



# **Ghasri Local Council**

**Annual Budget  
For  
Financial Year  
2020**



## Table of Contents

Overview and Summary	<i>Page 3</i>
Statement of Income and Expenditure	<i>Page 4</i>
Statement of Financial Position	<i>Page 5</i>
Cash Budget	<i>Page 6</i>
Detailed Estimates of Income	<i>Page 7</i>
Detailed Estimates of Expenditure	<i>Page 8</i>
Detailed Estimates of Statement of Financial Position	<i>Page 10</i>
Depreciation of Property, Plant and Equipment	<i>Page 11</i>



## Overview and Summary

The Ghasri Local Council is presenting its' budget for 2020. The Government allocation for this year is 190,816 as compared to last year's allocation of 187,525. An increase of just 3,291. The council has also been given an additional amount of 1,013 as an adjustment for administration fees. One must note that administration expenses have gone up due to the increase of the mayor's allowance. The council has also had to contract out the service of a Data Protection Officer and a Contract Manager as well as make significant changes to switch from live steaming to the on demand system. The adjustment given to the council does not accommodate these increases. Along with the government allocation, the council has also received funding from the Ministry for Gozo for road works. The amount received is in the amount of 100,500 for road works already done but unpaid. The council also received the amount of 354,827 with a written commitment for an additional 354,827 for road works at Triq Wied Sara. This amount does not include contract management fees or water services/drainage works. The council will need to evaluate what these additional works will amount to - before tenders can be issued.

The council has budgeted that amount of 66,472. This amount includes allowances to the Council workers.

The amount of 92,545 is allocated to Operations and Maintenance, whilst 11,750 is committed to Administration & Other expenditure.

The Council began this year with a bank balance of 729,858. Of which there are sums committed to ongoing and future road works (Triq it-Tamar, part of Lighthouse Street, Triq San Pupalju, Triq Dun Guzepp Cassar and Triq id-Dehra, Triq Wied il-Ghasri, Triq il-Gonna and Triq Wied Sara).

The Council's aim during this legislature is to provide an adequate play area/recreational area for its' residents. It has already begun discussions with the necessary entities to proceed. During this financial year the council hopes to establish the basic steps in this direction.



Mayor



Executive Secretary



## Statement of Income and Expenditure

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2019	2019	2020	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Income</b>					
Funds received from Central Government (1)	231,585	208,802	547,656	316,071	338,854
Income raised from Bye-Laws (2)	3,400	8,968	18,900	15,500	9,932
Income raised from LES (3)	225	4,728	250	25	(4,478)
Investment Income (4)	100	167	200	100	33
Other Income (5)	59,366	2,089	4,750	(54,616)	2,661
<b>TOTAL</b>	<b>294,676</b>	<b>224,754</b>	<b>571,756</b>	<b>277,080</b>	<b>347,002</b>
<b>Expenditure</b>					
Personal Emoluments (6)	58,975	66,472	75,529	16,554	9,057
Operations and Maintenance (7)	123,010	92,545	86,544	(36,466)	(6,001)
Administration (8)	16,420	13,433	11,750	(4,670)	(1,683)
Finance Cost (9)	-	252	-	-	(252)
Other Expenditure (10)	64,850	82,912	78,036	13,186	(4,876)
<b>TOTAL</b>	<b>263,255</b>	<b>255,614</b>	<b>251,859</b>	<b>(11,396)</b>	<b>(3,755)</b>
<b>Surplus / Deficit</b>	<b>31,421</b>	<b>(30,860)</b>	<b>319,897</b>	<b>288,476</b>	<b>350,757</b>

