



QORMI
Local Council

Annual Budget
For
Financial Year
2020

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Overview and Summary

This year Annual Budget continues to reflect the Local Government's reform. The main aspect in this year's budget is the collection of monies from EU projects finalised in the beginning of this year.

This year the Council is projecting an income of € 1,546,236 and a project expenditure of € 1,189,958.

As in previous years the Council will again committing all surplus towards the programme of infrastructural projects, mainly refurbishment of playingfields, open spaces and pavements.

The Council will again, this year, apply for various schemes as will be announced by the Local Government. This will include the use of Development planning Funds.

Moreover more efforts shall be done to tip EU Funds and schemes under the GAL Xlokk.

As every other year, it has always been the policy of the Hal Qormi Local Council to present a balanced budget, with particular constraints in expenditure and will be committing all surplus funds towards the programme of infrastructural projects.

Finally it will be the aim of the Council to invest in the Council's staff and offices in order to guarantee a better service to all Qormi residents.

Renald Falzon
Mayor

Mayor

Executive Secretary

Statement of Income and Expenditure

DESCRIPTION

BUDGET Jan-Dec 2019 €	ACTUAL Jan-Dec 2019 €	BUDGET Jan-Dec 2020 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
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Income

Funds received from Central Government (1)	1,292,233	1,287,268	1,317,186	24,953	29,918
Income raised from Bye-Laws (2)	69,500	83,529	85,500	16,000	1,971
Income raised from LES (3)	18,000	16,276	16,500	(1,500)	224
Investment Income (4)	-	62	50	50	(12)
Other Income (5)	24,000	145,450	127,000	103,000	(18,450)
TOTAL	1,403,733	1,532,585	1,546,236	142,503	13,651

Expenditure

Personal Emoluments (6)	229,154	215,893	246,193	17,040	30,300
Operations and Maintenance (7)	814,956	811,681	709,160	(105,796)	(102,521)
Administration (8)	75,200	63,328	66,200	(9,000)	2,872
Finance Cost (9)	9,477	11,931	7,686	(1,791)	(4,245)
Other Expenditure (10)	273,279	257,004	160,719	(112,560)	(96,285)
TOTAL	1,402,066	1,359,837	1,189,958	(212,107)	(169,879)

Surplus / Deficit

1,667	172,748	356,278	354,610	183,530
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Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2019	2019	2020	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	1,809,099	1,803,856	1,372,426	(436,673)	(431,430)
Current Assets					
Inventories (11)	2,500	4,555	4,555	2,055	-
Receivables (12)	139,095	724,631	370,931	231,836	(353,700)
Cash and Cash Equivalents (13)	365,968	772,699	952,336	586,368	179,637
Total Current Assets	507,563	1,501,885	1,327,822	820,259	(174,063)
Current Liabilities (14)					
Payables	339,687	740,860	192,174	(147,513)	(548,686)
Total Current Liabilities	339,687	740,860	192,174	(147,513)	(548,686)
Net Current Assets	167,876	761,024	1,135,648	967,772	374,624
Non-current liabilities (15)					
	193,219	610,045	196,961	3,742	(413,084)
Net Assets	1,783,756	1,954,835	2,311,113	527,357	356,277
Reserves					
Retained Funds	1,783,756	1,954,835	2,311,113	527,357	356,278

