



# **Ta' Kercem Local Council**

**Annual Budget  
For  
Financial Year  
2022**

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***Overview and Summary***



Mario Azzopardi  
Mayor



Marianne Sagona  
Executive Secretary

## Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2021	2021	2022	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Income</b>					
Funds received from Central Government (1)	352,597	359,288	359,732	7,135	444
Income raised from Bye-Laws (2)	2,100	2,657	2,100	-	(557)
Income raised from LES (3)	500	530	500	-	(30)
Investment Income (4)	40	38	40	-	2
Other Income (5)	6,900	6,611	6,900	-	289
<b>TOTAL</b>	<b>362,137</b>	<b>369,124</b>	<b>369,272</b>	<b>7,135</b>	<b>148</b>
<b>Expenditure</b>					
Personal Emoluments (6)	95,927	115,360	115,057	19,130	(303)
Operations and Maintenance (7)	117,700	110,372	117,700	-	7,328
Administration (8)	39,500	35,003	39,500	-	4,497
Finance Cost (9)	4,350	3,983	3,750	(600)	(233)
Other Expenditure (10)	54,429	53,543	54,429	-	886
<b>TOTAL</b>	<b>311,906</b>	<b>318,261</b>	<b>330,436</b>	<b>18,530</b>	<b>12,175</b>
<b>Surplus / Deficit</b>	<b>50,231</b>	<b>50,863</b>	<b>38,836</b>	<b>(11,395)</b>	<b>(12,027)</b>

## Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2021	2021	2022	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	469,478	392,749	338,320	(131,158)	(54,429)
<b>Current Assets</b>					
Inventories (11)	2,000	1,468	2,000	-	532
Receivables (12)	9,500	40,647	9,500	-	(31,147)
Cash and Cash Equivalents (13)	214,305	309,213	384,941	170,636	75,728
<b>Total Current Assets</b>	<b>225,805</b>	<b>351,328</b>	<b>396,441</b>	<b>170,636</b>	<b>45,113</b>
<b>Current Liabilities (14)</b>					
Payables	135,001	235,153	199,613	64,612	(35,540)
<b>Total Current Liabilities</b>	<b>135,001</b>	<b>235,153</b>	<b>199,613</b>	<b>64,612</b>	<b>(35,540)</b>
<b>Net Current Assets</b>	<b>90,804</b>	<b>116,175</b>	<b>196,828</b>	<b>106,024</b>	<b>80,653</b>
<b>Non-current liabilities (15)</b>	<b>40,157</b>	<b>39,030</b>	<b>26,418</b>	<b>(13,739)</b>	<b>(12,612)</b>
<b>Net Assets</b>	<b>520,125</b>	<b>469,894</b>	<b>508,730</b>	<b>(11,395)</b>	<b>38,836</b>
<b>Reserves</b>					
Retained Funds	520,125	469,894	508,730	(11,395)	38,836

## Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2021	2021	2022
	€	€	€
Current Assets	225,805	351,328	396,441
Current Liabilities	135,001	235,153	199,613
<b>Working Capital</b>	<b>90,804</b>	<b>116,175</b>	<b>196,828</b>
Government Allocation	302,597	313,597	309,732
<b>FSI</b>	<b>30 %</b>	<b>37 %</b>	<b>64 %</b>

