



Ta' Kerċem Local Council

**Annual Budget
For
Financial Year
2026**

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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		
	2025	2025	2026	Bud-Bud	Bud-Act
	€	€	€	€	€
Income					
Funds received from Central Government (1)	365,356	420,080	404,506	39,150	(15,574)
Income raised from Bye-Laws (2)	6,000	6,953	6,000	-	(953)
Income raised from LES (3)	500	513	500	-	(13)
Investment Income (4)	50	1,016	500	450	(516)
Other Income (5)	4,000	33,167	20,000	16,000	(13,167)
TOTAL	375,906	461,729	431,506	55,600	(30,223)
Expenditure					
Personal Emoluments (6)	136,294	141,983	146,943	10,649	4,960
Operations and Maintenance (7)	109,675	229,376	135,550	25,875	(93,826)
Administration (8)	50,500	60,561	60,950	10,450	389
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	78,558	41,980	54,472	(24,086)	12,492
TOTAL	375,027	473,900	397,915	22,888	(75,985)
Surplus / Deficit	879	(12,171)	33,591	32,712	45,762

Statement of Financial Position

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec 2025	as at 31 Dec 2025	as at 31 Dec 2026	Bud-Bud	Bud-Act
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	150,830	173,681	222,709	71,879	49,028
Current Assets					
Inventories (11)	500	1,189	500	-	(689)
Receivables (12)	12,500	44,596	52,500	40,000	7,904
Cash and Cash Equivalents (13)	494,852	1,024,030	356,718	(138,134)	(667,312)
Total Current Assets	507,852	1,069,815	409,718	(98,134)	(660,097)
Current Liabilities (14)					
Payables	178,326	738,618	93,958	(84,368)	(644,660)
Total Current Liabilities	178,326	738,618	93,958	(84,368)	(644,660)
Net Current Assets	329,526	331,197	315,760	(13,766)	(15,437)
Non-current liabilities (15)	-	-	-	-	-
Net Assets	480,356	504,878	538,469	58,113	33,591
Reserves					
Retained Funds	480,356	504,878	538,469	58,113	33,591

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec 2025	as at 31 Dec 2025	as at 31 Dec 2026
	€	€	€
Current Assets	507,852	1,069,815	409,718
Current Liabilities	178,326	738,618	93,958
Working Capital	329,526	331,197	315,760
Government Allocation	315,356	315,356	334,506
FSI	104 %	105 %	94 %

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	101,127	101,126	101,127	101,126	404,506
Cash flows from Bye-Laws & L.N fees	1,500	1,500	1,500	1,500	6,000
Local Enforcement cash flows	125	125	125	125	500
Finance cash flows					
Loan Proceeds					-
Investment income				500	500
	-	-	-	500	500
Capital cash flow					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds					-
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows	5,000	5,000	5,000	5,000	20,000
TOTAL Inflows	107,752	107,751	107,752	108,251	431,506
Cash Outflows					
Personal Emoluments	36,736	36,736	36,736	36,735	146,943
Operations & Maintenance	33,887	33,888	33,887	33,888	135,550
Administration	15,237	15,238	15,237	15,238	60,950
Finance					-
Capital					
Acquisition of property					-
Construction					-
Improvements					-
Special programmes	62,500	62,500	62,500	62,500	250,000
Office Furniture/Computer Equipment	2,125	2,125	2,125	2,125	8,500
	64,625	64,625	64,625	64,625	258,500
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
Payment to creditors for MGOZ project	496,875				496,875
	496,875	-	-	-	496,875
TOTAL Outflows	647,360	150,487	150,485	150,486	1,098,818
SURPLUS / (DEFICIT)	(539,608)	(42,736)	(42,733)	(42,235)	(667,312)
Brought forward (Bank /Cash Bal.)	1,024,030	484,422	441,686	398,953	1,024,030
Carry forward	484,422	441,686	398,953	356,718	356,718