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2019	2019	2020
	€	€	€
Current Assets	507,563	1,501,885	1,327,822
Current Liabilities	339,687	740,860	192,174
Working Capital	167,876	761,024	1,135,648
Government Allocation	1,203,187	1,193,187	1,281,186
FSI	14 %	64 %	89 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2020	2020	2020	2020	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	329,297	388,741	329,297	329,297	1,376,631
Cash flows from Bye-Laws & L.N fees	21,375	21,375	21,375	21,375	85,500
Local Enforcement cash flows	4,125	4,125	4,125	4,125	16,500
Finance cash flows					
Loan Proceeds					-
Investment income	13	-	-	-	13
	13	-	-	-	13
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	31,750	31,750	31,750	31,750	127,000
TOTAL Inflows	386,560	445,991	386,547	386,547	1,605,644
Cash Outflows					
Personal Emoluments	51,657	66,557	51,657	76,323	246,193
Operations & Maintenance	163,540	163,540	163,540	163,540	654,160
Administration	16,550	16,550	16,550	16,550	66,200
Finance	1,922	1,922	1,922	1,922	7,686
Capital					
Acquisition of property	11,189	11,189	11,189	11,189	44,758
Construction	86,618	86,618	86,618	87,156	347,010
Improvements	1,250	1,250	1,250	1,250	5,000
Special programmes	-	-	-	-	-
	99,057	99,057	99,057	99,595	396,768
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	13,750	13,750	13,750	13,750	55,000
	13,750	13,750	13,750	13,750	55,000
TOTAL Outflows	346,476	361,376	346,476	371,680	1,426,007
SURPLUS / (DEFICIT)	40,084	84,616	40,071	14,866	179,637
Brought forward (Bank /Cash Bal.)	772,699	812,783	897,399	937,469	772,699
Carry forward	812,783	897,399	937,469	952,336	952,336

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
	2019	2019	2019	2019	2020		
€	€	€	€	€	€	€	
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	1,203,187	894,890	298,297	1,193,187	1,281,186	77,999	87,999
0002-0004 In terms of section 58 CAP 363	64,046	43,953	14,159	58,112	-	(64,046)	(58,112)
0005-0019 Other Income	25,000	57,730	(21,761)	35,969	36,000	11,000	31
	1,292,233	996,573	290,695	1,287,268	1,317,186	24,953	29,918
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	3,500	6,126	1,196	7,322	7,500	4,000	178
0026-0035 Income from Permits	66,000	58,099	18,108	76,207	78,000	12,000	1,793
	69,500	64,225	19,304	83,529	85,500	16,000	1,971
3 Local Enforcement Income							
0037 Commission from Regional Committees	17,000	12,620	3,656	16,276	16,500	(500)	224
0038-0055 Contraventions	1,000	-	-	-	-	(1,000)	-
	18,000	12,620	3,656	16,276	16,500	(1,500)	224
4 Investment Income							
0091-0095 Bank interest	-	-	62	62	50	50	(12)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	-	-	62	62	50	50	(12)
5 General Income							
0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	2,000	1,490	-	1,490	2,000	-	510
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	946	946	-	-	(946)
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	22,000	122,404	20,610	143,014	125,000	103,000	(18,014)
	24,000	123,894	21,556	145,450	127,000	103,000	(18,450)
Total	1,403,733	1,197,312	335,273	1,532,585	1,546,236	142,503	13,651

