



# **Haž-Zabbar Local Council**

**Annual Budget  
For  
Financial Year  
2019**

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## Overview and Summary

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The Haz-Zabbar Local Council hereby presents its Annual Budget for the Financial Year 2019 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 € 963,606. The expenditure items, based on the current commitments of the Council are principally, the payroll costs at € 195,831, operations and maintenance costs at € 646,750 and administration and other costs at € 178,526. Other expenditure costs include € 128,760 of depreciation that is not in itself a cash outlay.

The Capital Projects that the Council is planning to conclude are expected to amount to € 408,968 net of grants.



Marc Vella Bonnici  
Mayor



Ranier Busuttil  
Executive Secretary

## Budgeted Statement of Income and Expenditure

## DESCRIPTION

BUDGET Jan-Dec 2018	FORECAST Jan-Dec 2018	BUDGET Jan-Dec 2019	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

## Income

Funds received from Central Government (1)	845,355	898,144	963,606	118,251	65,462
Income raised from Bye-Laws (2)	17,500	30,952	33,354	15,854	2,402
Income raised from LES (3)	17,000	9,001	9,451	(7,549)	450
Investment Income (4)	200	305	320	120	15
Other Income (5)	-	21,842	22,934	22,934	1,092
<b>TOTAL</b>	<b>880,055</b>	<b>960,244</b>	<b>1,029,666</b>	<b>149,611</b>	<b>69,422</b>

## Expenditure

Personal Emoluments (6)	188,102	173,541	195,831	7,729	22,290
Operations and Maintenance (7)	468,400	619,717	646,750	178,350	27,033
Administration (8)	36,300	43,771	47,765	11,465	3,994
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	94,489	245,132	130,761	36,272	(114,371)
<b>TOTAL</b>	<b>787,291</b>	<b>1,082,161</b>	<b>1,021,107</b>	<b>233,816</b>	<b>(61,054)</b>

## Surplus / Deficit

<b>92,764</b>	<b>(121,917)</b>	<b>8,559</b>	<b>(84,205)</b>	<b>130,476</b>
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## Budgeted Statement of Affairs

### DESCRIPTION

BUDGET as at 31 Dec 2018	FORECAST as at 31 Dec 2018	BUDGET as at 31 Dec 2019	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€

### Non-current Assets

Property, Plant and Equipment (16)

1,171,374	658,155	870,909	(300,465)	212,754
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### Current Assets

Inventories (11)

Receivables (12)

Cash and Cash Equivalents (13)

11,935	9,488	9,488	(2,447)	-
110,897	150,801	140,301	29,404	(10,500)
747,667	817,696	615,694	(131,973)	(202,002)

### Total Current Assets

870,499	977,985	765,483	(105,016)	(212,502)
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### Current Liabilities (14)

Payables

Current portion of Long-Term Borrowings

176,070	222,290	228,182	52,112	5,892
-	-	-	-	-

### Total Current Liabilities

176,070	222,290	228,182	52,112	5,892
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### Net Current Assets

694,429	755,695	537,301	(157,128)	(218,394)
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### Non-current liabilities (15)

52,574	50,222	36,023	(16,551)	(14,199)
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### Net Assets

1,813,229	1,363,628	1,372,187	(441,042)	8,559
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### Reserves

Retained Funds

1,813,229	1,363,628	1,372,187	(441,042)	8,559
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## Financial Situation Indicator

### DESCRIPTION

BUDGET as at 31 Dec 2018	FORECAST as at 31 Dec 2018	BUDGET as at 31 Dec 2019
€	€	€
870,499	977,985	765,483
176,070	222,290	228,182
52,574	50,222	36,023
-	-	-
641,855	705,473	501,278

