



Hal Balzan Local Council

**Annual Budget
For
Financial Year
2023**

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Overview and Summary

The Hal Balzan Local Council is presenting the Financial Estimates for the year 2023.

Income is projected to amount to circa €436,600 which include:

Funds received from Central Government of circa €410,750. This includes the amount of €351,709 as the Government's Annual allocation for 2023;

Bye-Laws and Legal Fees of circa €24,500. This income is expected to be generated mainly from permits for the use of machinery;

Local Enforcement Income of circa €1,300; and

General Income of circa €50.

Expenditure is projected to amount to circa €476,119 which include:

Personal Emoluments of circa €134,588;

Operations and Maintenance of circa €241,559;

Administration of circa €37,775;

Finance Cost of circa €2,861 and

Other Expenditure of circa €59,336 being the budgeted depreciation.

These Financial Estimates have been approved by the Council.

SIGNED

Dr Angelo Micallef
Mayor

SIGNED

Doriette Farrugia
Executive Secretary

Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2022	2022	2023	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	378,309	422,444	410,750	32,441	(11,694)
Income raised from Bye-Laws (2)	21,000	24,681	24,500	3,500	(181)
Income raised from LES (3)	1,150	1,661	1,300	150	(361)
Investment Income (4)	-	12	-	-	(12)
Other Income (5)	100	39	50	(50)	11
TOTAL	400,559	448,837	436,600	36,041	(12,237)
Expenditure					
Personal Emoluments (6)	105,550	105,076	134,588	29,038	29,512
Operations and Maintenance (7)	232,721	253,098	241,559	8,838	(11,539)
Administration (8)	36,000	53,392	37,775	1,775	(15,617)
Finance Cost (9)	3,451	3,451	2,861	(590)	(590)
Other Expenditure (10)	49,977	53,429	59,336	9,359	5,907
TOTAL	427,699	468,446	476,119	48,420	7,673
Surplus / Deficit	(27,140)	(19,609)	(39,519)	(12,379)	(19,910)

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2022	2022	2023	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	165,193	173,666	242,155	76,962	68,489
Current Assets					
Inventories (11)	1,100	1,270	1,100	-	(170)
Receivables (12)	8,508	60,943	32,027	23,519	(28,916)
Cash and Cash Equivalents (13)	515,982	515,209	398,211	(117,771)	(116,998)
Total Current Assets	525,590	577,422	431,338	(94,252)	(146,084)
Current Liabilities (14)					
Payables	78,153	110,720	106,422	28,269	(4,298)
Total Current Liabilities	78,153	110,720	106,422	28,269	(4,298)
Net Current Assets	447,437	466,702	324,916	(122,521)	(141,786)
Non-current liabilities (15)					
	112,173	117,688	75,013	(37,160)	(42,675)
Net Assets	500,457	522,680	492,058	(8,399)	(30,622)
Reserves					
Retained Funds	500,457	522,680	483,161	(17,296)	(39,519)

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2022	2022	2023
	€	€	€
Current Assets	525,590	577,422	431,338
Current Liabilities	78,153	110,720	106,422
Working Capital	447,437	466,702	324,916
Government Allocation	346,709	343,288	351,709
FSI	129 %	136 %	92 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2023	2023	2023	2023	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	130,620	114,845	101,187	92,292	438,944
Cash flows from Bye-Laws & L.N fees	4,875	5,575	5,775	5,775	22,000
Local Enforcement cash flows	310	500	240	250	1,300
Finance cash flows					
Loan Proceeds	-	-	-	-	-
Investment income	-	-	-	12	12
	-	-	-	12	12
Capital cash flow					
Proceeds from disposal of assets	-	-	-	-	-
	-	-	-	-	-
Cash received from EU funds	-	-	-	-	-
Cash received from Twinning	-	-	-	-	-
Cash from Community Services	625	625	625	625	2,500
Other Cash Inflows	-	50	170	17,792	18,012
TOTAL Inflows	136,430	121,595	107,997	116,746	482,768
Cash Outflows					
Personal Emoluments	36,323	31,493	31,494	31,493	130,803
Operations & Maintenance	67,979	67,197	73,372	67,765	276,313
Administration	11,800	10,103	11,007	10,168	43,078
Finance	6,717	1,220	5,400	-	13,337
Capital					
Acquisition of property					-
Construction					-
Improvements	-	-	39,564	32,371	71,935
Special programmes					-
Others	1,500	6,000	41,600	3,000	52,100
	1,500	6,000	81,164	35,371	124,035
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services	-	500	5,700	6,000	12,200
	-	500	5,700	6,000	12,200
TOTAL Outflows	124,319	116,513	208,137	150,797	599,766
SURPLUS / (DEFICIT)	12,111	5,082	(100,140)	(34,051)	(116,998)
Brought forward (Bank /Cash Bal.)	515,209	527,320	532,402	432,262	515,209
Carry forward	527,320	532,402	432,262	398,211	398,211

