



Hal Balzan Local Council

**Annual Budget
For
Financial Year
2026**

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Overview and Summary

The Hal Balzan Local Council is presenting the Financial Estimates for the year 2026.

Income is projected to amount to circa €402,395 which include:

Funds received from Central Government of circa €348,121. This includes the amount of €345,083 as the Government's Annual allocation for 2026;
Bye-Laws and Legal Fees of circa €52,000. This income is expected to be generated mainly from permits for the use of machinery;
Local Enforcement Income of circa €2,000;
Investment Income of circa €12; and
General Income of circa €262.

Expenditure is projected to amount to circa €387,561 which include:

Personal Emoluments of circa €164,121;
Operations and Maintenance of circa €136,745;
Administration of circa €51,609;
Finance Cost of circa €1,899; and
Other Expenditure of circa €33,140 being the budgeted depreciation.

The financial performance for the projected period for 2026 is expected to result in a surplus of €14,622.

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		
	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	339,803	388,599	348,121	8,318	(40,478)
Income raised from Bye-Laws (2)	35,000	56,723	52,000	17,000	(4,723)
Income raised from LES (3)	1,800	2,144	2,000	200	(144)
Investment Income (4)	12	12	12	-	-
Other Income (5)	50	-	50	-	50
TOTAL	376,665	447,478	402,183	25,518	(45,295)
Expenditure					
Personal Emoluments (6)	152,722	159,155	164,121	11,399	4,966
Operations and Maintenance (7)	141,902	131,430	136,745	(5,157)	5,315
Administration (8)	53,634	42,136	51,609	(2,025)	9,473
Finance Cost (9)	2,186	2,186	1,899	(287)	(287)
Other Expenditure (10)	30,161	27,058	33,187	3,026	6,129
TOTAL	380,605	361,965	387,561	6,956	25,596
Surplus / Deficit	(3,940)	85,513	14,622	18,562	(70,891)

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	107,142	96,487	111,800	4,658	15,313
Current Assets					
Inventories (11)	4,500	4,712	4,500	-	(212)
Receivables (12)	11,740	18,324	18,347	6,607	23
Cash and Cash Equivalents (13)	550,832	648,876	620,258	69,426	(28,618)
Total Current Assets	567,072	671,912	643,105	76,033	(28,807)
Current Liabilities (14)					
Payables	51,529	75,260	60,023	8,494	(15,237)
Total Current Liabilities	51,529	75,260	60,023	8,494	(15,237)
Net Current Assets	515,543	596,652	583,082	67,539	(13,570)
Non-current liabilities (15)					
	100,523	89,422	76,543	(23,980)	(12,879)
Net Assets	522,162	603,717	618,339	96,177	14,622
Reserves					
Retained Funds	522,162	603,717	618,339	96,177	14,622

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2025	2025	2026
	€	€	€
Current Assets	567,072	671,912	643,105
Current Liabilities	51,529	75,260	60,023
Working Capital	515,543	596,652	583,082
Government Allocation	328,887	328,887	345,083
FSI	157 %	181 %	169 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2026	2026	2026	2026	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	86,271	89,308	86,248	86,271	348,098
Cash flows from Bye-Laws & L.N fees	12,345	17,263	14,568	7,824	52,000
Local Enforcement cash flows	600	600	800	600	2,600
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	-	-	-	-	-
Other Cash Inflows	-	-	30,050	-	30,050
TOTAL Inflows	99,216	107,171	131,666	94,707	432,760
Cash Outflows					
Personal Emoluments	49,626	37,911	37,910	37,912	163,359
Operations & Maintenance	53,866	47,146	33,025	10,616	144,653
Administration	17,133	14,357	15,282	15,159	61,931
Finance	996	-	903	-	1,899
Capital					
Acquisition of property	-	-	-	-	-
Construction	-	4,000	-	-	4,000
Improvements	-	-	58,000	-	58,000
Special programmes	-	-	-	-	-
Other acquisitions	3,256	5,492	5,252	2,500	16,500
	3,256	9,492	63,252	2,500	78,500
Cash outflows re EU projects	-	-	-	-	-
Cash outflows re Twinning	-	-	-	-	-
Cash outflows re Community Services	1,352	564	1,230	7,890	11,036
	1,352	564	1,230	7,890	11,036
TOTAL Outflows	126,229	109,470	151,602	74,077	461,378
SURPLUS / (DEFICIT)	(27,013)	(2,299)	(19,936)	20,630	(28,618)
Brought forward (Bank /Cash Bal.)	648,876	621,863	619,564	599,628	648,876
Carry forward	621,863	619,564	599,628	620,258	620,258

