District 6 of the Bucharest Municipality

Annual financial report
at 31.12.2025

Content

General overview

General information

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

Bucharest is located in the south-east of Romania, between Ploiesti to the north and Giurgiu to the south. The city is located in the Vlasiei Plain, which is part of the Romana Plain. To the east is the Baragan, to the west is the Gavanu Burdea Plain, and to the south it is bounded

by the Burnazului Plain. The city has a total area of 238 km2, on which lie six sectors, each led by its own town hall. The sectors are arranged radially (and numbered clockwise) so that each one has a part of the center of Bucharest under its administration.

District 6 is the second largest in the Municipality of Bucharest. The main neighborhoods of the sector are Drumul Taberei, Militari, Giulesti and Grangasi.

Source: https://ro.wikipedia.org

Territorial administration and public utilities	Bucharest	B-IF Region	Measurement unit	Reference period
Land fund surface	238	1,821	Ha	2014
Green areas suraface in municipalities/cities	45	73	Ha	2024
Length of city roads	3,253	4,309	Km	2024
Distribution simple network for drinking water	2,206	4,468	Km	2024
Simple length of sewer pipes	3,478	4,771	Km	2024
Total gas distribution network length	2,221	5,105	Km	2024
Distributed thermal energy Gcal	2,550,631	2,557,046	Gcal	2024

Population (01.07.2025)	District 6	Bucharest	B-IF Region	% in the region	% in the municipality
Total	**392,456**	**2,113,039**	**2,653,088**	**14.8%**	**18.6%**
Gender distribution					
female	210,595	1,126,843	1,405,398	15.0%	18.7%
male	181,861	986,196	1,247,690	14.6%	18.4%
Distribution by age categories					
0-19 years	65,147	370,500	488,041	13.3%	17.6%
20-59 years	228,947	1,216,379	1,546,720	14.8%	18.8%
60 years and above	98,362	526,160	618,327	15.9%	18.7%
Distribution by environment					
urban	392,456	2,113,039	2,361,062	16.6%	18.6%
rural	N/A	N/A	292,026	N/A	N/A

Workforce	Bucharest	B-IF Region	Measurement unit	Reference period
Work resources (population fit to work)	1,383	1,797	th of people	2024
Work resources occupancy rate	94.2%	84.6%	Percentages	2024
Number of employees (exact number of employees)	1,116	1,307	th of people	2024
Unemployment rate	0.5%	0.5%	Percentages	11.2025

National economy	Value	Measurement unit	Reference period
Annual GDP, current prices (seasonally adjusted) CAEN Rev. 2 (Report CON106H)	1,189,090	Millions of Ron	2021
	1,389,450	Millions of Ron	2022
	1,604,554	Millions of Ron	2023
	1,242,358	Millions of Ron	2024

Turnover of local units (the entire active economic sector in 2024):	Bucharest	B-IF Region	Measurement unit	% in the region
Total, out of which:	793,835	983,157	Millions of Ron	
Manufacturing industry	61,193	88,990	Millions of Ron	68.8%
Constructions	68,564	84,063	Millions of Ron	81.6%
Commerce	351,742	459,734	Millions of Ron	76.5%
Transports and storage	31,525	43,549	Millions of Ron	72.4%
Other services	280,811	306,821	Millions of Ron	91.5%

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

Infrastructure

Current Infrastructure

The Bucharest – Ilfov region represents the most important national and international road-rail-air transport hub in the country. It is characterized by a high degree of accessibility, being located on two European multi-modal corridors: European Priority Axis No. 7 and European Priority Axis Giurgiu – Albita, as well as in proximity to the Danube (European Priority Axis No. 18).

The Bucharest – Ilfov region has the highest railway density in the country, with 165.3 km per 1,000 km², which is almost four times the national average. Bucharest serves as the starting point for eight major railway lines connecting it to other regions of the country.

Air and multi-modal accessibility is ensured by two international airports:

"Henri Coandă" International Airport (Otopeni) – the largest airport in Romania, handling 70% of the country's total air passenger traffic.

"Aurel Vlaicu" International Airport (Băneasa).

Sustainable Urban Mobility Plan 2016 - 2030

In 2017, the Sustainable Urban Mobility Plan (PMUD) for the Bucharest – Ilfov region was launched for public debate. The plan aims to create an efficient, integrated, sustainable, and safe transport system that promotes economic, social, and territorial development while ensuring a high quality of life.

The investment plan includes the following objectives:123 km of new metro lines, New eco-friendly public transport vehicles, 350 km of rehabilitated county roads, 52 km of rehabilitated bypass roads, At least 3,400 parking spaces and bike rental stations .

Moreover, the PMUD is a key requirement for accessing European funds during the 2014 – 2020 period, through the Regional Operational Program and the Large Infrastructure Operational Program.

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

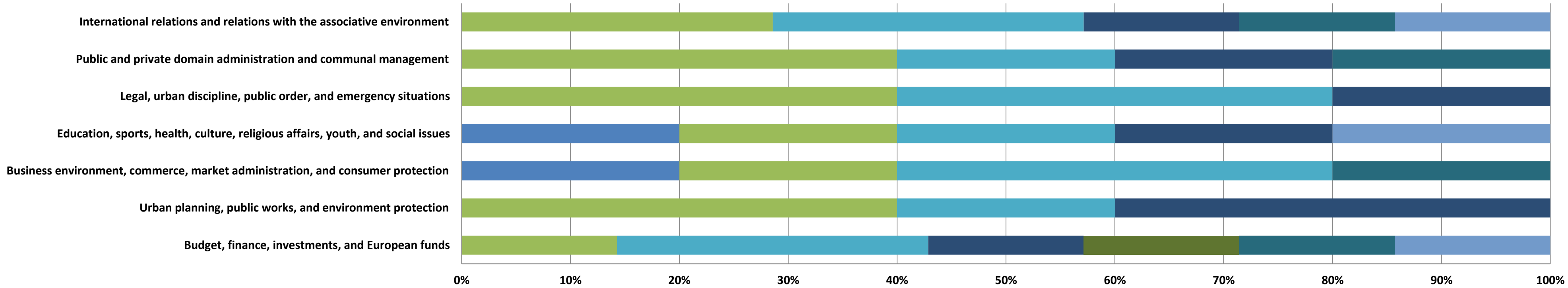
Indicators 31.12.2025 (th RON)	PMB	District 1	District 2	District 3	District 4	District 5	District 6
Total revenues, w/o sums used from previous surplus	**5,879,237**	**1,580,821**	**1,778,941**	**2,297,279**	**2,417,893**	**1,191,909**	**1,932,301**
Own revenues	4,930,100	1,267,462	1,336,664	1,645,678	1,118,221	967,098	1,397,973
Own revenues % TR	83.9%	80.2%	75.1%	71.6%	46.2%	81.1%	72.3%
Quotas and amounts deducted from the income tax	4,546,144	697,298	931,252	1,204,196	855,381	767,236	1,033,179
Sums deducted from VAT	67,048	286,724	311,505	313,373	232,463	210,803	318,172
Subsidies (from the State budget and from other administrations)	501,309	5,292	74,019	262,913	745,604	11,454	135,589
Sums received from EU	252,062	1,764	51,992	69,392	872	2,112	54,045
Total expenditures	**5,883,727**	**1,497,217**	**1,953,780**	**2,299,563**	**2,413,879**	**1,168,175**	**1,944,536**
Operational expenditures	4,459,000	1,273,188	1,452,143	1,318,901	1,020,960	971,373	1,134,400
Operational expenditures % TP	75.8%	85.0%	74.3%	57.4%	42.3%	83.2%	58.3%
Investment expenditures, out of which:	956,237	151,137	406,248	750,708	1,261,957	74,824	663,744
Capital expenditures	285,559	102,943	295,648	495,438	462,221	73,211	488,008
Non-reimbursable external funds	395,294	1,726	17,821	1,962	291,461	656	29,589
Financial expenditures	468,490	72,892	95,390	229,954	130,963	121,978	146,393
Result of the period, w/o sums used from previous surplus	**-4,490**	**944,325**	**249,670**	**8,249**	**5,726**	**16,145**	**80,917**
Previos surplus	**23,679**	**944,325**	**249,670**	**8,249**	**5,726**	**16,145**	**80,917**
Cummulated result	**19,188**	**1,027,928**	**74,831**	**5,965**	**9,740**	**39,879**	**68,682**
Population (01.07.2025)	2,113,039	264,089	353,781	477,233	326,081	299,399	392,456

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

General overview

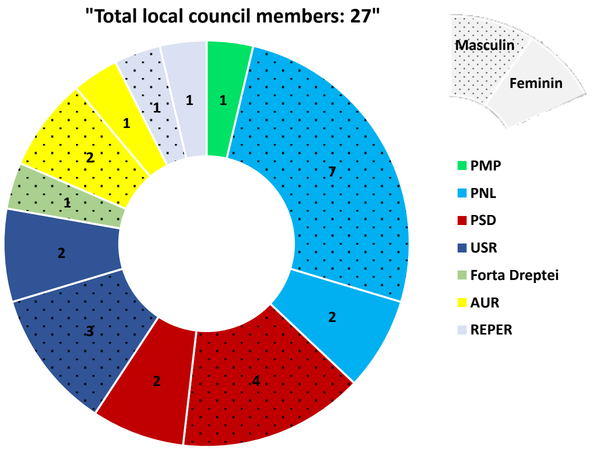
The Local Council and the City Hall Administration (Term 2024-2028)

At 31.12.2025



	Budget, finance, investments, and European funds	Urban planning, public works, and environment protection	Business environment, commerce, market administration, and consumer protection	Education, sports, health, culture, religious affairs, youth, and social issues	Legal, urban discipline, public order, and emergency situations	Public and private domain administration and communal management	International relations and relations with the associative environment
PMP	0	0	1	1	0	0	0
PNL	1	2	1	1	2	2	2
PSD	2	1	2	1	2	1	2
USR	1	2	0	1	1	1	1
Forta Dreptei	1	0	0	0	0	0	0
AUR	1	0	1	0	0	1	1
REPER	1	0	0	1	0	0	1

Political structure



PMP	4%
PNL	33%
PSD	22%
USR	19%
Forta Dreptei	4%
AUR	11%
REPER	7%

Female	33%
Male	67%

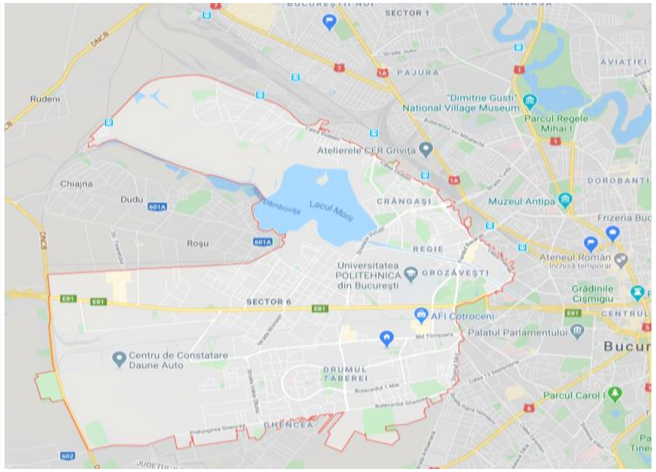
The City Hall Administration

Name	Position	Political Party
Moldovan Paul Cristian	Mayor	PNL
Ion Tănăsuică	Vice Mayor	PSD
Spiridon Demirel	General Secretary	

General overview

Institutions and directions under the authority of the Local Council of Sector 6 of Bucharest Municipality

- ***District 6 of the Bucharest Municipality (Specialized body within the Mayor's office);***
- ***Commercial Administration District 6;***
- ***Public Domain Administration and Urban Development District 6;***
- ***General Directorate of Local Taxes and Duties District 6;***
- ***Education units;***
- ***General Directorate of Social Assistance and Child Protection;***
- ***General Directorate of Local Police District 6;***
- ***Local Directorate of Population Evidence Distrcit 6;***
- ***Multifunctional Health Center "Sfantul Nectarie";***
- ***Center for Innovation and Urban Design Sector 6 S.R.L.***



Cultural and social environment

Commerce and Utilities

- In District 6, there are over 10 large shopping centers, the most important of which are: Metro, Carrefour, Bricostore, AFI Mall, Plaza Romania, Expo Construct Militari, Dedeman, the Sir Commercial Complex, and approximately 1,200 stores engaged in commercial activities. The agro-food markets are concentrated in the Drumul Taberei, Militari, and Crangasi neighborhoods and are fully funded from their own revenues (off-budget institutions). One source of revenue comes from the direct operation of the Chilia Veche, Valea Ialomitei, Drumul Taberei II, and Giulesti II markets through the collection of flat-rate stall fees, while the second source consists of income obtained from partnership contracts and rental agreements concluded for the arrangement and operation of the other markets (Gorjului, Veteranilor, Drumul Taberei I, and Crangasi).
- Utilities in Sector 6 are provided as follows: water supply by APA NOVA SA, thermal energy supply by CMTEB, natural gas supply by ENGIE, and electricity supply by ENEL.

Health

- Through LCD no. 149 of 06.07.2023, the contracting of an external repayable financing from the Council of Europe Development Bank was approved for the financing of the European investment project "Construction of a building with the function of a hospital, complex functions, and organization of execution works," located at 101E Timisoara Boulevard.
- Within Sector 6, the main healthcare units are: the Bucharest University Emergency Hospital, the "Prof. Dr. Panait Sârbu" Clinical Hospital of Obstetrics and Gynecology, the Witting University Railway Hospital, and the "Saint Nectarios" Health Center (a unit subordinated to the General Directorate of Social Assistance and Child Protection of Sector 6, offering over 15 specialties).
- Through LCD no. 266 of 28.11.2024, the technical-economic indicators of the investment objective "Construction of a Building with the Function of a Hospital, Complex Functions, and Organization of Execution Works" were updated. The total value of the investment is 950,867,620 lei (including VAT), of which Construction + Assembly amounts to 363,528,536 lei (including VAT).

General overview

Culture, Recreation, and Religion

- The most important landmarks and attractions in Sector 6 are: the National Cotroceni Museum (dating from 1861), the Chiajna Monastery (from 1774), the Polytechnic Institute, the Pasteur Institute, the Botanical Institute, and the National Institute for Aerospace Research "Emil Carafoli," as well as the Masca Theatre and the Comic Opera for Children.
- The sector also benefits from numerous green spaces, the main parks being: Crangasi Park, Liniei Park, and Drumul Taberei Park (the largest park in the sector, modernized and reopened in June 2015), as well as the Botanical Garden (covering approximately 17.5 hectares).
- Through the Integrated Urban Development Program of Bucharest Municipality's Sector 6 for 2021–2030 (endorsed by **LCD no. 101 of 30.06.2025**), for the objective of High-Performance and Inclusive Social Development, the aim is to improve the cultural offer and opportunities for artistic creation by:
- Through **LCD no. 24 of 11.02.2025**, the technical-economic indicators were approved for the project "Development of the Linear Park at Lacul Morii." The total value of the investment is 166,688,062 lei, including VAT, and the execution period is 18 months.
- Favorit Cultural Center – Leisure activities for residents in the area by providing a dedicated space; a center dedicated to cultural and artistic activities; events organized to promote local artists (2021–2024, estimated investment of approximately €13.3 million, under implementation, financed from the local budget and other funding sources).
- Through **LCD no. 124 of 27.06.2025**, non-reimbursable funding from the local budget of Sector 6 was approved for the organization of the West Side Hallo Fest 2025 Festival. The total budget of the program is 480,000 lei.
- Through **LCD no. 54 of 16.04.2025**, the feasibility study was approved for the development of a children's playground on Splaiul Independentei Boulevard.
- Through **LCD no. 112 of 29.05.2025**, the feasibility study was approved for the development of a park in the Prelungirea Ghencea area, with a total investment value of 16,943,025 lei.

Environmental Protection

- The European directives transposed into Romanian legislation have led to a new approach to waste management, paying attention to the need to protect and conserve natural resources, reduce management costs, and find effective solutions to reduce pollution. In order to increase the amount of waste reintroduced into the economic cycle, it is necessary to build separate collection points (by fractions) for waste. The Ministry of Environment, Waters and Forests has launched the Specific Guide for Component 3, Investment I.1, Sub-investment I.1.B – Construction of digitalized ecological islands. Thus, Sector 6 of Bucharest Municipality considers it appropriate to establish and equip 231 digitalized ecological islands (sets of containers) for the following separately collected waste streams: paper and cardboard waste, plastic and metal waste, glass waste, biodegradable waste, and residual waste. The project, proposed and approved through **LCD no. 138/03.07.2025**, complements other investments financed from the local fund and external funds. As a result, the number of residents served by the 265 ecological islands is 55,000 residents. The total financial allocation granted through the NRRP (National Recovery and Resilience Plan) for works intended for the construction and operationalization of digitalized ecological islands is €260,130,000. The maximum eligible value of the project corresponds to an eligible unit cost as follows: above-ground islands enclosed with 1.1 cubic meter containers – €14,000/island (excluding VAT).
- Through **LCD no. 127/24.05.2025**, the project "Expansion of the Separate Waste Collection System in Sector 6 of Bucharest Municipality" was approved. The total value of the project is 130,375,056 lei (including VAT), divided into two stages. In Stage 1, the value of the project is 9,811,854 lei (including VAT), with Sector 6's contribution amounting to 132,594.53 lei (including VAT). In Stage 2, the total value of the project is 120,563,201 lei (including VAT), with Sector 6's contribution amounting to 22,313,240 lei (including VAT).

Education

- Through **LCD no. 301/19.12.2025**, with subsequent amendments and completions, the organization of the school network comprising public and private pre-university education units in Sector 6 of Bucharest Municipality for the 2025–2026 school year was approved.
- Through **LCD no. 224 of 03.09.2025**, the technical-economic indicators for the investment objective "Consolidation, modernization, and thermal rehabilitation of Kindergarten no. 274" were approved. The total value of the investment is 37,320,308.12 lei (including VAT), of which Sector 6 of Bucharest Municipality contributes 30,129,480.01 lei (including VAT) from the local budget and other legally established sources.
- Through **LCD no. 246 of 17.10.2025**, the technical-economic indicators for the investment objective "Reconfiguration of the premises and construction of a sports HUB at Iuliu Maniu Technical College" were approved. The total construction area will be 18,667 sqm, and the total value of the investment is 23,383,897 lei (including VAT), financed by U.A.T. Bucharest, with Sector 6's contribution amounting to 12,373,471 lei (including VAT).
- Through **LCD no. 121/24.05.2025**, the technical-economic indicators for the investment objective "Execution of construction works for a nearly zero-energy building (NZEB) with the function of a kindergarten within the 'Saints Constantine and Helen' Secondary School" were approved, with a total investment value of 27,711,334 lei (including VAT).
- Through **LCD no. 226 of 03.09.2025**, the technical-economic indicators for the investment objective "Modernization and thermal rehabilitation of Kindergarten no. 208" were approved. The total value of the investment is 31,875,605.04 lei (including VAT), of which Sector 6 of Bucharest Municipality contributes 26,542,786.34 lei (including VAT) from the local budget and other legally established sources.
- Through **LCD no. 227 of 03.09.2025**, the updated economic indicators for the investment objective "Modernization and thermal rehabilitation of Kindergarten no. 230" were approved. The total value of the investment is 29,350,958.67 lei (including VAT), of which Sector 6 of Bucharest Municipality contributes 24,912,799.14 lei (including VAT) from the local budget and other legally established sources.
- Ongoing projects for the construction and renovation of school infrastructure in Sector 6 include: Projects financed through the Regional Operational Program (in 2020 and 2021, financing contracts were signed for the modernization of school infrastructure for 6 educational units); Projects under the National Local Development Program 2017–2020 (e.g., Albina Kindergarten – 17 Rusetu Street, Sector 6, Bucharest, new construction); The project "Sector 6 – Energy Efficiency for Public Buildings (D6EEPB)," which involves NZEB-type rehabilitation of educational units and the construction of new buildings. Execution contracts have been signed and works are already underway, including 12 NZEB rehabilitation objectives for educational units, 8 new NZEB kindergartens, and new NZEB after-school facilities.

