

# **Nadur Local Council**

**Annual Budget  
For  
Financial Year  
2017**

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## ***Overview and Summary***

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The Nadur Local Council based its forecasts for the annual budget for year 2017 primarily on the actual figures for year ended 31 December 2016. In relation to expenses as a whole, an allowance of 1% increase on 2016 actual figures was provided for in order to compensate for inflation and related increase in prices. With respect to income, however, it is important to point out that the annual allocation, being the main income for the Local Council, was provided for in the budget based on the actual allocation to be received in 2017 from the Central Government.

Over the last years, the Nadur Local Council's financial position was characterised by a fiscal deficit arising from several capital projects undertaken by past administrations which were not suitably financed. The current administration as it has been doing from its inception is continuously trying to address this situation mainly by:

- (i) Giving particular attention to all recurrent expenditure and ensuring that all expenses made are necessary and give the best value added;
- (ii) Not undertaking any capital expenditure unless such expenditure is mainly financed by alternative sources. In fact, as can be seen from the annual budget for 2017, only Euro 15,000 was provided for in respect to capital expenditure. Such amount represents the proportion of funds which the Local Council will be liable to pay from the overall capital project. Also, as can be seen from the annual budget, such provision for capital expenditure will not impair the financial situation of the Local Council; and
- (iii) Providing in the annual budget for 2017, the repayment of part of the deficit of the Local Council. Such repayment portion was arrived at after considering the income and expenditure of the Local Council for the coming years. The Nadur Local Council forecasts to revert its financial deficit situation by the year 2020.

## Budgeted Statement of Income and Expenditure

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	Jan-Dec	Jan-Dec		
	2016	2016	2017	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Income</b>					
Funds received from Central Government (1)	520,644	514,132	542,442	21,798	28,309
Income raised from Bye-Laws (2)	21,277	17,914	18,093	(3,184)	179
Income raised from LES (3)	3,435	1,739	1,757	(1,679)	17
Investment Income (4)	55	36	36	(19)	0
Other Income (5)	4,530	9,813	9,911	5,382	98
<b>TOTAL</b>	<b>549,941</b>	<b>543,634</b>	<b>572,239</b>	<b>22,298</b>	<b>28,605</b>
<b>Expenditure</b>					
Personal Emoluments (6)	74,370	80,876	82,677	8,308	1,802
Operations and Maintenance (7)	266,225	285,893	277,327	11,102	(8,567)
Administration (8)	74,025	50,911	50,592	(23,433)	(319)
Finance Cost (9)	2,571	2,252	2,274	(297)	22
Other Expenditure (10)	152,507	152,507	139,173	(13,334)	(13,334)
<b>TOTAL</b>	<b>569,698</b>	<b>572,439</b>	<b>552,043</b>	<b>(17,655)</b>	<b>(20,396)</b>
<b>Surplus / Deficit</b>	<b>(19,758)</b>	<b>(28,805)</b>	<b>20,196</b>	<b>39,953</b>	<b>49,001</b>

**Budgeted Statement of Affairs**

DESCRIPTION	BUDGET	FORECAST	BUDGET	VARIANCE	VARIANCE
	as at 31 Dec	as at 31 Dec	as at 31 Dec		
	2016	2016	2017	Bud-Bud	Bud-Act
	€	€	€	€	€
<b>Non-current Assets</b>					
Property, Plant and Equipment (16)	1,559,002	1,559,002	1,434,829	(124,173)	(124,173)
<b>Current Assets</b>					
Inventories (11)	-	-	-	-	-
Receivables (12)	12,186	12,186	7,410	(4,776)	(4,776)
Cash and Cash Equivalents (13)	9,459	9,459	15,158	5,699	5,699
<b>Total Current Assets</b>	<b>21,645</b>	<b>21,645</b>	<b>22,568</b>	<b>923</b>	<b>923</b>
<b>Current Liabilities (14)</b>					
Payables	895,093	895,093	758,821	(136,272)	(136,272)
Current portion of Long-Term Borrowings	9,448	9,448	9,448	-	-
<b>Total Current Liabilities</b>	<b>904,541</b>	<b>904,541</b>	<b>768,269</b>	<b>(136,272)</b>	<b>(136,272)</b>
<b>Net Current Assets</b>	<b>(882,896)</b>	<b>(882,896)</b>	<b>(745,701)</b>	<b>137,195</b>	<b>137,195</b>
<b>Non-current liabilities (15)</b>	<b>42,417</b>	<b>42,417</b>	<b>35,243</b>	<b>(7,174)</b>	<b>(7,174)</b>
<b>Net Assets</b>	<b>633,689</b>	<b>633,689</b>	<b>653,885</b>	<b>20,196</b>	<b>20,196</b>
<b>Reserves</b>					
Retained Funds	<b>633,689</b>	<b>633,689</b>	<b>653,885</b>	<b>20,196</b>	<b>20,196</b>

