



Hal Balzan Local Council

**Annual Budget
For
Financial Year
2021**

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Overview and Summary

The Hal Balzan Local Council is presenting the Financial Estimates for the year 2021.

Income is projected to amount to circa €391,339 which include:

Funds received from Central Government of circa €370,289. This includes the amount of €335,709 as the Government's Annual allocation for 2021;
Bye-Laws and Legal Fees of circa €20,000. This income is expected to be generated mainly from permits for the use of machinery;
Local Enforcement Income of circa €1,000; and
General Income of circa €50.

Expenditure is projected to amount to circa €384,079 which include:

Personal Emoluments of circa €101,497;
Operations and Maintenance of circa €195,825;
Administration of circa €41,360;
Finance Cost of circa €3,903 and
Other Expenditure of circa €56,379 being the budgeted depreciation.

These Financial Estimates have been approved by the Council.

SIGNED

Notary Ian Spiteri
Mayor

SIGNED

Doriette Farrugia
Executive Secretary

Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2020	2020	2021	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	351,397	361,040	370,289	18,892	9,249
Income raised from Bye-Laws (2)	26,000	21,078	20,000	(6,000)	(1,078)
Income raised from LES (3)	1,700	897	1,000	(700)	103
Investment Income (4)	32	25	-	(32)	(25)
Other Income (5)	200	52	50	(150)	(2)
TOTAL	379,329	383,092	391,339	12,010	8,247
Expenditure					
Personal Emoluments (6)	101,274	102,803	101,497	223	(1,306)
Operations and Maintenance (7)	183,862	174,858	195,825	11,963	20,967
Administration (8)	39,671	32,245	41,360	1,689	9,115
Finance Cost (9)	1,455	4,288	3,903	2,448	(385)
Other Expenditure (10)	57,817	52,732	56,379	(1,438)	3,647
TOTAL	384,079	366,926	398,964	14,885	32,038
Surplus / Deficit	(4,750)	16,166	(7,625)	(2,875)	(23,791)

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2020	2020	2021	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	244,074	252,783	201,904	(42,170)	(50,879)
Current Assets					
Inventories (11)	200	255	180	(20)	(75)
Receivables (12)	11,615	36,814	24,700	13,085	(12,114)
Cash and Cash Equivalents (13)	432,256	429,432	436,592	4,336	7,160
Total Current Assets	444,071	466,501	461,472	17,401	(5,029)
Current Liabilities (14)					
Payables	64,262	66,878	53,790	(10,472)	(13,088)
Total Current Liabilities	64,262	66,878	53,790	(10,472)	(13,088)
Net Current Assets	379,809	399,623	407,682	27,873	8,059
Non-current liabilities (15)					
	127,438	148,130	112,935	(14,503)	(35,195)
Net Assets	496,445	504,276	496,651	206	(7,625)
Reserves					
Retained Funds	496,445	504,276	496,651	206	(7,625)

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2020	2020	2021
	€	€	€
Current Assets	444,071	466,501	461,472
Current Liabilities	64,262	66,878	53,790
Working Capital	379,809	399,623	407,682
Government Allocation	323,237	323,237	335,709
FSI	118 %	124 %	121 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2021	2021	2021	2021	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	83,927	90,527	83,928	83,927	342,309
Cash flows from Bye-Laws & L.N fees	7,412	3,368	7,184	3,396	21,360
Local Enforcement cash flows	250	250	250	250	1,000
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	25	25
	-	-	-	25	25
Capital cash flow					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds					-
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows		40	50	35	125
TOTAL Inflows	91,589	94,185	91,412	87,633	364,819
Cash Outflows					
Personal Emoluments	28,887	23,869	23,902	23,944	100,602
Operations & Maintenance	44,450	51,462	47,727	52,186	195,825
Administration	10,899	14,151	20,795	9,887	55,732
Finance	-	-	-	-	-
Capital					
Acquisition of property					-
Construction					-
Improvements					-
Special programmes					-
Other	1,000	1,500	1,500	1,500	5,500
	1,000	1,500	1,500	1,500	5,500
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
	-	-	-	-	-
TOTAL Outflows	85,236	90,982	93,924	87,517	357,659
SURPLUS / (DEFICIT)	6,353	3,203	(2,512)	116	7,160
Brought forward (Bank /Cash Bal.)	429,432	435,785	438,988	436,476	429,432
Carry forward	435,785	438,988	436,476	436,592	436,592