Source: Integrated Urban Development Program of Sector 6 of Bucharest Municipality 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 (2006-2025): Bucharest

	2025, 2024, 2023, 2022, 2021, 2020, 2019, 2018 - with the exception of 273 (Art. 32 and 33)											Law 273/2006		
	Law of the State Budget 9/10.02.2025	GEO 156/2024 (until the approval of the State Budget)	Law of the State Budget 421/28.12.2023	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	02.12.2012	01.01.2011	18.07.2006
Applicability:	**2025**	**2025**	**2024**	**2023**	**2022**	**2021**	**2021**	**2020**	**2020**	**2019**	**2018**			
	(03-12.2025)	*(01-02.2025)*												
BUCHAREST														
Local Budget	**86%**													
1) Municipality of Bucharest	45%	47%	47%	50%	50%	50%	50%	50%	50%	49.0%	55.0%	44.5%	44.5%	47.5%
2) Districts of the Municipality of Bucharest	55%	50%	50%	50%	50%	50%	50%	50%	50%	51.0%	30.0%	20.0%	22.5%	23.5%
3) Ilfov: SD financing	1.5 din 1)	3%	3%											
in a separate account, to balance budgets	**14%**					7%					**5.0%**	**7.0%**	10.0%	11.0%
at level	national					national					regional	regional	regional	regional
TOTAL	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**100.0%**	**90.0%**	**71.5%**	**77.0%**	**82.0%**
Remarks; ALLOCATION MODE	The total amount to be distributed is divided to the total number of inhabitants of the Municipality of Bucharest; and allocated to each sector by the inhabitans in the area.	Proportional to the amounts collected in 2024 **(97% Bucharest +3% Ilfov)**	The total amount to be distributed is divided to the total number of inhabitants of the Municipality of Bucharest; and allocated to each sector by the inhabitans in the area.	2 steps: 1. Allocation **lei 2,000**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Allocation **lei 1,500**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Allocation **lei 1,400**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Allocation **lei 1,150**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Allocation **lei 1,000**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Allocation **lei 1,000**/capita/year 2. The difference is distributed directly proportional with the estimated tax to be realized in each district range	2 steps: 1. Ensure of a minimum operating budget **of lei 1,250 in order to supplement the own revenues** 2. Proportional to the estimated tax to be collected in 2019 at the level of each sector				
RESIDENT REFERENCE	CENSUS 2021		01.2023	01.2022	01.2021		01.2020		01.2019	01.2018				
TOTAL	***1,716,983***		***2,160,169***	***2,161,842***	***2,158,169***		***2,151,665***		***2,131,034***	***2,112,483***				
District 1	*224,764*		*265,633*	*264,233*	*261,449*		*259,084*		*254,074*	*250,089*				
District 2	*290,507*		*364,603*	*367,221*	*369,703*		*372,072*		*372,032*	*371,554*				
District 3	*373,566*		*491,538*	*490,797*	*488,008*		*484,106*		*478,214*	*474,220*				
District 4	*262,780*		*337,071*	*337,160*	*335,628*		*333,896*		*329,472*	*325,179*				
District 5	*239,607*		*303,776*	*304,584*	*305,534*		*305,519*		*303,145*	*300,391*				
District 6	*325,759*		*397,548*	*397,847*	*397,847*		*396,988*		*394,097*	*391,050*				

***census 2021;** final data published on the website of the National Institute of Statistics on January 13, 2025 regarding the dissemination of the Population and Housing Census, respectively the situation of the resident population by domicile, by counties and municipalities, cities, communes on December 1, 2021
**** INS Population by domicile**

2. General framework

Legislation: changes with impact, variations between the periods:

Revenues:
- **2017-2018-2019-2020-2021-2022-2023-2024**: Allocations of quotas from income tax from the state budget to the local budget; Percentage and principle of allocation;
- **>= 2018:** Reduction of the income tax rate: from 16% to 10%, in force starting with 2018 (affecting the level of income tax quotas collected at the state budget);
- **>= 2024:**

1. Reduction in the allocated share of income tax to Administrative-Territorial Units (UAT): Retaining in the State Budget the tax owed by individuals on income from pensions, interest, gambling, and dividends. (GEO 115/2023 art. LVIII regarding the amendment of the Fiscal Code);
2. Increases for local taxes and duties through annual indexation with the inflation rate (*using april of the current year for the previous year*). The main effect is on: taxes on residential buildings owned by individuals, land owned by individuals and legal entities, and taxes on transportation means under 12 tons owned by individuals and legal entities. (Article 491, paragraph (1) and paragraph (2), Law no. 227/2015 regarding the Fiscal Code).

Expenditures:
- **>= 2017:** 20% increase in staff costs; modification of the base salary at national level received by the staff paid from the public services;
- **>=2024:** Increasing the base salary for public service employees by up to 10% compared to the december 2023 level (in two steps: +5% in june and +5% in september; categories that have not benefited from previous increases; for UAT, the impact is on those with fewer than 20,000 inhabitants; more significant influence at the central administration level) (GEO 53/2024);
- **=2025:** According to GEO 156/2024, the salaries of budget officers, including dignitaries, will remain frozen in 2025, at the level o f November 2024. The same measure applies to employees of mayors, county and local councils. Also, the increments, premiums and food allowance will remain at the level of November 2024, without increases in 2025.

Revenues and Expenditures:
- **>= 2018:** No income and expenditures related to education staff through local budgets; reduction of operating revenues (VAT for decentralized expenditures) and related operating expenditures.

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Revenue and expenditure balance

for the period 2022 - 2025

'000 RON

		2022	2023	%	2024	%	2025	%
	TOTAL REVENUES	**1,360,278**	**1,720,303**	**26.5%**	**1,712,364**	**-0.5%**	**1,932,301**	**12.8%**
	TOTAL EXPENDITURES	**1,207,706**	**1,835,201**	**52.0%**	**1,715,624**	**-6.5%**	**1,944,536**	**13.3%**
1	**Operational Revenues**	**1,327,976**	**1,644,310**	**23.8%**	**1,536,083**	**-6.6%**	**1,726,884**	**12.4%**
2	**Fiscal revenues**	**1,299,153**	**1,609,273**	**23.9%**	**1,505,269**	**-6.5%**	**1,681,511**	**11.7%**
3	Tax own revenues	1,103,690	1,386,246	25.6%	1,231,085	-11.2%	1,363,339	10.7%
4	Sums deducted from VAT	195,464	223,026	14.1%	274,184	22.9%	318,172	16.0%
5	**Non-fiscal revenues, out of which:**	**27,812**	**30,506**	**9.7%**	**27,728**	**-9.1%**	**34,999**	**26.2%**
6	Non-fiscal own revenues	27,502	30,239	10.0%	27,728	-8.3%	34,491	24.4%
7	Donations and sponsorships	310	268	-13.7%	-	-	507	-
8	**Current subsidies**	**1,011**	**1,918**	**89.8%**	**3,085**	**60.9%**	**4,204**	**36.2%**
9	**Other Operational Revenues**	**- 0**	**2,614**		**- 0**	**-100.0%**	**6,171**	**-**
1	**Operational Expenditures (OPEX), out of which:**	**777,334**	**926,418**	**19.2%**	**1,043,879**	**12.7%**	**1,134,400**	**8.7%**
2	Staff Costs (PEREX)	213,231	262,275	23.0%	323,252	23.2%	366,308	13.3%
3	Goods and services*	358,625	387,174	8.0%	396,355	2.4%	364,695	-8.0%
4	Current transfers	52,763	74,724	41.6%	111,874	49.7%	154,008	37.7%
5	Internal transfers	29,596	34,834	17.7%	52,597	51.0%	58,636	11.5%
6	Social assistance	84,577	114,256	35.1%	141,770	24.1%	176,628	24.6%
7	Subsidies	4,115	2,264	-45.0%	4,545	100.7%	1,291	-71.6%
8	Other expenditures	34,427	50,892	47.8%	13,486	-73.5%	12,832	-4.9%
	Operational result	**550,642**	**717,892**		**492,204**		**592,485**	
	Operational Surplus (% from OPEX)	70.8%	77.5%		47.2%		52.2%	
	Operational Deficit (% from Op. Revenues)	-	-		-		-	
1	**Investment revenues**	**32,303**	**75,992**	**135.3%**	**154,281**	**103.0%**	**204,339**	**32.4%**
2	Capital revenues	9	7	-25.4%	12	74.7%	143	1086.7%
3	Capital subsidies	17,597	53,028	201.3%	57,556	8.5%	131,386	128.3%
4	Sums received from EU for the made payments	14,696	22,957	56.2%	51,621	124.9%	54,045	4.7%
1	**Investment expenditures (CAPEX), out of which:**	**304,417**	**499,092**	**63.9%**	**548,401**	**9.9%**	**663,744**	**21.0%**
2	Capital transfers	5,002	38,607	671.8%	84,842	119.8%	20,838	-75.4%
3	Projects financed from EU	59,552	112,099	88.2%	14,060	-87.5%	29,589	110.4%
4	PNRR	-	23,488		71,591		125,518	
5	Capital expenditures	239,843	324,870	35.5%	378,941	16.6%	488,008	28.8%
	The result from the investment activity	**- 272,115**	**- 423,100**		**- 394,120**		**- 459,405**	
1	**Financial revenues**	**-**	**-**	**-**	**22,000**	**-**	**1,078**	**-95.1%**
2	Financial operations	-	-	-	22,000	-	1,078	-95.1%
1	**Financial expenditures**	**125,955**	**409,691**	**225.3%**	**123,345**	**-69.9%**	**146,393**	**18.7%**
2	Loan related commisions	1	8	723.9%	1	-82.8%	1	-29.4%
3	Interests	53,425	63,484	18.8%	47,466	-25.2%	52,889	11.4%
4	Loans reimbursements	72,529	346,199	377.3%	75,877	-78.1%	93,503	23.2%
	Financial result	**- 125,955**	**- 409,691**		**- 101,345**		**- 145,315**	
	Period's result	**152,572**	**- 114,898**		**- 3,261**		**- 12,235**	
	Surplus (% out of Total expenditures)	12.6%	-		-		-	
	Deficit (% out of Total revenues)	-	6.7%		0.2%		0.6%	
	Reserves	46,504	199,076		84,178		80,917	
	Adjustment **)						-	
	Current result (Cummulated reserves+Period's result)	**199,076**	**84,178**		**80,917**		**68,682**	
	Own revenues % of Operational revenues	85.2%	86.1%		82.0%		81.0%	
	OPEX/Own revenues (%)	68.7%	65.4%		82.9%		81.1%	
	(Operational expenditures -Staff costs, excluding Education and Social assistance) % of (Own revenues - Quotas deducted from the income tax)	57.0%	53.9%		66.8%		66.8%	

*) 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

**) Supplementing the previous surplus to the local budget by taking over the cumulative result of public institutions previously financed from other sources and taken over with financing from the local budget

Revenue and expenditure balance

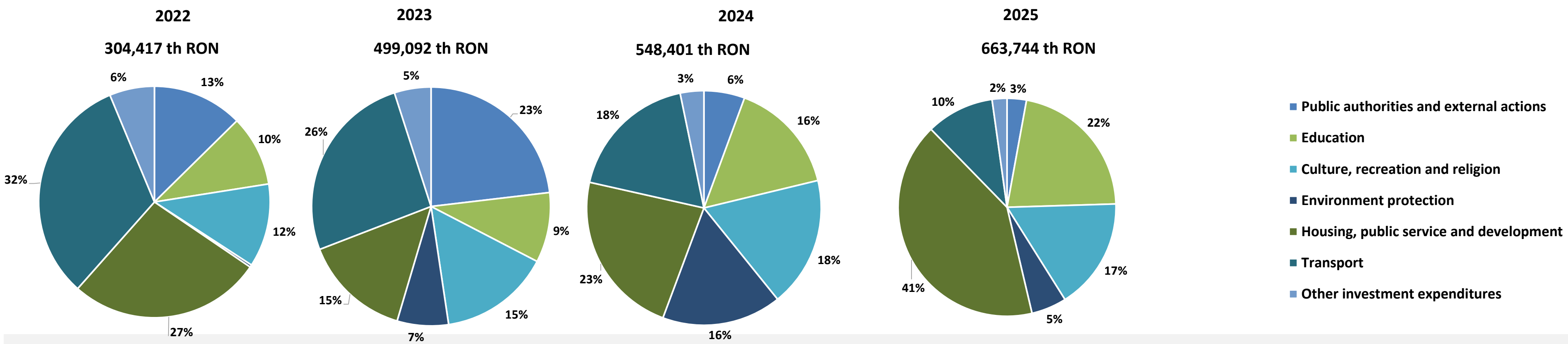
for the period 2022 - 2025

'000 RON

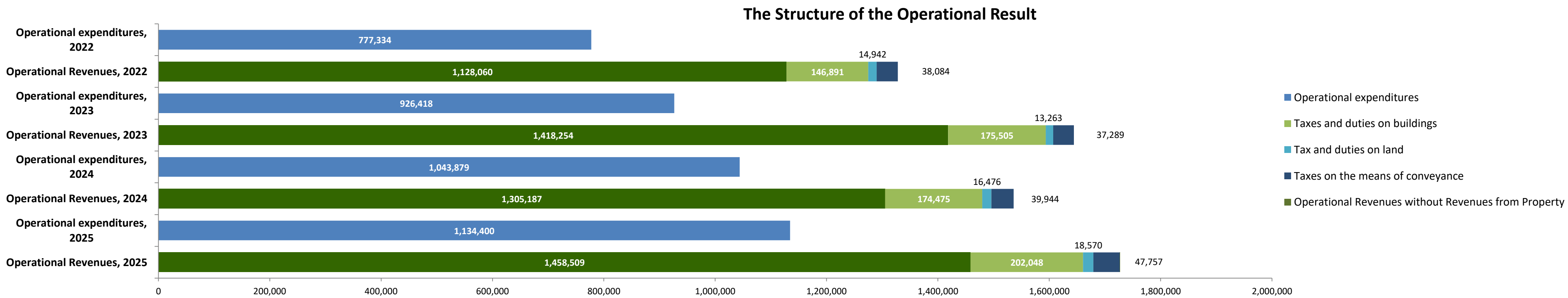
- **The result of the period** was positive only in 2022, the operational surplus managing to cover the entire deficit recorded from the investment activity and the result from financial expenditures. The financial years 2023, 2024 and 2025 marked a deficit, but it was covered by the cumulative result of previous years.
- In 2025, the largest deficit in **Investment activity** was found (amounting to -RON 459,405 th), mainly as a result of the increase in Investment Expenditures made (+RON 115,343 th), while Investment Revenues increased by RON 50,058 th.

The structure of Capital Expenditures is presented in the graphs below, by financing destinations:

Investment expenditures



- **The operational result** was positive in each year of the analyzed period, the evolution being determined by an accelerated increase in Operational Revenues in 2023 (+23.8%) and in 2025 (+12.4%), in contrast to that of Operational Expenditures, which experienced more moderate but successive increases in the analyzed period.
- **The financial result** remained negative throughout the analyzed period, due to the lack of financial income during 2022–2023 and its lower level compared to financial expenses in the period 2024–2025.
- Taking into account the cumulative result of previous years, the **Current result** reached RON 68,682 th at the end of 2025, decreased by RON 12,235 th compared to the previous year, respectively lower by RON 130,394 th compared to the first period of the analyzed interval.

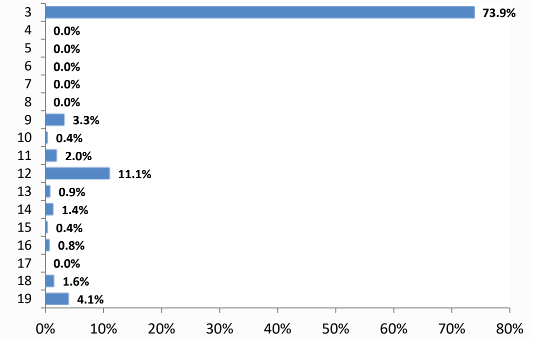


Revenue and expenditure structure

at 31.12.2025 — '000 RON

Budgetary execution

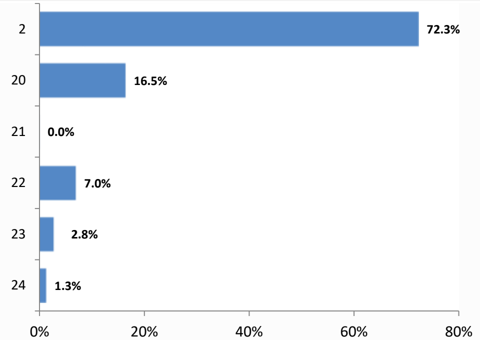
Structure of own revenues — 1,397,973



Structure of total revenues — 1,932,301

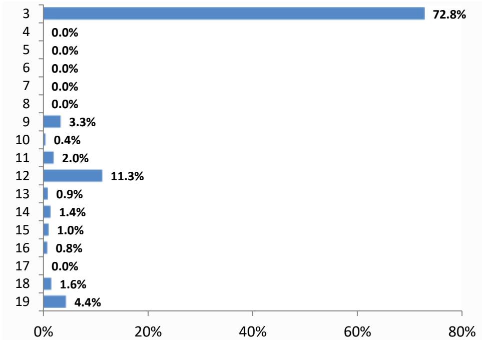
out of which:

Previous surplus — *0*



Final budgetary provisions

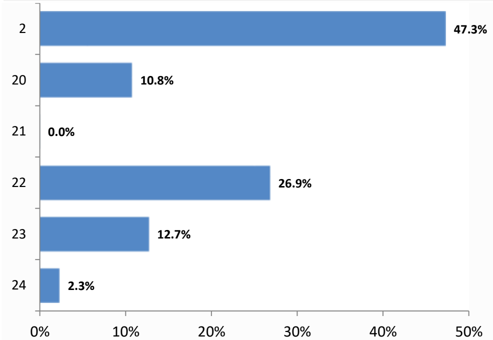
Structure of own revenues — 1,418,621



Structure of total revenues — 2,998,637

out of which:

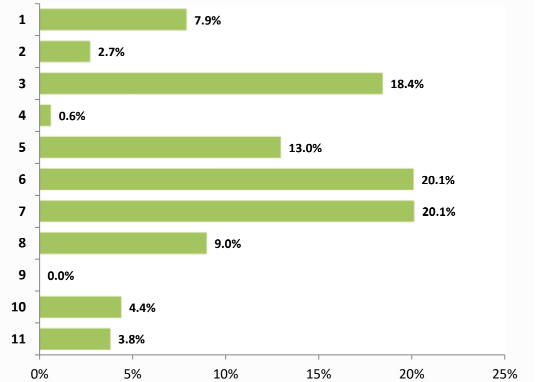
Previous surplus — *0*



Structure of functional expenditure — 1,932,301

out of which:

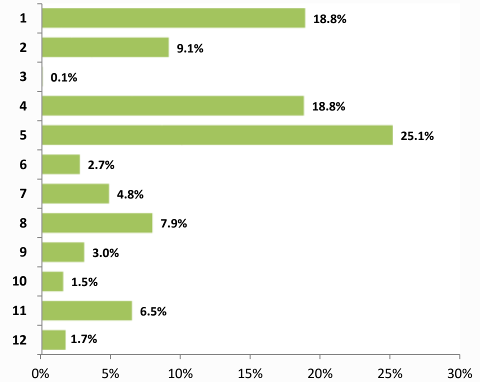
Total payments (TP) - 100%	*1,944,536*
Reserves, Surplus / Deficit	*-12,235*



Structure of economic expenditure — 1,932,301

out of which:

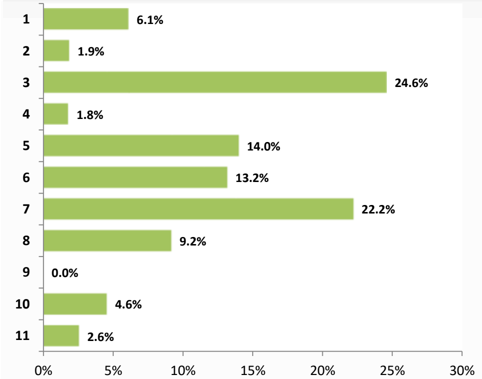
Total payments (TP) - 100%	*1,944,536*
Reserves, Surplus / Deficit	*-12,235*



Structure of functional expenditure — 2,998,637

out of which:

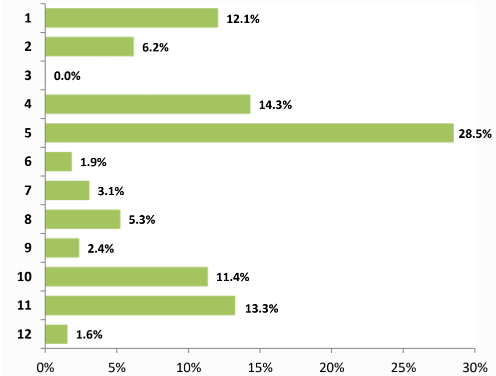
Total payments (TP) - 100%	*3,079,554*
Reserves, Surplus / Deficit	*-80,917*



Structure of economic expenditure — 2,998,637

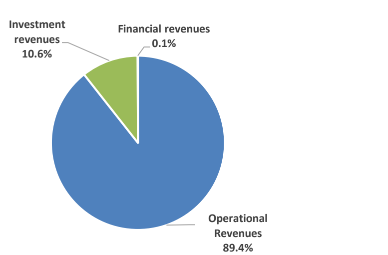
out of which:

Total payments (TP) - 100%	*3,079,554*
Reserves, Surplus / Deficit	*-80,917*

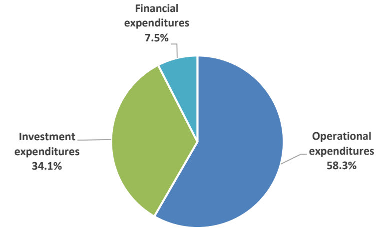


Note: The vertical axis reflects the components of the income/expenses detailed in the revenues/expenditures statement;

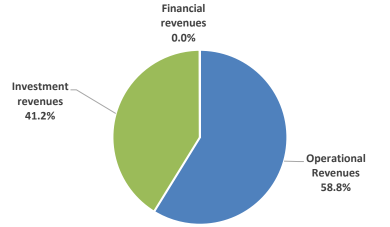
Revenues at Q4 2025: Execution



Expenditures at Q4 2025: Execution



Revenues at Q4 2025: Final budget



Expenditures at Q4 2025: Final budget

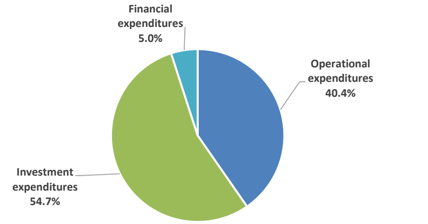


Table of contents Section II

Section II: Budgetary revenues

The situation of the revenues collected
for the period 2022 - 2025

Line	Summary of the main revenues	evolution in the period**	Q4 2022 Execution	Q4 2022 % /TR	Q4 2023 Execution	Q4 2023 % /TR	Q4 2023 y/y	Q4 2024 Execution	Q4 2024 % /TR	Q4 2024 y/y	Q4 2025 Execution	Q4 2025 % /TR	Q4 2025 y/y	Q4 2025 Rectified	Q4 2025 % /TR	Q4 2025 Initial	Q4 2025 % /TR
1	**Total revenues**	**12.4%**	**1,360,278**		**1,720,303**		**26.5%**	**1,712,364**		**-0.5%**	**1,932,301**		**12.8%**	**2,998,637**		**2,616,641**	
2	**Own revenues, out of which:**	**7.3%**	**1,131,201**	83.2%	**1,416,492**	82.3%	25.2%	**1,258,825**	73.5%	-11.1%	**1,397,973**	72.3%	11.1%	**1,418,621**	47.3%	**1,320,591**	50.5%
3	Quotas and amounts deducted from the income tax	6.7%	850,767	62.5%	1,101,492	64.0%	29.5%	933,538	54.5%	-15.2%	1,033,179	53.5%	10.7%	1,033,179	34.5%	980,591	37.5%
4	Capital revenues	149.2%	9	0.0%	7	0.0%	-25.4%	12	0.0%	74.7%	143	0.0%		153	0.0%	13	0.0%
5	Revenues from concessions and rents	-52.9%	1,517	0.1%	1,023	0.1%	-32.5%	787	0.0%	-23.1%	158	0.0%	-79.9%	170	0.0%	1,000	0.0%
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	10.4%	34,630	2.5%	37,618	2.2%	8.6%	39,848	2.3%	5.9%	46,647	2.4%	17.1%	47,500	1.6%	41,000	1.6%
10	Tax on land from the population	12.6%	4,357	0.3%	4,808	0.3%	10.4%	4,971	0.3%	3.4%	6,214	0.3%	25.0%	6,230	0.2%	5,030	0.2%
11	Taxes on the means of conveyance owned by population	6.9%	23,008	1.7%	23,124	1.3%	0.5%	23,796	1.4%	2.9%	28,115	1.5%	18.1%	28,400	0.9%	24,000	0.9%
12	Tax on buildings from legal entities	11.4%	112,261	8.3%	137,887	8.0%	22.8%	134,627	7.9%	-2.4%	155,401	8.0%	15.4%	160,000	5.3%	142,000	5.4%
13	Tax on land from legal entities	5.3%	10,585	0.8%	8,455	0.5%	-20.1%	11,505	0.7%	36.1%	12,356	0.6%	7.4%	12,800	0.4%	13,000	0.5%
14	Taxes on the means of conveyance owned by legal entities	9.2%	15,076	1.1%	14,165	0.8%	-6.0%	16,148	0.9%	14.0%	19,642	1.0%	21.6%	20,200	0.7%	16,500	0.6%
15	Fees and charges for the issuance of licences and authorisations of functioning	-15.4%	10,153	0.7%	9,542	0.6%	-6.0%	14,270	0.8%	49.5%	6,156	0.3%	-56.9%	14,700	0.5%	14,700	0.6%
16	Stamp duties, for notary work and other stamp duties	-0.2%	11,105	0.8%	14,028	0.8%	26.3%	13,875	0.8%	-1.1%	11,049	0.6%	-20.4%	11,260	0.4%	13,810	0.5%
17	Extrajudicial stamp duties	-100.0%	34	0.0%	57	0.0%	68.5%	-	-	-	-	-	-	-	-	-	-
18	Revenues from fines and other legal sanctions	9.0%	16,897	1.2%	17,651	1.0%	4.5%	17,490	1.0%	-0.9%	21,902	1.1%	25.2%	22,300	0.7%	18,000	0.7%
19	Other own revenues	11.8%	40,804	3.0%	46,635	2.7%	14.3%	47,959	2.8%	2.8%	57,010	3.0%	18.9%	61,729	2.1%	50,947	1.9%
20	**Sums deducted from VAT**	**17.6%**	**195,464**	14.4%	**223,026**	13.0%	14.1%	**274,184**	16.0%	22.9%	**318,172**	16.5%	16.0%	**322,604**	10.8%	**254,075**	9.7%
21	**Donations and sponsorships**	**17.8%**	**310**	0.0%	**268**	0.0%	-13.7%	-	-	-	**507**	0.0%	-	**507**	0.0%	**297**	0.0%
22	**Subsidies received from the State Budget, out of which:**	**93.9%**	**18,608**	1.4%	**54,946**	3.2%	195.3%	**60,642**	3.5%	10.4%	**135,589**	7.0%	123.6%	**805,170**	26.9%	**687,512**	26.3%
22.1	capital	95.5%	17,597	1.3%	53,028	3.1%	201.3%	57,556	3.4%	8.5%	131,386	6.8%	128.3%	800,242	26.7%	684,472	26.2%
22.2	current	60.8%	1,011	0.1%	1,918	0.1%	89.8%	3,085	0.2%	60.9%	4,204	0.2%	36.2%	4,928	0.2%	3,040	0.1%
23	**Sums received from the EU for the made payments**	**54.4%**	**14,696**	1.1%	**22,957**	1.3%	56.2%	**51,621**	3.0%	124.9%	**54,045**	2.8%	4.7%	**381,948**	12.7%	**300,922**	11.5%
24	**Other revenues, out of which:**	**-**	-	-	**2,614**	0.2%	-	**67,092**	3.9%		**26,014**	1.3%	-61.2%	**69,786**	2.3%	**53,244**	2.0%
24.1	Subsidies received from other administrations, capital	-	-	-	-	-	-	45,092	2.6%	-	18,765	1.0%	-58.4%	52,090	1.7%	52,090	2.0%

	evolution in the period**	Q4 2022 Execution	% /TR	Q4 2023 Execution	% /TR	y/y	Q4 2024 Execution	% /TR	y/y	Q4 2025 Execution	% /TR	y/y	Q4 2025 Rectified	% /TR	Q4 2025 Initial	% /TR
Operational Revenues	**9.2%**	1,327,976	97.6%	1,644,310	95.6%	23.8%	1,536,083	89.7%	-6.6%	1,726,884	89.4%	12.4%	1,763,204	58.8%	1,579,144	60.4%
Investment revenues	**84.9%**	32,303	2.4%	75,992	4.4%	135.3%	154,281	9.0%	103.0%	204,339	10.6%	32.4%	1,234,433	41.2%	1,037,497	39.6%
Financial revenues	**-**	-	-	-	-	-	22,000	1.3%	-	1,078	0.1%	-95.1%	1,000	0.0%	-	-
Total Revenues of the Operating Section	**9.4%**	1,025,173	75.4%	1,396,232	81.2%	36.2%	1,188,165	69.4%	-14.9%	1,340,938	69.4%	12.9%	1,395,479	46.5%	1,359,634	52.0%
Total Revenues of the Development Section	**20.8%**	335,106	24.6%	324,070	18.8%	-3.3%	524,199	30.6%	61.8%	591,363	30.6%	12.8%	1,603,158	53.5%	1,257,007	48.0%
Previous surplus		-		-			-			-			-		-	
Total Revenues of the period (without previous surplus)	**12.4%**	1,360,278		1,720,303		26.5%	1,712,364		-0.5%	1,932,301		12.8%	2,998,637		2,616,641	

*) %TR - Represents the weight of each line in Total Revenues Collected;

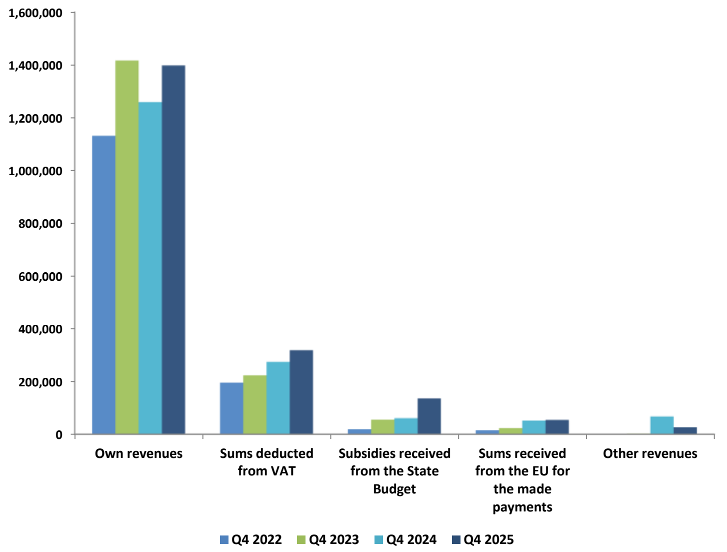
**) Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2022-2025;

		evolution in the period**	Q4 2022 Execution	% /TR	Q4 2023 Execution	% /TR	y/y	Q4 2024 Execution	% /TR	y/y	Q4 2025 Execution	% /TR	y/y	Q4 2025 Rectified	% /TR	Q4 2025 Initial	% /TR
	Revenues from tax on property (does not include land outside the built-area and agricultural land)	**10.3%**	**199,916**	14.7%	**226,057**	13.1%	13.1%	**230,895**	13.5%	2.1%	**268,375**	13.9%	16.2%	**275,130**	9.2%	**241,530**	9.2%
9 + 12	Taxes and duties on buildings	11.2%	146,891	10.8%	175,505	10.2%	19.5%	174,475	10.2%	-0.6%	202,048	10.5%	15.8%	207,500	6.9%	183,000	7.0%
10 + 13	Tax and duties on land	7.5%	14,942	1.1%	13,263	0.8%	-11.2%	16,476	1.0%	24.2%	18,570	1.0%	12.7%	19,030	0.6%	18,030	0.7%
11 + 14	Taxes on the means of conveyance	7.8%	38,084	2.8%	37,289	2.2%	-2.1%	39,944	2.3%	7.1%	47,757	2.5%	19.6%	48,600	1.6%	40,500	1.5%
	Tax on property from the population	9.3%	61,995	4.6%	65,549	3.8%	5.7%	68,616	4.0%	4.7%	80,976	4.2%	18.0%	82,130	2.7%	70,030	2.7%
	Tax on property from the legal entities	10.8%	137,921	10.1%	160,507	9.3%	16.4%	162,280	9.5%	1.1%	187,399	9.7%	15.5%	193,000	6.4%	171,500	6.6%

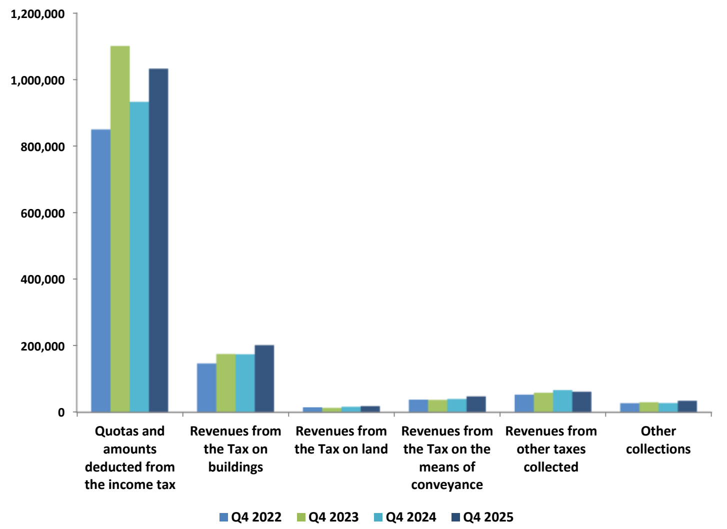
The dynamics of the revenues collected for the period 2022 - 2025

'000 RON

Dynamics of the total revenues collected in the period 2022 - 2025



Dynamics of the own revenues collected in the period 2022 - 2025



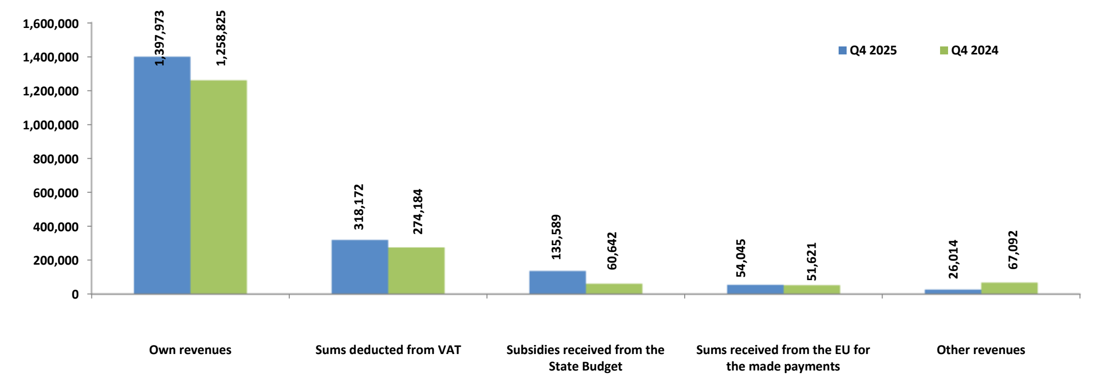
The revenues collected from the local budget increased at a compound annual rate of 12.4% to RON 1,932,301 th, a level reached after a significant increase of RON 360,024 th in 2023 (+26.5%), followed by a decrease in 2024 by RON 7,939 th (-0.5%) and an increase in 2025 by RON 219,937 th (+12.8%).

- **Own revenues**, representing the main source contributing to the institution's budget (weights between 72.3% and 83.2% observed in the analyzed period), reached the highest level within the interval of RON 1,416,492 th in 2023, following an increase of RON 285,291 th (+25.2%). In 2024, these revenues decreased by RON 157,667 th (-11.1%), and in 2025 they increased by RON 139,148 th (+11.1%);
- **Sums deducted from VAT** increased at a compound annual rate of 17.6% to a maximum level of RON 318,172 th in 2025, as a result of the increase in revenues by RON 27,563 th (+14.1%) in 2023, by RON 51,158 th in 2024 (+22.9%), respectively by RON 43,988 th (+16%) in 2025. The variation of these revenues was observed in full at the level of the Sums deducted from VAT for financing expenditures at district's level, for financing private and confessional education and for balancing local budgets;
- **Subsidies received from the State Budget** received within the local budget increased by a compound annual rate of 93.9% to the value of RON 135,589 th in the base year. Important influences on this variation were observed in 2023, a year in which a higher level of subsidies was recorded by RON 36,338 th (+195.3%), respectively in 2025 when it increased by RON 74,948 th (+123.6%). The dynamics were observed mainly at the level of capital subsidies, namely Subsidies for the thermal rehabilitation for housing buildings, Subsidies from the state budget to local budgets for the "Anghel Saligny" National Investment Program, Allocations of PNRR amounts related to non-reimbursable financial assistance, Allocations of PNRR amounts related to the loan component, Subsidies from the state budget necessary to support the development of projects financed from non-reimbursable external funds post-accession, related to the 2021-2027 programming period, as well as those related to the 2014-2020 programming period;
- **Sums received from the EU for the made payments** increased at a compound annual rate of 54.4% and reached RON 54,045 th in 2025, after an upward evolution. Thus, these revenues increased by RON 8,261 th (+56.2%) in 2023, by RON 28,664 th (+124.9%) in 2024 and by RON 2,424 th (+4.7%) in 2025. The dynamics were found at the level of the amounts related to the 2021-2027 financial framework, namely the European Fund for Regional Development, the Cohesion Fund and the European Social Fund Plus, as well as those related to the 2014-2020 financial framework, respectively the European Fund for Regional Development, the Cohesion Fund and the European Social Fund;
- **The Other revenues group** registers values in the last three years of the analyzed interval, and within them, a significant increase is found in 2024, starting from a minimum of the period of RON 2,614 th and reaching a maximum of RON 67,092 th, subsequently they decrease by RON 41,078 th (-61.2%). The dynamics were observed mainly at the level of Revenues from the repayment of loans granted and Subsidies received from other administrations;
- The dynamics of **Own Revenues** was mainly determined by the following groups:
  - <u>Quotas and amounts deducted from the income tax</u> increased by RON 250,725 th (+29.5%) in 2023, decreased by RON 167,954 th in 2024 (-15.2%), followed by another increase by RON 99,641 th (+10.7%). The values were fully oriented to the Sums allocated from the quotas deducted from income tax to balance the local budgets;
  - <u>Revenues from tax on property</u> increased at a compound annual rate of 10.3%, starting from a minimum of RON 199,916 th for the period and recording the highest level of RON 268,375 th in 2025. Higher collections in the interval came from legal entities;
  - <u>Revenues from other taxes collected</u>, which reached a maximum value in the analyzed interval of RON 66,715 th, after the increases by RON 5,712 th (+10.8%) in 2023 and RON 7,918 th in 2024 (+13.5%). In 2025, these revenues decreased by RON 4,851 th (-7.3%). The influences on the evolution came mainly from the Fees and charges for the issuance of functioning licenses and authorizations, the Stamp duties, for notary work and other stamp duties and Other taxes and duties;
  - **Other collections**, which reached the highest level in the analyzed interval of RON 34,554 th in 2025, after an increase of RON 2,713 th in 2023 (+9.9%), followed by a decrease of RON 2,469 th (-8.2%) in 2024 and culminating in an increase of RON 6,878 th in 2025. Within this group, the evolution of Revenue from fines and other sanctions applied according to legal provisions, Contributions for the financing of the Program "School after school", Other fines, penalties and confiscations, Other revenues from interests and Other revenues.

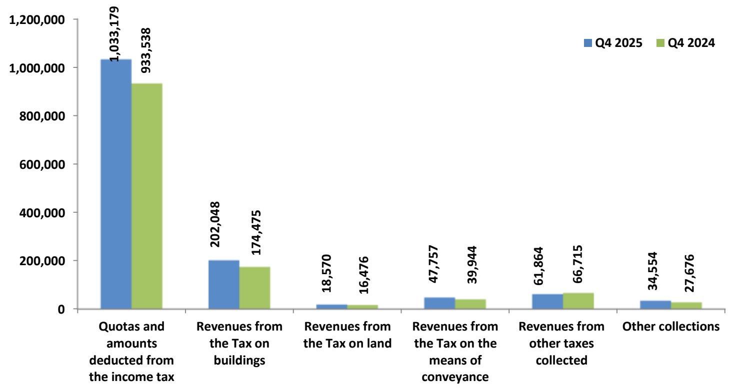
The variation of the performed revenues
performed in 2025 compared to 2024

'000 RON

Total revenues variation



Own revenues variation



The revenues collected to the local budget increased by 12.8%, respectively by RON 219,937 th.
Own revenues, with a share of 72.3% in the total revenues for the year, registered an increase of RON 139,148 th (+11.1%).