**Financial Situation Indicator**

DESCRIPTION	BUDGET	FORECAST	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2016	2016	2017
	€	€	€
Current Assets	21,645	21,645	22,568
Current Liabilities	904,541	904,541	768,269
Total Long Term Liabilities	42,417	42,417	35,243
Commitments approved by Ministry	-	-	-
	(925,313)	(925,313)	(780,944)
Government Allocation	520,644	514,132	542,442
FSI	<b>-177.72%</b>	<b>-179.98%</b>	<b>-143.97%</b>

**Cash Budget**

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2017	2017	2017	2017	
	€	€	€	€	€
<b>Cash Inflows</b>					
<b>Government cash inflows</b>	119,737	119,737	119,737	119,735	<b>478,946</b>
<b>Cash flows from Bye-Laws &amp; L.N fees</b>	4,064	4,064	4,064	4,064	16,256
<b>Local Enforcement cash flows</b>	439	439	439	440	<b>1,757</b>
<b>Finance cash flows</b>					
Loan Proceeds	-	-	-	-	-
Investment income	9	9	9	9	<b>36</b>
	9	9	9	9	<b>36</b>
<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>	459	459	459	460	<b>1,837</b>
<b>Other Cash Inflows</b>	2,478	2,478	2,478	2,477	<b>9,911</b>
<b>TOTAL Inflows</b>	<b>127,186</b>	<b>127,186</b>	<b>127,186</b>	<b>127,185</b>	<b>508,743</b>
<b>Cash Outflows</b>					
<b>Personal Emoluments</b>	20,669	20,669	20,669	20,670	<b>82,677</b>
<b>Operations &amp; Maintenance</b>	69,331	69,331	69,331	69,334	<b>277,327</b>
<b>Administration</b>	12,648	12,648	12,648	12,648	<b>50,592</b>
<b>Finance</b>	19,362	19,362	19,362	19,362	<b>77,448</b>
<b>Capital</b>					
Acquisition of property	-	-	-	-	-
Construction	-	-	-	-	-
Improvements	3,750	3,750	3,750	3,750	<b>15,000</b>
Special programmes	-	-	-	-	-
	3,750	3,750	3,750	3,750	<b>15,000</b>
<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>125,760</b>	<b>125,760</b>	<b>125,760</b>	<b>125,764</b>	<b>503,044</b>
<b>SURPLUS / (DEFICIT)</b>	<b>1,426</b>	<b>1,426</b>	<b>1,426</b>	<b>1,421</b>	<b>5,699</b>
<b>Brought forward (Bank /Cash Bal.)</b>	<b>9,459</b>	<b>10,885</b>	<b>12,311</b>	<b>13,737</b>	<b>9,459</b>
<b>Carry forward</b>	<b>10,885</b>	<b>12,311</b>	<b>13,737</b>	<b>15,158</b>	<b>15,158</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		
2016	2016	2016	2016	2017	Bud-Bud	Bud-Act
€	€	€	€	€	€	€

**Income****1 Funds received form Cental Government:**

0001 In terms of section 55 CAP 363	425,000	325,359	109,055	434,414	452,946	27,946	18,532
0002-0004 In terms of section 58 CAP 363	25,012	2,118	14,733	16,851	26,000	988	9,149
0005-0019 Other Income	70,632	40,059	22,808	62,867	63,496	(7,136)	629
	<b>520,644</b>	<b>367,536</b>	<b>146,597</b>	<b>514,132</b>	<b>542,442</b>	<b>21,798</b>	<b>28,309</b>

