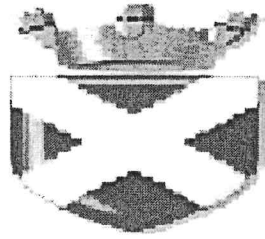


23 DEC 2025



# **Haz-Zabbar Local Council**

**Annual Budget  
For  
Financial Year  
2026**

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## Overview and Summary

The Haż-Żabbar Local Council hereby presents its Annual Budget for the Financial Year 2026, prepared on the basis of the contractual obligations in force at the time of drafting these estimates, together with those commitments expected to arise throughout the coming year. For 2026, the Council's principal source of income is the estimated Central Government allocation of €1,067,194. This revenue supports the Council's ongoing operational commitments, which include payroll costs amounting to €319,059, operations and maintenance costs estimated at €731,366, and administrative and other service expenses of €53,535. The financial plan also includes an accounting depreciation charge of €160,713, which does not represent a cash outflow but is included to reflect the use of fixed assets over time.

As part of its ongoing responsibilities in maintaining the locality's cultural and architectural heritage, the Council is also planning the restoration and embellishment of both the Sanctuary Museum façade and the Żabbar Cemetery façade. These essential works, which fall under the Council's restoration commitments, are estimated to cost €100,000, of which €80,000 will be funded through LESA.

During the year, the Council plans to undertake significant capital investment, with total capital expenditure expected to reach €1,332,259. This investment programme includes the acquisition of a theatre valued at €620,000, the refurbishment of Ġnien il-Mistrieħ at an estimated €164,000, fully refunded through Planning funds and the construction of both a recovery room for cats, estimated at €40,000, and a greenhouse valued at €10,000, both financed through MAFA. Further projects include the construction of alleys costing €70,000, the erection of the Ferdinand Von Hompesch monument at €60,000, the embellishment of areas in St Peter and Tal-Plier at a combined cost of €50,000, and the construction of new pavements valued at €50,000. The Council is also planning the construction of Triq il-Kbira Alley 4 at an estimated cost of €100,000, for which a reimbursement of €85,000 is anticipated should government funding be approved. Additional initiatives expected during the year involve applications for European funding, including the Urban Greening Project, valued at €51,000 with an expected reimbursement of €41,000, and the Marketing the Territory project, estimated at €14,000, of which €10,500 is intended to be refunded. While lamp poles and other urban improvements are estimated at €15,000. Expenditure of €3,000 on office furniture and equipment is also projected.

The Council remains committed to prudent financial stewardship, ensuring that public funds are administered responsibly and with long-term community benefits in mind. This budget reflects a balanced approach between essential operational needs and substantial capital investment, reinforcing the Council's dedication to improving services, safeguarding cultural assets, and enhancing the quality of life for all residents of Haż-Żabbar.

Jorge Grech  
Mayor

Stephanie Testaferatta de Nc  
Executive Secretary

**Statement of Income and Expenditure**

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec	Bud-Bud	Bud-Act
	2025	2025	2026		
	€	€	€	€	€
<b>Income</b>					
Funds received from Central Government (1)	1,079,992	1,087,107	1,184,194	104,202	97,087
Income raised from Bye-Laws (2)	36,000	86,044	36,000	-	(50,044)
Income raised from LES (3)	7,500	8,644	7,500	-	(1,144)
Investment Income (4)	500	464	500	-	36
Other Income (5)	500	2,896	500	-	(2,396)
<b>TOTAL</b>	<b>1,124,492</b>	<b>1,185,155</b>	<b>1,228,694</b>	<b>104,202</b>	<b>43,539</b>
<b>Expenditure</b>					
Personal Emoluments (6)	308,916	250,092	319,059	10,143	68,967
Operations and Maintenance (7)	527,760	488,739	731,366	203,606	242,627
Administration (8)	46,000	47,005	53,535	7,535	6,530
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	160,713	122,696	116,005	(44,708)	(6,691)
<b>TOTAL</b>	<b>1,043,389</b>	<b>908,531</b>	<b>1,219,965</b>	<b>176,576</b>	<b>311,434</b>
<b>Surplus / Deficit</b>	<b>81,103</b>	<b>276,624</b>	<b>8,729</b>	<b>(72,374)</b>	<b>(267,895)</b>

