096	24,100	97,196	140,000	5,000	42,804
1300 Bonuses	3,300	1,698	610	2,308	3,740	440	1,432
1400 Income Supplements	9,000		6,500	6,500	11,000	2,000	4,500
1500 Social Security Contributions	13,500	7,063	2,500	9,563	16,000	2,500	6,437
1600 Allowances	1,000	285	115	400	4,000	3,000	3,600
1700 Overtime	10,000	5,303	1,500	6,803	10,000	-	3,197
	219,200	122,970	47,125	170,095	232,240	13,040	62,145
7 Operations and Maintenance							
2100-2149 Public Utilities	5,500	2,148	3,350	5,498	5,500	-	2
2200-2259 Public Materials & Supplies	2,000	389	800	1,189	2,000	-	811
2300-2399 Repairs & Upkeep	70,000	55,528	20,000	75,528	70,000	-	(5,528)
2400-2449 Rent	5,000	3,882	1,200	5,082	5,500	500	418
3010 Street Lighting	20,000	11,603	8,000	19,603	20,000	-	397
3020 Lease of Equipment	-	90	-	90	-	-	(90)
3030 Insurance	5,000	5,464	700	6,164	5,500	500	(664)
3035 Bank Charges	400	3,651	1,100	4,751	500	100	(4,251)
3038 Penalties	300				300	-	300
3040 Waste Disposal	-	-	-	-	-	-	-
3041 Refuse Collection	260,000	185,611	65,000	250,611	290,000	30,000	39,389
3042 Bulky Refuse Collection	35,000	23,801	9,000	32,801	35,000	-	2,199
3043 Bins on wheels							
3045 Bring in sites							
3051 Road & Street Cleaning	115,000	78,197	36,000	114,197	115,000	-	803
3052 Cleaning & Maintenance of Non-Urban Areas	13,000	9,248	3,081	12,329	15,000	2,000	2,671
3053 Cleaning of Public Conveniences	25,000	16,986	5,900	22,886	25,000	-	2,114
3055 Cleaning of Council Premises	1,200	445	150	595	1,200	-	605
3060 Cleaning & Maintenance of Parks & Gardens	10,000	8,584	2,500	11,084	10,000	-	(1,084)
3061 Cleaning & Maintenance of Soft Areas	31,000	23,206	7,600	30,806	39,000	8,000	8,194
3062 Cleaning & Maintenance of Beaches & CA							
3063 Cleaning & Maintenance of Country Non-Urban							
3064 Other Contractual Services	10,000	3,111	2,600	5,711	10,000	-	4,289
3070-3090 Consultation Fees	1,000	2,100	500	2,600	1,000	-	(1,600)
3100-3139 Contract & Project Management	10,000		2,550	2,550	10,000	-	7,450
3300-3379 Hospitality	45,000	9,546	22,000	31,546	45,000	-	13,454
3380-3389 Community	11,000	4,203	600	4,803	6,000	(5,000)	1,197
3600-3694 Local Enforcement Expenses	500	706	60	766	800	300	35
3700-3799 EU Projects							
3800-3899 Twinning							
	675,900	448,500	192,691	641,191	712,300	36,400	71,109

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		
	2021	2021	2021	2021	2022	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	9,000	3,614	2,000	5,614	9,000	-	3,386
2260-2299 Office Materials & Supplies	1,500	1,064	689	1,753	1,500	-	(253)
2450-2499 Office Rent	1,000	350	500	850	1,000	-	150
2500-2599 National & International Memberships	1,000			-	1,000	-	1,000
2600-2699 Office Services	6,000	3,136	500	3,636	6,000	-	2,364
2700-2799 Transport	5,000	1,501	500	2,001	3,500	(1,500)	1,499
2800-2899 Travel	3,500	606		606	3,500	-	2,894
2900-2999 Information Services	12,000	6,036	2,000	8,036	10,000	(2,000)	1,964
3050 Office Cleaning				-		-	-
3140-3199 Professional Services	14,000	13,170	20,000	33,170	20,000	6,000	(13,170)
3200-3299 Training	100	236		236	100	-	(136)
3345 Office Hospitality		795		795		-	(795)
3400-3499 Incidental Expenses	100	15	25	40	100	-	60
				-		-	-
	53,200	30,522	26,214	56,736	55,700	2,500	(1,036)
9 Finance Costs							
3036 Interest on Bank Loan				-		-	-
				-		-	-
				-		-	-
	-	-	-	-	-	-	-
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets				-		-	-
3695 Increase/(Decrease) in allowance for bad debts		(874)		(874)		-	874
8000-8099 Depreciation (Charge for the Year)	120,817	138,159	45,933	184,092	183,731	62,914	(361)
	120,817	137,285	45,933	183,218	183,731	62,914	513
Total	1,069,117	739,277	311,963	1,051,240	1,183,971	114,854	132,731

