



## District 6 of the Bucharest Municipality



**Quarterly financial report**  
at 31.03.2023



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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 km<sup>2</sup>, 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 km<sup>2</sup>, 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 <sup>2</sup>	238	1,821
Green areas suraface in municipalities/cities (2021) - km <sup>2</sup>	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 km<sup>2</sup> of area (165.3 km/100 km<sup>2</sup>), 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 31.03.2023 (th RON)	PMB	District 1	District 2	District 3	District 4	District 5	District 6
<b>Total revenues, w/o sums used from previous surplus</b>	<b>1,692,152</b>	<b>393,167</b>	<b>626,774</b>	<b>583,015</b>	<b>419,540</b>	<b>352,802</b>	<b>551,159</b>
Own revenues	1,627,059	382,707	494,668	562,046	357,907	312,815	489,986
Own revenues % TR	96.2%	97.3%	78.9%	96.4%	85.3%	88.7%	88.9%
Quotas and sums deducted from the income tax	1,583,462	70,408	268,713	348,258	238,884	213,227	285,137
Sums deducted from VAT	8,340	9,922	65,068	17,591	50,172	39,076	58,946
Subsidies	36,964	311	14,556	725	4,846	398	1,496
Sums received from EU	19,789	210	1,486	2,650	686	287	499
<b>Total expenditures</b>	<b>1,560,410</b>	<b>175,069</b>	<b>266,968</b>	<b>244,403</b>	<b>352,071</b>	<b>284,739</b>	<b>236,303</b>
Operational expenditures	1,342,933	157,448	193,331	191,083	210,266	210,268	186,129
Operational expenditures % TP	86.1%	89.9%	72.4%	78.2%	59.7%	73.8%	78.8%
Investment expenditures, out of which:	124,748	429	57,605	27,712	106,209	49,334	22,444
Capital expenditures	0	0	44,138	27,282	99,643	47,778	18,006
Non - refundable external funds	52,199	429	2,104	411	6,566	1,440	3,354
Financial expenditures	92,729	17,192	16,032	25,607	35,596	25,136	27,730
<b>Result of the period, w/o sums used from previous surplus</b>	<b>131,742</b>	<b>218,097</b>	<b>359,806</b>	<b>338,612</b>	<b>67,469</b>	<b>68,063</b>	<b>314,856</b>
<b>Sums used from previous surplus</b>	<b>0</b>	<b>0</b>	<b>137,871</b>	<b>0</b>	<b>16,214</b>	<b>16,032</b>	<b>199,076</b>
Population (01.07.2022)	2,162,281	264,832	366,105	491,912	337,363	304,523	397,546

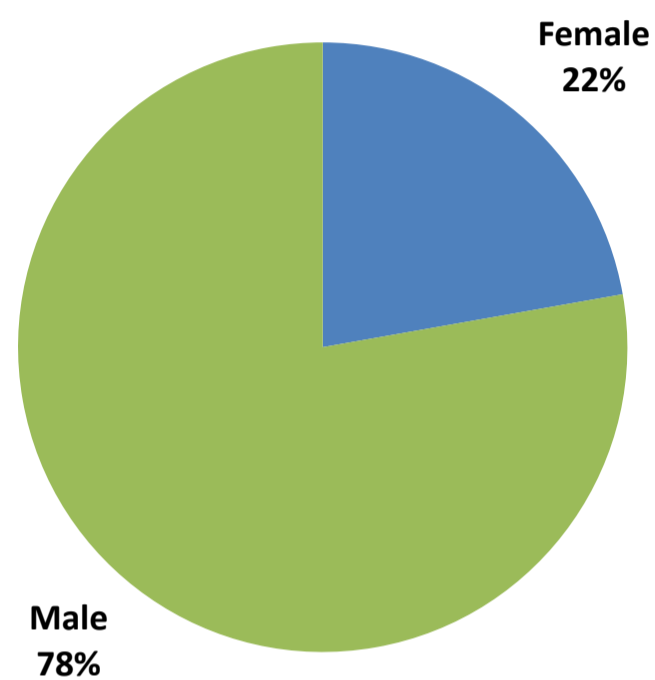
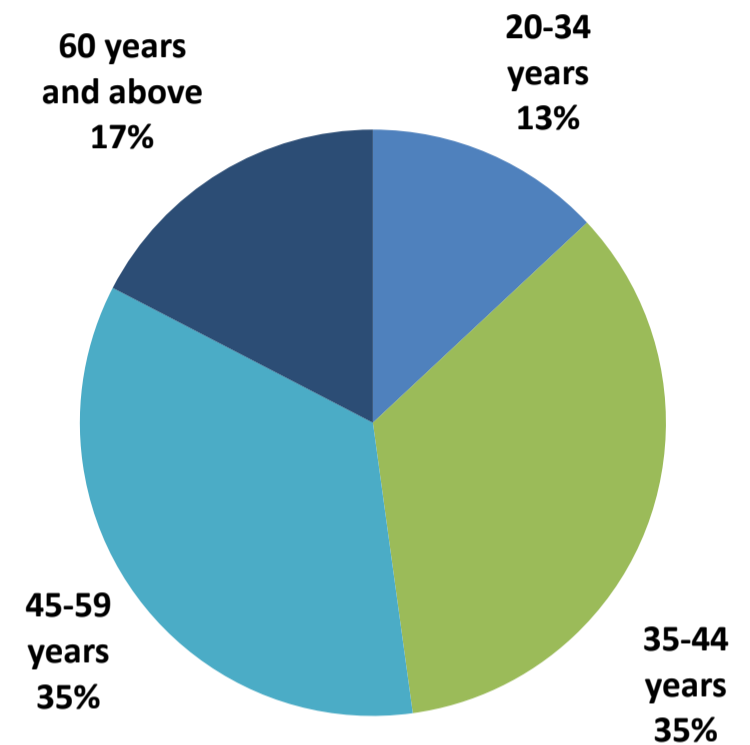
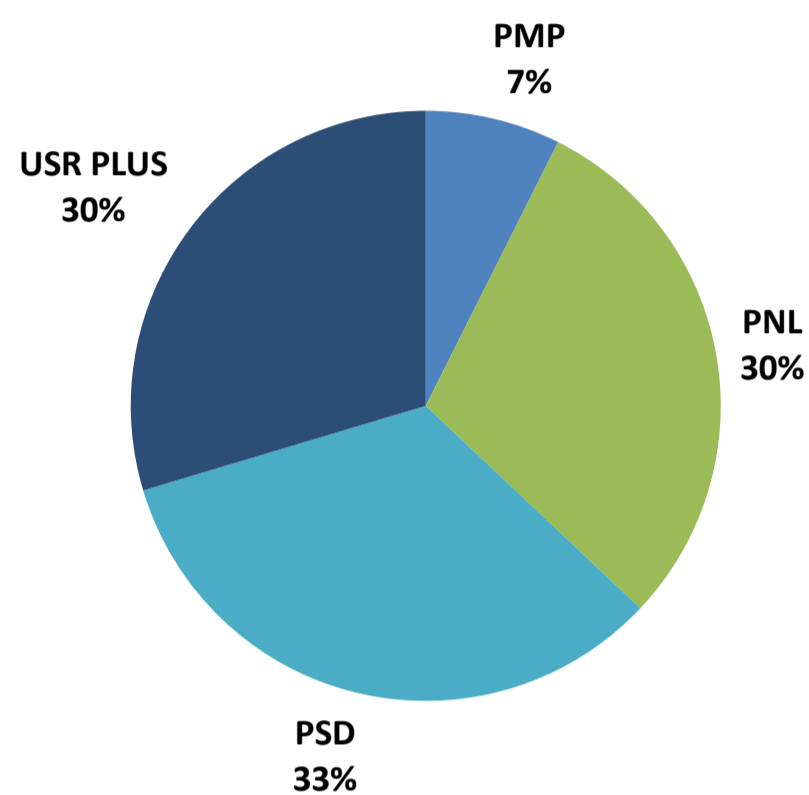
Source: <https://forexepublic.mfinante.gov.ro/web/transparenta-bugetara/rapoarte-entitati-publice>



# General overview

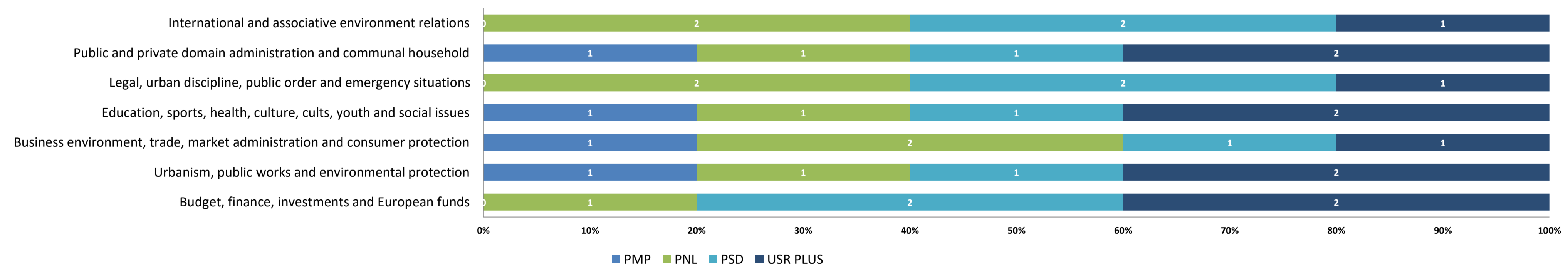
The Local Council of District 6 of the Bucharest Municipality at 31.03.2023

Political Structure      Age distribution      Gender distribution      Structure by political party, profession and age groups



Partid	Nr.	Specializare	Gr. varsta
PSD	1	Carpenter	60 years and above
PSD	0	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 45 years old.
- The position of Deputy Mayor is held by Mr. Gadiuta Alexandru Vasile, representative of the USR Party, by profession geographer and 32 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.

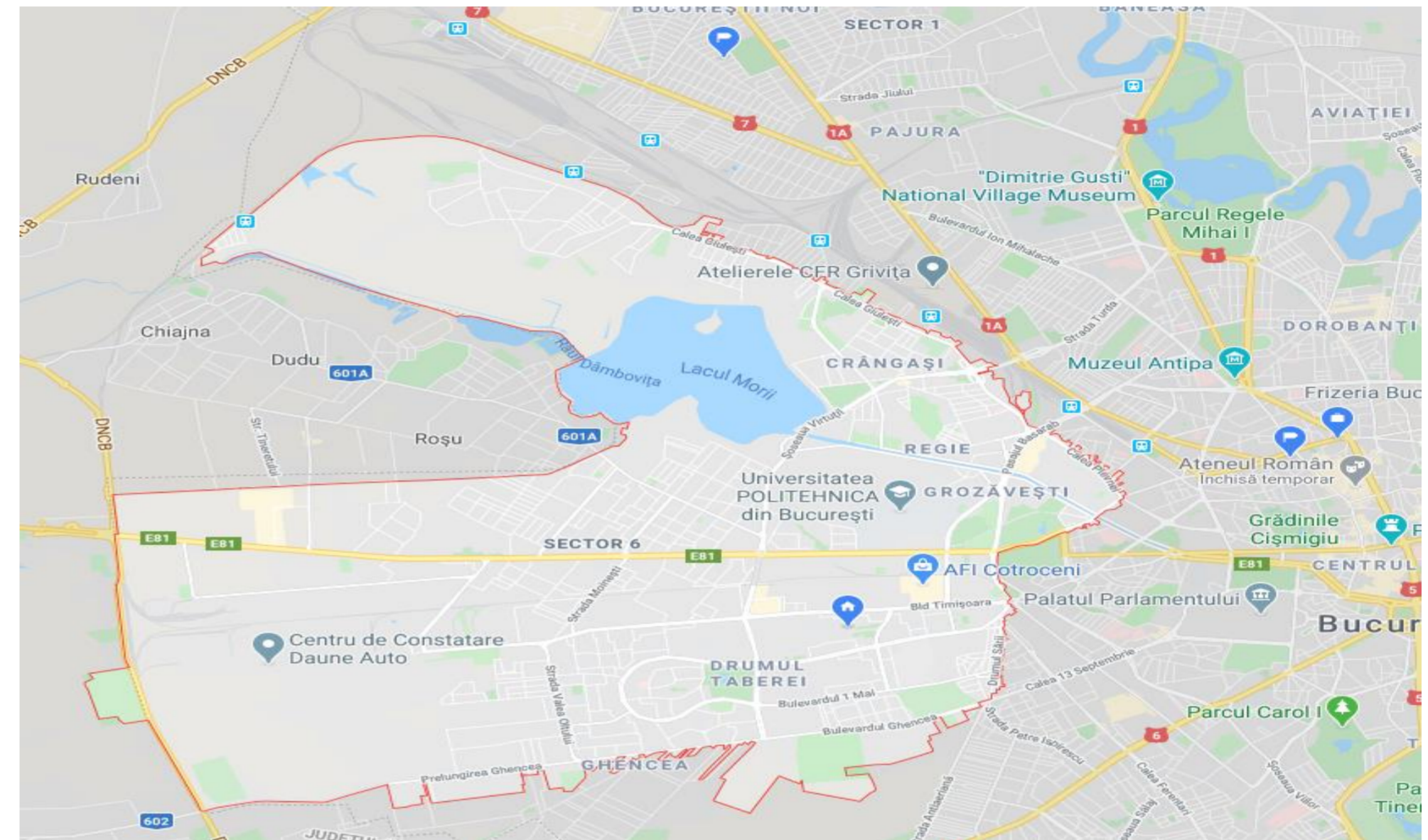


# General overview

## 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 2 from 27.01.2023 organized the state and private pre-university education units for the year 2023-2024 as follows: 27 state kindergartens and 30 private kindergartens, 25 state gymnasium schools and 5 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			
<b>BUCHAREST</b>											
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%
<b>TOTAL</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>90.0%</b>	<b>71.5%</b>	<b>77.0%</b>	<b>82.0%</b>
<b>Remarks</b>	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. Proportional to the estimated tax to be collected in 2019 at the level of each sector			
	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2. The difference is distributed directly proportional with the estimated tax to be realized in each district range					

### 2. 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 at Q1 2023 vs. Q1 2022
- Revenue and expenditure structure



# Revenue and expenditure balance at Q1 2023, as compared to Q1 2022

'000 RON



	Q1 2022	Q1 2023	%
<b>TOTAL REVENUES</b>	<b>444,264.1</b>	<b>750,235.2</b>	<b>▲ 68.9%</b>
<b>TOTAL EXPENDITURES</b>	<b>169,099.8</b>	<b>236,303.2</b>	<b>▲ 39.7%</b>
<b>Operational Revenues</b>	<b>395,670.9</b>	<b>549,380.7</b>	<b>▲ 38.8%</b>
<b>Fiscal revenues</b>	<b>388,779.2</b>	<b>540,716.4</b>	<b>▲ 39.1%</b>
Own fiscal revenues	371,976.5	481,770.4	▲ 29.5%
Sums deducted from the VAT	16,802.6	58,946.0	▲ 250.8%
<b>Non-fiscal revenues, out of which:</b>	<b>6,753.0</b>	<b>8,446.6</b>	<b>▲ 25.1%</b>
Non-fiscal own revenues	6,753.0	8,214.0	▲ 21.6%
Donations and sponsorships	-	232.6	-
<b>Current subsidies</b>	<b>138.8</b>	<b>217.8</b>	<b>▲ 56.9%</b>
<b>Other Operational Revenues</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operational Expenditures (OPEX), out of which:</b>	<b>143,629.2</b>	<b>186,129.4</b>	<b>▲ 29.6%</b>
Staff Costs (PEREX)	48,791.1	59,229.5	▲ 21.4%
Goods and services*	52,127.2	78,063.9	▲ 49.8%
Current transfers	13,141.6	16,441.6	▲ 25.1%
Internal transfers	3.2	2.2	▼ -31.6%
Social assistance	20,340.7	25,044.6	▲ 23.1%
Subsidies	966.6	1,152.8	▲ 19.3%
Other expenditures	8,258.8	6,194.7	▼ -25.0%
<b>Operational result</b>	<b>252,041.8</b>	<b>363,251.3</b>	
Operational Surplus (% from OPEX)	175.5%	195.2%	
Operational Deficit (% from Op. Revenues)	-	-	
<b>Investment revenues</b>	<b>2,089.2</b>	<b>1,778.1</b>	<b>▼ -14.9%</b>
Capital revenues	1.5	1.2	▼ -16.7%
Capital subsidies	302.2	1,278.0	▲ 323.0%
Sums received from EU for the made payments	1,785.5	498.8	▼ -72.1%
<b>Investment expenditures (CAPEX), out of which:</b>	<b>8,070.1</b>	<b>22,444.3</b>	<b>▲ 178.1%</b>
Capital transfers	3.3	1,179.7	▲ 35648.2%
Projects financed from EU	1,278.5	3,353.8	▲ 162.3%
PNRR	-	-	
Capital expenditures	6,889.5	18,006.2	▲ 161.4%
<b>The result from the investment activity</b>	<b>- 5,980.9</b>	<b>- 20,666.2</b>	
<b>Financial revenues</b>	<b>46,504.0</b>	<b>199,076.4</b>	<b>▲ 328.1%</b>
Financial operations	46,504.0	199,076.4	▲ 328.1%
<b>Financial exepnditures</b>	<b>17,400.5</b>	<b>27,729.5</b>	<b>▲ 59.4%</b>
Loan related commisions	1.0	-	-
Interest	8,406.2	15,674.2	▲ 86.5%
Loan reimbursment	8,993.3	12,055.3	▲ 34.0%
<b>Financial result</b>	<b>29,103.5</b>	<b>171,346.9</b>	
<b>Period's result</b>	<b>275,164.3</b>	<b>513,931.9</b>	<b>▲ 86.8%</b>
Surplus (% out of Total expenditures)	162.7%	217.5%	
Deficit (% out of Total revenues)	-	-	
<b>Result of the period (without previous year's surplus)</b>	<b>228,660.3</b>	<b>314,855.5</b>	<b>▲ 37.7%</b>
Own revenues % of Operational revenues	95.7%	89.2%	
OPEX/Own revenues (%)	37.9%	38.0%	
(Operational expenditures -Staff costs, excluding Education and Social assistance) % of (Own revenues - Quotas deducted from the income tax)	29.9%	38.0%	

- At the end of the first three months of the current year, the Operational result registers a surplus of RON 363,251.3 th, representing 195.2% of the Operational expenditures, being by RON 111,209.5 th over the surplus recorded in the same period of 2022. The evolution is determined by an increase in Operational revenues (+RON 153,709.8 th, +38.8%), coupled with a less accelerated increase in Operational expenditures (+RON 42,500.2 th, +29.6%).
- The Result from the investment activity registers a deficit of RON 20,666.2 th. The result of the current year is generated on the basis of an increased level of Investment expenditures (+RON 14,374.2 th, +178.1%), while Investment revenues experience a decrease of RON 311.1 th (-14.9%). In this context, the deficit deepens compared to the investment activity result recorded in the same period of the previous year (amounting up to -RON 5,9870.9 th).
- The Financial result marks a surplus of RON 171,346.9 th, above the one recorded in Q1 2022, entirely determined by the uses of the previous year's surplus, while the Financial expenditures increase by 59.4%.
- The Result of the period is positive in both periods. Therefore, taking into account the Operational surplus, after covering the deficit from the investment activity and corroborated with the financial surplus, the result of the period registered a surplus of RON 513,931.9 th (+86.8% above the one recorded in Q1 2022).

