



H'Attard Local Council

**Annual Budget
For
Financial Year
2019**

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Overview and Summary

During the last Government's Budget the Finance Minister, Dr. Edward Scicluna, announced that the Local Council's Budget was increased by around € 2,000,000 from €36,500,000 to € 38,500,000 be distributed amongst all the Local Councils.

There was a marginal increase of 5.479%.

This also meant an increase of €38,453 in our allocation from €701,775 to €740,229. Such increase is to be primarily used for the cleaning up of our streets such as street sweeping of urban and non urban roads, the collection of domestic, recyclable and bulky refuse, the cleaning and maintenance of parks, public gardens and soft areas, etc...

Other initiatives can also be funded from these funds. Such as the printing of the 'Refuse Collection Schedule Calendar'. This calendar is used to promote and educate our residents and also encourage them to take good care of the environment.

In this legislature the Local Council had to make extra effort to improve its financial situation having now already embarked on two major project as are the restoration of the embankment in Triq il-Linja where works are envisaged to start early 2019 and finish before end of financial year and the construction of the pavilion, Tourist Information Centre in Triq il-Gonna, Ġnien l-Istazzjon

In fact last year's FSI dropped from and actual of 27.92% to 6% still maintaining a positive balance in preparation for the said two project where a lot of expenditure was incurred into plans and services of experts.

Our goal is to continue working on improving our financial situation whilst working on our major projects which as from this year will include the Local Council Premises whereby the bill of quantities now have been concluded and a formal permit will be applied for in the coming months.

Further goals are the re-construction of Ġnien il-Palma. This project is also is under way and will be considered for inclusion into the 2020 budget, end this year.

IFFIRMATA

Stefan Cordina
Mayor

IFFIRMATA

Marica Mifsud
Executive Secretary

Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2018	2018	2019	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	707,016	768,332	787,999	80,983	19,667
Income raised from Bye-Laws (2)	6,545	41,085	35,400	28,855	(5,685)
Income raised from LES (3)	49,650	6,774	5,400	(44,250)	(1,374)
Investment Income (4)	90	99	-	(90)	(99)
Other Income (5)	900	1,607	500	(400)	(1,107)
TOTAL	764,201	817,897	829,299	65,098	11,402
Expenditure					
Personal Emoluments (6)	157,240	153,321	162,316	5,076	8,995
Operations and Maintenance (7)	470,145	540,643	554,273	84,128	13,630
Administration (8)	56,816	86,683	70,900	14,084	(15,783)
Finance Cost (9)	-	21	-	-	(21)
Other Expenditure (10)	77,773	297,637	48,672	(29,101)	(248,965)
TOTAL	761,974	1,078,305	836,161	74,187	(242,144)
Surplus / Deficit	2,227	(260,408)	(6,862)	(9,089)	253,546

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2018	2018	2019	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	442,521	265,570	240,687	(201,834)	(24,883)
Current Assets					
Inventories (11)	9,900	2,172	2,100	(7,800)	(72)
Receivables (12)	65,500	101,300	103,053	37,553	1,753
Cash and Cash Equivalents (13)	100,225	222,954	243,150	142,925	20,196
Total Current Assets	175,625	326,426	348,303	172,678	21,877
Current Liabilities (14)					
Payables	98,464	151,715	181,893	83,429	30,178
Total Current Liabilities	98,464	151,715	181,893	83,429	30,178
Net Current Assets	77,161	174,711	166,410	89,249	(8,301)
Non-current liabilities (15)					
	-	182,506	156,184	156,184	(26,322)
Net Assets	519,682	257,775	250,913	(268,769)	(6,862)
Reserves					
Retained Funds	519,682	257,775	250,913	(268,769)	(6,862)

