



Il-Mellieħa Local Council

**Annual Budget
For
Financial Year
2022**

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Overview and Summary

The financial year 2021 can be said to have been an extension of the previous one, characterized by the ups and downs associated with the Covid-19 pandemic, which significantly affected popular events, such as they are cultural activities, community services, learning courses, and even the way we kept in touch, and how our employees worked. For this reason one is reluctant to make predictions about possible outcomes for 2022. Nonetheless, with regard to estimates, funds have been allocated in the proportions that were made in previous years. This mainly applies to cultural activities organized by the Council, such as Jum il-Kunsill, Iljieli Melleħin, and Milied Melleħi.

Call for tenders will need to be issued during 2022 for: Family Park Custodian Service; Traffic sign and maintenance service; Urban road cleaning service; Domestic waste collection service; and Bulky waste collection service.

The committee set up within the Council in 2019 to address the traffic problems in Triq Ġorġ Borg Olivier has continued its work and submitted a number of proposals to the Council. These involve the diversion of some routes that currently pass through the urban centre of Mellieħa, in order to reduce the pressure on these roads and instead use the bypass, with a stop in Triq Edward Camilleri, which leads to the urban centre itself. Through ongoing contacts with Transport Malta and Infrastructure Malta an agreement has been reached, whereby the Council will be seeking permission from the Planning Authority, and Infrastructure Malta will be providing the necessary interchange infrastructure at Triq Selmun.

The Council is working in collaboration with LESA to render ongoing enforcement, assisted by CCTV cameras, monitored by LESA itself at Triq Ġorġ Borg Olivier. Apart from this street, the relative procurement also entails the installation of a CCTV system in Ġnien Anton Debono Garden, in the Family Park and the bring-in site at Triq l-Iżbark tal-Franċiżi.

New lighting schemes will be concluded in a number of streets including: Alley No. 1 in Triq il-Muna, Triq il-Barkazza, Triq iż-Żebbuġ, Dahlet id-Dalji, Dahlet is-Sardinell, Triq il-Bilbla, Triq il-Bufula, Triq il-Gardell, Triq il-Birwina, and Triq il-Ġojjin. With this initiative, the entire Santa Marija Estate zone will be adequately lit. This project was enabled by 70% co-financing from the Development Planning Fund, managed by the Planning Authority. The program of ornamental street lamps will be resumed in the lower part of Triq il-Mithna l-Ġdida; Triq is-Santwarju; Triq il-Madonna tal-Għar; Triq San Publiju; Triq Qalb Imqaddsa, and Triq il-Madonna tal-Għar, as well as in Manikata, with Triq il-Mejjiesa and Triq il-Fuħħar.

A project involving Green Infrastructure will be implemented during 2022. This involves the fixing of benches made from recycled materials; the introduction of vertical green walls and educational talks. This is being considered as a pilot project, which can be repeated elsewhere, if successful. The project is co-financed under Measure 4 of the European Agricultural Fund for Rural Development.

The Council has obtained Planning Authority permission to develop another recreation area in the Mellieħa Heights area, precisely on the land bordered by Triq Mons. F. Xuereb, Triq l-Etna and Triq l-Għasel. The project is estimated to cost around €430,000. The Council will see to it that the funds spent are recovered from the Development Planning Fund managed by the Planning Authority.

A preparations are underway for the embellishment of the public stairway in Triq il-Madonna tal-Għar, which extends between Misraħ il-Parroċċa to Misraħ iż-Żjara of Papa Ġwanni Pawlu II. The Council will benefit from co-financing under the Open Space Creation Scheme, launched by the Local Government Division.

Preparations are also underway for the installation of a panoramic lift linking Triq l-Inkurunazzjoni with Misraħ il-Parroċċa, with the aim of facilitating access between these two places, particularly for people with special needs and the elderly. The Council has qualified for a grant under the Accessibility and Mobility scheme, launched by the Local Government Division.

