



District 6 of the Bucharest Municipality



Annual financial report
at 31.12.2021

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General overview



General information

Bucharest – Ilfov is one of the eight development regions of Romania, composed of the Bucharest Municipality and Ilfov County. This region has an area of 1,821 km², out of which 13.4% represents the territorial – administrative area of Bucharest Municipality and 86.6% of the Ilfov County.

The city of Bucharest is located in the south – east of Romania, in between the city of Ploiesti at North and Giurgiu at South. The city is located in Vlasiei Plain, which is part of the Romanian Plain, West from Baragan, East from Gavanu Burdea Plain and North from Burnazului Plain. The city has a total area of 238 km², containing six districts, each being under the administration of a City Hall. The districts are radially disposed (clockwise numbered), so that each district has in administration a part of Bucharest's centre.

District 6 is the second largest district within the Municipality of Bucharest. The main communities of the district are: Taberei Avenue, Militari, Giulesti and Crangasi.

Source: <https://ro.wikipedia.org/>;

Territorial administration and public utilities	Bucharest	B-IF Region
Land fund surface (2018)	240 km ²	1,804 km ²
Green areas surface in municipalities/cities	45 km ²	56 km ²
Length of city roads (2020)	3,432 km	4,408 km
Distribution simple network for drinking water	2,518 km	4,042 km
Simple length of sewer pipes (2020)	3,657 km	4,801 km
Total gas distribution network length (2020)	2,124 km	4,530 km
Distributed thermal energy (2020)	3,171,443 Gcal	3,179,969 Gcal

Population (01.01.2021)	District 6	Bucharest	B-IF Region
Total	397,847	2,158,169	2,623,975
Gender distribution			
female	213,216	1,148,780	1,388,482
male	184,631	1,009,389	1,235,493
Distribution by age categories			
0-19 years	67,554	381,136	483,287
20-44 years	147,409	791,457	975,062
45-59 years	81,264	452,095	548,752
60 years and above	101,620	533,481	616,874
Distribution by environment			
urban	397,847	2,158,169	2,371,102
rural	-	-	252,873

Workforce	Bucharest	B-IF Region
Work resources - people (2020)	1,242 th	1,589 th
Work resources occupancy rate (2020)	97.6%	89.4%
Number of employees - people (2020)	1,042 th	1,209 th
Unemployment rate (November 2021)	1.1%	1.0%

National economy	2017	RON 772,880 million
Annual GDP, current prices	2018	RON 855,421 million
(seasonally adjusted) CAEN Rev. 2	2019	RON 953,453 million
	2020	RON 957,424 million

Turnover of local units	Bucharest	B-IF Region
Total (2020, RON million), out of which:	476,551	580,013
Manufacturing industry	32,381	50,833
Constructions	37,037	45,078
Commerce	237,891	296,432
Energy production and supply	26,120	26,247
Real estate transactions	58,182	64,482
Information and communication	45,083	46,915
Transports and storage	18,206	24,779

Source: <http://www.insse.ro/cms/>; Last information available at the date of this report;

Infrastructure

Current infrastructure

The Bucharest – Ilfov region accounts for the most important national and international road – railway – aerial network of the country. It is characterized by a high level of accessibility, being located on two multimodal European corridors: European Priority Axis No. 7 and European Priority Axis Giurgiu – Albita, as well as in the proximity of the Danube (European Priority Axis No. 18).

The Bucharest – Ilfov region has the highest density of railways at 1,000 km² of area (165.3 km/100 km²), which is four times higher than the national average. The city of Bucharest is the starting point of the 8 railway throughout fares with connections to the other regions of the country.

The aerial and multimodal accessibility is secured by two international airports: “Henri Coanda” (Otopeni), accounting for the largest international airport in Romania (70% out of the total aerial passenger transportation in Romania) and “Aurel Vlaicu” (Baneasa).

Sustainable Urban Mobility Plan 2016 – 2030

The Sustainable Urban Mobility Plan (SUMP) for the Bucharest – Ilfov region was proposed for public debate in 2017. The plan aims to develop an efficient, integrated, sustainable and secure transportation system, which will support the economic, social and territorial development and provide a better quality of life.

The investment plan is proposing the following objectives: 123 km of new underground railway, new ecological public means of conveyance, 350 km of rehabilitated county roads, 52 km of rehabilitated beltways, a minimum of 3,400 parking lots and bicycle rental networks.

Besides the information already presented, the SUMP is conditionally for accessing European funds in the period of 2014 – 2020, through the Regional Operational Program and the Large Infrastructure Operational Program.

Source: <http://www.mdrl.ro/>; <http://www.pmb.ro/>; <http://pmud.ro/>;

Ratios 31.12.2021 (RON th)	PMB	District 1	District 2	District 3	District 4	District	District 6
Total revenues, w/o sums used from previous surplus	4,979,094	1,206,071	1,159,063	1,272,243	1,000,561	732,706	1,068,419
Own revenues, w/o sums used from previous surplus	3,967,020	1,013,336	963,236	1,015,595	679,041	604,001	873,955
Own revenues % TR	79.7%	84.0%	83.1%	79.8%	67.9%	82.4%	81.8%
Quotas and sums deducted from the income tax	3,786,426	575,265	615,835	728,728	502,677	458,340	612,058
Sums deducted from VAT	506,392	184,138	185,611	180,017	195,142	121,820	179,562
Subsidies	141,392	7,781	7,069	29,636	23,346	3,157	11,507
Sums received from EU	87,953	816	3,125	46,995	22,052	3,240	3,370
Total expenditures	5,001,972	832,349	1,160,723	1,270,100	1,001,580	715,587	1,049,943
Operational expenditures	3,996,698	843,030	798,963	682,943	624,615	539,004	718,184
Operational expenditures %	79.9%	101.3%	68.8%	53.8%	62.4%	75.3%	68.4%
Investment expenditures	775,352	-94,984	312,489	273,643	288,806	115,651	227,394
Capital expenditures	317,035	34,083	195,205	241,677	200,238	111,718	212,671
Non - refundable external funds	400,426	1,019	2,975	26,656	88,788	4,650	3,743
Financial expenditures	229,921	84,302	49,272	313,515	88,159	60,932	104,365
Result of the period, w/o sums used from previous surplus	-22,877	373,722	-1,661	2,143	-1,019	17,119	18,476
Sums used from previous surplus	273,863	0	0	0	80,980	485	0
Population (01.01.2019)	2,151,665	259,084	372,072	484,106	333,896	305,519	396,988

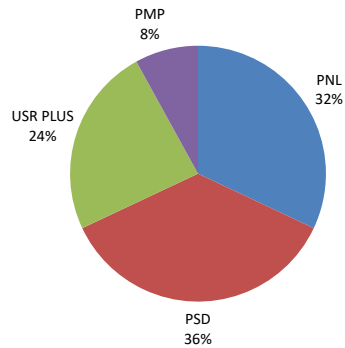
Source: [https://forexpublic.mfinante.gov.ro/web/transparenta-bugetara/rapoarte-entitati-publice/](https://forexpublic.mfinante.gov.ro/web/transparenta-bugetara/rapoarte-entitati-publice;);



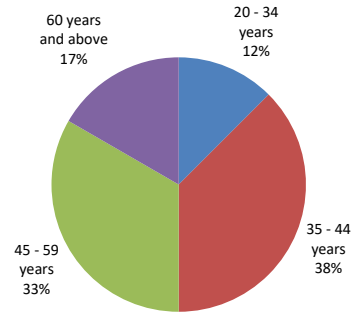
General overview

The Local Council of District 6 of the Municipality of Bucharest at 31.12.2021

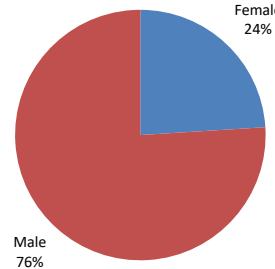
Political structure



Age distribution



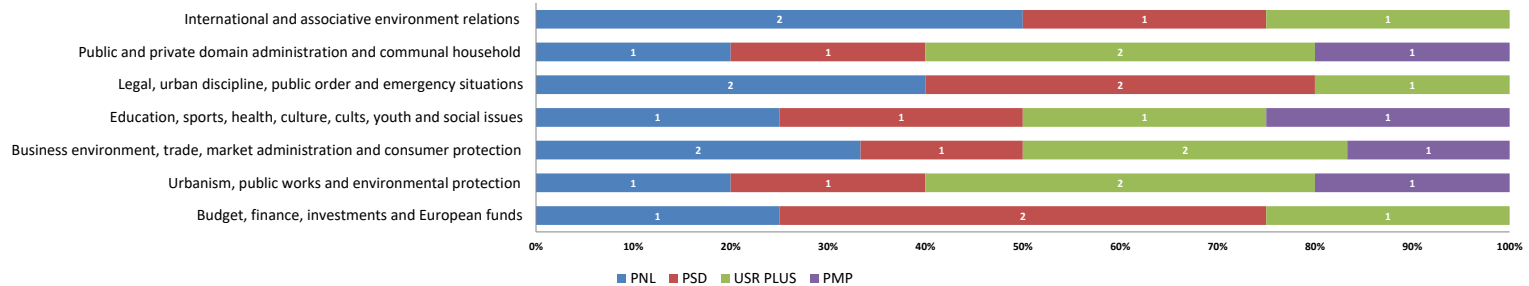
Gender distribution



Structure by political party, profession and age groups

Party	No.	Profession	Age group
PSD	1	Carpenter	60 years and above
PSD	1	Journalist	35-44 years
PSD	1	Economist	20-34 years
PSD	1	Economist	35-44 years
PSD	2	Economist	45-59 years
PSD	1	Engineer	45-59 years
PSD	1	Lawyer	60 years and above
PSD	1	Professor	35-44 years
USR PLUS	1	Calculation equipment technician	20-34 years
USR PLUS	1	Journalist	35-44 years
USR PLUS	1	Economist	45-59 years
USR PLUS	1	Engineer	60 years and above
USR PLUS	2	Lawyer	35-44 years
PNL	1	Economist	20-34 years
PNL	1	Economist	60 years and above
PNL	2	Engineer	45-59 years
PNL	1	Engineer	35-44 years
PNL	1	Lawyer	35-44 years
PMP	1	Economist	45-59 years
PMP	1	Lawyer	35-44 years

District 6 Local Council Commissions and their political structure



- The position of Mayor of District 6 of the Bucharest Municipality is occupied by Mr. Ciprian Ciucu, as a result of the local elections in September 2020. He is a representative of the National Liberal Party, being a journalist by profession and 44 years old.
- The position of Deputy Mayor is held by Mr. Gadiuta Alexandru Vasile, representative of the USR Party, by profession geographer and 31 years and by Mrs. Stefan Mihaela-Ana-Maria, representative of the USR Party, specialized in Public Administration and 35 years old.
- Mr. Spiridon Demirel is the Secretary of Sector 6 of Bucharest, a lawyer by profession and 54 years old.

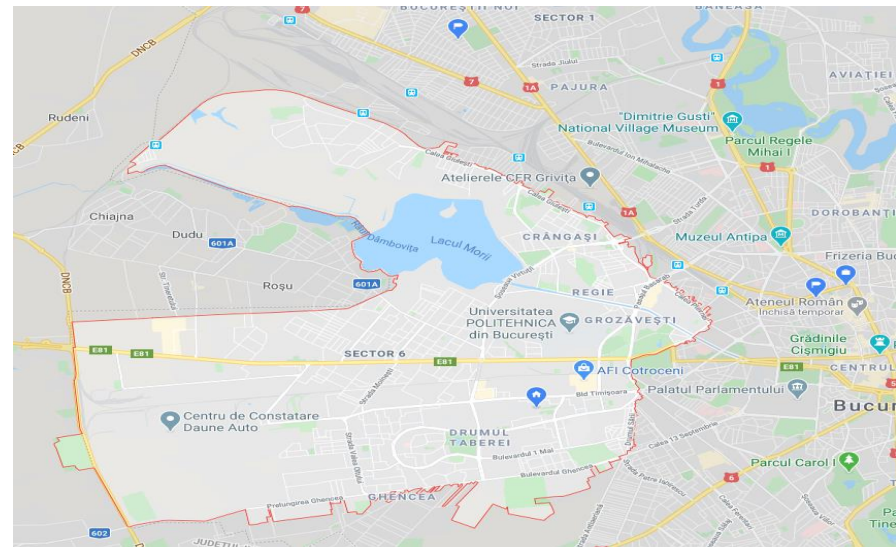


General overview

Institutions and directions subordinated to the Local Council of District 6

- **District 6 of the Bucharest Municipality (Specialized body within the Mayor's office)**
- **Market Administration District 6**
- **Public Domain Administration and Urban Development District 6**
- **General Directorate of Local Taxes and Duties District 6**
- **Schools Administration District 6**
- **Education units**
- **General Directorate of Social Assistance and Child Protection**
- **General Directorate of Local Police District 6**
- **Local Directorate of Population Evidence District 6**
- **European Cultural Center District 6**
- **Housing Fund Administration Directorate District 6**
- **Multifunctional Health Center "Sfantul Nectarie"**

Geographic positioning in Bucharest Municipality



Source: <https://www.google.ro/maps/>

Cultural and social environment

Commerce and utilities

In District 6 there are over 10 major shopping centers, of which the most important are: Metro, Carrefour, Bricostore, AFI Mall, Plaza Romania, Cora, Expo Construct Militari, Dedeman, Sir Commercial Complex and approximately 1,200 shops carrying on commercial activities. Agro-food markets are concentrated in Drumul Taberei, Militari and Crangasi and are financed entirely from own revenues (extra-budgetary institutions). One source of revenue is the direct exploitation of markets Chilia Veche, Valea Ialomitei, Drumul Taberei II and Giulesti II through the payment of flat-rate charges for the market stalls and the second source of revenue is derived from contracts of association and renting of the remained markets (Gorjului, Veteranilor, Drumul Taberei I and Crangasi).

The utilities in District 6 are provided as follows: water supply by APA NOVA, thermal energy supply by RADET, the supply of natural gas by ENGIE and electricity supply by ENEL.

Culture, recreation and religion

The most important objectives and attractions in the District 6 are: the Cotroceni National Museum (since 1861), the Chiajna Monastery (since 1774), the Polytechnic Institute, the Pasteur Institute, the Botanical Institute and the National Aerospace Research Institute Emil Carafolli, as well as Masca Theater and Children Comic Opera.

The area benefits from many green spaces, the main parks being: Crangasi Park, Giulesti Park and Drumul Taberei Park (the largest park in the district, modernized and reopened in June 2015), as well as the Botanical Garden (with a surface of approximately 17.5 ha).

Through the Integrated Urban Development Program of sector 6 of Bucharest 2021-2030 (approved by HCL no. 101 of 30.06.2021), for the objective of high-performance and inclusive social development, the aim is to improve the cultural offer and the opportunities for artistic creation by:

- Arrangement works for "Cinematograf Giulesti" - cultural hub, Golescu Grant - children's center (diversification of service / modernization) - Modern space, arranged and logistically equipped to European standards dedicated to artistic, didactic or musical activities (2021-2024, investment estimated at 4 mil Eur with financing from the local budget and non-reimbursable financing sources);

- Favorite Cultural Center - Spending free time for the inhabitants of the area by providing a dedicated space; Center dedicated to cultural and artistic activity; Events organized for the promotion of local artists (2021-2024, investment estimated at approximately 13.3 million Eur, in implementation, with funding from the local budget and other sources of funding).

source: *Integrated urban development program of sector 6 of Bucharest 2021 -2030*



Mediul socio - cultural

Environment protection

LCD 286 from 23.11.2017 - Convention of Mayors on Climate and Energy - Following the adoption in 2008 of the EU Climate and Energy Package for 2020, the European Commission has launched the "Convention of Mayors on Climate and Energy", which brings together local and regional authorities and voluntarily undertakes to implement the EU's climate and energy objectives on their territory. Thus, by acceding to this Convention, the signatory authorities undertake to support the achievement of the EU target of reducing greenhouse gases by 40% by 2030 and the adoption of a common approach to integrating climate change mitigation and adaptation strategies.

To turn these commitments into reality, it is necessary to address the following steps:

- conducting a baseline emission inventory and an assessment of climate change risks and vulnerabilities;
- presentation of an action plan on sustainable energy and climate within two years from the date of the decision of the Local Council;
- elaboration of a report on the progress registered, at least once every two years starting with the date of presentation of the Action Plan on sustainable energy and climate, for the purpose of evaluation, monitoring and verification.

LCD no. 101 of 30.06.2021, the Integrated Urban Development Program of Sector 6 of Bucharest 2021-2030 is approved.

Education

LCD 7 from 30.01.2020 organized the state and private pre-university education units for the year 2020-2021 as follows: 27 state kindergartens and 23 private kindergartens, 25 state gymnasium schools and 5 private schools (primary and gymnasium cycle), 14 state high schools and 6 private high school education units (of which 3 post-secondary schools), 2 institutions within special education, 1 independent scholar sports club and 1 children's club.

The financing of pre-university education is carried out based on the National Education Law no. 1 from 2011, with the subsequent amendments. At the level of higher education, among the universities based in District 6, we mention: Bucharest Polytechnic University, National Academy of Physical Education and Sports, Pentecostal Theological Institute and Ecological University.

Ongoing projects for the construction and renovation of school infrastructure at the level of sector 6, from the Regional Operational Program (in 2020 and 2021, respectively, financing contracts were signed for the modernization of school infrastructure for 6 educational units), through the National Local Development Program 2017- 2020 (Albina Kindergarten - 17 Rusetu Street, Sector 6, Bucharest, new construction), as well as within the Project "Sector 6 - Energy Efficiency for Public Buildings (District 6 - Energy Efficiency for Public Buildings- D6EPPB)", which involves the NZEB type rehabilitation of some educational units and the construction of new buildings, the execution contracts being signed, and the works are already in progress, 12 objectives for NZEB type rehabilitation of educational units and 8 objectives for new NZEB buildings (kindergartens) and new buildings NZEB (after-school).

Children and adolescents in Sector 6 benefit from a series of prevention and empowerment programs in the community such as: Neighborhood Camps, Parents' School, You Choose! (program for combating violence in schools and high schools), La teatrale cu matala! of children, involving them in artistic, cultural, sports, technical-scientific activities (theater, modern dance, music, fine arts (painting, graphic art, modeling), chess, karate, computer science, etc.). *source: Integrated urban development program of sector 6 of Bucharest 2021 -2030*

Social assistance

LCD no. 12 from 30.01.2020 approved the development and financing amounting to RON 627,585 from the local budget of District 6 of the project "Counseling and Support Center for Young People at Risk", carried out by the General Directorate of Social Assistance and Child Protection District 6, in partnership with the Metropolis Philanthropic Foundation. The aim of the project is social inclusion and the emphasis is on finding a home, a job, building different social and interpersonal relationships.

LCD no. 20 from 30.01.2020 approved the development and financing from the local budget of Sector 6 in the amount of 1,389,018 lei of the project "St. Marcellin Champagnat Placement Center" carried out by the General Directorate of Social Assistance and Child Protection Sector 6 in partnership with Association "Marist Brothers of Romanian Schools". This program aims to reduce the percentage of children who are part of the circle of marginalization, giving them the opportunity to become independent, dignified and responsible people.

LCD no. 64 from 15.04.2021 approved the Annual Action Plan on social services administered and financed from the budget of the Local Council of Sector 6, for 2021, respectively the following operational objectives / directions of action: General objective I. Protection and promotion of children's rights; General objective II. Protection of children and adults with disabilities; General objective III. Protection of the elderly; General objective IV. Preventing and combating social marginalization; General objective V. Preventing and combating domestic violence; General objective VI. Emergency intervention; Obiectiv general VII. Improving the health of citizens. General objective VIII. Communication, information and promotion; General objective IX. Supporting and attracting public-private partnerships; General objective X. Elaboration of projects and development of services by accessing non-reimbursable funds; General objective XI. Encouraging participation and volunteering; General objective XII. Increasing the quality of services.