**2 Bye-Laws & Legal Fees**

0021-0025 Community Services	14,025	1,506	313	1,819	1,837	(12,188)	18
0026-0035 Income from Permits	7,252	13,130	2,965	16,095	16,256	9,004	161
	<b>21,277</b>	<b>14,636</b>	<b>3,278</b>	<b>17,914</b>	<b>18,093</b>	<b>(3,184)</b>	<b>179</b>

**3 Local Enforcement Income**

0037 Commission from Regional Committees	-	-	-	-	-	-	-
0038-0055 Contraventions	3,435	1,112	627	1,739	1,757	(1,679)	17
	<b>3,435</b>	<b>1,112</b>	<b>627</b>	<b>1,739</b>	<b>1,757</b>	<b>(1,679)</b>	<b>17</b>

**4 Investment Income**

0091-0095 Bank interest	55	0	36	36	36	(19)	0
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	<b>55</b>	<b>0</b>	<b>36</b>	<b>36</b>	<b>36</b>	<b>(19)</b>	<b>0</b>

**5 General Income**

0056-0065 Sponsorships	2,677	9,030	(200)	8,830	8,918	6,242	88
0066-0069 Documents & Information	1,853	1,149	(166)	983	993	(860)	10
0070-0075 EU Funds	-	-	-	-	-	-	-
0076-0080 Twinning	-	-	-	-	-	-	-
0081-0089 Insurance Claims	-	-	-	-	-	-	-
0100-0109 Donations	-	-	-	-	-	-	-
0110-0119 Contributions	-	-	-	-	-	-	-
0120-0129 General Income	-	-	-	-	-	-	-
	<b>4,530</b>	<b>10,179</b>	<b>(366)</b>	<b>9,813</b>	<b>9,911</b>	<b>5,382</b>	<b>98</b>