During 2021, work will be completed on the restoration of the Westreme Battery exterior walls. This took longer than expected due to the ongoing monitoring by the Superintendence of Cultural Heritage, as well as the effects of the pandemic. The upgrading of the Tunnara Museum housed within the battery,

includes display units for artifacts related to tuna fishing, a new lighting system, as well as the supply and installation of modern audio-visual devices.

Also in terms of restoration, the Council managed to obtain European funds amounting to more than €15,000 to rebuild the niche and pedestal of Our Lady at Marfa, which is now covered with permission from the Planning Authority. It is envisaged that this project be implemented during the second quarter of 2022.

The Council obtained co-financing from European funds to develop a mobile app with the aim of audio-visually explaining the significance of thirteen historic sites in the locality, through the use of a QR code provided at each site. Work on this initiative is expected to be completed in the first half of 2022.

Dario Vella
Mayor

Carmel Debono
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
	€	€	€	€	€
Income					
Funds received from Central Government (1)	1,417,742	1,372,611	1,409,011	(8,731)	36,400
Income raised from Bye-Laws (2)	57,500	68,929	68,258	10,758	(671)
Income raised from LES (3)	5,000	6,194	7,165	2,165	971
Investment Income (4)	600	573	550	(50)	(23)
Other Income (5)	450	699	450	-	(249)
TOTAL	1,481,292	1,449,006	1,485,434	4,142	36,428
Expenditure					
Personal Emoluments (6)	219,790	216,137	221,179	1,389	5,042
Operations and Maintenance (7)	920,180	739,671	873,844	(46,336)	134,173
Administration (8)	73,823	55,525	78,800	4,977	23,275
Finance Cost (9)	-	-	-	-	-
Other Expenditure (10)	257,613	370,052	303,714	46,101	(66,338)
TOTAL	1,471,406	1,381,385	1,477,537	6,131	96,152
Surplus / Deficit	9,886	67,621	7,897	(1,989)	(59,724)

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
	€	€	€	€	€
Non-current Assets					
Property, Plant and Equipment (16)	2,928,794	1,905,621	2,496,125	(432,669)	599,504
Current Assets					
Inventories (11)	15,000	19,335	25,000	10,000	5,665
Receivables (12)	40,000	47,456	50,000	10,000	2,544
Cash and Cash Equivalents (13)	210,313	1,521,574	943,944	733,631	(577,630)
Total Current Assets	265,313	1,588,365	1,018,944	753,631	(569,421)
Current Liabilities (14)					
Payables	48,568	357,523	370,709	322,141	13,186
Total Current Liabilities	48,568	357,523	370,709	322,141	13,186
Net Current Assets	216,745	1,230,842	648,235	431,490	(582,607)
Non-current liabilities (15)	-	-	-	-	-
Net Assets	3,145,539	3,136,463	3,144,360	(1,179)	7,897
Reserves					
Retained Funds	3,145,539	3,136,463	3,144,360	(1,179)	7,897

Financial Situation Indicator

DESCRIPTION	BUDGET	ACTUAL	BUDGET
	as at 31 Dec	as at 31 Dec	as at 31 Dec
	2021	2021	2022
	€	€	€
Current Assets	265,313	1,588,365	1,018,944
Current Liabilities	48,568	357,523	370,709
Working Capital	216,745	1,230,842	648,235
Government Allocation	1,248,638	1,248,638	1,262,341
FSI	17 %	99 %	51 %