\*) 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



**Payments performed at Q1 2023, as compared to Q1 2022 (Variations)**

**Operational expenditures, out of which:**

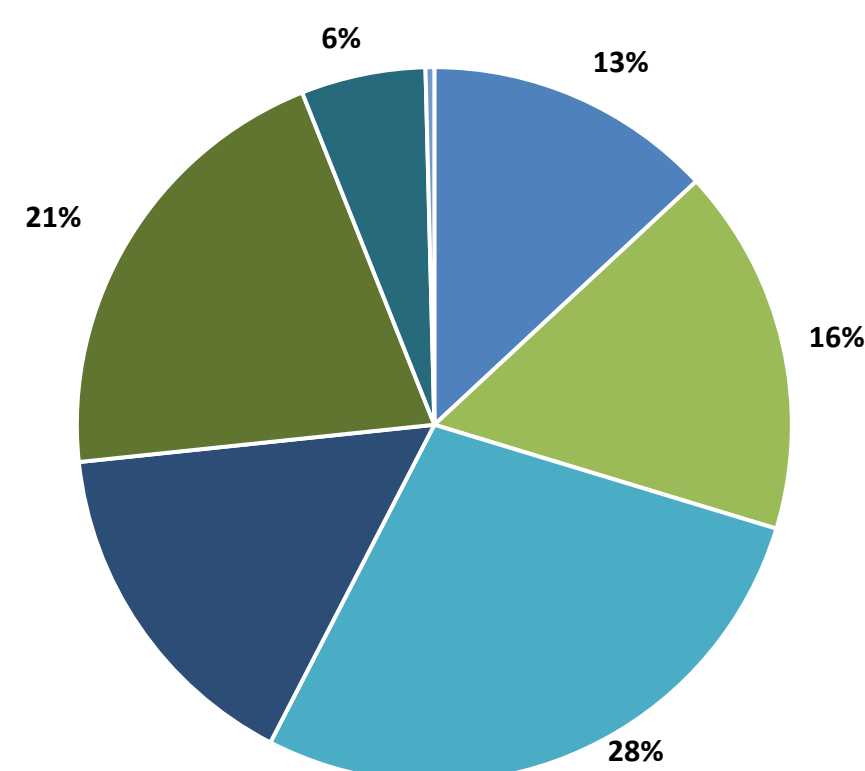
Budgetary chapter	TOTAL EXPENDITURES	Total Operational Expenditures				Financial expenditures	Investment expenditures	Investment expenditures (Budget 2023)
		Staff costs	Goods and services*	Social assistance				
Public Authorities and external actions	▲ 9,183.9	▲ 7,042.6	2,141.8	5,467.7	0.0	0.0	▲ 2,141.3	143,720.2
Other general public services	▲ 1,030.7	▲ 851.0	0.0	0.0	0.0	0.0	▲ 179.7	334.0
Transactions regarding the public debt and loans	▲ 7,267.1	0.0	0.0	0.0	0.0	▲ 7,267.1	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	▲ 17.3	▲ 17.3	0.0	17.3	0.0	0.0	0.0	110.0
Public order and national security	▼ -323.8	▼ -320.5	0.0	-26.4	0.0	0.0	▼ -3.3	3,588.0
Education	▲ 7,210.6	▲ 8,228.8	3,902.0	4,414.0	438.9	0.0	▼ -1,018.2	175,288.8
Health	▼ -27.2	0.0	0.0	0.0	0.0	0.0	▼ -27.2	6,061.0
Culture, recreation and religion	▲ 6,485.7	▲ 4,859.1	748.6	4,627.1	0.0	▲ 352.0	▲ 1,274.6	97,223.0
Insurance and social assistance	▲ 10,133.8	▲ 10,081.9	3,152.3	2,854.2	4,265.1	0.0	▲ 51.9	38,203.0
Housing, public services and development	▲ 11,652.6	▲ 2,402.6	390.3	202.3	0.0	▲ 2,710.0	▲ 6,540.0	220,875.0
Environment protection	▲ 11,134.1	▲ 11,088.4	0.0	10,234.8	0.0	0.0	▲ 45.7	240,632.0
General economic, commercial and working actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Fuel and power	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Agriculture, Forestry, Fish breeding and Hunting	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Transport	▲ 3,438.7	▼ -1,751.1	103.5	-1,854.5	0.0	0.0	▲ 5,189.7	156,045.0
Other economic actions	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
<b>TOTAL</b>	▲ <b>67,203.5</b>	▲ <b>42,500.2</b>	<b>10,438.5</b>	<b>25,936.7</b>	<b>4,703.9</b>	▲ <b>10,329.0</b>	▲ <b>14,374.2</b>	<b>1,082,080.0</b>

\*) 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

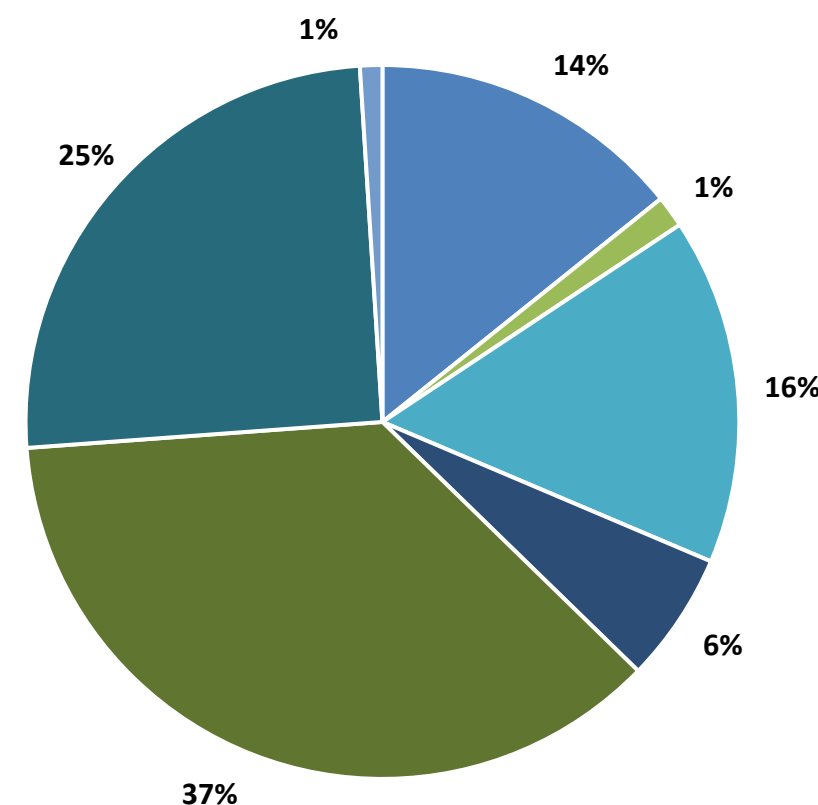
**Distribution of the Investment expenditures in 2023 (according to the budget), as compared to the distribution of the execution in 2022**

**Investment expenditures**

Q1 2022  
8,070.1 th RON

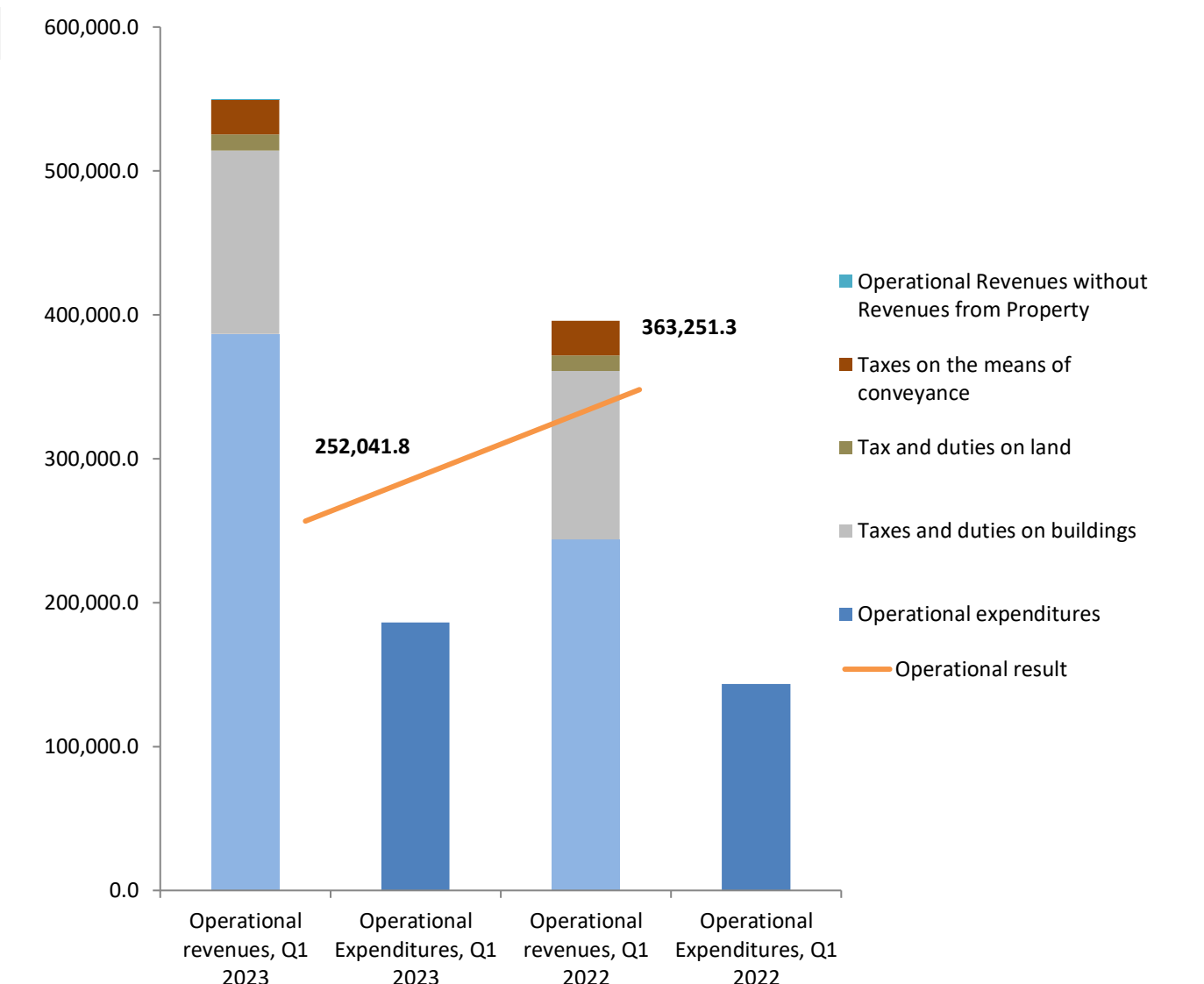


Q1 2023  
22,444.3 th RON



- Public authorities and external actions
- Education
- Culture, recreation and religion
- Insurance and social assistance
- Housing, public services and development
- Transport
- Other investment expenditures

**Structure of the Operational Result (Q1 2023 vs. Q1 2022)**

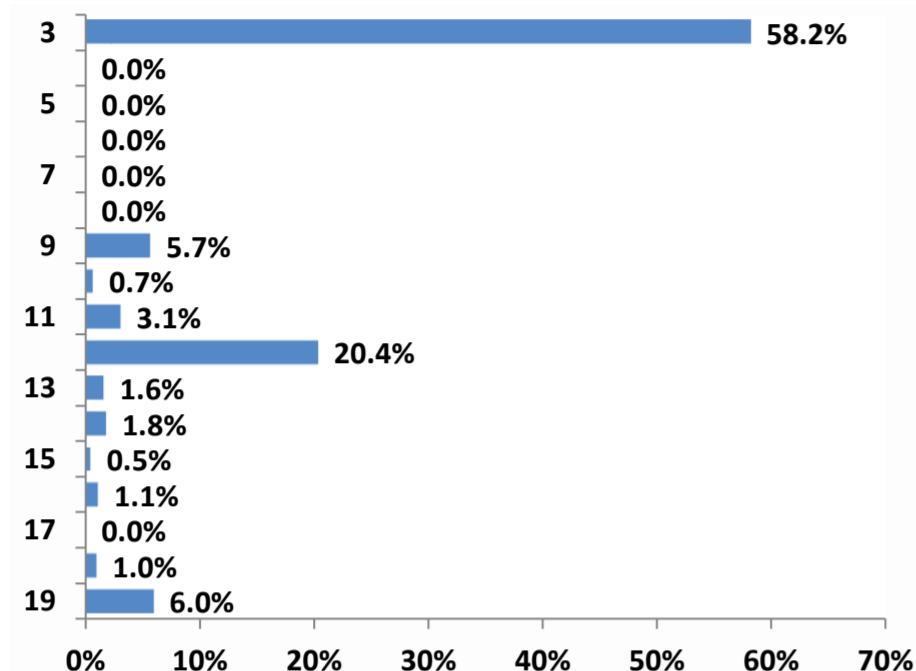




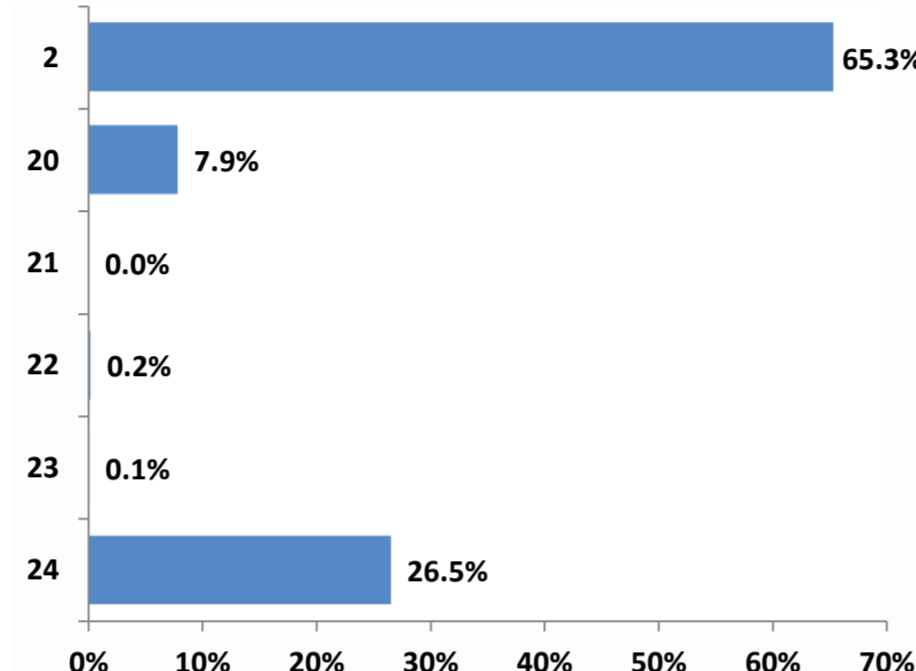
# Revenue and expenditure structure at 31.03.2023

'000 RON

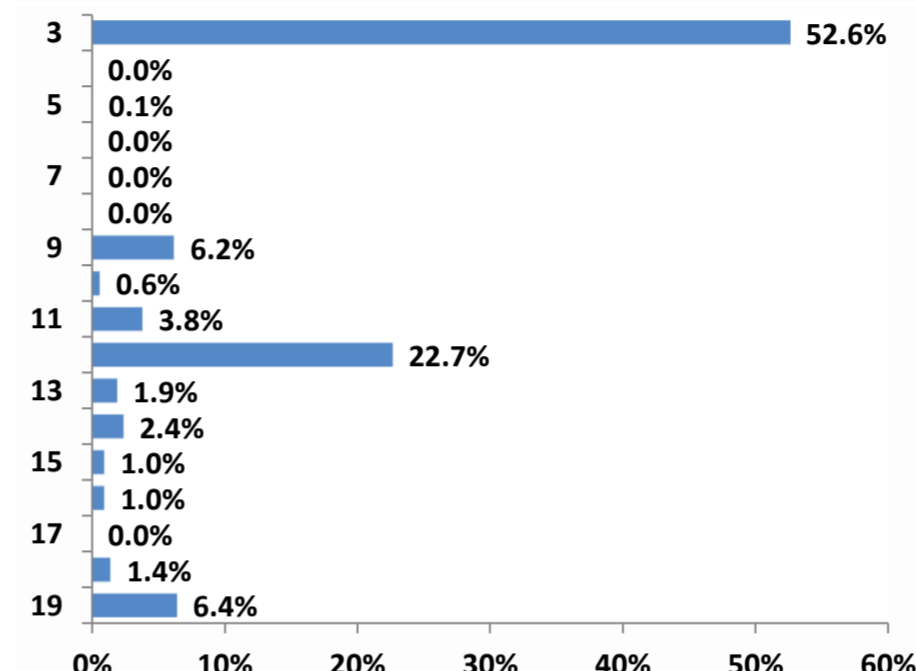
The structure of performed own revenues  
489,985.6



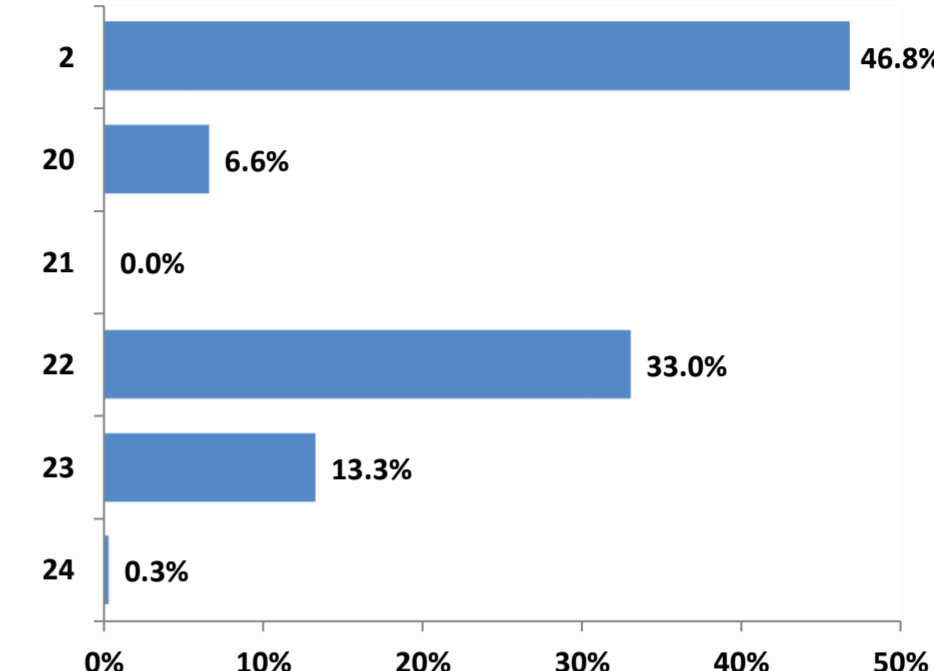
The structure of performed total revenues  
750,235.2