- **Subsidies received from the State Budget** by RON 74,948 th (+123.6%), the influences being observed mainly at the level of capital (+RON 73,830 th, +128.3%), respectively amounts recorded at the level of Subsidies for the thermal rehabilitation for housing buildings (RON 51,054 th) and Subsidies from the state budget necessary to support the development of projects financed from non-reimbursable external funds post-accession, related to the 2021-2027 programming period (RON 46,482 th), the increase in the Allocations of PNRR amounts related to non-reimbursable financial assistance (+RON 14,474 th) and the receipts from the Subsidies from the state budget to local budgets for the "Anghel Saligny" National Investment Program (+RON 12,385 th +196.3%), counterbalanced by the decrease in the value of the Allocations of PNRR amounts related to the loan component (-RON 38,378 th, -99.3%) and of 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 12,187 th, -99,9%). Also, at the level of Current Subsidies (+RON 1,118 th, +36.2%) there were increases in revenues mainly for Other rights for disability and adoption (+RON 1,124 th, +37%);
- **Sums deducted from VAT** register an increase of RON 43,988 th (+16%) up to the value of RON 318,172 th. The dynamics is generated by the evolution of the Sums deducted from VAT for financing expenditures at county level (+RON 54,405 th, +26.7%), those for Amounts deducted from the VAT for financing the private and confessional education (+RON 6,603 th, +12.6%), respectively those for Sums allocated from the quotas deducted from income tax to balance the local budgets (-RON 17,020 th, -95.8%);
- **Sums received from the EU for the made payments** register an increase of RON 2,424 th (+4.7%), reaching the value of RON 54,045 th, mainly as a result of the evolution of the amounts related to the 2021-2027 financial framework, as follows: the European Fund for Regional Development (+RON 40,699 th), the Cohesion Fund (receipts amounting to RON 10,706 th in 2025, without amounts in 2024) and the European Social Fund Plus (+RON 2,409 th). In contrast, the amounts related to the 2014-2020 financial framework were reduced as follows: the European Regional Development Fund (-RON 41,968 th), the Cohesion Fund (worth RON 5,840 th in 2024, without revenues recorded in 2025), the European Social Fund (worth RON 3,512 th in 2024, without amounts in 2025);
- **Donations and sponsorships**, registered receipts in the amount of RON 507 th, without such amounts in the previous year;
- **Other revenues** were decreased by RON 41,078 th (-61.2%), the dynamics being observed as follows: Funds allocated from PNRR for non-reimbursable financial assistance (-RON 43,399 th, -98.1%), Cash in of other loans reimbursements (-RON 21,000 th, -95.5%), Funds allocated from PNRR for the loans component (+RON 15,912 th), Other subsidies received from the central administration for the financing of some activities (in the amount of RON 6,171 th, without receipts in 2024), Sums allotted from the amounts obtained from auctioning of greenhouse gas emission certificates for financing the investment projects (in the amount of RON 1,161 th, without amounts in 2024).

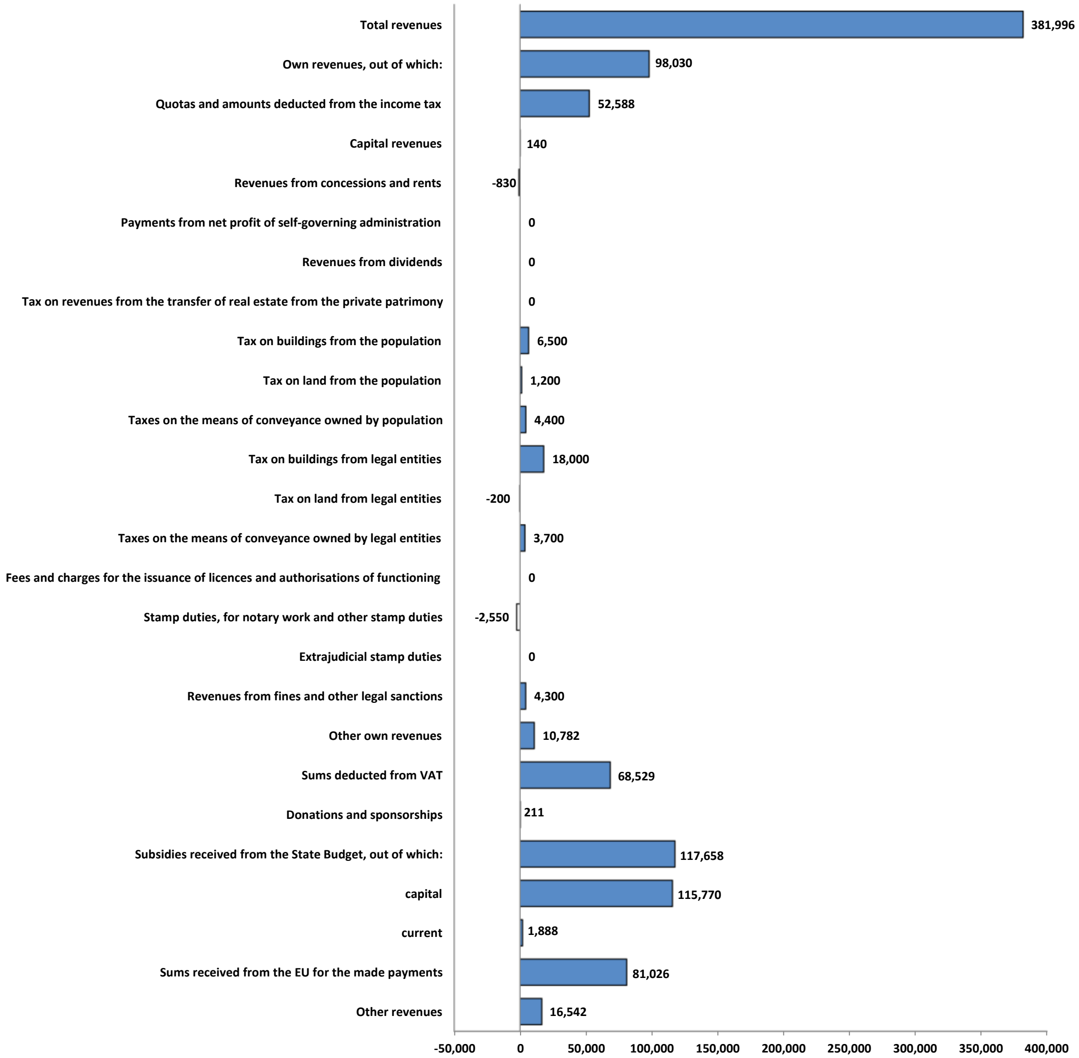
Own revenues reach RON 1,397,973 th in the reporting period, and the most important influences that determine the evolution of the group are found at the level of the following categories of income:

- <u>Quotas and amounts deducted from the income tax</u>, with a value of the amounts from the budget execution of RON 1,033,179 th, compared to RON 933,538 th value recorded in the previous year, evolution fully marked at the level of the Sums deducted from VAT for balancing the local budget (+RON 99,641 th, +10.7%);
- <u>Revenues from tax on property</u>, with a level of RON 268,375 th (+RON 37,480 th, +16.2%) saw increases in the amounts collected from legal entities (+RON 25,120 th, +15.5%), respectively from population (+RON 12,360 th, +18%). Taxes on buildings increased by RON 27,574 th (+15.8%), those on means of conveyance by RON 7,813 th (+19.6%) and those on land by RON 2,093 th (+12.7%);
- <u>Other collections</u>, higher by RON 6,878 th (+24.9%), with a major influence from Revenue from fines and other sanctions applied according to legal provisions (+RON 4,413 th, +25.2%), Contributions for the financing of the Program “School after school” (amounting to RON 1,650 th in 2025, without amounts in 2024), Other fines, penalties and confiscations (+RON 1,177 th), Other revenues from interests (+RON 847 th, +44.3%), Other revenues (RON -1,085 th, -36.4%), Revenues from concessions and rents (RON -628 th, -79.9%);
- <u>Revenues from other taxes collected</u>, with a decrease of RON 4,851 th (-7.3%) mainly determined by the receipts from Fees and charges for the issuance of functioning licenses and authorizations (-RON 8,114 th, -56.9%), Stamp duties, for notary work and other stamp duties (-RON 2,825 th, -20.4%), Other taxes and duties (+RON 5,825 th, +17%).

Budgetary provisions

'000 RON

Definitive budget provisions for the period compared to the initial provisions



The final provisions for 2025 estimate an increase in revenues collected by RON 381,996 th (+14.6%) compared to their value included in the initial budget. The dynamics are observed at the level:

- **Investment revenues**, the rectified provisions are increased by RON 196,937 th (+19%) compared to the initial ones, at the level of:
  - Capital subsidies (+RON 115,770 th, +16.9%): Subsidies for the thermal rehabilitation for housing buildings (final provisions in the amount of RON 111,193 th, thus without amounts included in the initial budget), Subsidies from the state budget to local budgets necessary to support the development of projects financed from the non-reimbursable external funds post-accession, related to the 2021-2027 programming period (amounts included in the final budget in the amount of RON 39,276 th, without initial estimates), Allocations of PNRR amounts related to the loan component (+RON 21,032 th, +12%), Allocations of PNRR amounts related to non-reimbursable financial assistance (-RON 41,403 th, -18.8%), Funding for actions related to seismic risk reduction (-RON 14,339 th, -5.3%);
  - Sums received from the EU for the made payments (+RON 81,026 th, +26.9%) for which the provisions of the amounts related to the 2021-2027 financial framework were increased, as follows: European Fund for Regional Development (+RON 110,468 th, +351.7%), European Social Fund Plus (final provisions in the amount of RON 2,503 th, without initial estimates). On the other hand, the provisions at the level of the related amounts related to the 2014-2020 financial framework, namely the European Regional Development Fund (-RON 31,945 th, -22.9%);
  - Capital revenues (+RON 140 th), fully by increasing the final provisions at the level of Revenues from the public institutions' goods capitalization;
  - At the level of Other investment revenues, an increase in the provisions for Funds allocated from PNRR for the loans component (+RON 13,350 th, +147.5%) was observed, offset by a decrease in them for Funds allocated from PNRR for non-reimbursable financial assistance (-RON 13,350 th, -40.5%).

Budgetary provisions

'000 RON

Definitive budget provisions for the period compared to the initial provisions

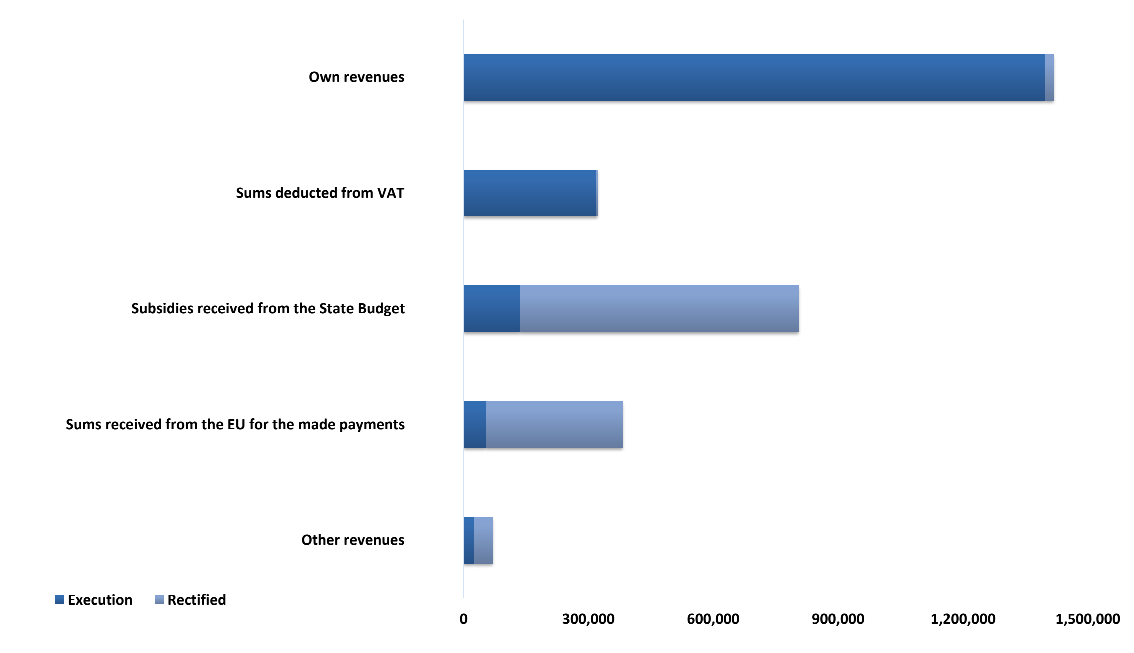
- **Operational revenues**, for which the provisions increased by RON 184,060 th (+11.7%), as follows:
  - Own revenues are provided for in the final budget in the amount of RON 1,418,468 th, standing by RON 97,890 th above the initial provisions (+7.4%), with the main changes at the level:
    - Quotas and amounts deducted from the income tax (+RON 52,588 th, +5.4%), in full for Sums allocated from the quotas deducted from income tax to balance the local budgets;
    - Revenues from tax on property (+RON 33,600 th, +13.9%), of which the estimates for Taxes and duties on buildings increased by RON 24,500 th (+13.4%), on means of conveyance by RON 8,100 th (+20%) and on land by RON 1,000 th (+5.5%);
    - Other collections, being increased the provisions at the level of Revenue from fines and other sanctions applied according to legal provisions (+RON 4,300 th, +23.9%), Other revenues from interests (+RON 2,660 th), Contributions for the financing of the Program “School after school” (final provisions in the amount of RON 1,600 th, without such amounts included in the initial budget), Other revenues from services and other activities (amounts included in the final budget in the amount of RON 1,530 th, without initial estimates), Other fines, penalties and confiscations (+RON 1,230 th), and those for Revenues from concessions and rents (-RON 830 th, -83%);
    - Revenues from other taxes collected, for which the final provisions for Other taxes and duties (+RON 3,300 th, +8.7%) and Other revenues from tax on property (+RON 300 th, +10.9%) were increased, and those for Stamp duties, for notary work and other stamp duties by RON 2,550 th (-18.5%).
  - Sums deducted from VAT were estimated through the rectified budget at RON 322,604 th, being 27% above the initial provisions (+RON 68,529 th), mostly at the level of those for Sums deducted from VAT for financing expenditures at districts level (+RON 53,972 th, +25.9%) and for Amounts deducted from the VAT for financing the private and confessional education (+RON 14,557 th, +32.3%);
  - Other subsidies received from the central administration for the financing of some activities included in the initial budget in the amount of RON 1,154 th were increased in the budget rectification up to the value of RON 16,696 th;
  - In the final budget, the provisions for Current subsidies (+RON 1,888 th, 62.1%) were increased, fully at the level of Other rights for disability and adoption;
  - For Donations and sponsorships, the final provisions for Q4 2025 were increased to the level of RON 507 th (+RON 211 th, +71%).
- **Financial revenues**, for which amounts included in the final budget in the amount of RON 1,000 th were provided in full for Cash in of other loans reimbursements, without such amounts initially estimated.

Budgetary provisions

Achievement degree of the revenues in 2025

'000 RON

Achievement degree compared to the final provisions



Total revenues collected to the local budget at the end of the year were RON 1,066,336 th below the level of the provisions of the final budget, thus marking a degree of achievement of 64.4%.

- **Investment revenues** were RON 1,030,094 th below the estimated level, with an execution rate of 16.6%. Major influences on the low level of execution were observed in the following categories:
  - Capital subsidies, which were RON 668,856 th (-83.6%) below the estimated value, as follows: Funding for actions related to seismic risk reduction of existing residential buildings (provisions worth RON 256,524 th, without execution), Allocations of PNRR amounts related to the loan component (-RON 195,777 th, -99.9%), Allocations of PNRR amounts related to non-reimbursable financial assistance (-RON 163,447 th, -91.7%), Subsidies for the thermal rehabilitation for housing buildings (-RON 60,139 th, -54.1%), Subventions from the state budget to local budget for supporting the projects financed from post-accession NEF, related to the 2021-2027 programming period (+RON 7,207 th, +18.3%);
  - Sums received from the EU for the made payments, by RON 327,903 th (-85.9%) below the level of the budgetary provisions. The dynamics are reflected in the amounts related to the 2021-2027 financial framework, namely the Cohesion Fund (-RON 109,897 th, -91.1%), the European Regional Development Fund (-RON 101,087 th, -71.2%), Other community programs financed in the period 2021-2027 (provisions worth RON 9,230 th, without executed amounts), as well as those related to the 2014-2020 financial framework, respectively the European Regional Development Fund (-RON 107,688 th);
  - Other investment revenues have an execution rate of 36% (-RON 33,325 th, -64%), fully determined by the execution of subsidies from other administrations, as follows: Funds allocated from PNRR for non-reimbursable financial assistance (-RON 18,742 th, -95.7%), Sums allotted from the amounts obtained from auctioning of greenhouse gas emission certificates for financing the investment projects (-RON 8,955 th, -88.5%), Funds allocated from PNRR for the loans component (-RON 5,628 th, -25.1%).
- **Operational revenues** were RON 36,320 th below the level estimated in the budget, with an execution rate of 97.9%. The structure of the budget execution was influenced by the following categories of revenues:
  - Other operational revenues, respectively Other subsidies received from the central administration for the financing of some activities, which were below the level of the rectified budget by RON 10,525 th (-63%);
  - Revenues from other taxes collected, being below the level of the final provisions, mainly at the level of revenues from Fees and charges for the issuance of licences and authorisations of functioning (-RON 8,544 th, -58,%) and Other taxes and duties (-RON 1,116 th, -2.7%);
  - For revenues from Revenues from tax on property, the execution is RON 6,755 th below the final provisions (execution rate of 97.5%), gaps being noted at the level of collections from legal entities (-RON 5,601 th, -2.9%), at the same time from population (-RON 1,154 th, -1.4%);
  - Sums deducted from VAT were collected in a proportion of 98.6% compared to the final provisions (-RON 4,432 th), mainly through the execution under provisions of those for Sums deducted from VAT for financing expenditures at districts level (-RON 4,026 th, -1.5%) and those for Amounts deducted from the VAT for financing the private and confessional education (-RON 406 th, -0.7%);
  - Other collections, with execution below the planned level, mainly for Other revenues (-RON 1,568 th, -45.3%), Other revenues from services and other activities (-RON 1,512 th, -98.8%), Revenue from fines and other sanctions applied according to legal provisions (-RON 398 th, -1.8%) and Contribution for the upkeep of assisted persons (-RON 372 th, -24.8%);
  - Current subsidies, being below the level of the final provisions by RON 724 th (achievement rate of 85.3%) mainly at the level of Other rights for disability and adoption (-RON 721 th, -14.8%).

Revenues ratios

at Q4 2025, as compared to Q4 2024

'000 RON

Ratios	2025	2024
Revenues from tax on property**	**268,375**	**230,895**
Revenues per Capita*	679	581
The revenue weight in the total revenues	13.9%	13.5%
Tax own revenues	**1,363,339**	**1,231,085**
Revenues per Capita*	3,447	3,097
The revenue weight in the total revenues	70.6%	71.9%
Total current revenues (autonomous)	**1,716,510**	**1,532,997**
Revenues per Capita*	4,340	3,856
The revenue weight in the total revenues	88.8%	89.5%
Operational Revenues	**1,726,884**	**1,536,083**
Revenues per Capita*	4,366	3,864
The revenue weight in the total revenues	89.4%	89.7%
Investment revenues	**204,339**	**154,281**
Revenues per Capita*	517	388
The revenue weight in the total revenues	10.6%	9.0%
Total revenues per Capita*	**4,886**	**4,307**
Own revenues per capita*	**3,535**	**3,166**
The level of financing from the own revenues	**72.3%**	**73.5%**
The degree of self-financing	**72.3%**	**73.5%**
The degree of dependency of the local budget compared to the state budget	**78.2%**	**76.7%**
The degree of decisional autonomy	**72.4%**	**74.6%**
The degree of achievement of the revenues from the initial budget	**73.8%**	**61.1%**
The degree of achievement of the revenues from the final budget	**64.4%**	**65.1%**
The degree of achievement of the own revenues from the initial budget	**105.9%**	**96.9%**
The degree of achievement of the own revenues from the final budget	**98.5%**	**95.4%**
The degree of achievement of the property taxes from the initial budget	**111.1%**	**104.0%**
The degree of achievement of the property taxes from the final budget	**97.5%**	**97.4%**
The annual estimate from the local tax revenues (maximum probability)	**330,160**	**297,546**
The annual estimate from the local tax revenues (final budget)	**346,932**	**306,542**
The degree of achievement of the annual estimate from the local tax revenues	**105.1%**	**103.0%**
The collection degree from the initial budget of the revenues from:	**105.5%**	**96.8%**
Quotas deducted from the income tax	0.0%	0.0%
Tax on buildings from the population	113.8%	93.8%
Tax on land from the population	123.5%	90.4%
Taxes on the means of conveyance from the population	117.1%	95.2%
Taxes on buildings from legal entities	109.4%	107.7%
Taxes on land from legal entities	95.0%	127.8%
Capita,	395,488	397,548
as of:	01.01.2024	01.01.2023

**The revenues per Capita are represented in RON*

***Revenues from tax on property + Tax on land outside the built-area + for arrears from previous years from the tax on agricultural land*

↑ **Revenues from tax on property** recorded an increase of RON 37,480 th (+16.2%), driven by the amounts collected from legal entities (+RON 25,120 th, +15.5%) as well as those collected from population (+RON 12,360 th, +18%). Thus, an increase was observed in collections related to buildings (+RON 27,574 th, +15.8%), on means of conveyance (+RON 7,813 th, +19.6%) and on land (+RON 2,093 th,+12.7%).