Cash Budget

DESCRIPTION	QTR 1	QTR 2	QTR 3	QTR 4	TOTAL
	JAN-MAR	APR-JUN	JUL-SEP	OCT-DEC	
	2022	2022	2022	2022	
	€	€	€	€	€
Cash Inflows					
Government cash inflows	352,253	352,252	352,252	352,252	1,409,009
Cash flows from Bye-Laws & L.N fees	17,064	17,065	17,064	17,065	68,258
Local Enforcement cash flows	1,791	1,791	1,791	1,792	7,165
Finance cash flows					
Loan Proceeds					-
Investment income		-		550	550
	-	-	-	550	550
Capital cash flow					
Proceeds from disposal of assets					-
	-	-	-	-	-
Cash received from EU funds					-
Cash received from Twinning					-
Cash from Community Services					-
Other Cash Inflows	182,615	182,615	182,615	182,615	730,460
TOTAL Inflows	553,723	553,723	553,722	554,274	2,215,442
Cash Outflows					
Personal Emoluments	55,294	55,295	55,294	55,294	221,177
Operations & Maintenance	218,461	218,461	218,461	218,461	873,844
Administration	18,455	18,456	18,456	18,456	73,823
Finance					-
Capital					
Acquisition of property					-
Construction					-
Improvements	75,750	75,750	75,750	75,750	303,000
Special programmes	296,432	296,432	296,432	296,432	1,185,728
Electronic Equipment	33,875	33,875	33,875	33,875	135,500
	406,057	406,057	406,057	406,057	1,624,228
Cash outflows re EU projects					-
Cash outflows re Twinning					-
Cash outflows re Community Services					-
	-	-	-	-	-
TOTAL Outflows	698,267	698,269	698,268	698,268	2,793,072
SURPLUS / (DEFICIT)	(144,544)	(144,546)	(144,546)	(143,994)	(577,630)
Brought forward (Bank /Cash Bal.)	1,521,574	1,377,030	1,232,484	1,087,938	1,521,574
Carry forward	1,377,030	1,232,484	1,087,938	943,944	943,944

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		
€	€	€	€	€	€	€	
Income							
1 Funds received form Central Government:							
0001 In terms of section 55 CAP 363	1,248,638	930,228	318,410	1,248,638	1,262,341	13,703	13,703
0002-0004 In terms of section 58 CAP 363	144,572	34,577	75,413	109,990	132,170	(12,402)	22,180
0005-0019 Other Income	24,532	10,487	3,496	13,983	14,500	(10,032)	517
	1,417,742	975,292	397,319	1,372,611	1,409,011	(8,731)	36,400
2 Bye-Laws & Legal Fees							
0021-0025 Community Services	7,500	1,015	338	1,353	12,750	5,250	11,397
0026-0035 Income from Permits	50,000	50,682	16,894	67,576	55,508	5,508	(12,068)
	57,500	51,697	17,232	68,929	68,258	10,758	(671)
3 Local Enforcement Income							
0037 Commission from Regional Committees	5,000	4,579	1,526	6,105	7,065	2,065	960
0038-0055 Contraventions	-	89	-	89	100	100	11
	5,000	4,668	1,526	6,194	7,165	2,165	971
4 Investment Income							
0091-0095 Bank interest	600	218	355	573	550	(50)	(23)
0096-0099 Income received from Government Securities	-	-	-	-	-	-	-
	600	218	355	573	550	(50)	(23)
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	450	506	193	699	450	-	(249)
	450	506	193	699	450	-	(249)
Total	1,481,292	1,032,381	416,625	1,449,006	1,485,434	4,142	36,428