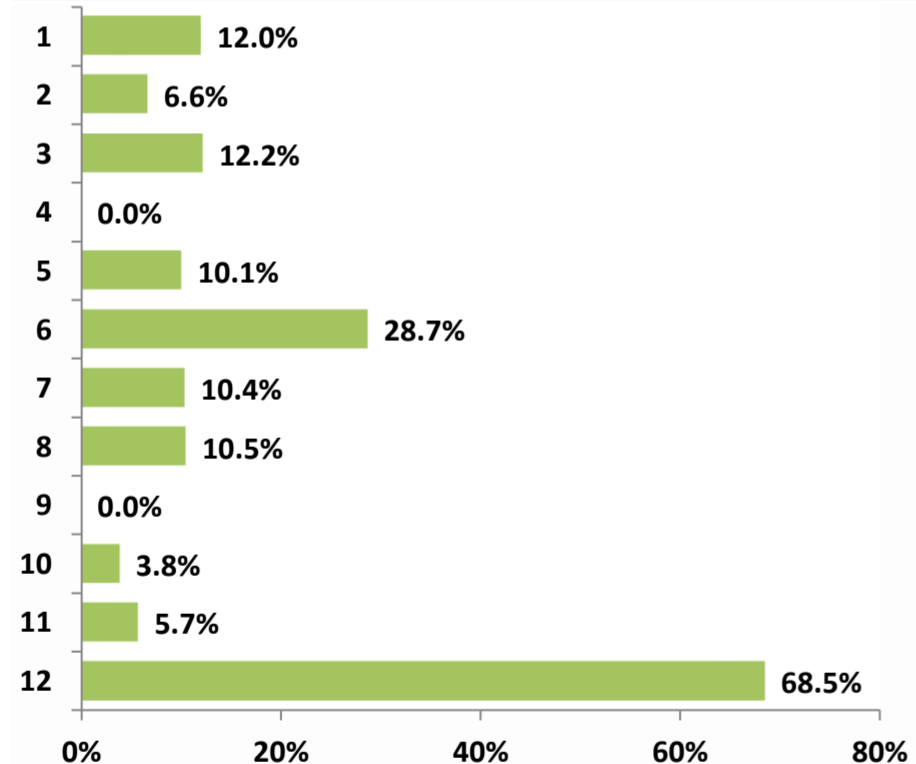
The structure of rectified own revenues  
419,065.2



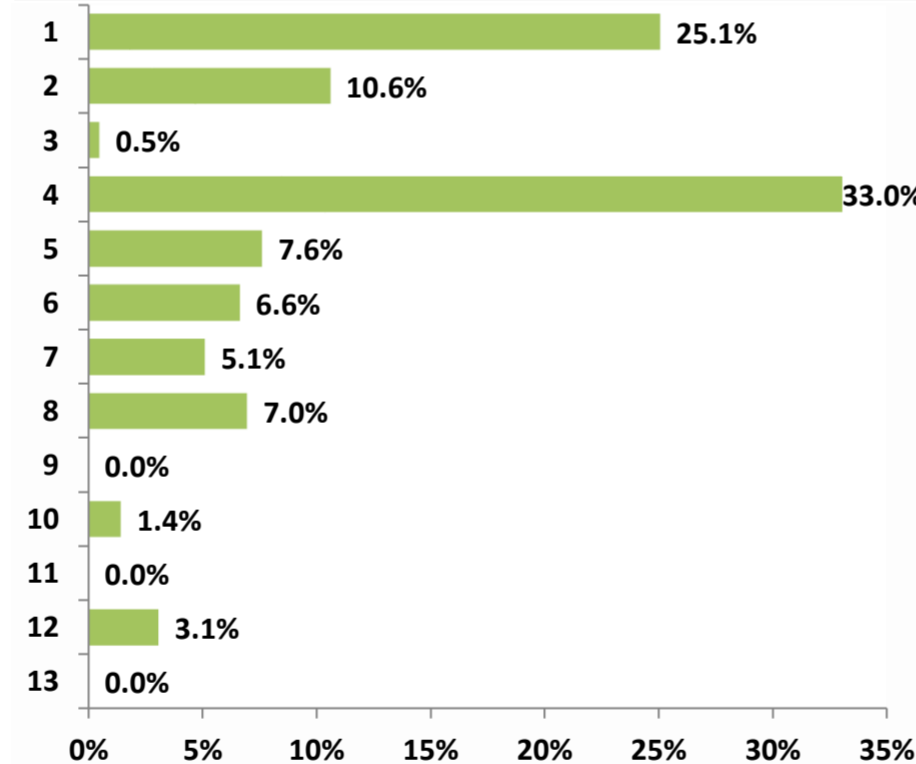
The structure of rectified total revenues  
895,584.3



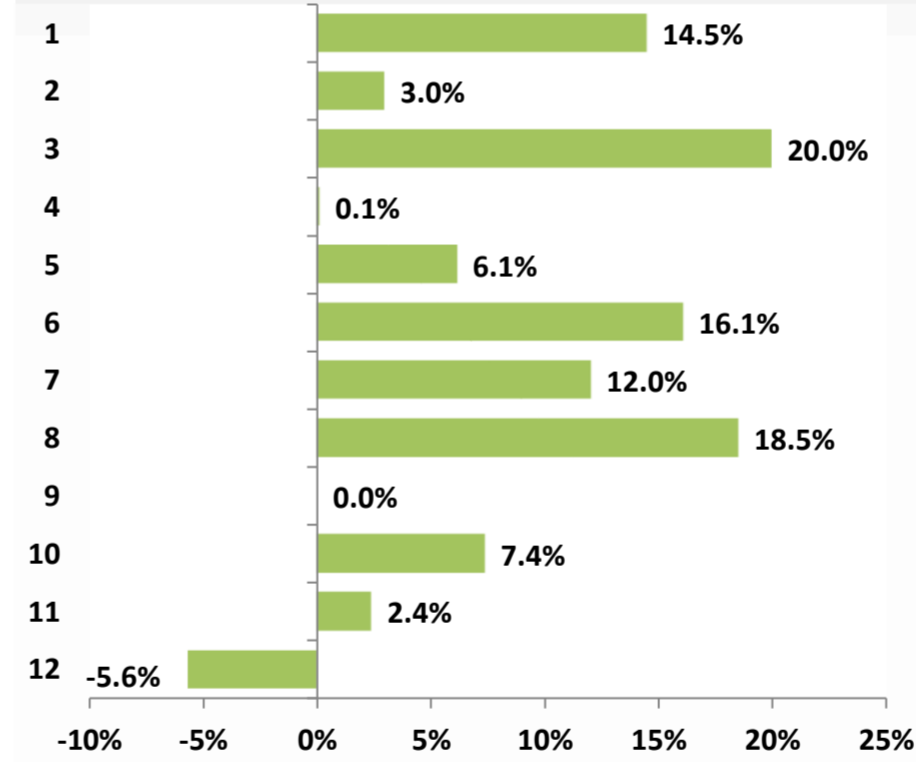
The structure of performed functional expenditure  
750,235.2



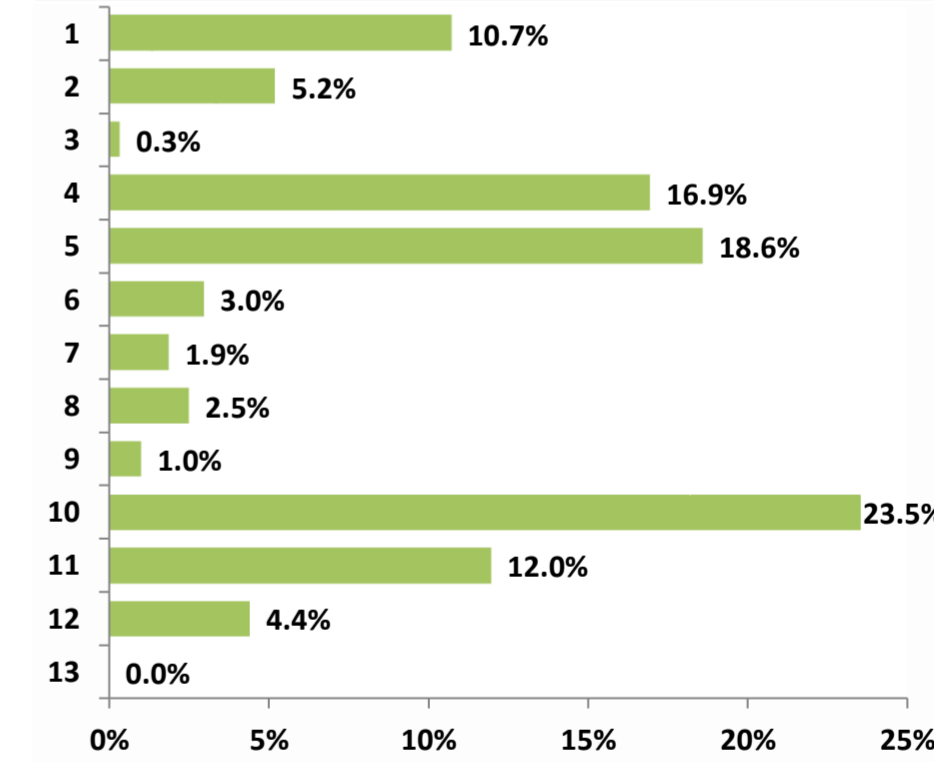
The structure performed economic expenditure  
750,235.2



The structure of rectified functional expenditure  
895,584.3

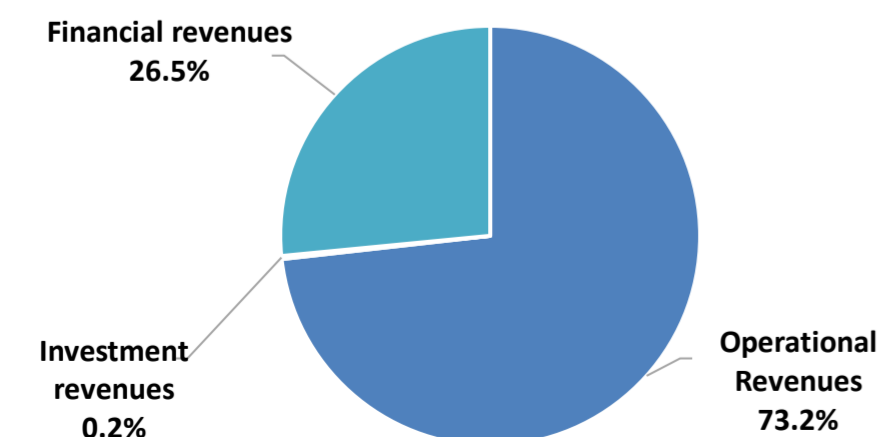


The structure of rectified economic expenditure  
895,584.3

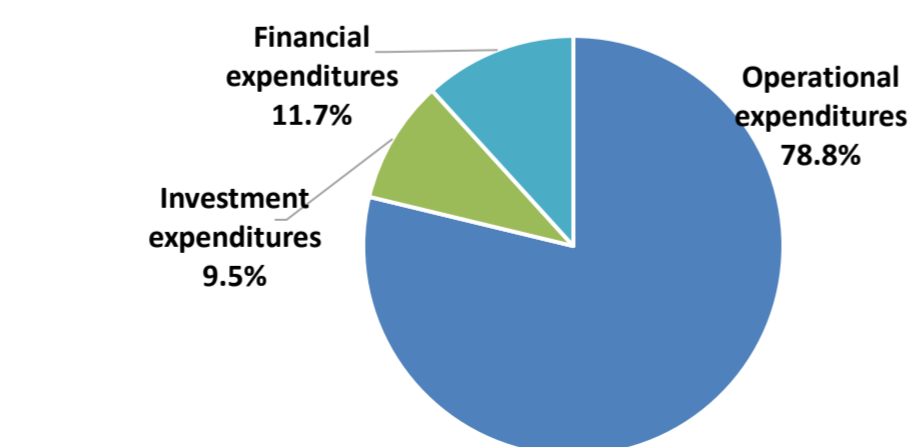


Note: The vertical axis reflects the components of the income/expenses detailed in the revenues/expenses statement;

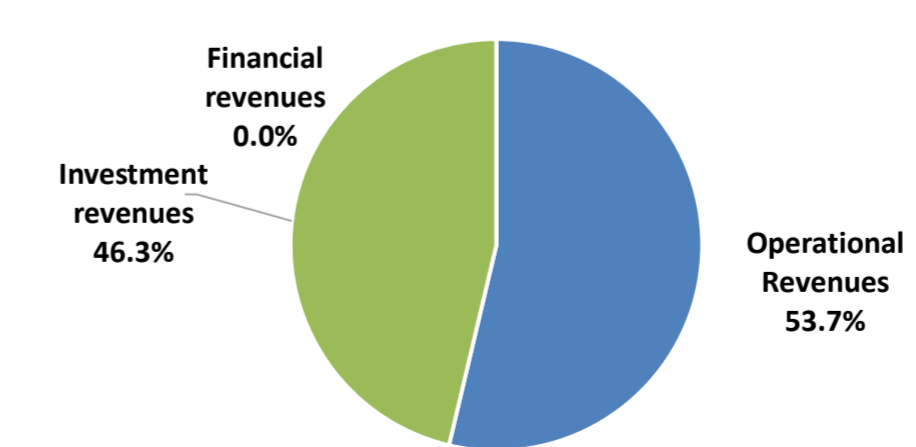
Collected revenues at Q1 2023



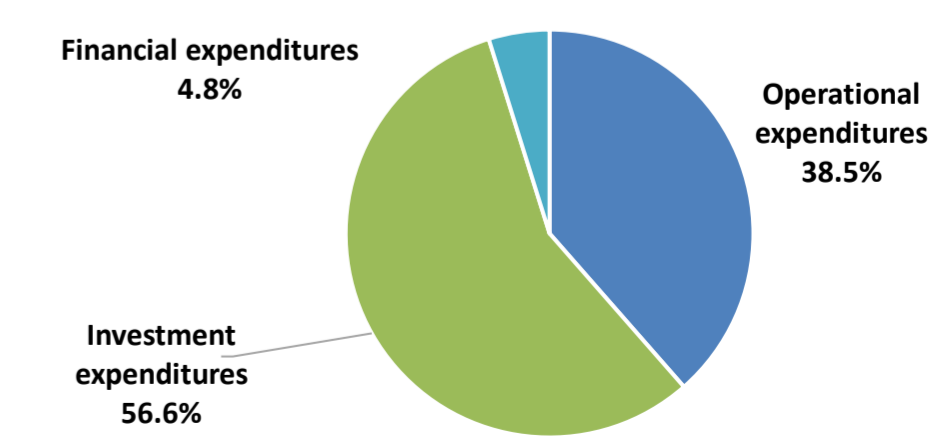
Performed expenditures at Q1 2023



Planned revenues at Q1 2023



Planned expenditures at Q1 2023



## Table of contents Section II



### Section II: Budgetary revenues

- The situation of the revenues collected at 31.03.2023
- The variation of the performed revenues at Q1 2023 compared to Q1 2022
- Budgetary provisions: the achievement degree of the revenues at Q1 2023
- Revenues ratios

# The situation of the revenues collected

at 31.03.2023

'000 RON



Line	Summary of the main revenues	2023				2022									
		Initial 2023	% /TR	Initial at Q1	% /TR	Rectified at Q1	% /TR	Execution at Q1	% /TR	Initial 2022	% /TR	Initial at Q1	% /TR	Execution at Q1	% /TR
1	<b>Total revenues</b>	<b>1,892,291.5</b>		<b>834,280.3</b>		<b>895,584.3</b>		<b>750,235.2</b>		<b>1,388,198.0</b>		<b>438,086.8</b>		<b>444,264.1</b>	
2	<b>Own revenues, out of which</b>	<b>1,193,282.0</b>	63.1%	<b>417,523.2</b>	50.0%	<b>419,065.2</b>	46.8%	<b>489,985.6</b>	65.3%	<b>1,025,381.0</b>	73.9%	<b>350,406.0</b>	80.0%	<b>378,731.0</b>	85.2%
3	Quotas and amounts deducted from the income tax	881,282.0	46.6%	220,445.2	26.4%	220,445.2	24.6%	285,136.8	38.0%	739,660.0	53.3%	184,915.0	42.2%	192,357.8	43.3%
4	Capital revenues	5.0	0.0%	1.0	0.0%	1.0	0.0%	1.2	0.0%	20.0	0.0%	5.0	0.0%	1.5	0.0%
5	Revenues from concessions and rents	1,000.0	0.1%	250.0	0.0%	250.0	0.0%	128.4	0.0%	2,000.0	0.1%	600.0	0.1%	389.1	0.1%
6	Payments from net profit of self-governing administration	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	Revenues from dividends	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8	Tax on revenues from the transfer of real estate from the private patrimony	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9	Tax on buildings from the population	37,000.0	2.0%	26,000.0	3.1%	26,000.0	2.9%	27,794.3	3.7%	36,000.0	2.6%	24,000.0	5.5%	25,822.8	5.8%
10	Tax on land from the population	4,600.0	0.2%	2,500.0	0.3%	2,500.0	0.3%	3,342.6	0.4%	4,500.0	0.3%	2,500.0	0.6%	2,981.1	0.7%
11	Taxes on the means of conveyance owned by population	25,000.0	1.3%	16,000.0	1.9%	16,000.0	1.8%	15,062.0	2.0%	22,500.0	1.6%	13,500.0	3.1%	15,001.2	3.4%
12	Tax on buildings from legal entities	125,000.0	6.6%	95,000.0	11.4%	95,000.0	10.6%	99,736.3	13.3%	123,000.0	8.9%	85,000.0	19.4%	91,364.1	20.6%
13	Tax on land from legal entities	13,000.0	0.7%	8,000.0	1.0%	8,000.0	0.9%	7,973.5	1.1%	11,500.0	0.8%	7,000.0	1.6%	7,837.8	1.8%
14	Taxes on the means of conveyance owned by legal entities	20,000.0	1.1%	10,000.0	1.2%	10,000.0	1.1%	8,894.1	1.2%	15,000.0	1.1%	7,500.0	1.7%	8,752.2	2.0%
15	Fees and charges for the issuance of licences and authorisations of functioning	13,000.0	0.7%	4,000.0	0.5%	4,000.0	0.4%	2,295.8	0.3%	10,000.0	0.7%	2,500.0	0.6%	1,076.4	0.2%
16	Stamp duties, for notary work and other stamp duties	12,608.0	0.7%	4,000.0	0.5%	4,000.0	0.4%	5,543.8	0.7%	13,500.0	1.0%	4,000.0	0.9%	2,824.7	0.6%
17	Extrajudicial stamp duties	30.0	0.0%	6.0	0.0%	6.0	0.0%	14.0	0.0%	30.0	0.0%	10.0	0.0%	5.7	0.0%
18	Revenues from fines and other legal sanctions	19,000.0	1.0%	6,000.0	0.7%	6,000.0	0.7%	4,784.6	0.6%	15,000.0	1.1%	4,000.0	0.9%	4,784.4	1.1%
19	Other own revenues	41,757.0	2.2%	25,321.0	3.0%	26,863.0	3.0%	29,278.2	3.9%	32,671.0	2.4%	14,876.0	3.4%	25,532.2	5.7%
20	Sums deducted from the VAT for the local budgets	<b>135,698.0</b>	7.2%	<b>35,774.0</b>	4.3%	<b>58,946.0</b>	6.6%	<b>58,946.0</b>	7.9%	<b>139,674.0</b>	10.1%	<b>31,894.0</b>	7.3%	<b>16,802.6</b>	3.8%
21	Donations and sponsorships	209.0	0.0%	209.0	0.0%	233.0	0.0%	232.6	0.0%	-	-	-	-	-	-
22	Subsidies received from the State Budget	<b>364,677.2</b>	19.3%	<b>295,915.2</b>	35.5%	<b>295,963.2</b>	33.0%	<b>1,495.8</b>	0.2%	<b>16,006.0</b>	1.2%	<b>4,002.0</b>	0.9%	<b>440.9</b>	0.1%
22.1	capital	363,747.2	19.2%	295,747.2	35.4%	295,803.2	33.0%	1,278.0	0.2%	15,306.0	1.1%	3,827.0	0.9%	302.2	0.1%
22.2	current	930.0	0.0%	168.0	0.0%	160.0	0.0%	217.8	0.0%	700.0	0.1%	175.0	0.0%	138.8	0.0%
23	Sums received from the EU for the made payments	<b>195,877.3</b>	10.4%	<b>82,311.0</b>	9.9%	<b>118,829.0</b>	13.3%	<b>498.8</b>	0.1%	<b>207,137.0</b>	14.9%	<b>51,784.7</b>	11.8%	<b>1,785.5</b>	0.4%
24	Other revenues	<b>2,548.0</b>	0.1%	<b>2,548.0</b>	0.3%	<b>2,548.0</b>	0.3%	<b>199,076.4</b>	26.5%	-	-	-	-	<b>46,504.0</b>	10.5%
			% /TR		% /TR		% /TR		% /TR		% /TR		% /TR		% /TR
<b>Operational Revenues</b>		<b>1,332,662.0</b>	<b>70.4%</b>	<b>456,221.2</b>	<b>54.7%</b>	<b>480,951.2</b>	<b>53.7%</b>	<b>549,380.7</b>	<b>73.2%</b>	<b>1,165,735.0</b>	<b>84.0%</b>	<b>382,470.0</b>	<b>87.3%</b>	<b>395,670.9</b>	<b>89.1%</b>
<b>Investment revenues</b>		<b>559,629.5</b>	<b>29.6%</b>	<b>378,059.1</b>	<b>45.3%</b>	<b>414,633.1</b>	<b>46.3%</b>	<b>1,778.1</b>	<b>0.2%</b>	<b>222,463.0</b>	<b>16.0%</b>	<b>55,616.7</b>	<b>12.7%</b>	<b>2,089.2</b>	<b>0.5%</b>
<b>Financial revenues</b>		-	-	-	-	-	-	<b>199,076.4</b>	<b>26.5%</b>	-	-	-	-	<b>46,504.0</b>	<b>10.5%</b>
<b>Total Revenues of the Operating Section</b>		<b>1,124,484.0</b>	<b>59.4%</b>	<b>353,858.2</b>	<b>42.4%</b>	<b>378,588.2</b>	<b>42.3%</b>	<b>543,971.6</b>	<b>72.5%</b>	<b>1,007,943.0</b>	<b>72.6%</b>	<b>343,753.3</b>	<b>78.5%</b>	<b>389,594.2</b>	<b>87.7%</b>
<b>Total Revenues of the Development Section</b>		<b>767,807.5</b>	<b>40.6%</b>	<b>480,422.1</b>	<b>57.6%</b>	<b>516,996.1</b>	<b>57.7%</b>	<b>206,263.6</b>	<b>27.5%</b>	<b>380,255.0</b>	<b>27.4%</b>	<b>94,333.5</b>	<b>21.5%</b>	<b>54,669.8</b>	<b>12.3%</b>
<b>Previous surplus</b>		-	-	-	-	-	-	<b>199,076.4</b>	-	-	-	-	-	<b>46,504.0</b>	-
<b>Total Revenues of the period (without previous surplus)</b>		<b>1,892,291.5</b>		<b>834,280.3</b>		<b>895,584.3</b>		<b>551,158.8</b>		<b>1,388,198.0</b>		<b>438,086.8</b>		<b>397,760.1</b>	

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

\*\*) In Q1 2022 the revenues and expenditures budget was not revised.