**Statement of Financial Position**

DESCRIPTION	BUDGET	ACTUAL	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2019	2019	2020	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	585,258	585,258	547,222	(38,036)	(38,036)
<b>Current Assets</b>					
Inventories (11)	2,000	3,267	2,000	-	(1,267)
Receivables (12)	2,642	10,356	4,600	1,958	(5,756)
Cash and Cash Equivalents (13)	111,511	729,858	124,092	12,581	(605,767)
<b>Total Current Assets</b>	<b>116,153</b>	<b>743,481</b>	<b>130,692</b>	<b>14,539</b>	<b>(612,790)</b>
<b>Current Liabilities (14)</b>					
Payables	29,588	387,057	20,000	(9,588)	(367,057)
<b>Total Current Liabilities</b>	<b>29,588</b>	<b>387,057</b>	<b>20,000</b>	<b>(9,588)</b>	<b>(367,057)</b>
<b>Net Current Assets</b>	<b>86,565</b>	<b>356,424</b>	<b>110,692</b>	<b>24,127</b>	<b>(245,733)</b>
<b>Non-current liabilities (15)</b>	<b>250,664</b>	<b>727,247</b>	<b>123,582</b>	<b>(127,082)</b>	<b>(603,665)</b>
<b>Net Assets</b>	<b>421,159</b>	<b>214,435</b>	<b>534,332</b>	<b>113,173</b>	<b>319,897</b>
<b>Reserves</b>					
Retained Funds	421,159	214,435	534,332	113,173	319,897

**Financial Situation Indicator**

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2019	2019	2020
	€	€	€
Current Assets	116,153	743,481	130,692
Current Liabilities	29,588	387,057	20,000
<b>Working Capital</b>	<b>86,565</b>	<b>356,424</b>	<b>110,692</b>
Government Allocation	187,525	187,525	191,829
<b>FSI</b>	<b>46 %</b>	<b>190 %</b>	<b>58 %</b>



**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2020	2020	2020	2020	
	€	€	€	€	€
<b>Cash Inflows</b>					
<b>Government cash inflows</b>	48,717	47,704	47,704	47,704	191,829
<b>Cash flows from Bye-Laws &amp; L.N fees</b>				354,827	354,827
<b>Local Enforcement cash flows</b>	250	250	250	250	1,000
<b>Finance cash flows</b>					
Loan Proceeds					-
Investment income					-
	-	-	-	-	-
<b>Capital cash flow</b>					
Proceeds from disposal of assets					-
	-	-	-	-	-
<b>Cash received from EU funds</b>					-
<b>Cash received from Twinning</b>					-
<b>Cash from Community Services</b>	2,125	2,125	2,125	2,125	8,500
<b>Other Cash Inflows</b>	475	475	475	475	1,900
<b>TOTAL Inflows</b>	<b>51,567</b>	<b>50,554</b>	<b>50,554</b>	<b>405,381</b>	<b>558,056</b>
<b>Cash Outflows</b>					
<b>Personal Emoluments</b>	18,882	18,882	18,882	18,882	75,529
<b>Operations &amp; Maintenance</b>	21,636	21,636	21,636	21,636	86,544
<b>Administration</b>	2,938	2,938	2,938	2,936	11,750
<b>Finance</b>					-
<b>Capital</b>					
Acquisition of property					-
Construction	250,000	250,000	230,000	260,000	990,000
Improvements					-
Special programmes					-
	250,000	250,000	230,000	260,000	990,000
<b>Cash outflows re EU projects</b>					-
<b>Cash outflows re Twinning</b>					-
<b>Cash outflows re Community Services</b>					-
	-	-	-	-	-
<b>TOTAL Outflows</b>	<b>293,456</b>	<b>293,456</b>	<b>273,456</b>	<b>303,454</b>	<b>1,163,823</b>
<b>SURPLUS / (DEFICIT)</b>	<b>(241,889)</b>	<b>(242,902)</b>	<b>(222,902)</b>	<b>101,927</b>	<b>(605,767)</b>
<b>Brought forward (Bank /Cash Bal.)</b>	<b>729,858</b>	<b>487,969</b>	<b>245,067</b>	<b>22,165</b>	<b>729,858</b>
<b>Carry forward</b>	<b>487,969</b>	<b>245,067</b>	<b>22,165</b>	<b>124,092</b>	<b>124,092</b>

