



District 6 of the Bucharest Municipality



Annual financial report
at 31.12.2022



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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 in the Municipality of Bucharest. The main neighborhoods of the sector are Drumul Taberei, Militari, Giulesti and Crangasi.

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

| Territorial administration and public utilities | Bucharest | B-IF Region |
|---|-----------|-------------|
| Land fund surface (2014) - km ² | 238 | 1,821 |
| Green areas surface in municipalities/cities (2021) - km ² | 45 | 73 |
| Length of city roads (2021) - km | 3,248 | 4,251 |
| Distribution simple network for drinking water (2021) - km | 2,522 | 3,130 |
| Simple length of sewer pipes (2021) - km | 3,679 | 4,867 |
| Total gas distribution network length (2021) - km | 2,174 | 4,666 |
| Distributed thermal energy Gcal (2021) | 3,090,816 | 3,100,319 |

| Population (01.07.2022) | District 6 | Bucharest | B-IF Region |
|--------------------------------|------------|-----------|-------------|
| Total | 397,546 | 2,162,281 | 2,650,691 |
| Gender distribution | | | |
| female | 213,009 | 1,150,344 | 1,402,053 |
| male | 184,537 | 1,011,937 | 1,248,638 |
| Distribution by age categories | | | |
| 0-19 years | 68,522 | 390,737 | 498,882 |
| 20-59 years | 229,152 | 1,243,607 | 1,538,754 |
| 60 years and above | 99,872 | 527,937 | 613,055 |
| Distribution by environment | | | |
| urban | 397,546 | 2,162,281 | 2,387,264 |
| rural | - | - | 263,427 |

| Workforce | Bucharest | B-IF Region |
|---|-----------|-------------|
| Work resources - th persons (2021) | 1,247 | 1,600 |
| Work resources occupancy rate (2021) | 97.1% | 88.5% |
| Number of employees - th persons (2021) | 1,050 | 1,227 |
| Unemployment rate (November 2022) | 1.0% | 1.0% |

| National economy | | Bucharest | B-IF Region |
|--|------|-----------|-------------|
| Annual GDP, current prices (seasonally adjusted) CAEN Rev. 2 - RON million | 2019 | 1,059,680 | |
| | 2020 | 1,063,974 | |
| | 2021 | 1,177,937 | |
| | 2022 | 1,054,850 | |

| Turnover of local units | Bucuresti | Regiune B-IF |
|--|-----------|--------------|
| Total (2021, RON million), out of which: | 580,350 | 710,048 |
| Manufacturing industry | 41,939 | 64,817 |
| Constructions | 40,926 | 50,181 |
| Commerce | 285,729 | 359,426 |
| Transports and storage | 21,277 | 30,196 |
| Other services | 190,479 | 205,428 |

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 conditionality 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 31.12.2022 (th RON) | PMB | District 1 | District 2 | District 3 | District 4 | District 5 | District 6 |
|--|------------------|------------------|------------------|------------------|------------------|----------------|------------------|
| Total revenues, w/o sums used from previous surplus | 5,301,500 | 1,494,217 | 1,417,277 | 1,585,049 | 1,286,146 | 924,308 | 1,360,278 |
| Own revenues | 5,043,755 | 1,296,368 | 1,179,568 | 1,347,222 | 915,123 | 769,664 | 1,131,201 |
| Own revenues % TR | 95.1% | 86.8% | 83.2% | 85.0% | 71.2% | 83.3% | 83.2% |
| Quotas and sums deducted from the income tax | 4,860,473 | 828,307 | 834,101 | 1,021,438 | 708,741 | 617,119 | 850,767 |
| Sums deducted from VAT | 27,022 | 192,953 | 211,327 | 212,326 | 154,823 | 132,864 | 195,464 |
| Subsidies | 154,212 | 2,430 | 23,692 | 20,153 | 39,035 | 15,936 | 18,608 |
| Sums received from EU | 74,054 | 1,596 | 2,649 | 5,098 | 40,960 | 4,601 | 14,696 |
| Total expenditures | 5,249,666 | 1,179,217 | 1,356,426 | 1,603,872 | 1,269,932 | 953,773 | 1,207,706 |
| Operational expenditures | 4,417,131 | 1,018,866 | 859,997 | 852,535 | 801,110 | 711,240 | 777,334 |
| Operational expenditures % TP | 84.1% | 86.4% | 63.4% | 53.2% | 63.1% | 74.6% | 64.4% |
| Investment expenditures, out of which: | 568,415 | 74,229 | 437,070 | 411,799 | 332,435 | 149,523 | 304,417 |
| Capital expenditures | 205,343 | 64,756 | 312,174 | 383,585 | 193,477 | 142,892 | 239,843 |
| Non - refundable external funds | 254,568 | 2,500 | 8,915 | 19,072 | 138,948 | 5,759 | 59,552 |
| Financial expenditures | 264,119 | 86,122 | 59,359 | 339,538 | 136,388 | 93,010 | 125,955 |
| Result of the period, w/o sums used from previous surplus | 51,834 | 315,001 | 60,851 | -18,823 | 16,214 | -29,465 | 152,572 |
| Sums used from previous surplus | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Population (01.07.2022) | 2,162,281 | 264,832 | 366,105 | 491,912 | 337,363 | 304,523 | 397,546 |

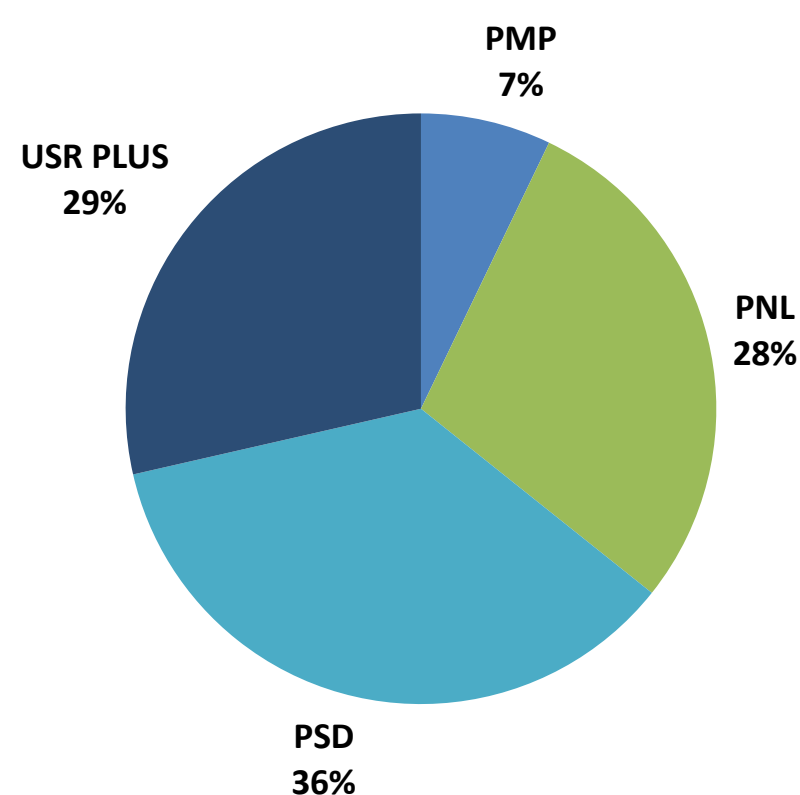
Source: <https://forexepublic.mfinante.gov.ro/web/transparenta-bugetara/rapoarte-entitati-publice>



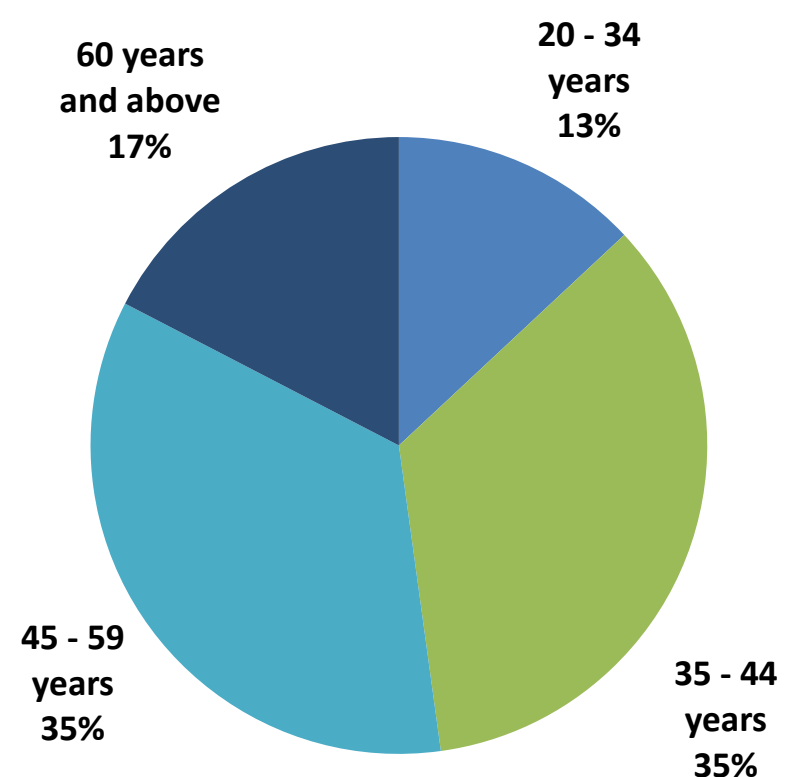
General overview

The Local Council of District 6 of the Bucharest Municipality at 31.12.2022

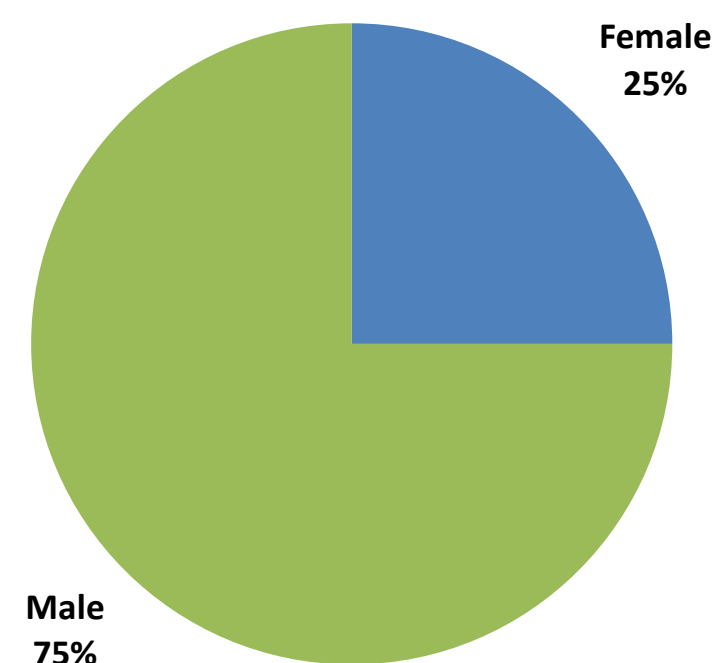
Political structure



Age distribution



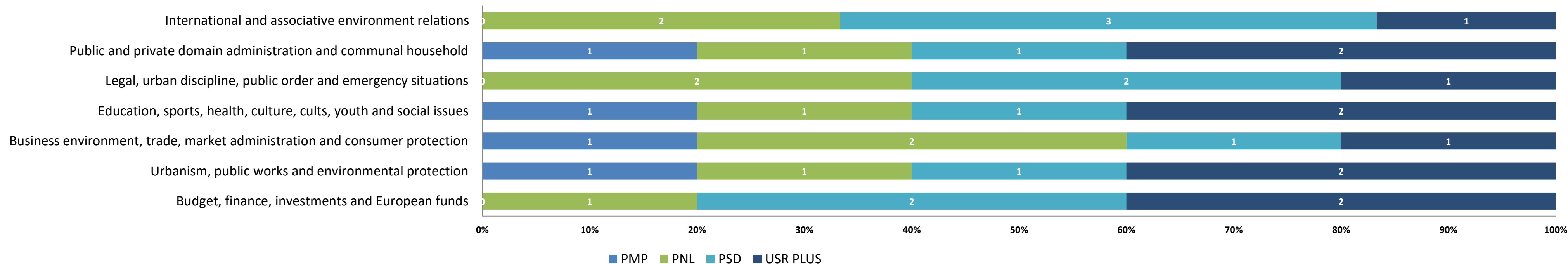
Gender distribution



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 | 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 |
| USR PLUS | 1 | Public administration | 35-44 years |
| USR PLUS | 1 | Geographer | 20-34 years |
| PNL | 1 | Economist | 20-34 years |
| PNL | 1 | Economist | 60 years and above |
| PNL | 1 | Engineer | 45-59 years |
| PNL | 1 | Engineer | 35-44 years |
| PNL | 1 | Lawyer | 35-44 years |
| PMP | 1 | Public relations specialist | 45-59 years |
| PMP | 1 | Economist | 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.

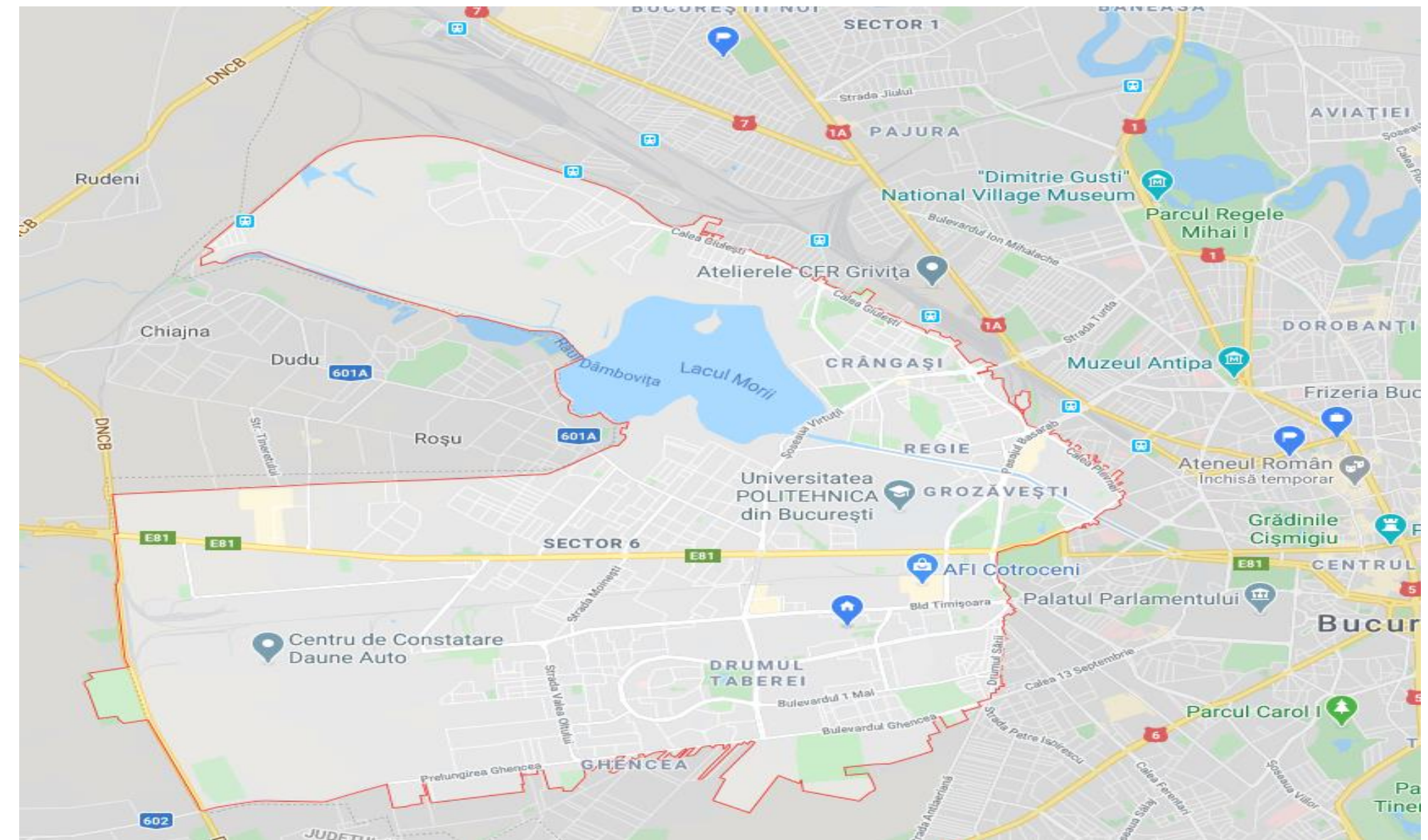


General overview

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**
- **Multifunctional Health Center "Sfantul Nectarie"**
- **Center for Innovation and Urban Design Sector 6 S.R.L. (established by HCL no. 44/28.02.2023)**

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 CMTEB, 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 the city of Bucharest 2021-2030 (approved by LCD no. 101 of 30.06.2021), for the objective of efficient and inclusive social development, the improvement of the cultural offer and opportunities for artistic creation is pursued through:

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

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

source: *The integrated urban development program of sector 6 of the municipality of Bucharest 2021-2030*



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.

LCD no. 164 of 30.06.2022 approved the project "Extension of the Separate Waste Collection System at the level of Sector 6 of the Municipality of Bucharest" financed through the Large Infrastructure Operational Program 2014-2020, amounting 103,267,446.05 lei (with VAT).

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.

Education

LCD 4 from 27.01.2022 organized the state and private pre-university education units for the year 2022-2023 as follows: 27 state kindergartens and 30 private kindergartens, 25 state gymnasium schools and 4 private schools (primary and gymnasium cycle), 14 state high schools and 7 private high school education units (of which 2 post-secondary schools), 2 institutions within special education, 1 independent scholar sports club and 1 children's club. By HCL no. 197 of 31.08.2022, two state education units (nurseries) are added.

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- D6EFPB)", 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 matale! 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.



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

1. Quotas and amounts deducted from the income tax: VARIATION (2006-2023): Bucharest

| | Quotas and amounts deducted from the income tax: VARIATION (2006-2023): Bucharest | | | | | | | | Law 273/2006 | | |
|---|---|--|---|--|---|--|--|--|---|---|---|
| | Law of the State Budget 368/19.12.2022 | Law of the State Budget 317/28.12.2021 | 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 | 02-12-12 | 01-01-11 | 18-07-06 |
| | 2023 | 2022 | 2021 | 2021 | 2020 | 2020 | 2019 | 2018 | | | |
| BUCHAREST | | | | | | | | | | | |
| Municipality of Bucharest | 50% | 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% | 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% | 100.0% | 90.0% | 71.5% | 77.0% | 82.0% |
| Remarks | 2 steps: 1. Allocation lei 2,000/capita/year | 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. Ensure of a minimum operating budget of lei 1,250 in order to supplement the own revenues | 2 steps: 1. Ensure of a minimum operating budget of lei 1,250 in order to supplement the own revenues | 2. Proportional to the estimated tax to be collected in of each sector | 2. Proportional to the estimated tax to be collected in of each sector | 2. Proportional to the estimated tax to be collected in 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 additioning 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 2019 - 2022
- Revenue and expenditure structure in 2022

Revenue and expenditure balance

for the period 2019 - 2022

'000 RON



| | 2019 | 2020 | % | 2021 | % | 2022 | % |
|--|------------|-------------|----------|-------------|----------|-------------|-----------|
| TOTAL REVENUES | 858,987.9 | 982,455.7 | ▲ 14.4% | 1,068,418.5 | ▲ 8.7% | 1,360,278.5 | ▲ 27.3% |
| TOTAL EXPENDITURES | 823,732.9 | 999,410.6 | ▲ 21.3% | 1,049,942.8 | ▲ 5.1% | 1,207,706.1 | ▲ 15.0% |
| Operational Revenues | 823,303.4 | 952,876.3 | ▲ 15.7% | 1,054,123.1 | ▲ 10.6% | 1,327,975.9 | ▲ 26.0% |
| Fiscal revenues | 801,978.0 | 935,619.4 | ▲ 16.7% | 1,030,754.4 | ▲ 10.2% | 1,299,153.5 | ▲ 26.0% |
| Own fiscal revenues | 675,519.0 | 791,551.4 | ▲ 17.2% | 851,192.5 | ▲ 7.5% | 1,103,689.9 | ▲ 29.7% |
| Sums deducted from the VAT | 126,459.0 | 144,068.0 | ▲ 13.9% | 179,561.9 | ▲ 24.6% | 195,463.6 | ▲ 8.9% |
| Non-fiscal revenues, out of which: | 20,598.4 | 16,117.8 | ▼ -21.8% | 22,771.6 | ▲ 41.3% | 27,811.8 | ▲ 22.1% |
| Non-fiscal own revenues | 20,598.4 | 16,117.8 | ▼ -21.8% | 22,747.0 | ▲ 41.1% | 27,501.8 | ▲ 20.9% |
| Donations and sponsorships | - | - | - | 24.6 | - | 310.0 | ▲ 1161.2% |
| Current subsidies | 727.0 | 1,139.1 | ▲ 56.7% | 597.2 | ▼ -47.6% | 1,010.6 | ▲ 69.2% |
| Other Operational Revenues | - | - | - | - | - | - | - |
| Operational Expenditures (OPEX), out of which: | 680,362.7 | 748,671.7 | ▲ 10.0% | 718,184.3 | ▼ -4.1% | 777,333.9 | ▲ 8.2% |
| Staff Costs (PEREX) | 176,532.2 | 185,613.5 | ▲ 5.1% | 181,891.3 | ▼ -2.0% | 213,230.7 | ▲ 17.2% |
| Goods and services* | 336,920.5 | 383,545.9 | ▲ 13.8% | 364,521.5 | ▼ -5.0% | 358,624.9 | ▼ -1.6% |
| Current transfers | 60,263.0 | 60,790.5 | ▲ 0.9% | 46,409.2 | ▼ -23.7% | 52,763.0 | ▲ 13.7% |
| Internal transfers | 17,161.7 | 21,766.1 | ▲ 26.8% | 24,209.1 | ▲ 11.2% | 29,596.4 | ▲ 22.3% |
| Social assistance | 65,127.5 | 69,495.8 | ▲ 6.7% | 70,802.0 | ▲ 1.9% | 84,576.8 | ▲ 19.5% |
| Subsidies | 5,170.0 | 4,421.0 | ▼ -14.5% | 4,000.0 | ▼ -9.5% | 4,115.5 | ▲ 2.9% |
| Other expenditures | 19,187.8 | 23,038.9 | ▲ 20.1% | 26,351.3 | ▲ 14.4% | 34,426.6 | ▲ 30.6% |
| Operational result | 142,940.7 | 204,204.6 | | 335,938.9 | | 550,642.0 | |
| Operational Surplus (% from OPEX) | 21.0% | 27.3% | | 46.8% | | 70.8% | |
| Operational Deficit (% from Op. Revenues) | - | - | | - | | - | |
| Investment revenues | 35,684.4 | 29,579.5 | ▼ -17.1% | 14,295.4 | ▼ -51.7% | 32,302.6 | ▲ 126.0% |
| Capital revenues | 29.2 | 7.6 | ▼ -74.0% | 15.7 | ▲ 106.3% | 9.2 | ▼ -41.1% |
| Capital subsidies | 9,763.5 | 12,611.9 | ▲ 29.2% | 10,909.8 | ▼ -13.5% | 17,597.0 | ▲ 61.3% |
| Sums received from EU for the made payments | 25,891.8 | 16,959.9 | ▼ -34.5% | 3,369.9 | ▼ -80.1% | 14,696.4 | ▲ 336.1% |
| Investment expenditures (CAPEX), out of which: | 81,979.7 | 157,068.8 | ▲ 91.6% | 227,393.5 | ▲ 44.8% | 304,417.4 | ▲ 33.9% |
| Capital transfers | - | - | - | 11,030.5 | - | 5,410.2 | ▼ -51.0% |
| Projects financed from EU | 1,377.4 | 2,266.8 | ▲ 64.6% | 3,742.9 | ▲ 65.1% | 59,552.1 | ▲ 1491.1% |
| PNRR | - | - | - | - | - | - | - |
| Capital expenditures | 80,931.5 | 155,369.5 | ▲ 92.0% | 212,670.6 | ▲ 36.9% | 239,843.4 | ▲ 12.8% |
| The result from the investment activity | - 46,295.3 | - 127,489.4 | | - 213,098.2 | | - 272,114.8 | |
| Financial revenues | - | - | - | - | - | - | - |
| Financial operations | - | - | - | - | - | - | - |
| Financial expenditures | 61,390.5 | 93,670.1 | ▲ 52.6% | 104,365.0 | ▲ 11.4% | 125,954.8 | ▲ 20.7% |
| Loan related commissions | - | - | - | 1,210.5 | - | 1.0 | ▼ -99.9% |
| Interest | 22,866.6 | 29,389.8 | ▲ 28.5% | 26,994.3 | ▼ -8.2% | 53,425.1 | ▲ 97.9% |
| Loan reimbursement | 38,523.9 | 64,280.3 | ▲ 66.9% | 76,160.2 | ▲ 18.5% | 72,528.7 | ▼ -4.8% |
| Financial result | - 61,390.5 | - 93,670.1 | | - 104,365.0 | | - 125,954.8 | |
| Period's result | 35,255.0 | - 16,954.9 | | 18,475.7 | | 152,572.4 | |
| Surplus (% out of Total expenditures) | 4.3% | - | | 1.8% | | 12.6% | |
| Deficit (% out of Total revenues) | - | 1.7% | | - | | - | |
| Reserves | 9,728.2 | 44,983.2 | | 28,028.3 | | 46,504.0 | |
| Current result (Cummulated reserves+Period's result) | 44,983.2 | 28,028.3 | | 46,504.0 | | 199,076.4 | |
| Own revenues % of Operational revenues | 84.6% | 84.8% | | 82.9% | | 85.2% | |
| OPEX/Own revenues (%) | 97.7% | 92.7% | | 82.2% | | 68.7% | |
| (Operational expenditures -Staff costs, excluding Education and Social assistance) % of (Own revenues - Quotas deducted from the income tax) | 85.9% | 77.1% | | 72.1% | | 57.0% | |

*) 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

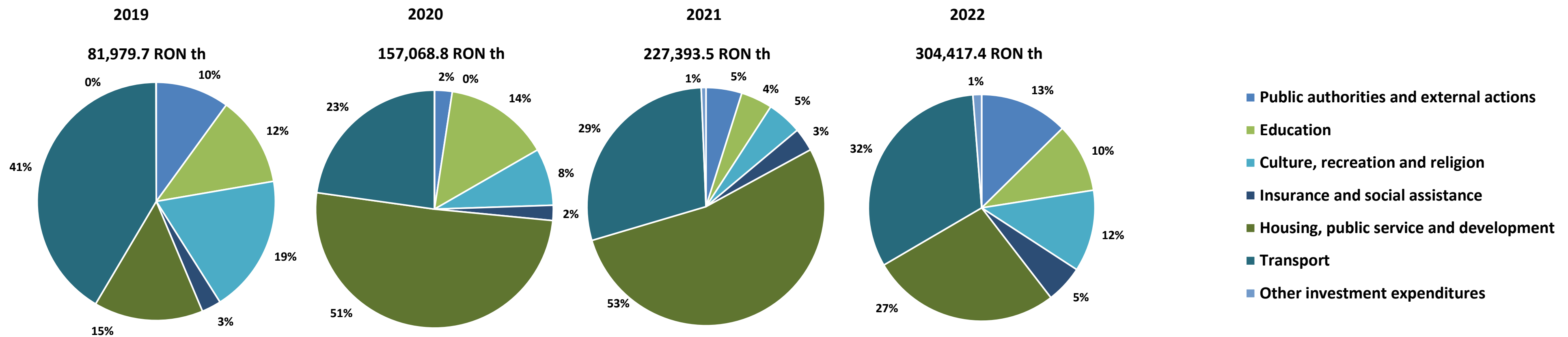
Revenue and expenditure balance for the period 2019 - 2022

'000 RON



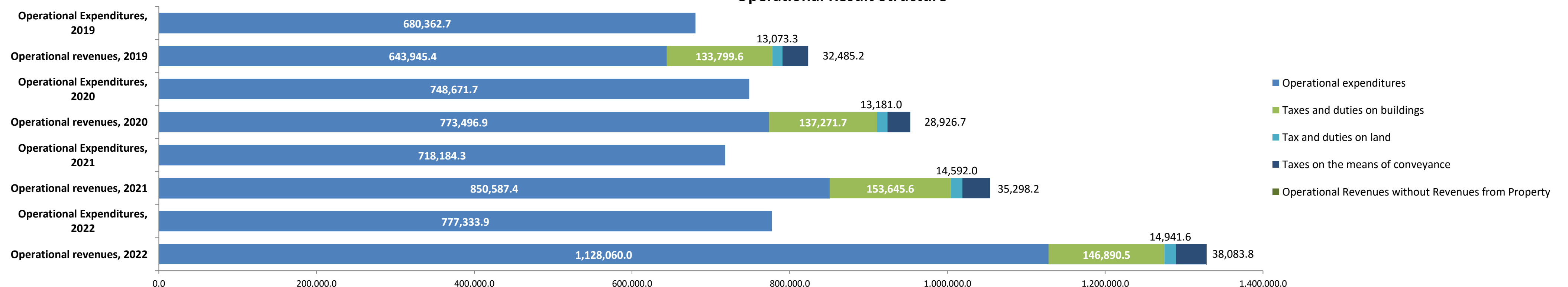
- The result of the periods was positive in 2019, 2021 and 2022, the operational surplus managing to cover the entire deficit from the investment activity and resulted from the Financial expenditures. Therefore, deficits of the periods were recorded in 2020, which were sustained by the cumulated result of previous years.
- The largest deficit of the investment activity was observed in 2022 (amounting to RON 272,114.8 th), mainly as a result of the increase of Capital expenditures incurred from the local budget of the institution (+RON 77,023.9 th), whereas the Investment revenues registered an increase by RON 18,007.3 th.
- The structure of Capital expenditures is presented in the graphs below, by financing destinations:

Investment expenditures



- 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 2022 (+26%), 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 199,076.4 th at the end of 2022, increasing by RON 152,572.4 th compared to the prior year, respectively by RON 154,093.2 th compared to the first period of the analyzed interval.