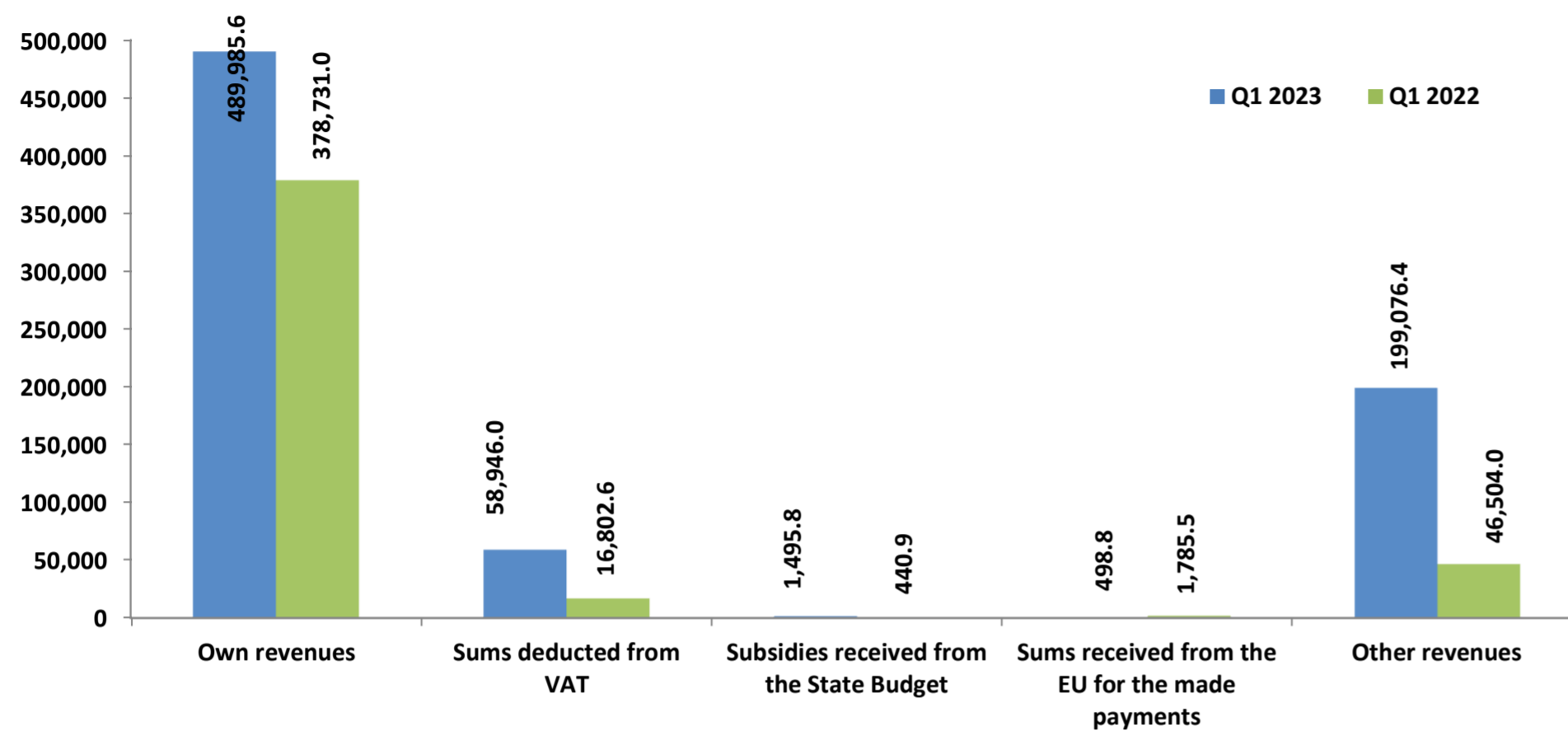
<b>Revenues from tax on property</b>		<b>224,600.0</b>	11.9%	<b>157,500.0</b>	18.9%	<b>157,500.0</b>	17.6%	<b>162,802.8</b>	21.7%	<b>212,500.0</b>	15.3%	<b>139,500.0</b>	31.8%	<b>151,759.2</b>	34.2%
9 + 12	Taxes and duties on buildings	162,000.0	8.6%	121,000.0	14.5%	121,000.0	13.5%	127,530.6	17.0%	159,000.0	11.5%	109,000.0	24.9%	117,186.9	26.4%
10 + 13	Tax and duties on land	17,600.0	0.9%	10,500.0	1.3%	10,500.0	1.2%	11,316.1	1.5%	16,000.0	1.2%	9,500.0	2.2%	10,818.9	2.4%
11 + 14	Taxes on the means of conveyance	45,000.0	2.4%	26,000.0	3.1%	26,000.0	2.9%	23,956.1	3.2%	37,500.0	2.7%	21,000.0	4.8%	23,753.4	5.3%
	Tax on property from the population	66,600.0	3.5%	44,500.0	5.3%	44,500.0	5.0%	46,198.9	6.2%	63,000.0	4.5%	40,000.0	9.1%	43,805.1	9.9%
	Tax on property from the legal entities	158,000.0	8.3%	113,000.0	13.5%	113,000.0	12.6%	116,603.9	15.5%	149,500.0	10.8%	99,500.0	22.7%	107,954.2	24.3%

# The variation of the performed revenues at Q1 2023 compared to Q1 2022

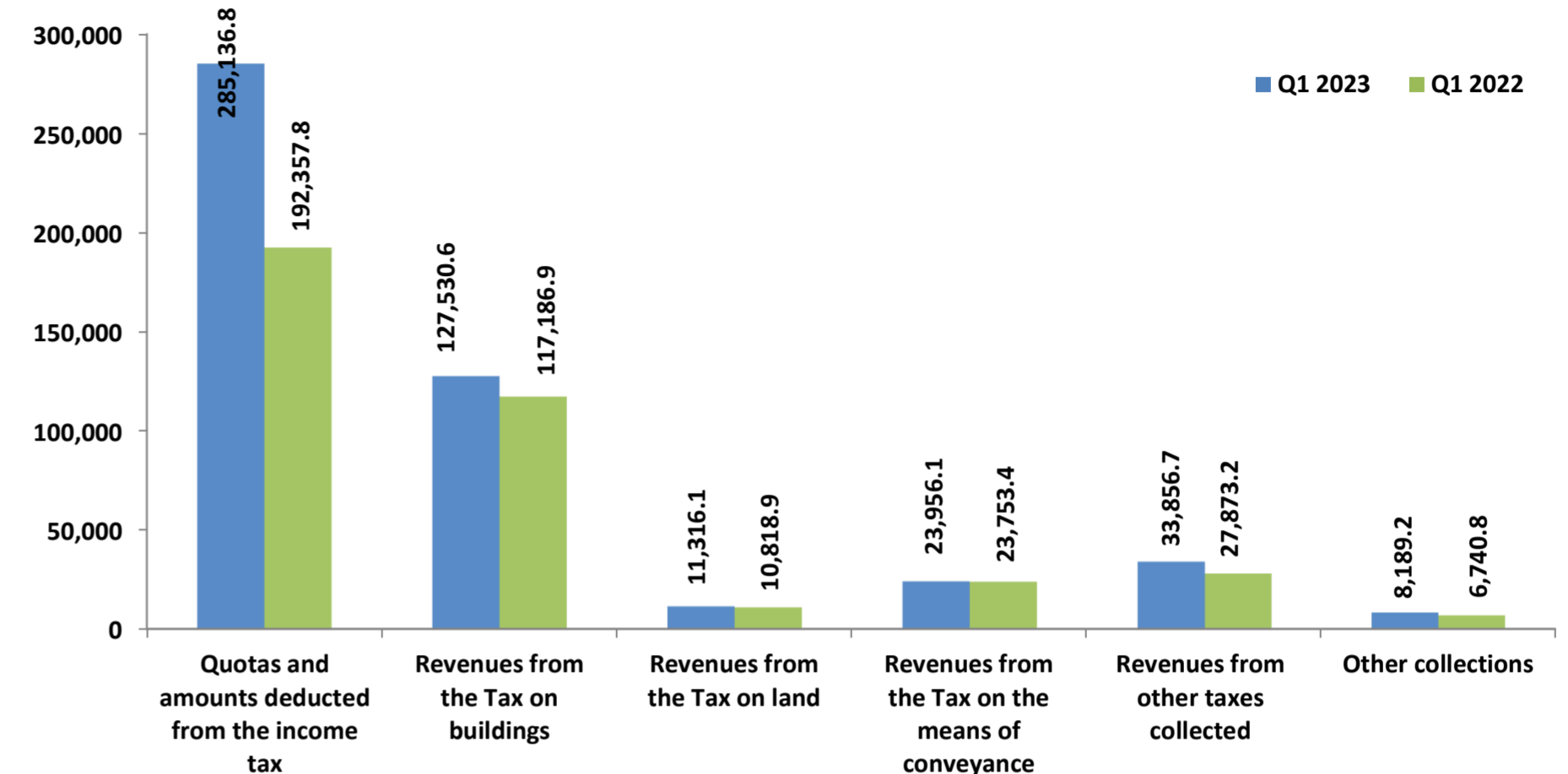
'000 RON



Total revenues variation



Own revenues variation



↑ The **revenues collected to the local budget** are increasing by 38.6% (RON 153,398.7 th), up to the level of RON 551,158.8 th. If considering the Sums used from the previous surplus (amounting to RON 46.504 th in Q1 2023 and RON 199.076,4 th in Q1 2022), the total revenues show an increase of RON 305.971,1 th (+68.9%) compared to those recorded in the similar period of the prior year.

- ↑ Within **Own revenues**, an increase of 29.4% is observed, respectively by RON 111,254.6 th.
- ↑ In the group of **Other revenues** are recorded earnings at the level of RON 199,076.4 th, fully represented by the Sums from the local budget surplus used for financing the development expenditures, their value being RON 46.504 th in the first quarter of last year.
- ↑ The **Sums deducted from VAT** are going up by RON 42,143.4 th (+250.8%). This increase comes from those amounts allocated for funding decentralized expenses at the level of communes, towns, municipalities, districts and the Municipality of Bucharest (+RON 31.826,4 th, +189.4%) and for financing the private and confessional education amounting RON 9.466 th in Q1 2023, which had no values in the first quarter of the previous year.
- ↑ The **Subsidies received from the State Budget** increase by RON 1,054.8 th (+239.2%), the influences being observed mostly at the level of the capital ones, respectively by the registration of Subsidies for the thermal rehabilitation for housing buildings amounting RON 1,212.4 th (without values in Q1 2022), corroborated with the decreasing values for Subsidies received from the state budget to local budgets necessary for the development of projects financed from non-reimbursable external funds (NEF) post-accession, related to the 2014-2020 financial framework (-RON 236.6 th).
- ↑ **Donations and sponsorships**, collected in Q1 2023, these revenues amount to RON 232,6 th compared to the absence of these income in the same period of the previous year.
- ↓ Also, the **Sums received from the EU for the made payments**, decreased by RON 1,286.7 th, entirely at the level of the financial framework 2014-2020, with influences from European Regional Development Fund (without amounts in Q1 2023, but registering RON 1,041 th in Q1 2022).

↑ **Own revenues** reach the value of RON 489,985.6 th during the period subject to reporting, and the most important influences that determine the increase of the group are found at the level of the following categories of income:

- ↑ **Quotas and amounts deducted from the income tax**, with an increase of RON 92,779 th (+48.2%). It is noted the Sums allocated from the quotas deducted from income tax to balance the local budgets, which represent the totality of the revenues from this group at Q1 2023.
- ↑ **Revenues from the tax on property**, with an increase of RON 11,043.6 th, mostly due to the amounts collected from legal entities (+RON 8,649.7 th, +8%), those from the population registering a less accelerated increase (+RON 2,393.9 th, +5.5%). The significant increase of these taxes is determined by the level of taxes and duties on buildings (+RON 10,343.7 th, +8.8%);
- ↑ **Revenues from other taxes collected**, with an increase of RON 5,983.5 th (+21.5%), mainly determined by Stamp duties, for notary work and other stamp duties (+RON 2,719.1 th, +96.3%), Other duties and fees (+RON 1,766.4 th, +8%) and Fees and charges for the issuance of licenses and authorizations of functioning (+RON 1,219.3 th, +113.3%);
- ↑ **Other collections**, with an increase of RON 1,448.5 th (+21.5%) and major influences from Other revenues (+RON 1,963.4 th), corroborated with the decreasing of the Revenues from property (-RON 863 th) and of the Revenues from services and other activities (+RON 340.5 th).

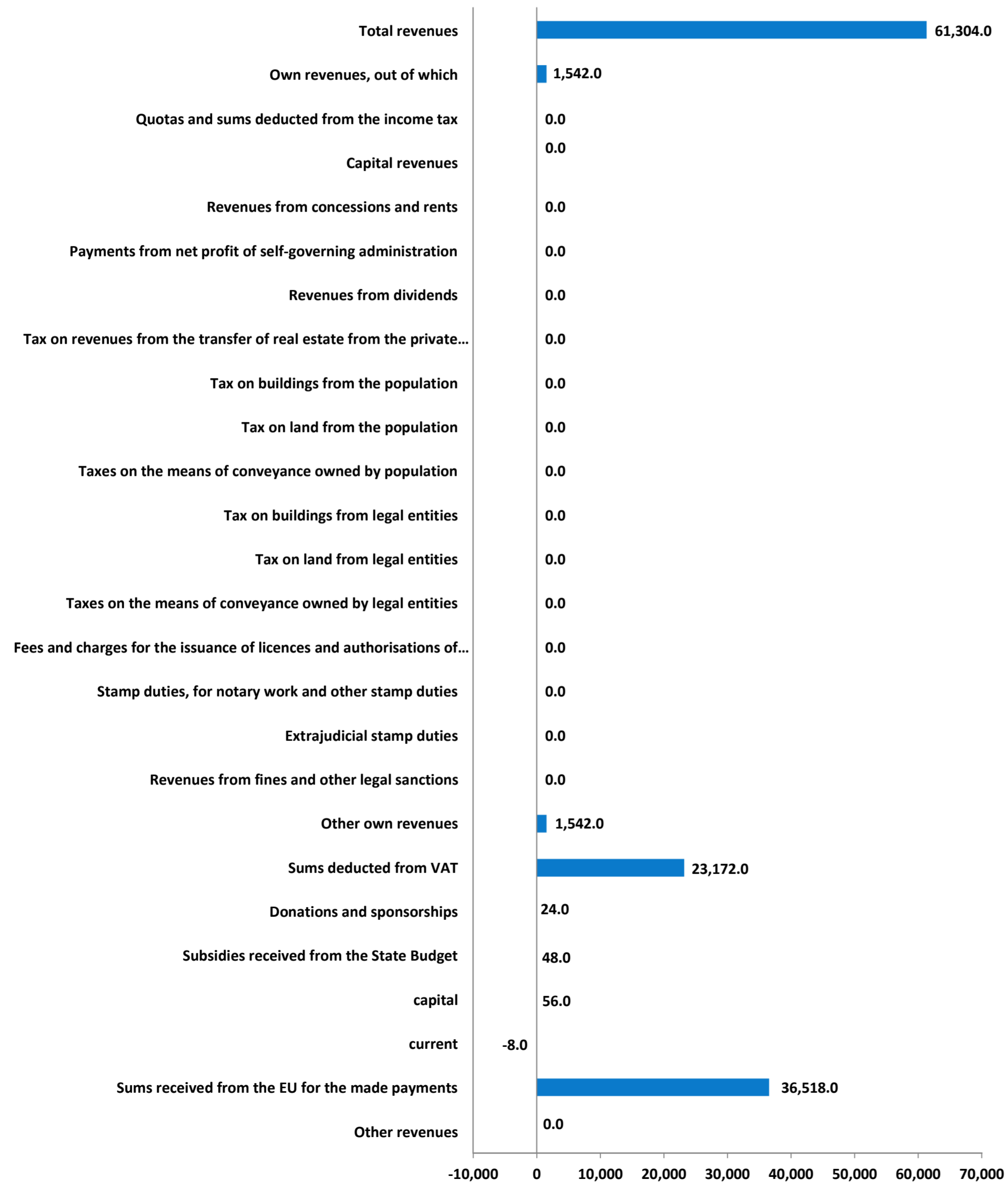
# Budgetary provisions

Achievement degree of the revenues at Q1 2023

'000 RON



## Budgetary rectification, as compared to the initial provisions



The final provisions for the first three months of 2023 (approved by LCD no. 50/20.03.2023) estimate an increase in collected revenues by RON 61.304 th (+7.3%) compared to the amount included in the initial budget.

