

Rabat Malta Local Council

**Annual Budget
For
Financial Year
2015**

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Overview and Summary

During the Council meetings and the general locality meeting the budget for year 2015, was discussed.

In these discussions the Council considered the letter received by the Department for Local Government, in relation to the net liability position of €228.679 shown in the audit accounts for year 2013. Therefore the Council had to abide by the directive imposed by the Department for Local Government which is in accordance to the Local Council's Act Article 363. Mainly this states that the Local Council should provide the basic contractual services which are stipulated in article 33, with the funds available.

The budget income for the year 2015, is envisaged to approximately amount to €1,000,000, of which €991,226 are being allocated by the Central Government. It is projected that the expenses which are mainly contractual obligations and personal emoluments totals approximately to €665,000 as shown in the budgeted statement of income and expenditure.

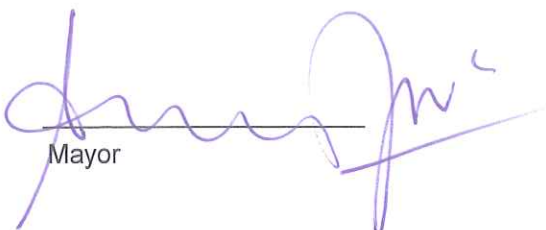
The Local Council is also projecting to reduce its operating and administrative expenses to its least possible expenditure as any expenses incurred over and above the contractual obligations are to be endorsed and approved by the Department of Local Government.

It is projected that the cash held at year end will be reduced in view of the outflow being affected, to settle previous liabilities and other creditors incurred in the capital project.

The Council is anticipating that the capital expenditure for the year 2015 which mainly consists of the Project of Triq Santa Rita and Misrah San Katald area will amount to €569,000 of which €474,000 are being paid from EU Funds and the remaining balance, being VAT shall be recovered from central government. Other expenses will be borne by the Council.

In addition to the above cash outflow and in line with the directive imposed by the Department for Local Government, the Local Council is projecting to settle €60,000 of past creditors in order to reduce the net liability position.

It should also be highlighted that the Cash and Equivalents amounting to €385,378 include €233,708 that are not part of the Council generated funds but only cash advanced for the EU project highlighted above. This fund is administered by the Managing Authority and the Council cannot dispose of this income for its ordinary expenditure.



Mayor

Executive Secretary

Budgeted Statement of Income and Expenditure

DESCRIPTION

BUDGET Jan-Dec 2014 €	FORECAST Jan-Dec 2014 €	BUDGET Jan-Dec 2015 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
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Income

Funds received from Central Government (1)	964,248	1,025,831	991,266	27,018	(34,565)
Income raised from Bye-Laws (2)	8,500	11,002	11,000	2,500	(2)
Income raised from LES (3)	5,500	7,941	7,000	1,500	(941)
Investment Income (4)	1	-	5	4	5
Other Income (5)	5,875	560	1,500	(4,375)	940
TOTAL	984,124	1,045,334	1,010,771	26,647	(34,563)

Expenditure

Personal Emoluments (6)	147,988	146,707	159,256	11,268	12,549
Operations and Maintenance (7)	506,536	590,064	464,859	(41,677)	(125,205)
Administration (8)	64,248	42,407	38,510	(25,738)	(3,897)
Finance Cost (9)	3,268	3,119	3,500	232	381
Other Expenditure (10)	-	4,100	246,389	246,389	242,289
TOTAL	722,040	786,397	912,514	190,474	126,117

Surplus / Deficit

262,084	258,937	98,257	(163,827)	(160,680)
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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		
	2014	2014	2015	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	2,316,502	1,979,113	2,372,727	56,225	393,614
Current Assets					
Inventories (11)	-	-	-	-	-
Receivables (12)	17,559	23,382	22,000	4,441	(1,382)
Cash and Cash Equivalents (13)	200,000	386,447	120,149	(79,851)	(266,298)
Total Current Assets	217,559	409,829	142,149	(75,410)	(267,680)
Current Liabilities (14)					
Payables	307,765	269,352	166,815	(140,950)	(102,537)
Current portion of Long-Term Borrowings	-	-	-	-	-
Total Current Liabilities	307,765	269,352	166,815	(140,950)	(102,537)
Net Current Assets	(90,206)	140,477	(24,666)	65,540	(165,143)
Non-current liabilities (15)	639,112	439,086	426,250	(212,862)	(12,836)
Net Assets	1,587,184	1,680,504	1,921,811	334,627	241,307
Reserves					
Retained Funds	1,504,072	1,484,545	1,582,802	78,730	98,257