Operational Result Structure

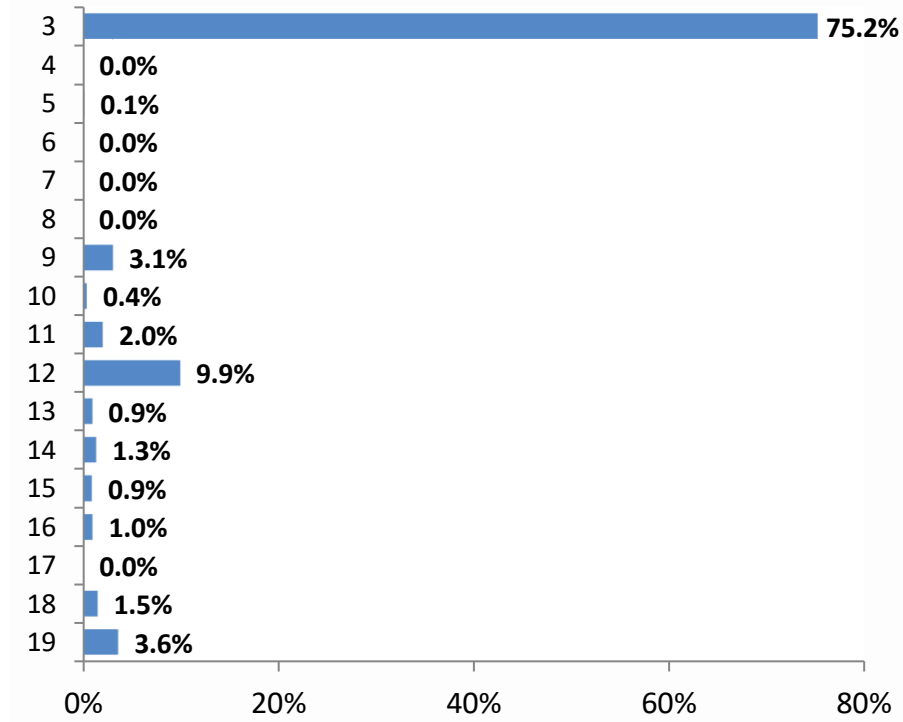




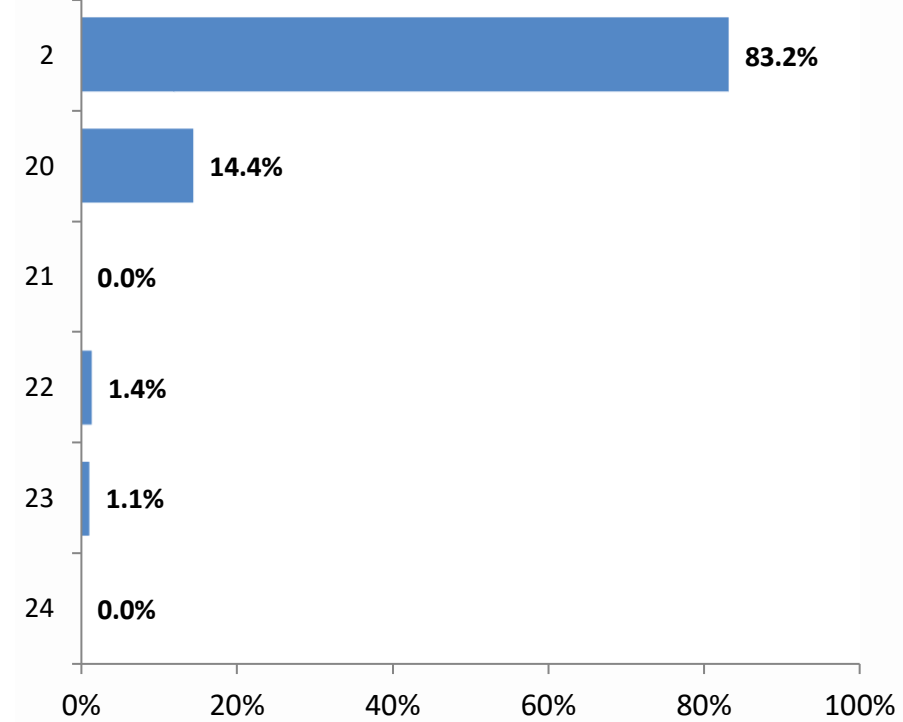
Revenue and expenditure structure at 31.12.2022

'000 RON

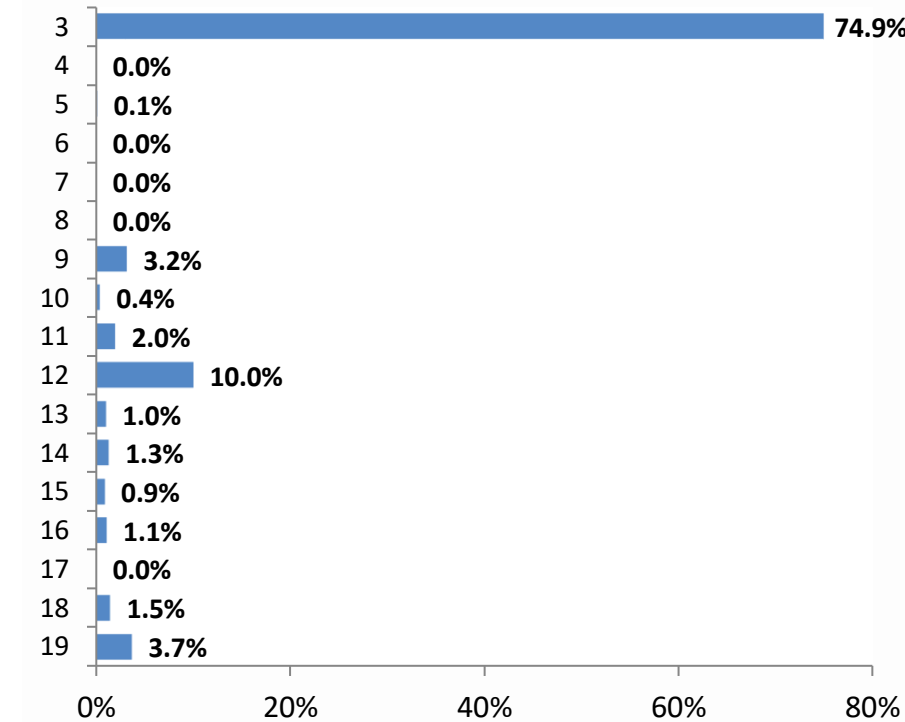
The structure of performed own revenues
1,131,200.9



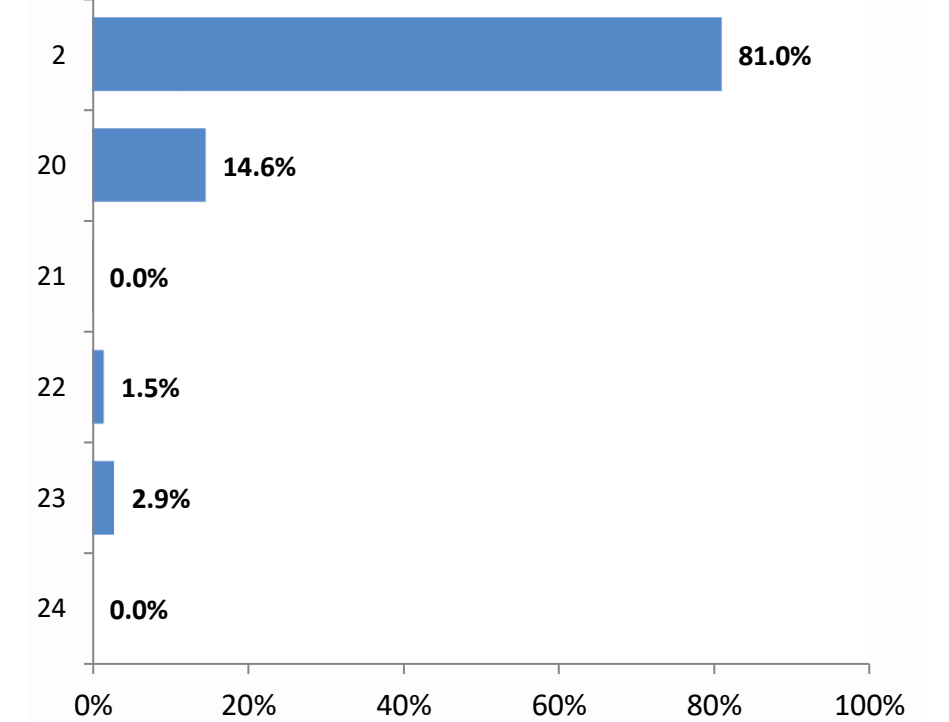
The structure of performed total revenues
1,360,278.5



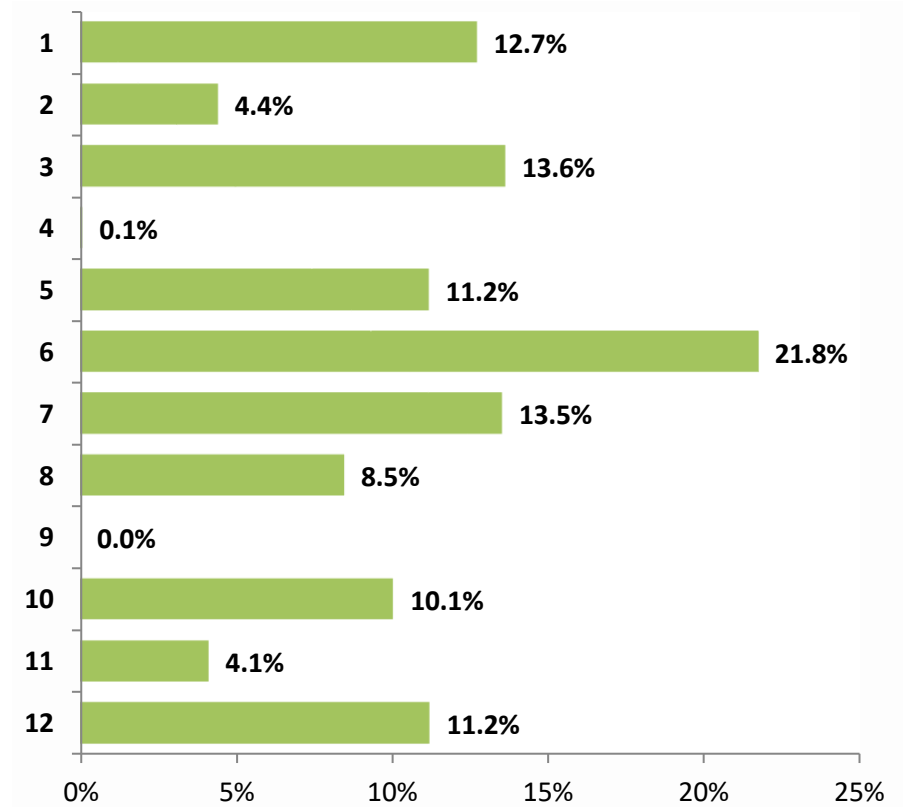
The structure of rectified own revenues
1,136,508.2



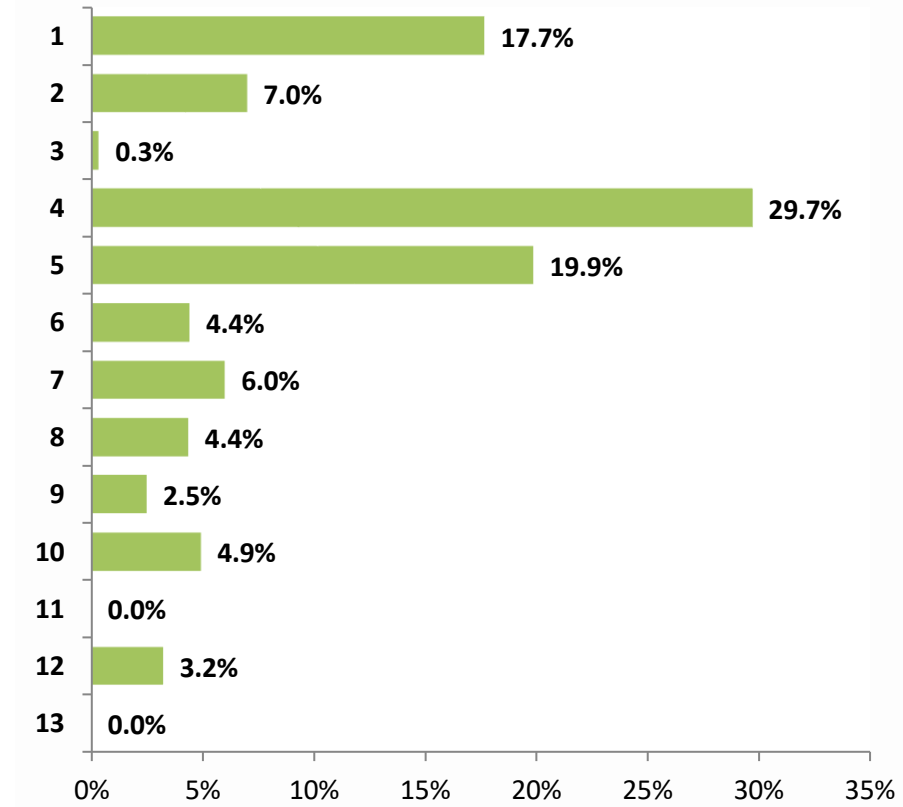
The structure of rectified total revenues
1,402,812.3



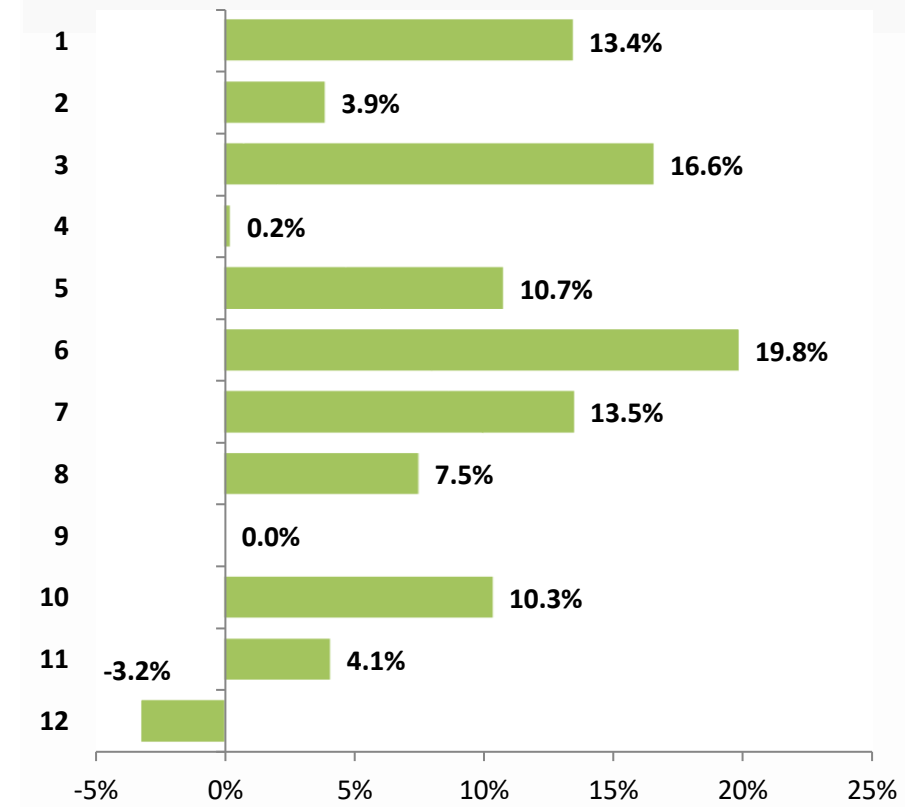
The structure of performed functional expenditure
1,360,278.5



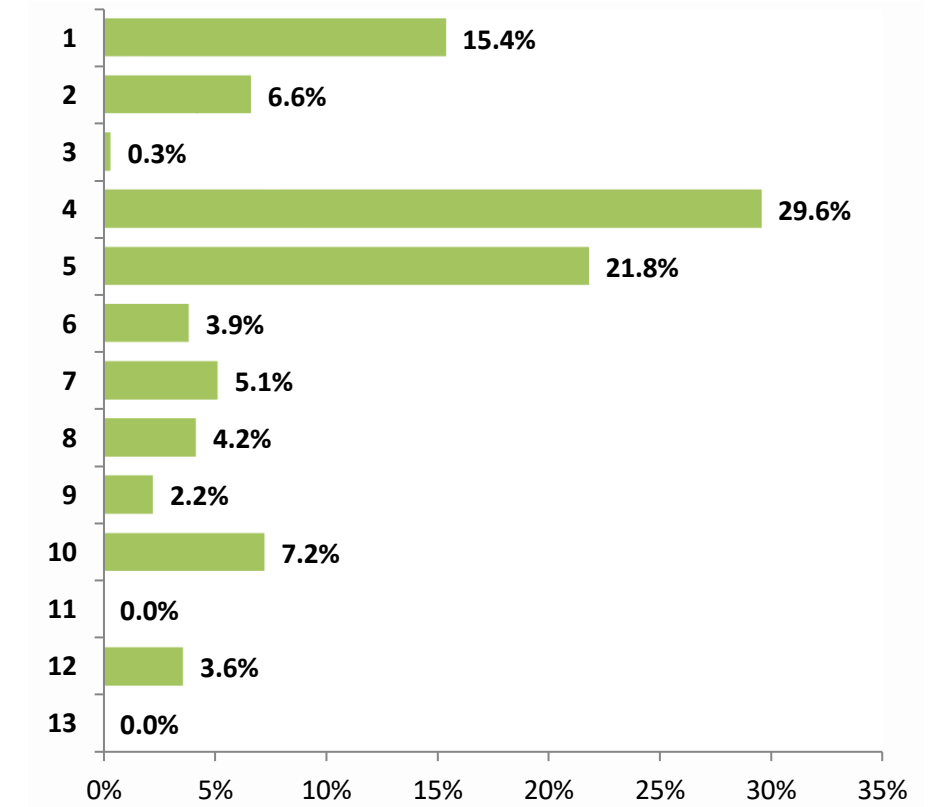
The structure performed economic expenditure
1,360,278.5



The structure of rectified functional expenditure
1,402,812.3

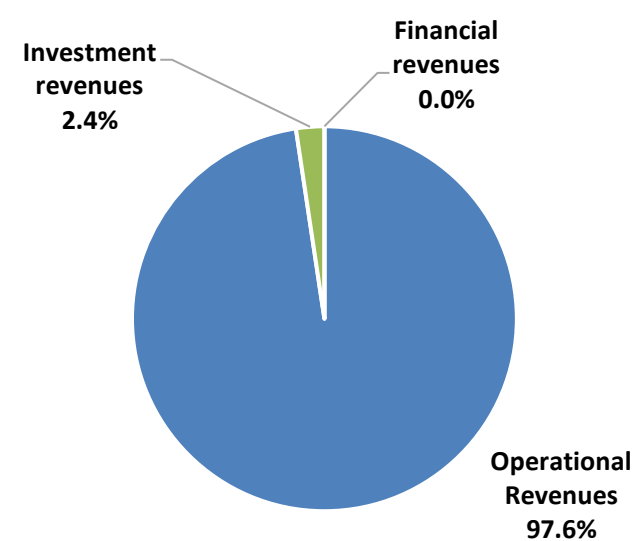


The structure of rectified economic expenditure
1,402,812.3

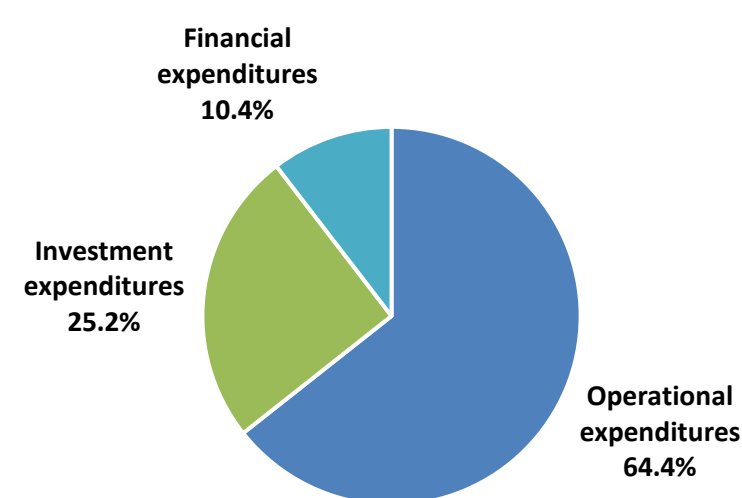


Note: The vertical axis reflects the components of the income/expenses detailed in the revenues/expenses statement;

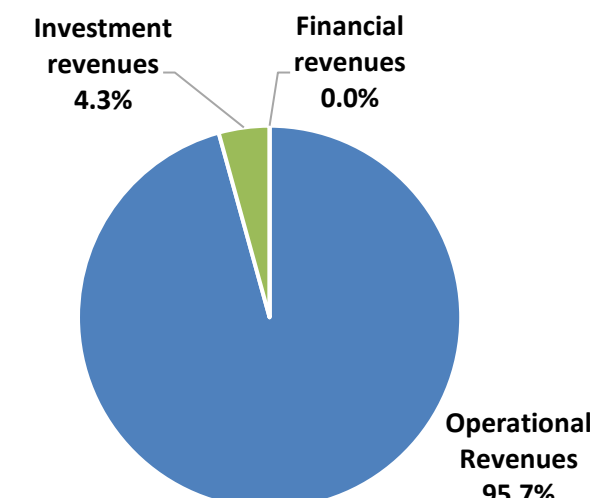
Collected revenues at Q4 2022



Performed expenditures at Q4 2022



Planned revenues at Q4 2022



Planned expenditures at Q4 2022

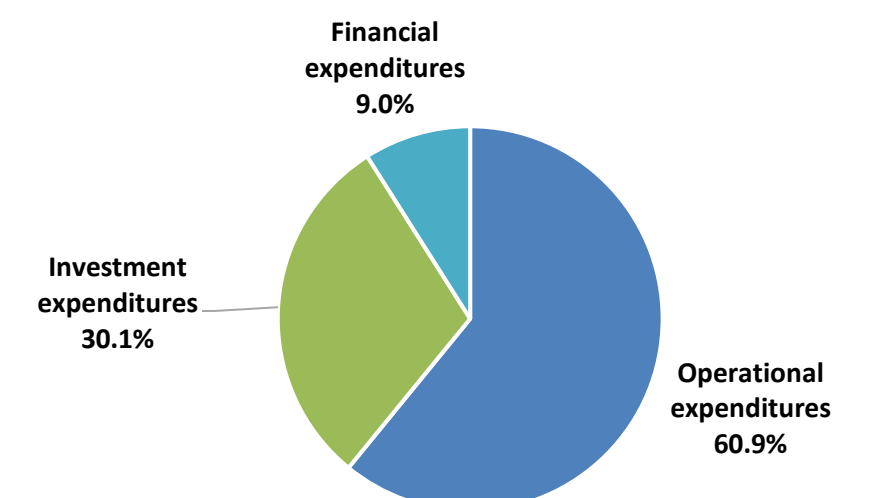




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Section II: Budgetary revenues

- The situation of the revenues collected for the period 2019 - 2022
- The dynamics of the revenues collected for the period 2019 - 2022
- The variation of the performed revenues in 2022 compared to 2021
- Budgetary provisions in 2022
- Revenues ratios
- Budgetary provisions for 2023