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2018	2018	2019
	€	€	€
Current Assets	175,625	326,426	348,303
Current Liabilities	98,464	151,715	181,893
Working Capital	77,161	174,711	166,410
Government Allocation	701,775	701,775	740,229
FSI	11 %	25 %	22 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2019	2019	2019	2019	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	197,000	197,000	197,000	197,000	787,999
Cash flows from Bye-Laws & L.N fees	8,850	8,850	8,850	8,850	35,400
Local Enforcement cash flows	1,350	1,350	1,350	1,350	5,400
Finance cash flows					
Loan Proceeds					-
Investment income					-
	-	-	-	-	-
Capital cash flow					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds		25,351		103,490	128,841
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows	125	125	125	125	500
TOTAL Inflows	207,325	232,676	207,325	310,815	958,140
Cash Outflows					
Personal Emoluments	38,763	38,763	38,763	46,028	162,316
Operations & Maintenance	137,347	137,347	137,347	137,347	549,388
Administration	17,725	17,725	17,725	17,725	70,900
Finance					-
Capital					
Acquisition of property					-
Construction	13,392	13,392	13,392	13,392	53,567
Improvements					-
Special programmes					-
Computers, Plant & equipment, Furniture	1,999	1,999	1,999	1,999	7,994
	15,390	15,390	15,390	15,390	61,561
Cash outflows re EU projects	23,445	23,445	23,445	23,445	93,779
Cash outflows re Twinning					-
Cash outflows re Community Services					-
	23,445	23,445	23,445	23,445	93,779
TOTAL Outflows	232,670	232,670	232,670	239,935	937,944
SURPLUS / (DEFICIT)	(25,345)	6	(25,345)	70,880	20,196
Brought forward (Bank /Cash Bal.)	222,954	197,609	197,615	172,270	222,954
Carry forward	197,609	197,615	172,270	243,150	243,150

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
	2018	2018	2018	2018	2019		
	€	€	€	€	€	€	€
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	701,775	526,331	175,444	701,775	740,229	38,454	38,454
0002-0004 In terms of section 58 CAP 363		40,341	7,828	48,169	47,770	47,770	(399)
0005-0019 Other Income	5,241		18,388	18,388		(5,241)	(18,388)
	707,016	566,672	201,660	768,332	787,999	80,983	19,667
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	45	4,801	(1,657)	3,144	3,400	3,355	256
0026-0035 Income from Permits	6,500	28,400	9,541	37,941	32,000	25,500	(5,941)
	6,545	33,201	7,884	41,085	35,400	28,855	(5,685)
3 Local Enforcement Income							
0037 Commission from Regional Committees	6,250	4,455	1,240	5,695	5,000	(1,250)	(695)
0038-0055 Contraventions	43,400	1,929	(850)	1,079	400	(43,000)	(679)
	49,650	6,385	389	6,774	5,400	(44,250)	(1,374)
4 Investment Income							
0091-0095 Bank interest	90		99	99		(90)	(99)
0096-0099 Income received from Government Securities				-		-	-
				-		-	-
	90	-	99	99	-	(90)	(99)
5 General Income							
0056-0065 Sponsorships				-		-	-
0066-0069 Documents & Information	750	1	8	9		(750)	(9)
0070-0075 EU Funds				-		-	-
0076-0080 Twinning				-		-	-
0081-0089 Insurance Claims		1,573	(1,550)	23		-	(23)
0100-0109 Donations	150		925	925		(150)	(925)
0110-0119 Contributions			650	650		-	(650)
0120-0129 General Income		1,342	(1,342)	-	500	500	500
				-		-	-
	900	2,916	(1,309)	1,607	500	(400)	(1,107)
Total	764,201	609,174	208,723	817,897	829,299	65,098	11,402