- For **Investment revenues**, the revised provisions in Q1 2023 are increased by RON 36,574 th compared to the initial ones, particularly due to the inclusion of higher values for Sums received from the EU for the made payments, amounting to RON 36,518 th above the initial provisions. This increase is offset by a decrease in provisions for the European Social Fund (-RON 28,671 th) and the inclusion of final provisions amounting to RON 65,189 th for programs funded from the Cohesion Fund.
- For **Operational revenues**, were increased the final provisions by RON 24,730 th (+5.4%), as follows:
  - The amounts allocated from the Sums deducted from VAT were estimated in the revised budget at RON 58,946 th, which is 35.1% above the initial provisions (+RON 23,172 th), mainly for the funding of decentralized expenses at the level of the Sums deducted from VAT for financing the expenditures of villages, communes, towns and the municipality of Bucharest (+RON 13,706 th), followed by the inclusion of final provisions in the amount of RON 9,446 th the Amounts deducted from the VAT for financing the private and confessional education (without such provisions in the initial budget).
  - The final budget provided Payments from revenues and/or availabilities for public institutions amounting to RON 1,542 th (without initial provisions).
  - At the level of the Donations and sponsorships the final provisions increased by RON 24 th, while the value of Subsidies from the state budget increased by RON 48 th.

The annual revenues estimated in the latest budget revision in Q1 2023 are by RON 135,148.1 th (+7.1%) higher than the level planned at the beginning of the year. The dynamics are reflected as follows:

- For **Operational revenues**, an increase of RON 88,010 th (+6.6%) is projected for 2023, reaching a total of RON 1,420,672 th, with the following changes:
  - An increase in final provisions for amounts allocated from the Sums deducted from the VAT by RON 85,166 th (+68.2%).
  - Other rights for disability and adoption provided in the final budget with an additional RON 1,208 th RON, amounting RON 2,108 th.
  - The inclusion of the value of RON 1,542 th for Payments from revenues and/or availabilities for public institutions (without initial budget provisions).
- For **Investment revenues** in 2023, the budget revision approved by LCD no. 50/20.03.2023 foresaw an increase of RON 47,138.1 th (+8.4%), as follows:
  - Decrease at the level of Sums received from the EU for the made payments for programs funded by the European Social Fund (-RON 86,014 th), but inclusion of final annual provisions amounting to RON 130,378 th for programs funded from the Cohesion Fund.
  - Within Capital subsidies, the final budget provisions exceed the initial ones by RON 2,774.1 th, primarily for allocations from PNRR related to loan components.

## Budgetary provisions

Achievement degree of the revenues at Q1 2023

'000 RON



### Achievement degree compared to the final provisions

- The total revenues collected to the local budget at the end of the reporting period are by RON 344.425,5 th below the level of the budget provisions, marking an achievement degree of 61.5%. If considering the amounts from the surplus of the local budget used to finance the expenses of the development section, amounting to RON 199.076,4 th, the level of revenues collected in Q1 2023 is by RON 145.349,1 th below the final budget provisions (an execution rate of 83.8%).
- **Investment revenues** are with RON 412,855.1 th below the estimated level (execution degree of 0.4%), respectively with a dynamic determined by:
  - Capital subsidies, lower by RON 294,525.1 th (-99.6%) compared to the budgetary provisions, influences coming from the Allocations of PNRR amounts related to loan component (without sums recorded in Q1 2023, but provided for in the amount of RON 160,135 th in the final budget), Allocations of PNRR amounts related to non-reimbursable financial assistance (amounting to RON 99,792.9 th in the revised budget, but without values collected in the first quarter of the analyzed year), followed by Subsidies from the state budget to local budgets for the "Anghel Saligny" National Investment Program (estimated at RON 33,000 th, without values in Q1 2023).
  - Sums received from the EU for the made payments, lower by RON 118,330.2 th (achievement degree of 0.4%). This decrease is influenced by the lack of revenues related to the Cohesion Fund (with a planned value of RON 65.189 th), followed by collections by 99.1% below the provisions for the European Social Fund (- RON 51,115.3 th), as well as for Other community programs financed during the period 2014-2020 (- RON 2,025.8 th).
  - At the level of the Subsidies received from other administrations, were not registered Subsidies received in the base of partnership or association contracts, for the development section, included in the final budget amounting RON 2,548 th.
- The **Financial revenues** register the value of RON 199,076.4 th, fully represented by the Sums from the local budget surplus used for financing the development expenditures.
- The **Operational revenues** are with RON 68,429.4 th above the level estimated in the budget, with an achievement degree of 114.2%. The structure of the budget execution is influenced in the analyzed interval by the following categories of revenues:
  - Quotas and amounts deducted from the income tax, collected by RON 64,691.6 th above the included provisions in the budget (+29.3%), entirely at the level of the Sums allocated from the quotas deducted from income tax to balance the local budgets;
  - Revenues from the tax on property, being by RON 5,302.8 th (+8.8%) above the estimated level, with a dynamic determined by the amounts collected from legal entities (+RON 3,603.9 th, +3.2%), respectively significant influences from taxes and duties on buildings (+RON 6,530.6 th, +5.4%), corroborated with the decreasing sums from the Taxes on the means of conveyance (-RON 2,043.9 th);
  - Other taxes collected to the local budget higher by RON 2,038.7 th compared with the final provisions (+6.4%), taking into consideration the collections for: Stamp duties, for notary work and other stamp duties (+RON 1,543.8 th), Other taxes and duties (+RON 1,858.1 th) and Fees and charges for the issuance of functioning licenses and authorizations (- RON 1,704.2 th).
  - Other collections lower by RON 1,112.8 th (-12%) as compared to the provisions, considering, mainly, the sums under the budgeted amounts for Fines, penalties and confiscations (-RON 1,209.7 th, execution degree of 79.8%).



# Revenues ratios

at Q1 2023, as compared to Q1 2022

'000 RON



Ratios	Q1 2023	Q1 2022
<b>Revenues from tax on property</b>	<b>162,802.8</b>	<b>151,759.2</b>
Revenues per Capita*	409.2	381.5
The revenue weight in the total revenues	21.7%	34.2%
<b>Tax own revenues</b>	<b>481,770.4</b>	<b>371,976.5</b>
Revenues per Capita*	1,210.9	935.0
The revenue weight in the total revenues	64.2%	83.7%
<b>Total current revenues (autonomous)</b>	<b>549,162.9</b>	<b>395,532.1</b>
Revenues per Capita*	1,380.3	994.2
The revenue weight in the total revenues	73.2%	89.0%
<b>Operational revenues</b>	<b>549,380.7</b>	<b>395,670.9</b>
Revenues per Capita*	1,380.9	994.5
The revenue weight in the total revenues	73.2%	89.1%
<b>Investment revenues</b>	<b>1,778.1</b>	<b>2,089.2</b>
Revenues per Capita*	4.5	5.3
The revenue weight in the total revenues	0.2%	0.5%
<b>Total revenues per Capita*</b>	<b>500.4</b>	<b>1,116.7</b>
<b>Own revenues per capita*</b>	<b>1,231.6</b>	<b>952.0</b>
<b>The level of financing from the own revenues</b>	<b>65.3%</b>	<b>85.2%</b>
<b>The degree of self-financing</b>	<b>65.3%</b>	<b>85.2%</b>
<b>The degree of dependency of the local budget compared to the state budget</b>	<b>46.1%</b>	<b>47.2%</b>
<b>The degree of decisional autonomy</b>	<b>65.4%</b>	<b>85.2%</b>
<b>The degree of achievement of the revenues from the initial budget</b>	<b>89.9%</b>	<b>101.4%</b>
<b>The degree of achievement of the revenues from the final budget</b>	<b>83.8%</b>	<b>101.4%</b>
<b>The degree of achievement of the own revenues from the initial budget</b>	<b>117.4%</b>	<b>108.1%</b>
<b>The degree of achievement of the own revenues from the final budget</b>	<b>116.9%</b>	<b>108.1%</b>
<b>The degree of achievement of the property taxes from the initial budget</b>	<b>103.4%</b>	<b>108.8%</b>
<b>The degree of achievement of the property taxes from the final budget</b>	<b>103.4%</b>	<b>108.8%</b>
<b>The annual estimate from the local tax revenues (maximum probability)</b>	<b>273,102.2</b>	<b>285,109.1</b>
<b>The annual estimate from the local tax revenues (final budget)</b>	<b>286,110.0</b>	<b>263,859.0</b>
<b>The degree of achievement of the annual estimate from the local tax revenues</b>	<b>104.8%</b>	<b>92.5%</b>
<b>The collection degree from the initial budget of the revenues from:</b>	<b>117.6%</b>	<b>108.0%</b>
Quotas deducted from the income tax	0.0%	0.0%
Taxes on buildings from the population	106.9%	107.6%
Taxes on land from the population	133.7%	119.2%
Taxes on the means of conveyance from the population	94.1%	111.1%
Taxes on buildings from legal entities	105.0%	107.5%
Taxes on land from legal entities	99.7%	112.0%
Capita,	<b>397,847</b>	<b>397,847</b>
as of:	01-01-22	01-01-21

↑ The **Revenues from the tax on property** are up by RON 11,043.6 th (+7.3%), due to the increase in taxes and duties on buildings (+RON 10,343.7 th, +8.8%), especially at the level of the legal entities (+RON 8,372.2 th).

↑ The **Own tax revenues** are higher by RON 109,793.8 th, mainly as a result of:

↑ Increase of the Quotas and amounts deducted from the income tax by RON 92,779 th (+48.2%);

↑ Increase in Revenues from the tax on property.

↑ A higher level of Revenues from other taxes collected, with an increase of RON 5,983.5 th (+21.5%), mainly determined by Stamp duties, for notary work and other stamp duties (+RON 2,719.1 th), Other taxes and duties (+RON 1,766.4 th) and Fees and charges for the issuance of licenses and authorizations of functioning (+RON 1,219.3 th);

↑ The **Total current (autonomous) revenues** register a level with RON 153,630.8 th (+38.8%) higher, as a result of:

↑ Tax revenues, up by RON 151,937.2 th (+39.1%), with influences from Own tax revenues and Sums deducted from VAT (+RON 42,143.4 th, +250.8%);

↑ Non-tax revenues, higher by RON 1,693.6 th (+25.1%), mainly due to the amounts from the Sales of goods and services (+RON 2,556.6 th, +44.7%) and Revenues from property (-RON 863 th, -83.6%).

↑ The **Operational revenues** collected in the analyzed period are by RON 153,709.8 th (+38.8%) higher, the evolution being mainly determined by the increase in Current revenues (+RON 153,630.8 th).

↓ The **Investment revenues** register a value with RON 311.1 th lower (-14.9%). These revenues are determined by the decrease of the Sums received from the UE for the payments performed (-RON 1,286.7 th), corroborated with the increase of the Capital subsidies (+RON 975,9 th, +323%).

\*The ratios calculated per Capita are presented in RON

## Table of contents Section III



### Section III: Budgetary expenditures (functional classification)

- The situation of the expenditures performed at 31.03.2023
- The variation of the performed expenditures at Q1 2023 vs. Q1 2022
- Budgetary provisions: the achievement degree of the expenditures at Q1 2023



'000 RON

# The situation of the expenditures incurred at 31.03.2023

Line	Expenditures	2023				2022									
		Initial 2023	% /TP	Initial at Q1	% /TP	Rectified at Q1	% /TP	Execution at Q1	% /TP	Initial 2022	% /TP	Initial at Q1	% /TP	Execution at Q1	% /TP
<b>Functional classification</b>		<b>1,892,291.5</b>		<b>834,280.3</b>		<b>895,584.3</b>		<b>750,235.2</b>		<b>1,388,198.0</b>		<b>438,086.8</b>		<b>444,264.1</b>	
1	Public authorities and external actions	290,997.2	13.9%	134,663.5	15.7%	137,390.5	14.5%	28,379.6	12.0%	240,962.0	16.8%	103,717.0	24.0%	19,195.7	11.4%
2	Transactions regarding the public debt (interests and commissions)	94,001.0	4.5%	28,126.0	3.3%	28,126.0	3.0%	15,674.2	6.6%	36,401.0	2.5%	10,901.0	2.5%	8,407.2	5.0%
3	Education	325,157.8	15.5%	168,445.8	19.6%	189,499.8	20.0%	28,798.3	12.2%	223,573.0	15.6%	86,176.0	20.0%	21,587.7	12.8%
4	Health	6,061.0	0.3%	660.0	0.1%	1,010.0	0.1%	1.5	0.0%	5,036.0	0.4%	565.0	0.1%	28.7	0.0%
5	Culture, recreation and religion	198,864.0	9.5%	52,379.0	6.1%	58,303.0	6.1%	23,785.7	10.1%	129,329.0	9.0%	33,508.0	7.8%	17,300.0	10.2%
6	Insurance and social assistance	319,374.0	15.3%	150,168.0	17.5%	152,547.0	16.1%	67,862.2	28.7%	280,937.0	19.6%	92,075.0	21.3%	57,728.4	34.1%
7	Housing, public service and development	310,866.1	14.9%	130,090.0	15.1%	114,022.0	12.0%	24,470.1	10.4%	183,906.0	12.8%	20,561.0	4.8%	12,817.5	7.6%
8	Environment protection	293,658.8	14.0%	104,523.0	12.2%	175,635.0	18.5%	24,778.1	10.5%	119,411.0	8.3%	40,410.0	9.4%	13,644.0	8.1%
9	Fuel and power	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	Transport	179,880.0	8.6%	68,185.0	7.9%	69,981.0	7.4%	9,084.8	3.8%	146,473.0	10.2%	22,965.0	5.3%	5,646.2	3.3%
11	Other expenditures	72,508.0	3.5%	22,040.0	2.6%	22,643.0	2.4%	13,468.7	5.7%	68,674.0	4.8%	20,733.0	4.8%	12,744.5	7.5%
12	Reserves, Surplus / Deficit	- 199,076.4		- 25,000.0		- 53,573.0		513,931.9		- 46,504.0		6,475.8		275,164.3	
<b>Economic classification</b>		<b>1,892,291.5</b>		<b>834,280.3</b>		<b>895,584.3</b>		<b>750,235.2</b>		<b>1,388,198.0</b>		<b>438,086.8</b>		<b>444,264.1</b>	
1	Staff costs	282,700.0	13.5%	103,981.0	12.1%	101,671.0	10.7%	59,229.5	25.1%	232,234.0	16.2%	69,041.0	16.0%	48,791.1	28.9%
1.1	without those for Education and Insurance and social assistance	105,685.0	5.1%	38,622.0	4.5%	38,854.0	4.1%	21,834.7	9.2%	93,984.0	6.6%	27,114.0	6.3%	18,450.5	10.9%
2	Social assistance	113,275.0	5.4%	49,189.0	5.7%	49,383.0	5.2%	25,044.6	10.6%	89,645.0	6.2%	27,050.0	6.3%	20,340.7	12.0%
3	Subsidies	5,171.0	0.2%	3,171.0	0.4%	3,171.0	0.3%	1,152.8	0.5%	5,200.0	0.4%	1,500.0	0.3%	966.6	0.6%
4	Goods and services	423,584.0	20.3%	151,394.0	17.6%	160,750.0	16.9%	78,063.9	33.0%	446,963.0	31.2%	157,083.0	36.4%	52,128.2	30.8%
5	Capital expenditures	458,610.0	21.9%	167,142.0	19.5%	176,415.0	18.6%	18,006.2	7.6%	290,206.0	20.2%	55,691.0	12.9%	6,889.5	4.1%
6	Interest	94,000.0	4.5%	28,125.0	3.3%	28,125.0	3.0%	15,674.2	6.6%	36,400.0	2.5%	10,900.0	2.5%	8,406.2	5.0%
7	Loan reimbursements	82,700.0	4.0%	17,700.0	2.1%	17,700.0	1.9%	12,055.3	5.1%	72,000.0	5.0%	9,500.0	2.2%	8,993.3	5.3%
8	Current transfers	76,052.0	3.6%	26,542.0	3.1%	23,734.0	2.5%	16,441.6	7.0%	66,172.0	4.6%	18,309.0	4.2%	13,141.6	7.8%
9	Internal transfers	-	-	-	-	9,469.0	1.0%	2.2	0.0%	26,312.0	1.8%	7,741.0	1.8%	3.2	0.0%
10	Projects financed from non-reimbursable external funds	197,139.0	9.4%	150,019.3	17.5%	223,397.3	23.5%	3,353.8	1.4%	112,656.0	7.9%	48,800.0	11.3%	1,278.5	0.8%
11	Projects financed from national funds (PNRR)	227,563.9	10.9%	119,276.0	13.9%	113,535.0	12.0%	-	-	-	-	-	-	-	-
12	Other expenditures	130,573.0	6.2%	42,741.0	5.0%	41,807.0	4.4%	7,279.0	3.1%	56,914.0	4.0%	25,996.0	6.0%	8,160.9	4.8%
13	Reserves, Surplus / Deficit	- 199,076.4		- 25,000.0		- 53,573.0		513,931.9		- 46,504.0		6,475.8		275,164.3	
<b>Total payments (TP) (total expenditures performed without considering the periods' result)</b>		<b>2,091,367.9</b>		<b>859,280.3</b>		<b>949,157.3</b>		<b>236,303.2</b>		<b>1,434,702.0</b>		<b>431,611.0</b>		<b>169,099.8</b>	
<b>Operational expenditures</b>		947,783.0	45.3%	353,575.0	41.1%	365,843.0	38.5%	186,129.4	78.8%	899,539.0	62.7%	304,172.0	70.5%	143,629.2	84.9%
<b>Investment expenditures</b>		966,883.9	46.2%	459,879.3	53.5%	537,488.3	56.6%	22,444.3	9.5%	426,759.0	29.7%	107,035.0	24.8%	8,070.1	4.8%
<b>Financial expenditures</b>		176,701.0	8.4%	45,826.0	5.3%	45,826.0	4.8%	27,729.5	11.7%	108,404.0	7.6%	20,404.0	4.7%	17,400.5	10.3%
<b>Total of the Operating Section</b>		<b>1,124,484.0</b>	<b>53.8%</b>	<b>399,401.0</b>	<b>46.5%</b>	<b>411,669.0</b>	<b>43.4%</b>	<b>213,858.9</b>	<b>90.5%</b>	<b>1,007,943.0</b>	<b>70.3%</b>	<b>324,576.0</b>	<b>75.2%</b>	<b>161,029.7</b>	<b>95.2%</b>
Reserves, surplus/deficit for the operating section		-		- 45,542.8		- 33,080.8		330,112.6		- 0.0		19,177.3		228,564.5	
<b>Total of the Development Section</b>		<b>966,883.9</b>	<b>46.2%</b>	<b>459,879.3</b>	<b>53.5%</b>	<b>537,488.3</b>	<b>56.6%</b>	<b>22,444.3</b>	<b>9.5%</b>	<b>426,759.0</b>	<b>29.7%</b>	<b>107,035.0</b>	<b>24.8%</b>	<b>8,070.1</b>	<b>4.8%</b>
Reserves, surplus/deficit for the development section		- 199,076.4		20,542.8		- 20,492.2		183,819.3		- 46,504.0		- 12,701.5		46,599.8	

\*\*) In Q1 2022 the revenues and expenditures budget was not revised.