Financial Situation Indicator

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2014	2014	2015
	€	€	€
Current Assets	217,559	409,829	142,149
Current Liabilities	307,765	269,352	166,815
Total Long Term Liabilities	639,112	439,086	426,250
Commitments approved by Ministry	-	-	-
	(729,318)	(298,609)	(450,916)
Government Allocation	964,248	1,025,831	991,266
FSI	-75.64%	-29.11%	-45.49%

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2015	2015	2015	2015	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	247,817	247,817	247,817	247,817	991,268
Cash flows from Bye-Laws & L.N fees	2,000	2,000	2,000	2,000	8,000
Local Enforcement cash flows	300	500	300	500	1,600
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	5	5
	-	-	-	5	5
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	194,466	-	-	-	194,466
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	700	800	500	1,000	3,000
Other Cash Inflows	-	750	750	-	1,500
TOTAL Inflows	445,283	251,867	251,367	251,322	1,199,839
Cash Outflows					
Personal Emoluments	37,414	42,214	37,414	42,214	159,256
Operations & Maintenance	229,517	117,589	117,589	147,589	612,284
Administration	6,418	9,628	9,628	9,628	35,302
Finance	3,141	3,141	3,141	3,141	12,564
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	-	-	-
Improvements	-	-	-	-	-
Special programmes	-	-	-	-	-
Other Capital expenditure	-	3,000	-	800	3,800
	-	3,000	-	800	3,800
Cash outflows re EU projects	153,225	498,835	-	-	652,060
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	153,225	498,835	-	-	652,060
TOTAL Outflows	429,715	674,407	167,772	203,372	1,475,266
SURPLUS / (DEFICIT)	15,568	(422,540)	83,595	47,950	(275,428)
Brought forward (Bank /Cash Bal.)	395,576	411,144	(11,397)	72,199	395,576
Carry forward	411,144	(11,397)	72,199	120,149	120,149

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		
	2014	2014	2014	2014	2015	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
Income							
1 Funds received form Cental Government:							
0001 In terms of section 55 CAP 363	959,184	719,268	239,915	959,183	991,266	32,082	32,083
0002-0004 In terms of section 58 CAP 363	-	29,644	9,037	38,681	-	-	(38,681)
0005-0019 Other Income	5,064	1,505	26,462	27,967	-	(5,064)	(27,967)
	964,248	750,417	275,414	1,025,831	991,266	27,018	(34,565)
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	3,500	3,141	1,068	4,209	3,000	(500)	(1,209)
0026-0035 Income from Permits	5,000	4,370	2,423	6,793	8,000	3,000	1,207
	8,500	7,511	3,491	11,002	11,000	2,500	(2)
3 Local Enforcement Income							
0037 Share of Profit from Joint Committee	-	-	-	-	-	-	-
0038-0055 Contraventions	5,500	4,507	3,434	7,941	7,000	1,500	(941)
	5,500	4,507	3,434	7,941	7,000	1,500	(941)
4 Investment Income							
0091-0095 Bank interest	1	-	-	-	5	4	5
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	1	-	-	-	5	4	5
5 Sponsorships							
0066-0069 Documents & Information	2,500	350	100	450	1,500	(1,000)	1,050
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 General Income	3,375	-	110	110	-	(3,375)	(110)
0110-0119 Donations	-	-	-	-	-	-	-
0120-0129 Contributions	-	-	-	-	-	-	-
	5,875	350	210	560	1,500	(4,375)	940
Total	984,124	762,785	282,549	1,045,334	1,010,771	26,647	(34,563)