Context: Legislative changes with an impact on the budget and / or the general framework:

1. Quotas and amounts deducted from the income tax: VARIATION (2006-2022): Bucharest

	2022, 2021, 2020, 2019, 2018 - by exception from 273 (Art. 32 & 33)						Law 273/2006			
	Law of the State Budget 217/2021	Rectification of the State Budget GEO 3/09.2021	Law of the State Budget 15/2021	Rectification of the State Budget GEO 50/2020	Law of the State Budget 5/2020	Law of the State Budget 50/2019	Law of the State Budget 2/2018	02-12-2012	01-01-11	18-07-06
BUCHAREST										
Municipality of Bucharest	50%	50%	50%	50%	50%	49.0%	55.0%	44.5%	44.5%	47.5%
Districts of the Municipality of Bucharest	50%	50%	50%	50%	50%	51.0%	30.0%	20.0%	22.5%	23.5%
In an separate account to the Municipality of Bucharest Treasury, for balancing the budgets		7%				0.0%	5.0%	7.0%	10.0%	11.0%
TOTAL	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	90.0%	71.5%	77.0%	82.0%
Remarks	2 steps: 1. Allocation lei 1,500/capita/year	2 steps: 1. Allocation lei 1,400/capita/year	2 steps: 1. Allocation lei 1,150/capita/year	2 steps: 1. Allocation lei 1,000/capita/year	2 steps: 1. Allocation lei 1,000/capita/year	2 steps: 1. Allocation lei minimum operating budget of lei 1,250 in order to supplement the own revenues	2 steps: 1. Ensure of a			
	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. Proportional to the estimated tax to be collected in 2019 at the level of each sector			

2. General framework

2017: GEO no. 2/06.01.2017; Law 153/2017; GD 846/2017: increase staff costs

2018: GEO 79/2017:

- decrease of the income tax from 16%, the level until December 2017, to 10%, from January 1, 2018;
- amending the fiscal framework regarding the transfer of contributions from employer to employee; possible changes regarding the alignment no. of posts;
- on certain fiscal-budgetary measures, amending and adding certain normative acts and extending some deadlines:

"Starting with 2018, from the state budget, through the budget of the Ministry of National Education, it is ensured, for the state pre-university education units, the financing of the expenses with salaries, bonuses, indemnities and other salary rights in money, established by law".

Until 2018, these expenditures were reflected in local budgets, provided by Sums deducted from VAT for financing the expenditures.



Table of contents Section I

Section I: Summary of budgetary dynamics

- Revenue and expenditure balance for the period 2018 - 2021
- Revenue and expenditure structure in 2021

Revenue and expenditure balance for the period 2018 - 2021

'000 RON



	2018	2019	%	2020	%	2021	%
TOTAL REVENUES	782,636.2	858,987.9	▲ 9.8%	982,455.7	▲ 14.4%	1,068,418.5	▲ 8.7%
TOTAL EXPENDITURES	779,686.0	823,732.9	▲ 5.6%	999,410.6	▲ 21.3%	1,049,942.8	▲ 5.1%
Operational Revenues	775,005.9	823,303.4	▲ 6.2%	952,876.3	▲ 15.7%	1,054,123.1	▲ 10.6%
Fiscal revenues	704,121.2	801,978.0	▲ 13.9%	935,619.4	▲ 16.7%	1,030,754.4	▲ 10.2%
Own fiscal revenues	498,896.7	675,519.0	▲ 35.4%	791,551.4	▲ 17.2%	851,192.5	▲ 7.5%
Sums deducted from the VAT	205,224.5	126,459.0	▼ -38.4%	144,068.0	▲ 13.9%	179,561.9	▲ 24.6%
Non-fiscal revenues, out of which:	19,056.5	20,598.4	▲ 8.1%	16,117.8	▼ -21.8%	22,771.6	▲ 41.3%
Non-fiscal own revenues	4,302.9	2,626.4	▼ -39.0%	2,214.9	▼ -15.7%	2,198.6	▼ -0.7%
Donations and sponsorships	-	-	-	-	-	24.6	-
Current subsidies	50,479.7	727.0	▼ -98.6%	1,139.1	▲ 56.7%	597.2	▼ -47.6%
Operational Expenditures (OPEX), out of which:	680,291.8	680,033.5	▼ 0.0%	748,671.7	▲ 10.1%	718,184.3	▼ -4.1%
Staff Costs (PEREX)	160,705.6	176,532.2	▲ 9.8%	185,613.5	▲ 5.1%	181,891.3	▼ -2.0%
Goods and services*	305,283.1	336,920.5	▲ 10.4%	383,545.9	▲ 13.8%	364,521.5	▼ -5.0%
Internal and current transfers	60,187.1	60,263.0	▲ 0.1%	60,790.5	▲ 0.9%	46,409.2	▼ -23.7%
Social assistance	101,227.5	65,127.5	▼ -35.7%	69,495.8	▲ 6.7%	70,802.0	▲ 1.9%
Subsidies	6,500.0	5,170.0	▼ -20.5%	4,421.0	▼ -14.5%	4,000.0	▼ -9.5%
Other expenditures	34,242.0	18,858.6	▼ -44.9%	23,038.9	▲ 22.2%	26,351.3	▲ 14.4%
Operational result	94,714.1	143,270.0		204,204.6		335,938.9	
Operational Surplus (% from OPEX)	13.9%	21.1%		27.3%		46.8%	
Operational Deficit (% from Op. Revenues)	-	-		-		-	
Investment revenues	7,797.7	35,684.4	▲ 357.6%	29,579.5	▼ -17.1%	14,295.4	▼ -51.7%
Capital revenues	1,843.0	29.2	▼ -98.4%	7.6	▼ -74.0%	15.7	▲ 106.3%
Capital subsidies	1,154.3	9,763.5	▲ 745.9%	12,611.9	▲ 29.2%	10,909.8	▼ -13.5%
Sums received from EU for the made payments	4,800.4	25,891.8	▲ 439.4%	16,959.9	▼ -34.5%	3,369.9	▼ -80.1%
Investment expenditures (CAPEX), out of which:	41,081.1	82,309.0	▲ 100.4%	157,068.8	▲ 90.8%	227,393.5	▲ 44.8%
Capital transfers	-	-	-	-	-	11,030.5	-
Projects financed from non-reimbursable external funds	513.6	1,377.4	▲ 168.2%	2,266.8	▲ 64.6%	3,742.9	▲ 65.1%
Capital expenditures	40,567.5	80,931.5	▲ 99.5%	155,369.5	▲ 92.0%	212,670.6	▲ 36.9%
The result from the investment activity	- 33,283.4	- 46,624.5		- 127,489.4		- 213,098.2	
Financial revenues	- 167.4	-	-	-	-	-	-
Financial operations	- 167.4	-	-	-	-	-	-
Financial expenditures	58,313.1	61,390.5	▲ 5.3%	93,670.1	▲ 52.6%	104,365.0	▲ 11.4%
Loan related commissions	9.5	-	-	-	-	1,210.5	-
Interest	17,748.4	22,866.6	▲ 28.8%	29,389.8	▲ 28.5%	26,994.3	▼ -8.2%
Loan reimbursement	40,555.1	38,523.9	▼ -5.0%	64,280.3	▲ 66.9%	76,160.2	▲ 18.5%
Financial result	- 58,480.5	- 61,390.5		- 93,670.1		- 104,365.0	
Period's result	2,950.2	35,255.0		- 16,954.9		18,475.7	
Surplus (% out of Total expenditures)	0.4%	4.3%		-		1.8%	
Deficit (% out of Total revenues)	-	-		1.7%		-	
Reserves	6,778.0	9,728.2		44,983.2		28,028.3	
Current result (Cumulated reserves+Period's result)	9,728.2	44,983.2		28,028.3		46,504.0	
Own revenues % of Operational revenues	67.0%	84.6%		84.8%		82.9%	
OPEX/Own revenues (%)	130.9%	97.7%		92.7%		82.2%	
(Operational expenditures - Staff costs, excluding Education and Social assistance) % of (Own revenues - Quotas deducted from the income tax)	214.1%	85.8%		77.1%		71.9%	

*) **Goods and services**, within the Operational expenditures, does not include the **Commissions and other costs related to loans**, the mentioned amounts being reflected within the Financial expenditures

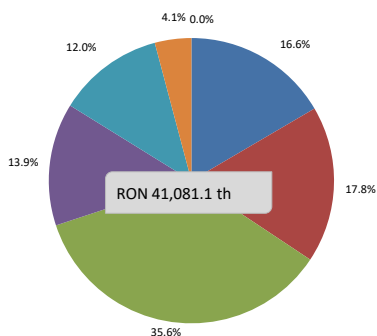
Revenue and expenditure balance for the period 2018 - 2021

'000 RON

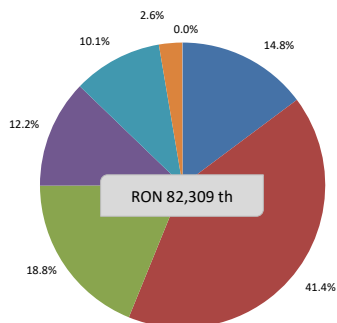


- The result of the periods was positive in 2018 and 2019 and 2021, the operational surplus managing to cover the entire deficit from the investment activity and resulted from the Financial expenditures. Therefore, deficit was recorded in 2020 sustained by the cumulated result of previous years.
- The largest deficit of the investment activity was observed in 2021 (amounting to RON 213,098.2 th), mainly as a result of the increase of Capital expenditures incurred from the local budget of the institution (+44.3%), whereas the Investment revenues registered a decrease 51.7%.
- The structure of Capital expenditures is presented in the graphs below, by financing destinations:

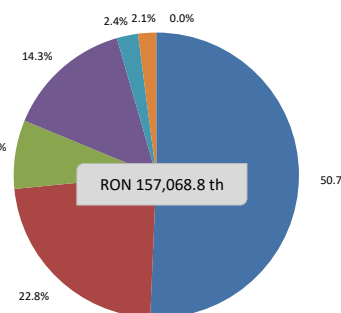
Investment expenditures, 2018



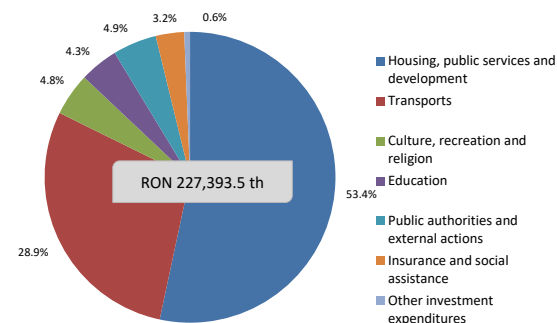
Investment expenditures, 2019



Investment expenditures, 2020

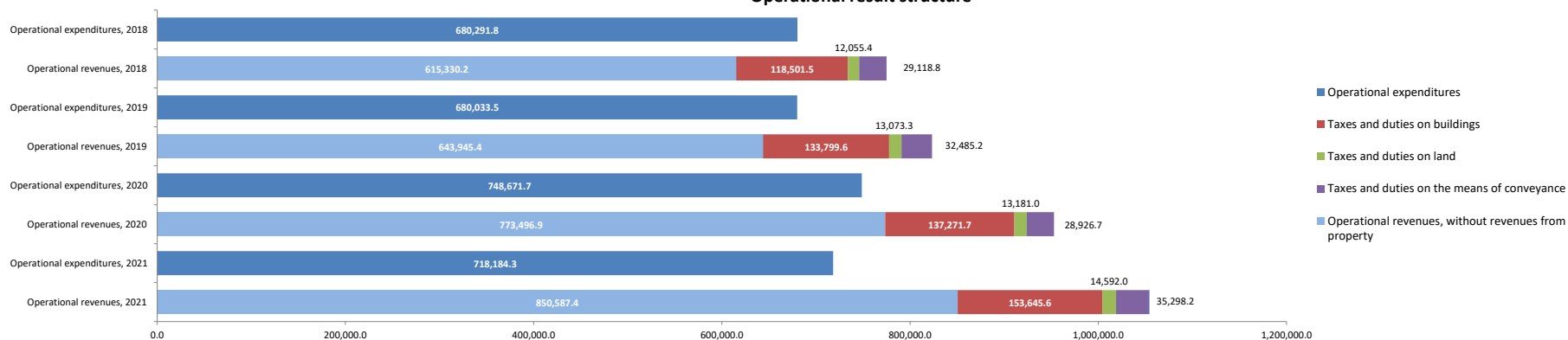


Investment expenditures, 2021



- The operational result was positive in every year, the evolution being determined by an accelerated increase of the Operational revenues in 2020 (+15.7%) and in 2021 (+10.6%), in contrast to the one of the Operational expenditures, that faced the only decrease within the interval in 2021 (-4.1%).
- Taking into consideration the cumulate result of the previous years, the current result reached RON 46.504 th at the end of 2021, increasing by RON 18,475.7 th compared to the last year, respectively by RON 36,208.4 th compared to the first period of the analyzed interval.

Operational result structure



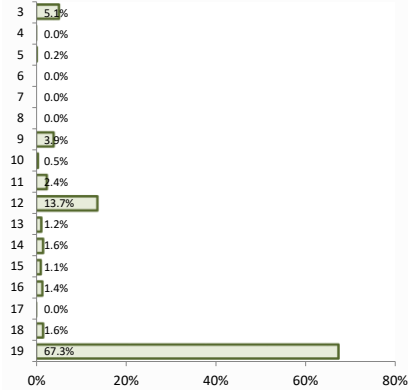
Revenues and expenditure structure at 31.12.2021

'000 RON



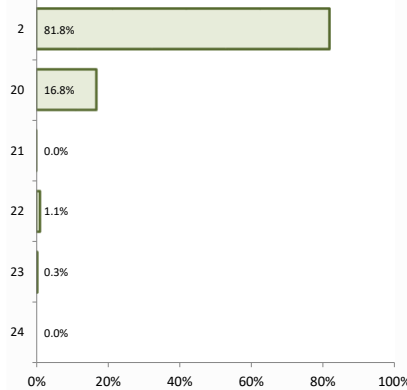
The structure of performed own revenues

873,955.1



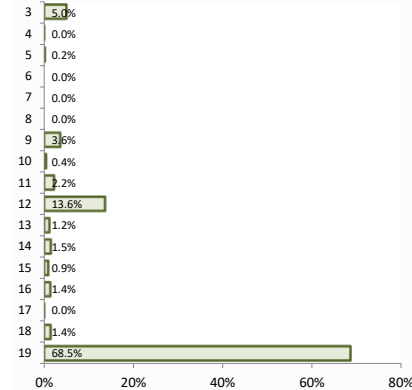
The structure of performed total revenues

1,068,418.5



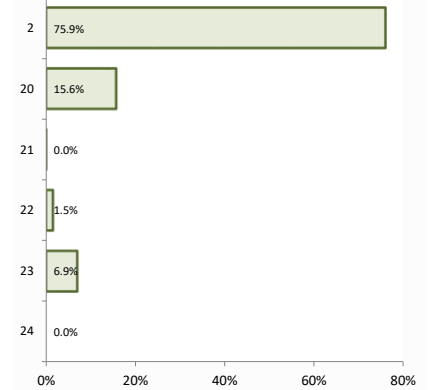
The structure of rectified own revenues

896,567.6



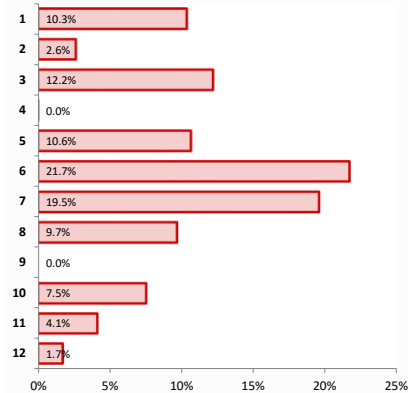
The structure of rectified total revenues

1,181,085.2



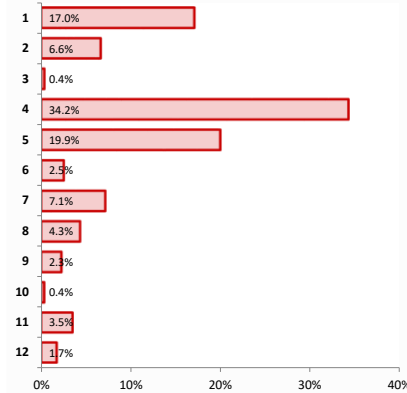
The structure of performed functional expenditure

1,068,418.5



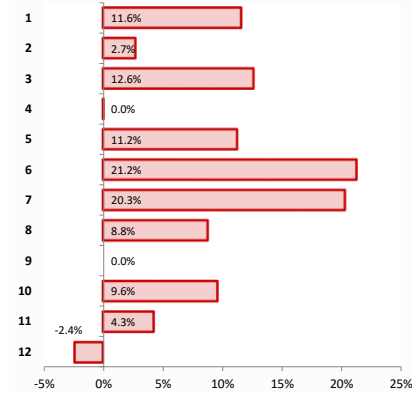
The structure performed economic expenditure

1,068,418.5



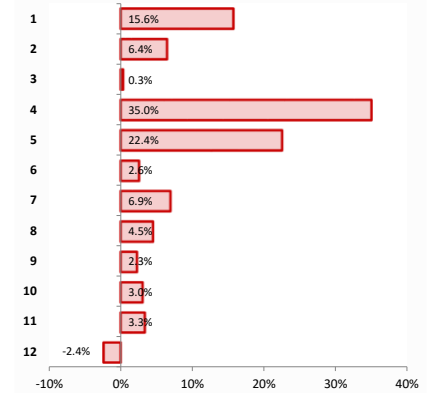
The structure of rectified functional expenditure

1,181,085.2



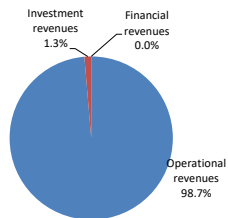
The structure of rectified economic expenditure

1,181,085.2

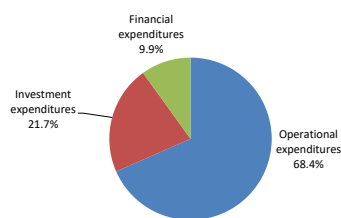


Note: The vertical axis reflects the components of the income/expenses detailed in the revenues/expenses statement;

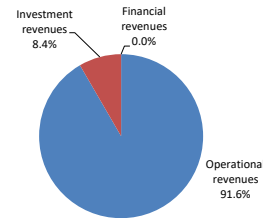
Collected revenues at Q4 2021



Performed expenditures at Q4 2021



Planned revenues at Q4 2021



Planned expenditures at Q4 2021

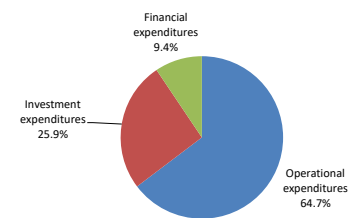




Table of contents Section II

Section II: Budgetary Revenues

- The situation of the revenues collected for the period 2018 - 2021
- The dynamics of the revenues collected for the period 2018 - 2021
- The variation of the performed revenues in 2021 compared to 2020
- Budgetary provisions in 2021
- Revenues ratios
- Budgetary provisions for 2022