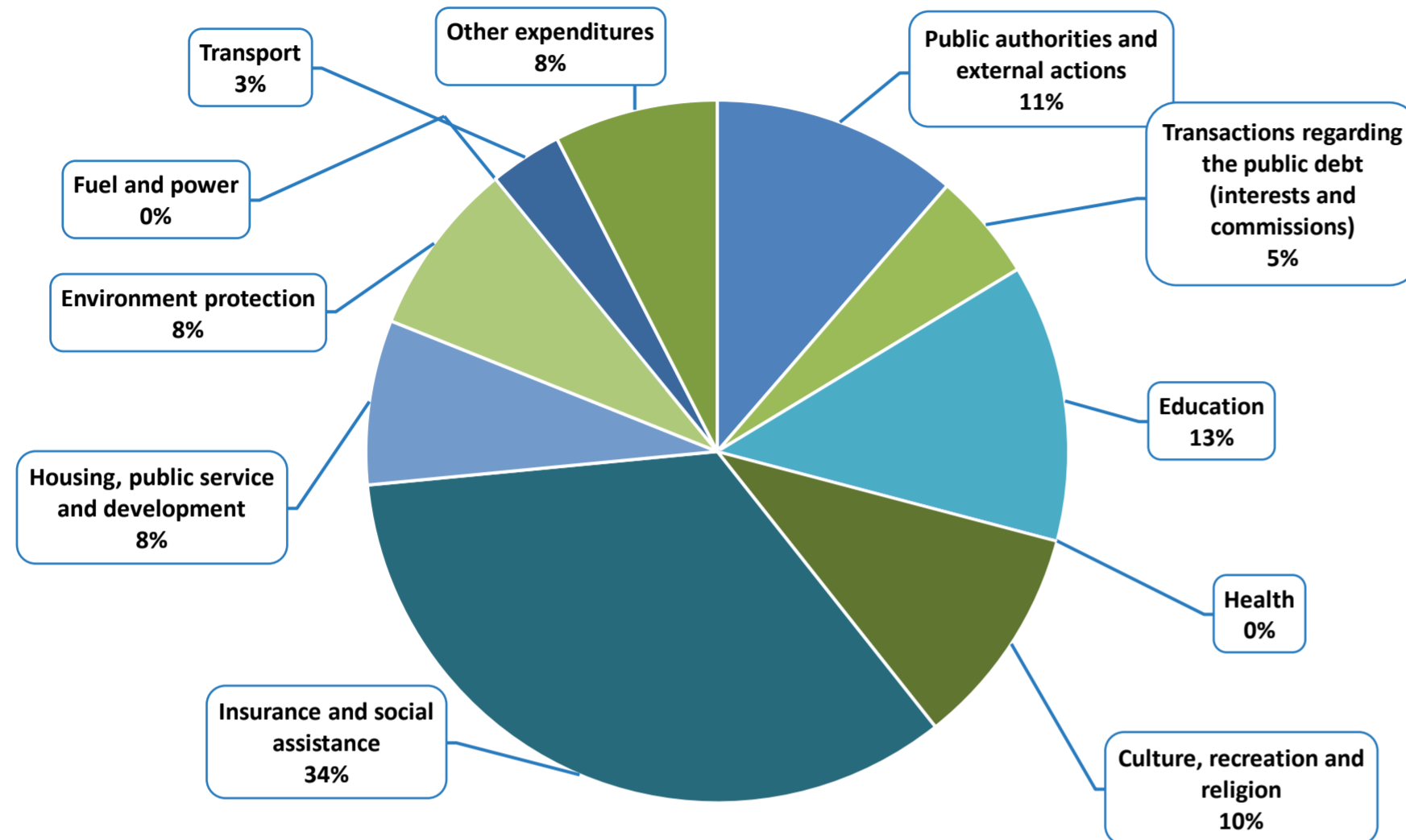
# The variation of the performed expenditures at Q1 2023 vs. Q1 2022

Functional classification

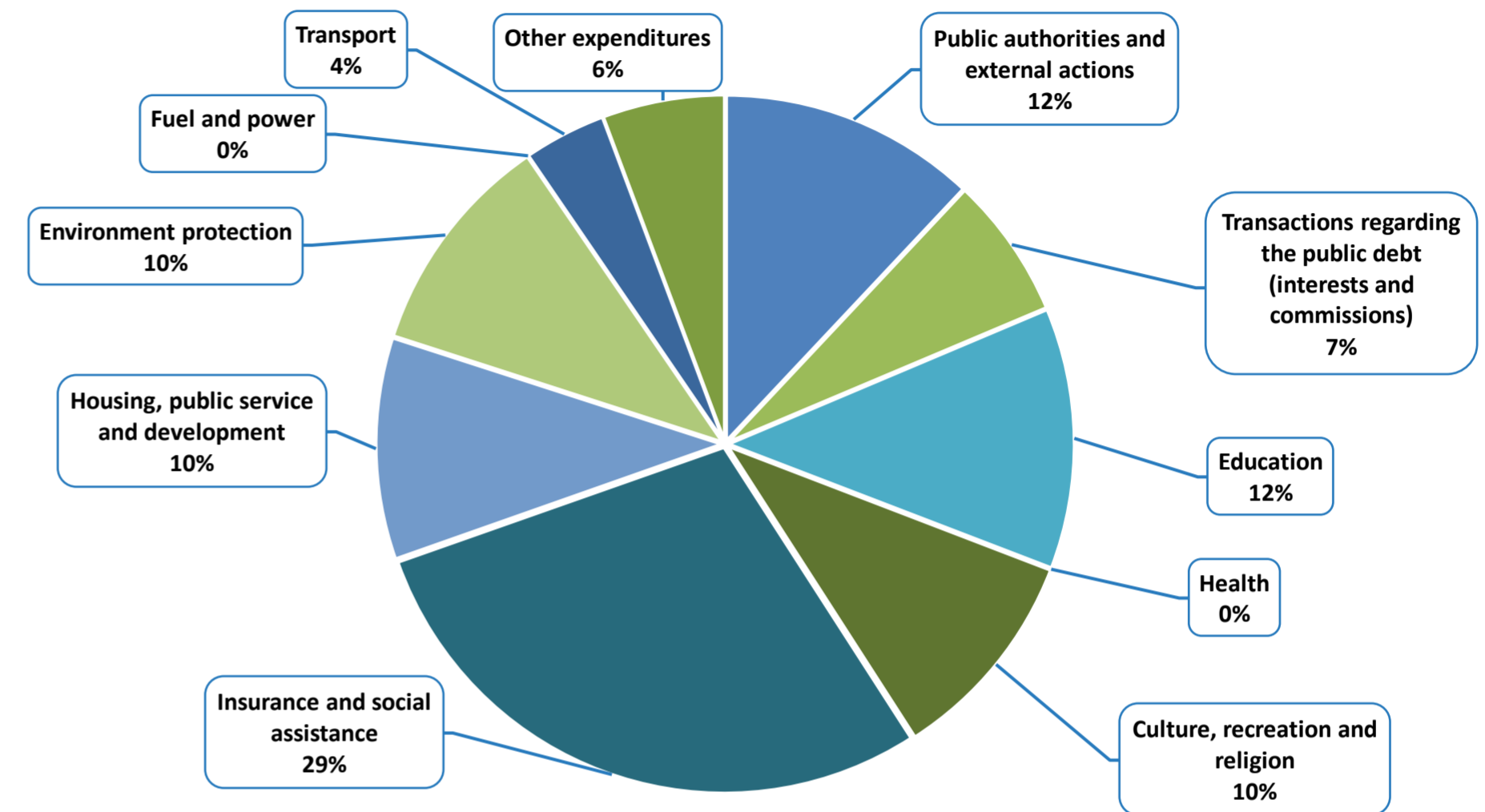
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The structure of the payments performed at Q1 2022



The structure of the payments performed at Q1 2023

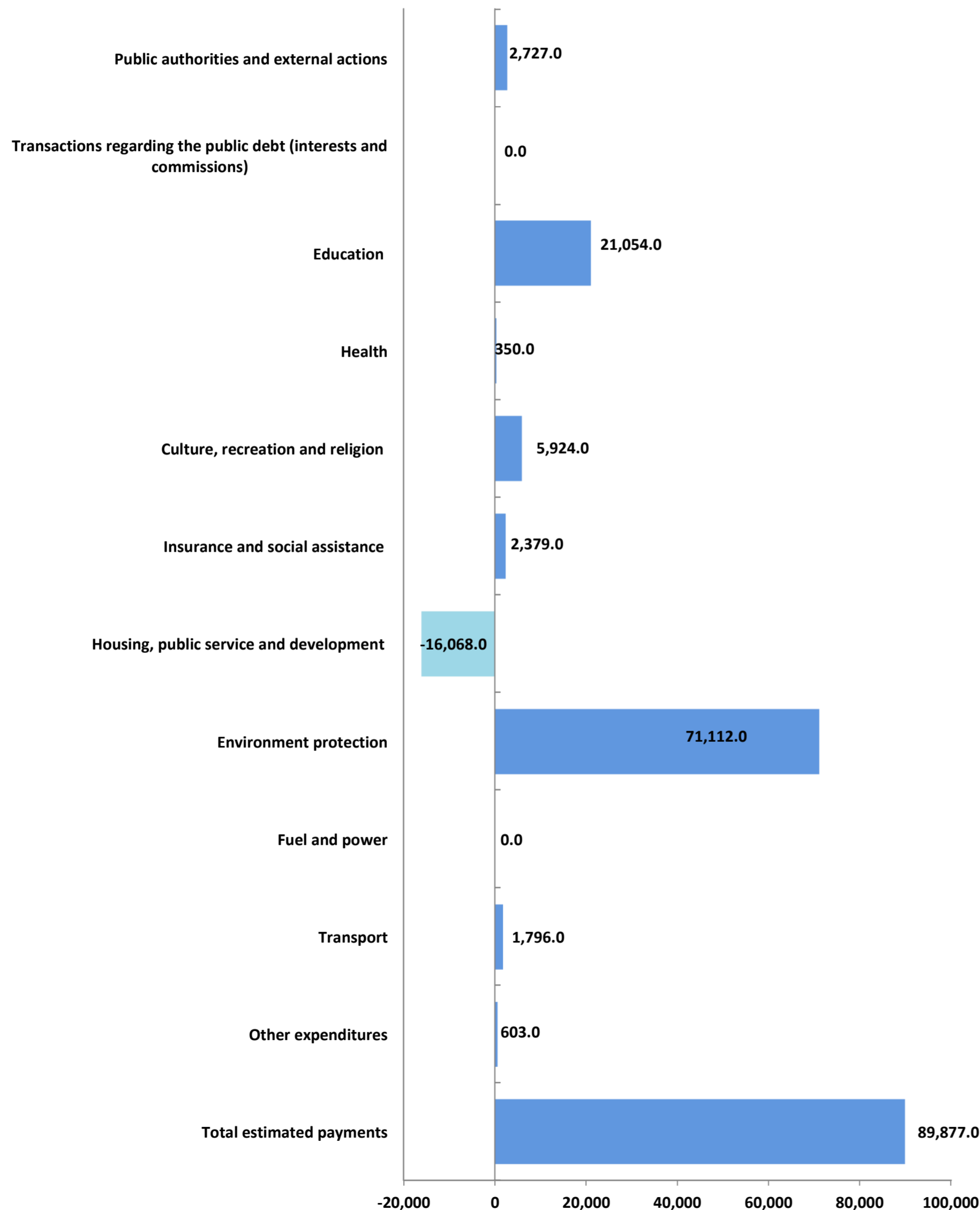


The level of payments is going up by RON 67,203.5 th (+39.7%) in comparison to the budget execution of the reference period of the previous year.

- ↑ In the **Housing, services and public development** chapter is remarked an increase of the payments by RON 11,652.6 th (+90.9%), influences coming from the subchapters Other services for housing, public services and community development, which increased by RON 6,112.6 th (+54.8%) and Housing (+ RON 5,540 th).
- ↑ At the level of the **Environment protection** chapter, higher payments are registered by RON 11,134.1 th (+81.6%), mainly from the Sanitation paragraph.
- ↑ A significant increase is found within the **Insurance and social assistance** chapter (+RON 10,133.8 th, +17.6%). The dynamics is influenced by higher payments for Social assistance for the disabled (+RON 7,484.7 th, +31.8%), Social assistance for family and children (+RON 2,754.5 th, +46.9%), Other expenditures in the insurance and social assistance field (+RON 1,421.6 th, +8.5%), corroborated with the decrease of Social support (-RON 1,860.9 th, -99.8%), respectively for Nurseries (-RON 1,065.9 th, -20.1%).
- ↑ For **Public authorities and external actions** chapter are registered higher expenses by RON 9,183.9 th (+47.8%) in Q1 2023 compared to the same period of the last year.
- ↑ Another significant increase is found in the chapter **Transactions regarding the public debt** (+RON 7,267.1 th, +86.4%).
- ↑ At the level of **Education**, the payments got higher by RON 7,210.6 th (+33.4%), the dynamic being as follows: without payments in Q1 2022, but registered in the first three months of the current year for: School after school (RON 6,486.4 th), Before pre-school education (RON 1,257.4 th).
- ↑ Within the **Culture, recreation and religion** chapter, there is an increase of RON 6,485.7 th (+37.5%), influences coming from the paragraph Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 6,816.7 th, +41.7%).
- ↑ For the **Transport** chapter, higher payments are recorded by RON 3,438.7 th (+60.9%), in full at the level of the Streets paragraph.
- ↑ For the **Other expenditures** group of chapters is observed an increase of RON 724.3 th (+5.7%), mainly due to Community public services for persons evidence (+RON 1,030.7 th, +47.9%) and for Local police (-RON 297.4 th, -2.8%).



### Functional expenditures rectification, as compared to the initial budget



The budget adjustment in Q1 2023 aimed to increase provisions by 10.5% (+RON 89,877 th), including allocations for the first three months of the year totaling RON 949,157.3 th (excluding the projected result for the period). The budget adjustment included the following:

- For the chapter **Environment protection**, the budget adjustment increased allocations to the value of RON 175,635 th, exceeding the initial budget level by RON 71,112 th (+168%). The provisions for Collection, treatment and destruction of waste were increased by RON 74,467 th, while the budget for Sanitation decreased by RON 4,111 th.
- Education** faced a higher budget allocation by RON 21,054 th, reaching a value of RON 189,499.8 th. This increase was attributed to allocations for Preschool and elementary education (+RON 13,632 th, +17.5%), Other expenditures for education (included in the final budget at RON 9,470 th, but without initial allocations), Special Education (+RON 1,482 th), Before pre-school education (-RON 1,860 th), and School after school (-RON 1,648 th).
- The **Culture, recreation and religion** chapter saw an increase in initial provisions by RON 5,924 th (+11.3%), particularly in the paragraph for Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 5,000 th) and the subchapter for Other services in the field of culture, recreation and religion (+RON 924 th).
- The **Public authorities and external actions** chapter had a total provision of RON 137,390.5 th, surpassing the initial allocations by RON 2,727 th (+2%).
- The **Social insurance and assistance** chapter witnessed a final provision increase of RON 2,379 th (+1.6%). The dynamics were influenced by the following changes: Other expenditures in the insurance and social assistance field (+RON 3,199 th, +6.4%), Social assistance for family and children (+RON 969 th, +6.7%), Nurseries (-RON 2,325 th, -12.5%).
- The **Transports** chapter had provisions increased by RON 1,796 th, with the inclusion of RON 7,844 th RON for the Roads and bridges paragraph (without initial provisions) and a decrease of RON 6,048 th in initial provisions for the Streets paragraph.
- The provisions for **Other expenditures** group were higher by RON 603 th (+2.7%) compared to the initial ones, mainly at the level of Local police (+RON 323 th) and Community public services for persons evidence (+RON 280 th).
- The **Health** chapter had final provisions for Q1 2023 amounting to RON 1,010 th, exceeding the initial level by 53%, solely in the Other sanitary establishments and actions.
- The **Housing, services and public development** chapter had final provisions amounting to RON 114,022 th, being by RON 16,068 th lower than the initial ones. The initial values for Other expenditures in the housing system were decreased by RON 22,971 th RON, while provisions for Development of housing system were increased by RON 6,435 th. Additionally, higher final provisions by RON 468 th were included for Other services for housing, public services and rural development.



For the entire year of 2023, the last budget adjustment in Q1 2023 includes provisions by RON 135,148.1 th (+6.5%) above the initial level. The changes can be observed in the following expenditure chapters:

- **Environment protection** (+RON 71,768.2 th, +24.4%): notable changes include increased allocations for Sanitation (+RON 37,379 th) and Collection, treatment and destruction of waste (+RON 34,364 th).
  - The investment list for the year 2023 includes allocations of RON 240,632 th within this chapter. The funding comes from the local budget, own revenues, EU funds, and National Recovery and Resilience Plan (PNRR) projects. The main objectives involve conducting studies and projects for the establishment of waste collection points/stations.
- **Education** (+RON 50,406 th, +15.5%): the allocation dynamics are reflected as follows: Other expenditures for education (+RON 32,723 th), Pre-school and elementary education (+RON 15,088 th), Secondary education (+RON 4,404 th).
  - According to the investment list accompanying the final budget, the planned investments amount to RON 234,092 th, with RON 87,612 th from external loans, RON 48,216 th from the local budget, RON 97,917 th from non-repayable external funds and PNRR, and RON 347 th from the budget of institutions funded entirely from own revenues. The main objectives include school constructions, design works, studies/expertise, and independent equipment.
- **Housing, public services and development** (+RON 8,143 th, +2.6%): Other expenditures in the housing system (+RON 7,982 th).
  - According to the investment list accompanying the revised budget, the works for 2023 amount to RON 288,658 th, with RON 67,783 th from domestic loans, RON 57,461 th from the local budget, RON 30,864 th from the budget of institutions funded entirely from own revenues, and RON 132,550 th from the PNRR. The main funded objective within this chapter is the thermal rehabilitation of residential buildings to increase energy efficiency. These works also include expenses related to studies/projects.
- **Insurance and social assistance** (+RON 3,768 th, +1.2%): the increase mainly pertains to Other expenditures in the insurance and social assistance field (+RON 2,749 th) and Social assistance for the illness and disability (+RON 1,212 th).
  - The investment list for 2023 includes investment objectives worth RON 32,293 th, including RON 9,848 th from non-repayable funds, RON 25,695 th from the local budget and RON 462 th from own revenue financing. The main objectives within this chapter are the construction of a Daycare Center and a Food Bank.
- **Culture, recreation, and religion** (+RON 3,114 th, +1.6%): the allocations were increased for the Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 3,090 th).
  - The investment list accompanying the revised budget for 2023 includes total investments worth RON 97,223 th, with RON 97,218 th from the local budget. These investments are directed towards infrastructure works, modernization of cultural objectives, studies, and independent equipment.
- The group of chapters forming **Other expenses** (+RON 2,840 th, +3.9%): the initial allocations increase is primarily found at the level of Community public services for persons evidence (+RON 1,470 th) and Local police (+RON 1,370 th).
- **Transports** (- RON 2,761 th, -1.5%): this is due to the inclusion of provisions worth RON 21,074 th for Roads and bridges and a decrease in provisions for the Streets paragraph (-RON 23,835 th).
  - The investment list accompanying the revised budget includes investment objectives worth RON 163,214 th, fully financed from the local budget (RON 156,045 th) and internal loans (RON 7,169 th). Specifically, the investment list aims at works to improve the infrastructure of streets and parking lots, including studies and projects.
- **Public authorities and external actions** (-RON 2,130 th, -0.7%).
  - The investment list accompanying the revised budget includes investments worth RON 139,319 th for the year, with RON 96,701 th from non-repayable external funds and RON 42,570 th from the local budget.
- For the **Health** chapter, investment expenses were estimated to be fully financed from the local budget, amounting to RON 6,061 th, particularly for ongoing works related to the construction of a complex-function hospital building and the organization of work execution - Bd. Timisoara no. 101E.



### Achievement degree compared to the final provisions

The payments made during the first quarter are amounting to RON 236,303.2 th, respectively with RON 712,854.1 th below the level of budgetary provisions (recording an achievement degree of 24.9%).