↑ **Tax own revenues** were higher by RON 132,255 th (+10.7%), mainly as a result of:

- ↑ The increase in Shares and amounts allocated from income tax (+RON 99,641 th, +10.7%);
- ↑ The increase in Revenues from tax on property;
- ↑ The increase in Other taxes and duties (+RON 5,825 th, +17%);
- ↓ The decrease in collections from Fees and charges for the issuance of functioning licenses and authorizations (-RON 8,114 th, -56.9%).

↑ **Total current revenues (autonomous)** reached a level higher by RON 183,513 th (+12%), as a result of:

- ↑ Fiscal revenues, increased by RON 176,242 th (+11.7%), influenced by own fiscal revenues (+RON 132,255 th, +10.7%) and Sums deducted from VAT (+RON 43,988 th, +16%);
- ↑ Non-fiscal revenues, higher by RON 7,270 th (+26.2%), mainly due to increased revenues from Fines, penalties and confiscations (+RON 5,590 th) and the recording in 2025 of Contributions for the financing of the Program “School after school” (RON 1,650 th).

↑ **Operational revenues** collected during the analyzed period were higher by RON 190,802 th, the evolution being driven by the increase in Current revenues along with Current subsidies (+RON 1,118 th, +36.2%).

↑ **Investment revenues** recorded an increase of RON 50,058 th (+32.4%). These revenues are related to: Capital subsidies (+RON 73,830 th, +128.3%), Sums received from the EU for the made payments (+RON 2,424 th, +4.7%), Subsidies received from other administrations (-RON 26,327 th, -58.4%).

Table of contents Section III

Section III: Budgetary expenditures (functional classification)

The situation of the expenditures incurred
for the period 2022 - 2025

Line	Expenditures	evolution in the period**	Q4 2022 Execution	%/TP	Q4 2023 Execution	%/TP	y/y	Q4 2024 Execution	%/TP	y/y	Q4 2025 Execution	%/TP	y/y	Q4 2025 Rectified	%/TP	Q4 2025 Initial	%/TP
Functional classification		12.4%	**1,360,278**		**1,720,303**		**26.5%**	**1,712,364**		**-0.5%**	**1,932,301**		**12.8%**	**2,998,637**		**2,616,641**	
1	Public authorities and external actions	-0.1%	**153,697**	12.7%	**225,102**	12.3%	46.5%	**160,244**	9.3%	-28.8%	**153,436**	7.9%	-4.2%	**187,857**	6.1%	**228,127**	8.5%
2	Transactions regarding the public debt (interests and commissions)	-0.3%	**53,426**	4.4%	**63,492**	3.5%	18.8%	**47,467**	2.8%	-25.2%	**52,890**	2.7%	11.4%	**57,414**	1.9%	**63,000**	2.3%
3	Education	29.6%	**164,654**	13.6%	**205,808**	11.2%	25.0%	**275,155**	16.0%	33.7%	**358,430**	18.4%	30.3%	**757,206**	24.6%	**550,099**	20.4%
4	Health	135.7%	**903**	0.1%	**1,288**	0.1%	42.7%	**128**	0.0%	-90.1%	**11,824**	0.6%		**55,018**	1.8%	**49,896**	1.8%
5	Culture, recreation and religion	23.1%	**135,086**	11.2%	**337,568**	18.4%	149.9%	**230,176**	13.4%	-31.8%	**251,997**	13.0%	9.5%	**431,001**	14.0%	**347,001**	12.9%
6	Insurance and social assistance	14.2%	**262,712**	21.8%	**323,087**	17.6%	23.0%	**366,617**	21.4%	13.5%	**390,765**	20.1%	6.6%	**405,648**	13.2%	**382,683**	14.2%
7	Housing, public service and development	33.8%	**163,530**	13.5%	**280,092**	15.3%	71.3%	**222,333**	13.0%	-20.6%	**391,469**	20.1%	76.1%	**684,131**	22.2%	**579,363**	21.5%
8	Environment protection	19.4%	**102,443**	8.5%	**187,594**	10.2%	83.1%	**223,812**	13.0%	19.3%	**174,460**	9.0%	-22.1%	**282,297**	9.2%	**250,305**	9.3%
9	Fuel and power	-	**-**	-	**-**	-	-	**-**	-	-	**-**	-	-	**-**	-	**-**	-
10	Transport	-11.1%	**121,405**	10.1%	**139,616**	7.6%	15.0%	**114,716**	6.7%	-17.8%	**85,309**	4.4%	-25.6%	**140,147**	4.6%	**140,093**	5.2%
11	Other expenditures	14.1%	**49,851**	4.1%	**71,554**	3.9%	43.5%	**74,977**	4.4%	4.8%	**73,956**	3.8%	-1.4%	**78,835**	2.6%	**106,991**	4.0%
12	Reserves, Surplus / Deficit	-143.1%	**152,572**		**- 114,898**			**- 3,261**			**- 12,235**			**- 80,917**		**- 80,917**	
Economic classification		12.4%	**1,360,278**		**1,720,303**		**26.5%**	**1,712,364**		-0.5%	**1,932,301**		12.8%	**2,998,637**		**2,616,641**	
1	Staff costs	19.8%	**213,231**	17.7%	**262,275**	14.3%	23.0%	**323,252**	18.8%	23.2%	**366,308**	18.8%	13.3%	**372,001**	12.1%	**342,274**	12.7%
1.1	without those for Education and Insurance and social assistance	27.0%	**80,920**	6.7%	**98,996**	5.4%	22.3%	**120,092**	7.0%	21.3%	**165,564**	8.5%	37.9%	**167,040**	5.4%	**149,175**	5.5%
2	Social assistance	27.8%	**84,577**	7.0%	**114,256**	6.2%	35.1%	**141,770**	8.3%	24.1%	**176,628**	9.1%	24.6%	**191,033**	6.2%	**165,715**	6.1%
3	Subsidies	-32.0%	**4,115**	0.3%	**2,264**	0.1%	-45.0%	**4,545**	0.3%	100.7%	**1,291**	0.1%	-71.6%	**1,291**	0.0%	**1,291**	0.0%
4	Goods and services	0.6%	**358,626**	29.7%	**387,182**	21.1%	8.0%	**396,357**	23.1%	2.4%	**364,696**	18.8%	-8.0%	**441,405**	14.3%	**444,273**	16.5%
5	Capital expenditures	26.7%	**239,843**	19.9%	**324,870**	17.7%	35.5%	**378,941**	22.1%	16.6%	**488,008**	25.1%	28.8%	**878,518**	28.5%	**798,648**	29.6%
6	Interests	-0.3%	**53,425**	4.4%	**63,484**	3.5%	18.8%	**47,466**	2.8%	-25.2%	**52,889**	2.7%	11.4%	**57,412**	1.9%	**63,000**	2.3%
7	Loans reimbursements	8.8%	**72,529**	6.0%	**346,199**	18.9%	377.3%	**75,877**	4.4%	-78.1%	**93,503**	4.8%	23.2%	**95,300**	3.1%	**95,000**	3.5%
8	Current transfers	42.9%	**52,763**	4.4%	**74,724**	4.1%	41.6%	**111,874**	6.5%	49.7%	**154,008**	7.9%	37.7%	**162,020**	5.3%	**172,877**	6.4%
9	Internal transfers	25.3%	**30,004**	2.5%	**35,232**	1.9%	17.4%	**53,005**	3.1%	50.4%	**59,044**	3.0%	11.4%	**73,488**	2.4%	**51,126**	1.9%
10	Projects financed from non-reimbursable external funds	-20.8%	**59,552**	4.9%	**112,099**	6.1%	88.2%	**14,060**	0.8%	-87.5%	**29,589**	1.5%	110.4%	**349,889**	11.4%	**132,947**	4.9%
11	Projects financed from national funds (PNRR)	-	**-**	-	**23,488**	1.3%	-	**71,591**	4.2%	204.8%	**125,518**	6.5%	75.3%	**408,793**	13.3%	**371,362**	13.8%
12	Other expenditures	-5.4%	**39,041**	3.2%	**89,129**	4.9%	128.3%	**96,887**	5.6%	8.7%	**33,053**	1.7%	-65.9%	**48,404**	1.6%	**59,045**	2.2%
13	Reserves, Surplus / Deficit	-143.1%	**152,572**		**- 114,898**			**- 3,261**			**- 12,235**			- 80,917		- 80,917	
Total payments (TP) (total expenditures performed without considering the periods' result)		17.2%	**1,207,706**		**1,835,201**		-	**1,715,624**		-	**1,944,536**		-	**3,079,554**		**2,697,558**	
Operational expenditures		13.4%	**777,334**	**64.4%**	926,418	**50.5%**	**19.2%**	1,043,879	**60.8%**	**12.7%**	1,134,400	**58.3%**	**8.7%**	1,242,765	**40.4%**	1,197,389	**44.4%**
Investment expenditures		29.7%	**304,417**	**25.2%**	499,092	**27.2%**	**63.9%**	548,401	**32.0%**	**9.9%**	663,744	**34.1%**	**21.0%**	1,684,075	**54.7%**	1,342,119	**49.8%**
Financial expenditures		5.1%	**125,955**	**10.4%**	409,691	**22.3%**	**225.3%**	123,345	**7.2%**	**-69.9%**	146,393	**7.5%**	**18.7%**	152,714	**5.0%**	158,050	**5.9%**
Total of the Operating Section		12.3%	**903,289**	**74.8%**	**1,336,109**	**72.8%**	**47.9%**	**1,167,224**	**68.0%**	**-12.6%**	**1,280,792**	**65.9%**	**9.7%**	**1,395,479**	**45.3%**	**1,355,439**	**50.2%**
Reserves, surplus/deficit for the operating section			121,884		60,123			20,941			60,146			-		4,194	
Total of the Development Section		29.7%	**304,417**	**25.2%**	**499,092**	**27.2%**	**63.9%**	**548,401**	**32.0%**	**9.9%**	**663,744**	**34.1%**	**21.0%**	**1,684,075**	**54.7%**	**1,342,119**	**49.8%**
Reserves, surplus/deficit for the development section			30,688		- 175,021			- 24,202			- 72,381			- 80,917		- 85,112	
Previos surplus			46,504		199,076			84,178			80,917						
Cummulated result											-						
Result of the period			152,572		- 114,898			- 3,261			- 12,235						
Cummulated result			199,076		84,178			80,917			68,682						

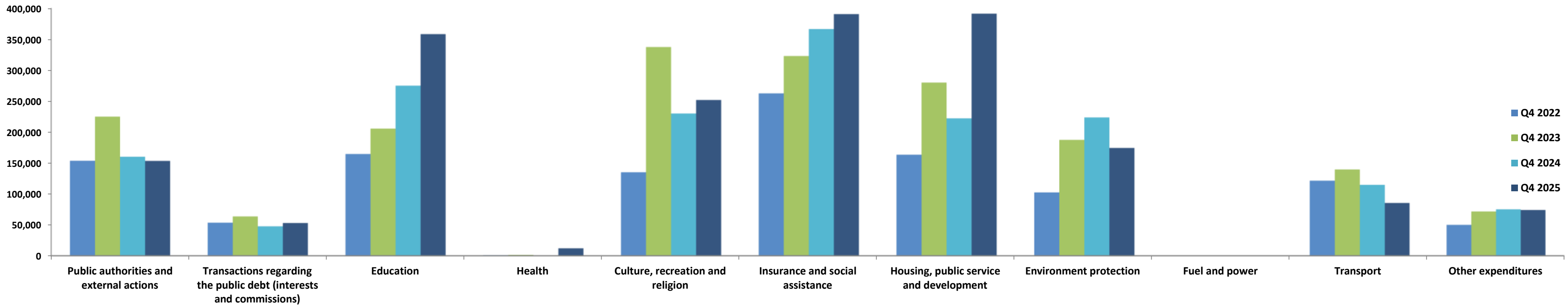
**) Evolution in the period - represents the compound annual growth rate (CAGR) of the revenues for the period 2022-2025;*

***) Supplementing the previous surplus to the local budget by taking over the cumulative result of public institutions previously financed from other sources and taken over with financing from the local budget*

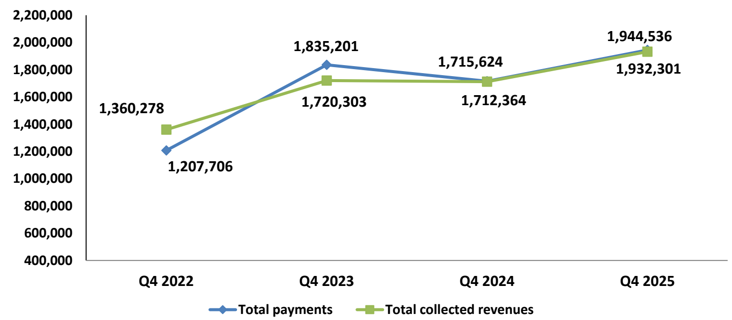
The dynamics of the expenditures incurred for the period 2022 - 2025

Functional classification

'000 RON



Total collected revenues and Total Payments



Payments made from the local budget increased at a compound annual rate of 17.2% to RON 1,944,536 th in 2025, a level reached after an increase of RON 627,495 th (+52%) in 2023, a decrease of RON 119,577 th (-6.5%) in 2024, followed by an increase of RON 228,912 th in 2025 (+13.3%).

- The expenditures related to the chapter **Housing, public services and development** reached RON 391,469 th in 2025. The evolution of this chapter was mainly determined by the increases, by RON 116,562 th (+71.3%) in 2023, respectively and by RON 169,136 th (+76.1%) in 2025. In the same period, payments decreased by RON 57,759 th (-20.6%) in 2024. Within the analyzed interval, the evolution is noted at the level of Other services for housing, public services and rural development and Other expenditures in the housing system;

- The expenditures related to the **Insurance and social assistance** reached a maximum level of RON 390,765 th for the period, respectively increased by a compound annual rate of 14.2%. The evolution of this chapter was determined by the increase by RON 60,375 th (+23%) in 2023, by RON 43,530 th (+13.5%) in 2024, respectively by RON 24,149 th (+6.6%) in 2025. The destination of the expenditures was established around Other expenditures in the insurance and social assistance field, Social assistance for family and children, Assistance for the elderly, Nurseries and Units for medical and social assistance;
- The **Education** chapter, in which the level of payments increased at a compound annual rate of 29.6%. Specifically, increases in payments were recorded as follows: + RON 41,155 th (+25%) in 2023, + RON 69,346 th (+33.7%) in 2023, respectively + RON 83,275 th (+30.3%) in 2025. The local budget of the institution supports expenditures for Pre-school and elementary education, Before pre-school education, as well as Other expenditures for education, School after school, Auxiliary services for education;
- Payment obligations under the **Culture, Recreation and Religion** chapter started from a minimum of RON 135,086 th for the period in the first year of analysis, followed by a significant increase of RON 202,482 th (+149.9%) in 2023. Although in 2024 there was a decrease in payments by RON 107,392 th (-31.8%), they increased by RON 21,821 th (+9.5%) in 2025. The payments had as main objective the paragraph Maintenance of public gardens, parks, green areas, sports and leisure centers;

The dynamics of the expenditures incurred for the period 2022 - 2025

Functional classification

'000 RON

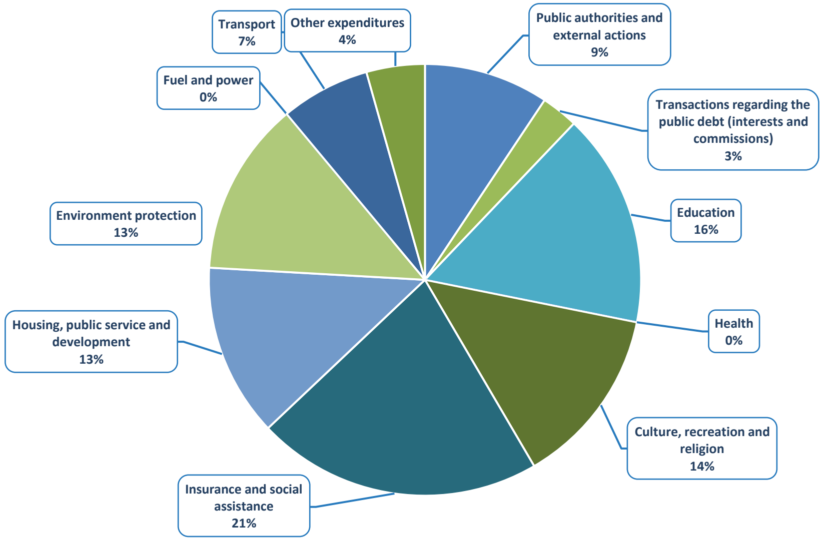
- Expenditures related to the **Environment Protection** chapter reached RON 174,460 th in the base year, respectively increased by RON 85,151 th (+83.1%) in 2023 and by RON 36,218 th (+19.3%) in 2024, decreasing by RON 49,352 th (-22.1%) in 2025. Payments were mainly directed to Sanitation and waste management;
- Payments recorded under the **Public Authorities and external actions** reached RON 153,436 th in the base year, which was also the minimum of the period after an increase of RON 71,405 th (+46.5%) in 2023 and two consecutive decreases, respectively by RON 64,858 th (-28.8%) in 2024 and by RON -6,808 th (-4.2%) in 2025;
- The payments recorded under the **Transport** chapter recorded the minimum value in the range of RON 85,309 th after an increase of RON 18,211 th (+15%) in 2023, followed by decreases as follows: -RON 24,900 th (-17.8%) in 2024; -RON 29,407 th (-25.6%) in 2025. The variation of these expenses was entirely focused on the paragraph Streets;
- The group of chapters included in **Other expenditures** reached a level of RON 73,956 th after increases of RON 21,703 th (+43.5%) in 2023, respectively by RON 3,423 th (+4.8%) in 2024, and will then decrease by RON 1,021 th (-1.4%) in 2025. With a majority share in the group's expenses, the Public order and national security chapter is mainly responsible for the increases recorded in the interval. Within this chapter, the payments were oriented around the paragraph Local Police. The dynamics were also observed at the level of payments for Community public services for persons evidence;
- Regarding the chapter **Transactions regarding the public debt and loans**, through which payments related to debt service are mainly carried out (in this case interest and bank commissions), it reached the value of RON 52,890 th in 2025. The increases in the range are noted in 2023 (+RON 10,066 th, +18.8%) and 2025 (+RON 5,423 th, +11.4%). In 2024, there will be a decrease in payments made by RON 16,025 th (-25.2%). The main influences of these increases come from the large-scale increase of the investment program within the sector, for which co-financing from domestic and foreign banks has been attracted, but also from changes in monetary policies that bring, as the case may be, increases or decreases in financing costs;
- The **Health** chapter, in which the level of payments reached a maximum level in 2025 in the amount of RON 11,824 th, after a significant increase of RON 11,696 th, in 2024 the minimum of the period was recorded in the amount of RON 128 th. The payments were fully represented by Other sanitary establishments and actions.

The variation of the performed expenditures in 2025 compared to 2024

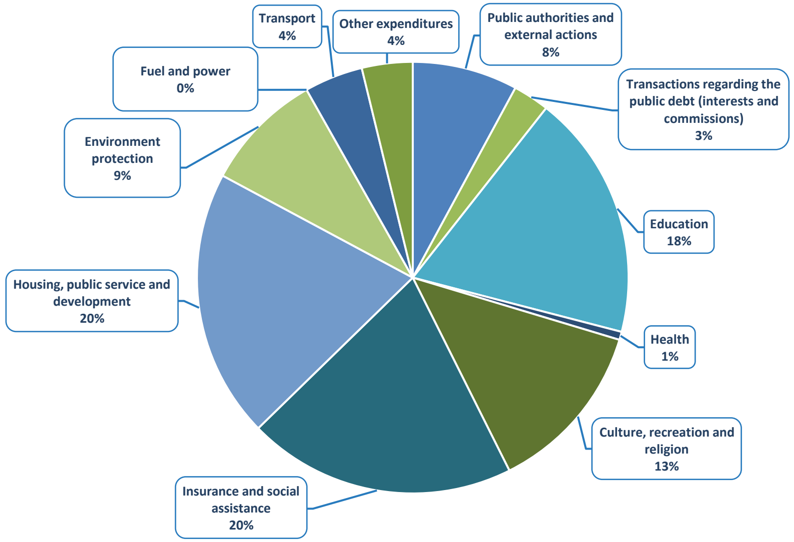
Functional classification

'000 RON

The structure of the payments performed in 2025



The structure of the payments performed in 2024



The level of payments made increased by RON 228,912 th (+13.3%) compared to the budget execution of the reference period of the previous year.