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
	2019	2019	2019	2019	2020		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	28,648	26,621	11,602	38,223	49,451	20,803	11,228
1200 Employees' Salaries & Wages	157,054	113,856	33,284	147,140	163,955	6,901	16,815
1300 Bonuses	13,300	957	1,110	2,067	1,922	(11,378)	(145)
1400 Income Supplements	1,706	1,945	80	2,025	1,922	215	(104)
1500 Social Security Contributions	14,757	11,110	3,425	14,535	15,677	920	1,142
1600 Allowances	9,188	(260)	8,764	8,504	9,767	579	1,263
1700 Overtime	4,500	2,421	978	3,399	3,500	(1,000)	101
	229,154	156,650	59,243	215,893	246,193	17,040	30,300
7 Operations and Maintenance							
2100-2149 Public Utilities	12,500	6,521	1,946	8,467	8,500	(4,000)	33
2200-2259 Public Materials & Supplies	13,000	3,427	2,260	5,687	5,500	(7,500)	(187)
2300-2399 Repairs & Upkeep	45,000	38,550	13,528	52,078	55,000	10,000	2,922
2400-2449 Rent	233	-	-	-	-	(233)	-
3010 Street Lighting	41,700	14,684	13,212	27,896	29,000	(12,700)	1,104
3020 Lease of Equipment	200	-	-	-	-	(200)	-
3030 Insurance	5,000	4,370	1,608	5,978	6,000	1,000	22
3035 Bank Charges	1,200	1,218	608	1,826	1,900	700	74
3038 Penalties		7	3	10	-	-	(10)
3040 Waste Disposal	144,000	103,918	34,148	138,066	125,981	(18,019)	(12,085)
3041 Refuse Collection	196,000	168,475	56,802	225,277	226,000	30,000	723
3042 Bulky Refuse Collection	13,500	9,693	3,231	12,924	12,924	(576)	(0)
3043 Bins on wheels		696	165	861	850	850	(11)
3045 Bring in sites	1,000	-	-	-	-	(1,000)	-
3051 Road & Street Cleaning	83,000	59,984	19,892	79,876	80,000	(3,000)	125
3052 Cleaning & Maintenance of Non-Urban Areas	22,600	11,618	6,334	17,952	25,335	2,735	7,383
3053 Cleaning of Public Conveniences	23,000	13,842	930	14,772	17,000	(6,000)	2,228
3055 Cleaning of Council Premises		108	0	108	120	120	12
3060 Cleaning & Maintenance of Parks & Gardens	78,000	104,800	(53,963)	50,837	-	(78,000)	(50,837)
3061 Cleaning & Maintenance of Soft Areas		-	74,613	74,613	20,400	20,400	(54,213)
3062 Cleaning & Maintenance of Beaches & CA		-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban		-	-	-	-	-	-
3064 Other Contractual Services	9,523	10,291	3,032	13,323	14,000	4,477	677
3070-3090 Consultation Fees	12,500	3,350	1,120	4,470	4,500	(8,000)	30
3100-3139 Contract & Project Management	29,500	11,808	810	12,618	10,200	(19,300)	(2,418)
3300-3379 Hospitality	30,000	9,198	1,122	10,320	10,500	(19,500)	180
3380-3389 Community	50,000	35,862	19,191	55,053	55,000	5,000	(53)
3600-3694 Local Enforcement Expenses	1,500	222	251	473	450	(1,050)	(23)
3700-3799 EU Projects		-	-	-	-	-	-
3800-3899 Twinning	2,000	-	-	-	-	(2,000)	-
Provision for LES Bad debts increase/decrease		(1,013)	(791)	(1,804)	-	-	1,804
	814,956	611,629	200,052	811,681	709,160	(105,796)	(102,521)

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
	2019	2019	2019	2019	2020		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	5,500	6,529	3,172	9,701	9,700	4,200	(1)
2260-2299 Office Materials & Supplies		-	-	-	-	-	-
2450-2499 Office Rent		-	-	-	-	-	-
2500-2599 National & International Memberships	700	589	192	781	800	100	19
2600-2699 Office Services	16,000	12,172	4,289	16,461	16,500	500	39
2700-2799 Transport	6,000	4,537	1,316	5,853	5,900	(100)	47
2800-2899 Travel	2,000	2,416	(0)	2,416	3,000	1,000	584
2900-2999 Information Services	12,000	3,973	2,704	6,677	6,700	(5,300)	23
3050 Office Cleaning	2,000	2,360	1,198	3,558	3,600	1,600	42
3140-3199 Professional Services	18,000	8,858	2,614	11,472	12,200	(5,800)	728
3200-3299 Training	10,000	5,653	(480)	5,173	6,500	(3,500)	1,327
3345 Office Hospitality		-	-	-	-	-	-
3400-3499 Incidental Expenses	3,000	913	324	1,237	1,300	(1,700)	63
Provision for bad debts		-	-	-	-	-	-
	75,200	48,000	15,328	63,328	66,200	(9,000)	2,872
9 Finance Costs							
3036 Interest on Bank Loan	9,477	9,250	2,681	11,931	7,686	(1,791)	(4,245)
	9,477	9,250	2,681	11,931	7,686	(1,791)	(4,245)
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets		387	(387)	-		-	-
3695 Increase/(Decrease) in allowance for bad debts				-		-	-
8000-8099 Depreciation (Charge for the Year)	273,279	181,111	75,893	257,004	160,719	(112,560)	(96,285)
	273,279	181,498	75,506	257,004	160,719	(112,560)	(96,285)
Total	1,402,066	1,007,027	352,810	1,359,837	1,189,958	(212,107)	(169,879)