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2022	2022	2022	2022	
	€	€	€	€	€
<b>Cash Inflows</b>					
Government cash inflows	89,933	89,933	89,933	89,933	359,732
Cash flows from Bye-Laws & L.N fees	525	525	525	525	2,100
Local Enforcement cash flows	125	125	125	125	500
<b>Finance cash flows</b>					
Loan Proceeds				40	40
Investment income	-	-	-	40	40
<b>Capital cash flow</b>					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds					-
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows	1,725	1,725	458,380	1,725	463,555
<b>TOTAL Inflows</b>	<b>92,308</b>	<b>92,308</b>	<b>548,963</b>	<b>92,348</b>	<b>825,927</b>
<b>Cash Outflows</b>					
Personal Emoluments	28,764	28,764	28,764	28,765	115,057
Operations & Maintenance	29,425	29,425	29,425	29,425	117,700
Administration	9,875	9,875	9,875	9,875	39,500
Finance	5,321	5,322	5,322	5,322	21,287
<b>Capital</b>					
Acquisition of property					-
Construction					-
Improvements					-
Special programmes			456,655		456,655
Furniture/computer equipment					-
	-	-	456,655	-	456,655
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
	-	-	-	-	-
<b>TOTAL Outflows</b>	<b>73,385</b>	<b>73,386</b>	<b>530,041</b>	<b>73,387</b>	<b>750,199</b>
<b>SURPLUS / (DEFICIT)</b>	<b>18,923</b>	<b>18,922</b>	<b>18,922</b>	<b>18,961</b>	<b>75,728</b>
Brought forward (Bank /Cash Bal.)	309,213	328,136	347,058	365,980	309,213
Carry forward	328,136	347,058	365,980	384,941	384,941

