

**Birgu  
Local Council**

**Annual Budget  
For  
Financial Year  
2011**

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**Overview and Summary**

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With the launching of the Local Council's reform, the Central Government changed the financial year for Local Councils, so that not it starts on the 1st of January. Thus, the following document contains the financial estimates for the operations of the Birgu Local Council covering the 12 months between 1st January and 31st December, 2011.

The Central Government intends to hand over more responsibilities to the Local Councils and launch schemes to better finance the Councils' operations.

The Council is committed to carry out various contractual services such as the refuse collection and the cleaning of roads, which undoubtedly require a considerable amount of its expenditure. The Birgu Local Council, with its limited resources tries to best meet the needs of the community while continuously emphasising operational excellence and innovative administration of our financial resources.

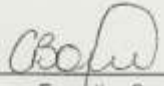
Unfortunately the current financial situation that the Birgu Local Council is facing, does not allow us to do any major projects, however, with the help of the Central Government schemes, the Council will be doing some embellishment work. It is envisaged that during the year 2011, with the help of the Public Private Partnership scheme four roads will be resurfaced. These roads include : Triq La Vallette, Triq San Filippu, Triq il-Palazz l-Antik tal-Gvernatur and Triq ic-Centinarju tal-Parocca.

Additional funds are also expected to be received from the European Union, for the Council's participation in EU funded projects, such as Seatoland, Oralities and SECRET projects.

Nevertheless, the Council will continue to create activities with the aim of attracting more funds in order to finance future projects for the benefit of the locality which it represents.

The Birgu Local Council, will do its utmost to make the most available funds to improve services for the benefit of residents and visitors to the locality.

  
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Mayor

  
\_\_\_\_\_  
Executive Secretary

## Budgeted Statement of Income and Expenditure

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2010	2010	2011	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Income</b>					
Funds received from Central Government (1)	313,198	304,226	343,657	30,459	39,431
Income raised from Bye-Laws (2)	5,200	20,799	12,000	6,800	(8,799)
Income raised from LES (3)	66,000	87,038	48,500	(17,500)	(38,538)
Investment Income (4)	190	68	30	(160)	(38)
Other Income (5)	43,500	32,185	77,205	33,705	45,020
<b>TOTAL</b>	<b>428,088</b>	<b>444,316</b>	<b>481,392</b>	<b>53,304</b>	<b>37,076</b>
<b>Expenditure</b>					
Personal Emoluments (6)	79,365	82,813	85,493	6,128	2,680
Operations and Maintenance (7)	283,113	293,006	296,531	13,418	3,525
Administration (8)	61,390	72,368	81,300	19,910	8,932
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	25,290	38,574	24,724	(566)	(13,850)
<b>TOTAL</b>	<b>449,158</b>	<b>486,761</b>	<b>488,048</b>	<b>38,890</b>	<b>1,287</b>
<b>Surplus / Deficit</b>	<b>(21,070)</b>	<b>(42,445)</b>	<b>(6,656)</b>	<b>14,414</b>	<b>35,789</b>

## Budgeted Statement of Affairs

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2010	2010	2011	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	208,371	212,251	228,502	20,131	16,251
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	28,361	57,251	22,596	(5,765)	(34,655)
Cash and Cash Equivalents (13)	17,530	19,249	5,601	(11,929)	(13,648)
<b>Total Current Assets</b>	<b>45,891</b>	<b>76,500</b>	<b>28,197</b>	<b>(17,694)</b>	<b>(48,303)</b>
<b>Current Liabilities (14)</b>					
Payables	201,976	256,504	264,458	62,482	7,954
Current portion of Long-Term Borrowings	-	-	-	-	-
<b>Total Current Liabilities</b>	<b>201,976</b>	<b>256,504</b>	<b>264,458</b>	<b>62,482</b>	<b>7,954</b>
<b>Net Current Assets</b>	<b>(156,085)</b>	<b>(180,004)</b>	<b>(236,261)</b>	<b>(80,176)</b>	<b>(56,257)</b>
<b>Non-current liabilities (15)</b>	-	-	-	-	-
<b>Net Assets</b>	<b>52,286</b>	<b>32,247</b>	<b>(7,759)</b>	<b>(60,045)</b>	<b>(40,006)</b>
<b>Reserves</b>					
Retained Funds	52,286	32,247	25,591	(26,695)	(6,656)