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		
	2014	2014	2014	2014	2015	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	11,656	6,821	5,081	11,902	12,172	516	270
1200 Employees' Salaries & Wages	105,832	71,103	38,638	109,741	116,822	10,990	7,081
1300 Bonuses	8,988	6,951	(98)	6,853	6,378	(2,610)	(475)
1400 Income Supplements	-	-	-	-	-	-	-
1500 Social Security Contributions	9,316	6,684	2,029	8,713	9,936	620	1,223
1600 Allowances	9,600	3,840	3,840	7,680	9,600	-	1,920
1700 Overtime	2,596	1,197	621	1,818	4,348	1,752	2,530
	147,988	96,596	50,111	146,707	159,256	11,268	12,549
7 Operations and Maintenance							
2100-2149 Public Utilities	3,000	1,229	2,728	3,957	850	(2,150)	(3,107)
2200-2259 Materials & Supplies	2,500	752	804	1,556	2,000	(500)	444
2300-2399 Repairs & Upkeep	60,000	54,294	96,698	150,992	20,000	(40,000)	(130,992)
2400-2449 Rent	2,652	2,250	(260)	1,990	2,000	(652)	10
3010 Street Lighting	27,852	15,149	10,842	25,991	10,000	(17,852)	(15,991)
3020 Lease of Equipment	2,040	360	3,788	4,148	3,440	1,400	(708)
3030 Insurance	3,000	608	3,607	4,215	5,755	2,755	1,540
3035 Bank Charges	400	399	1	400	400	-	-
3038 Penalties	3,060	(50)	-	(50)	3,200	140	3,250
3040 Waste Disposal	76,980	38,846	19,645	58,491	58,800	(18,180)	309
3041 Refuse Collection	122,240	68,426	71,330	139,756	128,400	6,160	(11,356)
3042 Bulky Refuse Collection	14,500	8,189	5,739	13,928	15,225	725	1,297
3043 Bins on wheels	-	-	165	165	500	500	335
3045 Bring in sites	-	-	-	-	-	-	-
3050-3051 Road & Street Cleaning	50,860	30,500	23,249	53,749	53,761	2,901	12
3052 Cleaning & Maintenance of Non-Urban Areas	28,500	28,603	17,799	46,402	27,900	(600)	(18,502)
3053 Cleaning of Public Conveniences	17,152	7,342	2,476	9,818	20,700	3,548	10,882
3055 Cleaning of Council Premises	3,372	2,081	1,626	3,707	4,493	1,121	786
3060 Other Contractual Services	43,640	28,651	11,414	40,065	48,597	4,957	8,532
3061 Cleaning & Maintenance of Parks & Gardens	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Soft Areas	20,288	17,783	1,472	19,255	29,538	9,250	10,283
3063 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3064 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3070-3090 Consultation Fees	2,000	-	-	-	12,500	10,500	12,500
3100-3139 Contract & Project Management	-	-	-	-	10,000	10,000	10,000
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	7,500	3,874	3,687	7,561	1,000	(6,500)	(6,561)
3390-3394 Donations	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	-	-	-	-	2,800	2,800	2,800
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Cultural & social events	15,000	180	3,788	3,968	3,000	(12,000)	(968)
	506,536	309,466	280,598	590,064	454,859	(41,677)	(125,205)

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		
	2014	2014	2014	2014	2015	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
8 Administration & Other Expenditure							
2150-2199 Office Utilities	8,184	2,877	3,254	6,131	7,000	(1,184)	869
2260-2299 Office Materials & Supplies	600	203	192	395	200	(400)	(195)
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	500	374	400	774	1,328	828	554
2600-2699 Office Services	5,492	2,251	4,829	7,080	5,500	8	(1,580)
2700-2799 Transport	1,040	4,061	3,785	7,846	6,000	4,960	(1,846)
2800-2899 Travel	800	-	-	-	-	(800)	-
2900-2999 Information Services	9,552	752	1,273	2,025	8,400	(1,152)	6,375
3140-3199 Professional Services	33,580	11,263	5,480	16,743	8,482	(25,098)	(8,261)
3200-3299 Training	1,000	-	1,150	1,150	-	(1,000)	(1,150)
3345 Office Hospitality	3,500	392	45	437	100	(3,400)	(337)
3400-3499 Incidental Expenses	-	-	-	-	500	500	500
Uniforms	-	3,761	(3,935)	(174)	1,000	1,000	1,174
	64,248	25,934	16,473	42,407	38,510	(25,738)	(3,897)
9 Finance Costs							
3026 Interest on Bank Loan	3,268	2,131	988	3,119	3,500	232	381
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	3,268	2,131	988	3,119	3,500	232	381
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	4,100	4,100	-	-	(4,100)
8000-8099 Depreciation	-	-	-	-	246,389	246,389	246,389
	-	-	4,100	4,100	246,389	246,389	242,289
Total	722,040	434,127	352,270	786,397	912,514	190,474	126,117