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
	2025	2025	2025	2025	2026		
€	€	€	€	€	€	€	
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	315,356	236,517	78,839	315,356	334,506	19,150	19,150
0002-0004 In terms of section 58 CAP 363	-	-	-	-	-	-	-
0005-0019 Other Income	50,000	78,543	26,181	104,724	70,000	20,000	(34,724)
	365,356	315,060	105,020	420,080	404,506	39,150	(15,574)
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	-	-	-	-	-	-	-
0026-0035 Income from Permits	6,000	5,215	1,738	6,953	6,000	-	(953)
	6,000	5,215	1,738	6,953	6,000	-	(953)
3 Local Enforcement Income							
0037 Commission from Regional Committees	500	385	128	513	500	-	(13)
0038-0055 Contraventions	-	-	-	-	-	-	-
	500	385	128	513	500	-	(13)
4 Investment Income							
0091-0095 Bank interest	50	762	254	1,016	500	450	(516)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	50	762	254	1,016	500	450	(516)
5 General Income							
0056-0065 Sponsorships	-	-	-	-	-	-	-
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	-	-	-	-	-	-	-
Rent	4,000	24,875	8,292	33,167	20,000	16,000	(13,167)
	4,000	24,875	8,292	33,167	20,000	16,000	(13,167)
Total	375,906	346,297	115,432	461,729	431,506	55,600	(30,223)

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	11,503	8,627	2,876	11,503	11,676	173	173
1200 Employees' Salaries & Wages	94,582	70,660	23,553	94,213	97,548	2,966	3,335
1300 Bonuses	8,416	405	8,341	8,746	9,250	834	504
1400 Income Supplements	969	844	-	844	969	-	125
1500 Social Security Contributions	7,324	6,067	2,022	8,089	8,750	1,426	661
1600 Allowances	13,000	13,500	4,500	18,000	18,000	5,000	-
1700 Overtime	500	441	147	588	750	250	162
	136,294	100,544	41,439	141,983	146,943	10,649	4,960
7 Operations and Maintenance							
2100-2149 Public Utilities	-	-	-	-	-	-	-
2200-2259 Public Materials & Supplies	2,000	2,741	914	3,655	3,500	1,500	(155)
2300-2399 Repairs & Upkeep	30,000	32,541	10,847	43,388	4,000	(26,000)	(39,388)
2400-2449 Rent	1,725	3,720	1,240	4,960	5,000	3,275	40
3010 Street Lighting	6,000	4,398	1,466	5,864	6,000	-	136
3020 Lease of Equipment	-	-	-	-	-	-	-
3030 Insurance	6,000	6,122	2,041	8,163	8,000	2,000	(163)
3035 Bank Charges	700	784	261	1,045	10,000	9,300	8,955
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	-	-	-	-	-	-	-
3041 Refuse Collection	-	-	-	-	-	-	-
3042 Bulky Refuse Collection	1,750	2,584	861	3,445	3,500	1,750	55
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	-	-	-	-	-	-	-
3051 Road & Street Cleaning	2,500	2,459	820	3,279	3,300	800	21
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	-	-	-	-	-	-	-
3055 Cleaning of Council Premises	-	-	-	-	-	-	-
3060 Cleaning & Maintenance of Parks & Gardens	4,000	5,413	1,804	7,217	7,250	3,250	33
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	5,000	3,788	1,263	5,051	5,000	-	(51)
3300-3379 Hospitality	35,000	8,941	2,980	11,921	12,000	(23,000)	79
3380-3389 Community	15,000	98,541	32,847	131,388	68,000	53,000	(63,388)
3600-3694 Local Enforcement Expenses	-	-	-	-	-	-	-
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	109,675	172,032	57,344	229,376	135,550	25,875	(93,826)