## 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
	2019	2019	2019	2019	2020		
€	€	€	€	€	€	€	
<b>Income</b>							
<b>1 Funds received form Central Government:</b>							
0001 In terms of section 55 CAP 363	187,525	140,644	46,881	187,525	191,829	4,304	4,304
0002-0004 In terms of section 58 CAP 363	34,060	20,749	-	20,749	354,827	320,767	334,078
0005-0019 Other Income	10,000	-	528	528	1,000	(9,000)	472
	<b>231,585</b>	<b>161,393</b>	<b>47,409</b>	<b>208,802</b>	<b>547,656</b>	<b>316,071</b>	<b>338,854</b>
<b>2 Bye-Laws &amp; Legal Fees</b>							
0021-0025 Community Services	1,700	7,177	1,791	8,968	17,000	15,300	8,032
0026-0035 Income from Permits	1,700	-	-	-	1,900	200	1,900
	<b>3,400</b>	<b>7,177</b>	<b>1,791</b>	<b>8,968</b>	<b>18,900</b>	<b>15,500</b>	<b>9,932</b>
<b>3 Local Enforcement Income</b>							
0037 Commission from Regional Committees				-		-	-
0038-0055 Contraventions	225	4,671	57	4,728	250	25	(4,478)
	<b>225</b>	<b>4,671</b>	<b>57</b>	<b>4,728</b>	<b>250</b>	<b>25</b>	<b>(4,478)</b>
<b>4 Investment Income</b>							
0091-0095 Bank interest	100	24	143	167	200	100	33
0096-0099 Income received from Government Securities				-		-	-
				-		-	-
	<b>100</b>	<b>24</b>	<b>143</b>	<b>167</b>	<b>200</b>	<b>100</b>	<b>33</b>
<b>5 General Income</b>							
0056-0065 Sponsorships	400			-		(400)	-
0066-0069 Documents & Information	55	75	45	120	150	95	30
0070-0075 EU Funds	58,911		1,869	1,869		(58,911)	(1,869)
0076-0080 Twinning				-		-	-
0081-0089 Insurance Claims				-		-	-
0100-0109 Donations	-	100	-	100	100	100	-
0110-0119 Contributions				-		-	-
0120-0129 General Income			-	-	4,500	4,500	4,500
				-		-	-
	<b>59,366</b>	<b>175</b>	<b>1,914</b>	<b>2,089</b>	<b>4,750</b>	<b>(54,616)</b>	<b>2,661</b>
<b>Total</b>	<b>294,676</b>	<b>173,440</b>	<b>51,314</b>	<b>224,754</b>	<b>571,756</b>	<b>277,080</b>	<b>347,002</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		
	2019	2019	2019	2019	2020	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	14,000	7,994	3,360	11,354	23,404	9,404	12,050
1200 Employees' Salaries & Wages	37,000	26,895	10,318	37,213	42,000	5,000	4,787
1300 Bonuses	2,500	2,864	68	2,932	2,935	435	3
1400 Income Supplements	375	121	135	256	260	(115)	4
1500 Social Security Contributions	3,600	2,490	830	3,320	3,430	(170)	110
1600 Allowances	1,000	8,089	3,308	11,397	3,500	2,500	(7,897)
1700 Overtime	500			-		(500)	-
	<b>58,975</b>	<b>48,453</b>	<b>18,019</b>	<b>66,472</b>	<b>75,529</b>	<b>16,554</b>	<b>9,057</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	1,600	1,391	493	1,884	1,900	300	16
2200-2259 Public Materials & Supplies	1,500	3,209	906	4,115	4,200	2,700	85
2300-2399 Repairs & Upkeep	48,000	31,588	4,757	36,345	36,500	(11,500)	155
2400-2449 Rent	400			-		(400)	-
3010 Street Lighting	1,100	4,925	782	5,707	2,384	1,284	(3,323)
3020 Lease of Equipment	1,100	1,193	1,234	2,427	2,500	1,400	73
3030 Insurance	2,000	313	1,161	1,474	1,500	(500)	26
3035 Bank Charges	400	220	9	229	200	(200)	(29)
3038 Penalties				-		-	-
3040 Waste Disposal	3,800	2,310	1,341	3,651	3,700	(100)	49
3041 Refuse Collection	9,000	9,057	1,615	10,672	11,000	2,000	328
3042 Bulky Refuse Collection	2,700	1,056	-	1,056	400	(2,300)	(656)
3043 Bins on wheels				-	200	200	200
3045 Bring in sites		235		235		-	(235)
3051 Road & Street Cleaning	5,000	1,121	-	1,121	400	(4,600)	(721)
3052 Cleaning & Maintenance of Non-Urban Areas		1,888	-	1,888	1,500	1,500	(388)
3053 Cleaning of Public Conveniences	2,900	698	2,092	2,790	2,790	(110)	-
3055 Cleaning of Council Premises	510	260	120	380	520	10	140
3060 Cleaning & Maintenance of Parks & Gardens				-		-	-
3061 Cleaning & Maintenance of Soft Areas	1,900	230	105	335	340	(1,560)	5