The situation of the revenues collected for the period 2018 - 2021

'000 RON



Line	Revenues	evolution in the period**	2018		2019			2020			2021			2022					
			Execution	% /TRC	Execution	% /TRC	y/y	Execution	% /TRC	y/y	Planned	% /TRC	Rectified	% /TRC	Execution	% /TRC	y/y	Planned	% /TRC
1	Total revenues (TR)	10.9	782,636.2		858,987.9		9.8	982,455.7		14.4	1,249,668.2		1,181,085.2		1,068,418.5		8.7	1,388,198.0	
2	Own revenues, out of which:	18.9	519,628.8	66.4	696,146.6	81.0	34.0	807,676.8	82.2	16.0	791,751.2	63.4	896,567.6	75.9	873,955.1	81.8	8.2	1,025,381.0	73.9
3	Quotas deducted from the income tax	-43.9	252,991.3	32.3	42,218.4	4.9	-83.3	-	-	-	44,785.5	3.6	44,785.5	3.8	44,785.5	4.2	-	-	-
4	Capital revenues	-30.6	46.8	0.0	29.2	0.0	-37.7	7.6	0.0	-74.0	20.0	0.0	10.0	0.0	15.7	0.0	106.3	20.0	0.0
5	Revenues from concessions and rents	-2.7	1,863.8	0.2	1,564.3	0.2	-16.1	1,562.9	0.2	-0.1	1,700.0	0.1	1,500.0	0.1	1,718.7	0.2	10.0	2,000.0	0.1
6	Payments from net profit of self-governing	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Revenues from dividends	-	-	-	56.1	0.0	-	-	-	-	-	-	-	-	-	-	-	-	-
8	Tax on revenues from the transfer of real estate from the private patrimony	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9	Tax on buildings from the population	6.5	28,461.9	3.6	28,802.0	3.4	1.2	28,590.5	2.9	-0.7	29,000.0	2.3	32,200.0	2.7	34,338.2	3.2	20.1	36,000.0	2.6
#	Tax on land from the population	2.2	3,771.5	0.5	3,755.7	0.4	-0.4	3,492.5	0.4	-7.0	4,100.0	0.3	3,900.0	0.3	4,028.0	0.4	15.3	4,500.0	0.3
#	Tax on the means of conveyance owned by the population	7.1	17,301.2	2.2	18,831.5	2.2	8.8	17,523.5	1.8	-6.9	18,500.0	1.5	20,000.0	1.7	21,235.1	2.0	21.2	22,500.0	1.6
#	Tax on buildings from the legal entities	9.8	90,039.6	11.5	104,997.6	12.2	16.6	108,681.2	11.1	3.5	112,000.0	9.0	122,000.0	10.3	119,307.4	11.2	9.8	123,000.0	8.9
#	Tax on land from the legal entities	8.4	8,283.9	1.1	9,317.6	1.1	12.5	9,688.5	1.0	4.0	9,700.0	0.8	10,600.0	0.9	10,564.1	1.0	9.0	11,500.0	0.8
#	Tax on the means of conveyance owned by the legal entities	6.0	11,817.7	1.5	13,653.7	1.6	15.5	11,403.2	1.2	-16.5	14,800.0	1.2	13,300.0	1.1	14,063.0	1.3	23.3	15,000.0	1.1
#	Fees and charges for the issuance of licences and functioning authorisations	-13.7	14,580.4	1.9	9,167.6	1.1	-37.1	11,104.7	1.1	21.1	10,700.0	0.9	8,250.0	0.7	9,357.8	0.9	-15.7	10,000.0	0.7
#	Stamp duties, for notary work and other	14.5	8,357.8	1.1	10,139.2	1.2	21.3	8,681.5	0.9	-14.4	10,000.0	0.8	12,500.0	1.1	12,529.8	1.2	44.3	13,500.0	1.0
#	Extrajudicial stamp duties	10.5	21.6	0.0	22.0	0.0	1.8	24.7	0.0	12.5	25.0	0.0	25.0	0.0	29.2	0.0	17.9	30.0	0.0
#	Revenues from fines and other legal	-0.8	14,384.7	1.8	16,407.3	1.9	14.1	11,306.5	1.2	-31.1	15,000.0	1.2	13,000.0	1.1	14,025.4	1.3	24.0	15,000.0	1.1
#	Other own revenues	105.5	67,706.7	8.7	437,184.4	50.9	545.7	595,609.4	60.6	36.2	521,420.7	41.7	614,497.1	52.0	587,957.3	55.0	-1.3	772,331.0	55.6
20	Sums deducted from the VAT	-4.4	205,224.5	26.2	126,459.0	14.7	-38.4	144,068.0	14.7	13.9	176,695.0	14.1	184,466.0	15.6	179,561.9	16.8	24.6	139,674.0	10.1
21	Donations and sponsorships	-	-	-	-	-	-	-	-	-	-	-	25.0	0.0	24.6	0.0	-	-	-
22	Subsidies received from the State Budget	-39.4	51,634.0	6.6	10,490.5	1.2	-79.7	13,751.0	1.4	31.1	17,978.0	1.4	18,017.0	1.5	11,507.1	1.1	-16.3	16,006.0	1.2
23	Sums received from EU for the made payments	-11.1	4,800.4	0.6	25,891.8	3.0	439.4	16,959.9	1.7	-	263,244.0	21.1	82,009.6	6.9	3,369.9	0.3	-	207,137.0	14.9
24	Other revenues	-1.0	1,348.5	0.2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
				% /TR		% /TR			% /TR			% /TR		% /TR		% /TR			% /TR
	Operational revenues	10.8	775,005.9	99.0	823,303.4	95.8	6.2	952,876.3	97.0	15.7	969,614.2	77.6	1,082,236.6	91.6	1,054,123.1	98.7	10.6	1,165,735.0	84.0
	Investment revenues	22.4	7,797.7	1.0	35,684.4	4.2	357.6	29,579.5	3.0	-17.1	280,054.0	22.4	98,848.6	8.4	14,295.4	1.3	-	222,463.0	16.0
	Financial revenues	-	167.4	0.0	-	0.0	-	-	0.0	-	-	0.0	-	0.0	-	0.0	-	-	0.0
	Total revenues - operating section	4.8	746,412.3	95.4	749,522.1	87.3	0.4	860,848.4	87.6	14.9	884,025.2	70.7	896,137.0	75.9	859,354.0	80.4	-0.2	1,007,943.0	72.6
	Total revenues - development section, out of which:	79.4	36,223.8	4.6	109,465.8	12.7	202.2	121,607.3	12.4		365,643.0	29.3	284,948.2	24.1	209,064.5	19.6	0.7	380,255.0	27.4
	Previous surplus	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Total revenues collected (TRC* = TR - Previous surplus)		782,636.2	100.0	858,987.9	100.0	9.8	982,455.7	100.0	14.4	1,249,668.2	100.0	1,181,085.2	100.0	1,068,418.5	100.0	8.7	1,388,198.0	100.0

* %TRC - Represents the weight of each line in Total Revenues Collected (without reserves);

** Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2018-2021;

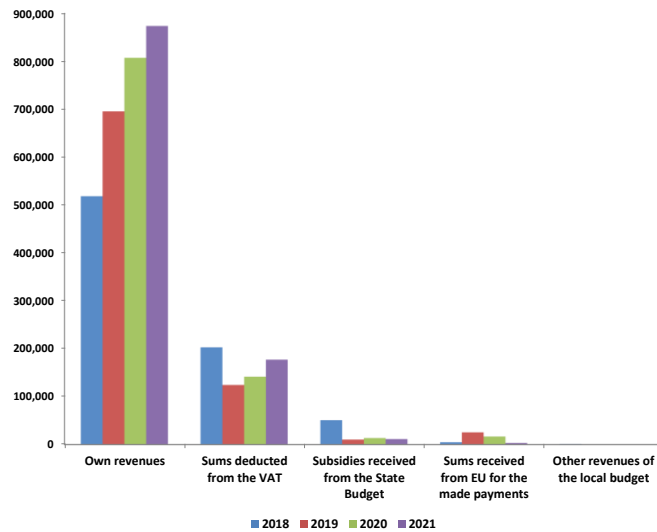
9 + 12	Taxes and duties on buildings	6.3	159,675.7	20.4	179,358.1	20.9	12.3	179,379.4	18.3	0.0	188,100.0	15.1	202,000.0	17.1	203,535.7	19.1	13.5	212,500.0	15.3
10 + 13	Taxes and duties on land	6.7	118,501.5	15.1	133,799.6	15.6	12.9	137,271.7	14.0	2.6	141,000.0	11.3	154,200.0	13.1	153,645.6	14.4	11.9	159,000.0	11.5
11 + 14	Taxes on the means of conveyance	4.9	12,055.4	1.5	13,073.3	1.5	8.4	13,181.0	1.3	0.8	13,800.0	1.1	14,500.0	1.2	14,592.0	1.4	10.7	16,000.0	1.2
		4.9	29,118.8	3.7	32,485.2	3.8	11.6	28,926.7	2.9	-11.0	33,300.0	2.7	33,300.0	2.8	35,298.2	3.3	22.0	37,500.0	2.7

The dynamics of the revenues collected for the period 2018 - 2021

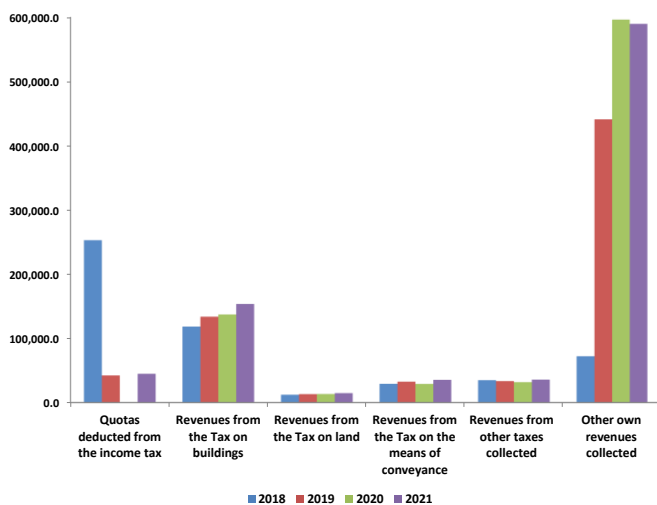
'000 RON



Dynamics of the total revenues collected in the period 2018 - 2021



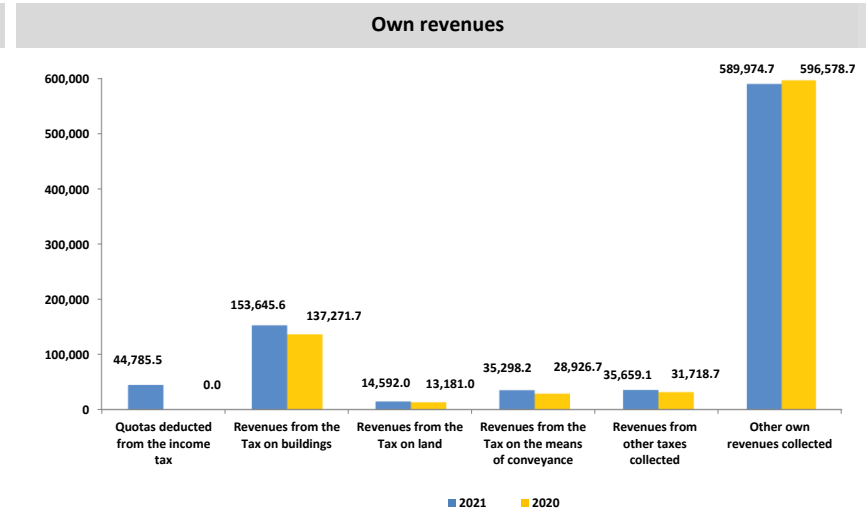
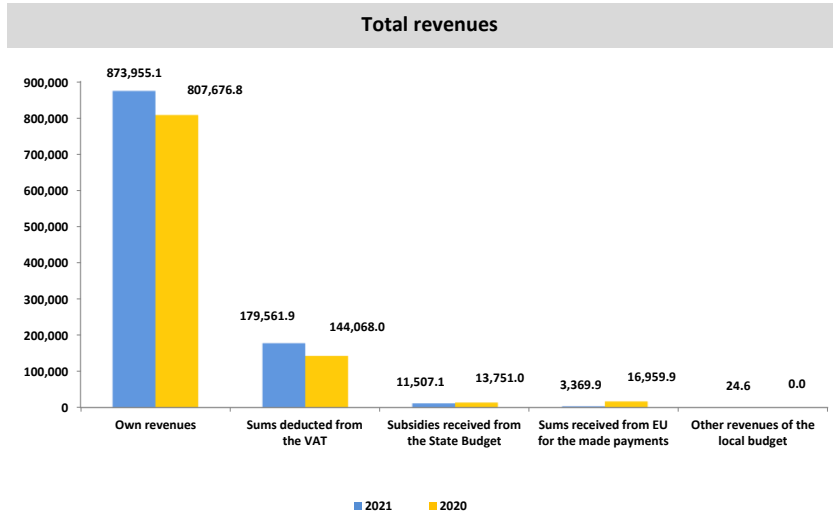
Dynamics of the own revenues collected in the period 2018 - 2021



- The **revenues collected** to the local budget increased with a compound annual rate of 10.9% up to RON 1,068,418.5 th, after consecutive increases of RON 76,351.7 th (+9.8%) in 2019 and RON 123,467.9 th (+14.4%) in 2020, respectively by RON 85,962.8 th (+8.7%) in 2021.
- The **Own revenues**, accounting for the main source contributing to the local budget of the institution (weights in between 66.2% and 82.2% observed in the analyzed interval), went up with a compound annual rate of 18.9%, reaching RON 873,955.1 th following increases of RON 176,517.8 th (+34%) in 2019, of RON 111,530.2 th (+16%) in 2020 and of RON 66,278.3 th (+8.2%) in the last year of the analyzed interval.
- The **Sums deducted from the VAT** decreased at a compound annual rate of 4.4% down to RON 179,561.9 th, following the decreases of RON 78,765.5 th (-38.4%) in 2019. In contrast, the revenues went up by RON 17,609 th (+13.9%) in 2020 and by RON 35,493.9 th in 2021. The variation of mentioned amounts was observed entirely for the financing of expenditures at the level of districts, for balancing of local budgets and for the financing of the private and confessional education.
- The **Sums received from the UE for the payments performed** reached RON 3.369,3 th after an oscillating evolution. Thereby, these revenues went up by RON 21,091.4 th (+439.4%) in 2019, decreased by RON 8,931.9 th (-34.5%) in 2020, and another drop by RON 13,590.1 th (-80.1%) in 2021. These amounts were targeted at the programs from the European Fund for Regional Development and from the European Social Fund.
- The **Subsidies received from the State Budget** decreased at a compound annual rate of 39.4% down to RON 11,507.1 th. Significant influences were observed in 2019, when the amounts decreased by RON 41,143.5 th (-79.7%). The impact of the decrease was diminished by increases in subsidies by RON 3,260.5 th (+31.1%) in 2020, while in 2021, the value diminished by RON 2,244 th (-16.3%).
- The dynamics of **Own revenues** was determined by the following groups:
 - **Other own revenues collected**, reaching RON 596,578.7 th after an increase at a compound annual rate of 101.5%. Significant increases were observed in 2019 (+RON 369,117 th, +511.8%) and in 2020 (+RON 155.334 th, +35.2%), at once with the legislative changes occurred on the Sums allocated from the quotas deducted from the income tax (including distribution percentages). Also, a decrease of these revenues was observed in 2021 (-RON 6,603.9 th, -1.1%);
 - **Revenues from the tax on property**, for which it was recorded the amount of RON 203,535.7 th, after an increase at a compound annual rate of 6.3%. The contributing increases were observed in 2019 (+RON 19,682.3 th, +12.3%) and 2021 (+RON 24,156.3 th, +13.5%). Larger collections in the interval came from legal entities;
 - **Revenues from other taxes collected**, which reached a value of RON 35,659.1 th after an increase at a compound annual rate of 0.8%. The increase influencing this evolution was recorded in 2021 (+RON 3,940.4 th, +12.4%), and it was followed by successive decreases in 2019 (-RON 1,508.8 th, -4.3%) and in 2020 (-RON 1,607.1th, -4.8%). Significant influences were observed mainly for Stamp duties, for notary work and other stamp duties, Fees and charges for the issuance of licenses and authorizations of functioning, as well as for Extrajudicial stamp duties;
 - **Quotas deducted from the income tax** have not been recorded during 2020, after an increases of RON 72,638.5 th (+40.3%) in 2018 and a decrease of RON 210,772.8 th (-83.3%) in 2019. In 2021, their value reached RON 44,785.5 th. This group was subject to legislative changes in relation to the Sums allocated from the quotas deducted from the income tax previously presented.

The variation of the performed revenues at Q4 2021 compared to Q4 2020

'000 RON



- The **revenues collected to the local budget** are going up by 8.7%, respectively by RON 85.962,8 th.
- The **Own Revenues**, with a 81.8% weight in the year's total revenues went up by RON 66,278.3 th (+8.2%).
- The **Sums deducted from VAT**, are recording an increase of 24.6% up to RON 179.561,9 th. The increase is influenced by those amounts for financing the expenditures at the level of districts (+RON 60,407.6 th, +63.6%) and for the private and confessional education (+RON 484.3 th, +2%) and was counterbalanced by the ones for balancing the local budgets, which didn't record values in 2021, but reached in 2020 RON 25,398 th.
- The **Sums received from the EU for the payments performed** are recording a decrease of 13,590.1 th RON, to the amount of RON 3,369.9 th, mainly at the level of the programs from the European Fund for Regional Development (without values in 2021, but in the amount of RON 16,177.9 th in 2020), contrabalanaced by the increase of Other Amounts from UE (+RON 1,176.8 th), Other community programs financed in the period of 2014 – 2020 (+RON 763.1 th) and the sums related to the European Social Fund (+RON 647.9 th).
- The **Subsidies received from the State Budget** are decreasing by RON 2,244 th, the influences being observed mainly at the level of the capital ones, respectively because of the amounts recorded for financing the social houses (+RON 2,250.7 th) and the necessary ones for the development of projects financed from non-reimbursable external funds (NEF) post-accession, related to the 2014-2020 financial framework (-RON 3,834.3 th, -94.4%). Also, at the level of the Current subsidies, no amounts were registered for the settlement of quarantine expenses (at the level of RON 595,7 th in the same period of the prior year).

- The **Own revenues** reached the value of RON 873,955.1 th during the reporting period, the most important influences determining the increase of the group being found at the level of the following income categories:
 - **Quotas deducted from the income tax** with an amount of RON 44,785.5 th, versus the absence of these revenues from last year.
 - **Revenues from the tax property**, with a value attained of RON 203,53.7 th (an increase of RON 24,156.3 th, +13.5%) recorded an increase of the sums collected from legal entities (+RON 14,161.6 th, +10.9%) and of the individuals (+RON 9,994.7 th, +20.1%).
 - **Revenues from othe taxes collected**, with an increase of RON 3,940.4 th (+12.4%) determined by Stamp duties, for notary work and other stamp duties (+RON 3,848.3 th, +44.2%), Other taxes and duties (+RON 1,865.7 th, +20.4%) and Taxes on shows (+RON 603.4 th, +66.4%). The decreases were counterbalanced by the Fees and charges for the issuance of licenses and authorizations of functioning (-RON 1,746.9 th, -15.7%).
 - **Other own revenues collected**, going down by RON 6,603.9 th (-1.1%), with a major influence coming from the Sums deducted from the income tax for balancing the local budget (-RON 13,239.3 th) and from the Revenues from interests (amounting to RON 3,151.6 th at Q4 2021, but without such revenues in 2020), respectively the Revenues from fines and other legal sanctions (+RON 2,797.5 th, +24.7%);

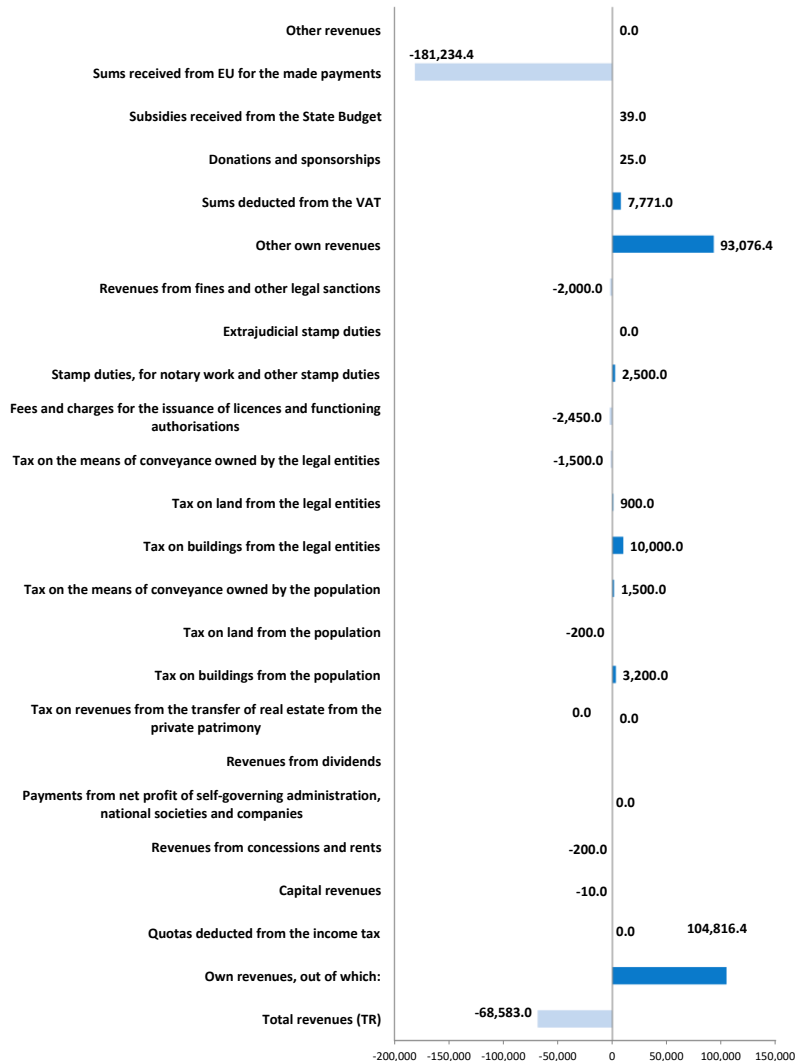
Budgetary provisions

Achievement degree of the revenues at Q4 2021

'000 RON



Revenues rectification, as compared to the initial budget of 2021



- The last budgetary rectification of the year was approved by Local Council's Decision no. 257 from 14.12.2021 and aims to decrease the provisions by RON 68,583 th.
- The provisions regarding the Sums received from the UE for the payments performed were decreased by RON 181,234.4 th, respectively down to RON 82,009.6 th. Lower allotments were observed for the programs related to the European Fund for Regional Development (-RON 180,856.4 th).
- The estimates for Revenues from sales of goods and services are provisioned by RON 3,235 th (-16.1%) under the initial level, especially at the level of Fines penalties and confiscations (-RON 1,930 th, -12.9%) and the group of Diverse Revenues (-RON 340 th, -13.4%);
- The final provisions regarding the Sums allocated from the quotas deducted from income tax to balance the local budgets were increased by RON 94,916.4 th as compared to the initial provisions.
- For the Revenues from the tax on property, the final estimations went up by RON 13,901 th (+7.4%), mainly related to the Taxes and duties on buildings (+RON 13,200 th, +9.4%).
- The allotments for Sums deducted from the VAT were increased by RON 7,771 th respectively up to RON 184,466 th. The influences were highlighted mainly at the level of the ones for the financing the expenditures at the level of districts (+RON 6,954 th, +4.6%).