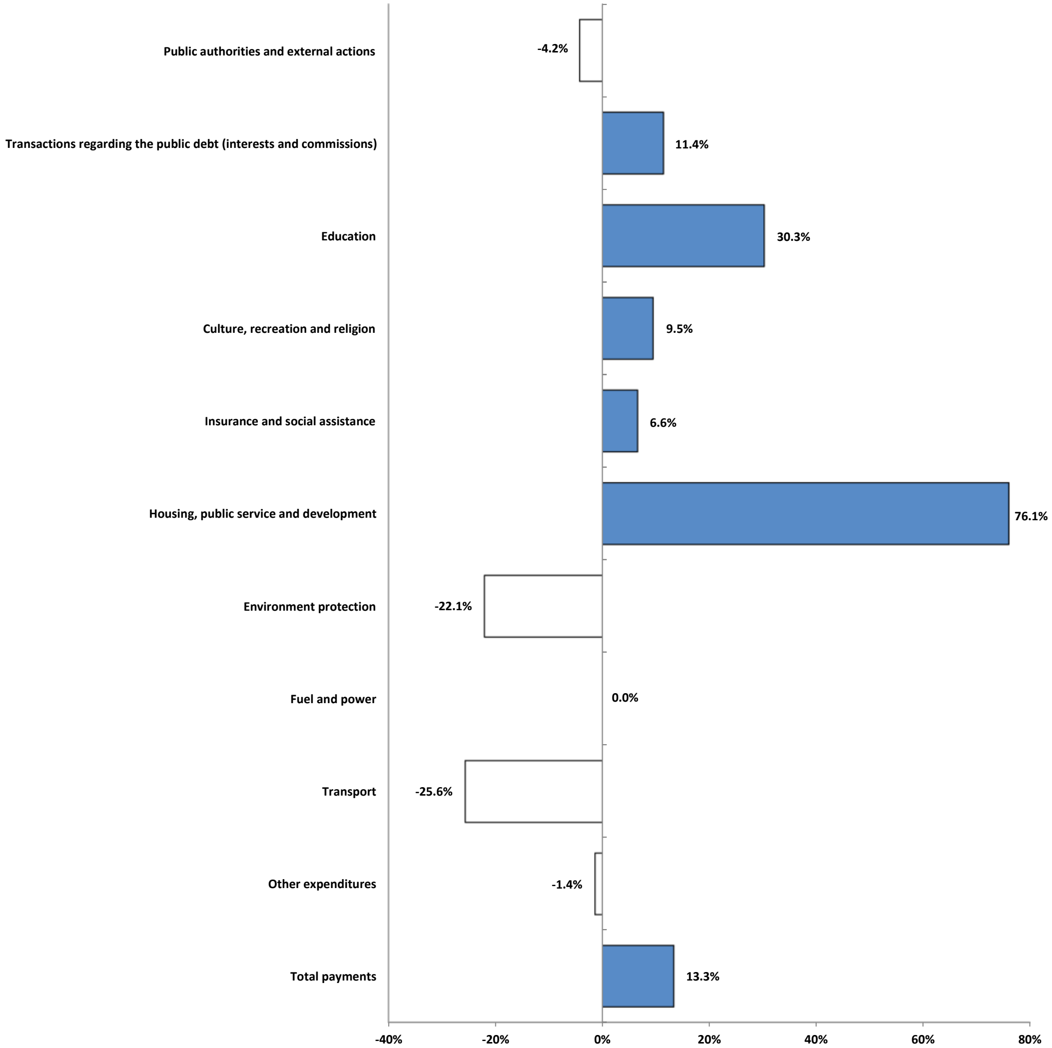
- The chapter **Housing, services and public development** (+RON 169,136 th, +76.1%) stood out with the increase in Other expenditures in the housing system (+RON 159,378 th, +153.1%) and Other services for housing, public services and rural development (+RON 10,272 th, +8.8%);
- Within the **Education** chapter (+RON 83,275 th, +30.3%) the influences come from the payments made for the Pre-school and elementary education subchapter (+RON 65,860 th, +44%), Secondary Education (+RON 25,578 th, +39.5%) and for Auxiliary services for education (+RON 1,310 th, +28.7%). Also, the payments for the paragraph School after school (-RON 9,041 th, -25.9%) and Before pre-school education (-RON 553 th, -2.9%) were reduced;
- Within the chapter **Insurance and social assistance** (+RON 24,149 th, +6.6%) the payments made were increased for Social assistance for the disabled (+RON 36,839 th, +21.4%), Social assistance for family and children (+RON 2,756 th, +6.1%) and Social aid canteens (payments worth RON 1,249 th, without amounts in 2024), offset by the lack of payments for Units for medical and social assistance (worth RON 10,387 th in 2024) and lower payments for Other expenditures in the social assistance field (-RON 6,326 th, -5.3%);
- Within the chapter **Culture, recreation and religion** (+RON 21,821 th, +9.5%) the influences came mainly from the paragraph Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 26,288 th, +11.9%) and Cultural centers (payments in the amount of RON 4,692 th in the same period of the previous year, without such amounts in 2025);

The variation of the performed expenditures in 2025 compared to 2024

Functional classification

'000 RON

Functional expenditures variation

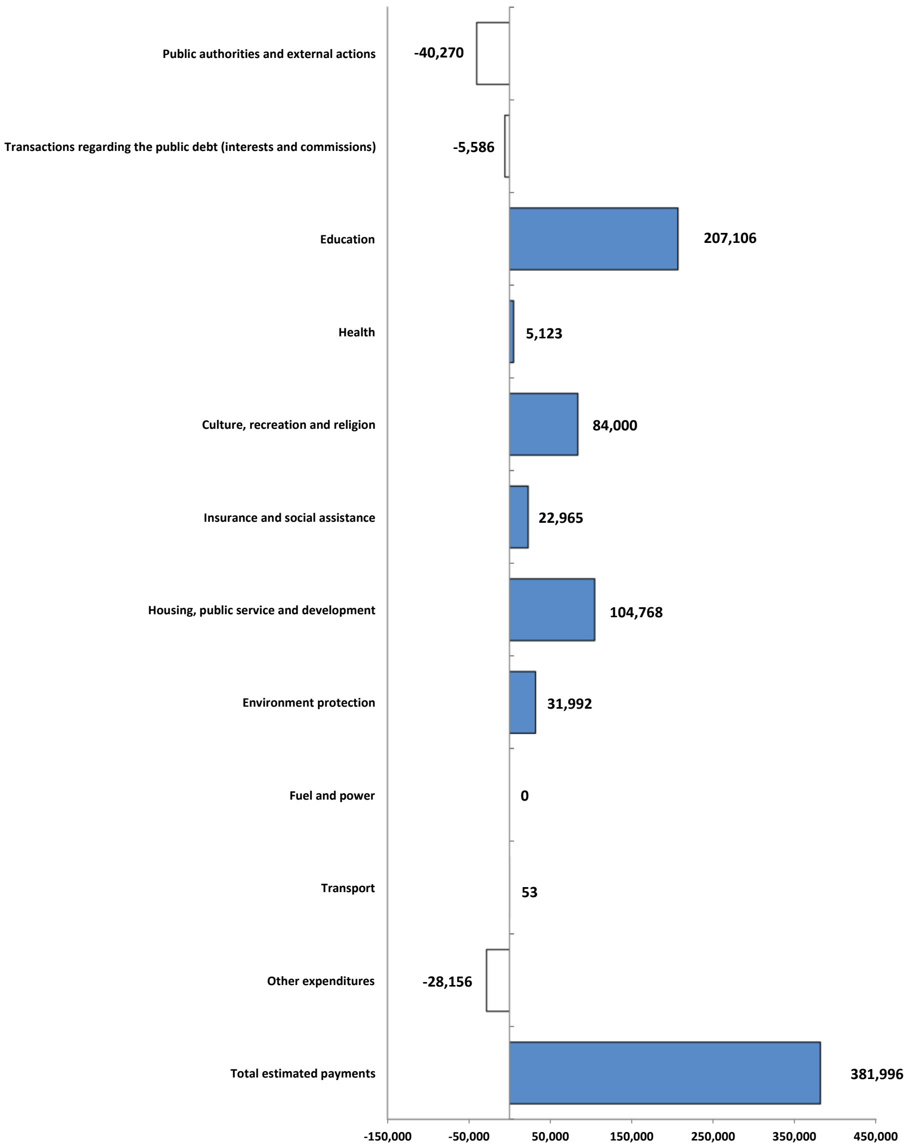


***** The graph does not include the evolution of the Health chapter (+9,136.7%)*

- For the **Health** chapter (+RON 11,696 th), higher payments were made entirely at the level of the paragraph Other sanitary establishments and actions;
- Higher payments are recorded under the chapter **Transactions regarding the public debt and loans** (+RON 5,423 th, +11.4%) considering that for Interests for direct internal public debt the payments increased by RON 5,108 th, and those for Interests for direct external public debt were higher by RON 315 th;
- For the chapter **Environment protection** (-RON 49,352 th, -22.1%) there is a decrease in payments made in 2025 compared to the previous year, mainly at the level of the paragraph Sanitation (-RON -41,461 th, -21.8%), Collection, treatment and destruction of waste (-RON 7,893 th, -24.1%) and Other services in the environment protection field (-RON 269 th, -53.3%);
- For the **Transport** chapter (-RON 29,407 th, -25.6%) smaller payments were made entirely at the level of the Streets paragraph;
- **Public Authorities and external actions** (-RON 6,808 th, -4.2%);
- The group of chapters included in **Other expenditures** (-RON 1,021 th, -1.4%) recorded decreased payments for Community public services for persons evidence (-RON 1,220 th, -8.9%), and Local Police (-RON 676 th, -1.1%), respectively increased payments for Other general public services (+RON 746 th, +114.9%) and National defense (+RON 190 th, +51.7%).

Budgetary provisions
Functional classification
'000 RON

Functional expenditures rectification, as compared to the initial budget



The last budget amendment of 2025 provides for the increase of expenditures by RON 381,996 th (+14.2%) compared to the initial budget, respectively up to a total of RON 3,079,554 th.

- The **Education chapter** (+RON 207,106 th, +37.6%) records an increase in estimates up to RON 757,206 th, the influences coming from Pre-school and elementary education (+RON 219,853 th, +80.5%), Secondary Education (+RON 26,718 th, +15.8%), Auxiliary services for education (+RON 2,780 th, +38.6%), Before pre-school education (-RON 37,818 th, -61.2%) and School after school (-RON 4,341 th, -12.2%);
- In the chapter **Housing, public services and development** (+RON 104,768 th, +18.1%) the provisions were increased to RON 684,131 th. The changes in the estimates were observed at the level of Other expenditures in the housing system (+RON 110,744 th, +26.2%) and Other services for housing, public services and rural development (-RON 5,535 th, -3.9%);
- For the chapter **Culture, recreation and religion** (+RON 84,000 th, +24.2%) final expenditures are foreseen above the level included in the initial budget, up to the value of RON 431,001 th, mainly at the level of Maintenance of public gardens, parks, green areas, sports and leisure centers (+RON 82,794 th, +24.4%) and Other services in the field of culture, recreation and religion (+RON 1,211 th, +23.4%);
- The chapter **Environment protection** (+RON 31,992 th, +12.8%) registered an increase in the initial provisions up to the level of RON 282,297 th, with influences from payments for Sanitation (+RON 34,286 th, +27.2%), Collection, treatment and destruction of waste (+RON 1,285 th, +1.4%), Biosphere and natural environment protection (final provisions in the amount of RON 1,530 th, without estimates) and Pollution reduction and control (-RON 5,420 th, -19.9%);
- At the level of the **Insurance and social assistance chapter** (+RON 22,965 th, +6%) the initial provisions were increased to RON 405,648 th. The influences come from the provisions for Social assistance for the disabled (+RON 28,976 th, +15.6%), Social aid canteens (final provisions in the amount of RON 1,296 th, without amounts included in the initial budget), Social assistance for family and children (+RON 926 th, +1.9%), Other expenditures in the social assistance field (-RON 6,859 th, -5.5%);
- For the **Health** chapter (+RON 5,123 th, +10.3%), increased provisions were included in the final budget up to RON 55,018 th, the increase being fully noted for the subchapter Other expenses in the health field;
- For the chapter **Public Authorities and external actions** (-RON 40,270 th, -17.7%) the initial provisions were reduced to the level of RON 187,857 th;
- At the level of the group of chapters **Other expenditures** (-RON 28,156 th, -26.3%) the initial provisions were reduced to the value of RON 78,835 th. The influences come from the provisions for Local Police (-RON 9,837 th, -13.8%), Community public services for persons evidence (-RON 7,491 th, -36.3%),Civil protection and fire protection (non-military civil protection) (-RON 7,174 th, -79.7%), Emergency fund for local authorities (amounts included in the initial budget in the amount of RON 3,400 th, without final provisions);
- For **Transactions regarding the public debt and loans** (-RON 5,586 th, -8.9%) provisions worth RON 57,414 th were included in the amended budget, being below the initially estimated level, by including reduced provisions for Interests for direct internal public debt (-RON 5,588 th, -12.7%).

Budgetary provisions

Functional classification

'000 RON

The list of investments (approved by LCD no. 250/29.12.2025; Credit transfers from 30.12.2025)

Functional chapter / Source of funding	Code	LOCAL BUDGET	CAPITAL EXPENDITURES	P.N.R.R.	NEF	TRANSFERS FOR INVESTMENTS	EXTERNAL BANK LOAN	INTERNAL BANK LOAN	TOTAL PROVISIONS LIST OF INVESTMENTS
Executives authorities	51.02	**36,152**	34,559	-	1,581	13	-	-	*36,152*
Community public services for persons evidence	54.02	**187**	187	-	-	-	-	-	*187*
Transactions regarding the public debt and loans	55.02	-	-	-	-	-	-	-	-
Defense	60.02	**53**	53	-	-	-	-	-	*53*
Public order and national security	61.02	**2,941**	2,600	-	-	340	-	-	*2,941*
Education	65.02	**506,624**	91,897	287,188	127,539	-	11,537	85,432	*603,592*
Health	66.02	**43,964**	2,323	-	41,641	-	100,000	-	*143,964*
Culture, recreation and religion	67.02	**259,626**	176,329	-	83,297	-	-	-	*259,626*
Insurance and social assistance	68.02	**19,531**	12,080	3,979	3,472	-	-	-	*19,531*
Housing, public service and development	70.02	**561,652**	431,915	86,293	15,557	27,887	59,047	181,170	*801,869*
Environment protection	74.02	**136,993**	17,427	24,128	76,803	18,636	-	45,538	*182,531*
Fuel and power	81.02	-	-	-	-	-	-	-	-
Transport	84.02	**116,352**	109,147	7,205	-	-	-	-	*116,352*
Other economic actions	87.02	-	-	-	-	-	-	-	-
TOTAL - source of financing		*1,684,075*	*878,518*	*408,793*	*349,889*	*46,875*	*170,584*	*312,139*	***2,166,799***

Payments made in the previous years and recovered in the current year within the development section of the local budget (85.01.02 economic classification)	***0.0***
TOTAL PROVISIONS FOR INVESTMENT EXPENDITURES	**1,684,075**

The rectified budget for 2025 includes projects totaling RON 2,166,799 th. The main investment objectives are found as follows:

Housing, public services and development

- Further works (RON 626,090 th):
  - Thermal rehabilitation of blocks of flats (RON 626,090 th);
- New works (RON 105,135 th):
  - Thermal rehabilitation of buildings (RON 72,491 th);
  - Construction of nZEB plus housing for young people leaving the protection system in District 6 (RON 17,407 th);
- Other investment expenditures (RON 70,644 th):
  - Expenditures for the elaboration of pre-feasibility studies, related to the rehabilitation of blocks of flats (RON 70,644 th).

Education

- Further works (RON 326,125 th):
  - Modernization and thermal rehabilitation of the Petru Poni Industrial School Group (RON 46,479 th);
  - Modernization and thermal rehabilitation of the Gymnasium School no. 117 and Kindergarten 170 (RON 31,373 th);
  - Gheorghe Airinei Technical College of Posts and Telecommunications - demolition and construction through the National Investment Program for Safe and Healthy Schools (RON 30,468 th);
  - Consolidation, modernization and thermal rehabilitation of the Kindergarten no. 274 (RON 30,760 th);
  - Modernization and thermal rehabilitation of Kindergarten no. 208 - Valea Oltului str. no. 14 (RON 25,549 th);
  - Construction of a building with the function of nursery and organization of works in Timisoara Boulevard, no. 89 (RON 22,434 th);
  - Construction of a building with the function of nursery, land fencing and organization of works in Iuliu Maniu Blvd., no. 11B (RON 12,108 th);

Budgetary provisions
Functional classification
'000 RON

The list of investments (approved by LCD no. 250/29.12.2025; Credit transfers from 30.12.2025)

- New works (RON 158,032 th):
  - Hillary Clinton Kindergarten - Modern educational infrastructure (RON 63,777 th);
  - Constantin and Elena Kindergarten (RON 27,711 th);
  - Modernization of the St. Antim Ivireanu Technological High School (RON 23,798 th);
  - Constantin Brancusi Kindergarten - Modern educational infrastructure (RON 18,940 th);
  - Modular constructions (RON 15,411 th);
- Other investment expenditures (RON 119,436 th):
  - School furniture - within the objective Modernization of educational units (RON 93,654 th);
  - Modernization and thermal rehabilitation of educational units (RON 5,002 th).

Culture, recreation and religion

- Further works (RON 106,061 th):
  - Park landscaping works (RON 68,469 th);
  - Consolidation, expansion and modernization of the Favorit cinema, including consultancy (RON 30,000 th);
  - Arrangement of the promenade and leisure area of Linea Street, Lujerului Street - Valea Cascadelor Street section (RON 7,375 th);
- New works (RON 38,237 th):
  - Arrangement of leisure areas (RON 37,252 th);
- Other investment expenditures (RON 115,328 th):
  - Playground arrangements (RON 98,766 th).

Environmental protection

- Further works (RON 128,892 th):
  - Extension of the separate waste collection system at the level of District 6 of the Municipality of Bucharest (SMIS 155966) (RON 122,670 th);
- New works (RON 25,144 th):
  - Construction of 265 digitized ecological islands in District 6 (RON 11,831 th);
  - Development of the recharging infrastructure for electric and/or plug-in hybrid vehicles, by installing recharging stations with normal power (RON 9,671 th);
  - Protection/Relocation and extension of the sewerage network on Drumul Belsugului (RON 3,142 th);
- Other investment expenditures (RON 28,495 th):
  - Independent utilities (RON 15,534 th).

Health

- Further works (RON 75,603 th):
  - Construction of a building with the function of a hospital, complex functions and organization of works - Bd. Timisoara nr. 101E (RON 75,603 th);
- New works (RON 31,406 th):
  - Development of screening programs within the Health Center (RON 31,406 th);
- Other investment expenditures (RON 36,956 th):
  - Elaboration of technical documentation, verification of approvals and agreements (RON 25,000 th);
  - Consultancy and technical assistance for the implementation of the investment objective (RON 11,395 th).

Transport

- Further works (RON 81,989 th):
  - Rehabilitation of the road system - alleys and streets in Sector 6 (RON 81,543 th);
- New works (RON 10,156 th):
  - Modernization of the road system (RON 10,156 th);
- Other investment expenses (RON 24,206 th):
  - Acquisition of land by expropriation for the investment objective Modernization of the road system Drumul Osiei (RON 11,602 th);
  - Technical and economic documentation (RON 11,418 th).

Executive Authorities

- Further works (RON 18,456 th):
  - Integrated video surveillance/monitoring system on the administrative territory of District 6 (RON 13,604 th);
  - Energy arrangement and rehabilitation of the town hall building - Single Office (RON 4,470 th);
- New works (RON 233 th):
  - Extension of Building C1 City Hall District 6 (RON 175 th);
  - Hydrant works and design (RON 58 th);
- Other investment expenses (RON 17,464 th):
  - Drilling works, land mapping, photogrammetry, seismological determinations, consultancy, technical assistance and other expenses assimilated to investments for investment objectives (RON 10,877 th);
  - IT infrastructure development for the project "Paperless City Hall II - Digitalization of D.G.A.S.P.C. Sector 6" (RON 2,973 th).