## Financial Situation Indicator

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2010	2010	2011
	€	€	€
Current Assets	45,891	76,500	28,197
Current Liabilities	201,976	256,504	264,458
Total Long Term Liabilities	-	-	-
Commitments approved by Ministry	-	-	-
	(156,085)	(180,004)	(236,261)
Government Allocation	313,198	304,226	343,657
FSI	-49.84%	-59.17%	-68.75%

## Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR 2011 €	APR-JUN 2011 €	JUL-SEP 2011 €	OCT-DEC 2011 €	
<b>Cash Inflows</b>					
Government cash inflows	74,424	64,924	97,500	67,835	304,683
Cash flows from Bye-Laws & L.N fees	1,600	1,600	7,000	1,800	12,000
Local Enforcement cash flows	22,500	20,000	22,000	14,000	78,500
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment Income	-	-	-	30	30
	-	-	-	30	30
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	3,705	34,000	13,000	-	50,705
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	-	-	-	-	-
Other Cash Inflows	11,120	33,574	3,500	30,280	78,474
<b>TOTAL Inflows</b>	<b>113,349</b>	<b>154,098</b>	<b>143,000</b>	<b>113,945</b>	<b>524,392</b>
<b>Cash Outflows</b>					
Personal Emoluments	19,623	23,123	19,624	23,123	85,493
Operations & Maintenance	71,701	66,622	58,630	68,600	265,553
Administration	16,575	16,575	16,575	25,395	75,120
Finance	-	-	-	-	-
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	-	17,000	51,150	68,150
Improvements	-	-	7,000	7,520	14,520
Special programmes	-	-	-	-	-
	-	-	24,000	58,670	82,670
Cash outflows re EU projects	-	4,000	13,000	3,000	20,000
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	-	-	-	-	-
	-	4,000	13,000	3,000	20,000
<b>TOTAL Outflows</b>	<b>107,899</b>	<b>110,320</b>	<b>131,829</b>	<b>178,788</b>	<b>528,836</b>
<b>SURPLUS / (DEFICIT)</b>	<b>5,450</b>	<b>43,778</b>	<b>11,171</b>	<b>(64,843)</b>	<b>(4,444)</b>
Brought forward (Bank /Cash Bal.)	10,045	15,495	59,273	70,444	10,045
Carry forward	15,495	59,273	70,444	5,601	5,601