Budgetary provisions

Achievement degree of the revenues at Q4 2021

'000 RON



Achievement degree compared to the final provisions

- The **total revenues collected** to the local budget at the end of the year were below the estimates by RON 112,666.7 th thereby recording an achievement degree of 90.5%.
- The **Investment revenues** were below the budget by RON 84,553.2 th, with an achievement degree of 14.5%. Significant influences on the low level of execution were observed in the following categories:
 - The **Sums received from the EU for the payments performed**, below provisions by RON 78,639.7 th (-95.9%), considering the lack of revenues related to the European Fund for Regional Development (included in the final budget in amount of RON 57,149.6 th), reduced execution by 91.8% at the level of the European Social Fund (-RON 14,259.7 th) and Other amounts received from EU (-RON 4,643.6 th, -79.3%);
 - The **Capital subsidies**, which were by RON 5,919.2 th (-35.2%) under the estimated value, with lower executions for: the amounts necessary for the development of projects financed from non-reimbursable external funds (NEF) post-accession, related to the 2014-2020 financial framework (-RON 3,168.8 th, -93.3%), for the Subsidies received for social housing funding (-RON 2,750 th, -27.5%).
- The **Operational revenues** were below the estimates by RON 28,113.4 th, with an achievement degree of 95.9%. The budgetary execution's structure was influenced by the following categories:
 - **Other own revenues**, lower by RON 26,539.7 th (-4.3%) than the budget estimates and influenced mainly by the Sums allocated from the quotas deducted from income tax to balance the local budgets (-RON 29,039.1 th, -4.9%), Other taxes and duties (-RON 696.9 th, -6%), Revenues from interests, not provisioned through the final budget, but executed in amount of RON 3,151.6 th.
 - **Revenues from the tax on property**, bigger with RON 1,535.7 th (+0.8%) as compared to the final estimations, with a dynamic determined by the amounts collected from the population (+RON 3,501.3 th, +6.2%) and from legal entities (-RON 1,965.5 th, -1.3%). Specifically, significant increases vs. the provisions were observed at the level of the amounts collected in connection with the means of conveyance;
 - **Fees and charges for the issuance of licenses and authorizations of functioning**, above the budget by RON 1,07.8 th (+13.4%).
 - **Revenues from fines and other legal sanctions**, with a collected amount bigger with RON 1,025.4 th (+7.9%);

Revenues ratios at Q4 2021, as compared to Q4 2020

'000 RON



Ratios	2021	2020
Revenues from the tax on property	203,535.7	179,379.5
Revenues per Capita	512.7 RON	455.2 RON
The revenue weight in the total revenues	19.1%	18.3%
Own tax revenues	851,192.5	791,551.4
Revenues per Capita	2,144.1 RON	2,008.5 RON
The revenue weight in the total revenues	79.7%	80.6%
Total current revenues (autonomous)	1,053,525.9	951,737.2
Revenues per Capita	2,653.8 RON	2,415.0 RON
The revenue weight in the total revenues	98.6%	96.9%
Operational revenues	1,054,123.1	952,876.3
Revenues per Capita	2,655.3 RON	2,417.9 RON
The revenue weight in the total revenues	98.7%	97.0%
Investment revenues	14,295.4	29,579.5
Revenues per Capita	36.0 RON	75.1 RON
The revenue weight in the total revenues	1.3%	3.0%
Total revenues per Capita	2,691.3 RON	2,492.9 RON
Own revenues per Capita	2,201.5 RON	2,049.4 RON
The level of financing from the own revenues	81.8%	82.2%
The degree of self-financing	77.6%	82.2%
The degree of dependency of the local budget to the state budget	71.0%	75.2%
The degree of decisional autonomy	81.8%	84.8%
The degree of achievement of the revenues from the initial budget	85.5%	94.5%
The degree of achievement of the revenues from the final budget	90.5%	85.6%
The degree of achievement of the own revenues from the initial budget	110.4%	96.7%
The degree of achievement of the own revenues from the final budget	97.5%	96.4%
The degree of achievement of the property taxes from the initial budget	108.2%	95.1%
The degree of achievement of the property taxes from the final budget	100.8%	95.1%
The annual estimate from the local tax revenues (maximum probability)	239,134.0	211,039.2
The annual estimate from the local tax revenues (rectified budget)	237,159.0	225,769.0
The degree of achievement of the annual revenues estimated from the local tax revenues	99.2%	107.0%
The collection degree from the initial budget of the revenues from:		
Quotas deducted from the income tax	100.0%	n/a
Taxes on buildings from the population	118.4%	98.6%
Taxes on land from the population	98.2%	85.2%
Taxes on the means of conveyance from the population	114.8%	92.2%
Taxes on buildings from legal entities	106.5%	97.0%
Taxes on land from legal entities	108.9%	99.9%
Taxes on the means of conveyance from legal entities	95.0%	77.0%
Capital:	396,988	394,097
as of:	01.01.2020	01.01.2019

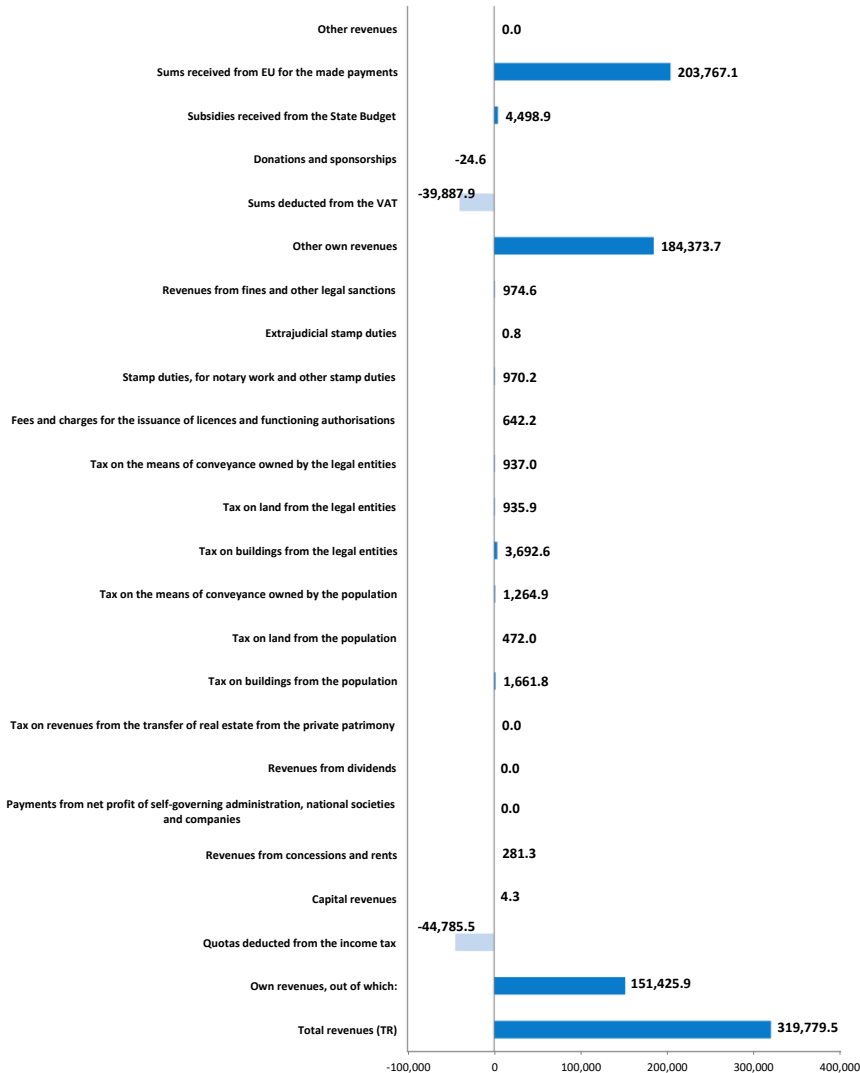
- The **Revenues from the tax on property** registered an increase by RON 24,156.3 th (+13.5%), determined by the sums collected from legal entities (+RON 14,161.6 th, +10.9%), whereas the amounts collected from the population went up by RON 9,994.7 th (+20.1%). Therefore, it was observed the increase of the taxes on buildings (+RON 16,373.9 th, +11.9%), of those collected for the means of conveyance (+RON 6,371.4 th, +22%), followed by the ones on land (+RON 1,411 th, +10.7%).
- The **Own tax revenues** went up by RON 59,641 th (+7.5%), mainly as a consequence of:
 - The increase of **Quotas and sums deducted from the income tax** (+RON 31,546.2 th, +5.4%).
 - The increase of the **Revenues from the tax on property**;
 - The increase of the **Stamp duties, for notary work and other stamp duties** (+RON 3,848.3 th, +44.3%).
 - The increase of **Other taxes and duties** (+RON 1,865.7 th, +20.4%);
 - The decrease of **Fees and charges for the issuance of licenses and authorizations of functioning** (-RON 1,746.9 th, -15.7%);
- The **Total current (autonomous) revenues** went up RON 101,788.7 th (+10.7%) with influences from the:
 - Tax revenues**, going up by RON 95,134.9 th (+10.2%), as a consequence of the increase of Own tax revenues and Sums deducted from VAT (+ RON 35,493.9 th, +24.6%);
 - Non-tax revenues**, going up by RON 6,653.8 th (+41.3%), mainly due to the amounts recorded in 2021 from Revenues from interests (that recached RON 3,151.6 th, without sums in 2020) and the increase of the revenues from Sale of goods and services (+RON 3,346.5 th, +23%).
- The **Operational revenues collected** in the analyzed interval went up by RON 101,246.9 th, the evolution being determined by an increase in Current revenues (+RON 101,788.7 th, +10.7%) and the decrease of Current subsidies (-RON 541.8 th, -47.6%).
- The **Investment revenues** went down by RON 15,284.1 th (-51.7%). These revenues are related to the Sums received from the EU for the payments performed (-RON 13,590.1 th, -80.1%) and to the Capital subsidies (-RON 1,702.1 th, -13.5%).

Budgetary provisions for 2022

'000 RON



Budgetary provisions for 2022 versus the attained level in 2021



- The **initial budget** for 2022 was approved by Local Council's Decision no. 17 dated 10.02.2022, with the revenues amounting to RON 1,388.198 th, accounting for an increase of budgetary provisions by 29.9%, as compared to the previous year's execution.
- The provisions related to **Own revenues** are larger than the sums collected in the previous year by RON 151,425.9 th (+17.3%), amounting to RON 1,025.381 th. Without taking into account the Quotas and amounts deducted from the income tax, the Own revenues are estimated at RON 285,721 th in 2022. The provisions of this category are influenced by the following lines:
 - **Quotas and amounts deducted from the income tax**, the estimates going up by RON 127,601.6 th (+20.8%), respectively to RON 739,660 th.
 - **Revenues from the tax on property**, with the provisions going up by RON 8,964.3 th (+4.4%) to the amount of RON 212,500 th. The main contribution within these estimates is brought by the revenues collected from legal entities (+RON 5,565.5 th), respectively through higher provisions for taxes and duties on buildings collected from individuals and legal entities (+RON 5.354,4 th);
 - **Revenues from fines and other legal sanctions**, the provisions being increased by RON 974.6 th (+6.9%), respectively to the amount of RON 15,000 th;
 - **Stamp duties, for notary work and other stamp duties**, going up by RON 970.2 th (+7.7%) to the amount of 10,000 th.
- The **Sums received from the EU for the payments performed** are, within the budget for 2022, amounting to RON 207,137 th, after a significant increase of the provisions compared to the execution of 2021. These amounts are entirely related to the 2014-2020 financial framework and are concentrated mainly around the European Fund for Regional Development (that reflected provisions in amount of RON 191,316 th). A smaller share of the provisions is distributed to the European Social Fund and Other amounts received from EU.
- The **Subsidies received from the state budget** are estimated in amount of RON 16,006 th in the initial budget for 2022, recording an increase by 39.1% as compared to the budgetary execution of the prior year. The evolution is related mainly to the increase of the Capital subsidies through higher Subsidies received from the state budget to local budgets necessary for the development of projects financed from non-reimbursable external funds (NEF) post-accession, related to the 2014-2020 financial framework.
- The **Sums deducted from VAT** were included in the budget of 2022 at the value of RON 139,764 th, after a decrease of the provisions by 22.2% compared to the execution of the previous year. In the breakdown of the provisions, we can observe the decrease of those for financing the expenditures at the level of districts (-RON 41,982.6 th) and the increase of those for financing the private and confessional education (+RON 2,094.7 th).



Table of contents Section III

Section III: Budgetary expenditures (functional classification)

- The situation of the expenditures incurred for the period 2018 - 2021
- The dynamics of the expenditures incurred for the period 2018 - 2021
- The variation of the performed expenditures in 2021 compared to 2020
- Budgetary provisions in 2022

The situation of the expenditures incurred for the period 2017 - 2021

'000 RON



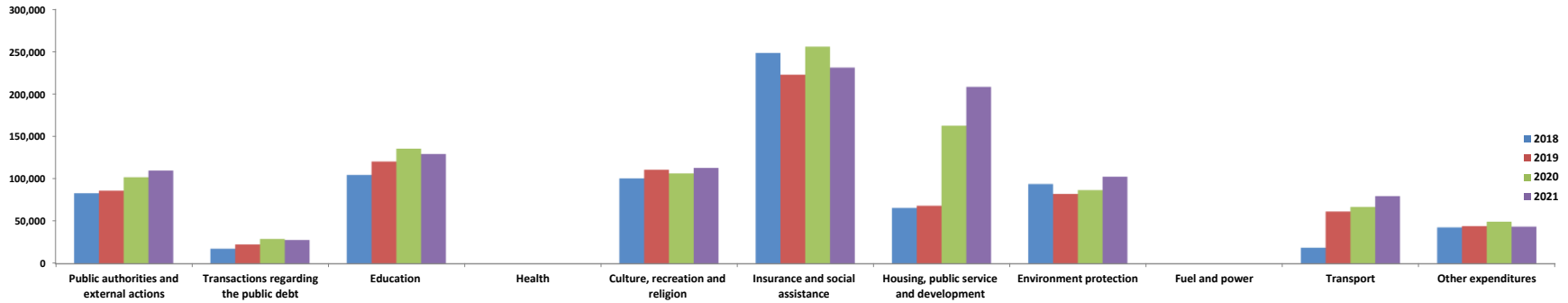
Line	Expenditures	evolution in the period*	2018		2019			2020			2021			2022						
			Execution	% /TP	Execution	% /TP	y/y	Execution	% /TP	y/y	Planned	% /TP	Rectified	% /TP	Execution	% /TP	y/y	Planned	% /TP	
Functional classification			10.9	782,636.2		858,987.9		9.8	982,455.7		14.4	1,249,668.2		1,181,085.2		1,068,418.5		8.7	1,388,198.0	
1	Public authorities and external actions	9.7	83,734.1	10.7	86,732.0	10.5	3.6	102,566.1	10.3	18.3	146,241.0	11.4	136,915.0	11.3	110,413.3	10.5	7.7	240,962.0	16.8	
2	Transactions regarding the public debt	16.6	17,758.0	2.3	22,866.6	2.8	28.8	29,389.8	2.9	28.5	31,065.0	2.4	32,182.0	2.7	28,169.8	2.7	- 4.2	36,401.0	2.5	
3	Education	7.3	105,241.9	13.5	121,014.5	14.7	15.0	136,162.3	13.6	12.5	139,696.0	10.9	149,067.0	12.3	129,873.0	12.4	- 4.6	223,573.0	15.6	
4	Health	-	-	-	-	-	-	-	-	-	310.0	0.0	546.0	0.0	0.1	0.0	-	5,036.0	0.4	
5	Culture, recreation and religion	3.9	101,178.2	13.0	111,329.9	13.5	10.0	107,047.0	10.7	- 3.8	142,933.0	11.2	132,842.0	11.0	113,517.7	10.8	6.0	129,329.0	9.0	
6	Insurance and social assistance	- 2.4	248,719.5	31.9	223,193.6	27.1	- 10.3	256,167.3	25.6	14.8	248,588.0	19.5	250,699.0	20.7	231,562.3	22.1	- 9.6	280,937.0	19.6	
7	Housing, public service and development	46.6	66,325.8	8.5	68,955.3	8.4	4.0	163,182.5	16.3	136.6	268,890.0	21.0	239,222.0	19.8	208,837.0	19.9	28.0	183,906.0	12.8	
8	Environment protection	3.0	94,562.3	12.1	82,921.3	10.1	- 12.3	87,404.4	8.7	5.4	105,667.0	8.3	103,824.0	8.6	103,181.7	9.8	18.1	119,411.0	8.3	
9	Fuel and power	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
10	Transport	61.8	18,972.6	2.4	62,066.4	7.5	227.1	67,535.5	6.8	8.8	134,463.0	10.5	113,477.0	9.4	80,326.7	7.7	18.9	146,473.0	10.2	
11	Other expenditures	0.7	43,193.4	5.5	44,653.3	5.4	3.4	49,955.6	5.0	11.9	59,844.0	4.7	50,340.0	4.2	44,061.3	4.2	- 11.8	68,674.0	4.8	
12	Reserves, Surplus / Deficit		2,950.2		35,255.0		1,095.0	- 16,954.9		- 148.1	- 28,028.8		- 28,028.8		18,475.7		- 209.0	- 46,504.0		
Economic classification			10.9	782,636.2		858,987.9		9.8	982,455.7		14.4	1,249,668.2		1,181,085.2		1,068,418.5		8.7	1,388,198.0	
1	Staff costs, of which:	4.2	160,705.6	20.6	176,532.2	21.4	9.8	185,613.5	18.6	5.1	188,338.0	14.7	184,678.0	15.3	181,891.3	17.3	- 2.0	232,234.0	16.2	
	without those for Education and Insurance and social assistance	6.2	51,347.2	6.6	57,878.1	7.0	12.7	59,711.6	6.0	3.2	66,120.0	5.2	62,701.0	5.2	61,438.1	5.9	2.9	93,984.0	6.6	
2	Social assistance	- 11.2	101,227.5	13.0	65,127.5	7.9	- 35.7	69,495.8	7.0	6.7	76,106.0	6.0	76,150.0	6.3	70,802.0	6.7	1.9	89,645.0	6.2	
3	Subsidies	- 14.9	6,500.0	0.8	5,170.0	0.6	- 0.2	4,421.0	0.4	- 0.1	4,500.0	0.4	4,000.0	0.3	4,000.0	0.4	-	5,200.0	0.4	
4	Goods and services	6.2	305,292.6	39.2	336,920.5	40.9	10.4	383,545.9	38.4	13.8	383,192.0	30.0	412,893.0	34.1	365,731.9	34.8	- 4.6	446,963.0	31.2	
5	Capital expenditures	73.7	40,567.5	5.2	80,931.5	9.8	99.5	155,369.5	15.5	92.0	347,640.0	27.2	264,521.0	21.9	212,670.6	20.3	36.9	290,206.0	20.2	
6	Interest	15.0	17,748.4	2.3	22,866.6	2.8	28.8	29,389.8	2.9	28.5	31,065.0	2.4	30,182.0	2.5	26,994.3	2.6	- 8.2	36,400.0	2.5	
7	Loan reimbursements	23.4	40,555.1	5.2	38,523.9	4.7	- 0.1	64,280.3	6.4	0.7	83,600.0	6.5	81,700.0	6.8	76,160.2	7.3	0.2	72,000.0	5.0	
8	Current transfers	- 8.3	60,187.1	7.7	60,263.0	7.3	-	60,790.5	6.1	0.0	54,303.0	4.3	52,980.0	4.4	46,409.2	4.4	- 0.2	66,172.0	4.6	
9	Internal transfers	25.8	12,146.5	1.6	17,161.7	2.1	0.4	21,766.1	2.2	0.3	25,789.0	2.0	26,606.0	2.2	24,209.1	2.3	0.1	26,312.0	1.8	
10	Projects financed from non-reimbursable external	93.9	513.6	0.1	1,377.4	0.2	168.2	2,266.8	0.2	64.6	35,452.0	2.8	35,909.0	3.0	3,742.9	0.4	65.1	112,656.0	7.9	
11	Other expenditures	2.9	34,242.0	4.4	18,858.6	2.3	- 44.9	22,471.4	2.2	19.2	47,712.0	3.7	39,495.0	3.3	37,331.3	3.6	66.1	56,914.0	4.0	
12	Reserves, Surplus / Deficit		2,950.2		35,255.0		1,095.0	- 16,954.9		- 148.1	- 28,028.8		- 28,028.8		18,475.7		- 209.0	- 46,504.0		
Total payments (TP) <i>(total expenditures performed without considering the periods' result)</i>			10.4	779,686.0		823,732.9		5.6	999,410.6		21.3	1,277,697.0		1,209,114.0		1,049,942.8		5.1	1,434,702.0	
Operational expenditures			1.8	680,291.8	87.3	680,033.5	82.6	0.0	748,671.7	74.9	10.1	769,325.0	60.2	782,220.0	64.7	718,184.3	68.4	-4.1	899,539.0	62.7
Investment expenditures			76.9	41,081.1	5.3	82,309.0	10.0	100.4	157,068.8	15.7	90.8	393,672.0	30.8	312,977.0	25.9	227,393.5	21.7	44.8	426,759.0	29.7
Financial expenditures			21.4	58,313.1	7.5	61,390.5	7.5	5.3	93,670.1	9.4	52.6	114,700.0	9.0	113,917.0	9.4	104,365.0	9.9	11.4	108,404.0	7.6
Total of the Operating Section			3.7	738,640.6	94.7	741,753.2	90.0	0.4	842,341.8	84.3	13.6	884,025.0	69.2	896,137.0	74.1	822,549.3	78.3	-2.3	1,007,943.0	70.3
Reserves, surplus/deficit for the operating section				7,771.7		7,768.9			18,506.6			0.2	-	-	36,804.8			-	0.0	
Total of the Development Section			76.9	41,045.4	5.3	81,979.7	10.0	99.7	157,068.8	15.7	91.6	393,672.0	30.8	312,977.0	25.9	227,393.5	21.7	44.8	426,759.0	29.7
Reserves, surplus/deficit for the development section				- 4,821.6		27,486.0			- 35,461.5			- 28,029.0		- 28,028.8		- 18,329.1			- 46,504.0	
Previos surplus				6,778		9,728			44,983					28,028				46,504		
Current year surplus/deficit				2,950		35,255			- 16,955					18,476				- 46,504		
Cummulated surplus				9,728		44,983			28,028					46,504				-		

*) Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2018-2021;

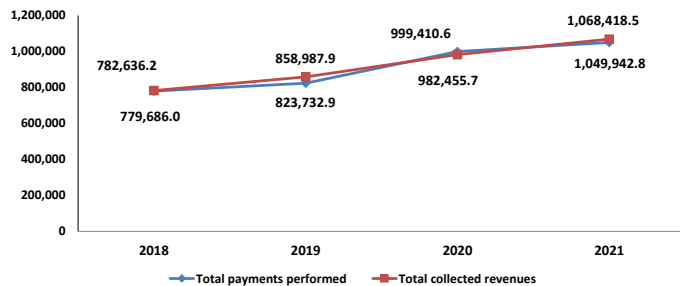
The dynamics of the expenditures incurred for the period 2018 - 2021

Functional classification

'000 RON



Total revenues collected and payments performed



- The payments performed from the local budget went up at a compound annual rate of 10.4% up to RON 1,049,942.8 th, level attained after successive increases of RON 44,046.9 th (+5.6%) in 2019 and RON 175,677.7 th (+21.3%) in 2020. In 2021, there was an increase of payments by RON 50,532.2 th (+5.1%).
- The payments related to the **Housing, public services and development** chapter reached RON 208,837 th, after an increase at a compound annual rate of 46.6%. The evolution of this chapter was mainly determined by a significant increase, respectively by RON 94,227.2 th (+136.6%), recorded in 2020. Within the same interval, the payments went up by RON 45,654.5 th (+28%) in 2021 and with RON 2,629.5 th in 2019. The payments in relation to this chapter were mainly oriented towards Houses and Other services for housing, public services and community development.

- The expenses within the **Transports** chapter reached RON 80,326.7 th after an increase at a compound annual rate of 61.8%. A significant influence was observed in 2019, when the payments increased by RON 43,093.8 th (+227.1%). Additionally, the payments went up by RON 12,791.2 th (+18.9%) in 2021 and by RON 5,469.1 th (+8.8%) in 2020. The variation of these expenditures was focused entirely around the Streets paragraph.
- The payments obligations financed from the **Culture, recreation and religion** chapter went up at a compound annual rate of 3.9% up to RON 113,517.7 th. Although the year 2020 registered a decrease of payments by RON 4,282.9 th (-3.8%), increases were observed in 2019 (+RON 10,151.6 th, +10%) and in 2021 (+RON 6,470.7 th, +6%). A significant majority of payments had as their main objective the Maintenance of public gardens, parks, green areas, sports and leisure centers paragraph.
- The expenses related to the **Insurance and social assistance** chapter reached RON 231,562.3 th, respectively going down at a compound annual rate of 2.4%. The evolution of this chapter was determined by the increase by RON 32,973.7 th (+14.8%) in 2020. The payments went down by RON 25,525.9 th (-10.3%) in 2019, respectively by RON 24,605.1 th (-9.6%) in 2021. The amounts paid were focused around Other expenditures in the insurance and social assistance field, Units for medical and social assistance, Social assistance for family and children, Nurseries, Assistance for the elderly and Social support.
- The payments recorded for the **Public authorities and external actions** reached RON 110,413.3 th after an increase at a compound annual rate of 9.7%. A significant influence was observed in 2020, when the expenditures went up by RON 15,834 th (+18.3%). The rest of the periods registered increases of RON 7,847.2 th (+7.7%) in 2021 and of RON 2,997.9 th (+3.6%) in 2019.

The dynamics of the expenditures incurred for the period 2018 - 2021

Functional classification

'000 RON



- Regarding the **Transactions regarding the public debt**, chapter through which are performed payments mainly in connection with the debt service (in this case interest and commissions), reached RON 28,169.8 th after an increase at a compound annual rate of 16.6%. The increases in the interval were constant in terms of value, respectively by RON 5,108.7 th (+28.8%) in 2019 and by RON 6,523.2 th (+28.5%) in 2020. In 2021, there is a decrease of these payments by RON 1,220 th (-4.2%). The main influences of these evolutions come from the increase of the investment program in the district, for which co-financing was attracted from internal and external banks, but also from changes in monetary policies that bring, as the case may be, increases or decreases in financing costs.
- The group of chapters included in **Other expenditures** reached a level of RON 44,061.3 th after increasing at a compound annual rate of 0.7%. Therefore, the expenses of these chapters increased by RON 1,459.9 th (+3.4%) in 2019 and by RON 5,302.3 th (+11.9%) in 2020. In 2021, there is a decrease by RON 5,894.3 th (-11.8%). Holding the main weight in the group's expenditures, the Public order and national security chapter is mainly responsible for the increases registered in the interval. Within this chapter, the payments were focused around the Local police paragraph.
- The expenses related to the **Environment protection** chapter reached RON 103,181.7 th, respectively going up at a compound annual rate of 3%. The evolution of this chapter was mainly determined by the increase of RON 15,777.2 th (+18.1%) in 2021, followed by a higher level by RON 4,483.2 th (+5.4%) in 2020. In contrast, this chapter registered a decrease of RON 11,641 th (-12.3%) in 2019. The payments were focused around the Sanitation chapter.
- In the **Education** chapter, the payments went up at a compound annual rate of 7.3%. Increases of payments are constant as value, respectively by of RON 15,772.5 th in 2019 and by RON 16,147.9 th (+12.5%), while the interval ended with a decrease in 2021 (-RON 6,289.3 th, -4.6%). The local budget of the institution finances expenditures on the Pre-school and elementary, secondary, post-secondary and special education, as well as for Other expenditures in the field of education.

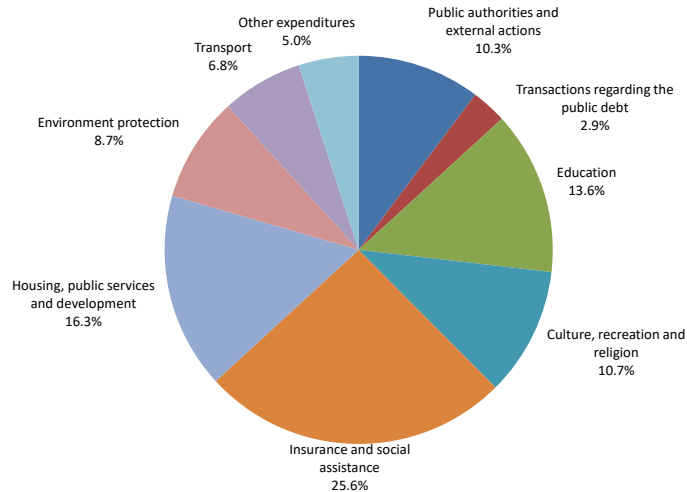
The variation of the performed expenditures at Q4 2021 vs. Q4 2020

Functional classification

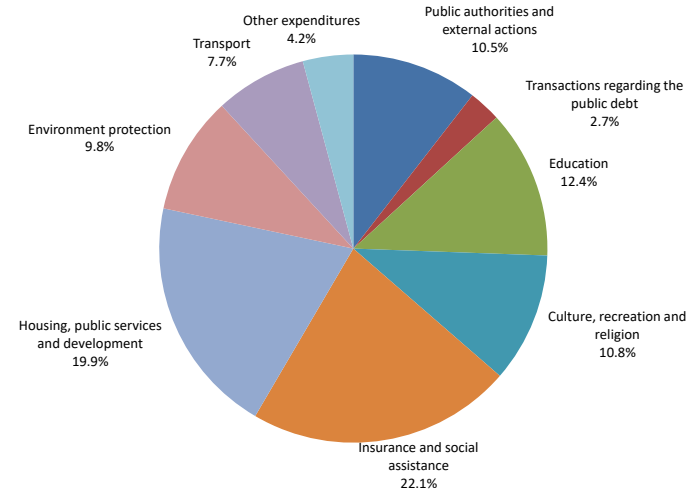
'000 RON



The structure of the payments performed at Q4 2020



The structure of the payments performed at Q4 2021



- The payments performed during 2021 went up by RON 50,532.2 th (+5.1%) in comparison to the budgetary execution of the previous year of reference.
- The **Housing, public services and development** chapter stood out through a significant increase, compared to the rest of the financing destinations, by of RON 45,654.5 th (+28%). determined mainly by the payments for Houses (+RON 41,687.7 th, +52.7%) and for Other services for housing, public services and community development (+RON 3,817.6 th, +4.5%).
- The **Environment protection** chapter had an increase in payments by RON 15,777.2 th (+18.1%), whereas the dynamics was determined by larger expenditures on Sanitation, respectively Materials and services with functional character and Other expenditures with goods and services.
- The payments for the **Transport** chapter went up by RON 12,791.2 th (+18.9%), entirely at the level of the Streets paragraph, with influences from Goods and services, Capital expenditures and Capital transfers.
- Another significant increase of payments was observed for the **Public authorities and external actions** chapter, respectively by RON 7,847.2 mii RON (+7.7%). A considerable weight of the increase was concentrated at the level of Capital expenditures.
- Within the **Culture, recreation and religion** chapter, the payments went up by RON 6,470.7 th (+6%). The influences came mainly from the Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 11,153.3 th, +11.5%) and Other services in the field of culture, recreation and religion (-RON 4,382.6 th, -52.6%). Significant variations that contributed to the evolution were recorded at the level of payments made for Goods and services, Transfers to public institutions, Capital expenditures and Financial operations.
- The main decrease of the expenditures was reflected at the level of the Insurance and social assistance chapter, the payments going down by RON 24,605.1 th (-9.6%), the influences deriving from Other expenditures in the insurance and social assistance field (-RON 11,442.7 th, -13.4%), Social assistance for family and children (-RON 9,144.8 th, -26.2%), Nurseries (-RON 4,112.1 th, -15.7%), while were performed higher expenditures for Social assistance for the illness and disability (+RON 5,005.4 th, +6.1%). The decreases of payments are related mainly to Goods and services, but were increased the payments for Social assistance and Capital expenditures.

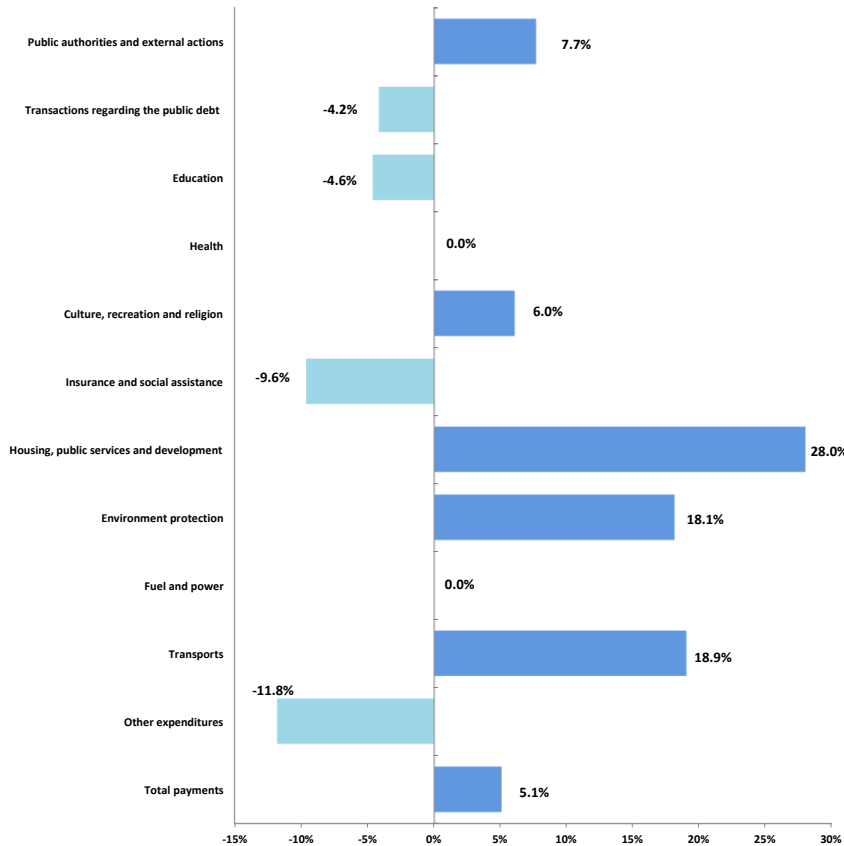
The variation of the performed expenditures at Q4 2021 vs. Q4 2020

Functional classification

'000 RON



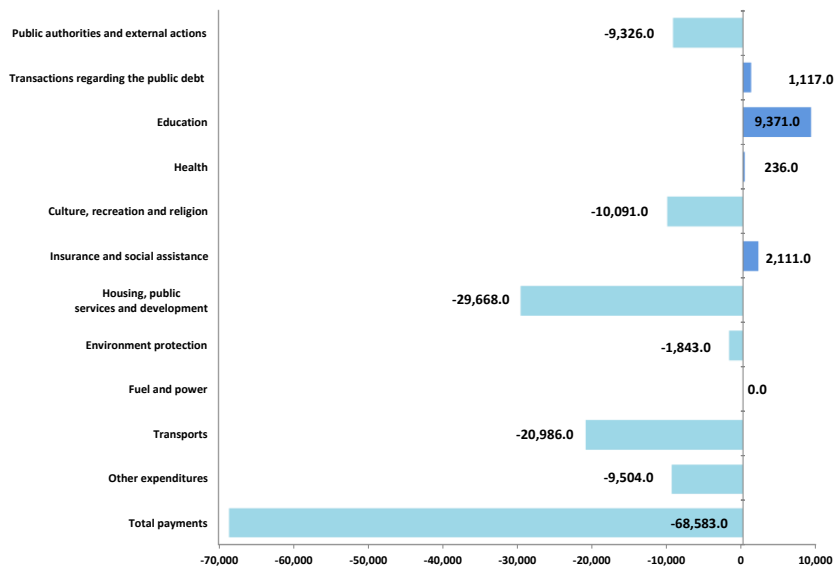
Functional expenditures variation



- Similar decreases to those of the previous chapter, in terms of value, were found also within the **Education** chapter, respectively by RON 6,289.3 th (-4.6%). The influences came from School after school program (-RON 8,450.9 th, -94.8%). Pre-school and elementary education (-RON 7,024.4 th, -13.5%), Secondary education (+RON 6,725.1 th, +13.3%) and other expenditures in the field of education (+RON 2,442.9 th, +11.2%). Specifically, these variations were related to the Capital expenditures, Scholarships, Financing of private or confessional accredited education, Goods and services, Staff costs and Social assistance.
- The group **Other expenditures** has recorded a decrease of the payments by RON 5,894.3 th (-11.8%), related to the following chapters: Public order and national security (-RON 3,894.2 th, -9.5%, entirely at the level of Civil protection and fire protection) and Other general public services (-RON 2,012.7 th, -23.1%).
- Within the **Transactions regarding the public debt** chapter the payments made were lower by RON 1,220 th (-4.2%), entirely as a result of the Interest expenditures (-RON 2,395.5 th, -8.2%), counterbalanced by the payments recorded in 2021 of RON 1,175.5 th for Commissions and other costs for debts (no such payments being reflected in the prior year).



Functional expenditures rectification, as compared to the initial budget



- The last budgetary rectification in 2021 provides a decrease of payments by RON 68,583 mii RON (-5.4%) in comparison to the initial budget, respectively down to RON 1,209,114 mii RON.
- The estimates were decreased for the **Housing, public services and development** chapter by RON 29,668 th (-11%), down to RON 239,222 th. Changes in estimates were observed for the Houses paragraph (-RON 25,914 th, -15.3%), Other services for housing, public services and community development (-RON 3,163 th, -3.2%).
 - According to the investment list which accompanies the budget rectification, the works planned in 2021 are amounting to RON 284,735 th, respectively RON 144.232 th from the local budget, RON 140,203 th from external loans and RON 300 th from NEF. The main objective financed in this chapter refers to the thermal rehabilitation of residential blocks in order to increase energy efficiency. Additional expenditures are added in relation to studies/projects.
- The budgetary provisions for the **Transports** chapter are going down by RON 20,986 th (-15.6%) in comparison to the initial budget, reaching RON 113,477 th, entirely at the level of the Streets paragraph.
 - The investment list of the last budgetary rectification provides investments amounting to RON 67,356 th, entirely with financing from the local budget. Specifically, the investment list aims the improvement of the infrastructure at the level of streets, alleys and parking lots, including studies and projects.