The situation of the revenues collected for the period 2019 - 2022

'000 RON



| Line | Summary of the main revenues | evolution in the period** | 2019 | | 2020 | | | 2021 | | | 2022 | | | 2022 | | 2023 | | | |
|--|--|---------------------------|------------------|-------|------------------|-------|--------------|--------------------|-------|-------------|--------------------|-------|--------------|--------------------|-------|--------------------|-------|--------------------|-------|
| | | | Execution | % /VI | Execution | % /VI | y/y | Execution | % /VI | y/y | Execution | % /VI | y/y | Revised | % /VI | Planned | % /VI | Planned | % /VI |
| 1 | Total revenues | 16.6% | 858,987.9 | | 982,455.7 | | 14.4% | 1,068,418.5 | | 8.7% | 1,360,278.5 | | 27.3% | 1,402,812.3 | | 1,388,198.0 | | 1,892,291.5 | |
| 2 | Own revenues, out of which | 17.6% | 696,146.6 | 81.0% | 807,676.8 | 82.2% | 16.0% | 873,955.1 | 81.8% | 8.2% | 1,131,200.9 | 83.2% | 29.4% | 1,136,508.2 | 81.0% | 1,025,381.0 | 73.9% | 1,193,282.0 | 63.1% |
| 3 | Quotas and amounts deducted from the income tax | 22.5% | 462,901.3 | 53.9% | 580,512.3 | 59.1% | 25.4% | 612,058.4 | 57.3% | 5.4% | 850,767.2 | 62.5% | 39.0% | 850,767.2 | 60.6% | 739,660.0 | 53.3% | 881,282.0 | 46.6% |
| 4 | Capital revenues | -31.9% | 29.2 | 0.0% | 7.6 | 0.0% | -74.0% | 15.7 | 0.0% | 106.3% | 9.2 | 0.0% | -41.1% | 20.0 | 0.0% | 20.0 | 0.0% | 5.0 | 0.0% |
| 5 | Revenues from concessions and rents | -1.0% | 1,564.3 | 0.2% | 1,562.9 | 0.2% | -0.1% | 1,718.7 | 0.2% | 10.0% | 1,516.6 | 0.1% | -11.8% | 1,349.0 | 0.1% | 2,000.0 | 0.1% | 1,000.0 | 0.1% |
| 6 | Payments from net profit of self-governing administration | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 7 | Revenues from dividends | -100.0% | 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 | 6.3% | 28,802.0 | 3.4% | 28,590.5 | 2.9% | -0.7% | 34,338.2 | 3.2% | 20.1% | 34,629.9 | 2.5% | 0.8% | 36,000.0 | 2.6% | 36,000.0 | 2.6% | 37,000.0 | 2.0% |
| 10 | Tax on land from the population | 5.1% | 3,755.7 | 0.4% | 3,492.5 | 0.4% | -7.0% | 4,028.0 | 0.4% | 15.3% | 4,356.6 | 0.3% | 8.2% | 4,500.0 | 0.3% | 4,500.0 | 0.3% | 4,600.0 | 0.2% |
| 11 | Taxes on the means of conveyance owned by population | 6.9% | 18,831.5 | 2.2% | 17,523.5 | 1.8% | -6.9% | 21,235.1 | 2.0% | 21.2% | 23,008.3 | 1.7% | 8.4% | 22,500.0 | 1.6% | 22,500.0 | 1.6% | 25,000.0 | 1.3% |
| 12 | Tax on buildings from legal entities | 2.3% | 104,997.6 | 12.2% | 108,681.2 | 11.1% | 3.5% | 119,307.4 | 11.2% | 9.8% | 112,260.6 | 8.3% | -5.9% | 114,000.0 | 8.1% | 123,000.0 | 8.9% | 125,000.0 | 6.6% |
| 13 | Tax on land from legal entities | 4.3% | 9,317.6 | 1.1% | 9,688.5 | 1.0% | 4.0% | 10,564.1 | 1.0% | 9.0% | 10,584.9 | 0.8% | 0.2% | 11,500.0 | 0.8% | 11,500.0 | 0.8% | 13,000.0 | 0.7% |
| 14 | Taxes on the means of conveyance owned by legal entities | 3.4% | 13,653.7 | 1.6% | 11,403.2 | 1.2% | -16.5% | 14,063.0 | 1.3% | 23.3% | 15,075.5 | 1.1% | 7.2% | 15,000.0 | 1.1% | 15,000.0 | 1.1% | 20,000.0 | 1.1% |
| 15 | Fees and charges for the issuance of licences and authorisations of functioning | 3.5% | 9,167.6 | 1.1% | 11,104.7 | 1.1% | 21.1% | 9,357.8 | 0.9% | -15.7% | 10,152.6 | 0.7% | 8.5% | 10,000.0 | 0.7% | 10,000.0 | 0.7% | 13,000.0 | 0.7% |
| 16 | Stamp duties, for notary work and other stamp duties | 3.1% | 10,139.2 | 1.2% | 8,681.5 | 0.9% | -14.4% | 12,529.8 | 1.2% | 44.3% | 11,104.8 | 0.8% | -11.4% | 12,390.0 | 0.9% | 13,500.0 | 1.0% | 12,608.0 | 0.7% |
| 17 | Extrajudicial stamp duties | 15.6% | 22.0 | 0.0% | 24.7 | 0.0% | 12.5% | 29.2 | 0.0% | 17.9% | 34.0 | 0.0% | 16.4% | 32.0 | 0.0% | 30.0 | 0.0% | 30.0 | 0.0% |
| 18 | Revenues from fines and other legal sanctions | 1.0% | 16,407.3 | 1.9% | 11,306.5 | 1.2% | -31.1% | 14,025.4 | 1.3% | 24.0% | 16,897.1 | 1.2% | 20.5% | 16,500.0 | 1.2% | 15,000.0 | 1.1% | 19,000.0 | 1.0% |
| 19 | Other own revenues | 35.2% | 16,501.5 | 1.9% | 15,097.2 | 1.5% | -8.5% | 20,684.4 | 1.9% | 37.0% | 40,803.6 | 3.0% | 97.3% | 41,950.0 | 3.0% | 32,671.0 | 2.4% | 41,757.0 | 2.2% |
| 20 | Sums deducted from the VAT for the local budgets | 15.6% | 126,459.0 | 14.7% | 144,068.0 | 14.7% | 13.9% | 179,561.9 | 16.8% | 24.6% | 195,463.6 | 14.4% | 8.9% | 204,924.0 | 14.6% | 139,674.0 | 10.1% | 135,698.0 | 7.2% |
| 21 | Donations and sponsorships | - | - | - | - | - | - | 24.6 | 0.0% | - | 310.0 | 0.0% | 1161.2% | 359.3 | 0.0% | - | - | 209.0 | 0.0% |
| 22 | Subsidies received from the State Budget | 21.1% | 10,490.5 | 1.2% | 13,751.0 | 1.4% | 31.1% | 11,507.1 | 1.1% | -16.3% | 18,607.6 | 1.4% | 61.7% | 20,916.0 | 1.5% | 16,006.0 | 1.2% | 364,677.2 | 19.3% |
| 22.1 | capital | 21.7% | 9,763.5 | 1.1% | 12,611.9 | 1.3% | 29.2% | 10,909.8 | 1.0% | -13.5% | 17,597.0 | 1.3% | 61.3% | 20,010.0 | 1.4% | 15,306.0 | 1.1% | 363,747.2 | 19.2% |
| 22.2 | current | 11.6% | 727.0 | 0.1% | 1,139.1 | 0.1% | 56.7% | 597.2 | 0.1% | -47.6% | 1,010.6 | 0.1% | 69.2% | 906.0 | 0.1% | 700.0 | 0.1% | 930.0 | 0.0% |
| 23 | Sums received from the EU for the made payments | -17.2% | 25,891.8 | 3.0% | 16,959.9 | 1.7% | -34.5% | 3,369.9 | 0.3% | -80.1% | 14,696.4 | 1.1% | 336.1% | 40,104.9 | 2.9% | 207,137.0 | 14.9% | 195,877.3 | 10.4% |
| 24 | Other revenues | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 2,548.0 | 0.1% |
| | | | % /TR | | % /TR | | | % /TR | | | % /TR | | | % /TR | | % /TR | | % /TR | |
| Operational Revenues | | 17.3% | 823,303.4 | 95.8% | 952,876.3 | 97.0% | 15.7% | 1,054,123.1 | 98.7% | 10.6% | 1,327,975.9 | 97.6% | 26.0% | 1,342,677.5 | 95.7% | 1,165,735.0 | 84.0% | 1,332,662.0 | 70.4% |
| Investment revenues | | -3.3% | 35,684.4 | 4.2% | 29,579.5 | 3.0% | -17.1% | 14,295.4 | 1.3% | -51.7% | 32,302.6 | 2.4% | 126.0% | 60,134.9 | 4.3% | 222,463.0 | 16.0% | 559,629.5 | 29.6% |
| Financial revenues | | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Revenues of the Operating Section | | 11.0% | 749,522.1 | 87.3% | 860,848.4 | 87.6% | 14.9% | 859,354.0 | 80.4% | -0.2% | 1,025,172.9 | 75.4% | 19.3% | 1,016,529.3 | 72.5% | 1,007,943.0 | 72.6% | 1,124,484.0 | 59.4% |
| Total Revenues of the Development Section | | 45.2% | 109,465.8 | 12.7% | 121,607.3 | 12.4% | 11.1% | 209,064.5 | 19.6% | 71.9% | 335,105.6 | 24.6% | 60.3% | 386,283.0 | 27.5% | 380,255.0 | 27.4% | 767,807.5 | 40.6% |
| Previous surplus, out of which: | | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| Total Revenues of the period (without previous surplus) | | 16.6% | 858,987.9 | | 982,455.7 | | 14.4% | 1,068,418.5 | | 8.7% | 1,360,278.5 | | 27.3% | 1,402,812.3 | | 1,388,198.0 | | 1,892,291.5 | |

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

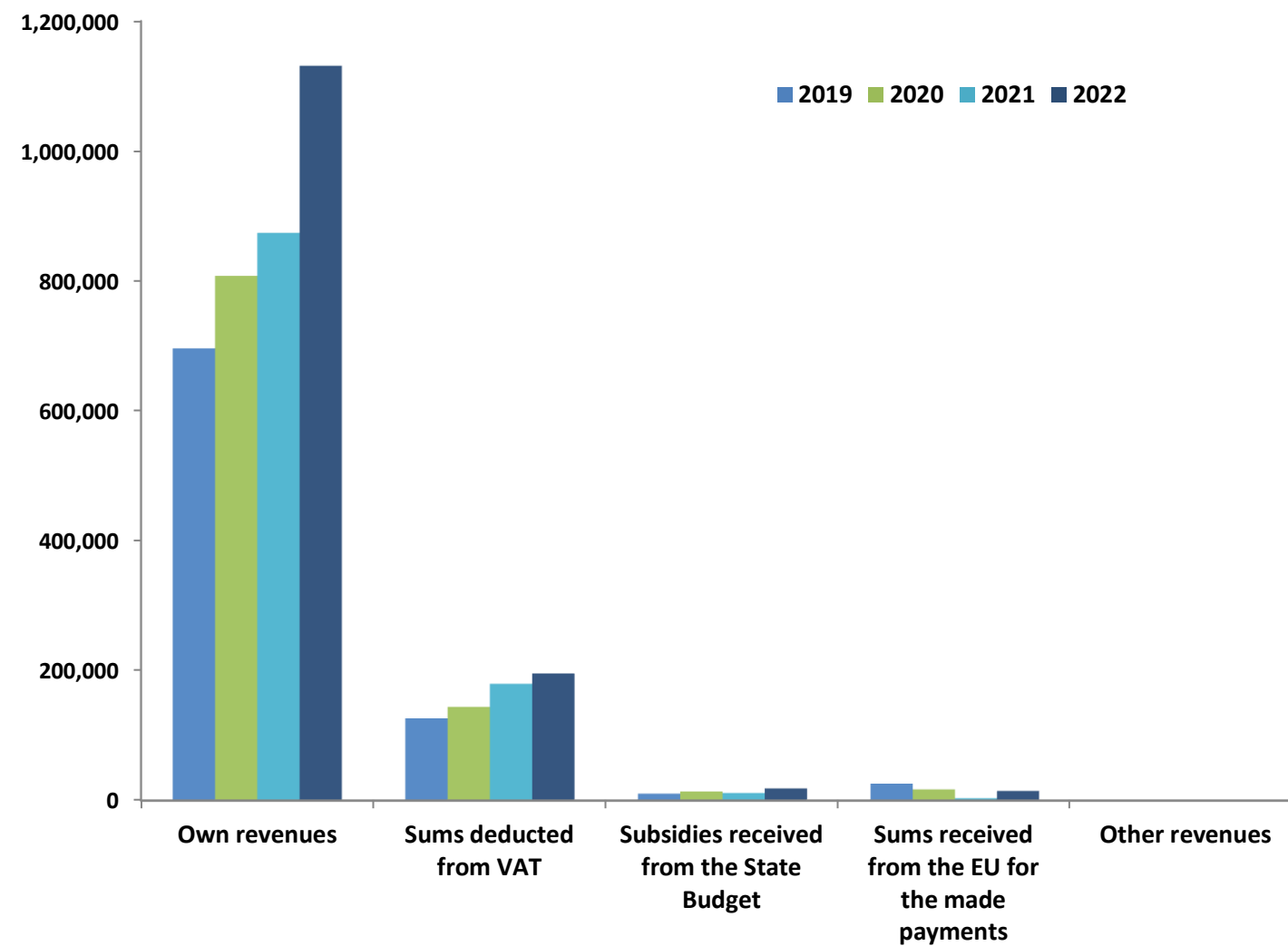
**) Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2019-2022;

| Revenues from tax on property | 3.7% | 179,358.1 | 20.9% | 179,379.4 | 18.3% | 0.0% | 203,535.7 | 19.1% | 13.5% | 199,915.9 | 14.7% | -1.8% | 203,500.0 | 14.5% | 212,500.0 | 15.3% | 224,600.0 | 11.9% |
|--|------|-----------|-------|-----------|-------|--------|-----------|-------|-------|-----------|-------|-------|-----------|-------|-----------|-------|-----------|-------|
| 9 + 12 Taxes and duties on buildings | 3.2% | 133,799.6 | 15.6% | 137,271.7 | 14.0% | 2.6% | 153,645.6 | 14.4% | 11.9% | 146,890.5 | 10.8% | -4.4% | 150,000.0 | 10.7% | 159,000.0 | 11.5% | 162,000.0 | 8.6% |
| 10 + 13 Tax and duties on land | 4.6% | 13,073.3 | 1.5% | 13,181.0 | 1.3% | 0.8% | 14,592.0 | 1.4% | 10.7% | 14,941.6 | 1.1% | 2.4% | 16,000.0 | 1.1% | 16,000.0 | 1.2% | 17,600.0 | 0.9% |
| 11 + 14 Taxes on the means of conveyance | 5.4% | 32,485.2 | 3.8% | 28,926.7 | 2.9% | -11.0% | 35,298.2 | 3.3% | 22.0% | 38,083.8 | 2.8% | 7.9% | 37,500.0 | 2.7% | 37,500.0 | 2.7% | 45,000.0 | 2.4% |
| Tax on property from the population | 6.5% | 51,389.1 | 6.0% | 49,606.6 | 5.0% | -3.5% | 59,601.3 | 5.6% | 20.1% | 61,994.8 | 4.6% | 4.0% | 63,000.0 | 4.5% | 63,000.0 | 4.5% | 66,600.0 | 3.5% |
| Tax on property from the legal entities | 2.5% | 127,968.9 | 14.9% | 129,772.8 | 13.2% | 1.4% | 143,934.5 | 13.5% | 10.9% | 137,921.1 | 10.1% | -4.2% | 140,500.0 | 10.0% | 149,500.0 | 10.8% | 158,000.0 | 8.3% |

The dynamics of the revenues collected for the period 2019 - 2022

'000 RON

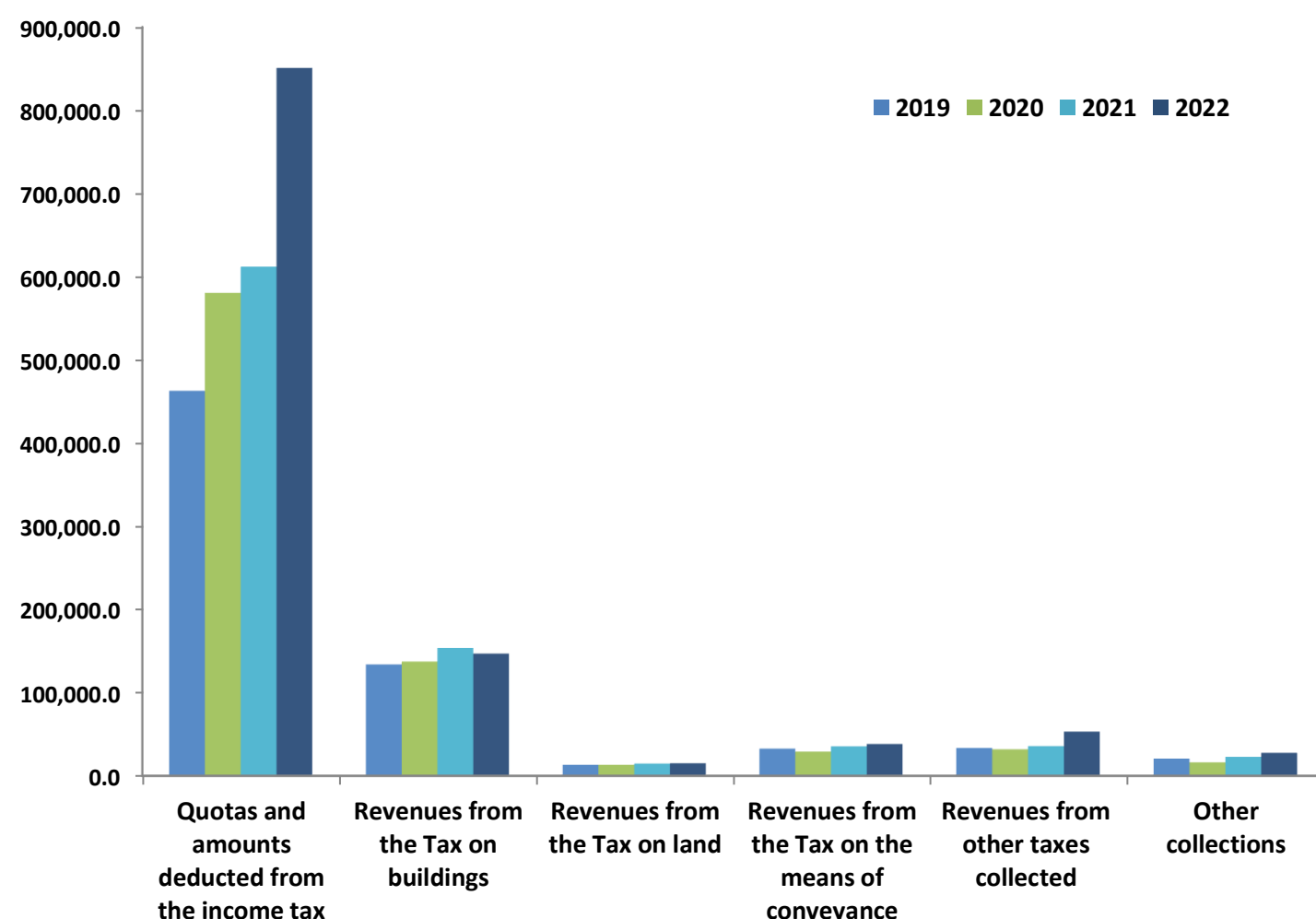
Dynamics of the total revenues collected in the period 2019 - 2022



↑ The **revenues collected to the local budget** increased with a compound annual rate of 16.6% up to RON 1,360,278.5 th, after consecutive increases of RON 123,467.9 th (+14.4%) in 2020, and RON 85,962.8 th (+8.7%) in 2021, respectively by RON 291,860 th (+27.3%) in 2022.

- The **Own revenues**, accounting for the main source contributing to the local budget of the institution (weights between 81% and 83.2% observed in the analyzed interval), went up with a compound annual rate of 17.6%, reaching RON 1,131,200.9 th following increases of RON 111,530,2 th (+16%) in 2020, by RON 66,278,3 mii (+8.2%) in 2021 and by RON 257,245.8 th in the last year of the analyzed interval.
- The **Sums deducted from the VAT** went up at a compound annual rate of 15.6% up to RON 195,463.6 th, following the increase by RON 17,609 th (+13.9%) in 2020, by RON 35,493.9 th in 2021 and by RON 15,901.7 th in the last year of the analysed interval. The variation of said 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 recieved from the UE for the payments performed** reached RON 14,969.4 th after an oscillating evolution. Thereby, these revenues went down by RON 8,931.9 th (-34.5%) in 2020 and another drop by RON 13,590.1 th (-80.1%) in 2021, while an increase is recorded in 2022, by RON 11.326.5 th. These amounts were targeted at the programs from the European Fund for Regional Development and from the European Social Fund.
- The **Subsidies recieved from the State Budget** increased at a compound annual rate of 21.1% up to RON 18,607.6 th. Significant influences were observed in 2020, when the amounts increased by RON 3,260.5 th (+31.1%) in 2020, while in 2021, the subsidies decreased by RON 2,244 th (-16.3%). For the last yearly report it can be noticed the increase of the amounts by RON 7,100.5 th (+61.7%).

Dynamics of the own revenues collected in the period 2019 - 2022



↑ The dynamics of **Own revenues** was determined by the following groups:

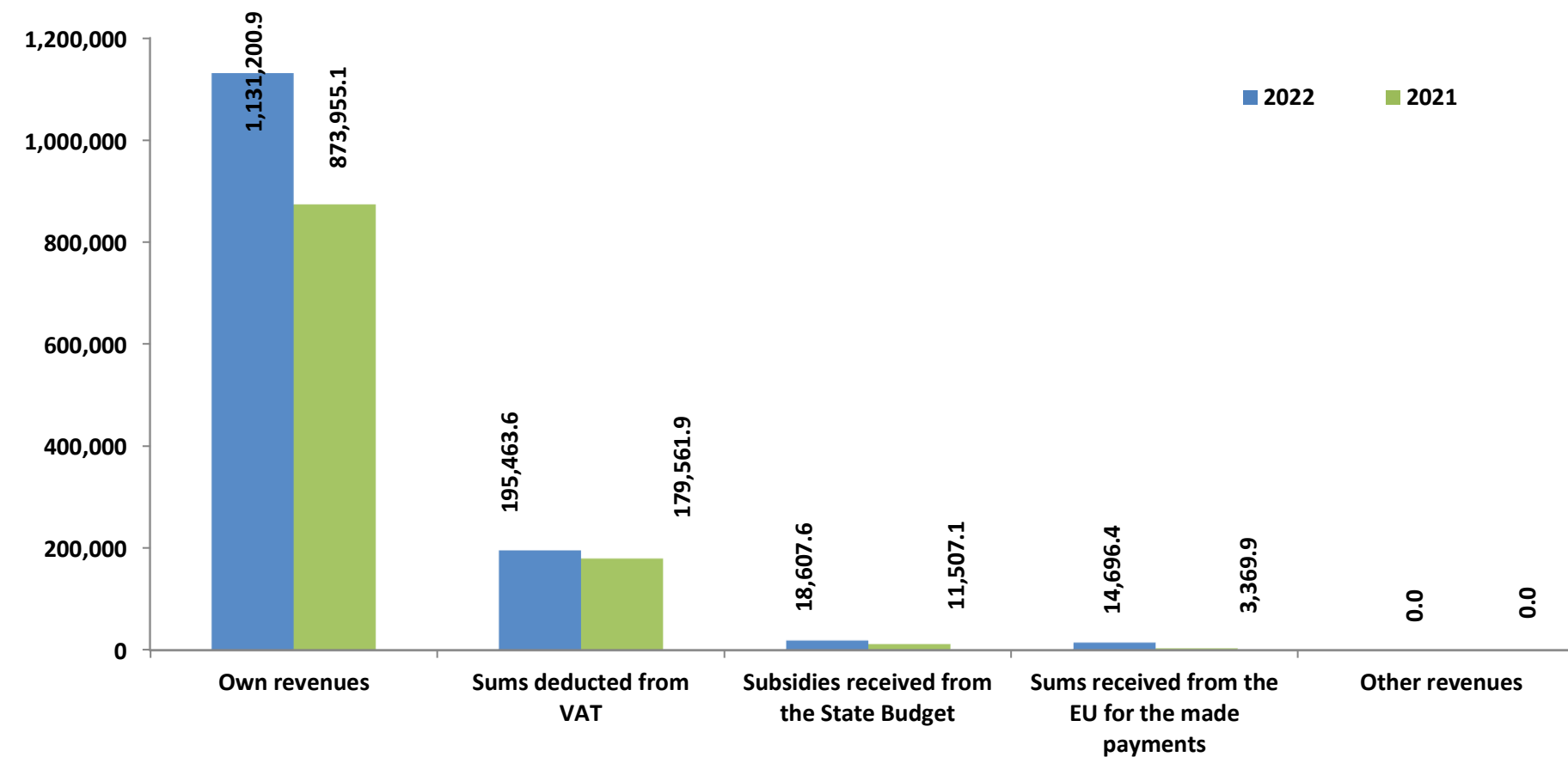
- **Quotas and amounts deducted from the income tax** went up by RON 117,611 th (+25.4%) in 2020/2019, followed by another increase by RON 31,564.2 th (+5.4%), respectively by RON 238,708.7 th as compared to the previous year.
- **Revenues from other taxes collected**, which reached a value of RON 53,085.5 th after the increase by RON 3,940.4 th in 2021 and by RON 17,426.4 th in 2022 (+48.9%). 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;
- **Other collections**, reaching RON 27,432.4 th after increases noted in 2021 (+RON 6,635.4 th, +41.3%) and 2022 (+RON 4,730.6 th, +20.8%). Likewise, a decrease of these revenues was recorded in 2020 (-RON 4,495 th, -21.9%);
- **Revenues from the tax on property**, for which it was recorded the highest level in amount of RON 203,535.7 th in 2021, after an by RON 24,156.3 th, +13.5%. Larger collections in the interval are related to the legal entities.