**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
	2010	2010	2010	2010	2011		
€	€	€	€	€	€	€	
<b>Income</b>							
<b>1 Funds received form Cental Government:</b>							
0001 In terms of section 55 CAP 363	257,798	197,098	60,700	257,798	253,698	(4,100)	(4,100)
0002-0004 In terms of section 58 CAP 363	50,500	-	10,290	10,290	50,985	485	40,695
0005-0019 Other Income	4,900	31,138	5,000	36,138	38,974	34,074	2,836
	<b>313,198</b>	<b>228,236</b>	<b>75,990</b>	<b>304,226</b>	<b>343,657</b>	<b>30,459</b>	<b>39,431</b>
<b>2 Bye-Laws &amp; Legal Fees</b>							
0021-0025 Community Services	-	8,421	873	9,294	-	-	(9,294)
0026-0035 Income from Permits	5,200	9,885	1,620	11,505	12,000	6,800	495
	<b>5,200</b>	<b>18,306</b>	<b>2,493</b>	<b>20,799</b>	<b>12,000</b>	<b>6,800</b>	<b>(8,799)</b>
<b>3 Local Enforcement Income</b>							
0037 Share of Profit from Joint Committee	-	-	-	-	3,500	3,500	3,500
0038-0055 Contraventions	66,000	49,273	37,765	87,038	45,000	(21,000)	(42,038)
	<b>66,000</b>	<b>49,273</b>	<b>37,765</b>	<b>87,038</b>	<b>48,500</b>	<b>(17,500)</b>	<b>(38,538)</b>
<b>4 Investment Income</b>							
0091-0095 Bank Interest	190	6	62	68	30	(160)	(38)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	<b>190</b>	<b>6</b>	<b>62</b>	<b>68</b>	<b>30</b>	<b>(160)</b>	<b>(38)</b>
<b>5 Sponsorships</b>							
0096-0099 Documents & Information	1,500	3,325	49	3,374	3,500	2,000	126
0070-0075 EU Funds	-	-	-	-	37,705	37,705	37,705
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 General Income	-	-	-	-	-	-	-
0110-0119 Donations	42,000	11,007	17,804	28,811	36,000	(6,000)	7,189
0120-0129 Contributions	-	-	-	-	-	-	-
	<b>43,500</b>	<b>14,332</b>	<b>17,853</b>	<b>32,185</b>	<b>77,205</b>	<b>33,705</b>	<b>45,020</b>
<b>Total</b>	<b>428,088</b>	<b>310,153</b>	<b>134,163</b>	<b>444,316</b>	<b>481,392</b>	<b>53,304</b>	<b>37,076</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	Bud-Bud	Bud-Act
	2010	2010	2010	2010	2011		
€	€	€	€	€	€	€	
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	6,364	4,773	4,150	8,923	6,364	-	(2,559)
1200 Employees' Salaries & Wages	56,275	39,067	18,142	57,209	62,536	6,261	5,327
1300 Bonuses	-	-	-	-	-	-	-
1400 Income Supplements	-	-	-	-	-	-	-
1500 Social Security Contributions	9,660	7,491	2,497	9,988	9,593	(67)	(395)
1600 Allowances	7,066	3,466	3,227	6,693	7,000	(66)	307
1700 Overtime	-	-	-	-	-	-	-
	<b>79,365</b>	<b>54,797</b>	<b>28,016</b>	<b>82,813</b>	<b>85,493</b>	<b>6,128</b>	<b>2,680</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	2,580	939	313	1,252	1,400	(1,180)	148
2200-2259 Materials & Supplies	6,265	4,576	1,145	5,721	6,000	(265)	279
2300-2399 Repairs & Upkeep	43,400	29,762	11,758	41,520	72,800	29,400	31,280
2400-2449 Rent	3,028	2,405	896	3,301	3,301	273	-
3010 Street Lighting	7,575	5,243	1,583	6,826	7,500	(75)	674
3020 Lease of Equipment	6,350	5,494	2,773	8,267	8,500	2,150	233
3030 Insurance	1,300	503	952	1,455	1,600	300	145
3035 Bank Charges	500	283	71	354	650	150	296
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	16,700	8,395	10,598	18,993	20,000	3,300	1,007
3041 Refuse Collection	46,120	29,080	9,885	38,965	30,000	(16,120)	(8,945)
3042 Bulky Refuse Collection	7,060	4,410	(76)	4,334	5,880	(1,180)	1,546
3043 Bins on wheels	-	-	230	230	300	300	70
3045 Bring in sites	3,495	700	-	700	1,000	(2,495)	300
3050-3051 Road & Street Cleaning	30,000	22,484	5,645	28,129	30,000	-	1,871
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	11,940	8,014	4,024	12,038	-	(11,940)	(12,038)
3055 Cleaning of Council Premises	-	-	-	-	-	-	-
3060 Other Contractual Services	-	-	-	-	-	-	-
3061 Cleaning & Maintenance of Parks & Gardens	11,650	8,735	2,912	11,647	11,650	-	3
3062 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3064 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3070-3090 Consultation Fees	3,300	4,826	3,046	7,872	-	(3,300)	(7,872)
3100-3159 Contract & Project Management	11,800	10,585	8,700	19,285	20,000	8,200	715
3300-3379 Hospitality	38,000	12,763	37,479	50,242	60,000	22,000	9,758
3380-3389 Community	-	354	-	354	450	450	96
3390-3394 Donations	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	32,050	21,730	9,811	31,541	15,500	(16,550)	(16,041)
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>283,113</b>	<b>181,281</b>	<b>111,725</b>	<b>293,006</b>	<b>296,531</b>	<b>13,418</b>	<b>3,525</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	Bud-Bud	Bud-Act
	2010	2010	2010	2010	2011		
€	€	€	€	€	€	€	
<b>5 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	9,350	6,278	5,097	11,375	11,500	2,150	125
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	600	390	-	390	500	(100)	110
2600-2699 Office Services	6,250	4,931	3,066	7,997	8,500	2,250	503
2700-2799 Transport	3,925	991	617	1,608	1,700	(2,225)	92
2800-2899 Travel	28,000	27,728	8,438	36,166	45,000	17,000	8,834
2900-2999 Information Services	4,165	4,360	1,319	5,679	6,000	1,835	321
3140-3199 Professional Services	4,200	1,776	898	2,674	3,000	(1,200)	326
3200-3299 Training	-	1,100	-	1,100	-	-	(1,100)
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	4,900	3,479	1,900	5,379	5,100	200	(279)
	-	-	-	-	-	-	-
	<b>61,390</b>	<b>51,033</b>	<b>21,335</b>	<b>72,368</b>	<b>81,300</b>	<b>19,910</b>	<b>8,932</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	13,246	13,246	-	-	(13,246)
8000-8099 Depreciation	25,290	20,544	4,784	25,328	24,724	(566)	(604)
	<b>25,290</b>	<b>20,544</b>	<b>18,030</b>	<b>38,574</b>	<b>24,724</b>	<b>(566)</b>	<b>(13,850)</b>
<b>Total</b>	<b>449,158</b>	<b>307,655</b>	<b>179,106</b>	<b>486,761</b>	<b>488,048</b>	<b>38,890</b>	<b>1,287</b>