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 2022	Jan-Sept 2022	Oct-Dec 2022	Jan-Dec 2022	Jan-Dec 2023	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	346,709	257,466	85,822	343,288	351,709	5,000	8,421
0002-0004 In terms of section 58 CAP 363	3,600	-	3,000	3,000	6,000	2,400	3,000
0005-0019 Other Income	28,000	41,932	34,224	76,156	53,041	25,041	(23,115)
	378,309	299,398	123,046	422,444	410,750	32,441	(11,694)
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	-	-	-	-	2,500	2,500	2,500
0026-0035 Income from Permits	21,000	19,627	5,054	24,681	22,000	1,000	(2,681)
	21,000	19,627	5,054	24,681	24,500	3,500	(181)
3 Local Enforcement Income							
0037 Commission from Regional Committees	1,000	1,011	248	1,259	1,000	-	(259)
0038-0055 Contraventions	150	402	-	402	300	150	(102)
	1,150	1,413	248	1,661	1,300	150	(361)
4 Investment Income							
0091-0095 Bank interest	-	-	12	12	-	-	(12)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	12	12	-	-	(12)
5 General Income							
0056-0065 Sponsorships	-	-	-	-	-	-	-
0066-0069 Documents & Information	-	-	-	-	-	-	-
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	100	39	-	39	50	(50)	11
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	-	-	-	-	-	-
	100	39	-	39	50	(50)	11
Total	400,559	320,477	128,360	448,837	436,600	36,041	(12,237)

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
	2022	2022	2022	2022	2023		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	11,936	8,056	2,686	10,742	11,079	(857)	337
1200 Employees' Salaries & Wages	66,472	54,308	13,639	67,947	88,394	21,922	20,447
1300 Bonuses	5,704	2,795	5,086	7,881	9,695	3,991	1,814
1400 Income Supplements	727	-	-	-	3,784	3,057	3,784
1500 Social Security Contributions	6,211	3,836	1,142	4,978	8,136	1,925	3,158
1600 Allowances	13,000	9,750	3,250	13,000	13,000	-	-
1700 Overtime	1,500	401	127	528	500	(1,000)	(28)
	105,550	79,146	25,930	105,076	134,588	29,038	29,512
7 Operations and Maintenance							
2100-2149 Public Utilities	1,000	610	705	1,315	1,030	30	(285)
2200-2259 Public Materials & Supplies	800	1,164	267	1,431	1,200	400	(231)
2300-2399 Repairs & Upkeep	7,500	8,435	2,630	11,065	9,200	1,700	(1,865)
2400-2449 Rent	1,900	1,500	500	2,000	2,000	100	-
3010 Street Lighting	1,500	1,358	1,473	2,831	2,000	500	(831)
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	1,855	1,275	1,078	2,353	1,700	(155)	(653)
3035 Bank Charges	1,000	513	239	752	600	(400)	(152)
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	33,830	20,070	7,541	27,611	33,830	-	6,219
3041 Refuse Collection	106,766	78,323	27,033	105,356	106,082	(684)	726
3042 Bulky Refuse Collection	10,000	5,833	2,572	8,405	10,000	-	1,595
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	36,490	28,746	9,122	37,868	36,490	-	(1,378)
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	3,000	-	-	-	-	(3,000)	-
3055 Cleaning of Council Premises	-	-	-	-	-	-	-
3060 Cleaning & Maintenance of Parks & Gardens	2,330	5,429	1,503	6,932	2,330	-	(4,602)
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	14,000	13,629	5,306	18,935	18,172	4,172	(763)
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	3,500	3,688	737	4,425	4,425	925	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	7,000	2,539	18,151	20,690	12,200	5,200	(8,490)
3600-3694 Local Enforcement Expenses	250	197	(34)	163	300	50	137
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Claims for damages	-	966	-	966	-	-	(966)
	232,721	174,275	78,823	253,098	241,559	8,838	(11,539)