**Total**

<b>549,941</b>	<b>393,463</b>	<b>150,171</b>	<b>543,634</b>	<b>572,239</b>	<b>22,298</b>	<b>28,605</b>
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**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		
	2016	2016	2016	2016	2017	Bud-Bud	Bud-Act
€	€	€	€	€	€	€	
<b>6 Personal Emoluments</b>							
1100 Mayor's Allowance	13,500	9,359	5,007	14,366	13,644	144	(722)
1200 Employees' Salaries & Wages	52,337	44,602	12,267	56,869	58,915	6,578	2,047
1300 Bonuses	1,500	3,029	(388)	2,641	2,667	1,167	26
1400 Income Supplements	769	39	(39)	-	-	(769)	-
1500 Social Security Contributions	4,724	4,295	1,018	5,312	5,485	762	173
1600 Allowances	500	311	155	466	466	(34)	-
1700 Overtime	1,040	853	370	1,222	1,500	460	278
	<b>74,370</b>	<b>62,486</b>	<b>18,390</b>	<b>80,876</b>	<b>82,677</b>	<b>8,308</b>	<b>1,802</b>
<b>7 Operations and Maintenance</b>							
2100-2149 Public Utilities	21,484	11,172	4,216	15,388	15,541	(5,942)	154
2200-2259 Public Materials & Supplies	4,854	3,666	2,771	6,437	6,501	1,647	64
2300-2399 Repairs & Upkeep	32,903	14,538	3,355	17,893	21,471	(11,432)	3,579
2400-2449 Rent	2,904	1,996	547	2,543	2,543	(361)	-
3010 Street Lighting	5,051	23,657	345	24,002	6,242	1,191	(17,760)
3020 Lease of Equipment	12,132	28,013	9,907	37,920	38,299	26,167	379
3030 Insurance	1,298	440	898	1,338	1,351	53	13
3035 Bank Charges	116	110	571	681	688	572	7
3038 Penalties	-	-	-	-	-	-	-
3040 Waste Disposal	25,252	20,685	4,858	25,543	25,799	547	255
3041 Refuse Collection	46,737	31,296	14,442	45,737	46,195	(542)	457
3042 Bulky Refuse Collection	3,462	4,027	1,868	5,895	5,954	2,492	59
3043 Bins on wheels	-	-	-	-	-	-	-
3045 Bring in sites	19,435	21,920	7,977	29,897	30,196	10,760	299
3051 Road & Street Cleaning	22,085	17,579	1,494	19,073	19,263	(2,821)	191
3052 Cleaning & Maintenance of Non-Urban Areas	-	-	-	-	-	-	-
3053 Cleaning of Public Conveniences	5,436	2,051	1,107	3,158	3,190	(2,246)	32
3055 Cleaning of Council Premises	961	492	304	796	804	(157)	8
3060 Cleaning & Maintenance of Parks & Gardens	5,712	345	(89)	257	259	(5,452)	3
3061 Cleaning & Maintenance of Soft Areas	-	-	-	-	-	-	-
3062 Cleaning & Maintenance of Beaches & CA	-	-	-	-	-	-	-
3063 Cleaning & Maintenance of Country Non-Urban	-	-	-	-	-	-	-
3064 Other Contractual Services	19,934	15,545	6,675	22,221	22,443	2,508	222
3070-3090 Consultation Fees	-	-	-	-	-	-	-
3100-3139 Contract & Project Management	-	-	-	-	-	-	-
3300-3379 Hospitality	36,129	20,808	5,817	26,625	30,092	(6,037)	3,466
3380-3389 Community	-	-	-	-	-	-	-
3600-3694 Local Enforcement Expenses	340	226	266	491	496	157	5
3700-3799 EU Projects	-	-	-	-	-	-	-
3800-3899 Twinning	-	-	-	-	-	-	-
	<b>266,225</b>	<b>218,565</b>	<b>67,328</b>	<b>285,893</b>	<b>277,327</b>	<b>11,102</b>	<b>(8,567)</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
	2016	2016	2016	2016	2017		
€	€	€	€	€	€	€	
<b>8 Administration &amp; Other Expenditure</b>							
2150-2199 Office Utilities	-	-	-	-	-	-	-
2260-2299 Office Materials & Supplies	-	-	-	-	-	-	-
2450-2499 Office Rent	-	-	-	-	-	-	-
2500-2599 National & International Memberships	970	2,362	257	2,619	1,817	847	(802)
2600-2699 Office Services	5,284	5,995	2,604	8,599	8,685	3,401	86
2700-2799 Transport	5,688	3,782	719	4,501	4,546	(1,143)	45
2800-2899 Travel	3,876	4,924	2,519	7,443	7,518	3,641	74
2900-2999 Information Services	17,782	6,102	2,280	8,382	8,466	(9,316)	84
3050 Office Cleaning	-	-	-	-	-	-	-
3140-3199 Professional Services	39,669	16,021	3,211	19,232	19,424	(20,245)	192
3200-3299 Training	-	-	-	-	-	-	-
3345 Office Hospitality	-	-	-	-	-	-	-
3400-3499 Incidental Expenses	755	107	27	135	136	(619)	1
	-	-	-	-	-	-	-
	<b>74,025</b>	<b>39,294</b>	<b>11,617</b>	<b>50,911</b>	<b>50,592</b>	<b>(23,433)</b>	<b>(319)</b>
<b>9 Finance Costs</b>							
3036 Interest on Bank Loan	2,571	-	2,252	2,252	2,274	(297)	22
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	<b>2,571</b>	<b>-</b>	<b>2,252</b>	<b>2,252</b>	<b>2,274</b>	<b>(297)</b>	<b>22</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	152,507	-	152,507	152,507	139,173	(13,334)	(13,334)
	152,507	-	152,507	152,507	139,173	(13,334)	(13,334)
<b>Total</b>	<b>569,698</b>	<b>320,345</b>	<b>252,094</b>	<b>572,439</b>	<b>552,043</b>	<b>(17,655)</b>	<b>(20,396)</b>