Detailed Estimates of Statement Of Affairs

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET Jan-Dec 2014 €	ACTUAL as at 30-Sep 2014 €	FORECAST changes from 30 Sep-31 Dec 2014 €	TOTAL as at 31-Dec 2014 €	BUDGET Jan-Dec 2015 €	VARIANCE Bud-Bud €	VARIANCE Bud-Act €
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
12 Receivables							
0201-0209 Receivables	10,000	9,726	2,706	12,432	14,000	4,000	1,568
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	6,000	7,657	2,293	9,950	8,000	2,000	(1,950)
Other receivables	1,559	1,000	-	1,000	-	(1,559)	(1,000)
	17,559	18,383	4,999	23,382	22,000	4,441	(1,382)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	200,000	306,872	79,575	386,447	120,149	(79,851)	(266,298)
	200,000	306,872	79,575	386,447	120,149	(79,851)	(266,298)
14 Payables							
4000 Payables	200,000	199,555	(47,498)	152,057	73,806	(126,194)	(78,251)
4100 Accruals	90,000	6,119	65,967	72,086	59,959	(30,041)	(12,127)
4150 Deferred Income	17,765	19,000	16,067	35,067	19,300	1,535	(15,767)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Short term borrowings	-	9,414	728	10,142	13,750	13,750	3,608
	307,765	234,088	35,264	269,352	166,815	(140,950)	(102,537)
15 Non Current Liabilities							
4200 Long Term Borrowings	83,528	77,422	(3,332)	74,090	66,250	(17,278)	(7,840)
Deferred Income	555,584	359,620	5,376	364,996	360,000	(195,584)	(4,996)
	639,112	437,042	2,044	439,086	426,250	(212,862)	(12,836)

16 Depreciation of Property, Plant and Equipment

Asset	Property	Office Fur	New Str Sig	Urban Imp	Office Equip	Motor Vehicles	Comp Equip	Special Prog	PM / Assets not yet capitalised	Total			
											1%	100%	10%
% of depreciation	€	€	€	€	€	€	€	€	€	€			
Cost	272,535	39,504	64,685	2,423,501	40,440	11,644	35,790	1,246,733	67,382	4,202,214			
As at 01 January 2015	-	-	3,000	703,585	-	-	800	-	-	707,385			
Additions	-	-	-	-	-	-	-	-	(67,382)	(67,382)			
Disposals	-	-	-	-	-	-	-	-	-	-			
As at 31 December 2015	272,535	39,504	67,685	3,127,086	40,440	11,644	36,590	1,246,733	-	4,842,217			
Grants/ other reimbursements													
As at 01 January 2015	-	-	-	73,020	-	-	-	256,980	-	330,000			
Additions	-	-	-	-	-	-	-	-	-	-			
As at 31 December 2015	-	-	-	73,020	-	-	-	256,980	-	330,000			
Accumulated Depreciation													
As at 01 January 2015	32,003	25,594	64,685	1,153,284	36,057	9,068	32,301	540,109	-	1,893,101			
Charge for the year	2,405	3,478	3,000	190,078	877	515	1,072	44,964	-	246,389			
Released on disposal	-	-	-	-	-	-	-	-	-	-			
As at 31 December 2015	34,408	29,072	67,685	1,343,362	36,934	9,583	33,373	585,073	-	2,139,490			
Budgeted NBV 31 Dec 2014	240,507	14,564	0	1,635,495	2,478	2,576	7,499	410,233	3,150	2,316,502			
Forecasted NBV 1 Jan 2015	240,532	13,910	-	1,197,197	4,383	2,576	3,489	449,644	67,382	1,979,113			
Budgeted NBV 31 Dec 2015	238,127	10,433	-	1,710,704	3,506	2,061	3,217	404,680	-	2,372,727			