Detailed Estimates of Statement of Financial Position

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET Jan-Dec	ACTUAL as at 30-Sep 2019	FORECAST changes from 30 Sep-31 Dec 2019	TOTAL as at 31-Dec 2019	BUDGET Jan-Dec 2020	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	-	3,585	970	4,555	4,555	4,555	-
5250-5299 Consumables	2,500	-	-	-	-	(2,500)	-
	2,500	3,585	970	4,555	4,555	2,055	-
12 Receivables							
0201-0209 Receivables	18,596	104,568	(27,705)	76,863	79,192	60,596	2,329
0210-0219 LES Receivables	396	792	349	1,141	1,141	745	0
0220-0229 Receivables from EU		-	-	-	-	-	-
0250 Prepayments & Accrued income	120,103	758,862	(122,621)	636,241	290,598	170,495	(345,643)
Other debtors		1,351	9,035	10,386		-	(10,386)
	139,095	865,573	(140,942)	724,631	370,931	231,836	(353,700)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	365,968	612,333	160,366	772,699	952,336	586,368	179,637
	365,968	612,333	160,366	772,699	952,336	586,368	179,637
14 Payables							
4000 Payables	290,809	168,152	(24,758)	143,394	135,346	(155,463)	(8,048)
4100 Accruals	47,289	26,211	345,462	371,673	40,797	(6,492)	(330,877)
4150 Deferred Income	1,589	5,051	10,981	16,032	16,031	14,442	(1)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other creditors & bank overdrafts		60,159	149,602	209,761		-	(209,761)
	339,687	259,573	481,287	740,860	192,174	(147,513)	(548,686)
15 Non Current Liabilities							
4200 Long Term Borrowings	193,219	1,047,080	(894,874)	152,206	196,961	3,742	44,755
Grants Deferred income			457,839	457,839		-	(457,839)
	193,219	1,047,080	(437,035)	610,045	196,961	3,742	(413,084)

16 Depreciation of Property, Plant and Equipment

Asset	Acquisition of property	Office Furniture & Fittings	Urban Improvements & Construction	Computer software	Plant, Machinery & Equipment	Motor vehicles	Special Programmes	ANYC	Total
		10%	8%	20%	10%	0%	20%	25%	
% of depreciation	€	€	€	€	€	€	€	€	€
Cost									
As at 01 January 2020	769,307	120,460	3,478,232	1,153	137,160	15,500	3,989,705	472,268	8,983,785
Additions	-	5,000	414,812	-	5,000	-	434,986	(462,260)	397,538
Disposals									
As at 31 December 2020	769,307	125,460	3,893,044	1,153	142,160	15,500	4,424,691	10,008	9,381,323
Grants/ other reimbursements									
As at 01 January 2020	-	-	880,067	-	13,613	-	1,569,290	-	2,462,970
Additions	-	-	233,264	-	-	-	434,986	-	668,250
As at 31 December 2020	-	-	1,113,331	-	13,613	-	2,004,276	-	3,131,220
Accumulated Depreciation									
As at 01 January 2020	44,362	92,711	2,214,646	464	112,054	11,296	2,241,426	-	4,716,959
Charge for the year	4,954	8,806	77,774	288	4,988	2,696	61,212	-	160,719
Released on disposal									
As at 31 December 2020	49,316	101,517	2,292,420	752	117,042	13,992	2,302,638	-	4,877,678
Budgeted NBV 31 Dec 2019	724,945	37,377	673,289	689	13,544	4,203	347,504	7,548	1,809,099
Forecasted NBV 1 Jan 2020	724,945	27,749	383,519	689	11,493	4,204	178,989	472,268	1,803,856
Budgeted NBV 31 Dec 2020	719,991	23,943	487,293	401	11,505	1,508	117,777	10,008	1,372,426