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
	2020	2020	2020	2020	2021		
	€	€	€	€	€	€	€
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	323,237	242,681	80,556	323,237	335,709	12,472	12,472
0002-0004 In terms of section 58 CAP 363	-	3,163	4,252	7,415	6,600	6,600	(815)
0005-0019 Other Income	28,160	21,911	8,477	30,388	27,980	(180)	(2,408)
	351,397	267,755	93,285	361,040	370,289	18,892	9,249
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	1,000	-	-	-	-	(1,000)	-
0026-0035 Income from Permits	25,000	15,804	5,274	21,078	20,000	(5,000)	(1,078)
	26,000	15,804	5,274	21,078	20,000	(6,000)	(1,078)
3 Local Enforcement Income							
0037 Commission from Regional Committees	1,700	567	260	827	1,000	(700)	173
0038-0055 Contraventions	-	70	-	70	-	-	(70)
	1,700	637	260	897	1,000	(700)	103
4 Investment Income							
0091-0095 Bank interest	32	-	25	25	-	(32)	(25)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	32	-	25	25	-	(32)	(25)
5 General Income							
0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	200	38	14	52	-	(200)	(52)
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	50	50	50
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	-	-	-	-	-	-
	200	38	14	52	50	(150)	(2)
Total	379,329	284,234	98,858	383,092	391,339	12,010	8,247

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
	2020	2020	2020	2020	2021		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	12,804	9,603	3,201	12,804	12,971	167	167
1200 Employees' Salaries & Wages	64,190	48,993	18,167	67,160	64,386	196	(2,774)
1300 Bonuses	6,799	-	5,059	5,059	6,359	(440)	1,300
1400 Income Supplements	727	600	67	667	727	-	60
1500 Social Security Contributions	6,004	4,533	1,604	6,137	6,054	50	(83)
1600 Allowances	10,600	7,950	2,650	10,600	10,600	-	-
1700 Overtime	150	336	40	376	400	250	24
	101,274	72,015	30,788	102,803	101,497	223	(1,306)
7 Operations and Maintenance							
2100-2149 Public Utilities	2,050	1,283	974	2,257	2,300	250	43
2200-2259 Public Materials & Supplies	1,000	530	190	720	800	(200)	80
2300-2399 Repairs & Upkeep	11,100	8,904	1,461	10,365	10,700	(400)	335
2400-2449 Rent	2,000	1,875	-	1,875	1,900	(100)	25
3010 Street Lighting	3,000	955	562	1,517	2,500	(500)	983
3020 Lease of Equipment	-	-	-	-	5,971	5,971	5,971
3030 Insurance	1,200	1,491	68	1,559	1,000	(200)	(559)
3035 Bank Charges	500	429	220	649	1,000	500	351
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	33,830	17,645	2,467	20,112	33,830	-	13,718
3041 Refuse Collection	53,637	40,356	13,494	53,850	52,992	(645)	(858)
3042 Bulky Refuse Collection	8,624	6,986	1,947	8,933	10,000	1,376	1,067
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	33,969	26,059	8,661	34,720	37,760	3,791	3,040
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	4,000	1,833	870	2,703	3,500	(500)	797
3055 Cleaning of Council Premises	500	-	-	-	400	(100)	400
3060 Cleaning & Maintenance of Parks & Gardens	3,027	2,270	757	3,027	3,027	-	-
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	13,900	10,371	4,113	14,484	14,680	780	196
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	4,425	3,134	1,107	4,241	4,425	-	184
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	7,000	1,113	12,494	13,607	8,940	1,940	(4,667)
3600-3694 Local Enforcement Expenses	100	18	221	239	100	-	(139)
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	183,862	125,252	49,606	174,858	195,825	11,963	20,967