Government Allocation

845,355	898,144	963,606
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FSI

75.93%	78.55%	52.02%
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## Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2019	2019	2019	2019	
	€	€	€	€	
<b>Cash Inflows</b>					
<b>Government cash inflows</b>	240,901	240,901	240,902	240,902	963,606
<b>Cash flows from Bye-Laws &amp; L.N fees</b>	8,338	8,338	8,339	8,339	33,354
<b>Local Enforcement cash flows</b>	2,363	2,363	2,363	2,362	9,451
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	320	320
	-	-	-	320	320
<b>Capital cash flow</b>					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
<b>Cash received from EU funds</b>		-	-	-	-
<b>Cash received from Twinning</b>	-	-	-		-
<b>Cash from Community Services</b>					-
<b>Other Cash Inflows</b>	5,734	5,734	5,734	5,734	22,934
<b>TOTAL Inflows</b>	257,336	257,336	257,338	257,657	1,029,665
<b>Cash Outflows</b>					
<b>Personal Emoluments</b>	48,958	48,958	48,958	48,957	195,831
<b>Operations &amp; Maintenance</b>	140,638	140,638	140,638	140,639	562,553
<b>Administration</b>	11,941	11,941	11,941	11,941	47,764
<b>Finance</b>	-	-	-	-	-
<b>Capital</b>					
Acquisition of property	-	-	-	-	-
Construction	55,599	55,599	55,599	55,599	222,396
Improvements	46,643	46,643	46,643	46,643	186,572
Special programmes	-	-	-	-	-
Equipment	-	-	-	-	-
	102,242	102,242	102,242	102,242	408,968
<b>Cash outflows re EU projects</b>	-	-	-	-	-
<b>Cash outflows re Twinning</b>	-	-	-	-	-
<b>Cash outflows re Community Services</b>	-	-	-	-	-
<b>Cash outflow re PPP Payment</b>	4,137	4,138	4,138	4,138	16,551
	4,137	4,138	4,138	4,138	16,551
<b>TOTAL Outflows</b>	307,916	307,917	307,917	307,917	1,231,667
<b>SURPLUS / (DEFICIT)</b>	(50,580)	(50,581)	(50,579)	(50,260)	(202,002)
<b>Brought forward (Bank /Cash Bal.)</b>	817,696	767,116	716,534	665,955	817,696
<b>Carry forward</b>	767,116	716,534	665,955	615,694	615,694



### Detailed Estimates of Income

#### DESCRIPTION

A	B	C	D (B + C)	E	F (E - A)	G (E - D)
BUDGET Jan-Dec 2018	ACTUAL Jan-Sept 2018	FORECAST Oct-Dec 2018	TOTAL Jan-Dec 2018	BUDGET Jan-Dec 2019	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

835,355	633,883	212,958	846,841	907,696	72,341	60,855
-	28,640	-	28,640	30,072	30,072	1,432
10,000	102,527	(79,864)	22,663	25,838	15,838	3,175
<b>845,355</b>	<b>765,050</b>	<b>133,094</b>	<b>898,144</b>	<b>963,606</b>	<b>118,251</b>	<b>65,462</b>

#### 2 Bye-Laws & Legal Fees

0021-0025 Community Services

0026-0035 Income from Permits

500	770	291	1,061	1,126	626	65
17,000	22,346	7,545	29,891	32,229	15,229	2,338
<b>17,500</b>	<b>23,116</b>	<b>7,836</b>	<b>30,952</b>	<b>33,354</b>	<b>15,854</b>	<b>2,402</b>

#### 3 Local Enforcement Income

0036-0037 Contraventions

0038-0050 Les Administrative Charges

-	7,294	(7,294)	-	-	-	-
17,000	1,170	7,831	9,001	9,451	(7,549)	450
<b>17,000</b>	<b>8,464</b>	<b>537</b>	<b>9,001</b>	<b>9,451</b>	<b>(7,549)</b>	<b>450</b>

#### 4 Investment Income

0091-0095 Bank interest

0096-0099 Income received from Government Securities

200	1	304	305	320	120	15
-	-	-	-	-	-	-
<b>200</b>	<b>1</b>	<b>304</b>	<b>305</b>	<b>320</b>	<b>120</b>	<b>15</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

0120-0129 General Income

-	10,900	-	10,900	11,445	11,445	545
-	425	-	425	446	446	21
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	450	450	473	473	23
-	-	-	-	63	63	63
-	-	-	-	-	-	-
-	60	-	60	-	-	(60)
-	385	9,622	10,007	10,507	10,507	500
<b>-</b>	<b>11,770</b>	<b>10,072</b>	<b>21,842</b>	<b>22,934</b>	<b>22,934</b>	<b>1,092</b>