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		
€	€	€	€	€	€	€	
6 Personal Emoluments							
1100 Mayor's Allowance	15,270	11,452	3,817	15,269	15,299	29	30
1200 Employees' Salaries & Wages	148,468	111,276	37,092	148,368	149,658	1,190	1,290
1300 Bonuses	12,153	946	10,975	11,921	12,213	60	292
1400 Income Supplements	1,696	1,696	-	1,696	1,696	0	-
1500 Social Security Contributions	13,424	10,194	3,398	13,592	13,533	109	(59)
1600 Allowances	23,780	17,835	5,945	23,780	23,780	-	-
1700 Overtime	5,000	1,133	378	1,511	5,000	-	3,489
	219,790	154,532	61,605	216,137	221,179	1,389	5,042
7 Operations and Maintenance							
2100-2149 Public Utilities	9,878	7,083	2,361	9,444	12,000	2,122	2,556
2200-2259 Public Materials & Supplies	4,500	2,535	845	3,380	4,900	400	1,520
2300-2399 Repairs & Upkeep	152,400	74,974	75,475	150,449	154,544	2,144	4,095
2400-2449 Rent	4,250	3,188	1,063	4,251	4,250	-	(1)
3010 Street Lighting	36,000	25,240	8,413	33,653	36,000	-	2,347
3020 Lease of Equipment		-	-	-	-	-	-
3030 Insurance	6,000	5,475	1,825	7,300	6,500	500	(800)
3035 Bank Charges	1,000	1,144	381	1,525	2,500	1,500	975
3038 Penalties		-	-	-	-	-	-
3040 Waste Disposal	120,000	81,537	35,481	117,018	105,000	(15,000)	(12,018)
3041 Refuse Collection	140,000	97,418	37,841	135,259	155,000	15,000	19,741
3042 Bulky Refuse Collection	40,000	27,941	9,314	37,255	40,000	-	2,745
3043 Bins on wheels		-	-	-	-	-	-
3045 Bring in sites	4,500	-	-	-	2,500	(2,000)	2,500
3051 Road & Street Cleaning	36,000	26,751	7,784	34,535	36,000	-	1,465
3052 Cleaning & Maintenance of Non-Urban Areas	30,000	21,874	7,291	29,165	30,000	-	835
3053 Cleaning of Public Conveniences	58,000	51,916	7,122	59,038	63,000	5,000	3,962
3055 Cleaning of Council Premises	3,500	2,166	722	2,888	3,500	-	612
3060 Cleaning & Maintenance of Parks & Gardens		-	-	-	-	-	-
3061 Cleaning & Maintenance of Soft Areas	60,000	45,149	15,050	60,199	62,000	2,000	1,801
3062 Cleaning & Maintenance of Beaches & CA	500	500	-	500	500	-	-
3063 Cleaning & Maintenance of Country Non-Urban	1,000	-	289	289	1,000	-	711
3064 Other Contractual Services		-	-	-	-	-	-
3070-3090 Consultation Fees	2,000	3,135	1,045	4,180	3,500	1,500	(680)
3100-3139 Contract & Project Management	10,000	3,469	1,156	4,625	8,000	(2,000)	3,375
3300-3379 Hospitality	111,700	7,456	24,841	32,297	114,300	2,600	82,003
3380-3389 Community	36,216	3,971	7,951	11,922	14,000	(22,216)	2,078
3600-3694 Local Enforcement Expenses	100	401	98	499	100	-	(399)
3700-3799 EU Projects	47,386	-	-	-	9,500	(37,886)	9,500
3800-3899 Twinning	5,250	-	-	-	5,250	-	5,250
	-	-	-	-	-	-	-
	920,180	493,323	246,348	739,671	873,844	(46,336)	134,173

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		
€	€	€	€	€	€	€	
8 Administration & Other Expenditure							
2150-2199 Office Utilities	13,073	6,794	2,265	9,059	11,350	(1,723)	2,291
2260-2299 Office Materials & Supplies		-	-	-	-	-	-
2450-2499 Office Rent		-	-	-	-	-	-
2500-2599 National & International Memberships	2,000	415	138	553	2,000	-	1,447
2600-2699 Office Services	7,300	3,481	1,160	4,641	6,100	(1,200)	1,459
2700-2799 Transport	13,300	10,542	3,514	14,056	13,900	600	(156)
2800-2899 Travel	3,300	-	-	-	3,300	-	3,300
2900-2999 Information Services	10,500	5,487	3,182	8,669	13,300	2,800	4,631
3050 Office Cleaning	100	54	18	72	100	-	28
3140-3199 Professional Services	17,500	12,853	4,284	17,137	20,000	2,500	2,863
3200-3299 Training	2,000	-	-	-	4,000	2,000	4,000
3345 Office Hospitality		-	-	-	-	-	-
3400-3499 Incidental Expenses	4,750	1,003	334	1,337	4,750	-	3,413
	73,823	40,629	14,896	55,525	78,800	4,977	23,275
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)	257,613	277,539	92,513	370,052	303,714	46,101	(66,338)
	257,613	277,539	92,513	370,052	303,714	46,101	(66,338)
Total	1,471,406	966,023	415,362	1,381,385	1,477,537	6,131	96,152

