



IN-NAXXAR
Local Council

Annual Budget
For
Financial Year
2018

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Overview and Summary

The budget for the year 2018 can be considered as the biggest ever budget of the Naxxar Local Council. The Council is proposing ambitious projects because it is determined to make the long awaited drastic changes in particular to the centre of the town. It is felt that to be able to give importance to the not so central areas, the Council had to shift its resources elsewhere. However it is now time to shift resources to the central area to be more in line to put Naxxar on the touristic map.

All this was made possible due to the fact that the Council has always been very careful on how to manage its funds. In fact the Council has never, during these last 18 years registered a negative working balance. This was partly also thanks to the 9% increase in the allocation for 2017 which was a relief to the Council. Still there are issues of concern in particular to cleansing. In this regard the Local council is determined to curb on the abuse by making more enforcement.

This budget also provides for more investment in roads maintenance and pavements and the Council is committed to make at least the centre of Naxxar fully accessible. We do realise that this is not an easy task but we are very much into getting this done.

The Council will continue to seek additional funding especially from the European Union and also through a number of schemes, issued from time to time by the Central Government.

Of course there is no limit to the challenges ahead but no challenge has ever discouraged the Naxxar Local Council. In fact in the past, with even less resources, the Council produced very positive results and hence this is the guarantee of what is yet to come.

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
€	€	€	€	€

Income

Funds received from Central Government (1)	990,603	1,142,209	1,494,321	503,718	352,112
Income raised from Bye-Laws (2)	55,500	55,354	52,950	(2,550)	(2,404)
Income raised from LES (3)	2,000	24,318	14,000	12,000	(10,318)
Investment Income (4)	1,000	1,727	1,000	-	(727)
Other Income (5)	1,500	1,947	2,000	500	53
TOTAL	1,050,603	1,225,554	1,564,271	513,668	338,717

Expenditure

Personal Emoluments (6)	187,131	182,044	214,552	27,421	32,508
Operations and Maintenance (7)	423,609	472,381	645,218	221,609	172,837
Administration (8)	73,540	27,202	118,104	44,564	90,902
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	473,882	-	130,620	(343,262)	130,620
TOTAL	1,158,162	681,628	1,108,494	(49,668)	426,866

Surplus / Deficit

	(107,559)	543,927	455,777	563,336	(88,149)
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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)	1,213,714	1,213,714	2,059,094	845,380	845,380
Current Assets					
Inventories (11)	1,552	1,552	-	(1,552)	(1,552)
Receivables (12)	20,242	20,242	-	(20,242)	(20,242)
Cash and Cash Equivalents (13)	1,164,794	1,164,794	-	(1,164,794)	(1,164,794)
Total Current Assets	1,186,588	1,186,588	-	(1,186,588)	(1,186,588)
Current Liabilities (14)					
Payables	289,012	289,012	-	(289,012)	(289,012)
Current portion of Long-Term Borrowings	-	-	-	-	-
Total Current Liabilities	289,012	289,012	-	(289,012)	(289,012)
Net Current Assets	897,576	897,576	-	(897,576)	(897,576)
Non-current liabilities (15)	-	-	-	-	-
Net Assets	2,111,290	2,111,290	2,059,094	(52,196)	(52,196)
Reserves					
Retained Funds	-	-	455,777	455,777	455,777

Financial Situation Indicator

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2017	2017	2018
	€	€	€
Current Assets	1,186,588	1,186,588	-
Current Liabilities	289,012	289,012	-
Total Long Term Liabilities	-	-	-
Commitments approved by Ministry	358,603	358,603	458,000
	1,256,179	1,256,179	458,000
Government Allocation	990,603	1,142,209	1,494,321
FSI	126.81%	109.98%	30.65%

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2018	2018	2018	2018	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	247,765	247,765	247,765	247,765	991,061
Cash flows from Bye-Laws & L.N fees	13,875	13,875	13,875	13,875	55,500
Local Enforcement cash flows	500	500	500	500	2,000
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	-	-
	-	-	-	-	-
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	-	-	-	-	-
TOTAL Inflows	262,140	262,140	262,140	262,140	1,048,561
Cash Outflows					
Personal Emoluments	53,638	53,638	53,638	53,638	214,552
Operations & Maintenance	161,305	161,305	161,305	161,305	645,218
Administration	29,526	29,526	29,526	29,526	118,104
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	-	-	-
Improvements	55,000	55,000	55,000	55,000	220,000
Special programmes	186,500	186,500	186,500	186,500	746,000
Equipment	2,500	2,500	2,500	2,500	10,000
	244,000	244,000	244,000	244,000	976,000
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	-	-	-	-
TOTAL Outflows	488,469	488,469	488,469	488,469	1,953,874
SURPLUS / (DEFICIT)	(226,328)	(226,328)	(226,328)	(226,328)	(905,313)
Brought forward (Bank /Cash Bal.)	-	(226,328)	(452,657)	(678,985)	-
Carry forward	(226,328)	(452,657)	(678,985)	(905,313)	(905,313)