#### Total

<b>880,055</b>	<b>808,401</b>	<b>151,843</b>	<b>960,244</b>	<b>1,029,666</b>	<b>149,611</b>	<b>69,422</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		
	2018	2018	2018	2018	2019	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>6 Personal Emoluments</b>							
1100-1101 Mayor & Councillor's Allowance	28,527	17,995	10,532	28,527	28,768	241	241
1200 Employees' Salaries & Wages	126,351	82,601	29,153	111,754	133,852	7,501	22,098
1300 Bonuses	3,587	2,218	793	3,011	3,587	-	576
1400 Income Supplements	8,239	1,028	6,772	7,800	8,799	560	999
1500 Social Security Contributions	11,735	7,892	3,221	11,113	12,445	710	1,332
1600 Allowances	2,663	1,308	360	1,668	1,380	(1,283)	(288)
1700 Overtime	7,000	7,782	1,886	9,668	7,000	-	(2,668)
	<b>188,102</b>	<b>120,824</b>	<b>52,717</b>	<b>173,541</b>	<b>195,831</b>	<b>7,729</b>	<b>22,290</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	1,500	4,101	1,192	5,293	5,500	4,000	207
2200-2259 Materials & Supplies	3,000	789	1,296	2,085	3,150	150	1,065
2300-2399 Repairs & Upkeep	50,000	42,780	21,646	64,426	60,000	10,000	(4,426)
2400-2449 Rent	700	1,360	1,335	2,695	3,000	2,300	305
3066 Street Lighting	15,000	8,357	4,442	12,799	15,000	-	2,201
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	5,000	4,477	(196)	4,281	6,000	1,000	1,719
3035 Bank Charges	500	243	61	304	300	(200)	(4)
3038 Penalties	-	250	163	413	300	300	(113)
3040 Waste Disposal	-	-	-	-	-	-	-
3041 Refuse Collection	150,000	101,902	(42,609)	59,293	60,000	(90,000)	707
3042 Bulky Refuse Collection	26,000	18,402	6,619	25,021	30,000	4,000	4,979
3043 Bins on wheels	-	300	400	700	500	500	(200)
3044 Bring in sites	1,000	-	83,863	83,863	90,000	89,000	6,137
3050-3051 Road & Street Cleaning	55,000	44,376	12,453	56,829	60,000	5,000	3,171
3052 Cleaning & Maintenance of Non-Urban Areas	55,700	3,243	2,624	5,867	10,000	(45,700)	4,133
3053 Cleaning of Public Conveniences	30,000	17,734	5,912	23,646	25,000	(5,000)	1,354
3055 Cleaning of Council Premises	3,000	-	608	608	1,000	(2,000)	392
3060 Other Contractual Services	3,000	1,971	645	2,616	3,000	-	384
3061 Cleaning & Maintenance of Parks & Gardens	3,000	3,568	3,545	7,113	5,000	2,000	(2,113)
3062 Cleaning & Maintenance of Soft Areas	20,000	9,036	1,121	10,157	15,000	(5,000)	4,843
3063 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3064 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3070-3090 Consultation Fees	2,500	-	-	-	1,500	(1,000)	1,500
3100-3139 Contract & Project Management	1,500	1,064	-	1,064	1,500	-	436
3300-3379 Hospitality	40,000	221,988	27,450	249,438	250,000	210,000	562
3380-3389 Community	1,000	30	503	533	500	(500)	(33)
3390-3394 Donations	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	1,000	218	455	673	500	(500)	(173)
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>468,400</b>	<b>486,189</b>	<b>133,528</b>	<b>619,717</b>	<b>646,750</b>	<b>178,350</b>	<b>27,033</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		
	2018	2018	2018	2018	2019	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	11,500	6,816	1,838	8,654	10,000	(1,500)	1,346
2260-2299 Office Materials & Supplies	-	1,287	(1,287)	-	-	-	-
2450-2499 Office Rent	1,300	-	-	-	1,365	65	1,365
2500-2599 National & International Memberships	1,000	143	916	1,059	1,050	50	(9)
2600-2699 Office Services	6,000	6,227	2,106	8,333	8,200	2,200	(133)
2700-2799 Transport	5,000	5,046	1,955	7,001	7,500	2,500	499
2800-2899 Travel	3,500	1,283	-	1,283	1,500	(2,000)	217
2900-2999 Information Services	4,500	3,912	3,531	7,443	7,500	3,000	57
3140-3199 Professional Services	3,500	9,630	(130)	9,500	10,000	6,500	500
3200-3299 Training	-	118	-	118	100	100	(18)
3345 Office Hospitality	-	747	(389)	358	500	500	142
3400-3499 Incidental Expenses	-	15	7	22	50	50	28
				-		-	-
	<b>36,300</b>	<b>35,224</b>	<b>8,547</b>	<b>43,771</b>	<b>47,765</b>	<b>11,465</b>	<b>3,994</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b># Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	(1,905)	(1,905)	2,000	2,000	3,905
8000-8099 Depreciation	94,489	89,697	157,340	247,037	128,760	34,271	(118,277)
	<b>94,489</b>	<b>89,697</b>	<b>155,435</b>	<b>245,132</b>	<b>130,761</b>	<b>36,272</b>	<b>(114,371)</b>
<b>Total</b>	<b>787,291</b>	<b>731,934</b>	<b>350,227</b>	<b>1,082,161</b>	<b>1,021,107</b>	<b>233,816</b>	<b>(61,054)</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 2018	FORECAST changes from 30 Sep-31 Dec 2018	TOTAL as at 31-Dec 2018	BUDGET Jan-Dec 2019	VARIANCE Bud-Bud	VARIANCE Bud-Act
€	€	€	€	€	€	€