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
	2022	2022	2022	2022	2023		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	3,000	2,556	888	3,444	3,180	180	(264)
2260-2299 Office Materials & Supplies	300	180	(180)	-	1,500	1,200	1,500
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	-	-	1,032	1,032	1,000	1,000	(32)
2600-2699 Office Services	2,500	2,262	928	3,190	2,770	270	(420)
2700-2799 Transport	1,000	280	257	537	2,741	1,741	2,204
2800-2899 Travel	-	1,936	-	1,936	-	-	(1,936)
2900-2999 Information Services	1,000	928	676	1,604	50	(950)	(1,554)
3050 Office Cleaning	-	933	511	1,444	1,500	1,500	56
3140-3199 Professional Services	28,000	10,144	29,680	39,824	24,304	(3,696)	(15,520)
3200-3299 Training	-	-	-	-	200	200	200
3345 Office Hospitality	100	347	-	347	430	330	83
3400-3499 Incidental Expenses	100	32	2	34	100	-	66
Assets write-off	-	-	-	-	-	-	-
	36,000	19,598	33,794	53,392	37,775	1,775	(15,617)
9 Finance Costs							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
Lease interest	3,451	3,341	110	3,451	2,861	(590)	(590)
	-	-	-	-	-	-	-
	3,451	3,341	110	3,451	2,861	(590)	(590)
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)	49,977	40,706	12,723	53,429	59,336	9,359	5,907
	49,977	40,706	12,723	53,429	59,336	9,359	5,907
Total	427,699	317,066	151,380	468,446	476,119	48,420	7,673

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	FORECAST changes from 30 Sep-31 Dec	TOTAL as at 31-Dec	BUDGET Jan-Dec	VARIANCE Bud-Bud	VARIANCE Bud-Act
	2022	2022	2022	2022	2023		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
Books	1,100	1,270	-	1,270	1,100	-	(170)
	1,100	1,270	-	1,270	1,100	-	(170)
12 Receivables							
0201-0209 Receivables	4,997	41,939	(17,848)	24,091	13,430	8,433	(10,661)
0210-0219 LES Receivables	-	2,997	-	2,997	-	-	(2,997)
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	2,911	10,979	22,276	33,255	18,597	15,686	(14,658)
Deposits	600	600	-	600	-	(600)	(600)
	8,508	56,515	4,428	60,943	32,027	23,519	(28,916)
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	515,982	485,205	30,004	515,209	398,211	(117,771)	(116,998)
	515,982	485,205	30,004	515,209	398,211	(117,771)	(116,998)
14 Payables							
4000 Payables	17,530	22,201	17,694	39,895	71,597	54,067	31,702
4100 Accruals	18,000	10,170	8,576	18,746	13,907	(4,093)	(4,839)
4150 Deferred Income	12,149	69	20,375	20,444	-	(12,149)	(20,444)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other creditors / Short-term Lease Liabilities	30,474	33,141	(1,506)	31,635	20,918	(9,556)	(10,717)
	78,153	65,581	45,139	110,720	106,422	28,269	(4,298)
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	-	-	-
Deferred income / Long-term Lease Liabilities	112,173	117,688	-	117,688	75,013	(37,160)	(42,675)
	112,173	117,688	-	117,688	75,013	(37,160)	(42,675)

16 Depreciation of Property, Plant and Equipment

Asset	Office furniture & fittings 8%	Computer equipment 25%	Office equipment 20%	Urban improvements 10%	New street signs 100%	Construction works 10%	Special programmes 10%	Plant and Machinery 20%	Right-of Use Assets	Total
% of depreciation	€	€	€	€	€	€	€	€	€	€
Cost										
As at 01 January 2023	33,107	10,726	24,578	725,791	10,170	700,876	254,130	2,007	161,032	1,922,417
Additions	2,000	-	2,500	119,892	-	-	-	41,600	-	165,992
Disposals										-
As at 31 December 2023	35,107	10,726	27,078	845,683	10,170	700,876	254,130	43,607	161,032	2,088,409
Grants/ other reimbursements										
As at 01 January 2023	737	-	11,031	488,863	-	-	143,182	-	-	643,813
Additions	-	-	-	-	-	-	-	38,167	-	38,167
As at 31 December 2023	737	-	11,031	488,863	-	-	143,182	38,167	-	681,980
Accumulated Depreciation										
As at 01 January 2023	15,858	9,059	8,649	188,921	10,170	671,994	110,948	1,966	87,373	1,104,938
Charge for the year	2,283	985	2,042	30,220	-	11,452	-	700	11,654	59,336
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2023	18,141	10,044	10,691	219,141	10,170	683,446	110,948	2,666	99,027	1,164,274
Budgeted NBV 31 Dec 2022	15,350	1,664	2,894	43,545	-	28,040	-	40	73,660	165,193
Forecasted NBV 1 Jan 2023	16,512	1,667	4,898	48,007	-	28,882	-	41	73,659	173,666
Budgeted NBV 31 Dec 2023	16,229	682	5,356	137,679	-	17,430	-	2,774	62,005	242,155