

LOCAL COUNCIL FGURA

ANNUAL BUDGET

FOR THE PERIOD ENDING 31 December 2012

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2.1 Consolidated Estimates of Income and Expenditure

ACCT NO.	DESCRIPTION DESCRIPTION	a	b	c	c-a/a-c	c-b/b-c
		BUDGET 2011 - 12 2011 Euro	FORECAST 2011 - 12 2011 Euro	BUDGET 2012 - 13 2012 Euro	VAR BUD-BUD BUD-BUD Euro	VAR BUD-FOR BUD-FOR Euro
2	Income					
0000	Government	600,060	559,715	699,950	99,890	140,235
0020	Bye-laws	73,000	126,006	53,000	(20,000)	(73,006)
0090	Investment	6,000	3,620	3,000	(3,000)	(620)
0100	General	-	811	1,000	1,000	189
	TOTAL	679,060	690,152	756,950	77,890	66,798
1	Expenditure					
1000	Personal emoluments	113,150	108,401	140,600	(27,450)	(32,199)
2000	Operations and maintenance	412,400	558,836	512,500	(100,100)	46,336
7000	Capital Expenditure	487,784	131,700	896,255	(408,471)	(764,555)
	TOTAL	1,013,334	798,937	1,549,355	(536,021)	(750,418)
	Balance	(334,274)	(108,785)	(792,405)	(458,131)	(683,620)

The budgeted deficit is to be supplemented through accumulated cash surplus at the end of 31 December 2011 and further loan withdrawal.

LOCAL COUNCIL FGURA

ANNUAL BUDGET

FOR THE YEAR ENDING 31 DECEMBER 2012

YEAR 2012

2.2 Detailed Estimates of Income

ACCT NO.	DESCRIPTION DESCRIPTION	a	b	c	c-a	c-b
		BUDGET 2011 - 12 2011 Euro	FORECAST 2011 - 12 2011 Euro	BUDGET 2012 - 13 2012 Euro	VAR BUD-BUD BUD-BUD Euro	VAR BUD-FOR BUD-FOR Euro
2	Income					
0000	Government					
0001	Annual	483,394	503,170	529,384	45,990	26,214
0002	Supplementary	30,000	5,713	135,100	105,100	129,387
0003	Special needs/UIF release	20,000	15,000	13,000	(7,000)	(2,000)
0004	Public/government delegations	466	466	466		
0005	Water Services Model Agreement	58,200	28,756	15,000	(43,200)	(13,756)
0006	Permits	8,000	6,610	7,000	(1,000)	390
0010 to 001:	Other					
		600,060	559,715	699,950	99,890	140,235
0020	Bye-Laws					
0021	Community Services		7,658	14,000	14,000	6,342
0036	Contraventions paid	50,000	77,955	10,000	(40,000)	(67,955)
0037	Contraventions sentenced cases	10,000	27,444	15,000	5,000	(12,444)
0038	Regions	-	920	3,000	3,000	2,080
0056	Sponsorships					
0061 to	General	10,000	1,949	3,000	(7,000)	1,051
0070	Tender Document fees	3,000	2,705	2,000	(1,000)	(705)
0073	Re-imburement of Expenses	-	7,375	6,000	6,000	(1,375)
		73,000	126,006	53,000	(20,000)	(73,006)
0090	Investment					
0091	Bank interest	5,000	2,800	2,000	(3,000)	(800)
0096	Government securities	1,000	820	1,000		180
		6,000	3,620	3,000	(3,000)	(620)
0100	General					
0110	Donations	-	811	1,000	1,000	189
0120	Contributions					
		-	811	1,000	1,000	189
	TOTAL	679,060	690,152	756,950	77,890	66,798

Schedule 2.2 Detailed Estimates of Income***Notes to the Budgeted Income***

- 1 The Financial Allocation for the year 2012 is based on National Budget allocation of € 529384.
- 2 The income from Urban Improvement funds is based on works that are estimated to be completed by 31 December 2012.
- 3 The income from Permit fees is based on the value of the similar revenue stream for the last financial year.
- 4 The income from the Law Enforcement System (LES) is being estimated on the settlement of fines that accrued to the Council up to 31 August 2011, the movement in sentenced cases on fines that were outstanding up to 31 August 2011 and the estimated commission from the Regional Committees on the payment of fines at the Council's cash point.
- 5 The income from WSC is in line with the agreement reached between the two parties.