Insurance and social assistance

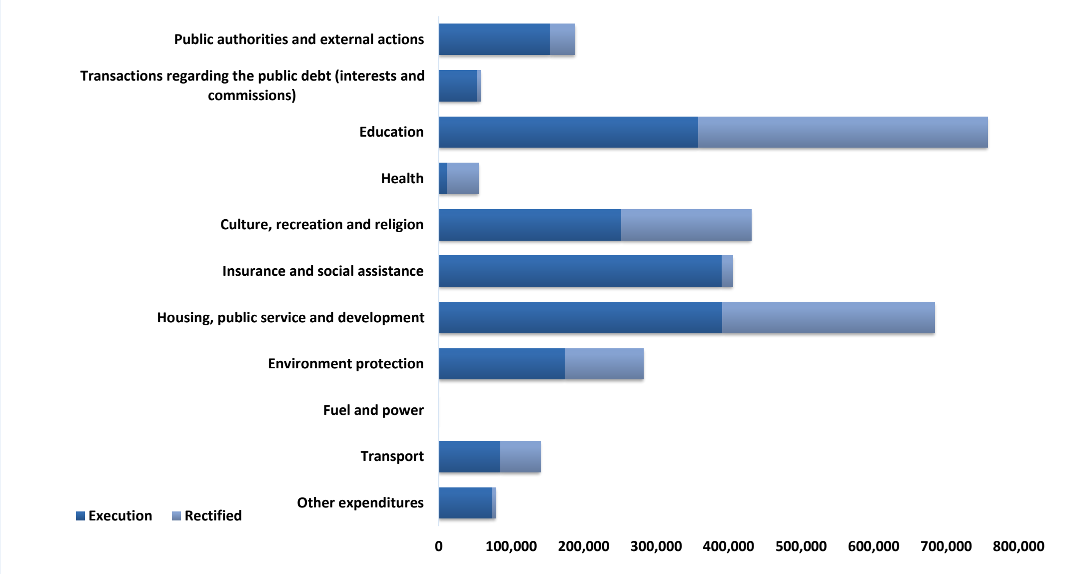
- Further works (RON 9,377 th):
  - Constructions and installations Imaging Center (RON 3,629 th);
  - Food bank (RON 2,723 th);
- New works (RON 4,479 th):
  - Construction of the Center for outpatient neuromotor recovery services for adults with disabilities Constantin Brancusi (RON 3,979 th);
- Other investment expenditures (RON 5,675 th):
  - Independent utilities

Budgetary provisions in 2025

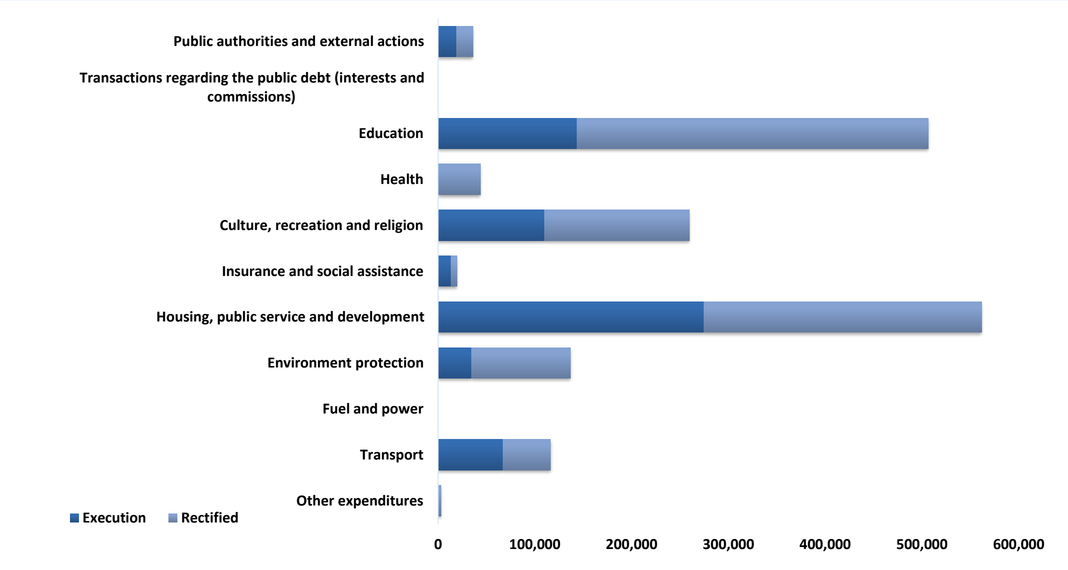
Functional classification

'000 RON

Achievement degree compared to the final provisions



Investment expenditures: Execution level compared to provisions - at Q4 2025



Final budgetary provisions approved by LCD no. 250/29.12.2025; Credit transfers from 30.12.2025

The payments made during the year amounted to RON 1,944,536 th, respectively RON 1,135,018 th below the level of the budget provisions (recording a degree of execution of 63.1%).

- At the level of the **Education** chapter (-RON 398,776 th, achievement rate of 47.3%), payments were below the level of estimates, mainly at the level Pre-school and elementary education (-RON 277,530 th, -56.3%), Secondary education (-RON -105,534 th, -53.9%), School after school (-RON 5,224 th, -16.8%), Before pre-school education (-RON -5,207 th, -21.7%), Auxiliary services for education (-RON 4,108 th, -41.1%), Special education (-RON 1,174 th, -35.1%);
- For the chapter **Housing, public service and development** (-RON 292,662 th, achievement rate of 57.2%) the payments were below budget, mainly Other expenditures in the housing system (-RON 270,518 th, -50.7%), Other services for housing, public services and rural development (-RON 10,511 th, -7.6%) and Development of housing system (-RON 10,229 th);
- Within the chapter **Culture, recreation and religion** (-RON 179,004 th, achievement rate of 58.5%) payments were recorded under the budget provisions, mainly for the Collection, treatment and destruction of waste (-RON 174,816 th, -41.4%) and Other services in the field of culture, recreation and religion (-RON 4,188 th, -65.7%);
- For the chapter **Environment protection** (-RON 107,837 th, 61.8% achievement rate), payments were made below the final ceiling for the paragraph Collection, treatment and destruction of waste (-RON 68,776 th, -73.5%), Pollution reduction and control (-RON 21,491 th, -98.7%), Sanitation (-RON 11,670 th, -7.3%), Canalization and treatment of wastewater (-RON 4,369 th, -94.2%) and Biosphere and natural environment protection (provisions worth RON 1,530 th, without execution);
- The payments made under the **Transport** chapter (-RON 54,838 th, 60.9% realization rate) were below the estimated level, mostly at the level of the paragraph Streets (-RON 47,533 th, -35.8%) and Public Transport (provisions worth RON 7,205 th, without execution);
- **Health** (-RON 43,195 th, achievement rate of 21.5%), chapter with payments lower than the rectified ceiling, fully at the level of Other sanitary establishments and actions;
- **Public Authorities and external actions** (-RON 34,421 th, 81.7% execution rate);
- At the level of **Insurance and social assistance** (-RON 14,883 th, achievement rate of 96.3%), payments were below the planning level, in Other expenditures in the social assistance field (-RON 5,846 th, -5%), Social assistance for the disabled (-RON 5,713 th, -2.7%), Social assistance for family and children (-RON 2,091 th, -4.2%), Assistance for the elderly (-RON 1,186 th, -5.6%);
- The group of chapters **Other expenditures** (-RON 4,879 th, achievement rate of 93.8%) was below the level of the final provisions, for Local Police (-RON 2,155 th, -3.5%), Civil protection and fire protection (nonmilitary civil protection) (-RON 1,807 th, -98.9%) and Community public services for persons evidence (-RON 665 th, -5.1%);
- In the chapter **Transactions regarding the public debt and loans** (-RON 4,524 th, achievement rate of 92.1%), payments below the estimated level in the budget were recorded, determined by lower payments for Interests for direct external public debt (-RON 7,755 th, -40.8%) and higher payments for Interests for direct internal public debt (+RON 3,232 th, +8.4%).

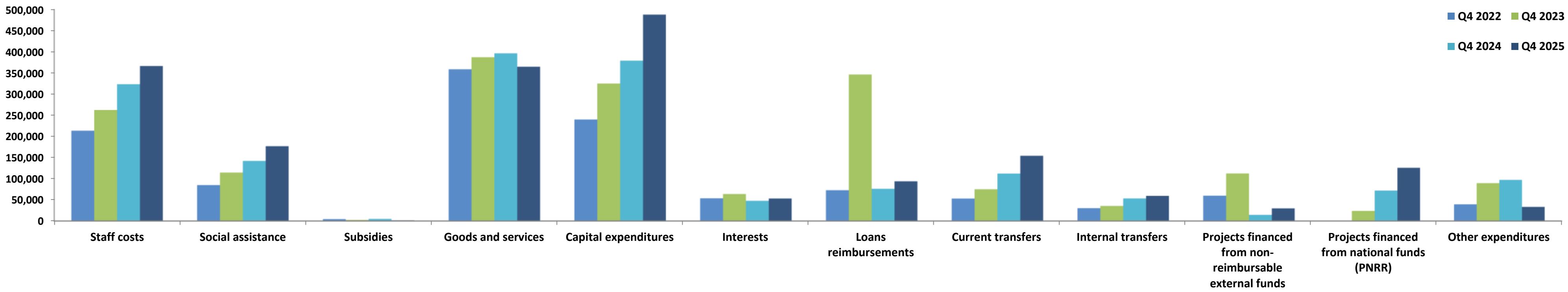
Table of contents Section III

Section III: Budgetary expenditures (economic classification)

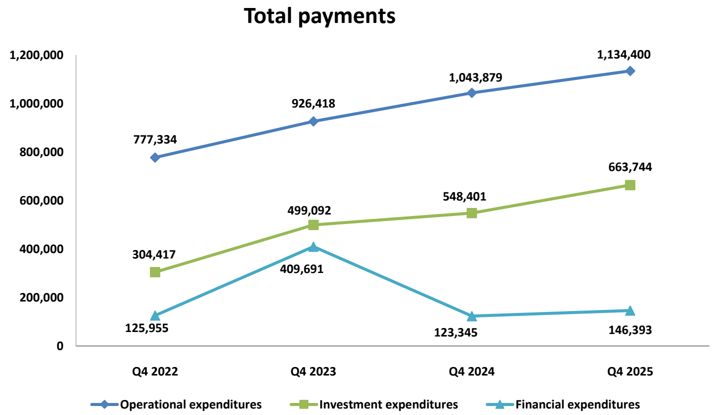
The dynamics of the expenditures incurred for the period 2022 - 2025

Economic classification

'000 RON



- Within **Investment expenditures,** a compound annual growth rate of 29.7% was recorded up to RON 663,744 th. Increases in payments were recorded in each period, respectively of RON 194,674 th (+63.9%) in 2023, by RON 49,309 th (+9.9%) in 2024 and by RON 115,343 th (+21%) in 2025. Influences on these variations came from the following titles:
  - Capital expenditures, which increased at a compound annual rate of 26.7% to RON 488,008 th, the evolution from year to year being similar to that of the group to which it belongs. Thus, within this title, the payments for fixed assets and capital repairs related to fixed assets were noted;
  - Projects financed from national funds, group without expenditures in 2022, but amounting to RON 125,518 th in 2024 after an increase of RON 48,450 th (+204.8%) in 2024, respectively by RON 53,927 th (+75.3%) in 2025, at the level of Projects financed from the amounts related to the loan component of PNRR and Projects with financing from the amounts representing the non-reimbursable financial assistance related to PNRR;
  - Projects financed from non-reimbursable external funds, which followed an oscillating trend during the analyzed period, the payments related to this tilt increased by RON 52,547 th (+88.2%) in 2023, but decreased by RON 98,039 th (-87.5%) in 2024. In 2025, an increase of RON 15,529 th (+110.4%) was recorded up to the level of RON 29,589 th. The payments were oriented during the period to the Projects with financing related to the 2021-2027 financial framework as well as 2014-2020;



- Capital transfers starting from a minimum level of RON 5,002 th in the first year of analysis, following significant increases in the next period, respectively by RON 33,605 th (+671.8%) in 2023 and by RON 46,235 th (+119.8%) in 2024, thus reaching the maximum of the period in the amount of RON 84,842 th, followed by a decrease to the level of RON 20,838 th in 2025. The payments were fully represented by Other capital transfers to the public institutions.

- **Operational expenditures** recorded an increase at a compound annual rate of 13.4% to a total of RON 1,134,400 th in the base year. Payments in the analyzed period increased by RON 149,084 th (+19.2%) in 2023, by RON 117,461 th (+12.7%) in 2024 and by RON 90,521 th (+8.7%) in 2025. Thus, the following titles contributed during the period to the evolution of the group:
  - Staff costs, which increased at a compound annual rate of 19.8%, reaching a value of RON 366,308 th. The variation was determined by consecutive increases, as follows: by RON 49,044 th (+23%) in 2023, by RON 60,977 th (+23.2%) in 2024, respectively by RON 43,057 th (+13.3%) in 2025. The main developments in the period came from the Base salary, the Fund for payments by the hour and the Bonuses for working conditions;

The dynamics of the expenditures incurred for the period 2022 - 2025

Economic classification

'000 RON

- Goods and services, without taking into account Commissions and other costs related to loans, which increased by RON 28,549 th (+8%) in 2023 and by RON 9,182 th (+2.4%) in 2024, and will decrease to RON 364,695 th (-RON 31,660 th, -8%) in 2025. The main lines that contributed to the evolution of the title were Other materials and services for maintenance and functioning, Materials and services with functional character, Current repairs and Heating, lighting and driving force;
- Payments made for Social Assistance increased at a compound annual rate of 27.8% to RON 176,628 th, taking into account successive increases by RON 29,679 th (+35.1%) in 2023, RON 27,515 th (+24.1%) in 2024, respectively by RON 34,858 th (+24.6%) in 2025. The variations were determined by Social support in cash and in kind and Food support;
- Current transfers, which increased at a compound annual rate of 42.9% to a total of RON 154,008 th. The evolution was determined by consecutive increases, respectively by RON 21,961 th (+41.6%) in 2023, by RON 37,151 th (+49.7%) in 2024 and by RON 42,134 th (+37.7%) in 2025. The variation was entirely determined by the evolution of Transfers to public institutions;
- Internal operational transfers, which increased at a compound annual rate of 25.6% to RON 58,636 th. In terms of value, the increases from one period to another registered an upward trend, respectively by RON 5,238 th (+17.7%) in 2023, by RON 17,763 th (+51%) in 2024 and by RON 6,039 th (+11.5%) in 2025. The evolution was mainly due to the Financing of private or confessional accredited education and the Amounts representing the incentive for scrapping used vehicles;
- Other operational expenditures, within this group, the evolution of payments for Scholarships (-RON 15,378 th (-45.6%) in 2023; -RON 18,317 th in 2024, the year in which no such payments were made), Loans for public institutions and services or activities financed entirely from own revenues (in the amount of RON 32,230 th in 2023, the only year in the interval when such payments were recorded), Civil compensations (+RON 6,572 th in 2024; + RON 2,820 th in 2025);
- Subsidies, which recorded a minimum of RON 1,291 th in 2025, a level reached after a decrease of RON 1,851 th (-45%) in 2023, followed by an increase of RON 2,280 th (+100.7%) and a decrease of RON 3,253 th (-71.6%) in 2025. The amounts recorded are fully related to Other subsidies in the period 2022-2023, and in the period 2024-2025 the value is found entirely at the level of Subsidies for covering the differences on prices and tariffs.

- **The total financial expenditures** recorded their highest value within the analyzed period in 2023, reaching RON 409,691 th, following a significant increase of RON 283,737 th (+255.3%). This was followed by a decrease in 2024 of RON 286,347 th (-69.9%), and then a more moderate increase in 2025, by RON 23,048 th (+18.7%). Within these expenditures, the evolution of the following items stands out:

- Loans reimbursements, which reached the level of RON 93,503 th in 2025 after a significant increase of RON 273,671 th (+377.3%) in 2023, followed by a decrease of RON 270,322 th (-78.1%) in 2024 and an increase of RON 17,626 th (+23.2%) in 2025, mainly at the level of Reimbursements of credits regarding the local internal public debts and Reimbursements of external loans made by the credit release authority;

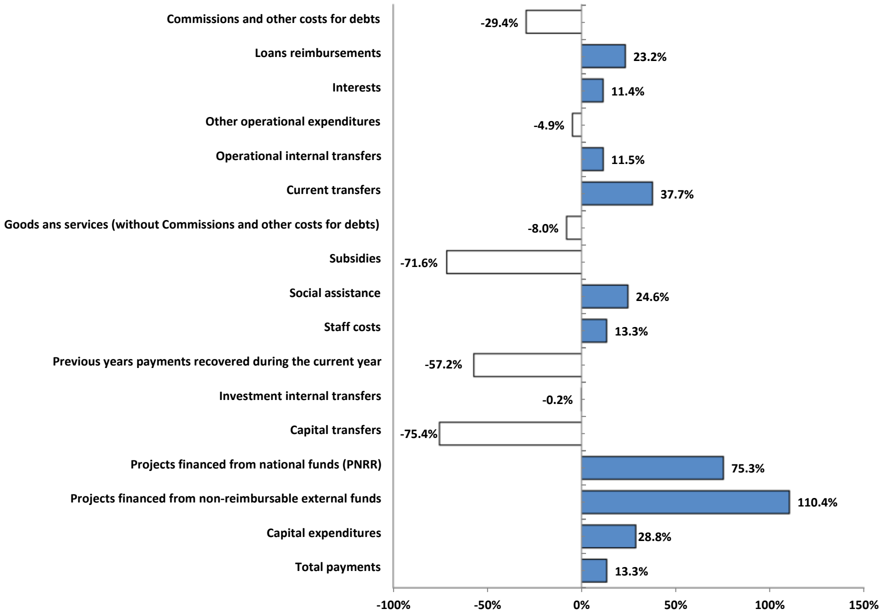
- Interests, which reached the level of RON 52,889 th in 2025 after an increase of RON 10,059 th (+18.8%) in 2023, followed by a decrease of RON 16,018 th (-25.2%) in 2024 and an increase of RON 5,423 th (+11.4%) in 2025, mainly at the level of Interests for direct internal public debt and direct external public debt.

The variation of the performed expenditures in 2025 compared to 2024

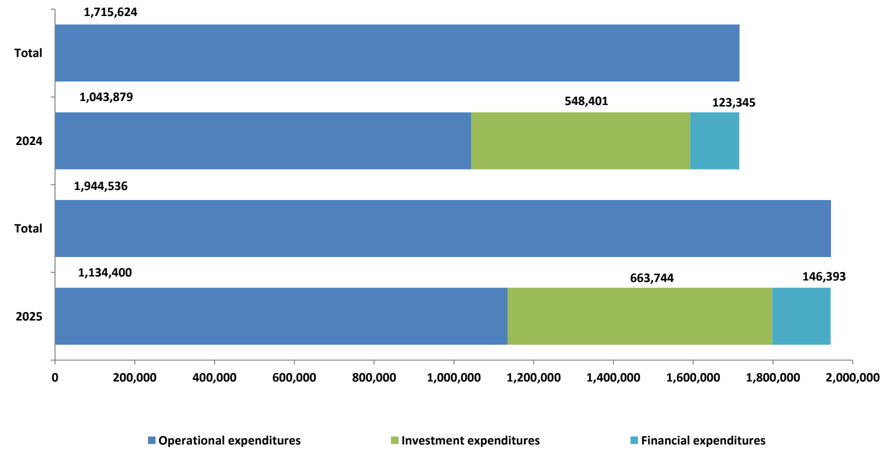
Economic classification

'000 RON

Economic expenditures variation



Expenditures structure



- **Investment expenditures** amounted to RON 115,343 th (+21%) higher than the execution in the same period of the previous year. Thus, these payments are represented by:
  - Capital expenditures (+RON 109,067 th, +28.8%), with influences from payments for Constructions (+RON 104,955 th, +40.8%), Other fixed assets (+RON 40,332 th, +72.7%), Machines, equipments and means of conveyance (-RON 16,349 th, -42.7%), Furniture, office equipment and other tangible assets (-RON 14,101 th, -78.7%), Capital repairs for fixed assets (-RON -5,771 th, -58.3%);
  - Projects financed from national funds (+RON 53,92 th, +75.3%), as follows: Projects with financing from the amounts representing the non-reimbursable financial assistance related to PNRR (+RON 58,104 th); Projects financed from the amounts related to the loan component of PNRR (-RON 4,177 th, -5.8%);
  - Projects financed from non-reimbursable external funds (+RON 15,529 th, +110.4%), respectively by increasing payments related to the 2021-2027 financial framework, respectively Programs from Cohesion Fund (+RON 19,832 th, +713%), Programs funded by the European Social Fund Plus (worth RON 2,715 th in 2025, without payments in 2024), Programs from European Fund for Regional Development (+RON 2,162 th, +426,9%). In contrast, a decrease in payments related to the 2014-2020 financial framework was observed, namely Programe din Fondul European de Dezvoltare Regionala (-RON 7,995 th, -85.9%), Other community programs financed in the period of 2014 – 2020 (worth RON 1,460 th in 2024, without payments in 2025);
  - Capital transfers (-RON 64,004 th, -75.4%) decreased entirely at the level of Other capital transfers to public institutions;
  - Payments made in the previous years and recovered in the current year within the development section of the local budget were in a negative amount of -RON 617 th, compared to their value of -RON 1,441 th in 2024.
- **Operational expenditures** registered a level of RON 90,521 th (+8.7%) above that of the same period of the previous year, as a result of:
  - Increase in Staff costs (+RON 43,057 th, +13.3%), the dynamics being observed as follows: Base salary (+RON 46,973 th, +18.3%), Other remuneration rights paid in cash (+RON 2,863 th, +30.1%), Precautionary contribution for work (+RON 962 th, +14%), Other bonuses (+RON 526 th, +716.6%), Holiday vouchers (-RON 4,188 th, -99.9%), Fund for payments by the hour (-RON 2,832 th, -16.7%), Bonuses for working conditions (-RON 1,207 th, -6.1%);

The variation of the performed expenditures in 2025 compared to 2024

Economic classification

'000 RON

- Current transfers (+RON 42,134 th, +37.7%) fully increased at the level of Transfers to public institutions;
- A higher level of payments for Social Assistance (+RON 34,858 th, +24.6%), mainly at the level of Social support in cash (+RON 27,367 th, +21.6%), Food support (+RON 5,918 th, +129.6%) and Social support in kind (+RON 1,573 th, +15.4%);
- Increase in Operational Internal Transfers (+RON 6,039 th, +11.5%), mainly for the Financing of private or confessional accredited education (+RON 6,100 th, +11.6%);
- A lower level of payments for Goods and services (-RON 31,660 th, -8%), the evolution being highlighted as follows: Materials and services with functional character (-RON 70,814 th, -63.9%), Other inventory items (-RON 689 th, -11.5%), Current repairs (+RON 26,608 th, +171.5%), Heating, lighting and driving force (+RON 3,055 th, +9.4%), Rents (+RON 1,890 th, +157%), Cleaning materials (+RON 1,455 th, +33.7%), Consultancy and expertise (+RON 1,365 th, +24.6%), Food for people (+RON 1,268 th, +10.8%), Postal services, telecommunications, radio, TV, internet (+RON 856 th, +29.4%), Water, sewerage and sanitation (+RON 852 th, +6%), Work protection (+RON 642 th, +20.7%), Other materials and services for maintenance and functioning (+RON 548 th, +0.3%);
- A lower level of payments for Subsidies (-RON 3,253 th, -71.6%), fully at the level of Subsidies for covering the differences on prices and tariffs;
- Decrease in the Other operational expenditures group (-RON 654 th, -4.9%) mainly determined by the following expenditures: Payments made in the previous years and recovered in the current year within the operating section of the local budget (negative value of -RON 4,356 th, compared to -RON 1,226 th in 2024), Science and social-cultural actions (worth RON 920 th in 2024, without payments in 2025), Associations and foundations (-RON 777 th, -19.3%), Civil compensations (+RON 2,820 th, +42.7%), Other current transfers in foreign countries (+RON 811 th, +137.3%), Cults' support (+RON 400 th, +25%).