3062 Cleaning & Maintenance of Beaches & CA				-		-	-
3063 Cleaning & Maintenance of Country Non-Urban				-		-	-
3064 Other Contractual Services				-		-	-
3070-3090 Consultation Fees	400	100	-	100	100	(300)	-
3100-3139 Contract & Project Management	25,000	2,562	1,534	4,096	2,210	(22,790)	(1,886)
3300-3379 Hospitality	13,000	4,540	7,435	11,975	12,000	(1,000)	25
3380-3389 Community	2,000	1,865	200	2,065	2,100	100	35
3600-3694 Local Enforcement Expenses	700			-	100	(600)	100
3700-3799 EU Projects				-		-	-
3800-3899 Twinning				-		-	-
	<b>123,010</b>	<b>68,761</b>	<b>23,784</b>	<b>92,545</b>	<b>86,544</b>	<b>(36,466)</b>	<b>(6,001)</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		
	2019	2019	2019	2019	2020	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	1,000	563	195	758	600	(400)	(158)
2260-2299 Office Materials & Supplies	100			-		(100)	-
2450-2499 Office Rent				-		-	-
2500-2599 National & International Memberships	520			-		(520)	-
2600-2699 Office Services	2,200	1,178	1,169	2,347	1,000	(1,200)	(1,347)
2700-2799 Transport	2,600	1,968	899	2,867	2,850	250	(17)
2800-2899 Travel	-	-		-		-	-
2900-2999 Information Services	2,500	612	66	678	500	(2,000)	(178)
3050 Office Cleaning	100	-	134	134	100	-	(34)
3140-3199 Professional Services	7,000	4,083	1,985	6,068	6,000	(1,000)	(68)
3200-3299 Training		67		67	50	50	(17)
3345 Office Hospitality	200	374	31	405	500	300	95
3400-3499 Incidental Expenses	200	109		109	150	(50)	41
	-			-		-	-
	<b>16,420</b>	<b>8,954</b>	<b>4,479</b>	<b>13,433</b>	<b>11,750</b>	<b>(4,670)</b>	<b>(1,683)</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan			252	252		-	(252)
				-		-	-
				-		-	-
	-	-	252	252	-	-	(252)
<b>10 Other Expenditure</b>							
3500-3599 Loss / (Profit) on Disposal of assets	-	151		151		-	(151)
3695 Increase/(Decrease) in allowance for bad debts				-		-	-
8000-8099 Depreciation (Charge for the Year)	64,850	82,761		82,761	78,036	13,186	(4,725)
	64,850	82,912	-	82,912	78,036	13,186	(4,876)
<b>Total</b>	<b>263,255</b>	<b>209,080</b>	<b>46,534</b>	<b>255,614</b>	<b>251,859</b>	<b>(11,396)</b>	<b>(3,755)</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 2019	FORECAST changes from 30 Sep-31 Dec 2019	TOTAL as at 31-Dec 2019	BUDGET Jan-Dec 2020	VARIANCE Bud-Bud	VARIANCE Bud-Act
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	2,000	3,440	(173)	3,267	2,000	-	(1,267)
5250-5299 Consumables				-		-	-
				-		-	-
	<b>2,000</b>	<b>3,440</b>	<b>(173)</b>	<b>3,267</b>	<b>2,000</b>	<b>-</b>	<b>(1,267)</b>
<b>12 Receivables</b>							
0201-0209 Receivables	1,642	10,602	(6,590)	4,012	4,000	2,358	(12)
0210-0219 LES Receivables	100	47		47	100	-	53
0220-0229 Receivables from EU				-		-	-
0250 Prepayments & Accrued income	900	6,297		6,297	500	(400)	(5,797)
				-		-	-
	<b>2,642</b>	<b>16,946</b>	<b>(6,590)</b>	<b>10,356</b>	<b>4,600</b>	<b>1,958</b>	<b>(5,756)</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	111,511	312,152	417,706	729,858	124,092	12,581	(605,767)
	<b>111,511</b>	<b>312,152</b>	<b>417,706</b>	<b>729,858</b>	<b>124,092</b>	<b>12,581</b>	<b>(605,767)</b>
<b>14 Payables</b>							
4000 Payables	2,500	42,691	(31,576)	11,115	15,000	12,500	3,885
4100 Accruals	5,000	195,964	-	195,964	5,000	-	(190,964)
4150 Deferred Income	22,088	179,978	-	179,978	-	(22,088)	(179,978)
Current portion of Long-Term Borrowings	-			-	-	-	-
				-		-	-
	<b>29,588</b>	<b>418,633</b>	<b>(31,576)</b>	<b>387,057</b>	<b>20,000</b>	<b>(9,588)</b>	<b>(367,057)</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	250,664		727,247	727,247	123,582	(127,082)	(603,665)
	<b>250,664</b>	<b>-</b>	<b>727,247</b>	<b>727,247</b>	<b>123,582</b>	<b>(127,082)</b>	<b>(603,665)</b>