- The expenditures estimated for the **Culture, recreation and religion** chapter are going down to RON 10,091 th (-7.1%) in comparison to the initial budget, reaching RON 132,842 th. Lower provisions are observed mainly for Maintenance of public gardens, parks, green areas, sports and leisure centers (-RON 10,437 th, -7.7%).
 - In 2021, the investment list of the rectification provides investments amounting to RON 61,362 th, respectively up to RON 20,451 th from the local budget and RON 40,611 th from internal credits, respectively RON 300 th from own revenues. The investments are focused around infrastructure works, modernization of cultural objectives, studies and independent endowments.
- Within the **Other expenditures** group the provisions were decreased by RON 9,504 th (-15.9%), down to RON 50,340 th. The main decrease was noticed at the level of the Other general public services chapter (-RON 10,243 th, -59.1%), considering that through the final budget were no longer provisioned amounts for Emergency fund for local authorities (in amount of RON 10,000 th in the initial budget). At the same time, for the chapter Public order and national security were increased the estimations by RON 739 th (+1.8%).
- The provisions for the **Public authorities and external actions** chapter were decreased by RON 9,326 th (-6.4%), down to RON 136,915 th.
 - The investment list of the budgetary rectification provides investments amounting to RON 30,481 th for the entire year, entirely from the local budget and non-refundable external funds. The objectives mainly provide the modernization of some educational units and independent endowments.
 - The **Environment protection** chapter had its initial provisions decreased by RON 1,843 th (-1.7%), entirely for the Sanitation, respectively Collection, treatment and destruction of waste paragraph (-RON 1,540 th).

Budgetary provisions

Functional classification

'000 RON



- The **Education** chapter records an increase of estimates by RON 9,371 th (+6.7%), up to RON 149,067 th, with influences coming from the Secondary education (RON +7,891 th, +14.9%), Pre-school and elementary education (+RON 4,320 th, +8.2%), from the School after school program (-RON 2,101 th, -81.8%) and Special education (-RON 1,466 th, -26.8%).
 - According to the investment list of the budgetary rectification, the estimated investments are amounting to RON 197,076 th, respectively RON 14,407 th from the local budget, RON 2,802 th from internal loans, RON 3,482 th from non-refundable external funds and RON 17,295 th from external loans. The main objectives include school construction, design works, studies/expertise and independent endowments
- Increase of the provisions was registered at the level the **Insurance and social assistance** chapter, respectively by RON 2,111 th (+0.8%) up to RON 250,699 th. The influences are coming from Other expenditures in the insurance and social assistance field (+RON 9,082 th, +13.7%) and Social Insurance for families and children (-RON 4,765 th, -14.6%).
 - The investment list of the last budgetary rectification provides works amounting to RON 16,785 th, with financing from the local budget and non-refundable external funds, which aim at social objectives (nurseries and social programs), studies and independent endowments
- For **Transactions regarding the public debt** through the amended budget, provisions were increased by RON 1,117 th (+3.6%) above the level initially estimated, by including provisions worth RON 2,000 th for Commissions and other costs related to loans (void in the planned budget), followed by the decrease by RON 883 th (-2.8%) of the provisions for Interest.

Budgetary provisions

Functional classification

'000 RON



The achievement degree, as compared to the final provisions of the period

- The payments performed during 2021 amounted to RON 1,049,942.8 th, respectively below the budgetary provisions by RON 159,171.2 th (with an achievement degree 86.8%).
- The payments performed from the **Transports** chapter were below estimates by RON 33,150.3 th, respectively an achievement degree of 70.8% determined by lower expenditures on the Street paragraph, namely Capital expenditures and Goods and services.
- The expenditures incurred for the **Housing, public services and development** chapter were below the budget by RON 30,385 th, recording an achievement degree of 87.3%. Thereby, it was observed the execution of the payments for Houses (-RON 22,860.2 th, -15.9%) si and Other services for housing, public services and community development (-RON 7,292.7 th, -7.7%). The achievement degree was determined mainly by the Capital expenditures.
- The expenditures related to the **Public authorities and external actions** chapter were below the budgetary provisions by RON 26,501.7 th, recording an achievement degree of 80.6%. The largest deviations from the provisions were recorded mainly at the level of Projects financing from non-refundable external funds related to the 2014-2020 financial framework, Goods and services, Capital expenditures and Staff costs.
- The payments performed from the **Culture, recreation and religion** chapter were below the budgetary provisions by RON 19,324.3 th with a related achievement degree of 85.5% determined by the expenditures on the Maintenance of public gardens, parks, green areas, sports and leisure centers (-RON 17,681.4 th, -14%) and Other services in the field of culture, recreation and religion (-RON 1,296.9th, -24.8%). From an economic perspective, it was observed the evolution of Goods and services, Capital expenditures and Transfers to public institutions.
- The payments related to the **Insurance and social assistance** chapter were below estimates by RON 19,136.8 th, recording an achievement degree of 92.4% determined by lower payments for Nurseries (-RON 10,568.7 th, -32.3%), Social assistance for the disabled (RON -2,923 th, -3.2%), for family and children (-RON 2,169.3 th, -7.8%), Other expenditures in the insurance and social assistance field (-RON 1,613.6 th, -2.1%). From an economic perspective, lower executions were highlighted at the level of Projects financing from non-refundable external funds, Goods and services, Social assistance and Staff costs.
- For the **Education** chapter, the payments were below the estimates by RON 19,194 th, respectively recording an achievement degree 87.1% determined by lower payments for Pre-school and elementary education (-RON 12,188.2 th, -21.4%), Secondary education (-RON 3,722.8 th, -6.1%), Other expenditures in the field of education (RON -2,396.9 th, -9%). From an economic perspective, it was observed the execution of the following titles: Goods and services; Capital expenditures; Projects financing from non-refundable external funds; Social assistance.
- The group of titles **Other expenditures** recorded an execution by RON 6,278.7 th below the provisions, respectively an achievement degree of 87.5%. The difference as compared to the estimations was generated by lower payments made for Public order and national security (-RON 5,828.2 th, -13.6%), mainly for Local Police. As well, the execution within the Other general public services chapter was under the provisions by RON 397.4 th (-5.6%).
- The payments performed from the **Transactions regarding the public debt** chapter were below the estimated budget by RON 4,012.2 th, respectively with an achievement degree of 87.5% determined by a lower amount of Interests (mainly for internal loans).



Table of contents Section III

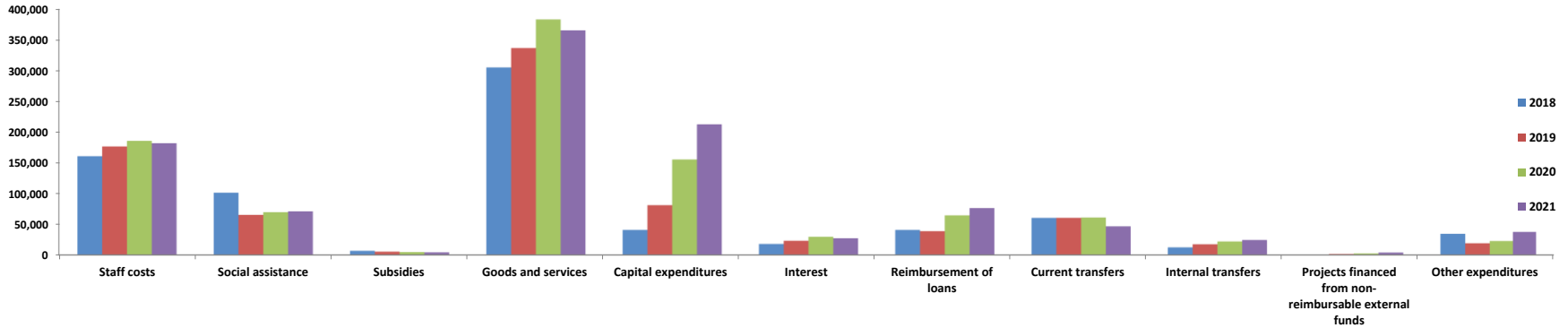
Section III: Budgetary expenditures (economic classification)

- The dynamics of the expenditures incurred for the period 2018 - 2021
- The variation of the performed expenditures in 2021 compared to 2020
- Budgetary provisions in 2021
- Expenditures ratios
- Budgetary provisions for 2022

The dynamics of the expenditures incurred for the period 2018 - 2021

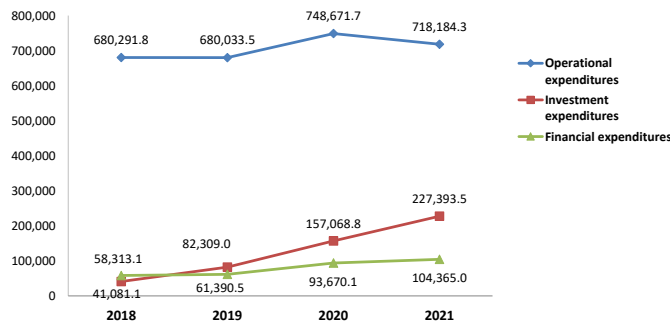
Economic classification

'000 RON



- The payments made from the local budget increased at a compound annual rate of 10.4% to RON 1,049,942.8 th, the level being achieved after increase by RON 44,046.9 th (+5.6%) in 2019, with RON 175,677.7 th (+21.3%) in 2020, respectively with RON 50,532.2 th (+5.1%) in 2021.
- The largest variation in the interval was registered at the level of **Investment expenditures**, increasing at a compound annual rate of 76.9% up to the value of RON 227.393,5 th . Sustained increases were recorded in each period, respectively of RON 41.227,9 th (+100.4%) in 2019, of RON 74,759.9 th (+90.8%) in 2020 and of RON 70,324.7 th (+44.8%) in 2021. Influences on these variations came from the following titles:
 - **Capital expenditures**, going up at a compound annual rate of 73,7% up to the value of RON 212,670.6 th, the evolution from year to year being similar to that of the group to which it belongs .Thus, within this titled were observed the payments for Constructions, Furniture, office equipment and other tangible assets and Machines, equipment and means of conveyance;
 - **Projects financing from non-refundable external funds**, going up at a compound annual rate of 93.9%. The payments for this title went up by RON 863.8 th (+168.2%) in 2019, with RON 889.4 th (+64.6%) in 2020, respectively with RON 1,476.2 th in 2021 The expenditures were focused towards the programs from the European Fund for Regional Development and from the European Social Fund.
 - For the **Capital transfers** were not recorded payments within the 2018-2020 interval, but, in 2021 their value recorded RON 11,030.5 th, mainly for Transfers granted in the base of partnership and association contracts.

Total payments performed



- The **Operational expenditures** increased at a compound annual rate of 1.8% up to the total of RON 718,184.3 th. The payments in the analyzed period increased by RON 68,638.2 th (+10.1%) in 2020 and were offset by the decrease by RON 30,487.4 th (-4.1%) in 2021. In 2019 was not recorded a significant evolution as compared to the prior year (-RON 258.4 th). Thus, the following titles contributed during the period to the evolution of the group:
 - **Goods and services**, without taking into consideration Commissions and other costs related to loans, which went up at a compound annual rate of 6.2% up to RON 364,521.5 th. This title registered increases in the first two years of the analyzed interval, respectively of RON 31,627.4 th (+10.4%) in 2019 and RON 46,625.4 th (+13.8%) in 2020, followed by a decrease of RON 17,813.9 th in 2021. The main lines contributing to the evolution were Other goods and services for maintenance and functioning and Current repairs;
 - **Internal transfers**, which increased at a compound annual rate of 25.8% up to RON 24,209.1 th In terms of value, the increases from one period to another faced a downward trend, respectively of RON 5,015.1 th (+41.3%) in 2019, of RON 4,604.5 th (+26.8%) in 2020 and of RON 2,442.9 th (+11.2%) in 2021. The evolution was entirely related to the Financing of private or confessional accredited education;

The dynamics of the expenditures incurred for the period 2018 - 2021

Economic classification

'000 RON



- **Current transfers**, which went down at a compound annual rate of 8.3% reaching RON 46,409.2 th. The rate was determined mainly by the decrease of these transfers by RON (-23.7%) in 2021, the other two periods of the interval having no significant variations. The evolution was entirely determined by the Transfers to public institutions;
- **Staff costs**, which increased at a compound annual rate of 4.2% reaching the value of RON 181,891.3 th. The variation was determined mainly by the increase of RON 15,826.6 th (+9.8%) in 2019 and with RON 9,081.3 th (+5.1%) in 2020, the interval ended with a decrease of the payments made by RON 3,722.2 th (-2%). The main evolutions in the interval came from the Base salaries, Contributions to state social insurance, for health and the Fund for payments by the hour;
- **Other expenditures** title went up to a total of RON 27,133.6 th, mainly as a result of higher payments by RON 10,833.2 th (+76.2%) in 2020, while an increase by RON 906.2 th (+10.1%) was noticed in 2019, respectively by RON 2,074.7 th (+8.3%) in 2021. This group was influenced mainly by the evolution of the payments made for Scholarships.
- **Social assistance**, which went down at a compound annual rate of 11.2%, to the value of RON 70,802 th. The decrease of RON 36,100 th (-35.7%) in 2019 was partially counterbalanced by the increases of RON 4,368.3 th (+6.7%) in 2020, respectively with RON 1,306.2 th (+1.9%) in 2021. The variations were determined by the Social support in cash and in kind;
- **Subsidies**, which decreased at a compound annual rate of 14.9% down to RON 4,000 th. The total in the current period was reached after consecutive decreases of RON 1,330 th (-20.5%) in 2019 and RON 749 th (-14.5%) in 2020, respectively with RON 421 th (-9.5%) in 2021. The recorded amounts were entirely related to Other subsidies.
- The total of **Financial expenditures** increased at a compound annual rate of 21.4% up to RON 104,365 th. A significant increase by RON 32,279.6 th (+52.6%) was recorded in 2020, while the payments faced a slower growth rate in 2019 and 2020, respectively by RON 3,077.4 th (+5.3%) and by RON 10,694.9 th (+11.4%). Thus, the evolution of the following titles was observed:
 - **Reimbursement of loans**, which went up at a compound annual rate of 23.4% up to RON 76,160.2 th, mainly at the level of the reimbursement for the internal loans;
 - **Interests**, which went up at a compound annual rate of 15% up to RON 26,994.3 th mainly at the level of the internal loans interest.

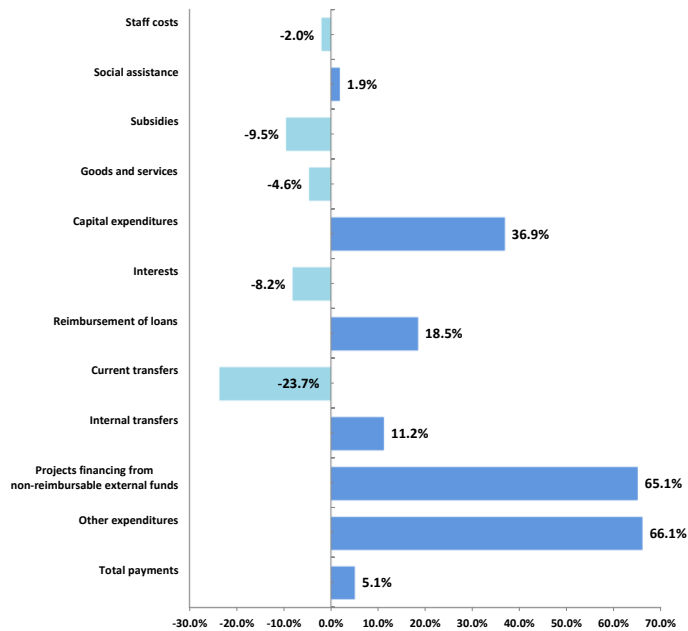
The variation of the performed expenditures at Q4 2021 vs. Q4 2020

Economic classification

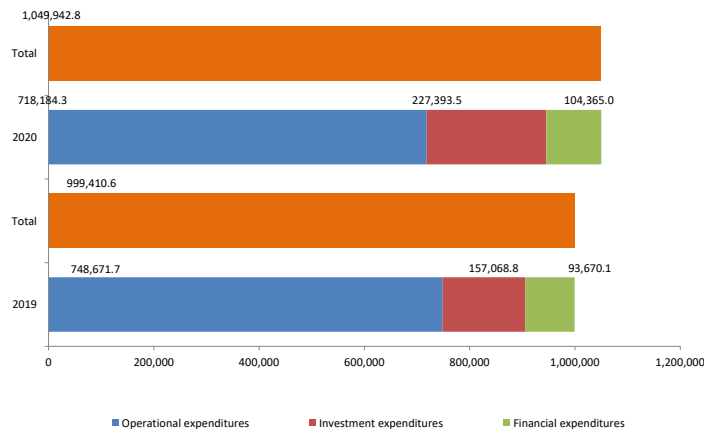
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Economic expenditures variation



Structure of expenditures



- The **Investment expenditures** went up by RON 70,324.7 th (+44.8%) in comparison to the execution in the previous year. Thereby, these payments are represented by:

 - Capital expenditures** (+RON 57,301.1 th, +36.9%), with influences from the payments for Other fixed assets (+RON 46,612.8 th), Constructions (+8,039.4 th, +5.7%), Machines, equipment and means of conveyance (+RON 2,110.3 th, +62%);

 - In 2021 were recorded **Capital transfers** in amount of RON 11,030.5 th (no such payments being recorded in the previous year), being entirely reflected for Transfers granted in the base of partnership and association contracts and Other capital transfers to the public institutions.
 - Projects financing from non-refundable external funds** (+RON 1,476.2 th, +65.1%), by the increase of the ones from the European Social Fund (+RON 896.6 th, +95.3%). At the same time, the payments went up for Other community programs financed in the period of 2014 – 2020 (+RON 691,9 th, +147.7%).
- The **Financial expenditures** went up by RON 10,694.9 th (+11.4%) in comparison to the value attained in 2020. The dynamics is determined by the following payment typologies: Reimbursement of loans (+RON 11,879.9 th, +18.5%); Interests (-RON 2,395.5 th, -8.2%). In 2021 were performed expenditures for Commissions and other costs for debts in amount of RON 1,210.5 th, such payments were not executed in the prior year.
- The **Operational expenditures** went down by RON 30,487.4 th (-4.1%) in comparison to the level attained in the previous year, following:

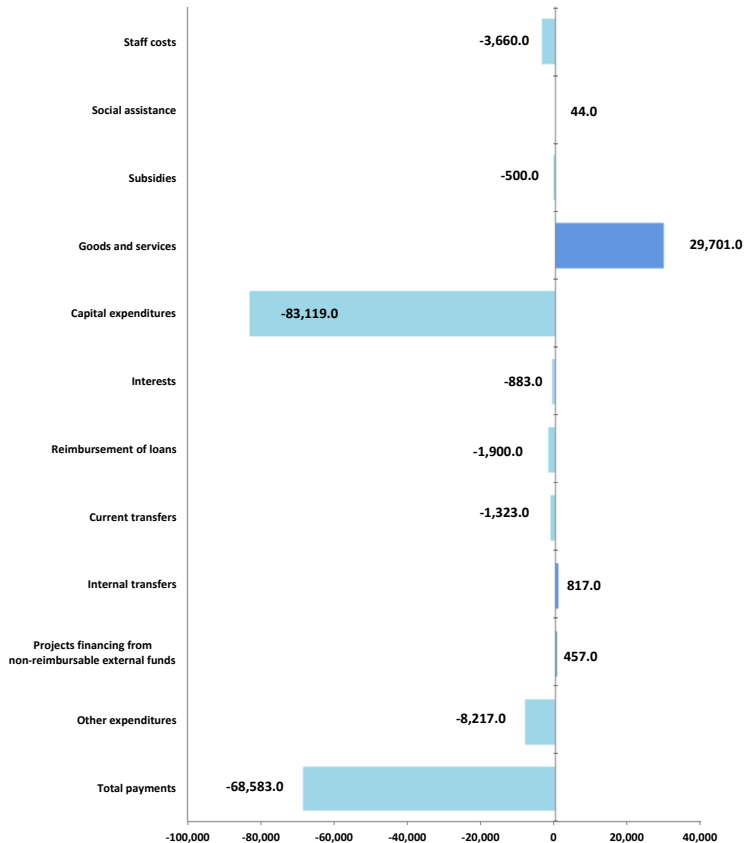
 - The decrease of **Goods and services** by RON 17,813.9 th (-4.6%). The evolution was highlighted mainly at the level of Current repairs (-RON 19,399.1 th, -27%), Other goods and services for maintenance and functioning (-RON 12,730.7 th, -9.3%), Materials and services with functional character (+RON 11,300.7 th, +11.4%), and Other registered materials (RON +3,017.4 th, +29.4%);

 - The decrease of **Staff costs** by RON 3,722.2 th (-2%), mainly as a result of the lack of Payments in nature (in amount of RON 3,512.1 th in 2020), respectively the decrease of the expenses related to the Fund for payments by the hour (-RON 2,785.5 th, -92.2%), counterbalanced by higher amounts by RON 3,107.5 th (+66.6%) recorded for Bonuses for working conditions.
 - Internal transfers** recorded at RON 24,209.1 th, (+RON 2,442.9 th, +11.2%), entirely at the level of the Financing of private or confessional accredited education;

 - A larger amount of payments for **Social assistance** by RON 1,306.2 th (+1.9%), determined by the value of the Social support in cash (+RON 1,839.3 th, +2.9%) and lower level of the ones in kind (-RON 533.1 th, -8.8%);
 - The increase in the value of **Other expenditures** group of titles by RON 2,074.7 th (+8.3%) determined mainly by a larger amount of Scholarships (RON +2,778.1 th, +12.5%) and lower payments for Science and social-cultural actions (-RON 436.9 th, -94.2%), respectively for Cult's support (-RON 300 th, -17.6%).