Detailed Estimates of Statement of Financial Position

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
	2021	30-Sep 2021	30 Sep-31 Dec 2021	31-Dec 2021	2022		
€	€	€	€	€	€	€	
11 Inventory							
5201-5249 Stationery				-		-	-
5250-5299 Consumables				-		-	-
Books	15,000	24,187	(4,852)	19,335	25,000	10,000	5,665
	15,000	24,187	(4,852)	19,335	25,000	10,000	5,665
12 Receivables							
0201-0209 Receivables	25,000	61,979	(24,891)	37,088	30,000	5,000	(7,088)
0210-0219 LES Receivables				-		-	-
0220-0229 Receivables from EU				-		-	-
0250 Prepayments & Accrued income	15,000	4,875	5,493	10,368	20,000	5,000	9,632
				-		-	-
	40,000	66,854	(19,398)	47,456	50,000	10,000	2,544
13 Cash & Equivalents							
5001-5099 Bank & Cash Balances	210,313	1,927,056	(405,482)	1,521,574	943,944	733,631	(577,630)
	210,313	1,927,056	(405,482)	1,521,574	943,944	733,631	(577,630)
14 Payables							
4000 Payables	37,721	108,855	(32,415)	76,440	310,709	272,988	234,269
4100 Accruals	10,847	330,597	(94,499)	236,098	15,000	4,153	(221,098)
4150 Deferred Income		352,477	(307,492)	44,985	45,000	45,000	15
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
Current portion of Long-Term Borrowings	-	-	-	-	-	-	-
	48,568	791,929	(434,406)	357,523	370,709	322,141	13,186
15 Non Current Liabilities							
4200 Long Term Borrowings	-	-	-	-	-	-	-
Deferred Income	-	-	-	-	-	-	-

16 Depreciation of Property, Plant and Equipment

Asset	Property	Special Programmes	Assets under Const	Street Signs	Urban Improvements	Office Equipment	Office Furniture	Computer Software	Total
% of depreciation	€	10%	0%	100%	10%	20%	7.5%	25%	€
Cost									
As at 01 January 2022	568,224	7,241,535	933,784	73,322	999,741	59,214	195,915	5,473	10,077,208
Additions		1,185,728			303,000	135,500			1,624,228
Disposals									-
As at 31 December 2022	568,224	8,427,263	933,784	73,322	1,302,741	194,714	195,915	5,473	11,701,436
Grants/ other reimbursements									
As at 01 January 2022		1,956,859	-						1,956,859
Additions		730,010							730,010
As at 31 December 2022	-	2,686,869	-	-	-	-	-	-	2,686,869
Accumulated Depreciation									
As at 01 January 2022	22,807	5,086,350	-	73,322	853,297	50,646	125,666	2,640	6,214,728
Charge for the year	5,576	287,954		-	3,048	482	6,241	413	303,714
Released on disposal									-
As at 31 December 2022	28,383	5,374,304	-	73,322	856,345	51,128	131,907	3,053	6,518,442
Budgeted NBV 31 Dec 2021	543,293	1,397,659	563,946	-	306,133	33,041	81,966	2,756	2,928,794
Forecasted NBV 1 Jan 2022	545,417	198,326	933,784	-	146,444	8,568	70,249	2,833	1,905,621
Budgeted NBV 31 Dec 2022	539,841	366,090	933,784	-	446,396	143,586	64,008	2,420	2,496,125