- Within the Education chapter, the payments are with RON 160,701.5 th below the level of estimates, registering an achievement degree of 15.2% determined by lower expenditures for Pre-school and elementary education (-RON 83,751.3 th, -91.3%), Secondary education (-RON 30,230.1 th, -70.6%), Before pre-school education (-RON 23,314.6 th, -94.9%), School after school (-RON 11,660.6 th). At the same time, it is noted the absence of Other expenditures for education (amounting to RON 9,470 th in the budget), and Other auxiliary services (RON 1,000 th).
- Within the Environment protection chapter, the payments are with RON 150,856.9 th below the level of estimates, registering an achievement degree of 14.1% determined by lower expenditures for Collection, treatment and destruction of waste (-RON 140,287.3 th), Sanitation (-RON 6,341.6 th, -20.4%) and by the absence of those for Pollution reduction and control (with final provisions in amount of RON 3,222 th) and Other services in the environment protection field (amounting of RON 1,000 th).
- At the level of the Public authorities and external actions chapter, the payments are with RON 109,010.9 below the level of the estimates, respectively registering an achievement degree of 20.7%.
- Within the Housing, services and public development chapter are recorded payments with RON 89,551.9 th below the estimated level, with a degree of execution of 21.5% determined by lower expenditures with Other expenditures in the housing system (-RON 54,460.9 th), Other services for housing, public services and rural development (-RON 27,564.2 th, -61.5%) and Development of housing system (-RON 7,320.8 th, -59.4%).
- Within the Insurance and social assistance chapter, payments are with RON 84,684.8 th below the level of estimates, registering an achievement degree of 44.5% and influences from Other expenditures in the insurance and social assistance field (-RON 35,344.3 th, -66%), Social assistance for the disabled (-RON 22,533.6 th, -42.1%), Nurseries (-RON 11,976.6 th, -73.8%), Social assistance for family and children (-6,717.6 th, -43.8%).
- Within the Transport chapter, the payments are with RON 60,896.2 th below the level of estimates, registering an achievement degree of 13% mainly determined by the Streets paragraph.
- The expenditures incurred under the Culture, recreation and religion chapter are with RON 34,517.3 th below the level of planning, with an achievement degree of 40.8% and influences from Maintenance of public gardens, parks, green areas, sports and leisure centers (-RON 32,239.2 th, -58.2%).
- The expenditures incurred under the Transactions regarding the public debt chapter are by RON 12,451.8 th below the level of estimates, registering an achievement degree of 55.7%.
- The Other expenditures group of chapters register values with RON 9,174.3 th below the level of the budget provisions, respectively an achievement degree of 59.5% determined mainly by the payments for the Local police (-RON 7,217.1 th, -41.5%).
- For the Health chapter, the payments were in amount of RON 1.5 th, being below the final budget with RON 1,008.5 th (achievement degree of 0.1%), the dynamic being entirely at the level of the paragraph of Other sanitary establishments and actions.



## Table of contents Section III

### Section III: Budgetary expenditures (economic classification)

- The variation of the performed expenditures at Q1 2023 vs. Q1 2022
- Budgetary provisions: the achievement degree of the expenditures at Q1 2023
- Expenditures ratios



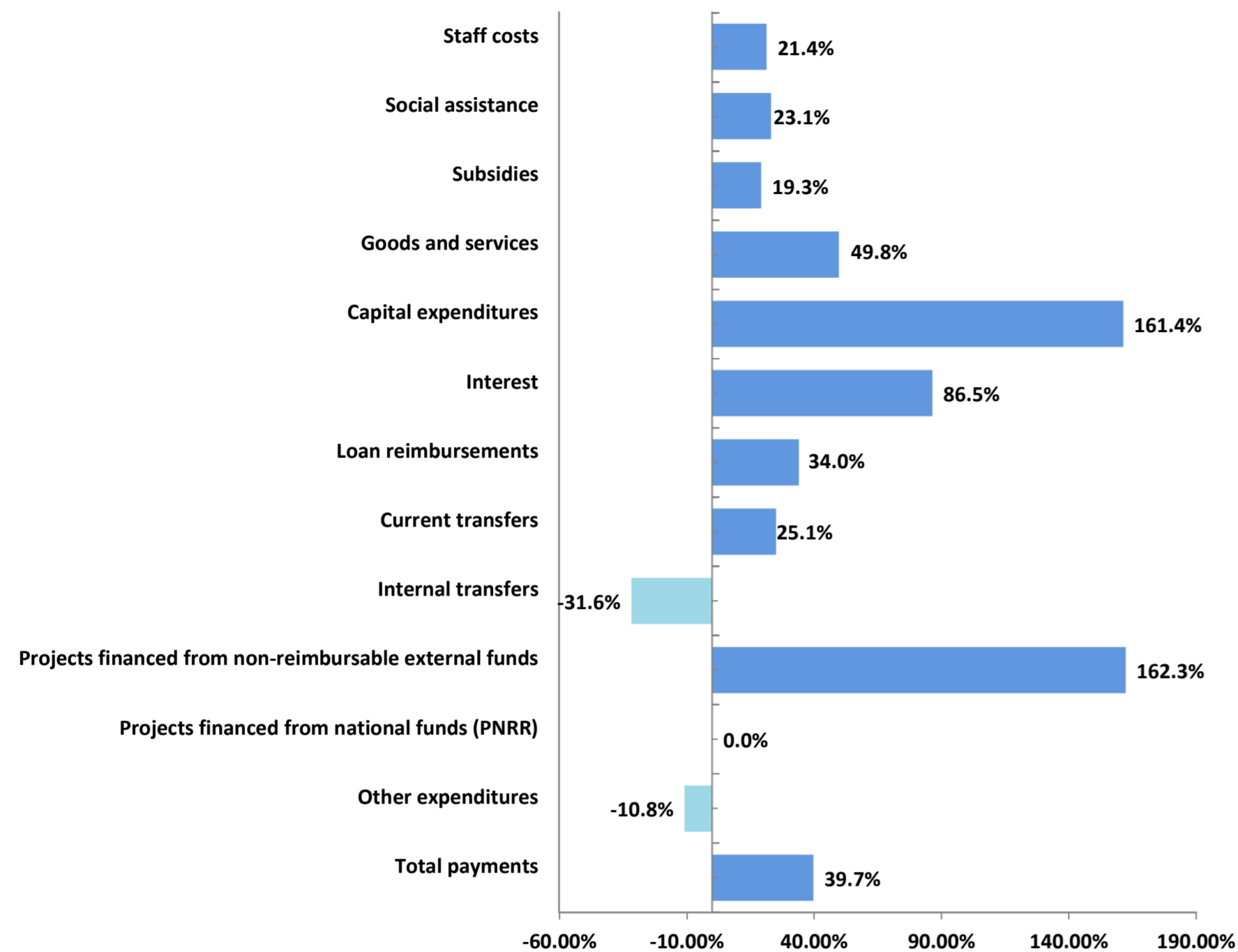


# The variation of the performed expenditures at Q1 2023 vs. Q1 2022

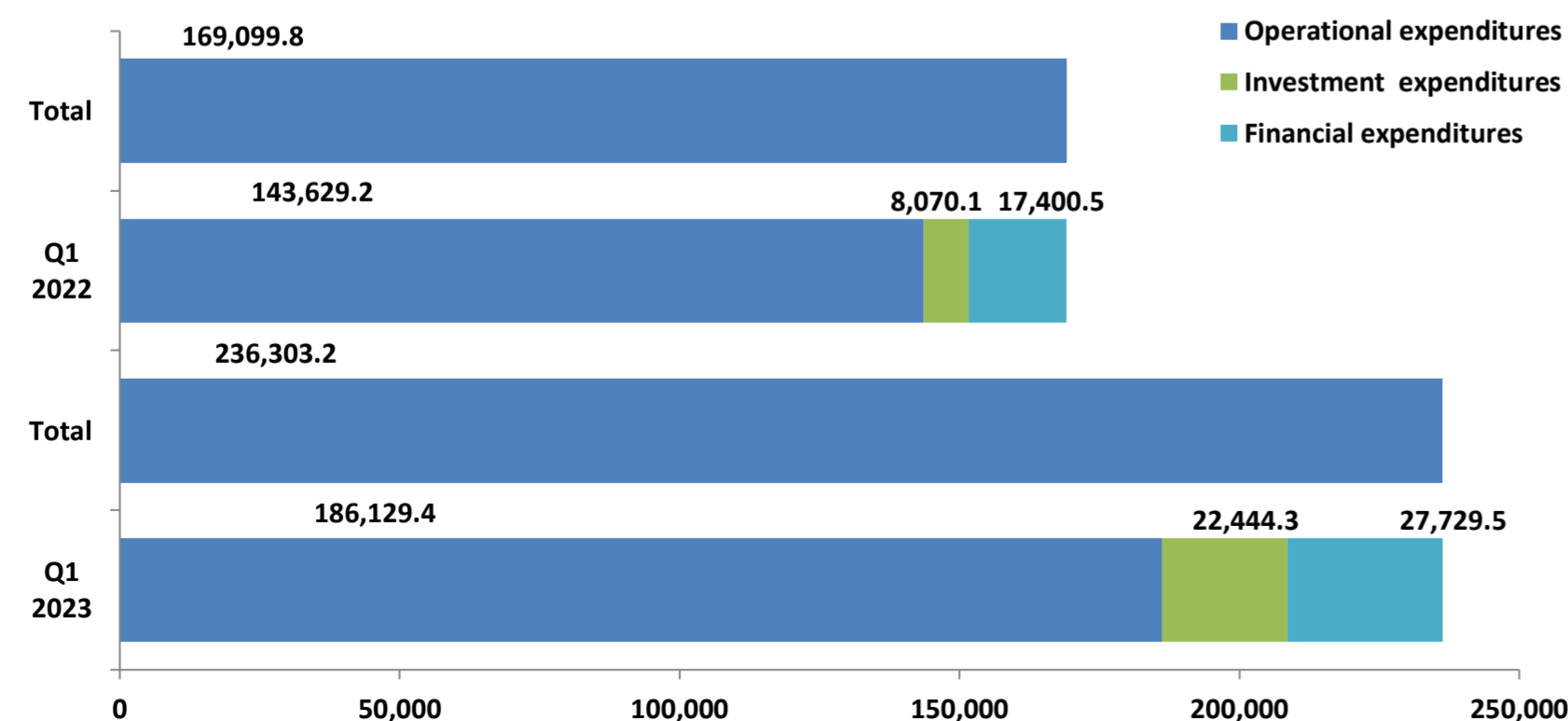
Economic classification

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## Economic expenditures variation



## Expenditures structure



↑ **Operational expenditures** register a level by RON 42,500.2 th (+29.6%) above that of the same period of the previous year, as a result of:

- ↑ A higher level of payments for Goods and services (without taking into account Commissions and other costs related to loans) by RON 25,935.7 th (+49.8%). The evolution is mainly highlighted at the level of payments for Materials and services with functional character (+RON 11,234.8 th, +73.3%), Other materials and services for maintenance and functioning (+RON 9,536.3 th, +61.9%), Other expenses with materials and services changes (+RON 2,780.8 th, +157.6%), Heating, lighting and driving force (+RON 2,901.1 th, +39.3%).
- ↑ Increase in Staff costs (+RON 10,438.5 th, +21.4%) mainly determined by the increase in Base salaries (+RON 6,248.6 th, +14.7%) and in Fund for payments by the hour in amount of RON 2,577.7 th (without values in Q1 2022).
- ↑ Increase in payments for Social assistance (+RON 4,703.9 th, +23.1%), influences coming from the Social support in cash (+RON 4,732.9 th, +25.7%) and in kind (-RON 28.9 th, -1.5%) paragraphs;
- ↑ Increase with RON 3,300.1 th of the Transfers to public institutions.
- ↓ No payments for Current transfers to foreign countries (in amount of RON 581.9 th, in the first quarter of the year 2022).
- ↓ Decrease of Other operational expenditures group, with majority influences from the paragraphs Scholarships (-RON 521.7 th, -7.1%) and the lack of payments for Cults' support (payments amounting to RON 450 th in Q1 2022);

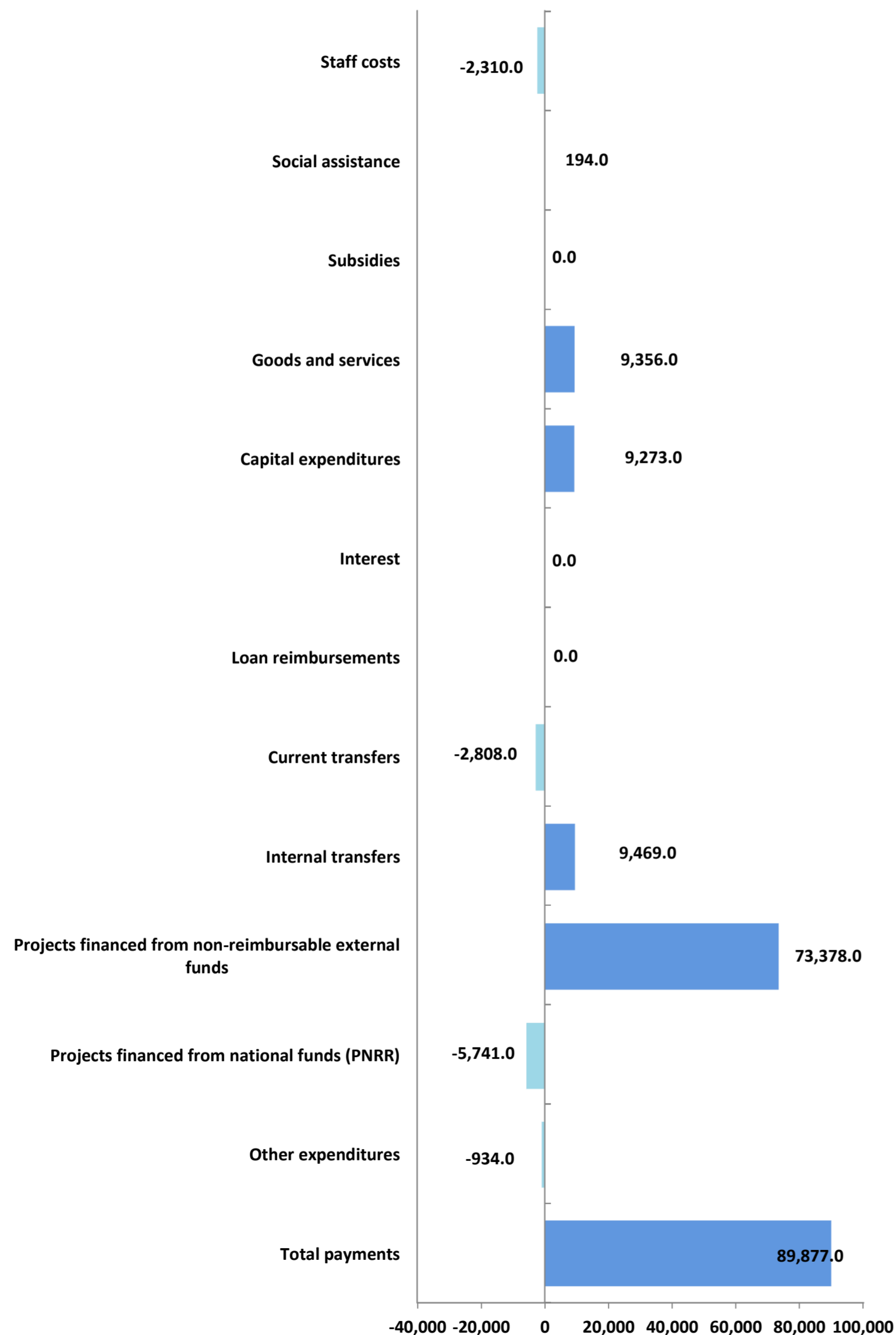
↑ **Investment expenditures** register a value with RON 14,374.2 th (+178.1%) higher than the execution of the previous reference period. As such, these payments are mainly represented by the following titles:

- ↑ Capital expenditures (+RON 11,116.7 th, +161.4%), with influences from the Constructions (+RON 10,108 th), respectively Capital repairs for fixed assets (with payments in amount of RON 1,916.6 th in Q1 2022, but without registrations in 2023).
- ↑ Projects financing from non-refundable external funds (+RON 2,075.3 th, +162.3%) related to the 2014-2020 financial framework, mainly from Programs from the European Regional Development Fund and Programs from the European Social Fund;
- ↑ Capital transfers, were in amount of RON 1,179.6 th in the first three months of the year 2023, by RON 1,176.4 th higher than the ones in Q1 2022, entirely represented by Other capital transfers to the public institutions;

↑ **Financial expenditures** register an increase by RON 10,329 th (+59.4%), respectively Interests are higher by RON 7,268.1 th (+86.5%), mainly due to the major fluctuations in the indices in the domestic banking market. At the same time, Reimbursement of loans got higher by RON 3,062 th (+34%).



### Economic expenditures rectification, as compared to the initial budget



- The **Investment expenses** for the first quarter of 2023 have been included in the revised budget at a value of RON 537,488.3 th, being by RON 77,609 th higher than the initially planned provisions (+16.9%). The dynamics are reflected as follows:

  - For Projects funded by non-repayable external funds, provisions amounting to RON 223,397.3 th were included in the final budget, exceeding the initial allocations by RON 73,378 th, entirely for the 2014-2020 financial framework, with full increases at the level of Cohesion Fund Programs.
  - Capital expenditures with an increased ceiling of RON 9,273 th (+5.5%) higher allocations for Capital repairs of fixed assets by RON 12,312 th and for Machines, equipment and means of conveyance by RON 10,306 th. Furthermore, lower provisions were included for Furniture, office equipment and other tangible assets decreased by RON 12,555 th RON (-38.4%) and Constructions by RON 793 th (-0.9%).
  - Capital transfers increased by RON 699 th in the final budget compared to the initial ceiling, mainly for Other capital transfers to public institutions.
  - At the level of Projects funded by national funds (PNRR), the final allocations decreased by RON 5,741 th (-4.8%), primarily for Projects financed from the amounts related to the loan component of PNRR.
- At the level of **Operational expenses**, provisions for the first three months of the current year exceeded the initial budget by RON 12,268 th, resulting in a total value of RON 365,843 th. The dynamics are determined by the following changes:

  - Goods and services have final provisions higher by RON 9,356 th (+6.2%), mainly in the following lines: Other expenses on goods and services (+RON 3,053 th, +48.3%); Heating, lighting and driving force (+RON 2,342 th, +18.2%); Current repairs (+RON 1,469 th, +13.1%); Food for people (+RON 1,082 th, +22.3%).
  - Provisions of RON 9,466 th were included for Financing of private or confessional accredited education, which were not foreseen in the initial budget.
  - The value of Transfers to public institutions was reduced by RON 2,808 th (-10.6%).
  - Staff costs were estimated lower in the final budget at a value of RON 101,671 th (-RON 2,310 th, -2.2%), with lower allocations for Base salaries (-RON 1,399 th), Bonuses for working conditions (-RON 575 th), and the absence of provisions for Seniority increment (initially budgeted at RON 459 th).
  - Provisions for Other expenses were reduced by RON 1,633 th (-8.4%) below the level of initial allocations, entirely at the level of Scholarships.

Regarding the entire 2023 year, in terms of economic classification, the last budget revision in Q1 2023 brings changes at the following group levels for the year 2023:

- Investment expenses** (+RON 115,196.1 th, +11.9%), distributed as follows: Projects funded by non-repayable external funds (+RON 78,646 th); Capital transfers (+RON 28,320 th); Projects funded by national funds (+RON 22,423.1 th); Capital expenditures (-RON 14,193 th).
- Operational expenses** (+RON 19,952 th, +2.1%), with implications for the final allocations for: Financing of private or confessional accredited education (total final provisions amounting to RON 32,707 th); Current transfers (+RON 11,899 th); Goods and services (-RON 24,042 th, -5.7%); Current repairs -RON 29,927 th RON, Food for people +RON 2,012 th); Staff costs (-RON 1,215 th); Social assistance (+RON 635 th).