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 2025	Jan-Sept 2025	Oct-Dec 2025	Jan-Dec 2025	Jan-Dec 2026	Bud-Bud	Bud-Act
	€	€	€	€	€	€	€
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	328,887	246,666	82,221	328,887	345,083	16,196	16,196
0002-0004 In terms of section 58 CAP 363	10,916	-	-	-	-	(10,916)	-
0005-0019 Other Income	-	30,926	28,786	59,712	3,038	3,038	(56,674)
	339,803	277,592	111,007	388,599	348,121	8,318	(40,478)
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	-	-	-	-	-	-	-
0026-0035 Income from Permits	35,000	45,446	11,277	56,723	52,000	17,000	(4,723)
	35,000	45,446	11,277	56,723	52,000	17,000	(4,723)
3 Local Enforcement Income							
0037 Commission from Regional Committees	1,600	1,288	693	1,981	1,800	200	(181)
0038-0055 Contraventions	200	35	128	163	200	-	37
	1,800	1,323	821	2,144	2,000	200	(144)
4 Investment Income							
0091-0095 Bank interest	12	-	12	12	12	-	-
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	12	-	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	50	-	-	-	50	-	50
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	-	-	-	-	-	-
	50	-	-	-	50	-	50
Total	376,665	324,361	123,117	447,478	402,183	25,518	(45,295)

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
	2025	2025	2025	2025	2026		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	13,903	8,627	2,876	11,503	15,076	1,173	3,573
1200 Employees' Salaries & Wages	98,670	78,396	25,923	104,319	107,105	8,435	2,786
1300 Bonuses	11,534	4,056	12,228	16,284	13,559	2,025	(2,725)
1400 Income Supplements	-	-	-	-	969	969	969
1500 Social Security Contributions	14,800	6,785	2,264	9,049	9,597	(5,203)	548
1600 Allowances	13,415	13,500	4,500	18,000	17,415	4,000	(585)
1700 Overtime	400	-	-	-	400	-	400
	152,722	111,364	47,791	159,155	164,121	11,399	4,966
7 Operations and Maintenance							
2100-2149 Public Utilities	2,920	1,047	(432)	615	3,130	210	2,515
2200-2259 Public Materials & Supplies	1,700	1,206	574	1,780	1,600	(100)	(180)
2300-2399 Repairs & Upkeep	8,900	14,159	2,442	16,601	13,600	4,700	(3,001)
2400-2449 Rent	2,300	1,725	575	2,300	2,300	-	-
3010 Street Lighting	13,000	5,385	1,451	6,836	10,000	(3,000)	3,164
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	5,000	1,890	1,352	3,242	4,900	(100)	1,658
3035 Bank Charges	1,200	1,024	344	1,368	1,400	200	32
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	-	(61)	(324)	(385)	-	-	385
3041 Refuse Collection	-	50	-	50	-	-	(50)
3042 Bulky Refuse Collection	6,100	805	4,393	5,198	6,608	508	1,410
3043 Bins on wheels	350	-	-	-	550	200	550
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	45,000	33,154	1,948	35,102	27,823	(17,177)	(7,279)
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	-	-	-	-	-	-	-
3055 Cleaning of Council Premises	1,600	-	-	-	1,600	-	1,600
3060 Cleaning & Maintenance of Parks & Gardens	4,000	2,473	(194)	2,279	14,160	10,160	11,881
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	20,000	14,691	5,184	19,875	19,942	(58)	67
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	2,832	2,124	708	2,832	2,832	-	-
3300-3379 Hospitality	-	-	-	-	-	-	-
3380-3389 Community	26,600	10,850	22,283	33,133	25,900	(700)	(7,233)
3600-3694 Local Enforcement Expenses	400	12	78	90	400	-	310
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
Other expense	-	219	295	514	-	-	(514)
	141,902	90,753	40,677	131,430	136,745	(5,157)	5,315