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
	2017	2017	2017	2017	2018		
€	€	€	€	€	€	€	
Income							
1 Funds received form Cental Government:							
0001 In terms of section 55 CAP 363	985,003	718,001	239,501	957,502	991,061	6,058	33,559
0002-0004 In terms of section 58 CAP 363	-	27,001	98,727	125,728	-	-	(125,728)
0005-0019 Other Income	5,600	-	58,979	58,979	503,260	497,660	444,281
	990,603	745,002	397,207	1,142,209	1,494,321	503,718	352,112
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	8,000	4,679	1,560	6,239	6,550	(1,450)	311
0026-0035 Income from Permits	47,500	36,836	12,279	49,115	46,400	(1,100)	(2,715)
	55,500	41,515	13,839	55,354	52,950	(2,550)	(2,404)
3 Local Enforcement Income							
0037 Commission from Regional Committees	-	8,835	2,945	11,780	10,000	10,000	(1,780)
0038-0055 Contraventions	2,000	9,404	3,135	12,538	4,000	2,000	(8,538)
	2,000	18,239	6,079	24,318	14,000	12,000	(10,318)
4 Investment Income							
0091-0095 Bank interest	1,000	-	1,727	1,727	1,000	-	(727)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	1,000	-	1,727	1,727	1,000	-	(727)
5 General Income							
0056-0065 Sponsorships	1,000	-	-	-	-	(1,000)	-
0066-0069 Documents & Information	500	65	28	93	500	-	407
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	75	-	75	1,000	1,000	925
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	1,778	-	1,778	500	500	(1,278)
	1,500	1,919	28	1,947	2,000	500	53
Total	1,050,603	806,675	418,880	1,225,554	1,564,271	513,668	338,717

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
	2017	2017	2017	2017	2018		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	10,866	16,842	5,386.95	22,229	11,196	330	(11,033)
1200 Employees' Salaries & Wages	141,641	95,668	33,052.65	128,720	157,836	16,195	29,116
1300 Bonuses	11,784	6,979	3,299.16	10,279	11,575	(209)	1,296
1400 Income Supplements	1,837	1,719	56	1,775	1,030	(807)	(745)
1500 Social Security Contributions	13,959	9,339	3,145.27	12,484	15,842	1,883	3,358
1600 Allowances	2,044	1,563	468	2,032	13,073	11,029	11,041
1700 Overtime	5,000	2,503	2,023	4,526	4,000	(1,000)	(526)
	187,131	134,613	47,431	182,044	214,552	27,421	32,508
7 Operations and Maintenance							
2100-2149 Public Utilities	14,180	10,393	3,545.00	13,938	12,700	(1,480)	(1,238)
2200-2259 Public Materials & Supplies	5,970	1,631	1,492.50	3,124	13,700	7,730	10,577
2300-2399 Repairs & Upkeep	30,800	14,982	7,700	22,682	163,500	132,700	140,818
2400-2449 Rent	2,631	1,341	657.75	1,999	2,631	-	632
3010 Street Lighting	-	-	-	-	-	-	-
3020 Lease of Equipment	500	-	125	125	500	-	375
3030 Insurance	1,663	1,509	415.75	1,925	1,963	300	38
3035 Bank Charges	120	29	30	59	200	80	141
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	59,245	79,159	14,811	93,970	61,784	2,539	(32,186)
3041 Refuse Collection	80,000	60,244	20,000	80,244	80,000	-	(244)
3042 Bulky Refuse Collection	6,200	5,007	1,550	6,557	7,000	800	443
3043 Bins on wheels	32,000	24,524	8,000	32,524	32,000	-	(524)
3045 Bring in sites	-	502	-	502	300	300	(202)
3051 Road & Street Cleaning	59,000	46,392	14,750	61,142	89,000	30,000	27,858
3052 Cleaning & Maintenance of Non-Urban Areas	17,800	12,413	4,450	16,863	17,800	-	937
3053 Cleaning of Public Conveniences	6,200	4,197	1,550	5,747	12,000	5,800	6,253
3055 Cleaning of Council Premises	5,600	3,800	1,400	5,200	6,000	400	800
3060 Cleaning & Maintenance of Parks & Gardens	-	-	-	-	-	-	-
3061 Cleaning & Maintenance of Soft Areas	38,500	27,431	9,625	37,056	45,000	6,500	7,944
3062 Cleaning & Maintenance of Beaches & CA	-	700	-	700	-	-	(700)
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	20,000	9,911	5,000	14,911	30,000	10,000	15,089
3070-3090 Consultation Fees	-	-	-	-	3,000	3,000	3,000
3100-3139 Contract & Project Management	-	48,957	-	48,957	-	-	(48,957)
3300-3379 Hospitality	35,200	6,627	8,800	15,427	6,000	(29,200)	(9,427)
3380-3389 Community	8,000	6,187	2,000	8,187	60,140	52,140	51,953
3600-3694 Local Enforcement Expenses	-	543	-	543	-	-	(543)
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	423,609	366,479	105,902	472,381	645,218	221,609	172,837