## Achievement degree compared to the final provisions

- **Investment expenditures** reach a level of payments with RON 515,044 th (achievement degree of 4.2%) below provisions and are distributed as follows:
  - Projects financed from non-refundable external funds register payments with RON 220,043.5 th (-98.5%) below the level of estimates, the influences being observed mainly at the level of the Programs from the Cohesion Fund (-RON 130,332.3 th), from the European Fund for Regional Development (-RON 83,240 th, -96.7%) and from the European Social Fund (-RON 4,445.4 th, -90.6%);
  - Capital expenditures are by RON 158,408.8 th (-89.8%) below the estimated level, the main variation coming from the payments for Constructions (-RON 72,277.4 th, -4.1%), Other fixed assets (-RON 26,776.7 th, -94.7%), Capital repairs of fixed assets (-RON 23,080,4 th, -92,3%) and Furniture, office equipment and other tangible assets (-RON 20,081.9 th, -99.7%);
  - Projects financed from national funds, included in the final budget in amount of RON 113,535 th, without amounts in the budgetary execution in Q1 2023.
  - Capital transfers, with a minor execution compared to the budgetary provisions amounting to RON 1,179.7 th (-95.1%; in full at the level of Other capital transfers to public institutions).
- **Operational expenditures** register a level with RON 179,713.6 th under the provisions, respectively an achievement degree of 50.9%. Lower expenditures than the provisions are reflected in the titles:
  - Goods and services, expenditures being with RON 82,686.1 th (-51.4%) below the estimated level. Dynamics is mainly reflected in payments for: Other materials and services for maintenance and functioning (-RON 27,334.7 th, -52.3%), Current repairs (-RON 10,312.9 th, -81.2%), Materials and services with functional character (-RON 8,863.1 th, -25%), Registered materials (-RON 7,448,2 th, -90%), Heating, lighting and driving force (-RON 4,896.6 th, 32.3%), Other expenses with goods and services (-RON 4,823.9 th, -51.5%).
  - Staff costs, being with RON 42,441.5 th (-41.7%) under the budgetary provisions. The influences come mainly from Base salaries (-RON 29,605 th, -37.7%) and in Payments in nature (-RON 3,630.9 th), Bonuses for working conditions (-RON 3,197.2 th, -50%), Fund for payments by the hour (-RON 2,878.3 th).
  - Social assistance, the registered payments being with RON 24,338.4 th (-49.3%) below the budget level, due to a low level of the Social support in cash (-RON 20,147.6 th, -46.5%) and in kind (-RON 3,186.8 th, -62.9%);
  - Other expenditures, with an execution by RON 10,706.6 (-60.4%) below the provisions and influences mainly from the payments for the Scholarships (-RON 9,277.5 th, -57.6%), but without payments for Cults' support (provided at the amount of RON 1,000 th).
  - Internal transfers, with influences from Financing of private or confessional accredited education (initial provisions in amount of RON 9,466 th, without payments in Q1 2023);
  - Current transfers, the registrations being with RON 7,292.4 th below the level of budgetary provisions (-30.7%), with influences entirely from Transfers to public institutions.
  - Subsidies, registered with RON 2,018.2 th (-63.6%) below final provisions, entirely at the level of Other subsidies.
- **Financial expenditures** are by RON 18,086.5 th (achievement degree of 60.5%) below the estimated level, the influences coming from the Interests (-RON 12,450.8 th, -44.3%) and from payments for the Reimbursement of loans (-RON 5,644.7 th, -31.9%).



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## Expenditures ratios at Q1 2023, as compared to Q1 2022

Ratios	Q1 2023	Q1 2022
<b>Total staff costs</b>	<b>59,229.5</b>	<b>48,791.1</b>
Expenditures per Capita*	148.9	122.6
The expenditure weight in the operational expenditures	31.8%	34.0%
<b>Staff costs without the ones for the Insurance and social assistance chapter</b>	<b>25,872.2</b>	<b>18,586.0</b>
Expenditures per Capita*	65.0	46.7
The expenditure weight in the operational expenditures	13.9%	12.9%
<b>Current compulsory expenditures</b>	<b>84,274.1</b>	<b>69,131.7</b>
Expenditures per Capita*	211.8	173.8
The expenditure weight in the operational expenditures	45.3%	48.1%
<b>Operational expenditures</b>	<b>186,129.4</b>	<b>143,629.2</b>
Expenditures per Capita*	467.8	361.0
The expenditure weight in the total expenditures	78.8%	84.9%
<b>Expenditures on debt service financing</b>	<b>27,729.5</b>	<b>17,400.5</b>
Expenditures per Capita*	69.7	43.7
The expenditure weight in the total expenditures	11.7%	10.3%
<b>Total expenditures on investments</b>	<b>22,444.3</b>	<b>8,070.1</b>
Expenditures per Capita*	56.4	20.3
The expenditure weight in the total expenditures	9.5%	4.8%
<b>The expenditures' rigidity</b>	<b>25.1%</b>	<b>28.9%</b>
<b>The weight of the payments from the operating section in the total payments</b>	<b>90.5%</b>	<b>95.2%</b>
<b>The weight of the payments from the development section in the total payments</b>	<b>9.5%</b>	<b>4.8%</b>
<b>The deficit/the surplus of the operating section</b>	<b>330,112.6</b>	<b>228,564.5</b>
<b>The deficit/the surplus of the development section</b>	<b>183,819.3</b>	<b>46,599.8</b>
<b>The weight of the local public debt service in the total made payments</b>	<b>11.7%</b>	<b>10.3%</b>
<b>Maximum annual debt</b>	<b>281,283.3</b>	<b>237,777.8</b>
Net direct debt	153,127.5	138,328.9
Direct indebtedness level	13.7%	12.5%
Net public debt	133,704.9	122,280.2
Public indebtedness level	15.7%	14.6%
<b>The total expenditures achievement degree from the initial budget</b>	<b>27.5%</b>	<b>39.2%</b>
The funds execution level of the expenditures		
Operational expenditures	52.6%	47.2%
Staff costs	57.0%	70.7%
Current compulsory expenditures	55.0%	71.9%
On debt service financing	60.5%	85.3%
On investments	4.9%	7.5%
<b>The funds absorption level of the total expenditures</b>	<b>42.9%</b>	<b>42.5%</b>
<b>Investment expenditures / Operational revenues</b>	<b>3.3%</b>	<b>1.7%</b>
Capita,	<b>397,847</b>	<b>397,847</b>
as of:	01-01-22	01-01-21

\*The expenditures per Capita are represented in RON

↑ The **Total staff costs** incurred in Q1 2023 register an increase of RON 10,438.5 th, compared to the previous period, the dynamics being impacted by the increase of the Base salaries (+RON 6,248.6 th, +14.7%), corroborated with the registration of RON 2,577.7 th for Holiday vouchers (without amounts in Q1 2022).

↑ The **Current compulsory expenditures** increase by RON 15,142.4 th compared to the level reached in Q1 2022, as a result of:

↑ Increase in Total staff costs.

↑ A higher level of payments for Social assistance (+RON 4,703.9 th, +23.1%);

↑ The **Operational expenditures** incurred register a level with RON 42,500.2 th (+29.6%) higher than the execution for the period Q1 2022, the evolution being determined by:

↑ A higher level of payments for Goods and services (without taking into account Commissions and other costs related to loans) by RON 25,936.7 th (+49.8%).

↑ Increase in Total staff costs;

↑ Increasing payments for Social assistance;

↑ A higher level of Current transfers (+RON 3,300.1 th, +25.1%);

↑ The **Expenditures on debt service financing** in Q1 2023 register an increase with RON 10,329 th (+59.4%), respectively the Interests increase by RON 7,268.1 th (+86.5%), while the Reimbursement of loans increase by RON 3,062 th (+34%).

↑ The **Total investments expenditures** made during the first quarter of this year are up by RON 14,374.2 th (+178.1%) and are mainly represented by Capital expenditures (+RON 11,116.7 th, +161.4%) and Projects financed from non-refundable external funds (+RON 2,075.3 th, +162.3%) related to the 2014-2020 financial framework and Capital transfers (+RON 1,176.4 th).



## Table of contents Section IV

### Section IV:

- Balance Sheet
- Local public debt service



# Balance sheet

at 31.03.2023

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Balance sheet	31-03-22			31-12-22			31-03-23		
<b>Current assets</b>	<b>973,048.5</b>		<b>10.3%</b>	<b>1,306,152.2</b>		<b>12.8%</b>	<b>1,406,131.9</b>		<b>13.7%</b>
Cash and cash equivalent	391,395.6	40.2%	<b>4.2%</b>	279,219.8	21.4%	<b>2.7%</b>	596,474.8	42.4%	<b>5.8%</b>
Inventories	121,551.8	12.5%	<b>1.3%</b>	149,018.7	11.4%	<b>1.5%</b>	150,002.7	10.7%	<b>1.5%</b>
Receivables	460,099.7	47.3%	<b>4.9%</b>	877,913.7	67.2%	<b>8.6%</b>	659,653.3	46.9%	<b>6.4%</b>
Short term investments	-	-	-	-	-	-	-	-	-
Other current assets	1.4	0.0%	<b>0.0%</b>	-	-	-	1.2	0.0%	<b>0.0%</b>
<b>Fixed assets</b>	<b>8,438,735.9</b>	<b>0.0%</b>	<b>89.7%</b>	<b>8,862,379.5</b>	<b>0.0%</b>	<b>87.2%</b>	<b>8,881,793.5</b>	<b>0.0%</b>	<b>86.3%</b>
Intangible assets	5,730.9	0.1%	<b>0.1%</b>	8,407.8	0.1%	<b>0.1%</b>	7,762.9	0.1%	<b>0.1%</b>
Tangible assets	8,426,385.0	99.9%	<b>89.5%</b>	8,847,245.3	99.8%	<b>87.0%</b>	8,867,286.5	99.8%	<b>86.2%</b>
Other fixed assets	6,620.0	0.1%	<b>0.1%</b>	6,726.4	0.1%	<b>0.1%</b>	6,744.0	0.1%	<b>0.1%</b>
<b>Total assets</b>	<b>9,411,784.3</b>			<b>10,168,531.6</b>			<b>10,287,925.4</b>		
<b>Current liabilities</b>	<b>122,795.0</b>		<b>1.3%</b>	<b>536,996.5</b>		<b>5.3%</b>	<b>267,133.5</b>		<b>2.6%</b>
ST borrowings and CP of LT debt	48,283.6	39.3%	<b>0.5%</b>	-	-	-	202,082.2	75.6%	<b>2.0%</b>
Accounts payable	35,509.6	28.9%	<b>0.4%</b>	491,738.2	91.6%	<b>4.8%</b>	23,985.5	9.0%	<b>0.2%</b>
Short term provisions	-	-	-	-	-	-	975.4	0.4%	<b>0.0%</b>
Other short term debts	39,001.8	31.8%	<b>0.4%</b>	45,258.3	8.4%	<b>0.4%</b>	40,090.5	15.0%	<b>0.4%</b>
<b>Long term debts</b>	<b>1,432,081.4</b>	<b>0.0%</b>	<b>15.2%</b>	<b>1,423,024.5</b>	<b>0.0%</b>	<b>14.0%</b>	<b>1,411,271.3</b>	<b>0.0%</b>	<b>13.7%</b>
Long term loans	1,422,353.2	99.3%	<b>15.1%</b>	1,416,287.5	99.5%	<b>13.9%</b>	1,404,961.8	99.6%	<b>13.7%</b>
Other long term debts	9,628.2	0.7%	<b>0.1%</b>	6,637.0	0.5%	<b>0.1%</b>	6,209.5	0.4%	<b>0.1%</b>
<b>Provisions</b>	<b>100.0</b>	<b>0.0%</b>	<b>0.0%</b>	<b>100.0</b>	<b>0.0%</b>	<b>0.0%</b>	<b>100.0</b>	<b>0.0%</b>	<b>0.0%</b>
<b>Equity and reserves</b>	<b>7,856,907.9</b>		<b>83.5%</b>	<b>8,208,510.6</b>		<b>80.7%</b>	<b>8,609,520.6</b>		<b>83.7%</b>
<b>Total liabilities</b>	<b>9,411,784.3</b>			<b>10,168,531.6</b>			<b>10,287,925.4</b>		
Current liquidity ratio (Current assets / Current liabilities)	7.9			2.4			5.3		
Indebtedness level (Borrowed capital /Total liabilities)	15.1			13.9			13.7		

- Total assets are up by RON 119,393.8 th (+1.2%) compared to the level recorded at the end of 2022, as a result of an accelerated increase in Current assets (+RON 99,979.8 th, +7.7%) and Fixed assets (+RON 19.414 th, +0.2%).
- The increase in Current assets is mainly determined by a higher level of Cash and cash equivalents (+RON 317,255 th, +113.6%), corroborated with the decrease of the Receivables (-RON 218,260.4 th, -24.9%).
- The increase of Fixed assets is mainly determined by a higher level of Tangible assets (+RON 20,041.2 th, +0.2%), with major influences from buildings and land.
- The balance of the Short-term liabilities is decreasing by RON 269,863 th (-50.3%), especially at the level of Commercial debts (-RON 467,752.8 th, -95.1%), while Debts to banks in the amount of RON 202,082.2 th are recorded (no balance at Q4 2022).
- Capitals registers an increase of RON 401,010 th (+4.9%).
- Long-term liabilities are decreasing at the end of the reporting period (-RON 11,753.2 th, -0.8%), given a lower balance of Debts to banks (-RON 11,325.7 th, -0.8%).
- The current liquidity ratio is 5.3 at the end of the first three months of 2023, compared to 2.4 at the end of 2022, as a result of a decrease in Short-term liabilities (-50.3%), corroborated with the increase of the Current assets (+7.7%).

# Local public debt service at 31.03.2023

'000 RON



Debt and liquidity	31-03-23
New credit withdrawals in the period	-
Direct debt service	22,710.9
Direct indebtedness rate	2.4%
Public debt service	27,708.3
Public indebtedness rate	3.0%
Public Debt Service as % of Operational Revenues	5.0%
Public Debt Service as % of Operational Expenditures	14.9%
Long term debt % Own Funds	16.3%
Long term debt / Own Revenues (1.x)	2.9

Payout	31-03-23
Payout 2Y - 2 years	302,648.0
Payout 5Y - 5 years	732,686.3
Payout 10Y - 10 years	1,389,019.5
Payout 15Y - 15 years	1,743,629.0
Payout 20Y - 20 years	1,875,742.0
Total revenues per capita	500.4 RON
Own revenues per capita	1,231.6 RON
Public Debt Service per capita	69.6 RON
Long-term loans per capita	3.5 RON

	2022 <sup>1)</sup>	2023 <sup>2)</sup>	2024 <sup>2)</sup>	2025 <sup>2)</sup>	2026 <sup>2)</sup>
Total revenues	1,360,278.5	2,027,439.6	2,047,714.0	2,068,191.1	2,088,873.0
Own revenues <sup>3)</sup>	1,131,200.9	1,194,824.0	1,206,772.2	1,218,839.9	1,231,028.3
Indebtedness capacity	237,777.8	281,283.3	319,998.0	353,279.7	362,043.6
Public debt service <sup>4)</sup>	120,948.4	147,578.4	151,492.4	163,959.1	200,466.2

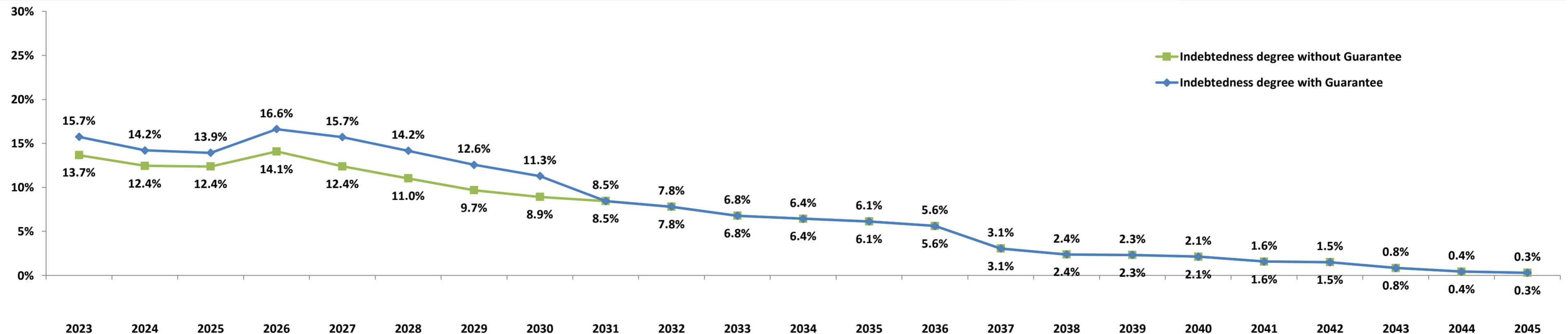
1) Revenues collected at 31.03.2022

2) 2023: Revised 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 31.03.2023

## Indebtedness level forecast for the period of 2023 - 2045



The indebtedness level was forecasted considering the provisions of the ongoing credit contracts, the money market conditions as of 31.03.2023, 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.



<b>The operating section</b>	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;
<b>The development section</b>	The complementary section of the local budget, including income and capital expenditures related to implementation of the local development policies;
<b>Own revenues*</b>	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);
<b>Operational revenues</b>	The difference between Total revenues, Investment revenues and Financial Revenues OR The Sum of Current Revenues (00.02) and Current Subsidies (00.20);
<b>Operational Expenditures</b>	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;
<b>Investment revenues</b>	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);
<b>Investment expenditures</b>	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-
<b>Total payments made</b>	Total expenditures incurred without considering the result of the period;
<b>Taxes supporting the debt</b>	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;
<b>Financial Expenditures</b>	The sum between the Interests (30), Reimbursement of loans (81) and Commissions and other costs related to loans;
<b>Returned funds from previous years</b>	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;
<b>Revenues and expenditures ratios</b>	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;
<b>The revenues/expenditures achievement degree from the initial/revised budget</b>	Collected revenues % of the initial/revised budgetary provisions;
<b>The level of financing from the own</b>	Incurred expenditures % of the initial/revised budgetary provisions;
<b>The degree of self-financing</b>	Own revenues % in Total revenues;
<b>The degree of dependency of the local budget to the state budget</b>	(Own revenues-Quotas deducted from the income tax (04.02.01)) % Total collected revenues;
<b>The degree of decisional autonomy</b>	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;
<b>The expenditures' rigidity</b>	(Own revenues + Sums deducted from VAT for balancing the local budget 11.02.06) % in Total revenues;
<b>Maximum annual debt</b>	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;
<b>Net direct debt</b>	Total of amounts representing interests, provisions and installments, according to contracted to be paid by the end of The year, by the municipality;
<b>Net public debt</b>	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;
<b>Direct/Public indebtedness level</b>	Direct/Public Debt Service as % of Own revenues*;
<b>Net Direct/ Public indebtedness level</b>	Net public/direct debt as % of Own revenues*;
<b>Direct debt service</b>	Total amounts to be paid by the city hall as capital repayments, interests and fees for ongoing credit contracts;
<b>Public debt service</b>	Current debt service+amounts related to the granted guarantees (interests, commissions and principal);
<b>Payout n Y - n years</b>	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;
<b>Current financial debt</b>	Total drawdowns related to the credit facilities for the analysed period;
<b>Per Capita</b>	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 31.03.2023 and 31.03.2022, 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. 50 from 20.03.2023, together with the related investment lists. In the first quarter of 2022 the revenues and expenditures budget was not revised.

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