The variation of the performed revenues performed in 2022 compared to 2021

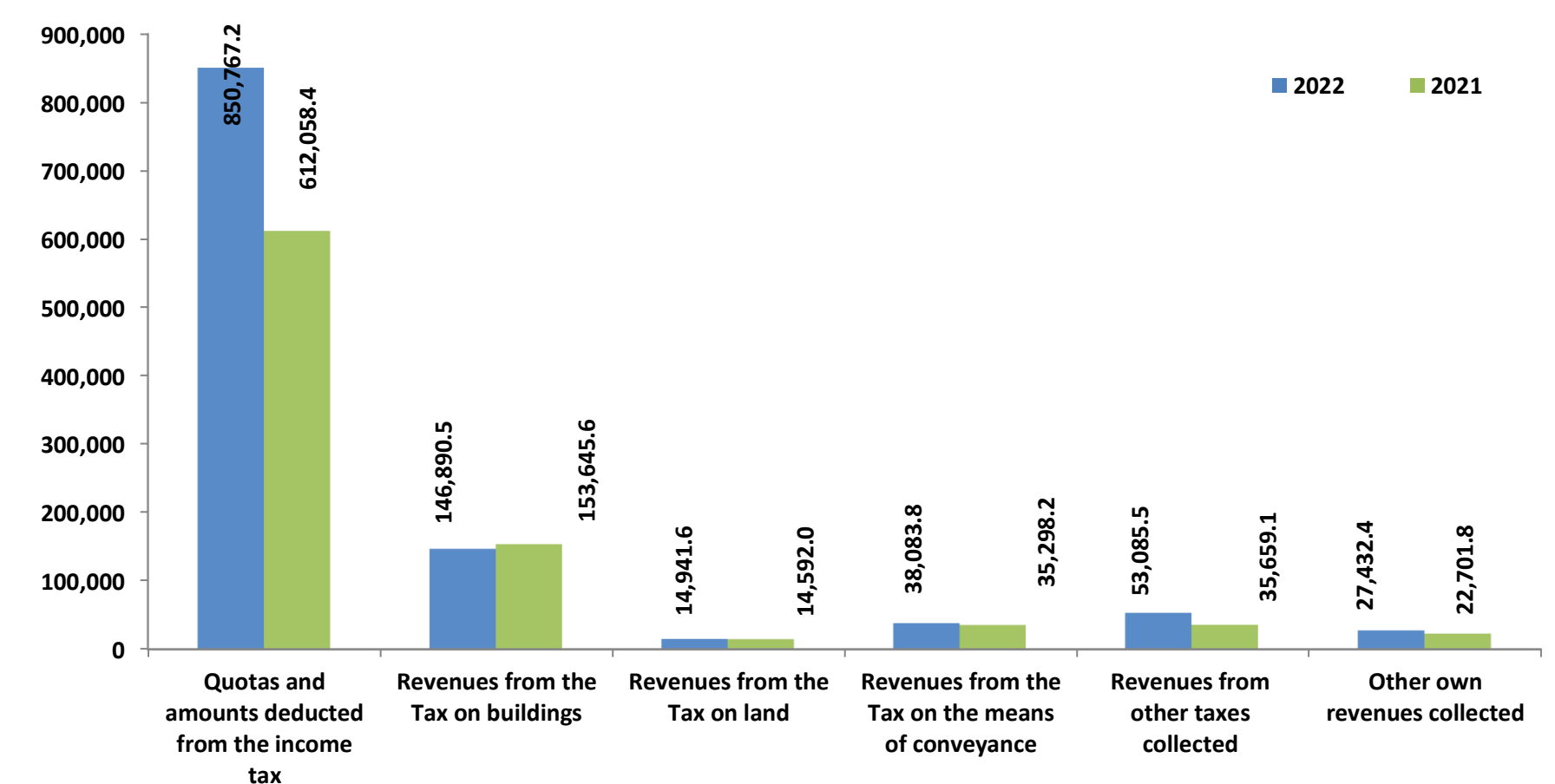
'000 RON



Total revenues variation



Own revenues variation



↑ **The revenues collected to the local budget** are going up by 27.3%, respectively by RON 291,860 th.

- ↑ The **Own Revenues**, holding a share of 83.2% in the year's total revenues, went up by RON 257,245.8 th (+29.4%).
- ↑ The **Sums deducted from VAT**, are recording an increase of 8.9% up to RON 195,463.6 th. The increase is influenced by those amounts for financing the expenditures at the level of districts (+RON 5,611.1 th, +3.6%) and for the private and confessional education (+RON 5,383.2 th, +22.2%) and by the ones for balancing the local budgets, which did not record values in 2021, but were collected in 2022 (RON 4,907.5 th).
- ↑ The **Sums received from the EU for the payments performed** recorded an increase of 11,326.5 mii RON, to the amount of RON 14,696.4 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 11,617.2 th in 2022), and from the European Social Fund (+RON 1,290.8 th), counterbalanced by the lack of Other Amounts from UE (in amount of RON 1,176.8 th in 2021) and the decrease of the amounts from Other community programs financed in the period of 2014 – 2020 (-RON 366.6 th).
- ↑ The **Subsidies received from the State Budget** increased by RON 7,100.5 th, the influences being observed mainly at the level of the capital ones, respectively because of the amounts recorded for financing the social houses (in amount of RON 6,226.6 th in 2022, without such revenues in 2021) 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 3,144.2 th), corroborated with the lack of the revenues from The Financing of the National Program of Local Development (in amount of RON 3,433.6 th in 2021). Also, at the level of the Current subsidies, an increase by RON 413.4 th was recorded, out of which for Other rights for disability and adoption were recorded higher amounts by RON 403 th.

↑ The **Own revenues** reach the value of RON 1,131,200.9 th during the reporting period, the most important influences that generated the increase of the group being found at the level of the following income categories:

- ↑ **Quotas and amounts deducted from the income tax** with an amount of RON 850,767.2 th, versus the amount of RON 612,058.4 th recorded in the last year. The Sums allocated from the quotas deducted from income tax to balance the local budgets went up by 50% (+RON 283,494.2 th), but were not recorded Quotas deducted from the income tax (in amount of RON 44,785.5 th in 2021).
- ↑ **Revenues from other taxes collected**, with an increase by RON 17,426.4 th (+48.9%) determined by Other taxes and duties (+RON 17,297.3 th +157.2%).
- ↑ **Other collections**, going up by RON 4,730.6 th (+20.8%), with a major influence coming from the Revenues from fines and other legal sanctions (+ RON 2,817.7 th), Other revenues (+RON 822.8 th), Contribution of parents and legal guardians for the upkeep of children in nurseries (+RON 635.4 th).
- ↓ **Revenues from the tax property**, with a value attained of RON 199,915.9 th (a decrease by RON 23,619.9 th, -1.8%) recorded a decrease of the sums collected from legal entities (-RON 6,013.4 th, -4.2%) and from the individuals (+RON 2,393.5 th, +4%).

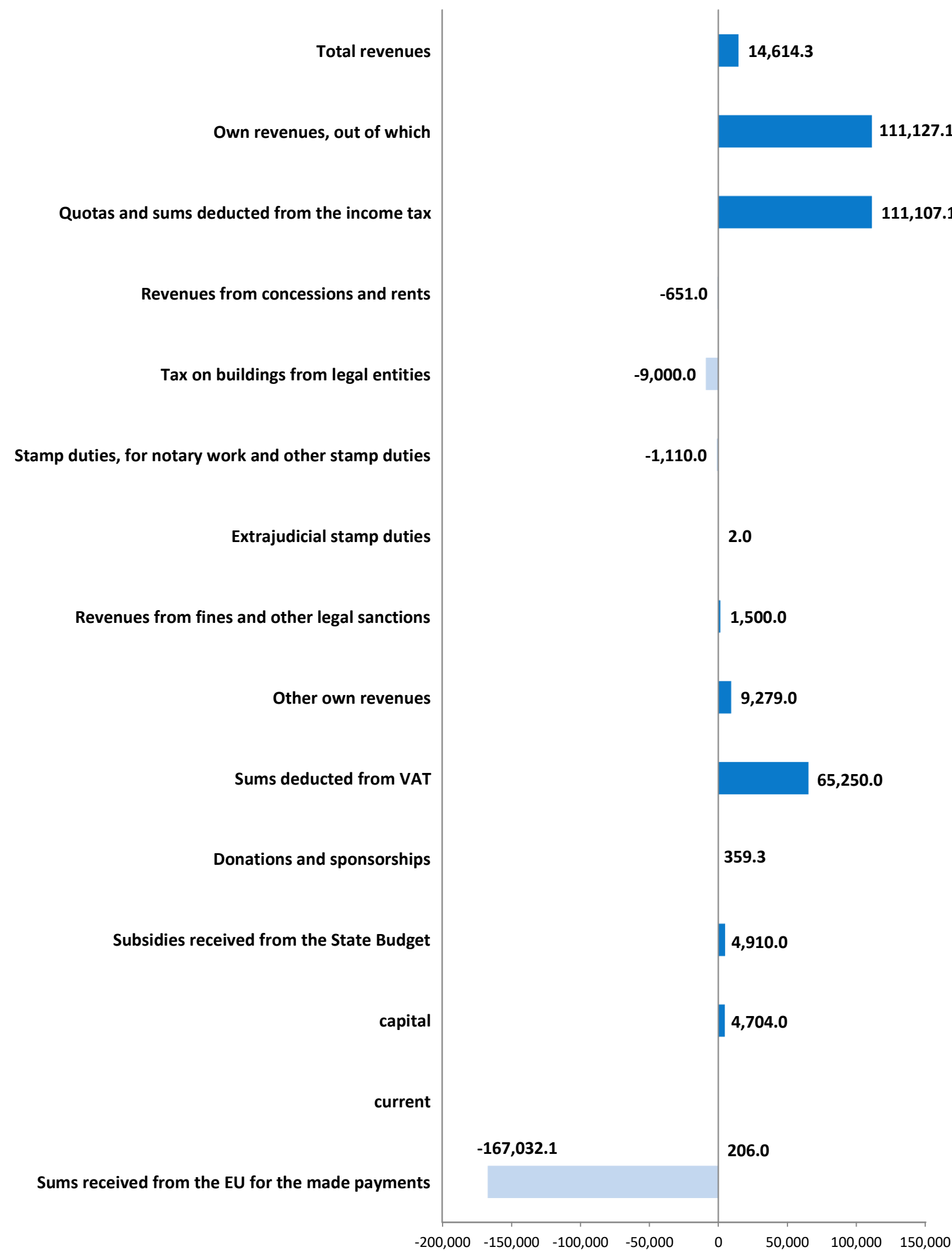
Budgetary provisions

Achievement degree of the revenues in 2022

'000 RON



Revenues rectification, as compared to the initial budget of 2022



The last budgetary rectification of the year was approved by Local Council's Decision no. 329 from 27.12.2022 and aims to increase the provisions by RON 14,614.3 th.

- The final provisions regarding the **Quotas and amounts deducted from the income tax** were by RON 111,107.1 th (+15%) above the initial ones, entirely by higher estimations related to Sums allocated from the quotas deducted from income tax to balance the local budgets.
- The allotments for **Sums deducted from the VAT** were increased by RON 62,250 th respectively up to RON 204,924 th. The influences were highlighted mainly at the level of the ones for the financing of expenditures at the level of districts (+RON 54,367 th, +48%).
- **Other own revenues** were provided higher by RON 9,279 th, considering larger estimations for Other taxes and duties (+RON 6,960 th), Other revenues from interests (amounting to RON 650 th, without initial provisions), Contribution of parents and legal guardians for the upkeep of children in nurseries (+RON 500 th) and Other revenues (+RON 500 th).
- The **Subsidies received from the State Budget** were increased in the final budget by RON 4,910 th as compared to the initial one, mainly related to the capital ones (+RON 4,704 th), as were recorded higher estimations for Subsidies received for social housing funding (+RON 3,000 th) and for Subsidies for the thermal rehabilitation for housing buildings (+RON 1,704 th).
- The initial provisions regarding the **Sums received from the UE for the payments performed** were decreased by RON 167,032.1 th, respectively down to RON 40,104.8 th. Lower allotments were observed for the programs related to the European Fund for Regional Development (-RON 158,320.1 th).
- For the **Revenues from the tax on property**, the final estimations went down by RON 9,000 th for Tax on buildings from legal entities, down to RON 114,000 th.



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 42,533.8 th thereby recording an achievement degree of 97%.

- ↓ The **Investment revenues** were below the budget by RON 27,832.2 th, with an achievement degree of 53.7%. 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 25,408.4 th (-63.4%) through a reduced execution at the level of the European Fund for Regional Development (included in the final budget at RON 32,995.8 th, but performed at 35.2%), the European Social Fund (-RON 1,408.9 th, -35.4%) and Other community programs financed in the period of 2014 – 2020 (-RON 1,752.8 th, -77.5%). Likewise, at Q4 2022 were not recorded Other amounts received from funds from the European Union for the operational programs financed from the 2014-2040 financial framework, although were included in the final budget in amount of RON 868 th;
 - ↓ The *Capital subsidies*, that were by RON 2,413 th (-12.1%) 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 2,412.6 th-41,7%);
- ↓ The **Operational revenues** were below the estimates by RON 14,701.6 th, with an achievement degree of 98.9%. The budgetary execution's structure was influenced by the following categories:
 - ↓ *Sums deducted from VAT* collected in ratio of 95.4% out of the final provisions (-RON 9,460.4 th), mainly by execution under the estimations of the ones for financing expenditures at county level (-RON 6,773.3 th), respectively the ones for financing the private and confessional education (-RON 2,531.6 th).
 - ↓ *Revenues from the tax on property*, lower collections by RON 3,584.1 th, with a dynamic determined by the amounts collected from the legal entities (-RON 2,578.9 th, -1.8%) and population (-RON 1,005.2 th, -1.6%). Specifically, significant deviations from the provisions were observed at the level of the amounts collected in connection with the buildings (-RON 3,109.5 th) and land (-RON 1,058.4 th), counterbalanced by higher revenues from the taxes on means of conveyance (+RON 583.8 th);
 - ↓ *Other taxes and duties* performed by RON 3,659.6 th below the final provisions (-11.5%), while the Other revenues from interests were by RON 3,087.3 th above the revised provisions.

Revenues ratios in 2022 compared to 2021

'000 RON



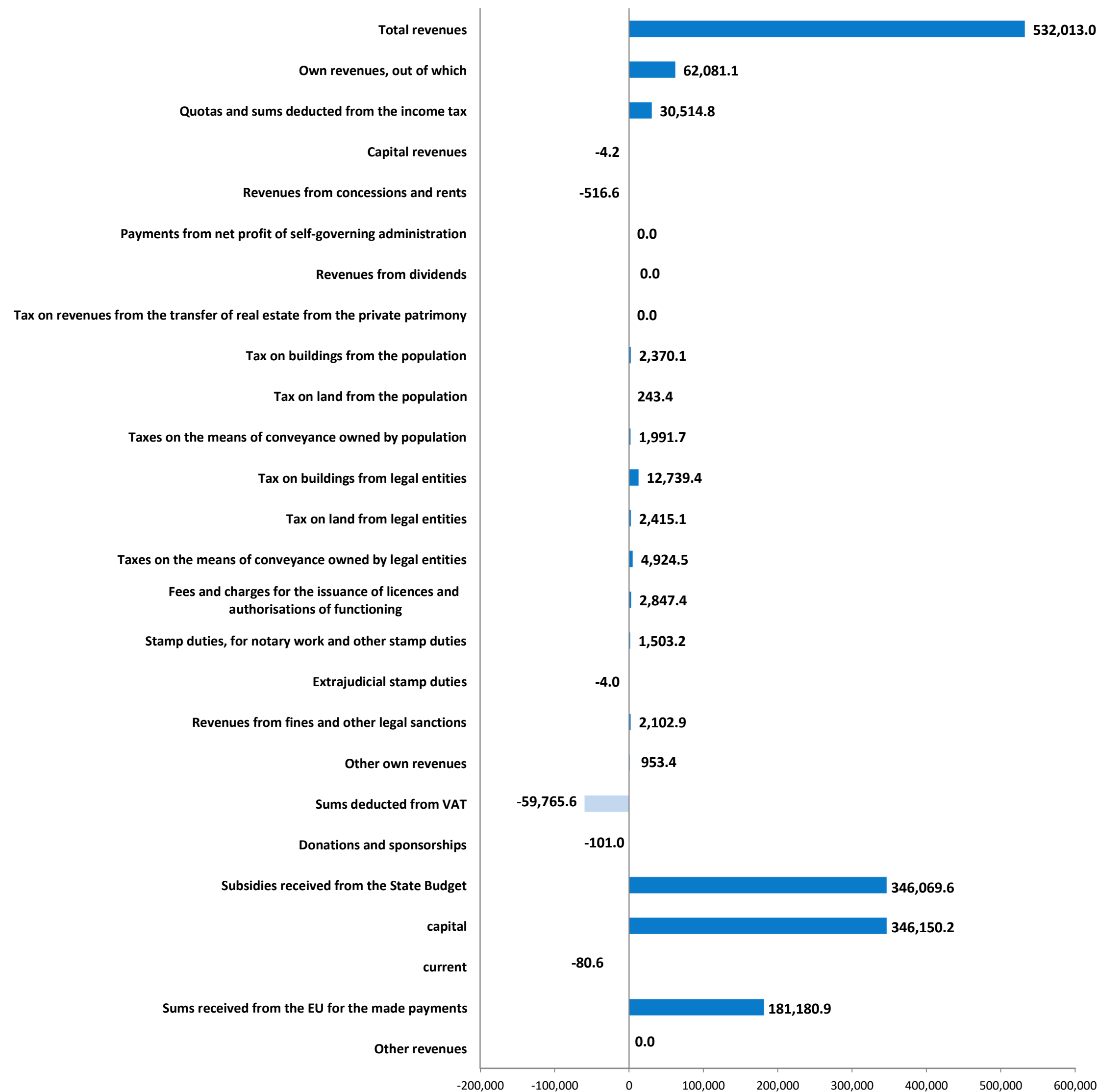
| Ratios | 2022 | 2021 |
|---|------------------------------|------------------------------|
| Revenues from tax on property | 199,915.9 | 203,535.7 |
| Revenues per Capita* | 502.5 | 512.7 |
| The revenue weight in the total revenues | 14.7% | 19.1% |
| Tax own revenues | 1,103,689.9 | 851,192.5 |
| Revenues per capita* | 2,774.2 | 2,144.1 |
| The revenue weight in the total revenues | 81.1% | 79.7% |
| Total current revenues (autonomous) | 1,326,965.3 | 1,053,525.9 |
| Revenues per Capita* | 3,335.4 | 2,653.8 |
| The revenue weight in the total revenues | 97.6% | 98.6% |
| Operational revenues | 1,327,975.9 | 1,054,123.1 |
| Revenues per Capita* | 3,337.9 | 2,655.3 |
| The revenue weight in the total revenues | 97.6% | 98.7% |
| Investment revenues | 32,302.6 | 14,295.4 |
| Revenues per Capita* | 81.2 | 36.0 |
| The revenue weight in the total revenues | 2.4% | 1.3% |
| Total revenues per Capita* | 0.0 | 2,691.3 |
| Own revenues per capita* | 2,843.3 | 2,201.5 |
| The level of financing from the own revenues | 83.2% | 81.8% |
| The degree of self-financing | 83.2% | 77.6% |
| The degree of dependency of the local budget compared to the state budget | 78.3% | 71.0% |
| The degree of decisional autonomy | 83.5% | 81.8% |
| The degree of achievement of the revenues from the initial budget | 98.0% | 85.5% |
| The degree of achievement of the revenues from the final budget | 97.0% | 90.5% |
| The degree of achievement of the own revenues from the initial budget | 110.3% | 110.4% |
| The degree of achievement of the own revenues from the final budget | 99.5% | 97.5% |
| The degree of achievement of the property taxes from the initial budget | 94.1% | 108.2% |
| The degree of achievement of the property taxes from the final budget | 98.2% | 100.8% |
| The annual estimate from the local tax revenues (maximum probability) | 252,922.7 | 239,134.0 |
| The annual estimate from the local tax revenues (final budget) | 261,305.0 | 237,159.0 |
| The degree of achievement of the annual estimate from the local tax revenues | 103.3% | 99.2% |
| The collection degree from the initial budget of the revenues from: | 110.0% | 110.5% |
| Quotas deducted from the income tax | 0.0% | 100.0% |
| Taxes on buildings from the population | 96.2% | 118.4% |
| Taxes on land from the population | 96.8% | 98.2% |
| Taxes on the means of conveyance from the population | 102.3% | 114.8% |
| Taxes on buildings from legal entities | 91.3% | 106.5% |
| Taxes on land from legal entities | 92.0% | 108.9% |
| Capita, as of: | 397,847 01.01.2021 | 396,988 01.01.2020 |

*The ratios presented per Capita are calculated in RON

- ↓ The **Revenues from the tax on property** registered a decrease by RON 3,619.9 th (-1.8%), determined by the sums collected from legal entities (-RON 6,013.4 th, -4.2%), whereas the amounts collected from the population went up by RON 2,393.5 th (+4%). Therefore, it was observed the decrease of the taxes on buildings (-RON 6,755.1 th, -4.4%), while were recorded higher revenues from the means of conveyance (+RON 2,785.6 th, +7.9%).
- ↑ The **Own tax revenues** went up by RON 252,497.4 th (+29.7%), mainly as a consequence of:
- ↑ The increase of Quotas and amounts deducted from the income tax (+RON 238,708.7 th, +39%).
 - ↑ The increase of Other taxes and duties (+RON 17,297.3 th, +157.2%);
 - ↑ The increase of Fees and charges for the issuance of licenses and authorizations of functioning (+RON 794.8 th, +8.5%);
 - ↓ The decrease of the Revenues from the tax on property;
 - ↓ The decrease of the Stamp duties, for notary work and other stamp duties (-RON 1,425.1 th, -11.4%).
- ↑ The **Total current (autonomous) revenues** went up RON 273,439.4 th (+26%) with influences from the:
- ↑ Tax revenues, going up by RON 268,399.1 th (+26%), as a consequence of the increase of Own tax revenues and Sums deducted from VAT (+RON 15,901.7 th, +8.9%);
 - ↑ Non-tax revenues, going up by RON 5,404.3 th (+22.1%), mainly due to the increase of the Sale of goods and services (+RON 4,656.6 th, +26%).
- ↑ The **Operational revenues** collected in the analyzed interval went up by RON 273,852.7 th, the evolution being determined by an increase in Current revenues (+RON 273,439.4 th, +26%) and Current subsidies (+RON 413.4, +69.2%).
- ↑ The **Investment revenues** went up by RON 18,007.3 th (+126%). These revenues are related to the Sums received from the EU/other donors for the made payments and pre-financing, related to the 2014-2020 financial framework (+RON 12,541.9 th) and the Capital subsidies (+RON 6,687.2 th, +61.3%).



Budgetary provisions for 2023 versus the attained level in 2022



The initial budget for 2023 was approved by Local Council's Decision no. 16 din 12.02.2023, with the revenues amounting to RON 1,892,291.5 th, accounting for an increase of budgetary provisions by 39.1%, as compared to the previous year's execution.

- The provisions related to **Own revenues** are bigger than the sums collected in the previous year by RON 62,081.1 th (+5.5%), amounting to RON 1,193.282 th. 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 30,514.8 th (+3.6%), respectively to RON 881,282 th.
 - Revenues from the tax on property, with the provisions going up by RON 24,684.1 th, up to RON 224,600 th. The main contribution within these estimates is brought by the revenues collected from legal entities (+RON 20,078.9 th), especially the taxes and duties on buildings (+RON 15,109.5 th) and on the means of conveyance (+RON 6,916.2 th);
 - Revenues from fines, the provisions being increased by RON 2,102.9 th (+12.4%), respectively to the amount of RON 19,000 th;
 - Stamp duties, for notary work and other stamp duties, going up by RON 1,503.2 th (+13.5%) to the amount of 12,608 th.
- The **Subsidies received from the state budget** are estimated in amount of RON 364,677.2 th in the initial budget for 2023, recording an increase by RON 3.46,069.6 th as compared to the budgetary execution of the prior year. The evolution is related mainly to the increase of the Capital subsidies (+RON 346,150.2 th), while the Current ones were provisioned by RON 80.6 th below the execution of 2022.
- The **Sums received from the EU for the payments performed** are, within the budget for 2023, amounting to RON 195,877.3 th, after a significant increase of the provisions compared to the execution of 2022. These amounts are mainly related to the 2014-2020 financial framework and are concentrated mainly around the European Social Fund (with estimations amounting to RON 185,748.3 th).
- The **Sums deducted from VAT** were included in the budget of 2023 at the value of RON 135,698 th, after a decrease of the provisions by 30.6% compared to the execution of the previous year. In the breakdown of the provisions, we can observe the lack of the for sums for financing the private and confessional education (in amount of RON 29,595.4 th in 2022) and the decrease of those for financing the decentralized expenditures at the level of the sectors (-RON 21,102.7 th) and for balancing the local budget (-RON 3,067.5 th).