2.3 Detailed Estimates of Expenditure

ACCT NO.	DESCRIPTION DESCRIPTION	a	b	c	a-c	b-c
		BUDGET 2011 - 12 2011 Euro	FORECAST 2011 - 12 2011 Euro	BUDGET 2012 - 13 2012 Euro	VAR BUD-BUD BUD-BUD Euro	VAR BUD-FOR BUD-FOR Euro
1	Expenditure					
1000	Personal Emoluments					
1100	Mayor's Honoraria/allowance	9,500	9,546	9,600	(100)	(54)
1101	Council Members' Allowance	10,000	10,780	11,000	(1,000)	(220)
1200	Employee salaries and wages	71,000	71,956	100,000	(29,000)	(28,044)
1300	Bonuses	10,000	6,000	7,000	3,000	(1,000)
1400	Income supplements	650	918	1,000	(350)	(82)
1500	Social Security contributions	7,000	6,010	7,000		(990)
1600	Allowances	-	191	1,000	(1,000)	(809)
1700	Overtime	5,000	3,000	4,000	1,000	(1,000)
		113,150	108,401	140,600	(27,450)	(32,199)
2000	Operations and maintenance					
2100	Utilities	15,000	15,543	16,000	(1,000)	(457)
2200	Materials and supplies	1,500	2,236	2,500	(1,000)	(264)
2300	Repair and upkeep	20,000	34,579	35,000	(15,000)	(421)
2400	Rent	7,400	8,400	9,000	(1,600)	(600)
2500	National/International memberships	2,000	765	800	1,200	(35)
2600	Office services	18,000	14,832	15,000	3,000	(168)
2700	Transport	3,500	1,861	2,000	1,500	(139)
2800	Travel	2,000	366	700	1,300	(334)
2900	Information services	2,500	3,242	4,000	(1,500)	(758)
3000	Contractual services	200,000	228,086	250,000	(50,000)	(21,914)
3100	Professional services	20,000	22,875	25,000	(5,000)	(2,125)
3200	Training	2,000	4,056	4,000	(2,000)	56
3300	Community and hospitality	18,500	19,246	38,500	(20,000)	(19,254)
3400	Incidental expenses	1,000	33,090	5,000	(4,000)	28,090
3600	Law Enforcement System	35,000	60,554		35,000	60,554
8000	Depreciation charge	55,000	73,740	80,000	(25,000)	(6,260)
8100	Provision for DD	9,000	35,365	25,000	(16,000)	10,365
		412,400	558,836	512,500	(100,100)	46,336
7000	Capital Expenditure					
7001	Acquisition of property	337,385	62,506	400,000	(62,615)	(337,494)
7100	Construction	-		322,455	(322,455)	(322,455)
7200	Improvements	100,000	65,653	133,200	(33,200)	(67,547)
7300	Equipment	-	3,541	4,000	(4,000)	(459)
7500	Special programmes	50,399		36,600	13,799	(36,600)
		487,784	131,700	896,255	(408,471)	(764,555)
TOTAL		1,013,334	798,937	1,549,355	(536,021)	(750,418)

2.3 Detailed Estimates of Expenditure

Notes to the Budgeted Operating Expenditure

- 1 The payroll cost is estimated to increase in line with the increase for the COL, the increase in employee payroll cost as a result of promotion and a contingency to cover unforeseen circumstances. The increase in the Mayor's remuneration of 1/2 MP's salary and the allowance to all 9 Council Members is also taken into consideration. Also taken into consideration is the full year effect of the Executive Secretary and the promotion of two employees from scale 15 to scale 13.
- 2 The repayment of loan interest and capital are also taken into consideration in the cash flow.

Notes to the Budgeted Capital Expenditure

- 1 The budgeted capital expenditure includes the following:
 - (a) Resurfacing of Triq Merhba, Triq Koppla and Triq San Gwann at an estimated cost of - € 161,155 out of Council Funds. These works were also included in the budget for 2011 but the Council was faced with the situation where the selected contractor did not honour his contractual obligation. The Council issue a separate tender for works that will be adjudicated by the end of February 2012;
 - (b) The Council plans to reconstruct various pavements in the locality during 2012 at an estimated cost of € 161,300;
 - (c) Conclusion of works in Triq Bormla and Triq Karmnu estimated cost of - € 99,569 and € 83,470 respectively. The works will be carried out under the Private Public Partnership agreement that provides for the payment to the Contractor spread over 9 (nine) years. For the purpose of this budget the Council is estimating a cash outlay of approximately € 36,600;
 - (d) Extension of existing library at an estimated cost of - € 12,000;
 - (e) The cost of Murials in Wesghat il-Kunsill tal-Ewropa at an estimated cost of € 6,200 funded 50:50 by the Council and the Central Government;
 - (f) The expense related to the setting up of a Website estimated at € 3,000 and an estimate of € 1,000 for office equipment;
 - (g) The embellishment of Gnien Redent Gauci at an estimated cost of € 62,000. The Council applied for financing;
 - (h) Installation of Trees along Zabbar Road, from Gallarija to Tip Top at an estimated cost of - € 15,000;
 - (i) Housing Authority to finance €50,000 for the Maintenance programme in common areas of Government Blocks.
- 2 The demolishing works of the property in hand, on which site the Council plans to build its new premises, is

Cash Budget

	At 31 December 2011 as per bank	958,099.00	
	less unrepresented cheques	(51,836.00)	
	At 31 December 2011 as per books		906,263.00
Add:	Budgeted Receipts for 2012	756,950.00	
	Less 50% WSC estimated receivable after end 2012	(7,500.00)	
	Less non-cash item LES sentenced cases	(15,000.00)	
	Further loan withdrawal (already approved)	<u>186,350.00</u>	920,800.00
			<u>1,827,063.00</u>
Deduct:	Budgeted Recurrent Payments for 2012		
	Payroll	140,600.00	
	Operating Expenditure	512,500.00	
	Less non-cash item Depreciation	(80,000.00)	
	Less non-cash item Provision for DD	<u>(25,000.00)</u>	407,500.00
Deduct:	Payments of liabilities outstanding at 31 Dec 11	<u>182,772.00</u>	730,872.00
Deduct:	Loan repayments		30,000.00
Deduct:	Budgeted Capital Payments for 2012		896,255.00
	Budgeted Cash & Equivalents at 31 December 2012		169,936.00
	5% Provision for +ve balance as per financial procedures		32.10%

Notes to the Cash Flow

- 1 The receipts and payments included in this cash flow refer to the estimated cash income and cash expenditure
- 2 The contingences include:
 - (a) Provision for Pending Court Case € 3,494;
- 3 The cash balance at end works out at 32.1% of the € 529384 income from the Central Government Allocation.