# **Inventory**

5201-5249 Stationery  
5250-5299 Consumables  
Books

-			-		-	-
-			-		-	-
11,935	11,710	(2,222)	9,488	9,488	(2,447)	-
<b>11,935</b>	<b>11,710</b>	<b>(2,222)</b>	<b>9,488</b>	<b>9,488</b>	<b>(2,447)</b>	<b>-</b>

# **Receivables**

0201-0209 Receivables  
0210-0219 LES Receivables  
0220-0229 Receivables from EU  
0250 Prepayments & Accrued income  
Government Grants

6,229	51,096	(30,018)	21,078	15,828	9,599	(5,250)
-			-		-	-
-			-		-	-
104,668	132,573	(2,850)	129,723	124,473	19,805	(5,250)
-			-		-	-
<b>110,897</b>	<b>183,669</b>	<b>(32,868)</b>	<b>150,801</b>	<b>140,301</b>	<b>29,404</b>	<b>(10,500)</b>

# **Cash & Equivalents**

5001-5099 Bank & Cash Balances

747,667	865,022	(47,326)	817,696	615,694	(131,973)	(202,002)
<b>747,667</b>	<b>865,022</b>	<b>(47,326)</b>	<b>817,696</b>	<b>615,694</b>	<b>(131,973)</b>	<b>(202,002)</b>

# **Payables**

4000 Payables  
4100 Accruals  
4150 Deferred Income  
Current portion of Long-Term Borrowings  
Amounts due to other Councils

93,123	87,973	107,790	195,763	201,655	108,532	5,892
82,947	50,025	(23,498)	26,527	26,527	(56,420)	-
	79,430	(79,430)	-		-	-
-			-	-	-	-
			-		-	-
<b>176,070</b>	<b>217,428</b>	<b>4,862</b>	<b>222,290</b>	<b>228,182</b>	<b>52,112</b>	<b>5,892</b>

# **Non Current Liabilities**

4200 Long Term Borrowings  
PPP

52,574	179,800	(129,578)	50,222	36,023	(16,551)	(14,199)
<b>52,574</b>	<b>179,800</b>	<b>(129,578)</b>	<b>50,222</b>	<b>36,023</b>	<b>(16,551)</b>	<b>(14,199)</b>

## 16 Depreciation of Property, Plant and Equipment

		Trees											Total				
		Construction		Furn & Fittings		Street Signs		Urban Improvements		Office Equipment		Plant & Machinery		Motor Vehicles		Not Yet Capitalised	
Asset	% of depreciation	0%	10%	8%	100%	10% & 100%	20% & 25%	20%	20%	20%	20%	20%	20%	20%	20%	20%	20%
		€	€	€	€	€	€	€	€	€	€	€	€	€	€	€	€
Cost	As at 01 January 2019	11,379	2,454,175	74,352	31,395	282,519	34,817	33,153	18,386	330,739	3,270,915						
	Additions	777	142,343	6,868	-	11,233	130	2,764			164,115						
	Disposals	-	-	-	-	-	-	-			-						
As at 31 December 2019		12,156	2,596,518	81,220	31,395	293,752	34,947	35,917	18,386	330,739	3,435,030						
Grants/ other reimbursements																	
As at 01 January 2019		-	921,147	-	-	-	5,199			7,485	933,831						
Additions		-		-	-	-	-			-	-						
As at 31 December 2019		-	921,147	-	-	-	5,199			7,485	933,831						
Accumulated Depreciation																	
As at 01 January 2019		-	817,339	46,502	31,395	248,759	20,737	23,284	18,065	-	1,206,081						
Charge for the year			68,880	2,351		11,513	2,060	2,171	63		87,038						
Released on disposal		-	-	-	-	-	-			-	-						
As at 31 December 2019		-	886,219	48,853	31,395	260,272	22,797	25,455	18,128	-	1,293,119						
Budgeted NBV 31 Dec 2018		11,379	770,206	25,508	0	79,867	8,628	13,803	251	218,556	1,128,198						
Forecasted NBV 1 Jan 2019		11,379	715,689	27,850	-	33,760	8,881	9,869	321	323,254	1,131,003						
Bugeted NBV 31 Dec 2019		12,156	789,152	32,367	-	33,480	6,951	10,462	258	323,254	1,208,080						