Table of contents Section III



Section III: Budgetary expenditures (functional classification)

- The situation of the expenditures incurred for the period 2019 - 2022
- The dynamics of the expenditures incurred for the period 2019 - 2022
- The variation of the performed expenditures in 2022 compared to 2021
- Budgetary provisions in 2022

The situation of the expenditures incurred for the period 2019 - 2022

'000 RON



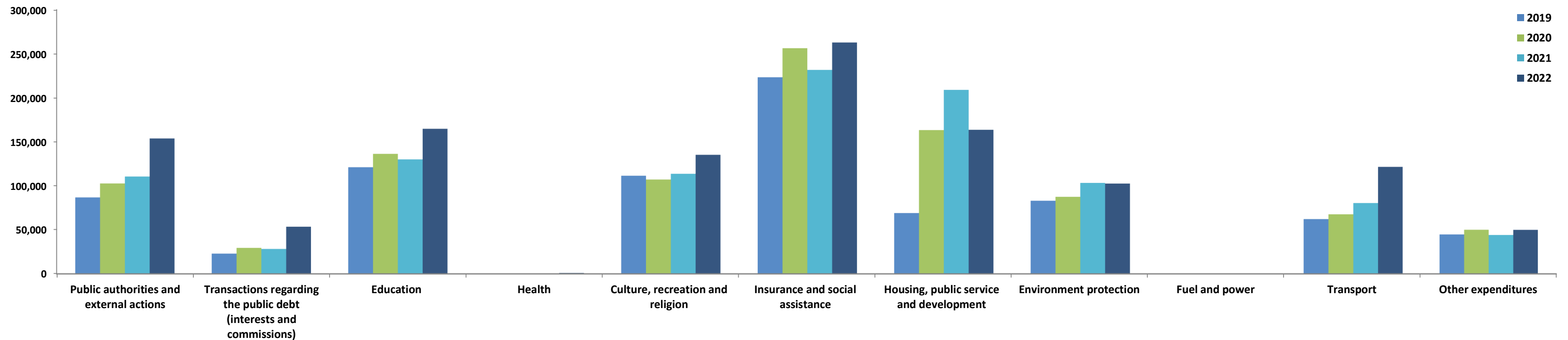
| Line | Expenditures | evolution in the period* | 2019 | | 2020 | | | 2021 | | | 2022 | | | 2022 | | 2023 | | | |
|---|--|--------------------------|-----------|-----------|------------|-------|--------|-------------|-------|--------|-------------|-------|-----------|-------------|-------|-------------|-------|-------------|-------|
| | | | Execution | % /TP | Execution | % /TP | y/y | Execution | % /TP | y/y | Execution | % /TP | y/y | Revised | % /TP | Planned | % /TP | Planned | % /TP |
| Functional classification | | | 17% | 858,987.9 | 982,455.7 | | 14.4% | 1,068,418.5 | | 8.7% | 1,360,278.5 | | 27.3% | 1,402,812.3 | | 1,388,198.0 | | 1,892,291.5 | |
| 1 | Public authorities and external actions | 21% | 86,732.0 | 10.5% | 102,566.1 | 10.3% | 18.3% | 110,413.3 | 10.5% | 7.7% | 153,696.8 | 12.7% | 39.2% | 194,767.0 | 13.4% | 240,962.0 | 16.8% | 290,997.2 | 13.9% |
| 2 | Transactions regarding the public debt (interests and commissions) | 33% | 22,866.6 | 2.8% | 29,389.8 | 2.9% | 28.5% | 28,169.8 | 2.7% | -4.2% | 53,426.1 | 4.4% | 89.7% | 55,801.0 | 3.9% | 36,401.0 | 2.5% | 94,001.0 | 4.5% |
| 3 | Education | 11% | 121,014.5 | 14.7% | 136,162.3 | 13.6% | 12.5% | 129,873.0 | 12.4% | -4.6% | 164,653.8 | 13.6% | 26.8% | 240,031.0 | 16.6% | 223,573.0 | 15.6% | 325,157.8 | 15.5% |
| 4 | Health | - | - | - | - | - | - | 0.1 | 0.0% | - | 902.7 | 0.1% | 798752.2% | 2,900.0 | 0.2% | 5,036.0 | 0.4% | 6,061.0 | 0.3% |
| 5 | Culture, recreation and religion | 7% | 111,329.9 | 13.5% | 107,047.0 | 10.7% | -3.8% | 113,517.7 | 10.8% | 6.0% | 135,086.2 | 11.2% | 19.0% | 155,796.3 | 10.7% | 129,329.0 | 9.0% | 198,864.0 | 9.5% |
| 6 | Insurance and social assistance | 6% | 223,193.6 | 27.1% | 256,167.3 | 25.6% | 14.8% | 231,562.3 | 22.1% | -9.6% | 262,712.1 | 21.8% | 13.5% | 287,668.0 | 19.8% | 280,937.0 | 19.6% | 319,374.0 | 15.3% |
| 7 | Housing, public service and development | 33% | 68,955.3 | 8.4% | 163,182.5 | 16.3% | 136.6% | 208,837.0 | 19.9% | 28.0% | 163,530.3 | 13.5% | -21.7% | 195,328.0 | 13.5% | 183,906.0 | 12.8% | 310,866.1 | 14.9% |
| 8 | Environment protection | 7% | 82,921.3 | 10.1% | 87,404.4 | 8.7% | 5.4% | 103,181.7 | 9.8% | 18.1% | 102,442.6 | 8.5% | -0.7% | 108,181.0 | 7.5% | 119,411.0 | 8.3% | 293,658.8 | 14.0% |
| 9 | Fuel and power | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - |
| 10 | Transport | 25% | 62,066.4 | 7.5% | 67,535.5 | 6.8% | 8.8% | 80,326.7 | 7.7% | 18.9% | 121,404.6 | 10.1% | 51.1% | 149,938.0 | 10.3% | 146,473.0 | 10.2% | 179,880.0 | 8.6% |
| 11 | Other expenditures | 4% | 44,653.3 | 5.4% | 49,955.6 | 5.0% | 11.9% | 44,061.3 | 4.2% | -11.8% | 49,850.9 | 4.1% | 13.1% | 58,906.0 | 4.1% | 68,674.0 | 4.8% | 72,508.0 | 3.5% |
| 12 | Reserves, Surplus / Deficit | 63% | 35,255.0 | | - 16,954.9 | | | 18,475.7 | | | 152,572.4 | | | - 46,504.0 | | - 46,504.0 | | - 199,076.4 | |
| Economic classification | | | 17% | 858,987.9 | 982,455.7 | | 14.4% | 1,068,418.5 | | 8.7% | 1,360,278.5 | | 27.3% | 1,402,812.3 | | 1,388,198.0 | | 1,892,291.5 | |
| 1 | Staff costs | 6% | 176,532.2 | 21.4% | 185,613.5 | 18.6% | 5.1% | 181,891.3 | 17.3% | -2.0% | 213,230.7 | 17.7% | 17.2% | 222,810.5 | 15.4% | 232,234.0 | 16.2% | 282,700.0 | 13.5% |
| 1.1 | without those for Education and Insurance and social assistance | 12% | 57,878.1 | 7.0% | 59,711.6 | 6.0% | 3.2% | 61,438.1 | 5.9% | 2.9% | 80,919.6 | 6.7% | 31.7% | 82,396.5 | 5.7% | 93,984.0 | 6.6% | 105,685.0 | 5.1% |
| 2 | Social assistance | 9% | 65,127.5 | 7.9% | 69,495.8 | 7.0% | 6.7% | 70,802.0 | 6.7% | 1.9% | 84,576.8 | 7.0% | 19.5% | 96,223.0 | 6.6% | 89,645.0 | 6.2% | 113,275.0 | 5.4% |
| 3 | Subsidies | -7% | 5,170.0 | 0.6% | 4,421.0 | 0.4% | -14.5% | 4,000.0 | 0.4% | -9.5% | 4,115.5 | 0.3% | 2.9% | 5,026.0 | 0.3% | 5,200.0 | 0.4% | 5,171.0 | 0.2% |
| 4 | Goods and services | 2% | 336,920.5 | 40.9% | 383,545.9 | 38.4% | 13.8% | 365,731.9 | 34.8% | -4.6% | 358,625.9 | 29.7% | -1.9% | 428,488.3 | 29.6% | 446,963.0 | 31.2% | 423,584.0 | 20.3% |
| 5 | Capital expenditures | 44% | 80,931.5 | 9.8% | 155,369.5 | 15.5% | 92.0% | 212,670.6 | 20.3% | 36.9% | 239,843.4 | 19.9% | 12.8% | 316,158.0 | 21.8% | 290,206.0 | 20.2% | 458,610.0 | 21.9% |
| 6 | Interest | 33% | 22,866.6 | 2.8% | 29,389.8 | 2.9% | 28.5% | 26,994.3 | 2.6% | -8.2% | 53,425.1 | 4.4% | 97.9% | 55,800.0 | 3.9% | 36,400.0 | 2.5% | 94,000.0 | 4.5% |
| 7 | Loan reimbursements | 23% | 38,523.9 | 4.7% | 64,280.3 | 6.4% | 66.9% | 76,160.2 | 7.3% | 18.5% | 72,528.7 | 6.0% | -4.8% | 74,600.0 | 5.1% | 72,000.0 | 5.0% | 82,700.0 | 4.0% |
| 8 | Current transfers | -4% | 60,263.0 | 7.3% | 60,790.5 | 6.1% | 0.9% | 46,409.2 | 4.4% | -23.7% | 52,763.0 | 4.4% | 13.7% | 60,464.0 | 4.2% | 66,172.0 | 4.6% | 76,052.0 | 3.6% |
| 9 | Internal transfers | 20% | 17,161.7 | 2.1% | 21,766.1 | 2.2% | 26.8% | 24,209.1 | 2.3% | 11.2% | 30,004.3 | 2.5% | 23.9% | 32,540.0 | 2.2% | 26,312.0 | 1.8% | - | - |
| 10 | Projects financed from non-reimbursable external funds | 251% | 1,377.4 | 0.2% | 2,266.8 | 0.2% | 64.6% | 3,742.9 | 0.4% | 65.1% | 59,552.1 | 4.9% | 1491.1% | 105,046.0 | 7.2% | 112,656.0 | 7.9% | 197,139.0 | 9.4% |
| 11 | Projects financed from national funds (PNRR) | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 227,563.9 | 10.9% |
| 12 | Other expenditures | 27% | 18,858.6 | 2.3% | 22,471.4 | 2.2% | 19.2% | 37,331.3 | 3.6% | 66.1% | 39,040.7 | 3.2% | 4.6% | 52,160.5 | 3.6% | 56,914.0 | 4.0% | 130,573.0 | 6.2% |
| 13 | Reserves, Surplus / Deficit | 63% | 35,255.0 | | - 16,954.9 | | | 18,475.7 | | | 152,572.4 | | | - 46,504.0 | | - 46,504.0 | | - 199,076.4 | |
| Total payments (TP) (total expenditures performed without considering the periods' result) | | | 14% | 823,732.9 | 999,410.6 | | 21.3% | 1,049,942.8 | | 5.1% | 1,207,706.1 | | 15.0% | 1,449,316.3 | | 1,434,702.0 | | 2,091,367.9 | |
| Operational expenditures | | | 5% | 680,033.5 | 748,671.7 | 74.9% | 10.1% | 718,184.3 | 68.4% | -4.1% | 777,333.9 | 64.4% | 8.2% | 882,628.3 | 60.9% | 899,539.0 | 62.7% | 947,783.0 | 45.3% |
| Investment expenditures | | | 55% | 82,309.0 | 157,068.8 | 15.7% | 90.8% | 227,393.5 | 21.7% | 44.8% | 304,417.4 | 25.2% | 33.9% | 436,287.0 | 30.1% | 426,759.0 | 29.7% | 966,883.9 | 46.2% |
| Financial expenditures | | | 27% | 61,390.5 | 93,670.1 | 9.4% | 52.6% | 104,365.0 | 9.9% | 11.4% | 125,954.8 | 10.4% | 20.7% | 130,401.0 | 9.0% | 108,404.0 | 7.6% | 176,701.0 | 8.4% |
| Total of the Operating Section | | | 7% | 741,753.2 | 842,341.8 | 84.3% | 13.6% | 822,549.3 | 78.3% | -2.3% | 903,288.6 | 74.8% | 9.8% | 1,013,029.3 | 69.9% | 1,007,943.0 | 70.3% | 1,124,484.0 | 53.8% |
| Reserves, surplus/deficit for the operating section | | | | 7,768.9 | 18,506.6 | | | 36,804.8 | | | 121,884.2 | | | 3,500.0 | | - 0.0 | | - | |
| Total of the Development Section | | | 55% | 81,979.7 | 157,068.8 | 15.7% | 91.6% | 227,393.5 | 21.7% | 44.8% | 304,417.4 | 25.2% | 33.9% | 436,287.0 | 30.1% | 426,759.0 | 29.7% | 966,883.9 | 46.2% |
| Reserves, surplus/deficit for the development section | | | | 27,486.0 | - 35,461.5 | | | - 18,329.1 | | | 30,688.2 | | | - 50,004.0 | | - 46,504.0 | | - 199,076.4 | |
| Previos surplus | | | | 9,728 | 44,983 | | | 28,028 | | | 46,504 | | | | | | | 199,076 | |
| Current year surplus/deficit | | | | 35,255 | - 16,955 | | | 18,476 | | | 152,572 | | | | | | | - 199,076 | |
| Cummulated result | | | | 44,983 | 28,028 | | | 46,504 | | | 199,076 | | | | | | | 0 | |

*) Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2019-2022;

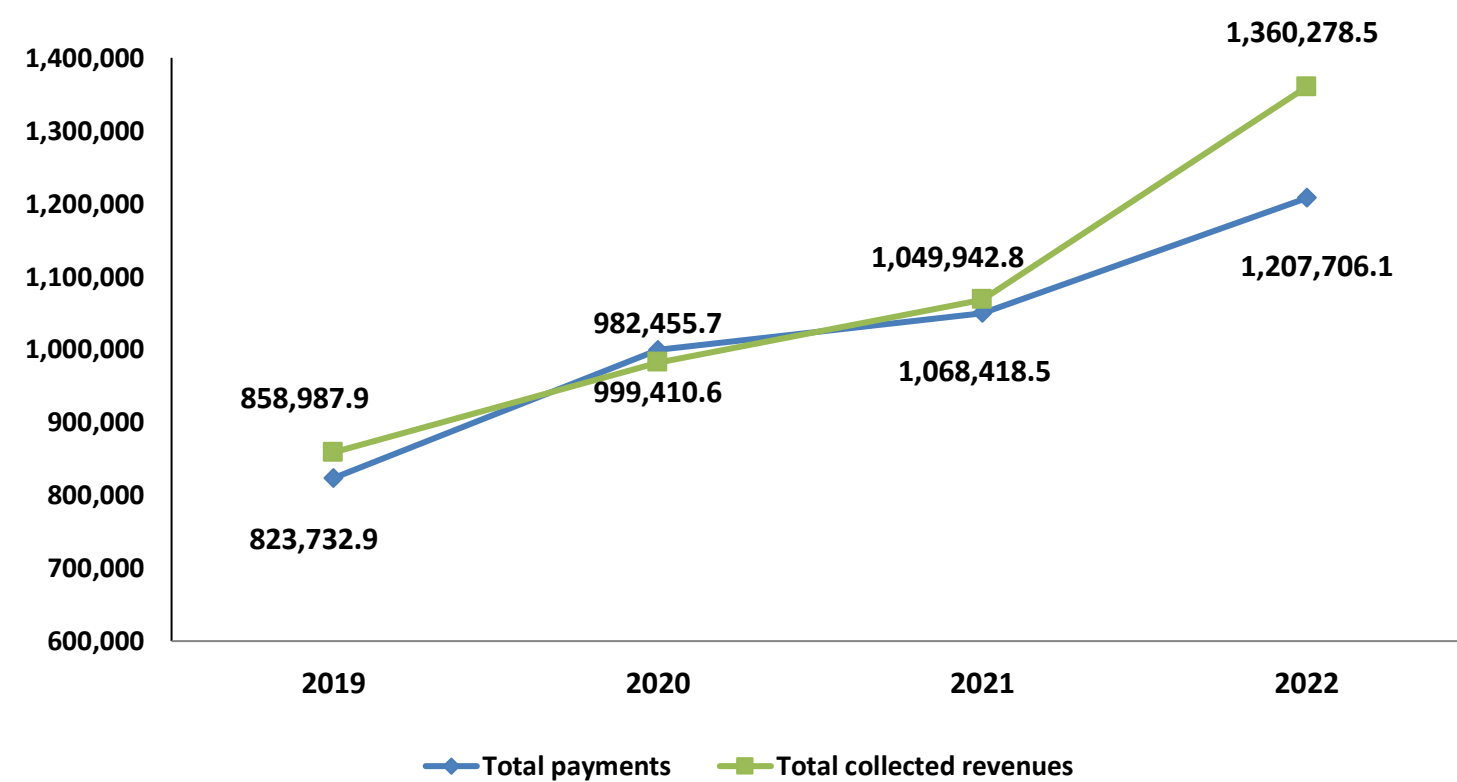
The dynamics of the expenditures incurred for the period 2019 - 2022

Functional classification

'000 RON



Total revenues and payments made



The payments performed from the local budget went up at compound annual rate of 13.6% up to RON 1,207,706.1 th, level attained after successive increases of RON 175,677.7 th (+21.3%) in 2020, by RON 50,532.2 th (+5.1%) in 2021. In the last analysed interval the payments increased by RON 157,763.3 th (+15%).

- The payments related to the **Housing, public services and development** chapter reached in 2022 RON 163,530.3 th, after an increase at a compound annual rate of 33.4%. The evolution of this chapter was mainly determined by a significant increase, respectively by RON 94,227.2 th (+136.6%), recorded in 2020. In the same interval, the payments went up by RON 45,654.5 th (+28%) in 2021 and decreased by RON 45,306.7 th in 2022 (-21.7%).
- The expenses within the **Transports** chapter reached RON 121,404.6 th after an increase at a compound annual rate of 25.1%. A significant influence was observed in 2022, when the payments increased by RON 41,077.9 th (+55.1%). 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 expenses related to the **Insurance and social assistance** chapter reached RON 262,712.1 th, respectively going up at a compound annual rate of 5.6%. The evolution of this chapter was determined by the increases by RON 32,973.7 th (+14.8%) in 2020, respectively by RON 31,419.8 th (+13.5%) in 2022. The payments went down 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.
- Within the **Education** chapter, the payments went up at a compound annual rate of 10.8% by RON 15,147.9 th (+12.5%) in 2020 and of RON 34,708.8 th (+26.8%) in 2022, the only decrease within the interval was recorded 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 payments recorded for the **Public authorities and external actions** reached RON 153,696.8 th after an increase at a compound annual rate of 21%. A significant influence was observed in 2022, when the expenditures went up by RON 43,283.5 th and by RON 15,834 th (+18.35) in 2020.

The dynamics of the expenditures incurred for the period 2019 - 2022

Functional classification

'000 RON



- The payments obligations financed from the **Culture, recreation and religion** chapter went up at a compound annual rate of 6.7% up to RON 135,086.2 th. Although the year 2020 registered a decrease of payments by RON 4,282.9 th (-3.8%), increases were observed in 2021 (+RON 6,470.7 th, +6%), respectively by RON 21,568.5 th in 2022. A significant majority of payments had as their main objective the Maintenance of public gardens, parks, green areas, sports and leisure centers paragraph.
- 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 53,426.1 th after an increase at a compound annual rate of 32.7%. The increases in the interval were recorded in 2020 (+RON 6,523.2 th, +28.5%) and 2022 (+RON 22,256.3 th, +89.7%). 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 expenses related to the **Environment protection** chapter reached RON 102,442.6 th, respectively going up at a compound annual rate of 7.3%. 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 739.1 th (-0.7%) in 2019. The payments were focused around the Sanitation chapter.
- The group of chapters included in **Other expenditures** reached a level of RON 49,850.9 th after increasing at a compound annual rate of 3.7%. Therefore, the expenses of these chapters increased by RON 5,302.3 th (+11.9%) in 2020, respectively by RON 5,789.6 th in 2022 (+13.1%), by contrast, in 2021, there is a decrease by RON 5,894.3 th (-11.8%). With an important weight within 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.

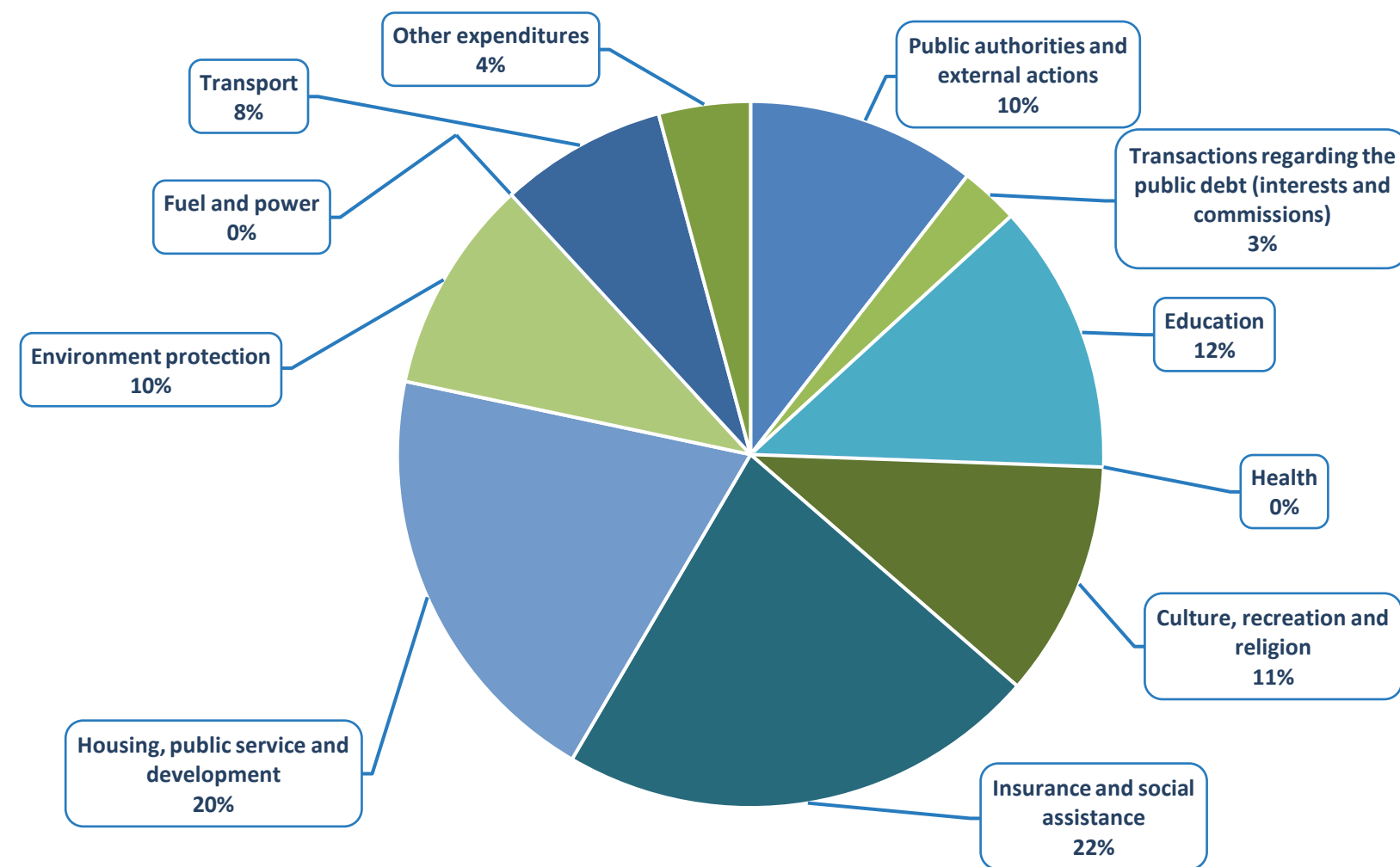
The variation of the performed expenditures between 2021-2022

Functional classification

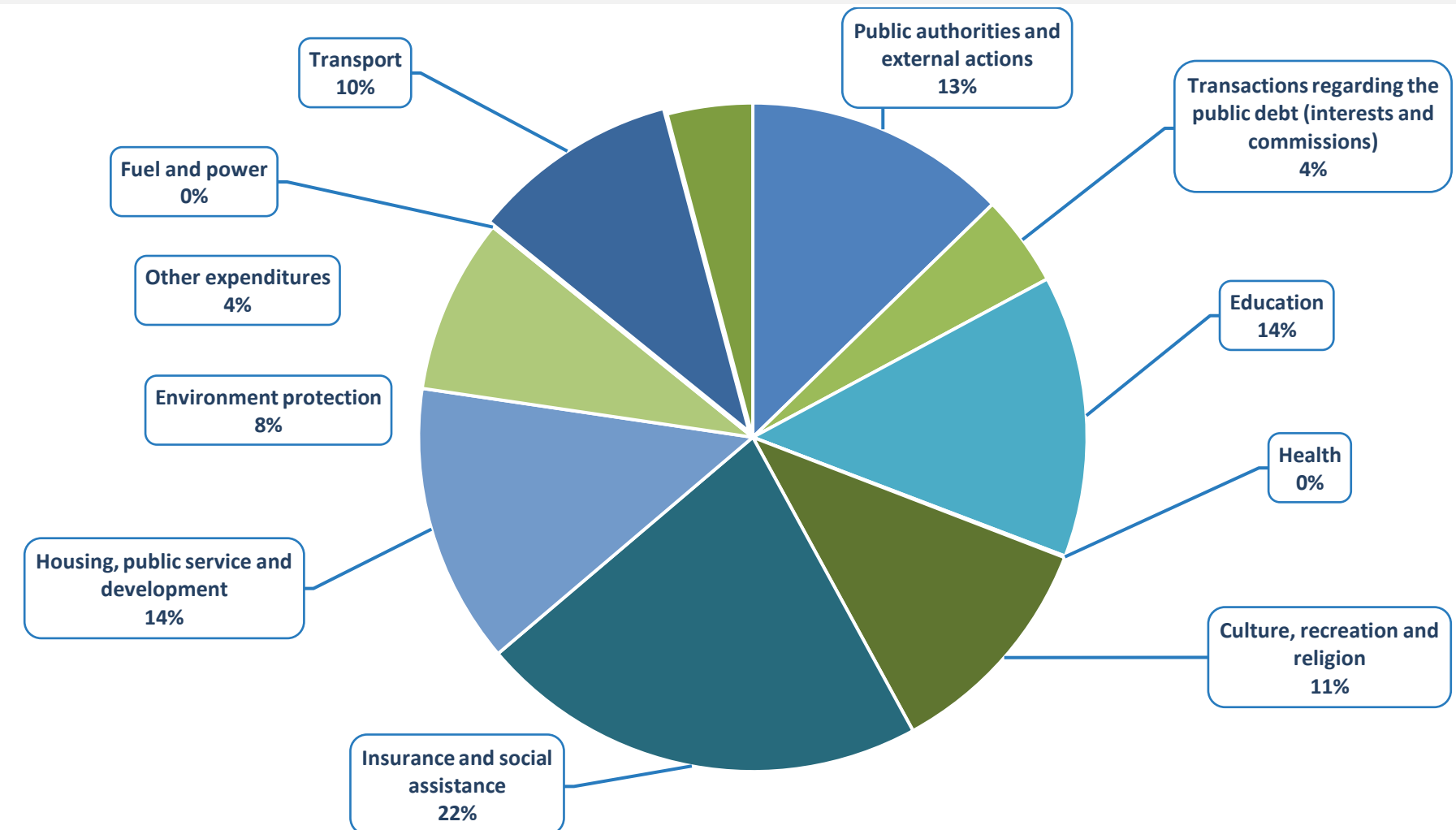
'000 RON



The structure of the payments performed in 2021



The structure of the payments performed in 2022



The payments performed during 2022 went up by RON 157,763.3 th (+15%) in comparison to the budgetary execution of the previous year of reference.

- ↑ The main increase of payments was observed for the **Public authorities and external actions** chapter, respectively by RON 43,283.5 mii RON (+39.2%). A considerable weight of the increase was concentrated at the level of Staff costs and Goods and services.
- ↑ The payments for the **Transports** chapter went up by RON 41,077.9 th (+51.1%), entirely at the level of the Streets paragraph, with influences from Capital expenditures and Goods and services.
- ↑ Similar increases to those of the previous chapters, in terms of value, were found also within the **Education** chapter, respectively by RON 34,780.8 th (+26.8%). The influences came from Pre-school and elementary education (+RON 23,622.8 th, +52.7%), from School after school program (+RON 5,946.2 th) Other expenditures in the field of education (+RON 5,384.2 th, +22.2%). Specifically, these variations were related to the Projects financing from non-refundable external funds, Scholarships and Financing of private or confessional accredited education.
- ↑ Within the the **Insurance and social assistance** the payments were higher by RON 31,149.8 th (+13.5%), the influences coming from Social assistance for the disabled (+RON 13,330.8 th, +15.3%), Nurseries (+RON 9,903.5 th, +44.7%), Other expenditures in the insurance and social assistance field (+RON 3,096 th, +4.2%). The increases are related to the payments for Social assistance, Staff costs, Projects financing from non-refundable external funds and Capital expenditures.
- ↑ Witin the **Transactions regarding the public debts** chapter the payments made were higher by RON 25,256.3 th (+89.7%), as a result of the Interests for direct internal public debt payments that increased by RON 25,153.4 th, while the ones for Interests for direct external public debt were higher by RON 1,277.4 th.
- ↑ Within the **Culture, recreation and religion** chapter, the payments went up by RON 21,568.5 th (+19%). The influences came mainly from the Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 19,958.6 th, +18.5%) and Other services in the field of culture, recreation and religion (+RON 1,010 th, +25.6%). Significant variations that contributed to the increase were recorded at the level of Capital expenditures, Goods and services, Staff costs and Financial operations.