**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 2010	FORECAST changes from 30 Sep-31 Dec 2010	TOTAL as at 31-Dec 2010	BUDGET Jan-Dec 2011	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
<b># Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b># Receivables</b>							
0201-0209 Receivables	-	-	-	-	-	-	-
0210-0219 LES Receivables	25,526	32,526	9,882	42,408	12,408	(13,118)	(30,000)
0220-0229 Receivables from EU	-	4,168	9,020	13,188	10,188	10,188	(3,000)
0250 Prepayments & Accrued Income	2,835	3,328	(1,673)	1,655	-	(2,835)	(1,655)
	-	-	-	-	-	-	-
	<b>28,361</b>	<b>40,022</b>	<b>17,229</b>	<b>57,251</b>	<b>22,596</b>	<b>(5,765)</b>	<b>(34,655)</b>
<b># Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	17,530	15,309	3,940	19,249	5,601	(11,929)	(13,648)
	<b>17,530</b>	<b>15,309</b>	<b>3,940</b>	<b>19,249</b>	<b>5,601</b>	<b>(11,929)</b>	<b>(13,648)</b>
<b># Payables</b>							
4000 Payables	160,406	146,788	79,909	226,697	244,458	84,052	17,761
4100 Accruals	41,570	30,177	(9,574)	20,603	20,000	(21,570)	(603)
4150 Deferred Income	-	-	-	-	-	-	-
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Bank Overdraft	-	14,571	(5,367)	9,204	-	-	(9,204)
	<b>201,976</b>	<b>191,536</b>	<b>64,968</b>	<b>256,504</b>	<b>264,458</b>	<b>62,482</b>	<b>7,954</b>
<b># Non Current Liabilities</b>							
4200 Long Term Borrowings	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-

16 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Construction	Office Furn & Fittings	Office & Computer Equip.	Motor Vehicles	Urban Improvements							Total		
	€	€	€	€	€	€	€	€	€	€	€			
<b>Cost</b>														
As at 01 January 2011	620,864	33,711	37,567	11,181	428,678	-	-	-	-	-	-	-	-	1,131,991
Additions	68,150	1,000	900	-	12,620	-	-	-	-	-	-	-	-	82,670
Disposals	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at 31 December 2011	689,004	34,711	38,467	11,181	441,298	-	-	-	-	-	-	-	-	1,214,661
<b>Grants/ other reimbursements</b>														
As at 01 January 2011	418,192	-	-	-	123,829	-	-	-	-	-	-	-	-	542,021
Additions	34,076	-	-	-	7,620	-	-	-	-	-	-	-	-	41,696
As at 31 December 2011	452,267	-	-	-	131,449	-	-	-	-	-	-	-	-	583,716
<b>Accumulated Depreciation</b>														
As at 01 January 2011	134,497	14,114	27,271	6,029	185,808	-	-	-	-	-	-	-	-	377,719
Charge for the year	8,234	1,507	2,799	1,030	11,154	-	-	-	-	-	-	-	-	24,724
Released on disposal	-	-	-	-	-	-	-	-	-	-	-	-	-	-
As at 31 December 2011	142,731	15,621	30,070	7,059	206,962	-	-	-	-	-	-	-	-	402,443
<b>Budgeted NBV 31 Dec 2010</b>	67,000	18,701	10,059	5,152	107,459	0	0	0	0	0	0	0	0	208,371
<b>Forecasted NBV 1 Jan 2011</b>	68,165	19,597	10,298	5,152	109,041	-	-	-	-	-	-	-	-	212,251
<b>Budgeted NBV 31 Dec 2011</b>	94,006	19,090	8,397	4,122	102,887	-	-	-	-	-	-	-	-	228,502