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	-	3,872	-	3,872	4,230	4,230	358
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	1,200	4,682	300	4,982	2,400	1,200	(2,582)
2600-2699 Office Services	5,820	4,247	1,455.00	5,702	7,220	1,400	1,518
2700-2799 Transport	3,550	2,626	888	3,514	3,550	-	37
2800-2899 Travel	2,500	594	625	1,219	5,300	2,800	4,081
2900-2999 Information Services	8,350	3,982	2,088	6,070	15,200	6,850	9,131
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	51,620	-	-	-	75,904	24,284	75,904
3200-3299 Training	-	-	-	-	1,300	1,300	1,300
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	500	1,719	125	1,844	3,000	2,500	1,156
	-	-	-	-	-	-	-
	73,540	21,722	5,480	27,202	118,104	44,564	90,902
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	-	-	-	-	-	-	-
8000-8099 Depreciation	473,882	-	-	-	130,620	(343,262)	130,620
	473,882	-	-	-	130,620	(343,262)	130,620
Total	1,158,162	522,814	158,813	681,628	1,108,494	(49,668)	426,866

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 2017	FORECAST changes from 30 Sep-31 Dec 2017	TOTAL as at 31-Dec 2017	BUDGET Jan-Dec 2018	VARIANCE Bud-Bud	VARIANCE Bud-Act
	2017	2017	2017	2017	2018		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	1,552	-	1,552	1,552	-	(1,552)	(1,552)
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	1,552	-	1,552	1,552	-	(1,552)	(1,552)
12 Receivables							
0201-0209 Receivables	8,580	-	8,580	8,580	-	(8,580)	(8,580)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	11,662	-	11,662	11,662	-	(11,662)	(11,662)
	-	-	-	-	-	-	-
	20,242	-	20,242	20,242	-	(20,242)	(20,242)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	1,164,794	-	1,164,794	1,164,794	-	(1,164,794)	(1,164,794)
	1,164,794	-	1,164,794	1,164,794	-	(1,164,794)	(1,164,794)
14 Payables							
4000 Payables	215,470	-	215,470	215,470	-	(215,470)	(215,470)
4100 Accruals	25,222	-	25,222	25,222	-	(25,222)	(25,222)
4150 Deferred Income	48,320	-	48,320	48,320	-	(48,320)	(48,320)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	289,012	-	289,012	289,012	-	(289,012)	(289,012)
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

16 Depreciation of Property, Plant and Equipment

Asset	Property	Assets under construction	New street signs	Urban improvements & construction	Plant, machinery & equipment	Office furniture & fittings	Trees	Special programmes		Total
% of depreciation	1%	0%					0%			
Cost	€	€	€	€	€	€	€	€	€	€
As at 01 January 2018	23,296	52,754	-	461,226	57,121	49,509	60,760	3,314,016	-	4,018,682
Additions	-	-	-	220,000	10,000	-	-	746,000	-	976,000
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2018	23,296	52,754	-	681,226	67,121	49,509	60,760	4,060,016	-	4,994,682
Grants/ other reimbursements										
As at 01 January 2018	-	-	-	-	-	-	-	-	-	-
Additions	-	-	-	-	-	-	-	-	-	-
As at 31 December 2018	-	-	-	-	-	-	-	-	-	-
Accumulated Depreciation										
As at 01 January 2018	2,328	-	-	394,685	34,057	29,452	-	2,344,446	-	2,804,968
Charge for the year	233	-	-	17,668	3,371	1,546	-	107,802	-	130,620
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2018	2,561	-	-	412,353	37,428	30,998	-	2,452,248	-	2,935,587
Budgeted NBV 31 Dec 2017	20,968	52,754	-	66,541	23,064	20,057	60,760	969,570	0	1,213,714
Forecasted NBV 1 Jan 2018	20,968	52,754	-	66,541	23,064	20,057	60,760	969,570	-	1,213,714
Budgeted NBV 31 Dec 2018	20,735	52,754	-	268,873	29,693	18,511	60,760	1,607,768	-	2,059,094