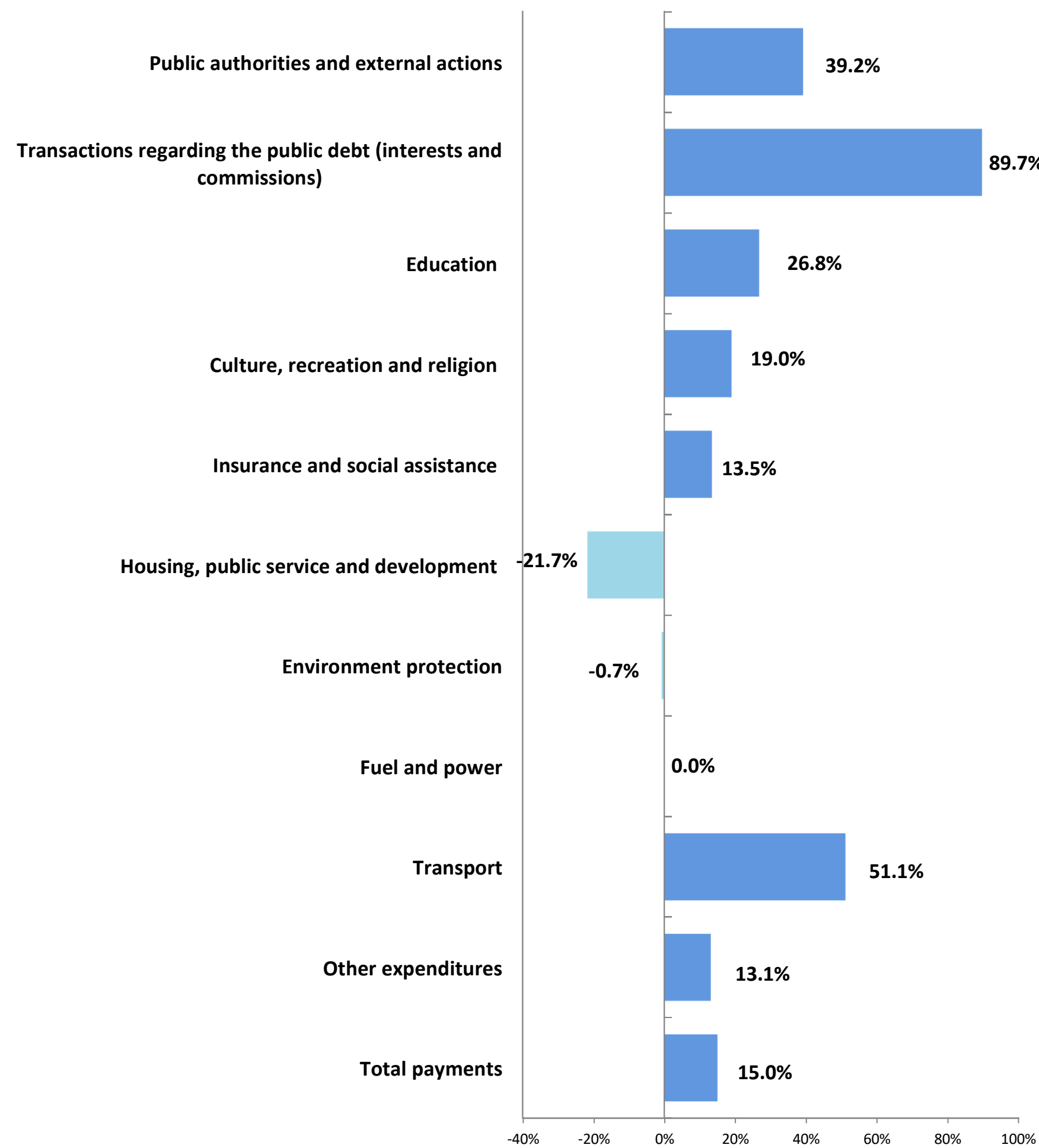


The variation of the performed expenditures between 2021-2022

Functional classification

'000 RON

Functional expenditures variation



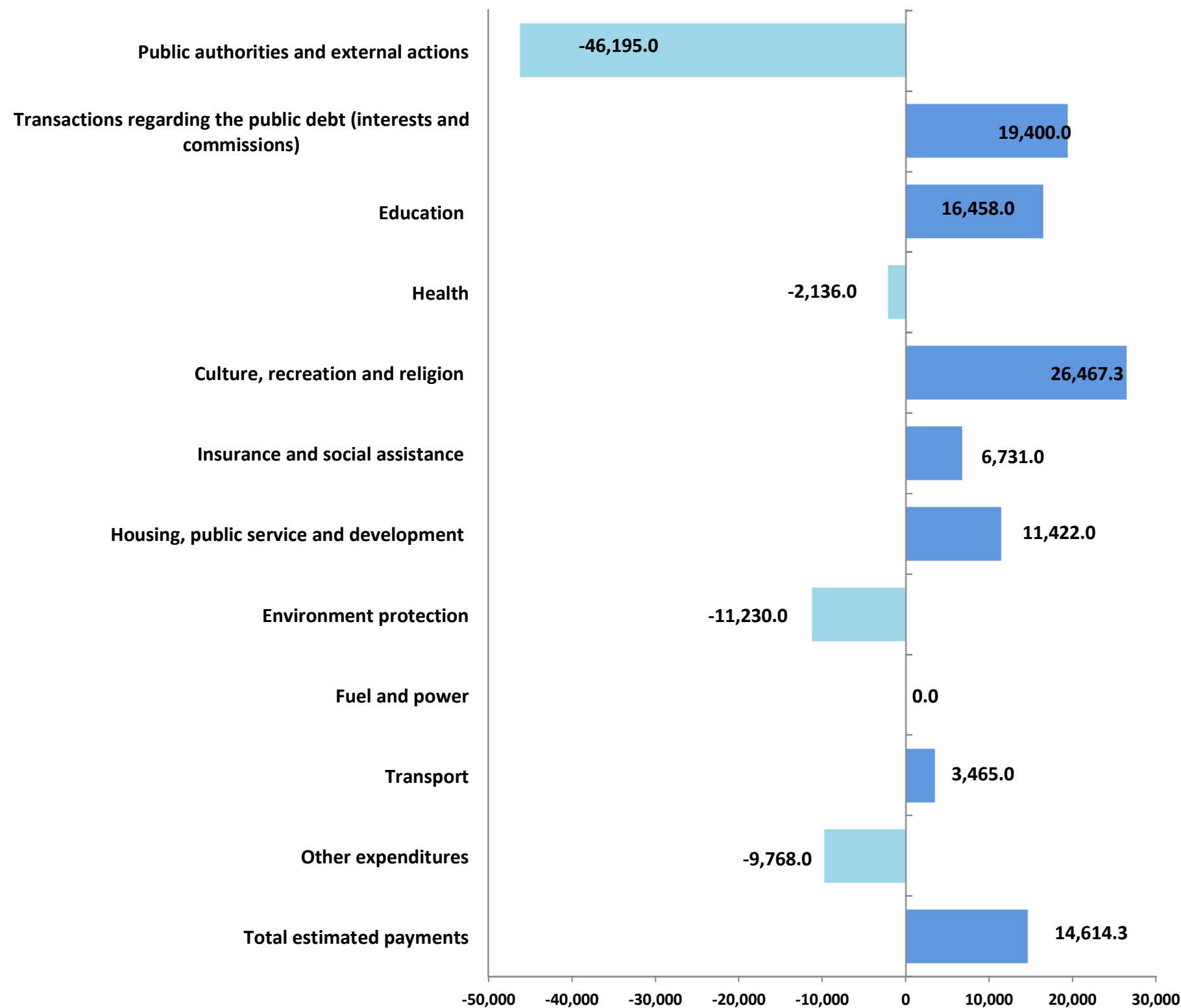
↑ The group **Other expenditures** has recorded an increase of the payments by RON 5,789.6 (+13.1%). For Local police the payments were higher by RON 2,705, for Community public services for persons evidence increased by RON 2,044.6 th and for Other general public services by RON 1,201.1 th.

↓ The **Housing, public services and development** chapter stood out through a decrease, compared to the rest of the financing destinations, by of RON 45,306.7 th (-21.7%), determined mainly by the payments for Houses (-RON 42,060.5 th, -34.8%) and for Other services for housing, public services and community development (-RON 3,580.6 th, -4.1%).

**) in the graph is not included chapter Sanatate (+798.752%)*



Functional expenditures rectification, as compared to the initial budget



The last budgetary rectification in 2022 provides an increase of payments by RON 14,614.3 th (+1%) in comparison to the initial budget, respectively up to RON 1,449,316.3 th.

↑ The expenditures estimated from the **Culture, recreation and religion** chapter are going up to RON 26,467.3 th (+20.5%) in comparison to the initial budget, reaching RON 155,796.3 th. Larger provisions are observed mainly for Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 26.068 th, 21.3%).

- In 2022, the investment list of the rectification provides investments amounting to RON 74,290 th, respectively up to RON 47,041 th from the local budget and RON 27,249 th from internal credit. The investments are focused around infrastructure works (landscaping of the pedestrian walkway), modernization of cultural objectives, studies and independent endowments.

↑ For **Transactions regarding the public debt** through the amended budget, provisions were included with RON 19,400 th (+53.3%) above the level initially estimated, entirely for Interests for direct internal public debt.

↑ The **Education** chapter records an increase of estimates by RON 16,458 th(+7.4%), up to RON 240,031 th, with influences coming from the from the School after school program (+RON 15,325 th) Secondary education (+RON 8,950 th), Other expenditures for education (+RON 5,820 th), Pre-school and elementary education (-RON 15,189 th).

- According to the investment list of the budgetary rectification, the estimated investments are amounting to RON 159,536 th, respectively RON 14,832 th from the local budget, RON 127,410 th from external loans, RON 17,180 th from Non-refundable external funds, being aimed at construction works and energy efficiency of several educational units within District 6 of the Municipality of Bucharest.

↑ The estimates were increased for the **Housing, public services and development** chapter by RON 11,422 th (+6.2%), up to RON 195,328 th. Changes in estimates were observed for the Houses (+RON 26,809 th, +36.6%) and Other services for housing, public services and community development (-RON 10,918 th, -10.4%).

- According to the investment list which accompanies the budget rectification, the works planned in 2022 are amounting to RON 219,231 th, respectively RON 101,898 th from the local budget, RON 105,506 th from internal loans and RON 9,086 th from own revenues. 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.

↑ At the level the **Insurance and social assistance** chapter, the provisions increased by RON 6,731 th (+2.4%) up to RON 287,668 th. The influences are coming from Nurseries (+RON 6,162 th), Other expenditures in the insurance and social assistance field (+RON 3,323 th, +4,1%) and Social Insurance for families and children (-RON 1,832 th, -5.8%).

- The investment list of the last budgetary rectification provides works amounting to RON 27,170 th, entirely with financing from the local budget and Nonrefundable external funds, which aim at social objectives (nurseries and social programs), studies and independent endowments.

Budgetary provisions

Functional classification

'000 RON



- ↑ The budgetary provisions for the **Transports** chapter are going up by RON 3,465 th (+2.4%) in comparison to the initial budget, reaching RON 149,938 th, entirely at the level of the Streets paragraph.
 - The investment list of the last budgetary rectification provides investments amounting to RON 140,606 th, entirely with financing from the local budget (RON 120,606 th) and internal loans (RON 20,000 th). Specifically, the investment list is targeting the improvement of the infrastructure at the level of streets, alleys and parking lots, including studies, projects and land acquisitions.
- ↓ The provisions for the **Public authorities and external actions** chapter were decreased by RON 46,195 th (-19.2%), down to RON 194,767 th.
 - The investment list of the budgetary rectification provides investments amounting to RON 70,238 th for 2022, mainly financed by the local budget (RON 12,884 th), from non-refundable external funds (RON 37,174 th) and internal loans (RON 20,000 th). The objectives mainly are aiming the modernization of educational units and independent endowments.
- ↓ The **Environment protection** chapter had its initial provisions decreased by RON 11,230 th (-9.4%), mainly for the Canalization and treatment of wastewater paragraph (-RON 11,926 th).
 - For this chapter, the investment list for 2022 included provisions in amount of RON 1,773 th (financed from the local budget and own revenues), mainly for other investment expenditures.
- ↓ Within the **Other expenditures** group the provisions were decreased by RON 9,768 th, mainly noticed at the level of the Local police (-RON 8,026 th).
 - The investment expenditures provided for Public order are amounting to RON 5,073 th (entirely from own revenues), mainly for other investment expenditures.

Budgetary provisions: achievement degree for 2022

Functional classification

'000 RON



Achievement degree compared to the final provisions

The payments performed during 2022 amounted to RON 1,207,706.1 th, respectively below the budgetary provisions by RON 241,610.2 th (with an achievement degree 83.3%).

- For the **Education** chapter, the payments were below the estimates by RON 75,377.2 th, respectively recording an achievement degree 68.6% determined by lower payments for Pre-school and elementary education (-RON 45,863.4 th, -40.1%), Secondary education (-RON 15,196.4 th, -21%) School after school (RON -9,202.1 th, -58.9%). From an economic perspective, it was observed the execution of the following titles: Goods and services, Capital expenditures, Projects financed by Non-refundable funds, Social assistance.
- The expenditures related to the **Public authorities and external actions** chapter were below the budgetary provisions by RON 41,070.2 th, recording an achievement degree of 78.9%. The largest deviations from the provisions were recorded mainly at the level of Goods and services, Projects financing from non-refundable external funds related to the 2014-2020 financial framework, Capital expenditures.
- The expenditures incurred for the **Housing, public services and development** chapter were below the budget by RON 31,797.7 th, recording an achievement degree of 83.7%. Thereby, it was observed the execution of the payments for Houses (-RON 22,034.6 th, -21.9%) and Other services for housing, public services and community development (-RON 9,237.3 th, -9.9%). The achievement degree was determined mainly by the Capital expenditures and Capital transfers.
- The payments performed from the **Transports** chapter were below estimates by RON 28,533.4 th, respectively an achievement degree of 81% determined by lower expenditures on the Street paragraph, namely Capital expenditures and Goods and services.
- The payments related to the **Insurance and social assistance** chapter were below estimates by RON 24,955.9 th, recording an achievement degree of 91.3% determined by lower payments for Nurseries (-RON 9,742.2 th, -23.3%), Other expenditures in the insurance and social assistance field (-RON 7,802.6 th, -9.2%), Social assistance for the disabled (RON -3,123.8 mii RON, -3%), for family and children (-RON 1,556.1 th, -5.2%), 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.
- The payments performed from the **Culture, recreation and religion** chapter were below the budgetary provisions by RON 20,710.1 th with a related achievement degree of 86.7% determined by the expenditures on the Maintenance of public gardens, parks, green areas, sports and leisure centers (-20,262.8 mii RON, -13,7%) and Other services in the field of culture, recreation and religion (-RON 447.3 th, -8.3%). From the economic perspective, it was observed the evolution of Goods and services, Capital expenditures and Transfers to public institutions.
- The group of title **Other expenditures** recorded an achievement degree of 84.6% as compared to the final provisions. The difference was generated by lower payments made for Local police (-RON 6,051.7 th) and by RON 2,544.1 th for Community public services for persons evidence.
- For the **Environment protection** chapter, the expenditures were by RON 5,738.4 th (-5.3%) below the final ceiling. Related to the Sanitation paragraph the payments were by 4.4% below the allotments (-RON 4,701.8 th), considering that were performed lower expenses for Goods and services and Transfers to public institutions.
- The payments performed from the **Transactions regarding the public debt** chapter were below the estimated budget by RON 2,374.9 th, respectively with an achievement degree of 95.7% determined by a lower amount of Interests (mainly for internal loans).



Table of contents Section III

Section III: Budgetary expenditures (economic classification)

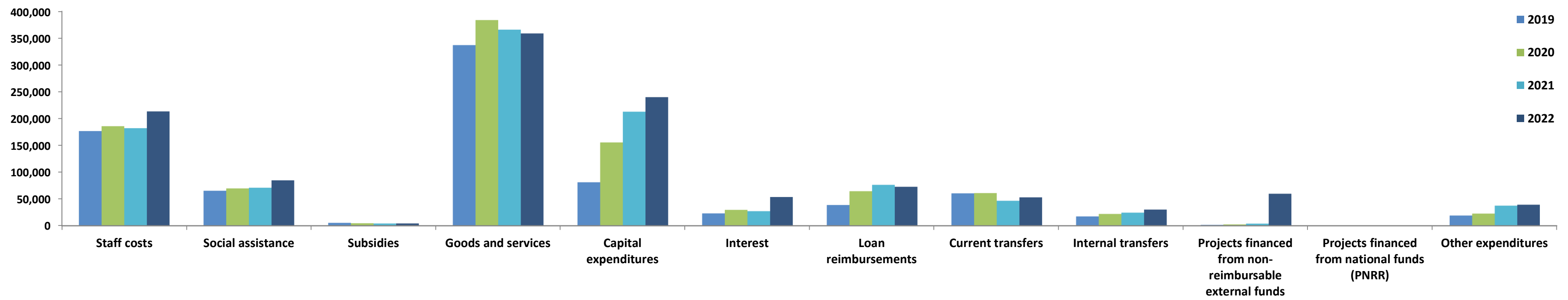
- The dynamics of the expenditures incurred for the period 2019 - 2022
- The variation of the performed expenditures in 2022 compared to 2021
- Budgetary provisions in 2022
- Expenditures ratios
- Budgetary provisions for 2023



The dynamics of the expenditures incurred for the period 2019 - 2022

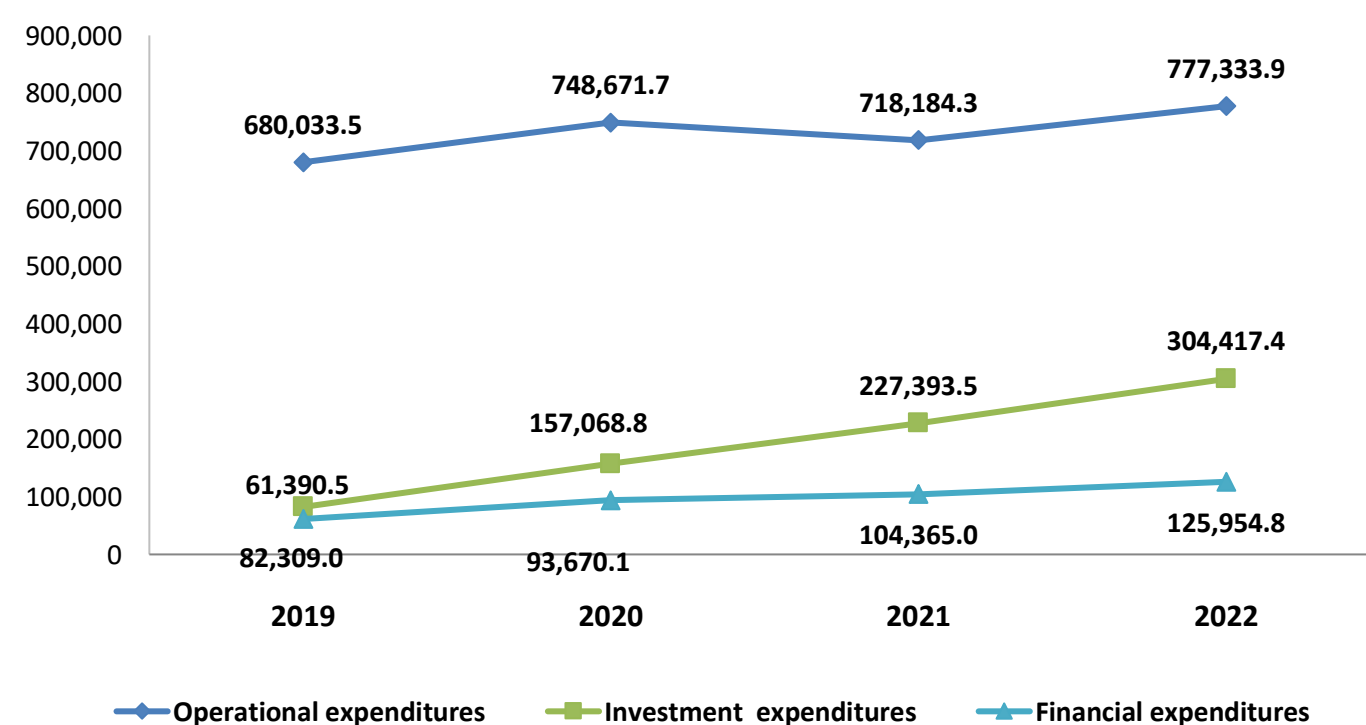
Economic classification

'000 RON



- The largest variation in the interval was registered at the level of **Investment expenditures**, increasing at a compound annual rate of 54.9% up to the value of RON 304,417.4 th . Sustained increases were recorded in each period, respectively by RON 74,759.9 th (+90.8%) in 2020, by RON 70,324.7 th (+44.8%) in 2021 and by RON 77,023.9 th in 2022 (+33.9%). Influences on these variations came from the following titles:
 - Capital expenditures**, going up at a compound annual rate of 43.6% up to the value of RON 239,843.4 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 251%. The payments for this title went up by RON 889.4 th (+64.6%) in 2020, respectively with RON 1,476.2 th in 2021. In the last year of the analysed interval, the payments went up by RON 55,809.2 th (+1,491.1 th). The expenditures were focused towards the programs from the European Fund for Regional Development and from the European Social Fund.
- The **Operational expenditures** increased at a compound annual rate of 4.5% up to the total of RON 777,333.9 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 2022 the Operational expenditures went up by RON 59,149.6 th (+8.2%). Thus, the following titles contributed during the period to the evolution of the group:

Total payments made



- Goods and services**, without taking into consideration Commissions and other costs related to loans, which went up at a compound annual rate of 2.1% up to RON 358,625.9 th. This title registered constant increases in the entire analyzed interval, respectively by RON 46,625.4 th (+13.8%) in 2020, followed by a decrease of RON 17,813.9 in 2021 and another one in 2022 (-RON 7,106.1 th). The main lines contributing to the evolution were Other goods and services for maintenance and functioning and Current repairs;
- Staff costs**, which increased at a compound annual rate of 6.5% reaching the value of RON 213,230.7 th. The variation was determined mainly by the increase by RON 31,339.4 th recorded in 2022 (+17.2%) and by RON 9,081.3 th (+5.1%) in 2020, counterbalanced by lower payments reflected in 2021 by RON 3,722.2 th (-2%). The main decreases in the interval came from the Base salaries, Contributions to state social insurance, for health and the Fund for payments by the hour;



The dynamics of the expenditures incurred for the period 2019 - 2022

Economic classification

'000 RON

- Internal transfers, which increased at a compound annual rate of 20.5% up to RON 30,004.3 th. In terms of value, the increases from one period to another were similar, respectively by RON 4,604.5 th (+26.8%) in 2020, by RON 2,442.9 th (+11.2%) in 2021, while in 2022 the expenses went up by RON 5,795.2 th. The evolution was entirely related to the Financing of private or confessional accredited education;
- Social assistance, which increased at a compound annual rate of 9.2% up to the value of RON 84,576.8 th, considering successive increases by RON 4,368.3 th (+6.7%) in 2020, by RON 1,306.2 th (+1.9%) in 2021 and by RON 13,774.8 th in 2022. The variations were determined by the Social support in cash and in kind;
- Other expenditures title went up to by RON 10,833.2 th in 2020, by RON 2,074.7 th in 2021 and by RON 10,214.6 th in 2022 (+37.6%), the group's dynamics being reflected mainly by the evolution of the payments made for Scholarships.
- Current transfers, which went down at a compound annual rate of 4.3% down to RON 52,763 th. The rate was determined mainly by the decrease of these transfers by RON 14,381.3 th (-23.7%) in 2021, in contrast with the increase recorded in 2022 (+RON 6,353.8 th, +13.7%). The evolution was entirely determined by the Transfers to public institutions;
- Subsidies, which decreased at a compound annual rate of 7.3% down to RON 4,115.5 th. The total in the current period was reached after consecutive decreases by RON 749 th (-14.5%) in 2020, by RON 421 th (-9.5%) in 2021. The only increase of the related payments was recorded in 2022 (+RON 115.5 th). The amounts recorded are entirely related to Other subsidies.
- The total of **Financial expenditures** increased at a compound annual rate of 27.1% up to RON 125,954.8 th. A significant increase of these expenditures was recorded in 2020 (+52.6%), whereas the payments went up at a lower pace in 2021 and 2022, respectively by RON 10,694.9 th (+11.4%) and by RON 21,589.8 th. Thus, the evolution of the following titles was observed:
 - Reimbursement of loans, which went up at a compound annual rate of 23.5% up to RON 72,528.7 th, mainly at the level of the reimbursement for the internal loans;
 - Interests, which went up at a compound annual rate of 32.7% up to RON 53,425.1 th, mainly at the level of the internal loans.