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	Bud-Bud	Bud-Act
	2018	2018	2018	2018	2019		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	22,395	16,797	5,599	22,396	30,245	7,850	7,849
1200 Employees' Salaries & Wages	102,065	75,063	31,863	106,926	103,686	1,621	(3,240)
1300 Bonuses	8,400	4,517	1,815	6,332	9,828	1,428	3,496
1400 Income Supplements		-	-	-	-	-	-
1500 Social Security Contributions	17,500	8,039	1,860	9,899	11,177	(6,323)	1,278
1600 Allowances	880	880	-	880	880	-	-
1700 Overtime	6,000	2,527	4,361	6,888	6,500	500	(388)
	157,240	107,822	45,499	153,321	162,316	5,076	8,995
7 Operations and Maintenance							
2100-2149 Public Utilities	4,700	4,217	2,237	6,454	4,000	(700)	(2,454)
2200-2259 Public Materials & Supplies	3,255			-	4,500	1,245	4,500
2300-2399 Repairs & Upkeep	70,200	27,578	12,237	39,815	66,000	(4,200)	26,185
2400-2449 Rent				-	138	138	138
3010 Street Lighting	9,233	6,835	4,333	11,168	20,000	10,767	8,832
3020 Lease of Equipment	500	1,289	(435)	854	1,500	1,000	646
3030 Insurance	4,000	3,069	933	4,002	5,000	1,000	998
3035 Bank Charges	125	57	88	145	600	475	455
3038 Penalties		250	-	250	-	-	(250)
3040 Waste Disposal	41,932	68,337	21,577	89,914	92,000	50,068	2,086
3041 Refuse Collection	125,000	93,690	46,840	140,530	127,000	2,000	(13,530)
3042 Bulky Refuse Collection	16,500	14,041	6,013	20,054	28,000	11,500	7,946
3043 Bins on wheels	1,000	472	1,379	1,851	1,000	-	(851)
3045 Bring in sites				-	-	-	-
3051 Road & Street Cleaning	65,000	60,471	19,682	80,153	95,000	30,000	14,847
3052 Cleaning & Maintenance of Non-Urban Areas	10,000	5,195	3,993	9,188	15,000	5,000	5,812
3053 Cleaning of Public Conveniences	4,700	4,581	2,289	6,870	12,000	7,300	5,130
3055 Cleaning of Council Premises			-	-	-	-	-
3060 Cleaning & Maintenance of Parks & Gardens	75,000	72,712	23,319	96,031	42,875	(32,125)	(53,156)
3061 Cleaning & Maintenance of Soft Areas		875	-	875	-	-	(875)
3062 Cleaning & Maintenance of Beaches & CA				-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban				-	-	-	-
3064 Other Contractual Services	1,000	1,399	(1,399)	0	3,500	2,500	3,500
3070-3090 Consultation Fees			1,011	1,011	20,000	20,000	18,989
3100-3139 Contract & Project Management	25,000	28,296	(17,195)	11,101	4,560	(20,440)	(6,541)
3300-3379 Hospitality	1,500		370	370	-	(1,500)	(370)
3380-3389 Community	11,000	8,813	7,843	16,656	11,000	-	(5,656)
3600-3694 Local Enforcement Expenses		596	2,653	3,249	600	600	(2,649)
3700-3799 EU Projects				-	-	-	-
3800-3899 Twinning	500			-	-	(500)	-
Donations		102	-	102	-	-	(102)
	470,145	402,878	137,766	540,643	554,273	84,128	13,630

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
	2018	2018	2018	2018	2019		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	5,800	4,637	2,159	6,796	8,000	2,200	1,204
2260-2299 Office Materials & Supplies		5,984	1,276	7,260	2,000	2,000	(5,260)
2450-2499 Office Rent	116	88	28	116	-	(116)	(116)
2500-2599 National & International Memberships	800	368	404	772	1,300	500	528
2600-2699 Office Services	24,800	17,581	13,550	31,131	25,000	200	(6,131)
2700-2799 Transport	9,100	5,536	644	6,180	6,000	(3,100)	(180)
2800-2899 Travel	3,600			-	3,600	-	3,600
2900-2999 Information Services	5,400	5,784	(425)	5,359	8,000	2,600	2,641
3050 Office Cleaning		60	160	220	1,000	1,000	780
3140-3199 Professional Services	7,200	10,356	11,138	21,494	12,000	4,800	(9,494)
3200-3299 Training			175	175	2,000	2,000	1,825
3345 Office Hospitality				-	-	-	-
3400-3499 Incidental Expenses		1,629	5,551	7,180	2,000	2,000	(5,180)
				-	-	-	-
	56,816	52,024	34,659	86,683	70,900	14,084	(15,783)
9 Finance Costs							
3036 Interest on Bank Loan				-		-	-
Late payment interest			21	21		-	(21)
				-		-	-
	-	-	21	21	-	-	(21)
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets				-		-	-
3695 Increase/(Decrease) in allowance for bad debts		(839)	1,105	266		-	(266)
8000-8099 Depreciation (Charge for the Year)	77,773	36,984	260,387	297,371	48,672	(29,101)	(248,699)
	77,773	36,145	261,492	297,637	48,672	(29,101)	(248,965)
Total	761,974	598,869	479,436	1,078,305	836,161	74,187	(242,144)