**Statement of Financial Position**

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	952,526	793,281	1,706,535	754,009	913,254
<b>Current Assets</b>					
Inventories (11)	300	-	300	-	300
Receivables (12)	70,000	74,009	70,000	-	(4,009)
Cash and Cash Equivalents (13)	2,337,193	2,789,074	2,337,193	-	(451,881)
<b>Total Current Assets</b>	<b>2,407,493</b>	<b>2,863,083</b>	<b>2,407,493</b>	<b>-</b>	<b>(455,590)</b>
<b>Current Liabilities (14)</b>					
Payables	281,870	303,063	203,185	(78,685)	(99,878)
<b>Total Current Liabilities</b>	<b>281,870</b>	<b>303,063</b>	<b>203,185</b>	<b>(78,685)</b>	<b>(99,878)</b>
<b>Net Current Assets</b>	<b>2,125,623</b>	<b>2,560,020</b>	<b>2,204,308</b>	<b>78,685</b>	<b>(355,712)</b>
<b>Non-current liabilities (15)</b>					
	26,949	-	-	(26,949)	-
<b>Net Assets</b>	<b>3,051,200</b>	<b>3,353,301</b>	<b>3,910,843</b>	<b>859,643</b>	<b>557,542</b>
<b>Reserves</b>					
Retained Funds	3,008,328	2,936,303	2,945,032	(63,296)	8,729

**Financial Situation Indicator**

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2025	2025	2026
	€	€	€
Current Assets	2,407,493	2,863,083	2,407,493
Current Liabilities	281,870	303,063	203,185
<b>Working Capital</b>	<b>2,125,623</b>	<b>2,560,020</b>	<b>2,204,308</b>
Government Allocation	1,024,501	1,024,501	1,067,194
<b>FSI</b>	<b>207 %</b>	<b>250 %</b>	<b>207 %</b>

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2026	2026	2026	2026	
	€	€	€	€	€
<b>Cash Inflows</b>					
Government cash inflows	276,799	266,799	306,798	333,799	1,184,194
Cash flows from Bye-Laws & L.N fees	7,000	10,000	14,000	5,000	36,000
Local Enforcement cash flows	1,875	1,875	1,875	1,875	7,500
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	125	125	125	125	500
	125	125	125	125	500
<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	125	125	125	125	500
<b>TOTAL Inflows</b>	<b>285,924</b>	<b>278,924</b>	<b>322,923</b>	<b>340,924</b>	<b>1,228,694</b>
<b>Cash Outflows</b>					
Personal Emoluments	71,786	71,884	71,786	93,172	308,628
Operations & Maintenance					-
Administration					-
Finance					-
<b>Capital</b>					
Acquisition of property		620,000			620,000
Construction	12,500	12,500	12,500	12,500	50,000
Improvements	4,500	4,500	4,500	4,500	18,000
Special programmes	164,000	120,000	173,259		457,259
Equipment	500	500	500	500	2,000
	181,500	757,500	190,759	17,500	1,147,259
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
Cash outflow re PPP Payment	-				-
	-	-	-	-	-
<b>TOTAL Outflows</b>	<b>253,286</b>	<b>829,384</b>	<b>262,545</b>	<b>110,672</b>	<b>1,455,887</b>
<b>SURPLUS / (DEFICIT)</b>	<b>32,638</b>	<b>(550,461)</b>	<b>60,378</b>	<b>230,252</b>	<b>(227,193)</b>
Brought forward (Bank /Cash Bal.)	2,789,074	2,821,712	2,271,251	2,331,629	2,789,074
Carry forward	2,821,712	2,271,251	2,331,629	2,561,881	2,561,881

## 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		
	2025	2025	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>Income</b>							
<b>1 Funds received form Central Government:</b>							
0001 In terms of section 55 CAP 363	1,024,501	759,849	264,652	1,024,501	1,067,194	42,693	42,693
0002-0004 In terms of section 58 CAP 363	21,000	21,000		21,000	10,000	(11,000)	(11,000)
0005-0019 Other Income	34,491	10,606	31,000	41,606	107,000	72,509	65,394
	<b>1,079,992</b>	<b>791,455</b>	<b>295,652</b>	<b>1,087,107</b>	<b>1,184,194</b>	<b>104,202</b>	<b>97,087</b>
<b>2 Bye-Laws &amp; Legal Fees</b>							
0021-0025 Community Services	1,000	1,806	410	2,216	1,000	-	(1,216)
0026-0035 Income from Permits	35,000	66,340	17,488	83,828	35,000	-	(48,828)
	<b>36,000</b>	<b>68,146</b>	<b>17,898</b>	<b>86,044</b>	<b>36,000</b>	<b>-</b>	<b>(50,044)</b>
<b>3 Local Enforcement Income</b>							
0037 Commission from Regional Committees	-	-	-	-	-	-	-
0038-0055 Contraventions	7,500	7,544	1,100	8,644	7,500	-	(1,144)
	<b>7,500</b>	<b>7,544</b>	<b>1,100</b>	<b>8,644</b>	<b>7,500</b>	<b>-</b>	<b>(1,144)</b>
<b>4 Investment Income</b>							
0091-0095 Bank Interest	500	14	450	464	500	-	36
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	<b>500</b>	<b>14</b>	<b>450</b>	<b>464</b>	<b>500</b>	<b>-</b>	<b>36</b>
<b>5 General Income</b>							
0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	-	-	-	-	-	-	-
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	500	2,587	310	2,896	500	-	(2,396)
	<b>500</b>	<b>2,587</b>	<b>310</b>	<b>2,896</b>	<b>500</b>	<b>-</b>	<b>(2,396)</b>
<b>Total</b>	<b>1,124,492</b>	<b>869,746</b>	<b>315,409</b>	<b>1,185,155</b>	<b>1,228,694</b>	<b>104,202</b>	<b>43,539</b>