Economic expenditures rectification, compared to initial budget



- From the economic perspective, the budget revision aimed the following provisions:
 - The **Investment expenditures** had the provisions decreased by RON 80,695 th (-20.5%), down to RON 312,977 th, respectively at the level of the Capital expenditures (-RON 83,119 th, -23.9%), Capital transfers (+RON 1,967 th, +18.6%) and Project financing from non-refundable external funds (+RON 457 th, +1.3%).
 - The **Financial expenditures** are going down in terms of estimates by RON 783 th (-0.7%), up to RON 113,917 th, with influences from the Reimbursement of loans (-RON 1,900 th, -2.3%) and interests (-RON 883 th, -2.8%), while the provisions for Commissions and other costs for debts were increased by RON 2,000 th.
 - The **Operational expenditures** recorded an increase of estimates by RON 12,895 th (+1.7%), up to RON 782,220 th, with influences from the following titles:
 - Goods and services**, the provisions being increased by RON 27,701 th (+7.6%), up to 410,858 th, mainly at the level of Other goods and services for maintenance and functioning (+RON 12,030 th, +9.3%), Current repairs (+RON 9,369 th, +15.9%), Other registered materials (+RON 2,591 th, +22.4%) and Other expenditures (+RON 1,980 th, +14.8%);
 - Staff costs**, with the provisions going down by RON 3,660 th (-1.9%) to the amount of RON 184,678 th, respectively the influences coming mainly from the Fund for payments by the hour (-RON 1,904 th, -88.9%), Contributions (-RON 899 th, -18.2%) and Base salaries (+RON 1,350 th, +0.9%).
 - The **Other expenditures** group of titles had its provisions increased by RON 1,333 th (+5%) up to RON 28,159 th. The variation is mainly reflected by the provisions for Scholarships (+RON 2,502 th, +10.9%) and the lack of allotments for Youth Programs, included in the initial budget in amount of RON 1,000 th.
 - Current transfers**, the provisions being decreased by RON 1,323 th (-2.4%) up to RON 52,980 th, respectively at the level of the ones to public institutions

Budgetary provisions

Economic classification

'000 RON



The achievement degree, as compared to the final provisions of the period

- The expenditures incurred during 2021 experienced an achievement degree of 86.8% against the budgetary provisions, the dynamics of the main groups being presented in the paragraphs below.
- The **Investment expenditures** were below the budget by RON 85,583.5 th (achievement degree of 72.7%) with the following distribution:
 - The **Capital expenditures** were below the budgetary estimates by RON 51,850.4 th (-80.4%), the main variation coming from Constructions (-RON 39,187.1 th, -20.8%), Other fixed assets (-7,574.7 th, -12.5%) and Machines, equipment and means of conveyance (-RON 4,368.3 th, -44.2%);
 - The **Projects financing from non-refundable external funds** were below the estimates by RON 32,166.1 th, (-89.6%), with influences being observed at the level of the Programs from the European Fund for Regional Development (-RON 26,656.7 th, -97.3%), Programs from the European Social Fund (-RON 3,318.7 th, -64.4%) and Other community programs financed in the period of 2014 – 2020 (-RON 2,190.6 th, -65.4%).
 - The **Capital transfers** were executed by RON 1,516.5 th (-12.1%) below the final provisions, entirely at the level of Other capital transfers to the public institutions.
- The **Operational expenditures** were below provisions by RON 64,035.7 th with an achievement degree of 91.8%. Lower expenditures were reflected on the following titles:
 - Goods and services**, the payments being below provisions by RON 46,336.5 th (-11.6%). The dynamics was determined by the execution for Other goods and services for maintenance and functioning (-RON 16,983.2 th, -12%), Current repairs (-RON 16,041.2 th, -23.4%), Heating, lighting and driving force (-RON 2,441.3 th, -11.6%) and Materials and services with functional character (-RON 1,700.8 th, -1.5%).
 - Current transfers**, being by RON 6,570.8 th (execution degree of 87.6%) below the budgetary estimations, respectively related to the ones to public institutions;
 - Social assistance**, the payments recorded being below the estimated value by RON 5,348 th (-7%) due to a lower level of payments in kind (-RON 2,904.8 th, -34.5%) and in cash (-RON 2,443.2 th, -3.6%);
 - Staff cost** that recorded lower payments by RON 2,786.7 th (-1.5%) below the provisions, the dynamics being generated by the Base salaries (-RON 1,353.3 th, -0.9%), the lack of payments for Other remuneration rights paid in cash (included in the final budget in amount of RON 438 th), Bonuses for working conditions (-RON 300.7 th, -3.7%).
 - Internal transfers**, the registered amounts being below estimates by RON 2,396.9 th (-9%), respectively Financing of private or confessional accredited education.
 - The **Other expenditures** title had an execution below estimates by RON 1,025.4 th (-3.6%) and influences mainly from the Payments performed from Scholarships (-RON 473,8 th) and Cult's support (-RON 346 th);
- The **Financial expenditures** were below estimates by RON 9,552 th (achievement degree of 91%), the influences coming from Reimbursement of loans (-RON 5,539.8 th, -6.8%), Interests (-RON 3,187.7 th, -10.6%) and Commissions and other costs for debts (-RON 824.5 th, -40.5%).

Expenditures ratios at Q4 2021, as compared to Q4 2020

'000 RON



Ratios	2021	2020
Total staff costs	181,891.3	185,613.5
Expenditures per Capita	458.2 RON	471.0 RON
The expenditure weight in the operational expenditures	25.3%	24.8%
Staff costs for insurance and social assistance	118,579.0	120,723.0
Expenditures per Capita	298.7 RON	306.3 RON
The expenditure weight in the operational expenditures	16.5%	16.1%
Current compulsory expenditures	252,693.3	255,109.3
Expenditures per Capita	636.5 RON	647.3 RON
The expenditure weight in the operational expenditures	35.2%	34.1%
Operational expenditures	718,184.3	748,671.7
Expenditures per Capita	1,809.1 RON	1,899.7 RON
The expenditure weight in the total expenditures	68.4%	74.9%
Expenditures on debt service financing	104,365.0	93,670.1
Expenditures per Capita	262.9 RON	237.7 RON
The expenditure weight in the total expenditures	9.9%	9.4%
Total investment expenditures	227,393.5	157,068.8
Expenditures per Capita	572.8 RON	398.6 RON
The expenditure weight in the total expenditures	21.7%	15.7%
The expenditures' rigidity	17.3%	18.6%
The weight of the payments from the operating section in the total payments	78.3%	84.3%
The weight of the payments from the development section in the total payments	21.7%	15.7%
The deficit/surplus of the operating section	36,804.8	18,506.6
The deficit/surplus of the development section	-18,329.1	-35,461.5
The weight of the local public debt service in the total made payments	9.9%	9.4%
Maximum annual debt	202,362.0	171,183.5
Net direct debt	105,785.8	83,935.6
Direct indebtedness level	14.3%	15.3%
Net public debt	98,846.2	79,572.3
Public indebtedness level	15.3%	16.1%
The total expenditures achievement degree from the initial budget	82.2%	92.1%
The achievement degree from the initial budget of the:		
Operational expenditures	93.4%	110.6%
Staff costs	96.6%	93.6%
Current compulsory expenditures	95.6%	99.0%
Expenditures on debt service financing	91.0%	98.2%
Investment expenditures	57.8%	50.3%
The funds absorption level of the total expenditures	98.3%	101.7%
Investment expenditures / Operational revenues	20.2%	16.3%
Capita,	396,988	394,097
as of:	01.01.2020	01.01.2019

- The **Total staff costs** incurred in 2021 went down by RON 3,722.2 th (-2%), in comparison to the previous year, the dynamics being determined mainly by the lack of Payments in cash (amounting to RON 3,512.1 th in 2020), respectively lower expenses for the Fund for payments by the hour (-RON 2,785.5 th, -92.2%), for Base salaries (-RON 1,250.8 th, -0.8%), counterbalanced by higher payments made for Bonuses for working conditions (+RON 3,107.5 th, +66.6%).
- The **Current compulsory expenditures** went down by RON 2,416 th (-0.9%) compared to the level attained in 2020, following:
 - The decrease of the Total staff costs;
 - The increase of the payments for Social assistance (+RON 1,306.2 th, +1.9%).
- **The Operational expenditures** decreased by RON 30,487.4 th (-4.1%), in comparison to the execution of the previous year, the evolution being determined by:
 - A smaller level of payments for Goods and Services (-RON 19,024.4 th;
 - The decrease of the Total Staff costs;
 - The Current transfers recorded at RON 24,209.1 th (+RON 2,442.9 th, +11.2%);
 - The increase of Other expenditures title by RON 2,074.7 th, (+8,3%).
- **The Expenditures on debt service financing** went up by RON 10,694.4 th (+11.4%), as compared to the previous year, taking into consideration the evolution of the Reimbursement of loans (+RON 11,879.9 th, +18.5%), the execution of payments amounting to RON 1,210.5 th as Commissions and other costs for debts and the decrease of the Interests (-RON 2,95.5 th, -8.2%).
- **The Total investment expenditures** performed during 2020 went up by RON 70,324.7 th (+44.8%) and were represented by the Capital expenditures (+RON 57,301.1 th, +36.9%) and by The Projects financing from non-refundable external funds (+RON 1,476.2 th, +65.1%). At the same time, in 2021, were performed Capital transfers in amount of RON 11,030.5 th, such expenditures not being reflected in the prior's year budgetary execution.



Expenditures - budgetary execution 2021

Functional/Economic classification

'000 RON

Budgetary chapter	TOTAL EXPENDITURES	Operational expenditures, out of which:				Financial Expenditures	Investment expenditures
		Total Operational Expenditures	Staff costs	Goods and services*	Social assistance		
Public authorities and external actions	110,413.3	99,329.3	39,794.0	58,070.8	0.0	0.0	11,084.0
Other general public services	6,702.6	6,702.6	6.3	0.0	0.0	0.0	0.0
Transactions regarding the public debt and loans	28,169.8	0.0	0.0	0.0	0.0	28,169.8	0.0
General Transfers between different levels of administration	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Defense	346.9	346.9	0.0	346.9	0.0	0.0	0.0
Public order and national security	37,011.8	35,981.4	0.0	210.6	0.0	0.0	1,030.5
Education	129,873.0	120,131.0	1,874.2	64,580.6	4,441.9	0.0	9,742.0
Health	0.1	0.0	0.0	0.0	0.0	0.0	0.1
Culture, recreation and religion	113,517.7	100,088.7	11,410.6	83,120.6	0.0	2,625.0	10,804.0
Insurance and social assistance	231,562.3	224,382.1	118,579.0	36,989.9	66,360.1	0.0	7,180.1
Housing, public service and development	208,837.0	13,947.8	8,601.6	5,351.5	0.0	73,570.2	121,319.1
Environment protection	103,181.7	102,748.9	0.0	102,950.5	0.0	0.0	432.7
General economic, commercial and working actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fuel and power	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Agriculture, Forestry and Hunting	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Trasports	80,326.7	14,525.6	1,625.6	12,900.0	0.0	0.0	65,801.1
Other economic actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	1,049,942.81	718,184.29	181,891.34	364,521.45	70,801.99	104,365.0	227,393.5

*) Goods and services title, highlighted within the Operational Expenditures, does not include the expenditures on Commissions and other costs related to loans, being reflected at the level of the Financial Expenditures;

Structure of Expenditures executed in 2021 from the local budget in the context of preventing and combating COVID 19 infection

Budgetary chapter	TOTAL EXPENDITURES	Operational expenditures, out of which:				Financial Expenditures	Investment expenditures
		Total Operational Expenditures	Staff costs	Goods and services*	Social assistance		
Public authorities and external actions	249.8	249.8	0.0	249.8	0.0	0.0	0.0
Public order and national security	190.3	190.3	0.0	190.3	0.0	0.0	0.0
Education	7,799.2	6,692.0	0.0	6,692.0	0.0	0.0	1,107.2
Culture, recreation and religion	1,018.4	1,018.4	0.0	1,018.4	0.0	0.0	0.0
Insurance and social assistance	8,645.4	8,645.4	0.0	8,645.4	0.0	0.0	0.0
Housing, public service and development	59.4	13.7	0.0	13.7	0.0	0.0	45.7
TOTAL	17,962.6	16,809.7	0.0	16,809.7	0.0	0.0	1,152.9
Expenditures from the Budget of the Institutions financed from own revenues and subsidies	222.0						
Housing, public service and development	28.9	28.9	0.0	28.9	0.0	0.0	0.0
Public order and national security	84.1	84.1	0.0	70.8	0.0	0.0	0.0
Other general public services	109.0	109.0	0.0	109.0	0.0	0.0	0.0
Local Budget Revenues - Subsidies received from the state budget for the settlement of quarantine expenses	0.0						

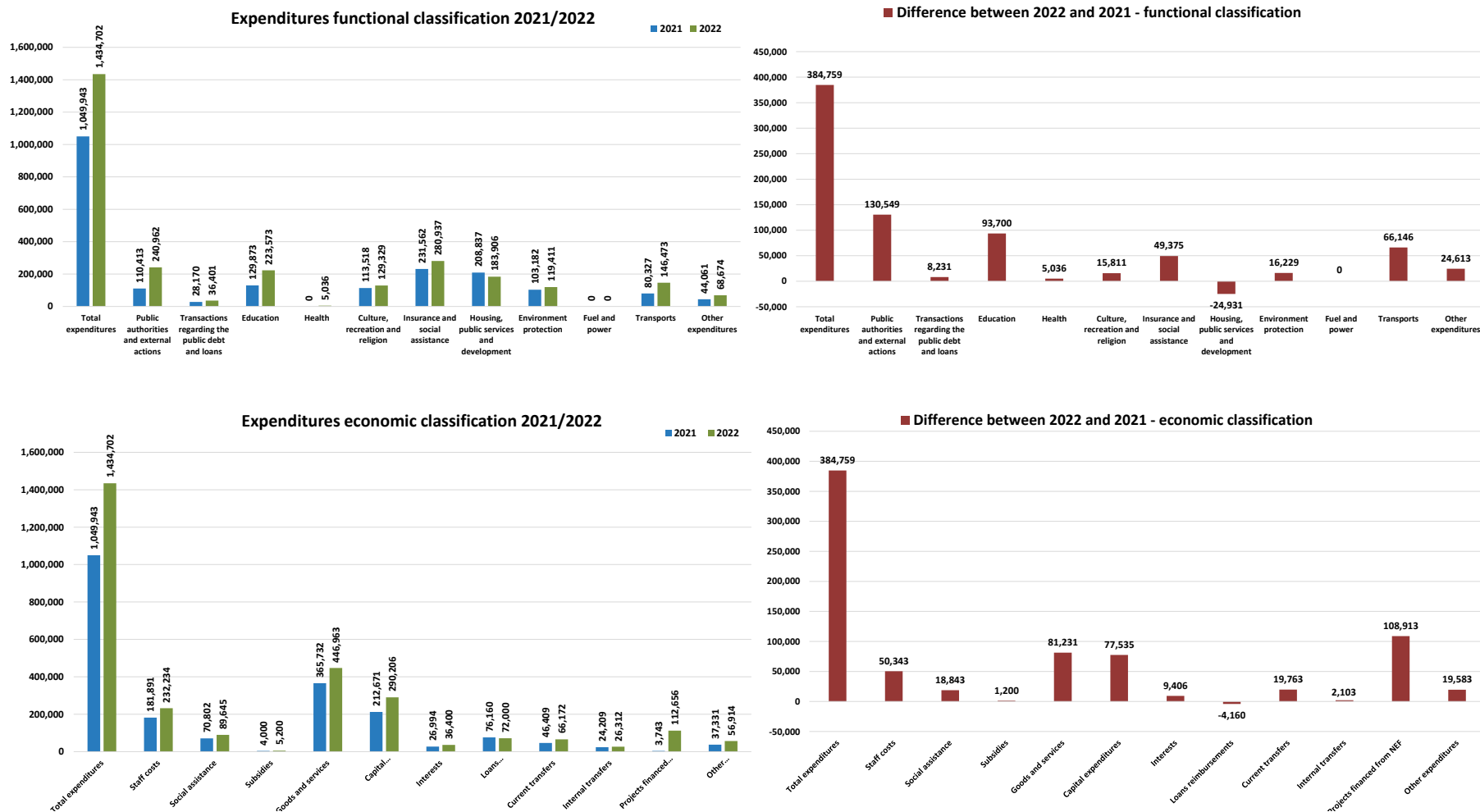
Graphic representation: the variation of the budgetary provisions of 2022 compared to the level achieved in 2021

Functional/economic classification

'000 RON



Budgetary provisions for 2022, as compared to the execution in 2021 (Variations)



Budgetary provisions Functional/economic classification

'000 RON



Budgetary provisions for 2022, as compared to the execution in 2021 (Variations)

Budgetary chapter	TOTAL EXPENDITURES	Operational expenditures, out of which:				Financial Expenditures	Investment Expenditures	Investment expenditures (Total provisions 2022)
		Total Operational Expenditures	Staff costs	Goods and services*	Social assistance			
Public Authorities and external	▲ 130,548.7	▲ 38,235.7	24,471.0	11,693.2	0.0	0.0	▲ 92,313.0	103,397.0
Other general public services	▲ 7,487.4	▲ 7,262.4	-6.3	0.0	0.0	0.0	▲ 225.0	225.0
Transactions regarding the public debt and loans	▲ 8,231.2	0.0	0.0	0.0	0.0	▲ 8,231.2	0.0	0.0
General Transfers between different levels of administration	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Defense	▲ 153.1	▲ 153.1	0.0	153.1	0.0	0.0	0.0	0.0
Public order and national security	▲ 16,972.2	▲ 14,625.6	0.0	189.4	0.0	0.0	▲ 2,346.5	3,377.0
Education	▲ 93,700.0	▲ 18,799.0	5,125.8	7,016.4	3,954.1	0.0	▲ 74,901.0	84,643.0
Health	▲ 5,035.9	0.0	0.0	0.0	0.0	0.0	▲ 5,035.9	5,036.0
Culture, recreation and religion	▲ 15,811.3	▼ -10,251.7	6,099.4	-18,143.6	0.0	▲ 2,378.0	▲ 23,685.0	34,489.0
Insurance and social assistance	▲ 49,374.8	▲ 33,437.9	12,671.0	4,625.1	14,888.9	0.0	▲ 15,936.9	23,117.0
Housing, public services and development	▼ -24,931.0	▲ 1,578.2	1,753.4	-180.5	0.0	▼ -6,570.2	▼ -19,939.1	101,380.0
Environment protection	▲ 16,229.3	▲ 251.1	0.0	49.5	0.0	0.0	▲ 15,978.3	16,411.0
General economic, commercial and working actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fuel and power	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Agriculture, Forestry, Fish breeding	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transport	▲ 66,146.3	▲ 77,263.4	228.4	77,035.0	0.0	0.0	▼ -11,117.1	54,684.0
Other economic actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
TOTAL	▲ 384,759.2	▲ 181,354.7	50,342.7	82,437.5	18,843.0	▲ 4,039.0	▲ 199,365.5	426,759.0

*) **Goods and services** title, highlighted within the Operational Expenditures, does not include the expenditures on **Commissions and other costs related to loans**, being reflected at the level of the Financial Expenditures;

- As a result of the approval of the initial budget for 2022, the payments provisions are amounting to RON 1,434,702 th, by 36.6% above the level of payments made at the end of the previous year.
- For the **Public authorities and external actions** chapter, a level of payments of RON 240,962 th (by 118.2% over the execution of the previous year) is provided.
 - The investment list related to the initial budget provides for investment projects up to RON 103,077 th at the level of the year, respectively from the local budget: RON 51,005 th related to the capital expenditures and RON 52,072 th payments related to projects non-reimbursable external funds.
- The provisions for the **Education** chapter amount to RON 223,573 th during 2022 (by 72.1% over the previous year's payments), through a higher level of allocations for Pre-school and elementary education (+RON 84,675.2 th, +188.9%), Secondary education (+RON 6,181.8 th, +10.8%) and Other expenditures in education (+RON 2,097.9 th, +8.7%).
 - According to the investments list related to the initial budget, the planned investments are worth RON 147,429 th, respectively from the local budget: RON 36,499 th related to the capital expenditures and RON 48,144 th payments related to projects non-reimbursable external funds, from non-reimbursable external funds: RON 17,180 th, from external loans: RON 93,480 th and from own revenues: RON 270 th. The main objectives include school constructions, design works, studies/expertise and independent endowments.
- The estimates related to the **Transports** chapter reach the value of RON 146,473 th (with 82.3% over the payments made in 2021) and are fully reflected in the Streets paragraph
 - The investments list related to the initial budget provides objectives amounting to RON 54,684 th, fully financed from the local budget. Specifically, the list of investments aims at works to improve the infrastructure at the level of streets and parking lots, including studies and projects.
- The estimates related to the **Insurance and social assistance** chapter reach the level of RON 280,937 th (by 21.3% over the year 2021) by increasing the provisions for Social assistance for the disabled (+RON 14,989.6 th, +17.2%), Nurseries (+RON 13,483.7 th, +60.9%), Other expenditures in the insurance and social assistance field (+RON 7,575.6 th, +10.3%), Social assistance for family and children (+5,977.3 mii RON, +23.2%) and Social Help (+RON 3,700 th, +123.3%).
 - The investments list related to the initial budget estimates works amounting to RON 22,246 th, respectively from the local budget: RON 11,212 th related to the capital expenditures, RON 11,905 th payments related to projects non-reimbursable external funds, from non-reimbursable external funds: RON 9,970 th, respectively from own revenues: RON 1,064 th, which aim at social objectives (nurseries and social programs), studies and independent endowments.