Detailed Estimates of Statement of Financial Position

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET Jan-Dec 2018 €	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 €
11 Inventory							
5201-5249 Stationery				-		-	-
5250-5299 Consumables				-		-	-
Books	9,900	9,486	(7,314)	2,172	2,100	(7,800)	(72)
	9,900	9,486	(7,314)	2,172	2,100	(7,800)	(72)
12 Receivables							
0201-0209 Receivables	7,500	2,497	17,828	20,325	17,000	9,500	(3,325)
0210-0219 LES Receivables		-	67	67	400	400	333
0220-0229 Receivables from EU				-	-	-	-
0250 Prepayments & Accrued income	58,000	45,140	34,400	79,540	80,653	22,653	1,113
Other Debtors			1,368	1,368	5,000	5,000	3,632
	65,500	47,637	53,663	101,300	103,053	37,553	1,753
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	100,225	258,926	(35,972)	222,954	243,150	142,925	20,196
	100,225	258,926	(35,972)	222,954	243,150	142,925	20,196
14 Payables							
4000 Payables	69,000	62,140	50,054	112,194	143,162	74,162	30,968
4100 Accruals	28,000	25,221	12,197	37,418	36,731	8,731	(687)
4150 Deferred Income	1,464	1,702	401	2,103	2,000	536	(103)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Deferred Grants		157,068	(157,068)	-	-	-	-
	98,464	246,130	(94,415)	151,715	181,893	83,429	30,178
15 Non Current Liabilities							
4200 Long Term Borrowings			182,506	182,506	156,184	156,184	(26,322)
Deferred Grants	-	-	182,506	182,506	156,184	156,184	(26,322)

16 Depreciation of Property, Plant and Equipment

		Construction & Urban Improvements	Computer Software	New Street Signs	Trees	Plant, machinery and office equipment	Assets under construction	Office Furniture & Fittings	Motor Vehicles		Total
Asset											
% of depreciation		10%-100%	0%	0%	0%	20%-25%	0%	8%	20%		
		€	€	€	€	€	€	€	€	€	€
Cost											
As at 01 January	2019	2,697,225	1,009	18,445	11,529	32,954	112,418	29,292	5,299		2,908,171
Additions		271,739	-	-	-	3,693	(94,893)	4,301	-		184,840
Disposals											-
As at 31 December	2019	2,968,964	1,009	18,445	11,529	36,647	17,525	33,593	5,299	-	3,093,011
Grants/ other reimbursements											
As at 01 January	2019	1,112,438		5,568		1,608	33,861				1,153,475
Additions		194,913					(33,861)				161,052
As at 31 December	2019	1,307,351	-	5,568	-	1,608	-	-	-	-	1,314,527
Accumulated Depreciation											
As at 01 January	2019	1,427,013	168	12,877		23,355		21,449	4,264		1,489,126
Charge for the year		41,743	252	-	-	3,835	-	1,807	1,035		48,672
Released on disposal											-
As at 31 December	2019	1,468,756	420	12,877	-	27,190	-	23,256	5,299	-	1,537,798
Budgeted NBV 31 Dec	2018	399,342			11,529	6,691	6,954	16,098	1,907		442,521
Forecasted NBV 1 Jan	2019	157,774	841	-	11,529	7,991	78,557	7,843	1,035	-	265,570
Budgeted NBV 31 Dec	2019	192,857	589	-	11,529	7,849	17,525	10,337	-	-	240,687