**Detailed Estimates of Statement Of Affairs**

DESCRIPTION	A	B	C	D (B + C)	E	F (E - A)	G (E - D)
	BUDGET	ACTUAL	FORECAST	TOTAL	BUDGET	VARIANCE	VARIANCE
	Jan-Dec	as at	changes from	as at	Jan-Dec	Bud-Bud	Bud-Act
	2016	30-Sep	30 Sep-31 Dec	31-Dec	2017		
	€	€	€	€	€	€	€
<b>11 Inventory</b>							
5201-5249 Stationery	-	-	-	-	-	-	-
5250-5299 Consumables	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
	-	-	-	-	-	-	-
<b>12 Receivables</b>							
0201-0209 Receivables	10,533	-	10,533	10,533	5,735	(4,798)	(4,798)
0210-0219 LES Receivables	-	-	-	-	-	-	-
0220-0229 Receivables from EU	-	-	-	-	-	-	-
0250 Prepayments & Accrued income	1,653	-	1,653	1,653	1,675	22	22
	-	-	-	-	-	-	-
	<b>12,186</b>	-	<b>12,186</b>	<b>12,186</b>	<b>7,410</b>	<b>(4,776)</b>	<b>(4,776)</b>
<b>13 Cash &amp; Equivalents</b>							
5001-5099 Bank & Cash Balances	9,459	-	9,459	9,459	15,158	5,699	5,699
	<b>9,459</b>	-	<b>9,459</b>	<b>9,459</b>	<b>15,158</b>	<b>5,699</b>	<b>5,699</b>
<b>14 Payables</b>							
4000 Payables	329,433	-	329,433	329,433	261,433	(68,000)	(68,000)
4100 Accruals	15,975	-	15,975	15,975	11,199	(4,776)	(4,776)
4150 Deferred Income	549,685	-	549,685	549,685	486,189	(63,496)	(63,496)
Current portion of Long-Term Borrowings	9,448	-	9,448	9,448	9,448	-	-
	-	-	-	-	-	-	-
	<b>904,541</b>	-	<b>895,093</b>	<b>904,541</b>	<b>768,269</b>	<b>(136,272)</b>	<b>(136,272)</b>
<b>15 Non Current Liabilities</b>							
4200 Long Term Borrowings	42,417	-	42,417	42,417	35,243	(7,174)	(7,174)
	-	-	-	-	-	-	-
	<b>42,417</b>	-	<b>42,417</b>	<b>42,417</b>	<b>35,243</b>	<b>(7,174)</b>	<b>(7,174)</b>

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

<b>Asset</b>	Trees	Office Furniture / Fittings	Office & Computer Equipment	Plant & Machinery	Urban Improvements	New Street Signs	Construction	Special Programmes	Council Premises	<b>Total</b>
% of depreciation	0%	8%	20% - 25%	20%	10%	0%	10%	10%	1%	
<b>Cost</b>	€	€	€	€	€	€	€	€	€	€
As at 01 January 2017	6,812	32,674	29,331	32,625	543,244	13,942	2,426,833	136,328	138,150	<b>3,359,939</b>
Additions	-	-	-	-	15,000	-	-	-	-	<b>15,000</b>
Disposals	-	-	-	-	-	-	-	-	-	-
As at 31 December 2017	6,812	32,674	29,331	32,625	558,244	13,942	2,426,833	136,328	138,150	<b>3,374,939</b>
<b>Grants/ other reimbursements</b>										
As at 01 January 2017	-	-	-	-	-	-	229,616	68,341	-	<b>297,957</b>
Additions	-	-	-	-	-	-	-	-	-	-
As at 31 December 2017	-	-	-	-	-	-	229,616	68,341	-	<b>297,957</b>
<b>Accumulated Depreciation</b>										
As at 01 January 2017	-	20,927	22,574	29,282	347,336	13,942	1,007,470	53,982	7,467	<b>1,502,980</b>
Charge for the year	-	775	1,469	721	20,105	-	113,914	888	1,301	<b>139,173</b>
Released on disposal	-	-	-	-	-	-	-	-	-	-
As at 31 December 2017	-	21,702	24,043	30,003	367,441	13,942	1,121,384	54,870	8,768	<b>1,642,153</b>
<b>Budgeted NBV 31 Dec 2016</b>	6,812	11,747	6,757	3,343	195,908	-	1,189,747	14,005	130,683	<b>1,559,002</b>
<b>Forecasted NBV 1 Jan 2017</b>	6,812	11,747	6,757	3,343	195,908	-	1,189,747	14,005	130,683	<b>1,559,002</b>
<b>Budgeted NBV 31 Dec 2017</b>	6,812	10,972	5,288	2,622	190,803	-	1,075,833	13,117	129,382	<b>1,434,829</b>