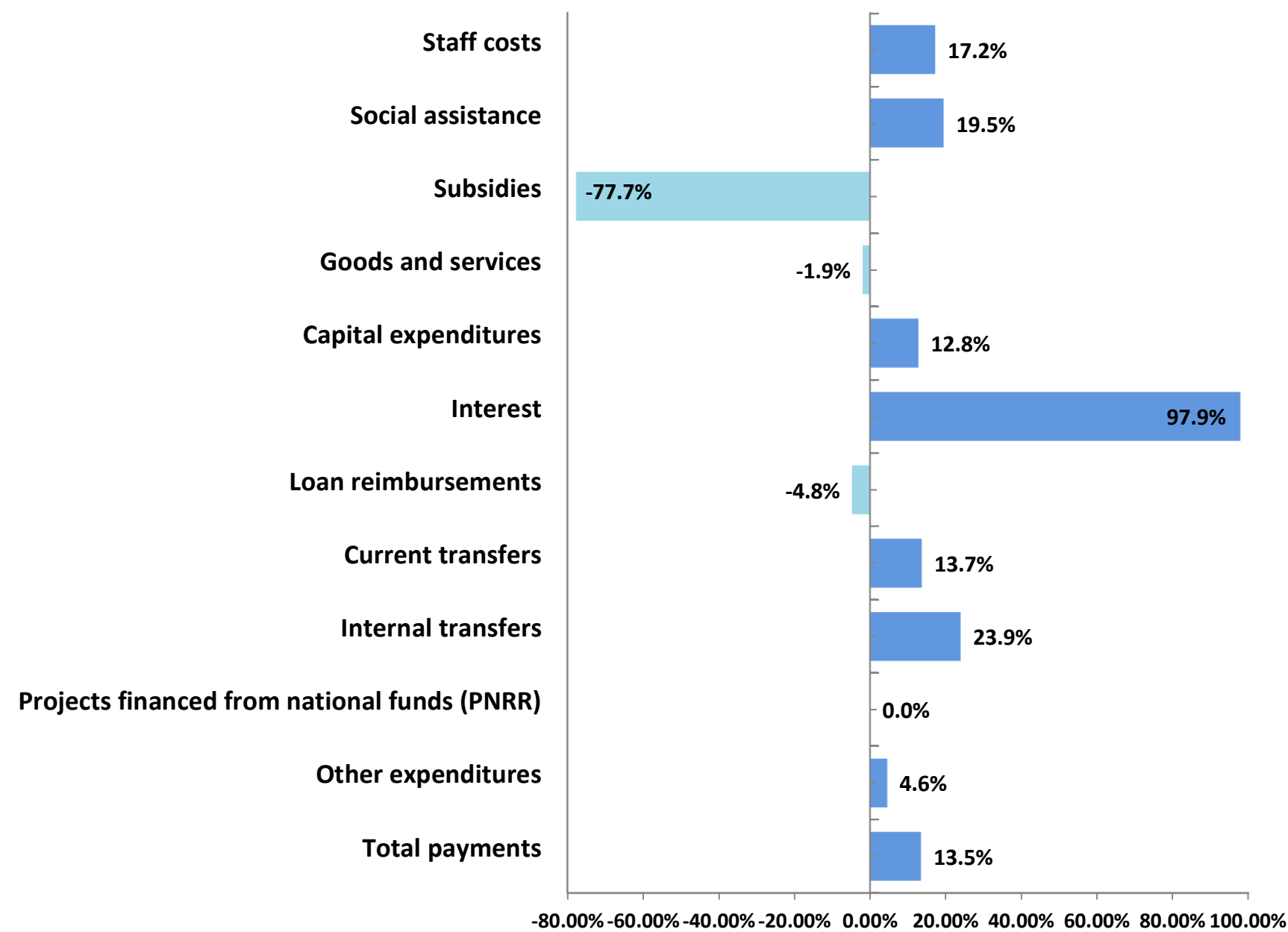
The variation of the performed expenditures between 2021-2022

Economic classification

'000 RON

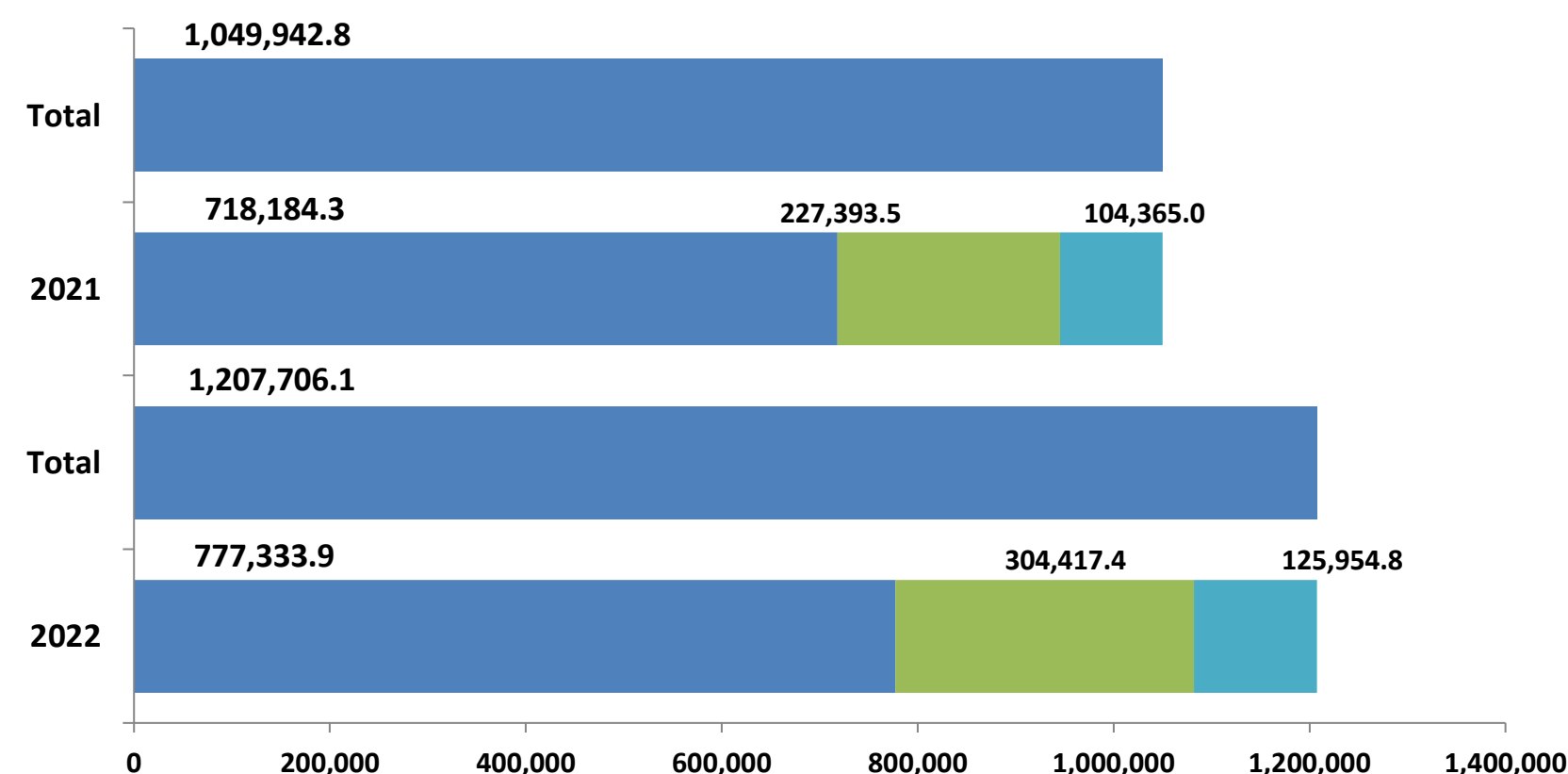


Economic expenditures variation



*) in the graph is not included title Proiecte cu finantare din fonduri externe nerambursabile (+1.491,1%)

Payments structure



↑ The **Investment expenditures** went up by RON 77,023.9 th (+33.9%) in comparison to the execution in the previous year. Thereby, these payments are represented by:

↑ Capital expenditures (+RON 27,172.8 th, +12.8%), with influences from the payments for Capital repairs for fixed assets (in amount of RON 78,950.9 th in 2022, without such payments in 2021), Constructions (-RON 34,507.9 th), Other fixed assets (-RON 21,827.7 th);

↑ Projects financing from non-refundable external funds (+RON 55,809.2), considering increasing expenses related to the Programs from the European Regional Development Fund (ERDF) (+RON 55,040.8 th);

↓ In 2022 were recorded lower Capital transfers by RON 6,028.2 th (-54.7%), considering that were no longer recorded Transfers granted in the base of partnership and association contracts (that reached RON 10,000 th in 2021) while the value of Other capital transfers to the public institutions went up by RON 3,971.8 th.

↑ The **Operational expenditures** went up by RON 59,149.6 th (+8.2%) in comparison to the level attained in the previous year, following:

↑ The increase of Staff costs by RON 31,339.4 th (+17.2%), considering higher Base salaries by RON 22,373.9 th and higher Payments in nature (+RON 3,610.6 th), namely Holiday vouchers;

↑ A larger amount of payments for Social assistance by RON 13,774.8 th (+19.5%), determined by the value of the Social support in cash (+RON 10,824.8 th, +16.6%) and in kind (+RON 2,950 th, +53.5%);

↑ The increase in the value of Other expenditures title by RON 10,214.6 th (+37.6%) determined mainly by a larger amount of Scholarships (+RON 8,699.5 th, +34.8%) for Science and social-cultural actions (+RON 688.2 th) and for Cult's support (+RON 600 th, +42.9%).

↑ Internal transfers recorded at RON 30,004.3 th (+RON 5,795.2 th,+23.9%), mainly at the level of the Financing of private or confessional accredited education;

↓ A lower level of Goods and services expenditures by RON 7,106.1 th (-1.9%). The evolution was highlighted mainly at the level of Other goods and services for maintenance and functioning (-RON 23,996.9 th, -19.3%), Other registered materials (-RON 5,365.5 th, -40.5%), Current repairs (+RON 7,648.8 th, +14.6%), Heating, lighting and driving force (+RON 5,306.5 th), Consultancy and expertise (+2,234.6 th, +40.3%).

↑ The **Financial expenditures** went up by RON 21,589.8 th (+20.7%) in comparison to the value attained in 2021. The dynamics is determined by the following payment typologies: Interests (+RON 26,430.8 th, +97.7%), Reimbursement of loans (-RON 3,631.5 th, -4.8%). In 2021, payments for Commissions and other costs related to loans were recorded in the amount of RON 1,210.5 th, while the related payments from 2022 totaled RON 1 th.

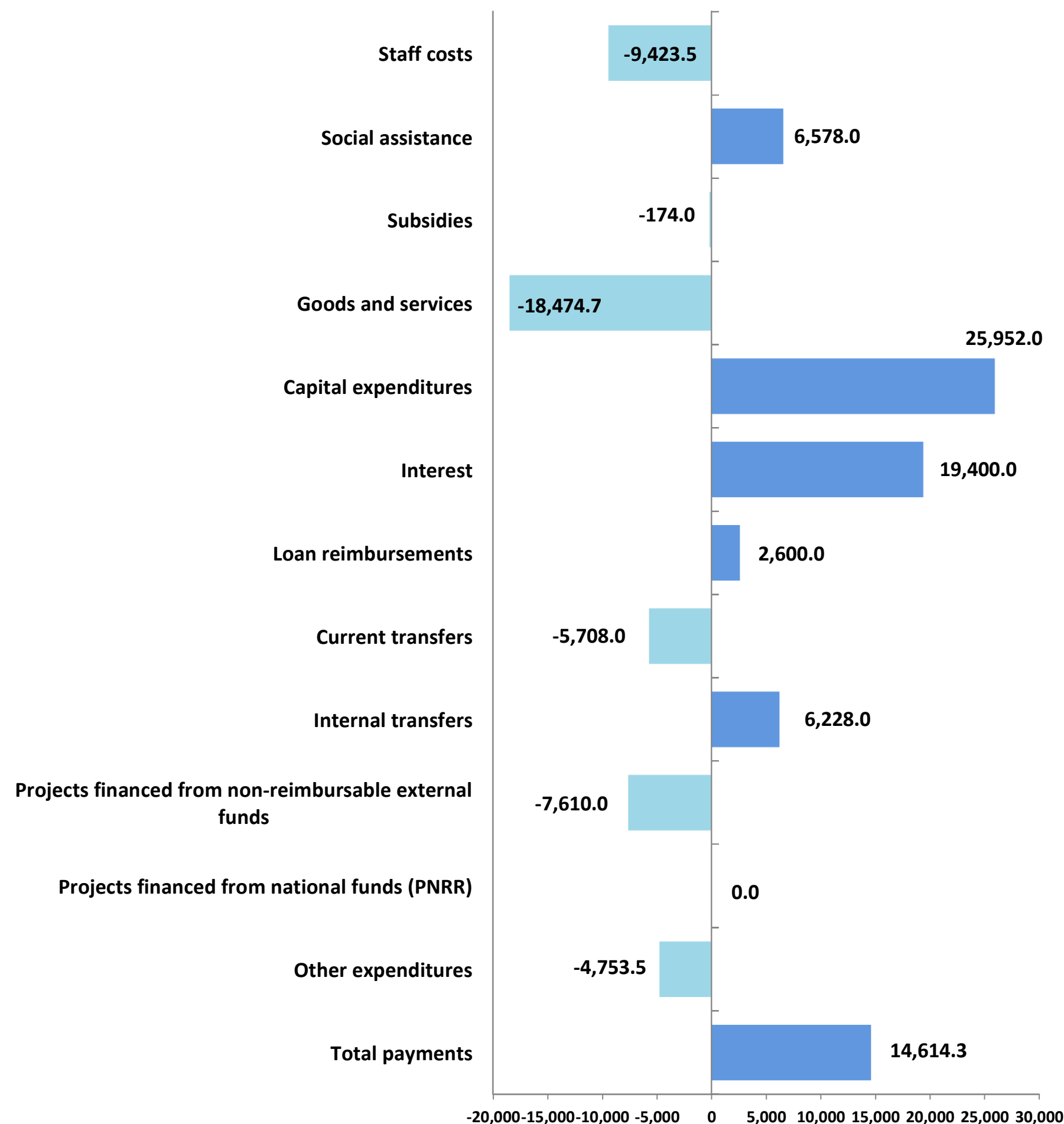
Budgetary provisions: achievement degree for 2022

Economic classification

'000 RON



Functional expenditures rectification, as compared to the initial budget



From the point of view of the economic classification, the budget of the institution experienced a positive rectification, in the sense of increasing the provisions as following:

↑ The **Financial expenditures** are going up in terms of estimates by RON 21,997 th (+20.3%), up to RON 130,401 th, with influences from the Reimbursement of loans (+RON 2,600 th, +103.6%) and interests (+RON 19,400 th, +153.3%), with while the provisions for Commissions and other costs for debts were decreased by RON 3 th.

↑ The **Investment expenditures** had the provisions increased by RON 9,528 (+2.2%), up to RON 436,287 th, respectively at the level of the Capital expenditures (+RON 25,952 th, +8.9%), corroborated with the decrease of the provisions for Capital transfers (-RON 9,158 th, -38.8%) and for Projects financing from non-refundable external funds (-RON 7,610 th, -6.8%).

↓ The **Operational expenditures** recorded lower final provisions by RON 16,910.7 th (-1.9%), down to RON 882,628.3 th, with influences from the following titles:

↓ Goods and services, the provisions being decreased by RON 18,474.7 th (-4.1%), down to 446,963 th, mainly at the level of Current repairs (-RON 52,953 th, -42.5%), Other goods and services for maintenance and functioning (+RON 12,231 th, +11%), Heating, lighting and driving force (+RON 7,000 th, +28.2%), Consultancy and expertise (+RON 5,360 th), Registered materials (+RON 2,421 th, +22.3%);

↓ Staff costs, with the provisions going down by RON 9,423.5 th (-4.1%) to the amount of RON 232,234 th, respectively the influences coming mainly from the Base salaries (-RON 9,630.5 th, -5%), Fund for payments by the hour (+RON 1,750 th);

↓ Current transfers, the provisions being decreased by RON 5,708 th (-8.6%) down to RON 60,464 th, respectively at the level of the ones to public institutions;

↑ The Other expenditures title recorded increased final provisions by RON 9,197 th (+29.3%) up to RON 40,613 th. The variation is mainly reflected by the provisions for Scholarships (+RON 9,550 th, +37.3%), while lower allotments were provided for Civil compensations (-RON 926 th, -91.7%).



Budgetary provisions: achievement degree for 2022

Economic classification

'000 RON

Achievement degree compared to the final provisions

The expenditures incurred during 2022 experienced an achievement degree of 83.3% 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 131,869.6 th (achievement degree of 69.8%) with the following distribution:
 - The Capital expenditures were below the budgetary estimates by RON 76,314.6 th (-24.1%), the main variation coming from Constructions (-RON 47,097 th, -29.9%), Capital repairs (-RON 17,549.1 th), Other fixed assets (-RON 9,666.3 th, -23.5%) and Machines, equipment and means of conveyance (-RON 1,016.2 th, -10.9%);
 - The Projects financing from non-refundable external funds were below the estimates by RON 45,493.3 th (-43.3%), with influences being observed at the level of the Programs from the European Fund for Regional Development (-RON 35,483.9 th, -38.9%), the Programs from the European Social Fund (-RON 7,444.6 th, -69.8%), Other community programs financed in the period of 2014 – 2020 (-RON 2,565.4 th, -82.5%).
 - The Capital transfers were executed by RON 9,736.7 th (-66%) below the final provisions, entirely at the level of Other capital transfers to the public institutions.
- The **Operational expenditures** were below provisions by RON 105,294.5 th with an achievement degree of 88.1%. Lower expenditures were reflected on the following titles:
 - Goods and services, the payments being below provisions by RON 69,862.5 th (-16.3%). The dynamics was determined by the execution for Other goods and services for maintenance and functioning (-RON 22,928.1 th, -18.6%), Current repairs (-RON 11,692.4 th, -16.3%), Heating, lighting and driving force (-RON 7,942.8 th, -24.9%), Materials and services with functional character (-RON 5,107.8 th, -4.3%);
 - Social assistance, the payments recorded being below the estimated value by RON 11,646.2 th (-12.1%) due to a lower level of payments in cash (-RON 5,684.3 th, -6.9%) and in kind (-RON 4,793.8 th, -36.2%); In the same time were not recorded payments for Food support, although were included in the final budget in amount of RON 1,168 th.
 - Current transfers, being by RON 7,701 th (execution degree of 87.3%) below the budgetary estimations, respectively related to the ones to public institutions;
 - Internal transfers, the registered amounts being below estimates by RON 2,535.7 th (-7.8%), respectively for the Financing of private or confessional accredited education.
 - The Other expenditures title had an execution below estimates by RON 3,264.8 th (-8%) and influences mainly from the payments performed from Scholarships (-RON 1,484.3 th) and Science and social-cultural actions (-RON 904.7 th);
- The **Financial expenditures** were below estimates by RON 4,446.2 th (achievement degree of 96.6%), the influences coming from Reimbursement of loans (-RON 2,071.3 th, -2.8%), from Interests (-RON 2,374.9 th, -4.3%).

Expenditures ratios in 2022 compared to 2021

'000 RON



| Ratios | 2022 | 2021 |
|--|------------------|------------------|
| Total staff costs | 213,230.7 | 181,891.3 |
| Expenditures per Capita* | 536.0 | 458.2 |
| The expenditure weight in the operational expenditures | 27.4% | 25.3% |
| Staff costs without the ones for the Insurance and social assistance | 85,230.5 | 63,312.3 |
| Expenditures per capita* | 214.2 | 159.5 |
| The expenditure weight in the operational expenditures | 11.0% | 8.8% |
| Current compulsory expenditures | 297,807.6 | 252,693.3 |
| Expenditures per Capita* | 748.5 | 636.5 |
| The expenditure weight in the operational expenditures | 38.3% | 35.2% |
| Operational expenditures | 777,333.9 | 718,184.3 |
| Expenditures per Capita* | 1,953.9 | 1,809.1 |
| The expenditure weight in the total expenditures | 64.4% | 68.4% |
| Expenditures on debt service financing | 125,954.8 | 104,365.0 |
| Expenditures per Capita* | 316.6 | 262.9 |
| The expenditure weight in the total expenditures | 10.4% | 9.9% |
| Total expenditures on investments | 304,417.4 | 227,393.5 |
| Expenditures per Capita* | 765.2 | 572.8 |
| The expenditure weight in the total expenditures | 25.2% | 21.7% |
| The expenditures' rigidity | 17.7% | 17.3% |
| The weight of the payments from the operating section in the total payments | 74.8% | 78.3% |
| The weight of the payments from the development section in the total payments | 25.2% | 21.7% |
| The deficit/the surplus of the operating section | 121,884.2 | 36,804.8 |
| The deficit/the surplus of the development section | 30,688.2 | -18,329.1 |
| The weight of the local public debt service in the total made payments | 10.4% | 9.9% |
| Maximum annual debt | 237,777.8 | 202,362.0 |
| Net direct debt | 132,040.9 | 105,785.8 |
| Direct indebtedness level | 13.3% | 14.3% |
| Net public debt | 116,829.4 | 98,846.2 |
| Public indebtedness level | 15.3% | 15.3% |
| The total expenditures achievement degree from the initial budget | 84.2% | 82.2% |
| The funds execution level of the expenditures | | |
| Operational expenditures | 86.4% | 93.4% |
| Staff costs | 91.8% | 96.6% |
| Current compulsory expenditures | 92.5% | 95.6% |
| On debt service financing | 116.2% | 91.0% |
| On investments | 71.3% | 57.8% |
| The funds absorption level of the total expenditures | 88.8% | 98.3% |
| Investment expenditures / Operational revenues | 18.1% | 20.2% |
| Capita, | 397,847 | 396,988 |
| as of: | 01.01.2021 | 01.01.2020 |

*The ratios presented per Capita are calculated in RON

- ↑ The **Total staff costs** incurred in 2022 went up by RON 31,339.4 th (+17.2%), in comparison to the previous year, the dynamics being determined mainly by the increase of the Base salaries (+RON 22,373.9 th, +14.2%) as well as the execution of Payments in nature (in amount of RON 3,610.6 th in 2022, without such expenditures recorded in the prior year).
- ↑ The **Current compulsory expenditures** went up by RON 45,114.2 th (+17.9%) compared to the level attained in 2021, following:
- ↑ The increase of the Total staff costs;
 - ↑ The increase of the payments for Social assistance (+RON 13,774.8 th, +19.5%).
- ↑ The **Operational expenditures** were increased by RON 59,149.6 th (+8.2%), in comparison to the execution of the previous year, the evolution being determined by:
- ↑ The increase of the Staff costs;
 - ↑ The increase of Other expenditures title by RON 10,214.6 th (+37.6%).
 - ↑ The execution of Internal transfers in amount of RON 30,004.3 th (+RON 5,795.2 th, +23.9%);
 - ↑ Higher payments made for Social assistance;
 - ↓ A smaller level of payments for Goods and services (-RON 7,106.1 th);
- ↑ The **Expenditures on debt service financing** went up by RON 21,589.8 th (+20.7%), as compared to the previous year, taking into consideration the evolution of the Reimbursement of loans (-RON 3,631.5 th, -4.8%), and the increase of the Interests (+RON 26,430.8 th, +97.7%).
- ↑ The **Total investment expenditures** performed during 2022 went up by RON 77,023.9 th (+33.9%) and were represented by the Capital expenditures (+RON 27,172.8 th, +12.8%) and by The Projects financing from non-refundable external funds (+RON 55,809.2 th). Likewise, in 2021 were executed Capital transfers in amount of RON 11,030.5 th, their value recording RON 5,002.3 th in 2022 (-54.7%).

Graphic representation: the variation of the budgetary provisions of 2023 compared to the level achieved in 2022

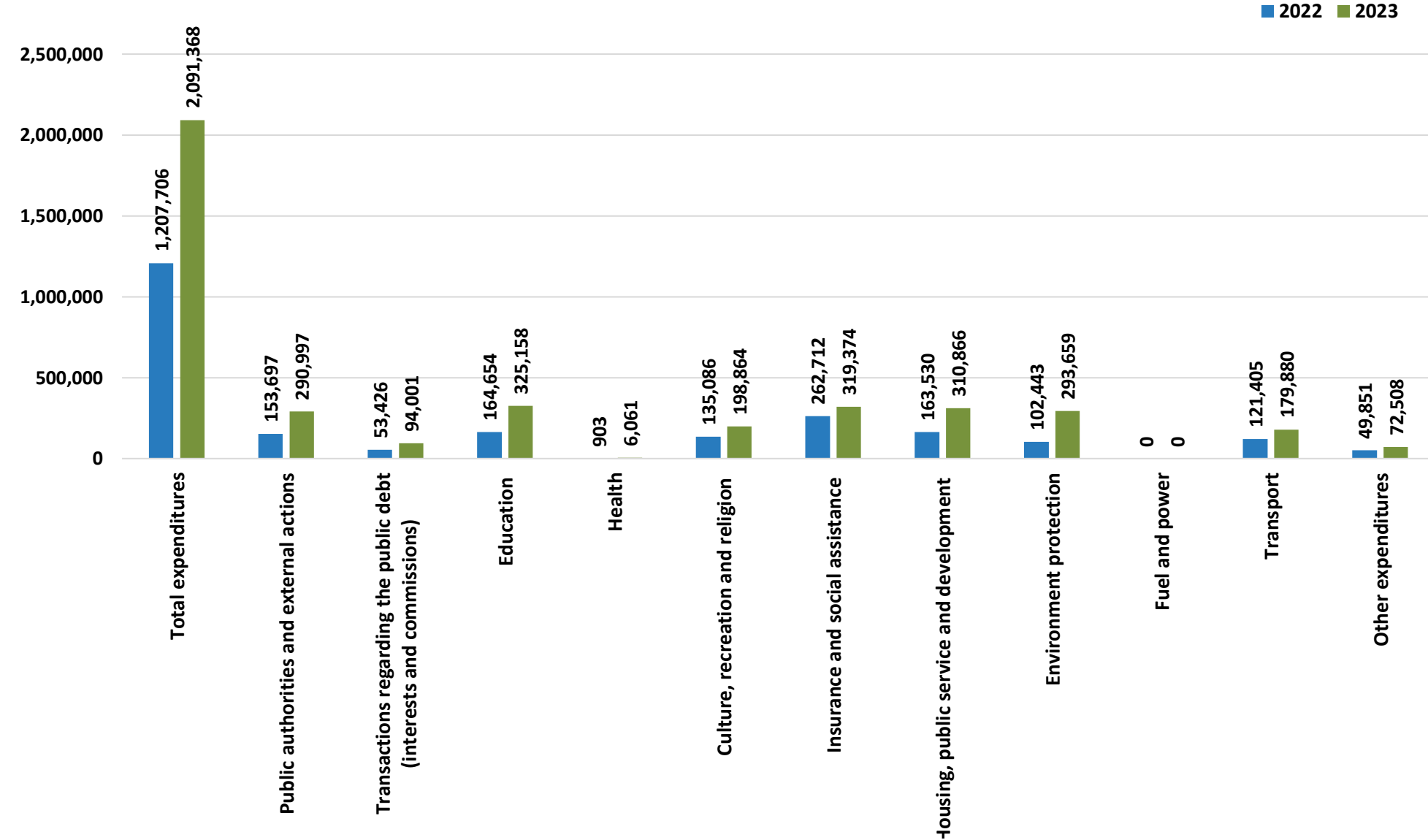
Functional/economic classification

'000 RON

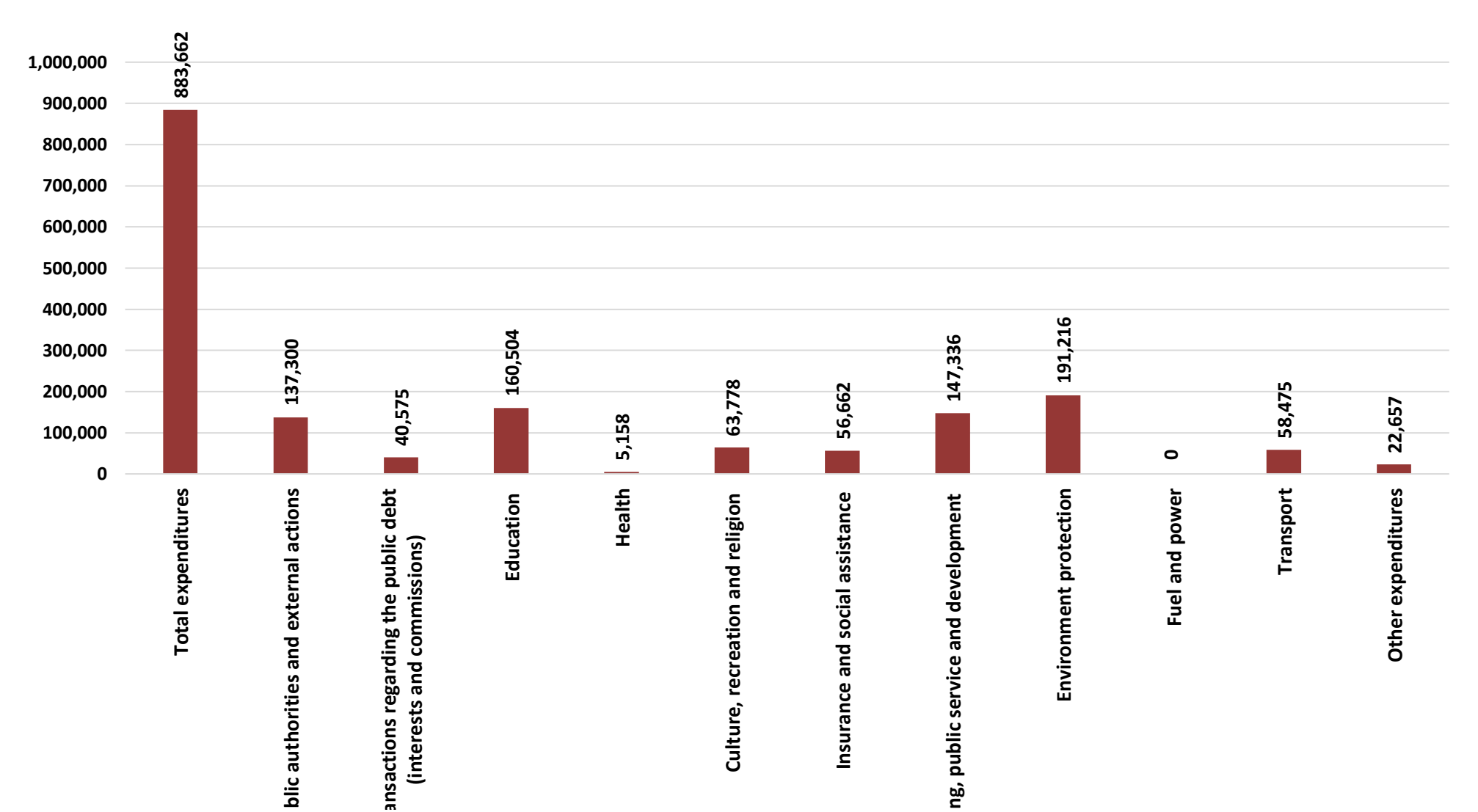


Budgetary provisions for 2023, as compared to the execution in 2022 (Variations)