## 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
	2021	2021	2021	2021	2022		
€	€	€	€	€	€	€	
<b>Income</b>							
<b>1</b>	<b>Funds received form Central Government:</b>						
0001 In terms of section 55 CAP 363	302,597	235,198	78,399	313,597	309,732	7,135	(3,865)
0002-0004 In terms of section 58 CAP 363	-	-	-	-	-	-	-
0005-0019 Other Income	50,000	34,845	10,846	45,691	50,000	-	4,309
	<b>352,597</b>	<b>270,043</b>	<b>89,245</b>	<b>359,288</b>	<b>359,732</b>	<b>7,135</b>	<b>444</b>
<b>2</b>	<b>Bye-Laws &amp; Legal Fees</b>						
0021-0025 Community Services	100			-	100	-	100
0026-0035 Income from Permits	2,000	1,572	1,085	2,657	2,000	-	(657)
	<b>2,100</b>	<b>1,572</b>	<b>1,085</b>	<b>2,657</b>	<b>2,100</b>	<b>-</b>	<b>(557)</b>
<b>3</b>	<b>Local Enforcement Income</b>						
0037 Commission from Regional Committees	500	345	185	530	500	-	(30)
0038-0055 Contraventions	-		-	-	-	-	-
	<b>500</b>	<b>345</b>	<b>185</b>	<b>530</b>	<b>500</b>	<b>-</b>	<b>(30)</b>
<b>4</b>	<b>Investment Income</b>						
0091-0095 Bank interest	40	13	25	38	40	-	2
0096-0099 Income received from Government Securities	-			-	-	-	-
	<b>40</b>	<b>13</b>	<b>25</b>	<b>38</b>	<b>40</b>	<b>-</b>	<b>2</b>
<b>5</b>	<b>General Income</b>						
0056-0065 Sponsorships	1,000	985	-	985	1,000	-	15
0066-0069 Documents & Information	-			-	-	-	-
0070-0075 EU Funds	-			-	-	-	-
0076-0080 Twinning	-			-	-	-	-
0081-0089 Insurance Claims	-			-	-	-	-
0100-0109 Donations	-			-	-	-	-
0110-0119 Contributions	-			-	-	-	-
0120-0129 General Income	1,000	2,489	-	2,489	1,000	-	(1,489)
Rent	4,900	694	2,443	3,137	4,900	-	1,763
	<b>6,900</b>	<b>4,168</b>	<b>2,443</b>	<b>6,611</b>	<b>6,900</b>	<b>-</b>	<b>289</b>
<b>Total</b>	<b>362,137</b>	<b>276,141</b>	<b>92,983</b>	<b>369,124</b>	<b>369,272</b>	<b>7,135</b>	<b>148</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
	2021	2021	2021	2021	2022		
€	€	€	€	€	€	€	
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	10,571	8,057	2,686	10,743	11,079	508	336
1200 Employees' Salaries & Wages	61,000	57,841	19,280	77,121	75,000	14,000	(2,121)
1300 Bonuses	4,400	270	6,872	7,142	8,000	3,600	858
1400 Income Supplements	606	727	-	727	727	121	-
1500 Social Security Contributions	5,900	4,737	1,478	6,215	6,801	901	586
1600 Allowances	13,000	9,750	3,250	13,000	13,000	-	-
1700 Overtime	450	412	-	412	450	-	38
	<b>95,927</b>	<b>81,794</b>	<b>33,566</b>	<b>115,360</b>	<b>115,057</b>	<b>19,130</b>	<b>(303)</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities			-	-		-	-
2200-2259 Public Materials & Supplies	2,250	1,482	494	1,976	2,250	-	274
2300-2399 Repairs & Upkeep	20,000	16,485	3,452	19,937	20,000	-	63
2400-2449 Rent	1,700	1,450	250	1,700	1,700	-	-
3010 Street Lighting	5,000	3,892	1,300	5,192	5,000	-	(192)
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	3,250	3,107	-	3,107	3,250	-	144
3035 Bank Charges	200	108	36	144	200	-	56
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	10,000	6,412	2,200	8,612	10,000	-	1,388
3041 Refuse Collection	28,000	20,922	6,974	27,896	28,000	-	104
3042 Bulky Refuse Collection	1,000	804	268	1,072	1,000	-	(72)
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	3,300	2,500	835	3,335	3,300	-	(35)
3052 Cleaning & Maintenance of Non-Urban Areas	25,000	17,987	4,497	22,484	25,000	-	2,516
3053 Cleaning of Public Conveniences	-	-	-	-	-	-	-
3055 Cleaning of Council Premises	-	-	-	-	-	-	-
3060 Cleaning & Maintenance of Parks & Gardens	1,000	650	220	870	1,000	-	130
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	-	-	-	-	-	-	-
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	1,000	741	247	988	1,000	-	12
3300-3379 Hospitality	12,000	8,745	2,915	11,660	12,000	-	340
3380-3389 Community	4,000	1,050	350	1,400	4,000	-	2,600
3600-3694 Local Enforcement Expenses	-	-	-	-	-	-	-
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>117,700</b>	<b>86,335</b>	<b>24,038</b>	<b>110,372</b>	<b>117,700</b>	<b>-</b>	<b>7,328</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
	2021	2021	2021	2021	2022		
€	€	€	€	€	€	€	
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	7,500	4,872	1,624	6,496	7,500	-	1,004
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	500	400	-	400	500	-	100
2600-2699 Office Services	5,000	3,874	1,291	5,165	5,000	-	(165)
2700-2799 Transport	5,000	2,482	827	3,309	5,000	-	1,691
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	1,000	675	225	900	1,000	-	100
3050 Office Cleaning	1,500	723	241	964	1,500	-	536
3140-3199 Professional Services	17,000	12,875	3,841	16,716	17,000	-	284
3200-3299 Training	1,000	450	-	450	1,000	-	550
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	1,000	452	151	603	1,000	-	397
	-	-	-	-	-	-	-
	<b>39,500</b>	<b>26,803</b>	<b>8,200</b>	<b>35,003</b>	<b>39,500</b>	<b>-</b>	<b>4,497</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	4,350	2,987	996	3,983	3,750	(600)	(233)
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>4,350</b>	<b>2,987</b>	<b>996</b>	<b>3,983</b>	<b>3,750</b>	<b>(600)</b>	<b>(233)</b>
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets				-		-	-
3695 Increase/(Decrease) in allowance for bad debts				-		-	-
8000-8099 Depreciation (Charge for the Year)	54,429	41,060	12,483	53,543	54,429	-	886
	54,429	41,060	12,483	53,543	54,429	-	886
<b>Total</b>	<b>311,906</b>	<b>238,979</b>	<b>79,283</b>	<b>318,261</b>	<b>330,436</b>	<b>18,530</b>	<b>12,175</b>