**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		
	2025	2025	2025	2025	2026	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	61,000	45,095	15,450	60,545	61,000	-	455
1200 Employees' Salaries & Wages	196,540	108,147	35,752	143,899	200,000	3,460	56,101
1300 Bonuses	4,356	2,076	743	2,819	3,843	(513)	1,024
1400 Income Supplements	17,740	3,737	15,430	19,167	21,288	3,548	2,121
1500 Social Security Contributions	18,500	9,903	3,388	13,291	20,148	1,648	6,857
1600 Allowances	4,780	3,039	1,117	4,156	4,780	-	624
1700 Overtime	6,000	4,242	1,972	6,214	8,000	2,000	1,786
	<b>308,916</b>	<b>176,239</b>	<b>73,852</b>	<b>250,092</b>	<b>319,059</b>	<b>10,143</b>	<b>68,967</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	12,500	3,979	4,782	8,761	12,500	-	3,739
2200-2259 Public Materials & Supplies	3,000	730	589	1,319	3,000	-	1,681
2300-2399 Repairs & Upkeep	75,000	47,272	26,929	74,201	160,000	85,000	85,799
2400-2449 Rent	4,000	2,342	925	3,267	3,500	(500)	233
3010 Street Lighting	45,000	32,442	13,014	45,456	45,000	-	(456)
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	7,300	6,852	502	7,354	7,500	200	146
3035 Bank Charges	1,000	1,316	112	1,428	2,000	1,000	572
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	5,750	2,832	708	3,540	4,500	(1,250)	960
3041 Refuse Collection	41,510	-	-	-	150,000	108,490	150,000
3042 Bulky Refuse Collection	51,000	35,709	12,663	48,372	51,000	-	2,628
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	120,000	87,654	29,711	117,365	125,866	5,866	8,502
3052 Cleaning & Maintenance of Non-Urban Areas	13,000	7,936	4,248	12,184	15,000	2,000	2,816
3053 Cleaning of Public Conveniences	16,000	3,873	4,663	8,535	12,000	(4,000)	3,465
3055 Cleaning of Council Premises	1,200	-	-	-	-	(1,200)	-
3060 Cleaning & Maintenance of Parks & Gardens	20,000	16,051	3,819	19,870	20,000	-	130
3061 Cleaning & Maintenance of Soft Areas	22,000	16,166	9,745	25,911	25,000	3,000	(911)
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	12,000	8,999	2,501	11,500	12,000	-	500
3070-3090 Consultation Fees	1,000	-	-	-	1,000	-	1,000
3100-3139 Contract & Project Management	6,000	4,216	1,670	5,886	6,000	-	114
3300-3379 Hospitality	65,000	34,175	57,362	91,537	70,000	5,000	(21,537)
3380-3389 Community	5,000	1,761	-	1,761	5,000	-	3,240
3600-3694 Local Enforcement Expenses	500	300	193	493	500	-	7
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>527,760</b>	<b>314,604</b>	<b>174,134</b>	<b>488,739</b>	<b>731,366</b>	<b>203,606</b>	<b>242,627</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		
	2025	2025	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	6,800	3,775	2,663	6,438	7,500	700	1,062
2260-2299 Office Materials & Supplies	1,500	458	999	1,457	6,000	4,500	4,543
2450-2499 Office Rent	500	375	125	500	500	-	-
2500-2599 National & International Memberships	1,000	825	-	825	1,000	-	175
2600-2699 Office Services	4,000	2,599	561	3,160	3,000	(1,000)	(160)
2700-2799 Transport	5,000	2,244	667	2,911	5,000	-	2,089
2800-2899 Travel	5,900	3,655	2,400	6,055	5,335	(565)	(720)
2900-2999 Information Services	7,500	4,616	1,814	6,430	7,000	(500)	570
3050 Office Cleaning	600	550	210	760	1,000	400	240
3140-3199 Professional Services	12,000	7,698	9,875	17,573	17,000	5,000	(573)
3200-3299 Training	100	-	-	-	100	-	100
3345 Office Hospitality	1,000	768	78	846	-	(1,000)	(846)
3400-3499 Incidental Expenses	100	50	-	50	100	-	50
	-	-	-	-	-	-	-
	<b>46,000</b>	<b>27,613</b>	<b>19,392</b>	<b>47,005</b>	<b>53,535</b>	<b>7,535</b>	<b>6,530</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation (Charge for the Year)	160,713	87,775	34,921	122,696	116,005	(44,708)	(6,691)
	160,713	87,775	34,921	122,696	116,005	(44,708)	(6,691)
<b>Total</b>	<b>1,043,389</b>	<b>606,231</b>	<b>302,300</b>	<b>908,531</b>	<b>1,219,965</b>	<b>176,576</b>	<b>311,434</b>