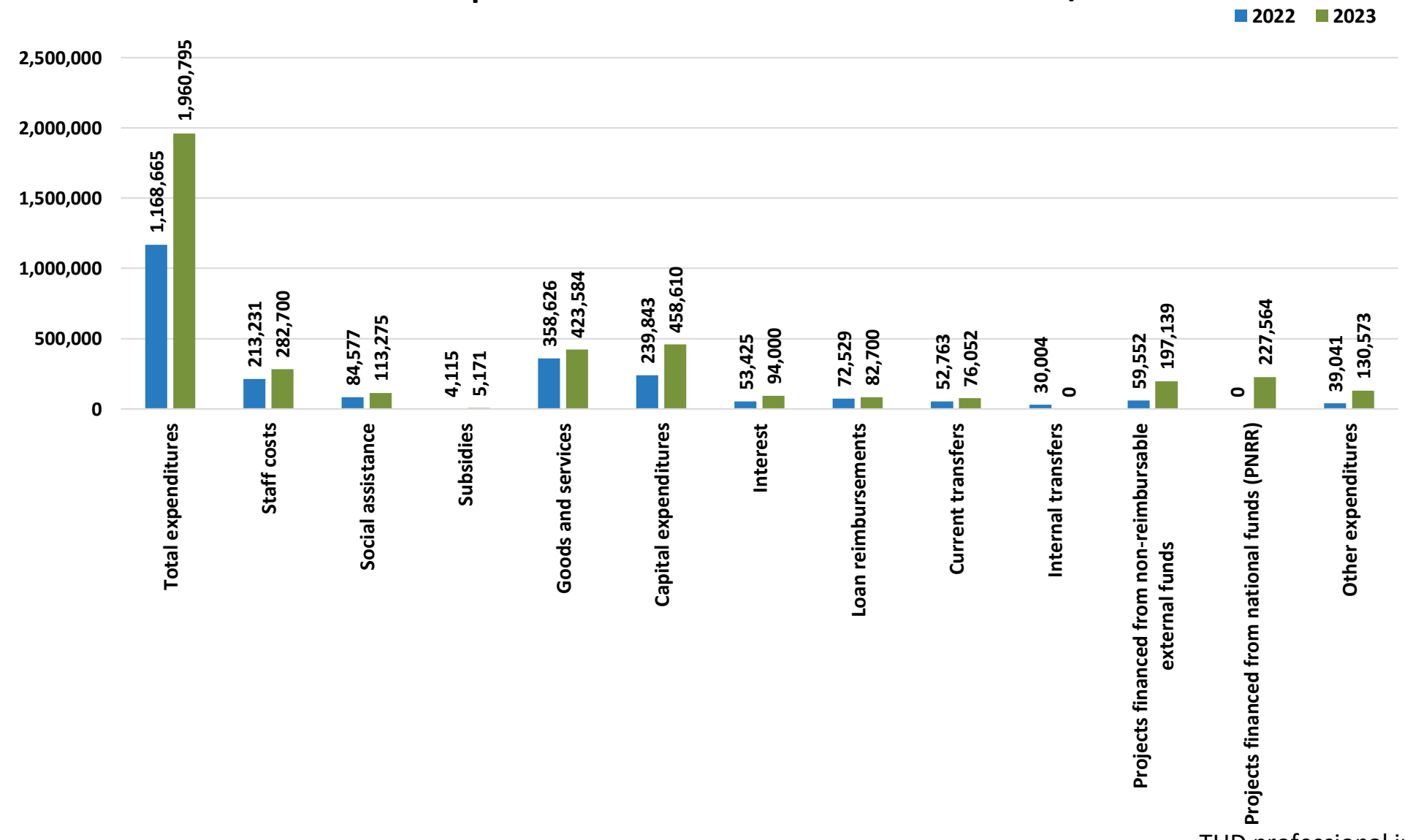
Expenditures - functional classification 2022/2023



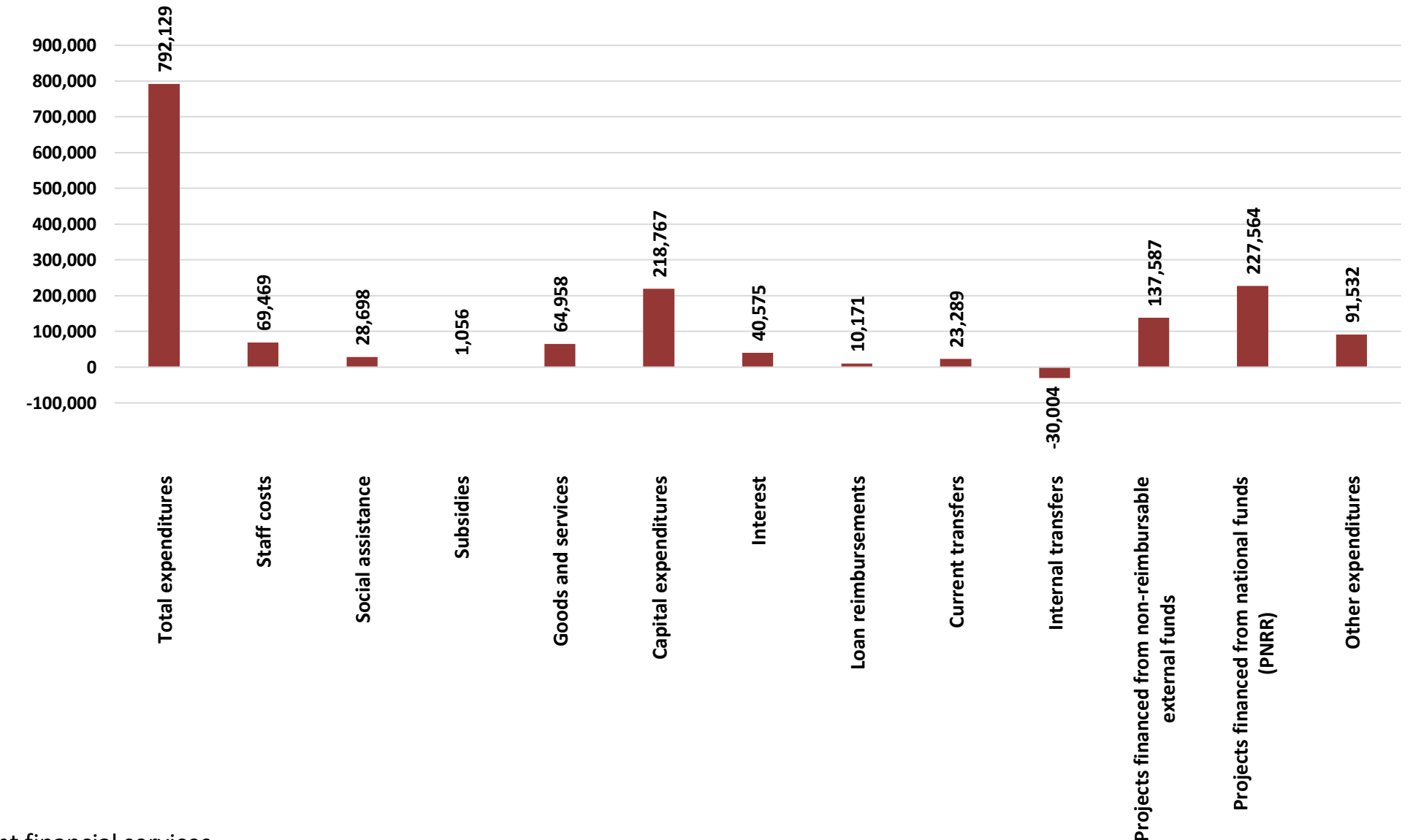
Difference between 2023 and 2022 - functional classification



Expenditures - economic classification 2022/2023



Difference between 2023 and 2022 - economic classification





Budgetary provisions for 2023, as compared to the execution in 2022 (Variations)

| Budgetary chapter | TOTAL EXPENDITURES | Operational expenditures, out of which: | | | | Financial expenditures | Investment expenditures | Investment expenditures (Total provisions 2023) |
|--|--------------------|---|-------------|---------------------|-------------------|------------------------|-------------------------|---|
| | | Total Operational Expenditures | Staff costs | Goods and services* | Social assistance | | | |
| Public Authorities and external actions | ▲ 137,300.4 | ▲ 53,883.6 | 21,325.3 | 32,635.7 | 0.0 | 0.0 | ▲ 83,416.8 | 121,850.2 |
| Other general public services | ▲ 13,561.7 | ▲ 13,493.9 | -1,207.5 | 0.0 | 0.0 | 0.0 | ▲ 67.8 | 244.0 |
| Transactions regarding the public debt and loans | ▲ 40,574.9 | 0.0 | 0.0 | 0.0 | 0.0 | ▲ 40,574.9 | 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 | ▲ 357.1 | ▲ 247.1 | 0.0 | 247.1 | 0.0 | 0.0 | ▲ 110.0 | 110.0 |
| Public order and national security | ▲ 8,738.3 | ▲ 7,958.9 | 0.0 | 256.6 | 0.0 | 0.0 | ▲ 779.4 | 2,458.0 |
| Education | ▲ 160,504.0 | ▲ 31,121.8 | 30,027.0 | 23,471.7 | 6,596.1 | 0.0 | ▲ 129,382.2 | 159,453.8 |
| Health | ▲ 5,158.3 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | ▲ 5,158.3 | 6,061.0 |
| Culture, recreation and religion | ▲ 63,777.8 | ▲ 4,752.3 | 2,729.4 | 1,923.4 | 0.0 | ▲ 401.0 | ▲ 58,624.5 | 94,133.0 |
| Insurance and social assistance | ▲ 56,661.9 | ▲ 37,824.2 | 14,676.8 | -647.6 | 22,102.0 | 0.0 | ▲ 18,837.7 | 35,203.0 |
| Housing, public services and development | ▲ 147,335.7 | ▲ 7,150.1 | 1,552.0 | 3,788.1 | 0.0 | ▲ 9,770.3 | ▲ 130,415.3 | 212,732.1 |
| Environment protection | ▲ 191,216.2 | ▲ 13,091.5 | 100.0 | 2,623.8 | 0.0 | 0.0 | ▲ 178,124.7 | 179,142.8 |
| 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 and Hunting | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Transport | ▲ 58,475.4 | ▲ 925.8 | 266.2 | 659.4 | 0.0 | 0.0 | ▲ 57,549.7 | 155,496.0 |
| Other economic actions | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| TOTAL | ▲ 883,661.8 | ▲ 170,449.1 | 69,469.3 | 64,958.1 | 28,698.2 | ▲ 50,746.2 | ▲ 662,466.4 | 966,883.9 |

*) 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

As a result of the approval of the initial budget for 2022, the payments provisions are amounting to RON 2,091,367.9 th, by 73.2% above the level of payments made at the end of the previous year.

↑ The provisions regarding the **Environment protection** chapter amounted to RON 293,658.8 th (+186.7% above the prior's year performance), mainly as a result of higher allotments for Collection, treatment and destruction of waste (+RON 115,969.4 th) and Sanitations (+RON 61,820.8 th, +60.8%).

- The investment list of 2023 provided expenditures in amount of RON 179,142.8 th within the mentioned chapter, mainly financed from local budget, own revenues and the amounts representing the non-reimbursable financial assistance related to PNRR. The main objectives refer to the development of studies and projects in order to create independent waste collection points/stations.

↑ The provisions for the **Education** chapter amounted to RON 325,157.8 th for 2023 (by 97.5% above the previous year's payments), through a higher level of allocations for Before pre-school education (with allotments in 2023 in amount of RON 53,784 th (without such payments made in 2022), Pre-school and elementary education (+RON 33,509.8 th, +29.3%), Secondary education (+RON 10,529 th, +14.6%). For the subchapter Other expenditures for education were no longer included provisions in 2023, their value reaching RON 32,127 th in the 2022 executed budget.

- According to the investments list related to the initial budget, the planned investments are worth RON 244,539.8 th, respectively RON 46,706 th from the local budget, RON 32,153.8 th from non-reimbursable external funds, RON 85,086 th from external loans and RON 80,594 th from amounts representing the non-reimbursable financial assistance related to PNRR. The main objectives include school constructions, design works, studies/expertise and independent endowments.

↑ The provisions related to the **Housing, public services and development** chapter are at the level of RON 310,866.1 th (by 90.1% above the execution of the previous year). Thus, the estimates were mainly increased by RON 99,277.7 th for the Houses paragraph and by RON 44,877.3 th (+53.2%) for Other services for housing, public services and community development subchapter and by RON 3,142.2 th for Water supply paragraph.

- According to the list of investments that accompanies the initial budget, the works related to 2023 are worth RON 283,041.1 th, with the following funding sources: RON 57,416 th from the local budget; RON 124,452.1 th from amounts representing the non-reimbursable financial assistance related to PNRR; RON 67,783 th from internal loans; RON 2,526 th from external loans and RON 30,864 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.



- ↑ For the **Public authorities and external actions** chapter, a level of payments of RON 290,997.2 th (by 89.3% over the execution of the previous year) is provided for 2023.
 - The investment list related to the initial budget provides for investments amounting to RON 121,898.2 th at the level of the year, respectively RON 54,982 th from the local budget and RON 66,868.2 th from non-reimbursable external funds.
- ↑ Within the **Culture, recreation and religion** chapter are estimated payments in total value of RON 198,864 th (by 47.2% over the execution of 2022). Thus, there are larger provisions for the Maintenance of public gardens, parks, green areas, sports and leisure centres (+RON 63,575.8 th, +49.6%) and pentru for Other services in the field of culture, recreation and religion (+RON 192 th, +3.9%).
 - During 2023, the list investments list related to the initial budget provides for investments in the total amount of RON 94,133 th, respectively RON 94,128 th from the local budget. The investments are oriented towards infrastructure works, modernization of cultural objectives, studies and independent endowments.
- ↑ The estimates related to the **Transports** chapter reach the value of RON 179,880 th (by 48,2% over the payments made in 2022) and are fully reflected in the Streets paragraph.
 - The investments list related to the initial budget provides objectives amounting to RON 162,665 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 319,3874 th (by 21.6% over the year 2022) by increasing the provisions for Social assistance for the illness and disability (+RON 29,695.3 th, +29.6%), Other expenditures in the insurance and social assistance field (+RON 21,721.6 th, +28.2%), Nurseries (+RON 11,417.8 th, +35.6%) and Social help (-RON 5,570.5 th, 98.2%).
 - The investments list related to the initial budget estimates works amounting to RON 35,2023 th, respectively RON 22,695 th from the local budget, RON 12,103 th from non-reimbursable external funds and RON 405 th from amounts representing the non-reimbursable financial assistance related to PNRR, which aim at social objectives (nurseries and social programs), 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 40,574.9 th (+75.9%).
- ↑ The provisions of the **Public order and national security** chapter amount to RON 48,288 th (by 22.1% above the level of payments during the previous year), entirely through a higher level of estimates for the Local police (+RON 8,481.7 th, +21.5%) and a decrease of those for Civil and fire protection (+RON 256.6 th, +591.5%).
 - For the Local police are provided in 2023 investment expenditures in amount of RON 2,458 th, financed through capital transfers from the local budget.
- ↑ The estimates related to **Other general public services** chapter reach the value of RON 23,510 th (by 136.6% above the level executed in 2022), mainly through higher allotments for Community public services for persons evidence (+RON 4,769.1 th, +54.6%) and the ones related to the Emergency fund for local authorities (in the amount of RON 10,000 th).
- ↑ For the **Health** chapter through the initial budget of 2023 were included provisions in amount of RON 6,061 th, entirely for the paragraph Other sanitary establishments and actions, respectively Capital expenditures. The main investment objective is related to the preparation of various studies and documentation for the construction of a building with the function of a hospital, complex functions and organization of execution of works - Bd. Timisioara no. 101E.



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Section IV:

- The balance sheet for the period 2019 - 2022
- Local public debt service

Balance sheet

for the period 2019 - 2022

'000 RON



| Balance sheet | 31-12-19 | | | 31-12-20 | | | 31-12-21 | | | 31-12-22 | | |
|---|--------------------|-------|--------------|--------------------|-------|--------------|--------------------|-------|--------------|---------------------|-------|--------------|
| Current assets | 1,025,318.6 | | 11.4% | 1,144,313.0 | | 11.9% | 1,044,727.0 | | 11.3% | 1,306,152.2 | | 12.8% |
| Cash and cash equivalent | 212,445.4 | 20.7% | 2.4% | 222,127.5 | 19.4% | 2.3% | 158,636.1 | 15.2% | 1.7% | 279,219.8 | 21.4% | 2.7% |
| Inventories | 105,354.7 | 10.3% | 1.2% | 117,748.5 | 10.3% | 1.2% | 119,690.9 | 11.5% | 1.3% | 149,018.7 | 11.4% | 1.5% |
| Receivables | 707,517.1 | 69.0% | 7.9% | 804,436.2 | 70.3% | 8.4% | 766,400.0 | 73.4% | 8.3% | 877,913.7 | 67.2% | 8.6% |
| Short term investments | - | - | - | - | - | - | - | - | - | - | - | - |
| Other current assets | 1.4 | 0.0% | 0.0% | 0.8 | 0.0% | 0.0% | - | - | - | - | - | - |
| Fixed assets | 7,932,824.4 | | 0.0% | 8,468,634.7 | | 0.0% | 8,220,011.0 | | 0.0% | 8,862,379.5 | | 0.0% |
| Intangible assets | 5,210.5 | 0.1% | 0.1% | 4,160.0 | 0.0% | 0.0% | 6,003.1 | 0.1% | 0.1% | 8,407.8 | 0.1% | 0.1% |
| Tangible assets | 7,922,702.7 | 99.9% | 88.4% | 8,457,963.4 | 99.9% | 88.0% | 8,207,389.5 | 99.8% | 88.6% | 8,847,245.3 | 99.8% | 87.0% |
| Other fixed assets | 4,911.2 | 0.1% | 0.1% | 6,511.3 | 0.1% | 0.1% | 6,618.4 | 0.1% | 0.1% | 6,726.4 | 0.1% | 0.1% |
| Total assets | 8,958,143.0 | | | 9,612,947.7 | | | 9,264,737.9 | | | 10,168,531.6 | | |
| Current liabilities | 433,427.3 | | 4.8% | 527,073.5 | | 5.5% | 465,963.5 | | 5.0% | 536,996.5 | | 5.3% |
| ST borrowings and CP of LT debt | - | - | - | - | - | - | - | - | - | - | - | - |
| Accounts payable | 395,639.8 | 91.3% | 4.4% | 489,561.1 | 92.9% | 5.1% | 424,424.6 | 91.1% | 4.6% | 491,738.2 | 91.6% | 4.8% |
| Short term provisions | 30.5 | 0.0% | 0.0% | 30.5 | 0.0% | 0.0% | - | - | - | - | - | - |
| Other short term debts | 37,757.1 | 8.7% | 0.4% | 37,481.9 | 7.1% | 0.4% | 41,538.9 | 8.9% | 0.4% | 45,258.3 | 8.4% | 0.4% |
| Long term debts | 1,065,205.9 | | 0.0% | 1,397,035.6 | | 0.0% | 1,436,637.9 | | 0.0% | 1,423,024.5 | | 0.0% |
| Long term loans | 1,049,033.8 | 98.5% | 11.7% | 1,381,726.5 | 98.9% | 14.4% | 1,426,759.6 | 99.3% | 15.4% | 1,416,287.5 | 99.5% | 13.9% |
| Other long term debts | 15,981.0 | 1.5% | 0.2% | 15,118.0 | 1.1% | 0.2% | 9,778.3 | 0.7% | 0.1% | 6,637.0 | 0.5% | 0.1% |
| Provisions | 191.1 | | 0.0% | 191.1 | | 0.0% | 100.0 | | 0.0% | 100.0 | | 0.0% |
| Equity and reserves | 7,459,509.7 | | 83.3% | 7,688,838.5 | | 80.0% | 7,362,136.6 | | 79.5% | 8,208,510.6 | | 80.7% |
| Total liabilities | 8,958,143.0 | | | 9,612,947.7 | | | 9,264,737.9 | | | 10,168,531.6 | | |
| Current liquidity ratio (Current assets / Current liabilities) | 2.4 | | | 2.2 | | | 2.2 | | | 2.4 | | |
| Indebtedness level (Borrowed capital /Total liabilities) | 11.7 | | | 14.4 | | | 15.4 | | | 13.9 | | |

- The Total assets registered an increase by RON 654,804.7 th (+7.3%) in 2020, respectively by RON 903,793.7 th in 2022 (+9.8%). In 2021, their value decreased by RON 348,209.7 th as compared to the precedent 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 8,862,379.5 th at the end of 2022.
- 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, followed by an increase by RON 261,425.2 th in 2022. 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 Short-term liabilities outstanding increased by RON 67,313.7 th in the last report of the analyzed interval.
- The Long-term liabilities had an important increase in 2020 (+RON 331,829.7 th), reaching to RON 1,423,024.5 th in 2022, following a decrease by RON 13,613.4 th. 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 increases by RON 846,374 th in 2022 (+11.5%) and by RON 229,328.8 th in 2020 (+3.1%), but the interval recorded a decrease by RON 326,702 th in 2021.
- The Current liquidity ratio improved in the analyzed interval, reaching an optimal level of 2.4 in 2022. 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

Balance sheet 31.12.2022

'000 RON



| Debt and liquidity | 31-12-2022 |
|--|------------|
| New credit withdrawals in the period | 61,148.8 |
| Direct debt service | 105,736.9 |
| Direct indebtedness rate | 13.3% |
| Public debt service | 120,948.4 |
| Public indebtedness rate | 15.3% |
| Public Debt Service as % of Operational Revenues | 9.1% |
| Public Debt Service as % of Operational Expenditures | 15.6% |
| Long term debt % Own Funds | 17.3% |
| Long term debt / Own Revenues (1.x) | 1.3 |

| Payout | 31-12-2022 |
|--------------------------------|-------------|
| Payout 2Y - 2 years | 310,807.2 |
| Payout 5Y - 5 years | 879,125.3 |
| Payout 10Y - 10 years | 1,568,434.1 |
| Payout 15Y - 15 years | 1,939,173.5 |
| Payout 20Y - 20 years | 2,076,185.7 |
| Total revenues per capita | - RON |
| Own revenues per capita | 2,843.3 RON |
| Public Debt Service per capita | 304.0 RON |
| Long-term loans per capita | 3.6 RON |

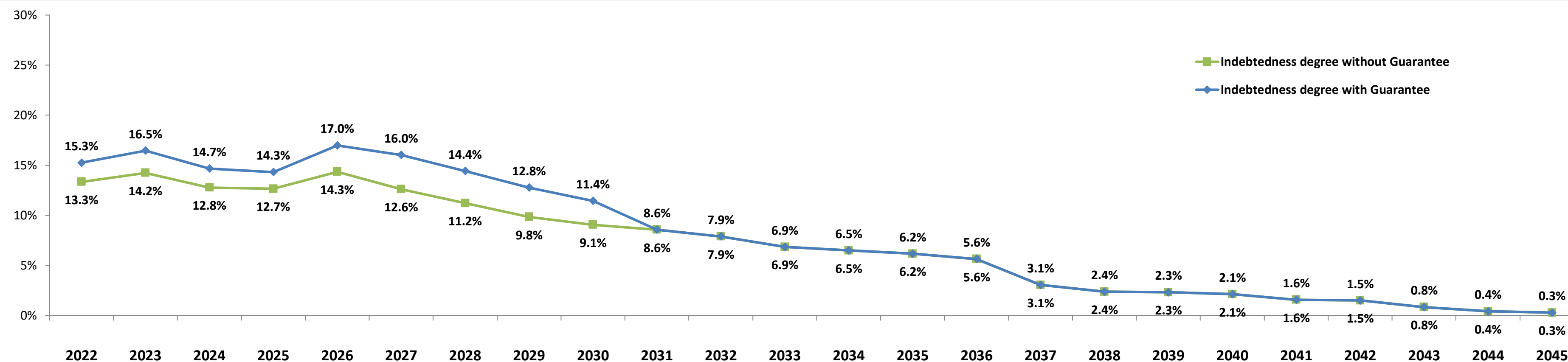
| | 2022 ¹⁾ | 2023 ²⁾ | 2024 ²⁾ | 2025 ²⁾ | 2026 ²⁾ |
|-----------------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|
| Total revenues | 1,360,278.5 | 1,892,291.5 | 1,911,214.4 | 1,930,326.5 | 1,949,629.8 |
| Own revenues ³⁾ | 1,131,200.9 | 1,193,282.0 | 1,205,214.8 | 1,217,266.9 | 1,229,439.6 |
| Indebtedness capacity | 237,777.8 | 281,283.3 | 319,843.8 | 352,969.8 | 361,576.4 |
| Public debt service ⁴⁾ | 120,948.4 | 154,333.4 | 156,473.8 | 168,477.7 | 204,656.1 |

2) 2023: 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 2023 - 2026, based on the ongoing credit contracts provisions, money market conditions and legal regulations as of 31.12.2022

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 31.12.2022, 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; |
| The level of financing from the own | Incurred expenditures % of the initial/revised budgetary provisions; |
| The degree of self-financing | Own revenues % in Total revenues; |
| The degree of dependency of the local budget to the state budget | (Own revenues-Quotas deducted from the income tax (04.02.01)) % Total collected revenues; |
| The degree of decisional autonomy | 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 expenditures' rigidity | (Own revenues + Sums deducted from VAT for balancing the local budget 11.02.06) % in Total revenues; |
| Maximum annual debt | Staff costs % in Total incurred expenditures; 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 reporting date; |
| 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; |



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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 2022 approved by LCD no. 17 from 10.02.2022 and for 2023 approved by LCD no. 16 from 02.02.2023 and the Rectified budget approved by LCD no. 329 from 27.12.2022, together with the related investment lists.

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