## 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 2021	FORECAST changes from 30 Sep-31 Dec 2021	TOTAL as at 31-Dec 2021	BUDGET Jan-Dec 2022	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	2,000	1,095	373	1,468	2,000	-	532
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>2,000</b>	<b>1,095</b>	<b>373</b>	<b>1,468</b>	<b>2,000</b>	<b>-</b>	<b>532</b>
<b>12 Receivables</b>							
0201-0209 Receivables	5,000	4,581	18,716	23,297	5,000	-	(18,297)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	4,500	19,872	(2,522)	17,350	4,500	-	(12,850)
	-	-	-	-	-	-	-
	<b>9,500</b>	<b>24,453</b>	<b>16,194</b>	<b>40,647</b>	<b>9,500</b>	<b>-</b>	<b>(31,147)</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	214,305	414,920	(105,707)	309,213	384,941	170,636	75,728
	<b>214,305</b>	<b>414,920</b>	<b>(105,707)</b>	<b>309,213</b>	<b>384,941</b>	<b>170,636</b>	<b>75,728</b>
<b>14 Payables</b>							
4000 Payables	84,000	75,418	(10,941)	64,477	50,000	(34,000)	(14,477)
4100 Accruals	29,714	102,941	(4,095)	98,846	128,326	98,612	29,480
4150 Deferred Income	-	187,542	(136,999)	50,543	-	-	(50,543)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Current portion of Long-Term Borrowings	21,287	21,287	-	21,287	21,287	-	-
	<b>135,001</b>	<b>387,188</b>	<b>(152,035)</b>	<b>235,153</b>	<b>199,613</b>	<b>64,612</b>	<b>(35,540)</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	40,157	42,871	(3,841)	39,030	26,418	(13,739)	(12,612)
	<b>40,157</b>	<b>42,871</b>	<b>(3,841)</b>	<b>39,030</b>	<b>26,418</b>	<b>(13,739)</b>	<b>(12,612)</b>

**16 Depreciation of Property, Plant and Equipment**

Asset % of depreciation	Furniture & Fittings		Computer Equipment		Special Programmes & Cons		Urban Impr & Construction		New Street Signs		Total
	€	7.5%	€	25%	€	10%	€	10%	€	100%	
<b>Cost</b>											
As at 01 January 2022	25,450		30,516		2,461,742		596,673		4,554		3,118,935
Additions					456,655						456,655
Disposals											
As at 31 December 2022	<b>25,450</b>		<b>30,516</b>		<b>2,918,397</b>		<b>596,673</b>		<b>4,554</b>		<b>3,575,590</b>
<b>Grants/ other reimbursements</b>											
As at 01 January 2022			6,198		1,641,974		37,195				1,685,367
Additions					456,655						456,655
As at 31 December 2022	-		<b>6,198</b>		<b>2,098,629</b>		<b>37,195</b>				<b>2,142,022</b>
<b>Accumulated Depreciation</b>											
As at 01 January 2022	12,835		20,988		561,665		440,777		4,554		1,040,819
Charge for the year	908		806		39,741		12,974				54,429
Released on disposal											
As at 31 December 2022	<b>13,743</b>		<b>21,794</b>		<b>601,406</b>		<b>453,751</b>		<b>4,554</b>		<b>1,095,248</b>
<b>Budgeted NBV 31 Dec 2021</b>	11,707		2,524		304,520		150,727				469,478
<b>Forecasted NBV 1 Jan 2022</b>	12,615		3,330		258,103		118,701				392,749
<b>Budgeted NBV 31 Dec 2022</b>	11,707		2,524		218,362		105,727				338,320