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	10,000	9,863	3,288	13,151	12,000	2,000	(1,151)
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	500	600	200	800	800	300	-
2600-2699 Office Services	4,500	4,698	1,566	6,264	6,200	1,700	(64)
2700-2799 Transport	2,000	6,988	2,329	9,317	9,100	7,100	(217)
2800-2899 Travel	-	-	-	-	-	-	-
2900-2999 Information Services	1,000	250	83	333	350	(650)	17
3050 Office Cleaning	1,500	1,044	348	1,392	1,500	-	108
3140-3199 Professional Services	29,000	20,514	6,838	27,352	29,000	-	1,648
3200-3299 Training	1,000	662	221	883	1,000	-	117
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	1,000	802	267	1,069	1,000	-	(69)
	-	-	-	-	-	-	-
	50,500	45,421	15,140	60,561	60,950	10,450	389
9 Finance Costs							
3036 Interest on Bank Loan	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
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)	78,558	31,485	10,495	41,980	54,472	(24,086)	12,492
	78,558	31,485	10,495	41,980	54,472	(24,086)	12,492
Total	375,027	349,482	124,419	473,900	397,915	22,888	(75,985)

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 2025	FORECAST changes from 30 Sep-31 Dec 2025	TOTAL as at 31-Dec 2025	BUDGET Jan-Dec 2026	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
11 Inventory							
5201-5249 Stationery	500	1,402	(213)	1,189	500	-	(689)
5250-5299 Consumables		-	-	-		-	-
		-	-	-		-	-
	500	1,402	(213)	1,189	500	-	(689)
12 Receivables							
0201-0209 Receivables	2,500	795	719	1,514	2,500	-	986
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	10,000	30,541	12,541	43,082	50,000	40,000	6,918
				-		-	-
	12,500	31,336	13,260	44,596	52,500	40,000	7,904
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	494,852	1,078,904	(54,874)	1,024,030	356,718	(138,134)	(667,312)
	494,852	1,078,904	(54,874)	1,024,030	356,718	(138,134)	(667,312)
14 Payables							
4000 Payables	50,000	121,845	1,054	122,899	50,000	-	(72,899)
4100 Accruals	128,326	175,953	(24,185)	151,768	43,958	(84,368)	(107,810)
4150 Deferred Income	-	563,215	(99,264)	463,951	-	-	(463,951)
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
		-	-	-		-	-
	178,326	861,013	(122,395)	738,618	93,958	(84,368)	(644,660)
15 Non Current Liabilities							
4200 Long Term Borrowings		-	-	-		-	-
		-	-	-		-	-
	-	-	-	-	-	-	-

16 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Office Furniture	Special Programmes	Assets under Const	New Street Signs	Urban Improvements	Plant, computer and office equipment	Motor Vehicle	Total
	€	€	€	€	€	€	€	
7.5%		25%	10%	10%	100%	20%	20%	
	€	€	€	€	€	€	€	€
Cost								
As at 01 January 2026	28,142	2,411,526	67,123	4,554	615,530	41,493	51,205	3,219,573
Additions	3,500	746,875	-	-	-	5,000	-	755,375
Disposals								-
As at 31 December 2026	31,642	3,158,401	67,123	4,554	615,530	46,493	51,205	3,974,948
Grants/ other reimbursements								
As at 01 January 2026		1,514,421	34,190		37,195	6,198	36,260	1,628,264
Additions		651,875	-	-	-	-	-	651,875
As at 31 December 2026	-	2,166,296	34,190	-	37,195	6,198	36,260	2,280,139
Accumulated Depreciation								
As at 01 January 2026	20,001	796,342	-	4,554	558,589	29,673	8,469	1,417,628
Charge for the year	1,333	38,541	-	-	9,543	2,058	2,997	54,472
Released on disposal								-
As at 31 December 2026	21,334	834,883	-	4,554	568,132	31,731	11,466	1,472,100
Budgeted NBV 31 Dec 2025	10,857	116,440	-	-	9,477	7,467	6,589	150,830
Forecasted NBV 1 Jan 2026	8,141	100,763	32,933	-	19,746	5,622	6,476	173,681
Budgeted NBV 31 Dec 2026	10,308	157,222	32,933	-	10,203	8,564	3,479	222,709