## 16 Depreciation of Property, Plant and Equipment

Asset % of depreciation	Property	Furniture	Machinery	Computer equipment	Office Equipment	Urban Improvements	New Street Signs	Construction	Motor Vehicle	Total
	€	€	€	€	€	€	€	€	€	€
	129,040	19,835	1,197	5,554	14,247	26,011	2,115	1,048,450	4,900	1,251,349
As at 01 January 2020								990,000		990,000
Additions										
Disposals										
As at 31 December 2020	129,040	19,835	1,197	5,554	14,247	26,011	2,115	2,038,450	4,900	2,241,349
<b>Grants/ other reimbursements</b>										
As at 01 January 2020					2,242			89,462		91,704
Additions								950,000		950,000
As at 31 December 2020	-	-	-	-	2,242	-	-	1,039,462	-	1,041,704
<b>Accumulated Depreciation</b>										
As at 01 January 2020	24,316	19,233	819	5,554	12,005	26,011	2,115	483,354	980	574,387
Charge for the year	1,290	602	239	-	-	-	-	74,924	980	78,036
Released on disposal										
As at 31 December 2020	25,606	19,835	1,058	5,554	12,005	26,011	2,115	558,278	1,960	652,423
<b>Budgeted NBV 31 Dec 2019</b>										
	104,724	602	378	-	-	-	-	475,634	3,920	585,258
<b>Forecasted NBV 1 Jan 2020</b>										
	104,724	602	378	-	-	-	-	475,634	3,920	585,258
<b>Budgeted NBV 31 Dec 2020</b>										
	103,434	-	139	-	-	-	-	440,710	2,940	547,222