**Detailed Estimates of Statement of Financial Position**

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
	2025	30-Sept	30 Sep-31 Dec	31-Dec	2026		
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
Books	300	-	-	-	300	-	300
	<b>300</b>	-	-	-	<b>300</b>	-	<b>300</b>
<b>12 Receivables</b>							
0201-0209 Receivables	30,000	15,569	38,000	53,569	30,000	-	(23,569)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	40,000	20,440	-	20,440	40,000	-	19,560
Government Grants	-	-	-	-	-	-	-
	<b>70,000</b>	<b>36,009</b>	<b>38,000</b>	<b>74,009</b>	<b>70,000</b>	-	<b>(4,009)</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	2,337,193	2,391,413	397,661	2,789,074	2,337,193	-	(451,881)
	<b>2,337,193</b>	<b>2,391,413</b>	<b>397,661</b>	<b>2,789,074</b>	<b>2,337,193</b>	-	<b>(451,881)</b>
<b>14 Payables</b>							
4000 Payables	196,870	50,476	63,356	113,832	118,185	(78,685)	4,353
4100 Accruals	70,000	78,665	85,805	164,470	70,000	-	(94,470)
4150 Defered Income	15,000	10,000	5,000	15,000	15,000	-	-
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other payables & PPE	-	9,761	-	9,761	-	-	(9,761)
	<b>281,870</b>	<b>148,902</b>	<b>154,161</b>	<b>303,063</b>	<b>203,185</b>	<b>(78,685)</b>	<b>(99,878)</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	-	-	-	-	-	-	-
PPP	26,949	-	-	-	-	(26,949)	-
	<b>26,949</b>	-	-	-	-	<b>(26,949)</b>	-

**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
% of depreciation	0%	10%	8%	100%	10% & 100%	20% & 25%	20%	20%		€
<b>Cost</b>										
As at 01 January 2026	36,691	3,304,486	122,022	31,395	735,496	90,321	43,035	12,764	46,257	4,422,467
Additions	-	1,239,052	3,000	-	88,207	2,000	-	-	-	1,332,259
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2026	<b>36,691</b>	<b>4,543,538</b>	<b>125,022</b>	<b>31,395</b>	<b>823,703</b>	<b>92,321</b>	<b>43,035</b>	<b>12,764</b>	<b>46,257</b>	<b>5,754,726</b>
<b>Grants/ other reimbursements</b>										
As at 01 January 2026	16,851	1,369,626	598	-	60,437	19,003	15,767	-	27,711	1,509,993
Additions	-	-	-	-	303,000	-	-	-	-	303,000
As at 31 December 2026	<b>16,851</b>	<b>1,369,626</b>	<b>598</b>	<b>-</b>	<b>363,437</b>	<b>19,003</b>	<b>15,767</b>	<b>-</b>	<b>27,711</b>	<b>1,812,993</b>
<b>Accumulated Depreciation</b>										
As at 01 January 2026	-	1,579,767	93,526	31,395	317,299	60,576	25,595	11,036	-	2,119,193
Charge for the year	-	63,405	4,500	-	40,000	4,300	1,500	2,300	-	116,005
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2026	<b>-</b>	<b>1,643,172</b>	<b>98,026</b>	<b>31,395</b>	<b>357,299</b>	<b>64,876</b>	<b>27,095</b>	<b>13,336</b>	<b>-</b>	<b>2,235,198</b>
<b>Budgeted NBV 31 Dec 2025</b>	17,440	406,443	31,829	-	439,159	6,005	(206)	17,728	34,128	952,526
<b>Forecasted NBV 1 Jan 2026</b>	19,840	355,093	27,898	-	357,760	10,742	1,673	1,728	18,546	793,281
<b>Budgeted NBV 31 Dec 2026</b>	19,840	1,530,740	26,398	-	102,967	8,442	173	(572)	18,546	1,706,535