- The provisions of the **Public order and national security** chapter amount to RON 53,984 th (by 45.9% above the level of payments performed during the previous year), entirely through a higher level of estimates for the Local police (+RON 16,782.7 th, +45.6%) and of those for Civil and fire protection (+RON 189.4 th, +90%).
- The estimates related to **Other general public services** chapter reach the value of RON 14,190 th (by 111.7% above the level executed in 2021), mainly considering higher provisions for Community public services for persons evidence (+RON 4,493.8 th, +67.1%) and new allocations related to the Emergency fund for local authorities (in the amount of RON 3,000 th).
- The provisions related to the **Environment protection** chapter are estimated at the level of RON 119,411 th (by 15.7% over the previous year's execution), by higher allocations for Sewerage and wastewater treatment (+RON 12,030.1 th) and for Sanitation and waste management (+RON 4,199.3 th, +4.1%).
 - The investments list for 2022 provides for investments up to RON 16,411 th within this chapter, fully financed from the local budget. The main objectives refer to the elaboration of studies and projects in order to the implementation of points/stations of waste collection.
- Within the **Culture, recreation and religion** chapter are estimated payments in total value of RON 129,329 th (by 13.9% over the execution of 2021). Thus, there are larger provisions for the Maintenance of public gardens, parks, green areas, sports and leisure centres (+RON 14,153.4 th, +13.1%) and for Other services in the field of culture, recreation and religion (+RON 1,057.9 th, 26.8%).
 - During 2022, the investments list related to the initial budget provides for investments in amount of RON 61,738 th, respectively RON 34,489 th from the local budget and RON 27,249 th from internal loans. The investments are oriented towards infrastructure works, modernization of cultural objectives, studies and independent endowments.
- The provisions of the **Transactions regarding the public debt and loans** chapter, through which are performed payments for interest and commissions in connection with the debt service, are increased up to the total of RON 36,401 th (respectively by 29.2%).
- For the **Health** chapter through the initial budget for 2022 were included provisions amounting to RON 5,036 th, entirely reflected at the level of Other sanitary establishments and actions paragraph, respectively Capital expenditures. The main investment project is included for New works and involves Technical Design and execution of diversion of land electrical networks on Bd. Timisoara, no. 101E.
- The provisions related to the **Housing, public services and development** chapter are at the level of RON 183,906 th (by 11.9% under the execution of the previous year). Thus, the estimates were mainly decreased by RON 46,834.8 th for the Houses subchapter, but were increased by RON 16,574.7 th (+18.8%) for Other services for housing, public services and community development subchapter and by RON 5.329,1 th for the Water supply paragraph.
 - According to the list of investments that accompanies the initial budget, the works related to 2022 are worth RON 103,906 th, respectively RON 80,870 th from the local budget, RON 215 th from non-reimbursable external funds, RON 2,526 th from external loans and RON 20,295 th from own revenues. The main objective financed in this chapter refers to the thermal rehabilitation of residential buildings in order to increase energy efficiency. To these works are added expenses related to studies/projects.



Table of contents Section IV

Partea IV:

- The balance sheet for the period 2018 - 2021
- Local public debt service



Balance sheet for the period 2018 - 2021

'000 RON

Balance sheet	2018		2019		2020		2021	
Current assets	1,027,694.7	12.6%	1,025,318.6	11.4%	1,144,313.0	11.9%	1,044,727.0	11.3%
Cash and cash equivalent	164,153.1	16.0% 2.0%	212,445.4	20.7% 2.4%	222,127.5	19.4% 2.3%	158,636.1	15.2% 1.7%
Inventories	101,646.4	9.9% 1.2%	105,354.7	10.3% 1.2%	117,748.5	10.3% 1.2%	119,690.9	11.5% 1.3%
Receivables	761,895.2	74.1% 9.3%	707,517.1	69.0% 7.9%	804,436.2	70.3% 8.4%	766,400.0	73.4% 8.3%
Short term investments	-	-	-	-	-	-	-	-
Other current assets	-	-	1.4	0.0% 0.0%	0.8	0.0% 0.0%	-	-
Fixed assets	7,137,830.2	87.4%	7,932,824.4	88.6%	8,468,634.7	88.1%	8,220,011.0	88.7%
Intangible assets	4,782.3	0.1% 0.1%	5,210.5	0.1% 0.1%	4,160.0	0.0% 0.0%	6,003.1	0.1% 0.1%
Tangible assets	7,127,949.5	99.9% 87.3%	7,922,702.7	99.9% 88.4%	8,457,963.4	99.9% 88.0%	8,207,389.5	99.8% 88.6%
Other fixed assets	5,098.5	0.1% 0.1%	4,911.2	0.1% 0.1%	6,511.3	0.1% 0.1%	6,618.4	0.1% 0.1%
Total assets	8,165,525.0		8,958,143.0		9,612,947.7		9,264,737.9	
Current liabilities	684,496.3	8.4%	433,427.3	4.8%	527,073.5	5.5%	465,963.5	5.0%
ST borrowings and CP of LT debt	-	-	-	-	-	-	-	-
Accounts payable	627,769.6	91.7% 7.7%	395,639.8	91.3% 4.4%	489,561.1	92.9% 5.1%	424,424.6	91.1% 4.6%
Short term provisions	3,402.7	0.5% 0.0%	30.5	0.0% 0.0%	30.5	0.0% 0.0%	-	-
Other short term debts	53,324.0	7.8% 0.7%	37,757.1	8.7% 0.4%	37,481.9	7.1% 0.4%	41,538.9	8.9% 0.4%
Long term debts	783,572.0	9.6%	1,065,205.9	245.8% 11.9%	1,397,035.6	14.5%	1,436,637.9	15.5%
Long term loans	770,423.7	98.3% 9.4%	1,049,033.8	242.0% 11.7%	1,381,726.5	98.9% 14.4%	1,426,759.6	99.3% 15.4%
Other long term debts	159.4	0.0% 0.0%	15,981.0	3.7% 0.2%	15,118.0	1.1% 0.2%	9,778.3	0.7% 0.1%
Provisions	12,989.0	1.7% 0.2%	191.1	0.0% 0.0%	191.1	0.0% 0.0%	100.0	0.0% 0.0%
Equity and reserves	6,697,456.7	82.0%	7,459,509.7	83.3%	7,688,838.5	80.0%	7,362,136.6	79.5%
Total liabilities	8,165,525.0		8,958,143.0		9,612,947.7		9,264,737.9	
Current liquidity ratio (Current assets / Current liabilities)	1.5		2.4		2.2		2.2	
Indebtedness level (Borrowed capital / Total liabilities)	9.4		11.7		14.4		15.4	

- The Total assets registered a constant increase in the first three years of the interval, reaching RON 9,612,947.7 th, after increases of RON 792,618 th (+9.7%) in 2019 and of RON 65,804.7 th (+7.3%) in 2020. In 2021, the amount went down by RON 348,209.7 th in comparison with last year.
- The balance of Fixed assets had a similar evolution to the one of Total assets in the analyzed interval, being also the main component that led to the increase of assets. Therefore, the tangible assets reached RON 8,220,011 th at the end of 2021.
- The Current assets reached RON 1,144,313 th in 2020, after an increase by RON 118,994.4 th (+11.6%). In contrast, the balance of this group went down by RON 99,586 th in 2021. The evolution of these assets was influenced by the Cash and cash equivalents, Stocks and Accounts receivables.
- The Short-term liabilities registered a lower value in 2020 compared to the level at the beginning of the analyzed interval, with influences from the decrease by RON 251,068.9 th (-36.7%) in 2019. In 2021 the payments decreased by RON 61,110 th, and the largest share in this category is held by Commercial Debts.
- The Long-term liabilities had a constant increase in the analyzed interval, reaching the value of RON 1,432,637.9 th. The main influences come from the Debt to banks, being related to the balance of the loans contracted from internal and external markets. The increase of this balance is in line with the development of the investment plan that benefits from co-financing from bank loans.
- The Capitals recorded an increase of RON 1,796,396.2 th in 2019 (+31.7%) and of RON 229,328.8 th in 2020 (+3.1%), but the interval is closing with a RON 326,702 th decrease in 2021.
- The Current liquidity ratio improved in the analyzed interval, reaching an optimal level of 2.2 in 2021. The evolution of this ratio is influenced directly by a more accelerated increase of the Current assets in contrast with the one of the Short-term liabilities.

Local Public Debt Service at 31.12.2021

'000 RON



Debt and liquidity	31-12-2021
New credit withdrawals in the period	143,747.9
Direct debt service	96,576.1
Direct indebtedness rate	14.3%
Public debt service	103,515.7
Public indebtedness rate	15.3%
Public Debt Service as % of Operational Revenues	9.8%
Public Debt Service as % of Operational Expenditures	14.4%
Long term debt % Own Funds	19.4%
Long term debt / Own Revenues (1.x)	1.6

Payout	31-12-2021
Payout 2Y - 2 years	220,115.6
Payout 5Y - 5 years	615,556.6
Payout 10Y - 10 years	1,219,308.9
Payout 15Y - 15 years	1,542,990.3
Payout 20Y - 20 years	1,680,571.4
Total revenues per capita	2,691.3 RON
Own revenues per capita	2,201.5 RON
Public Debt Service per capita	260.8 RON
Long-term loans per capita	3,594.0 RON

	2021 ¹⁾	2022 ²⁾	2023 ²⁾	2024 ²⁾	2025 ²⁾
Total revenues	1,068,418.5	1,388,198.0	1,402,080.0	1,416,100.8	1,430,261.8
Own revenues ⁴⁾	873,955.1	1,025,381.0	1,035,634.9	1,045,991.2	1,056,451.1
Indebtedness capacity	202,362.0	237,777.8	270,701.3	293,497.1	310,700.7
Public debt service ⁵⁾	103,515.7	106,960.8	113,154.8	114,749.5	124,799.0

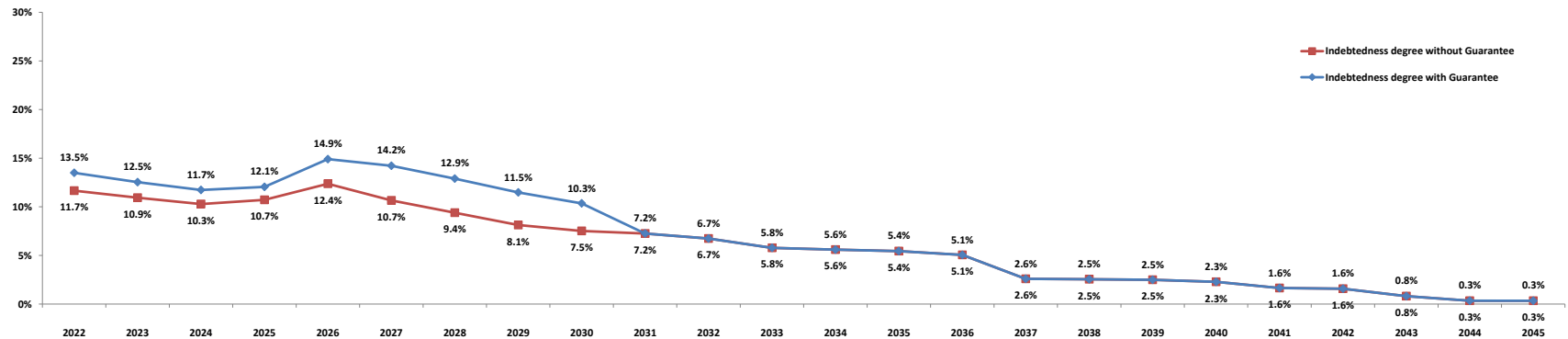
1) Revenues collected as of 31.12.2021

2) 2022: Initial budget; Forecast, revenues growth rate of 1% computed annually;

3) As per maximum indebtedness level formula, namely: Own revenues - (Other voluntary transfers + revenues from the sale of goods from the private domain + cash in of loan reimbursements)

4) TUD estimated values for the period of 2022 - 2025, based on the ongoing credit contracts provisions, money market conditions and legal regulations as of 31.12.2021

Indebtedness level forecast for the period of 2022 - 2045



- The indebtedness level was forecasted considering the provisions of the ongoing credit contracts, the money market conditions as of 31.12.2021, the estimated withdraws from the signed financing contracts and the growth rate of own revenues of 1%;
- According to the UGO nr. 46 on 05/23/2007, to complete art. 63 of the Law no. 273/2006 regarding the local public finances, "the loans contracted and/or guaranteed by the territorial-administrative units for providing the pre-financing and/or co-financing of the projects that benefit of the external non-reimbursable funds of pre and post-accession, from the European Union, are excepted from the paragraph (4) provisions" - respectively the framing in the maximum indebtedness limit;
- The maximum indebtedness limit represents 30% of the arithmetic mean of the own revenues for the last three years prior to current period.



The operating section	The basic compulsory local budget section, which includes revenues needed to finance current spending in order to achieve competencies established by law, and the related running costs;
The development section	The complementary section of the local budget, including income and capital expenditures related to implementation of the local development policies;
Own revenues*	The average of the Own revenues collected in the last 3 years (Own revenues as stipulated in the art. 5, indent (1) a) Law no. 273/2006 regarding the local public finance, including subsequent amendments and additions, out of which are subtracted the Revenues from goods capitalization stipulated in the art. 29 part of the mentioned law);
Operational revenues	The difference between Total revenues, Investment revenues and Financial Revenues OR The Sum of Current Revenues (00.02) and Current Subsidies (00.20);
Operational Expenditures	Sum of Staff Cost (10), Goods and services (20), excluding Commissions and other costs related to debts (20.24), Subsidies (40), Reserve funds (50), Transfers (51+55, without investments), Social Assistance (57), Other Expenditures (59), Previous years payments recovered during the current year (85.01) OR; The difference between Total Expenditures, Investment Expenditures and Financial Expenditures, excluding Surplus / Deficit;
Investment revenues	Sum between Capital revenues (00.15), Capital Subsidies received from the State Budget (00.19), Sums received from the EU for the payments performed 2007 - 2013 (45.02) and 2014 - 2020 (48.02), Tax for the thermal rehabilitation (36.02.23), Contribution of the Owners' Association for the thermal rehabilitation works (36.02.31) and Sums related to the budgetary financing of the previous years, from the development section (36.02.32.02);
Investment expenditures	Sum of the Capital expenditures (70), of the Projects financed from post-accession non-reimbursable external funds 2007 - 2013 (56), of the Projects financed from post-accession non-
Total payments made	Total expenditures incurred without considering the result of the period;
Taxes supporting the debt	City taxes collected as follows: 01.02.01+03.02.18+04.02.01+05.02.50+06.02.02+07.02+12.02+15.02+16.02+18.02+33.02.24+34.02+35.02;
Financial Expenditures	The sum between the Interests (30), Reimbursement of loans (81) and Commissions and other costs related to loans;
Returned funds from previous years	In accordance to the Ministry of Finance order no. 231646/06.09.2009 previous years payments returned during the current year are reported negatively for 85.01 and are not used for payments; These are invalidated by increasing the budgetary loans for each economic expenditure;
Revenues and expenditures ratios	The ratios are presented on the budgetary execution, stipulated in the Emergency Ordinance no. 63 dated 30.06.2010, whose method of calculation is covered in the Methodology of 11/03/2010;
The revenues/expenditures achievement degree from the initial/revised budget	Collected revenues % of the initial/revised budgetary provisions; Incurred expenditures % of the initial/revised budgetary provisions;
The level of financing from the own	Own revenues % in Total revenues;
The degree of self-financing	(Own revenues-Quotas deducted from the income tax (04.02.01)) % Total collected revenues;
The degree of dependency of the local budget to the state budget	The total amounts received from the State Budget (Sums allocated from the quotas deducted from income tax to balance the local budgets 04.02.04 + Sums deducted from VAT 11.02 + Subsidies received from the State Budget 00.18) % in Total revenues;
The degree of decisional autonomy	(Own revenues + Sums deducted from VAT for balancing the local budget 11.02.06) % in Total revenues;
The expenditures' rigidity	Staff costs % in Total incurred expenditures;
Maximum annual debt	The maximum legal amount allowed for municipal indebtedness, equal to 30% of the average of the own revenues executed in the last 3 years. Represents the maximum of Public Debt Service, according to Government Decision 145/2008;
Net direct debt	Total of amounts representing interests, provisions and installments, according to contracted to be paid by the end of The year, by the municipality;
Net public debt	Total of amounts representing interests, provisions and installments, according to contracted and guaranteed to be paid by the end of The year, by the municipality;
Direct/Public indebtedness level	Direct/Public Debt Service as % of Own revenues*;
Net Direct/ Public indebtedness level	Net public/direct debt as % of Own revenues*;
Direct debt service	Total amounts to be paid by the city hall as capital repayments, interests and fees for ongoing credit contracts;
Public debt service	Current debt service+amounts related to the granted guarantees (interests, commissions and principal);
Payout n Y - n years	Public debt service for the next "n" years, according to the contractual conditions for the credit facilities and the evolution of ROBID, ROBOR, EURIBOR at 31.12.2021;
Current financial debt	Total drawdowns related to the credit facilities for the analysed period;
Per Capita	For a person that is resident of the municipality; Resident inhabitants as of 1 st of January 2020/1 st of January 2019;



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TUD's work on this report could not have been completed without the cooperation of the City Hall employees.

The financial documents which were used in preparing this report are: execution accounts for 2018, 2019, 2020 and 2021, Initial budget for 2021 approved by LCD no. 63 from 15.04.2021 and for 2022 approved by LCD no. 17 from 10.02.2022 and the Rectified budget approved by LCD no. 257 from 14.12.2021, together with the related investment lists.

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