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
	2020	2020	2020	2020	2021		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	3,100	2,635	905	3,540	3,330	230	(210)
2260-2299 Office Materials & Supplies	500	132	(12)	120	1,500	1,000	1,380
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	1,300	86	(968)	(882)	1,300	-	2,182
2600-2699 Office Services	4,021	1,412	900	2,312	2,940	(1,081)	628
2700-2799 Transport	2,801	359	148	507	550	(2,251)	43
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	2,200	1,527	6	1,533	1,700	(500)	167
3050 Office Cleaning	-	-	-	-	300	300	300
3140-3199 Professional Services	24,269	20,333	4,575	24,908	28,390	4,121	3,482
3200-3299 Training	500	-	-	-	500	-	500
3345 Office Hospitality	730	-	-	-	600	(130)	600
3400-3499 Incidental Expenses	250	60	(30)	30	250	-	220
Assets write-off	-	177	-	177	-	-	(177)
	39,671	26,721	5,524	32,245	41,360	1,689	9,115
9 Finance Costs							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
Lease interest	1,455	4,067	221	4,288	3,903	2,448	(385)
	1,455	4,067	221	4,288	3,903	2,448	(385)
10 Other Expenditure							
3500-3599 Loss / (Profit) on Disposal of assets	-	-	-	-	-	-	-
3695 Increase/(Decrease) in allowance for bad debts	-	-	-	-	-	-	-
8000-8099 Depreciation (Charge for the Year)	57,817	40,614	12,118	52,732	56,379	(1,438)	3,647
	57,817	40,614	12,118	52,732	56,379	(1,438)	3,647
Total	384,079	268,669	98,257	366,926	398,964	14,885	32,038

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 2020	FORECAST changes from 30 Sep-31 Dec 2020	TOTAL as at 31-Dec 2020	BUDGET Jan-Dec 2021	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
Books	200	270	(15)	255	180	(20)	(75)
	200	270	(15)	255	180	(20)	(75)
12 Receivables							
0201-0209 Receivables	2,000	14,392	7,038	21,430	19,800	17,800	(1,630)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	9,015	5,257	9,527	14,784	4,300	(4,715)	(10,484)
Deposits	600	600	-	600	600	-	-
	11,615	20,249	16,565	36,814	24,700	13,085	(12,114)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	432,256	503,400	(73,968)	429,432	436,592	4,336	7,160
	432,256	503,400	(73,968)	429,432	436,592	4,336	7,160
14 Payables							
4000 Payables	20,000	11,043	8,314	19,357	9,231	(10,769)	(10,126)
4100 Accruals	13,800	17,845	1,463	19,308	14,000	200	(5,308)
4150 Deferred Income	-	82,156	(80,598)	1,558	-	-	(1,558)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other creditors / Short-term Lease Liabilities	30,462	28,353	(1,698)	26,655	30,559	97	3,904
	64,262	139,397	(72,519)	66,878	53,790	(10,472)	(13,088)
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	-	-	-
Deferred income / Long-term Lease Liabilities	127,438	145,877	2,253	148,130	112,935	(14,503)	(35,195)
	127,438	145,877	2,253	148,130	112,935	(14,503)	(35,195)

16 Depreciation of Property, Plant and Equipment

Asset	Office furniture & fittings	Computer equipment	Office equipment	Urban improvements	New street signs	Construction works	Special programmes	Plant and Machinery	Right-of Use Assets	Total
% of depreciation	8%	25%	20%	10%	100%	10%	10%	20%		
Cost	€	€	€	€	€	€	€	€	€	€
As at 01 January 2021	32,131	8,005	18,120	708,189	10,170	699,991	254,130	1,944	161,032	1,893,712
Additions	2,000	3,000	-	-	-	-	-	500	-	5,500
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2021	34,131	11,005	18,120	708,189	10,170	699,991	254,130	2,444	161,032	1,899,212
Grants/ other reimbursements										
As at 01 January 2021	737	-	11,031	487,518	-	-	143,182	-	-	642,468
Additions	-	-	-	-	-	-	-	-	-	-
As at 31 December 2021	737	-	11,031	487,518	-	-	143,182	-	-	642,468
Accumulated Depreciation										
As at 01 January 2021	12,094	5,789	4,682	147,810	10,170	648,424	110,948	1,944	56,600	998,461
Charge for the year	1,899	2,238	1,177	24,713	-	11,763	-	100	14,489	56,379
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2021	13,993	8,027	5,859	172,523	10,170	660,187	110,948	2,044	71,089	1,054,840
Budgeted NBV 31 Dec 2020	18,674	1,363	4,911	73,053	-	45,140	-	400	100,533	244,074
Forecasted NBV 1 Jan 2021	19,300	2,216	2,407	72,861	-	51,567	-	-	104,432	252,783
Budgeted NBV 31 Dec 2021	19,401	2,978	1,230	48,148	-	39,804	-	400	89,943	201,904