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
	2025	2025	2025	2025	2026		
	€	€	€	€	€	€	€
8 Administration & Other Expenditure							
2150-2199 Office Utilities	3,560	2,367	1,213	3,580	3,515	(45)	(65)
2260-2299 Office Materials & Supplies	500	-	-	-	400	(100)	400
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	1,000	-	-	-	1,000	-	1,000
2600-2699 Office Services	3,610	1,768	1,056	2,824	3,010	(600)	186
2700-2799 Transport	1,750	2,201	452	2,653	1,500	(250)	(1,153)
2800-2899 Travel	2,700	-	-	-	2,500	(200)	2,500
2900-2999 Information Services	450	639	10	649	500	50	(149)
3050 Office Cleaning	2,500	1,673	(78)	1,595	1,200	(1,300)	(395)
3140-3199 Professional Services	36,434	25,159	4,966	30,125	36,854	420	6,729
3200-3299 Training	400	-	-	-	400	-	400
3345 Office Hospitality	630	330	300	630	630	-	-
3400-3499 Incidental Expenses	100	-	80	80	100	-	20
	-	-	-	-	-	-	-
	53,634	34,137	7,999	42,136	51,609	(2,025)	9,473
9 Finance Costs							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
Lease interest	2,186	2,186	-	2,186	1,899	(287)	(287)
	-	-	-	-	-	-	-
	2,186	2,186	-	2,186	1,899	(287)	(287)
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)	30,161	20,739	6,319	27,058	33,187	3,026	6,129
	30,161	20,739	6,319	27,058	33,187	3,026	6,129
Total	380,605	259,179	102,786	361,965	387,561	6,956	25,596

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
	2025	2025	2025	2025	2026		
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
Books	4,500	4,758	(46)	4,712	4,500	-	(212)
	4,500	4,758	(46)	4,712	4,500	-	(212)
12 Receivables							
0201-0209 Receivables	5,643	(41)	1,640	1,599	350	(5,293)	(1,249)
0210-0219 LES Receivables	2,997	2,997	-	2,997	2,997	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	3,100	3,336	10,392	13,728	15,000	11,900	1,272
Deposits	-	-	-	-	-	-	-
	11,740	6,292	12,032	18,324	18,347	6,607	23
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	550,832	676,402	(27,526)	648,876	620,258	69,426	(28,618)
	550,832	676,402	(27,526)	648,876	620,258	69,426	(28,618)
14 Payables							
4000 Payables	17,269	(3,461)	10,010	6,549	17,269	-	10,720
4100 Accruals	23,647	15,379	11,557	26,936	29,875	6,228	2,939
4150 Deferred Income	-	88,359	(60,727)	27,632	-	-	(27,632)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Other creditors / Short-term Lease Liabilities	10,613	14,198	(55)	14,143	12,879	2,266	(1,264)
	51,529	114,475	(39,215)	75,260	60,023	8,494	(15,237)
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	-	-	-
Deferred income / Long-term Lease Liabilities	100,523	89,422	-	89,422	76,543	(23,980)	(12,879)
	100,523	89,422	-	89,422	76,543	(23,980)	(12,879)

16 Depreciation of Property, Plant and Equipment

Asset % of depreciation	€		€		€		€		€		€		€		€		€					
	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	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		
Cost																						
As at 01 January 2026	32,840	10,614	28,638	713,851	10,170	697,003	254,130	2,007	204,917												1,954,170	
Additions	2,500	-	13,000	58,000	-	4,000	-	1,000	-												78,500	
Disposals	-	-	-	-	-	-	-	-	-												-	
As at 31 December 2026	35,340	10,614	41,638	771,851	10,170	701,003	254,130	3,007	204,917												2,032,670	
Grants/ other reimbursements																						
As at 01 January 2026	737	-	11,031	488,863	-	25,551	143,182	-	26,410												695,774	
Additions	-	-	-	30,000	-	-	-	-	-												30,000	
As at 31 December 2026	737	-	11,031	518,863	-	25,551	143,182	-	26,410												725,774	
Accumulated Depreciation																						
As at 01 January 2026	21,016	9,719	15,613	205,324	10,170	664,286	110,948	2,005	122,828												1,161,909	
Charge for the year	2,190	538	3,606	5,907	-	3,134	-	202	17,610												33,187	
Released on disposal	-	-	-	-	-	-	-	-	-												-	
As at 31 December 2026	23,206	10,257	19,219	211,231	10,170	667,420	110,948	2,207	140,438												1,195,096	
Budgeted NBV 31 Dec 2025	13,069	895	12,182	17,349	-	7,166	-	802	55,679												107,142	
Forecasted NBV 1 Jan 2026	11,087	895	1,994	19,664	-	7,166	-	2	55,679												96,487	
Budgeted NBV 31 Dec 2026	11,397	357	11,388	41,757	-	8,032	-	800	38,069												111,800	