Detailed Estimates of Statement of Financial Position

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET Jan-Dec 2021 €	ACTUAL as at 30-Sep 2021 €	FORECAST changes from 30 Sep-31 Dec 2021 €	TOTAL as at 31-Dec 2021 €	BUDGET Jan-Dec 2022 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
11 Inventory							
5201-5249 Stationery				-		-	-
5250-5299 Consumables				-		-	-
Books	9,488	500	8,988	9,488	300	(9,188)	(9,188)
	9,488	500	8,988	9,488	300	(9,188)	(9,188)
12 Receivables							
0201-0209 Receivables	15,828	67,760	(46,682)	21,078	6,000	(9,828)	(15,078)
0210-0219 LES Receivables				-		-	-
0220-0229 Receivables from EU				-		-	-
0250 Prepayments & Accrued income	124,473		129,723	129,723	140,301	15,828	10,578
Government Grants				-		-	-
	140,301	67,760	83,041	150,801	146,301	6,000	(4,500)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	1,312,885	1,711,401	(795,728)	915,673	1,484,334	171,449	568,661
	1,312,885	1,711,401	(795,728)	915,673	1,484,334	171,449	568,661
14 Payables							
4000 Payables	190,888	177,377	18,386	195,763	150,000	(40,888)	(45,763)
4100 Accruals	26,527	75,500	(48,973)	26,527	25,500	(1,027)	(1,027)
4150 Deferred Income		16,919	(16,919)	-		-	-
Current portion of Long-Term Borrowings	-			-	-	-	-
	217,415	269,796	(47,506)	222,290	175,500	(41,915)	(46,790)
15 Non Current Liabilities							
4200 Long Term Borrowings				-		-	-
PPP	8,046		52,574	52,574	8,046	-	(44,528)
	8,046	-	52,574	52,574	8,046	-	(44,528)

16 Depreciation of Property, Plant and Equipment

Asset	%	Trees	Construction	Furn & Fittings	Street Signs	Urban Improvements	Office Equipment	Plant & Machinery	Motor Vehicles	Not Yet Capitalised	Total
As at 01 January 2022		29,467	3,141,841	107,923	31,395	462,493	65,221	37,551	30,886	35,062	3,941,839
Additions		-	565,540	-	-	23,775	17,000	-	-	-	606,315
Disposals		-	-	-	-	-	-	-	-	-	-
As at 31 December 2022		29,467	3,707,381	107,923	31,395	486,268	82,221	37,551	30,886	35,062	4,548,154
Grants/ other reimbursements											
As at 01 January 2022		16,851	1,415,876	598	-	60,437	8,755	15,767	-	7,485	1,525,769
Additions		-	120,000	-	-	-	15,000	-	-	-	135,000
As at 31 December 2022		16,851	1,535,876	598	-	60,437	23,755	15,767	-	7,485	1,660,769
Accumulated Depreciation											
As at 01 January 2022		-	1,417,607	79,532	31,395	237,271	47,918	23,946	22,564	-	1,860,232
Charge for the year		-	145,331	5,100	-	18,500	11,410	890	2,500	-	183,731
Released on disposal		-	-	-	-	-	-	-	-	-	-
As at 31 December 2022		-	1,562,938	84,632	31,395	255,771	59,328	24,836	25,064	-	2,043,963
Budgeted NBV 31 Dec 2021		12,156	751,375	29,877	0	39,704	4,993	9,814	201	323,254	1,171,374
Forecasted NBV 1 Jan 2022		12,616	308,358	27,793	-	164,785	8,549	(2,162)	8,322	27,577	555,838
Budgeted NBV 31 Dec 2022		12,616	608,567	22,693	-	170,060	(862)	(3,052)	5,822	27,577	843,422