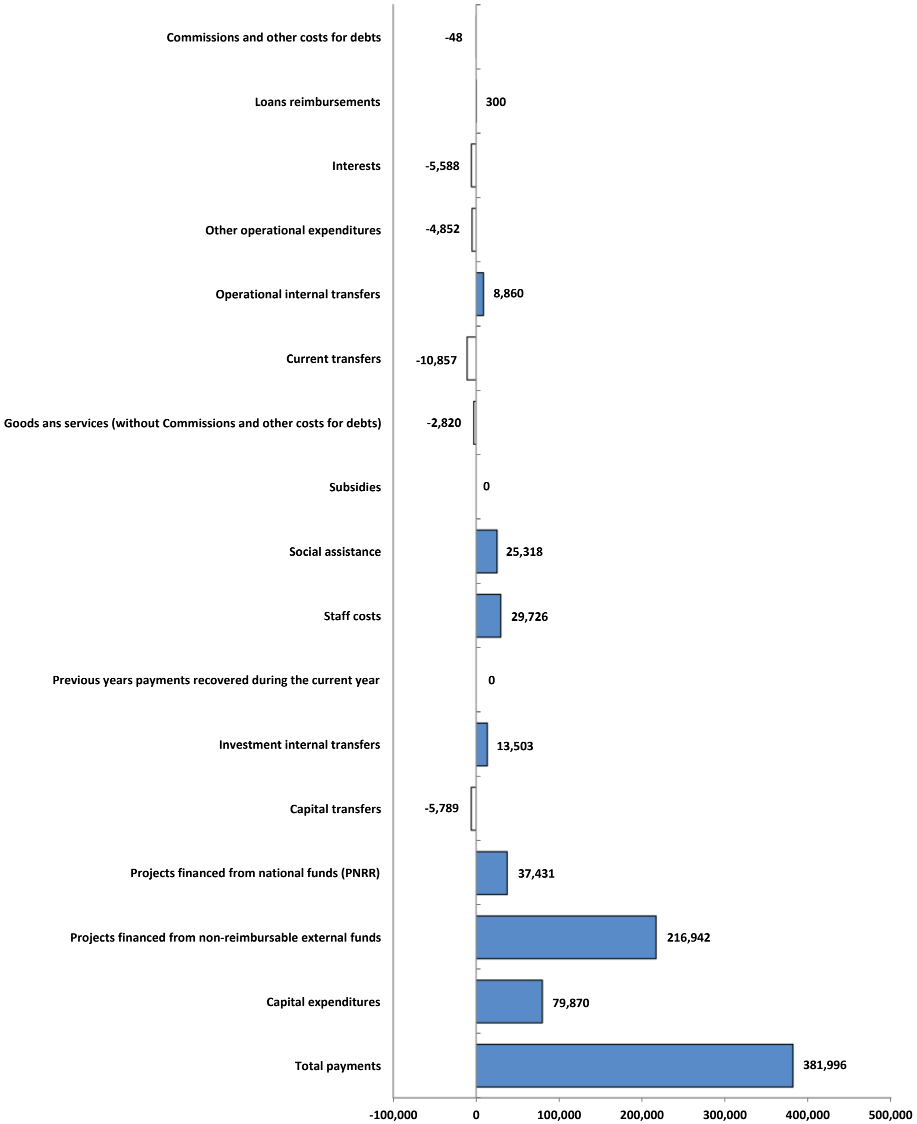
- **Financial expenditures** increased by RON 23,048 th (+18.7%) compared to the previous year. The dynamics are determined by the following types of payments: Loans reimbursements (+RON 17,626 th, +23.2%) and Interests (+RON 5,423 th, +11.4%).

Budgetary provisions

Economic classification

'000 RON

Economic expenditures rectification, as compared to the initial budget



From the point of view of the economic classification, the budget amendment provided for changes at the level of the following provisions:

- **Investment expenditures** with an increase of RON 341,957 th (+25.5%), up to the level of RON 1,684,075 th, respectively at the level of the final provisions for:
  - Projects financed from non-reimbursable external funds (+RON 216,942 th, +163.2%), with provisions increased up to RON 345,385 th, mainly those related to the 2021-2027 financial framework, respectively Programs from the European Fund for Regional Development related (+RON 206,195 th, +481.4%), Other community programs financed in the period 2021-2027 (+RON 4,615 th, +74.2%), Programs funded by the European Social Fund Plus (+RON 4,088 th, +88.3%), Programs funded by the Cohesion Fund (+RON 1,500 th, +2%);
  - Capital expenditures (+RON 79,870 th, +10%), with provisions increased to RON 878,518 th, as follows: Constructions (+RON 61,286 th, +10.3%), Other fixed assets (+RON 15,437 th, +10.4%), Capital repairs for fixed assets (+RON 3,901 th, +52.7%), Furniture, office equipment and other tangible assets (+RON 3,045 th, +82.6%), Machines, equipments and means of conveyance (-RON 3,799 th, -9.1%);
  - Projects financed from national funds (+RON 37,431 th, +10.1%), with final provisions amounting to RON 408,793 th and the dynamics observed as follows: Projects with financing from the amounts representing the non-reimbursable financial assistance related to PNRR (+RON 115,815 th, +70.3%), Projects financed from the amounts related to the loan component of PNRR (-RON 78,383 th, -37.9%);
  - Internal investment transfers (+RON 13,503 th), with provisions increased up to RON 13,931 th, mainly through final provisions amounting to RON 13,523 th for Community programs, without such amounts initially estimated;
  - Capital transfers (-RON 5,789 th, -14.9%), with provisions reduced to RON 32,944 th in full Other capital transfers to the public institutions.
- **Operational expenditures** recorded higher final provisions by RON 45,376 th (+3.8%), up to a total of RON 1,242,765 th, with influences from the following titles:
- Staff costs (+RON 29,726 th, +8.9%), provisions increased to RON 372,001 th, respectively influences mainly from payments for: Base salary (+RON 30,761 th, +11.2%), Fund for payments by the hour (+RON 2,267 th, +16.5%), Other remuneration rights paid in cash (+RON 1,478 th, +13.4%), Precautionary contribution for work (+RON 672 th, +9%), Other bonuses (+RON 553 th, +747.3%), Holiday vouchers (-RON 3,676 th, -99.6%), Bonuses for working conditions (-RON 2,065 th, -10%);

Budgetary provisions

Economic classification

'000 RON

- Social assistance (+RON 25,318 th, +15.3%) includes final provisions amounting to RON 191,033 th at the level: Social support in cash (+RON 27,006 th, +20.7%), Social support in kind (+RON 4,929 th, +38.2%) and Food support (-RON 6,612 th, -29.2%);
- Internal operational transfers (+RON 8,860 th, +17.5%), with final provisions amounting to RON 59,557 th, mainly by increasing them from the level of Financing of private or confessional accredited education (+RON 14,557 th, +32.3%) and the lack of those for Amounts representing the incentive for scrapping used vehicles, these being included in the initial budget in the amount of RON 5,625 th;
- The final provisions for Current Transfers (-RON 10,857 th, -6.3%) decreased to RON 162,020 th, an evolution fully foreseen at the level of Transfers to public institutions;
- Other operational expenditures were reduced by the final budget up to the value of RON 15,460 th, taking into account the following estimates: Payments made in the previous years and recovered in the current year within the operating section of the local budget (final provisions in negative value of -RON 3,553 th, compared to the initial estimates in the amount of -RON 1,802 th), Emergency fund for local authorities (included in the initial budget in the amount of RON 3,400 th but without final provisions), Youth Programs (initial allocations in the amount of RON 1,000 th, but without estimates in the final budget), Taxes, fees, and fines owed to the consolidated general budget (without estimates in the initial budget, but provided for in the amount of RON 730 th through the final budget);
- Goods and services, excluding Commissions and other costs related to loans (-RON 2,820 th, -0.6%), the provisions being reduced to RON 441,403 th, as follows: Materials and services with functional character (-RON 17,788 th, -27.3%), Other expenditures with goods and services (-RON 16,267 th, -44.6%), Food for people (-RON 1,485 th, -9.2%), Work protection (-RON 1,024 th, -20.5%), Consultancy and expertise (-RON 915 th, -9%), Fuels, lubricants, and alternative fuels (-RON 707 th, -13.4%), Desk furniture (-RON 633 th, -12.9%), Other materials and services for maintenance and functioning (+RON 18,964 th, +10.3%), Current repairs (+RON 11,776 th, +35.8%), Other inventory items (+RON 2,947 th, +47.8%), Rents (+RON 1,056 th, +49.3%), Heating, lighting and driving force (+RON 839 th, +2.1%), Cleaning materials (+RON 649 th, +11.3%).

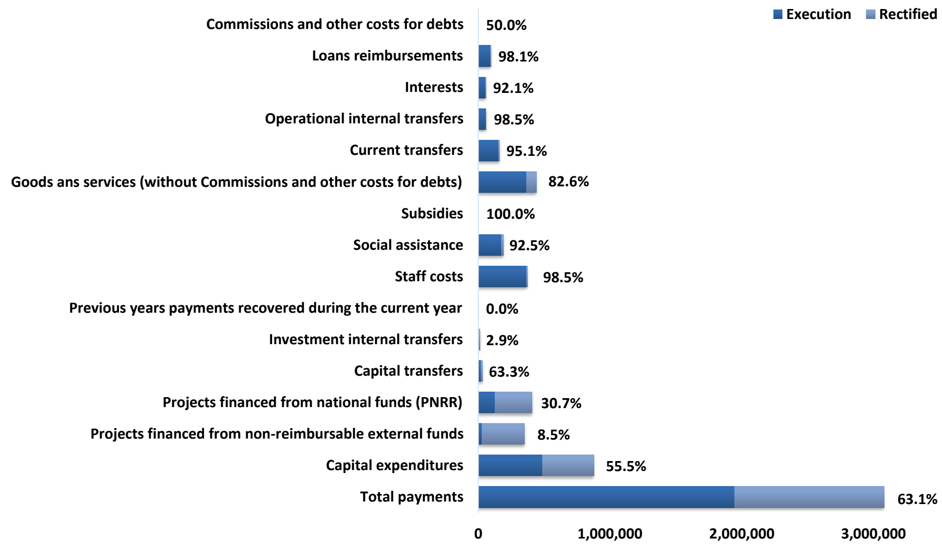
- **Financial expenditures** recorded a decrease in estimates by RON 5,336 th (-3.4%), up to RON 152,714 th, mainly; with influences from Interests (-RON 5,588 th, -8.9%).

Budgetary provisions in 2025

Functional/economic classification

'000 RON

Execution level compared to provisions - at Q4 2025



Final budgetary provisions approved by LCD no. 250/29.12.2025; Credit transfers from 30.12.2025

Payments made in 2025 recorded an execution rate of 63.1% compared to the budget provisions, the dynamics of the main groups being presented in the paragraphs below.

Investment expenditures reached a level of payments of RON 1,020,332 th (achievement rate of 39.4%) under the final budget provisions and are distributed as follows:

- Capital expenditures (-RON 390,510 th, 55.5% realization rate) were below the estimated level, the main variation coming from payments for Constructions (-RON -296,642 th, -45%), Other fixed assets (-RON 67,742 th, -41.4%), Machines, equipments and means of conveyance (-RON 16,037 th, -42.2%), Capital repairs for fixed assets (-RON 7,183 th, -63.5%), Furniture, office equipment and other tangible assets (-RON 2,906 th, -43.2%);
- Projects financed from non-reimbursable external funds (-RON 320,300 th, achievement rate of 8.5%) recorded payments below the level of the final estimates, the influences being observed at the level of the amounts related to the 2021-2027 financial framework, respectively Programs from the European Fund for Regional Development (-RON 246,361 th, -98.9%), Programs from Cohesion Fund (-RON 54,189 th, -70.6%), Other community programs financed in the period 2021-2027 (-RON 10,562 th, -97.5%), Programs funded by the European Social Fund Plus (-RON 6,000 th, -68.8%). Also, the execution under the final provisions at the level of the amounts related to the 2014-2020 financial framework, fully Programs from European Fund for Regional Development (-RON 3,187 th, -70.8%);

Execution level compared to provisions - at Q4 2025

			Operational expenditures, out of which:					Investment expenditures, out of which:		
Budgetary chapter	TOTAL EXPENDITURES	Operational expenditures	Staff costs	Goods and services*	Social assistance	Financial expenditures	Investment expenditures	Capital expenditures	NEF	PNRR
Public authorities and external actions	-34,421	-17,347	-895	-15,610	0	0	-17,074	-15,851	-1,223	0
Other general public services	-819	-639	-79	-549	0	0	-180	-180	0	0
Transactions regarding the public debt and loans	-4,524	0	0	0	0	-4,524	0	0	0	0
General transfers between different levels of administration	0	0	0	0	0	0	0	0	0	0
Defense	-99	-86	0	-86	0	0	-13	-13	0	0
Public order and national security	-3,961	-1,584	-76	-1,533	0	0	-2,377	-2,377	0	0
Education	-398,776	-35,776	-3,190	-18,031	-13,417	0	-363,000	-66,310	-125,164	-171,525
Health	-43,195	-99	-99	-1	0	0	-43,095	-1,435	-41,579	0
Culture, recreation and religion	-179,004	-29,297	-133	-24,541	0	0	-149,707	-68,168	-81,297	0
Insurance and social assistance	-14,883	-8,496	-1,026	-6,449	-987	0	-6,386	-4,510	-1,535	-342
Housing, public service and development	-292,662	-3,991	-163	-1,114	0	-1,797	-286,874	-173,174	-15,313	-80,075
Environment protection	-107,837	-5,590	0	-3,367	0	0	-102,247	-16,319	-54,189	-24,128
General economic, commercial and working actions	0	0	0	0	0	0	0	0	0	0
Fuel and power	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
Transport	-54,838	-5,462	-33	-5,428	0	0	-49,376	-42,171	0	-7,205
Other economic actions	0	0	0	0	0	0	0	0	0	0
TOTAL	-1,135,018	-108,365	-5,692	-76,707	-14,405	-6,321	-1,020,332	-390,510	-320,300	-283,276

*) 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

Budgetary provisions in 2025

Functional/economic classification

'000 RON

Execution level compared to provisions - at Q4 2025

- Projects financed from national funds (-RON 283,276 th, achievement rate of 30.7%) with amounts executed under the final provisions at the level of Projects with financing from the amounts representing the non-reimbursable financial assistance related to PNRR (-RON 222,300 th, -79.3%) and Projects financed from the amounts related to the loan component of PNRR (-RON 60,976 th, -47.5%);
- Internal investment transfers (-RON 13,524 th, achievement rate of 2.9%) were below the estimated level, the variation coming exclusively from payments for Community programs;
- Capital transfers (-RON 12,107 th, 63.3% realization rate) were made below the level of the final provisions, entirely at the level of Other capital transfers to the public institutions.

- **Operational expenditures** registered a level of RON 108,365 th below the provisions, with an execution rate of 91.3%. Lower expenditures compared to the provisions are reflected in the titles:

- Goods and services (-RON 76,707 th, 82.6% completion rate), expenditures being below the estimated level. The dynamics were mainly reflected in the level of payments for: Other materials and services for maintenance and functioning (-RON 39,571 th, -19.5%), Materials and services with functional character (-RON 7,323 th, -15.4%), Heating, lighting and driving force (-RON 5,933 th, -14.3%), Other expenses with materials and services changes (-RON 4,400 th, -21.8%), Other inventory items (-RON 3,784 th, -41.5%), Current repairs (-RON 2,564 th, -5.7%), Consultancy and expertise (-RON 2,383 th, -25.6%), Postal services, telecommunications, radio, TV, internet (-RON 2,337 th, -38.3%), Water, sewerage and sanitation (-RON 1,907 th, -11.2%), Food for people (-RON 1,642 th, -11.2%), Fuels, lubricants, and alternative fuels (-RON 1,047 th, -22.9%), Desk furniture (-RON 775 th, -18.2%), Cleaning materials (-RON 626 th, -9.8%), Spare parts (-RON 560 th, -29.3%), Uniforms and equipment (-RON 551 th, -79.5%);
- Social assistance (-RON 14,405 th, achievement rate of 92.5%) the payments recorded being below the budget level, due to a low level of provisions for Social support in kind (-RON 6,055 th, -33.9%), Food support (-RON 5,523 th, -34.5%) and Social support in cash (-RON 2,826 th, -1.8%);
- Current transfers (-RON 8,012 th, achievement rate of 95.1%) being below the estimated level in the budget, fully at the level of those to public institutions;
- Staff Costs (-RON -5,692 th, achievement rate of 98.5%), with the level of payments below the ceiling for Base salary (-RON 2,799 th, -0.9%), Fund for payments by the hour (-RON 1,940 th, -12.1%), Precautionary contribution for work (-RON 287 th, -3.5%), Allowances for food (-RON 239 th, -2.7%);
- Other Operational Expenditures Group, in which there were Payments made in the previous years and recovered in the current year within the operating section of the local budget in the amount of -RON 4,356 th (the rectified ceiling being -RON 3,553 th), the lack of execution for Taxes, fees, and fines owed to the consolidated general budget (provisions worth RON 730 th) was observed and executions were recorded below the ceiling for Associations and foundations (-RON 653 th, -16.7%) and Other current transfers in foreign countries (-RON 234 th, -14.3%);
- Internal transfers (-RON 921 th, 98.5% achievement rate) being below the level provided, respectively for the Financing of private or confessional accredited education (-1.5%).

- **Financial expenditures** were RON 6,321 th (95.9% achievement rate) below the estimated level, the influences coming from the payments for Interest rates (-RON 4,523 th, -7.9%) and Loans reimbursements (-RON 1,797 th, -1.9%).

Expenditures ratios
at Q4 2025, as compared to Q4 2024

'000 RON

Ratios	2025	2024
Total staff costs	**366,308**	**323,252**
Expenditures per Capita*	926	813
The expenditure weight in the operational expenditures	32.3%	31.0%
Staff costs without the ones for the Insurance and social assistance chapter	**196,943**	**154,564**
Expenditures per Capita*	498	389
The expenditure weight in the operational expenditures	17.4%	14.8%
Current compulsory expenditures	**544,228**	**469,566**
Expenditures per Capita*	1,376	1,181
The expenditure weight in the operational expenditures	48.0%	45.0%
Operational expenditures	**1,134,400**	**1,043,879**
Expenditures per Capita*	2,868	2,626
The expenditure weight in the total expenditures	58.3%	60.8%
Expenditures on debt service financing	**146,393**	**123,345**
Expenditures per Capita*	370	310
The expenditure weight in the total expenditures	7.5%	7.2%
Total expenditures on investments	**663,744**	**548,401**
Expenditures per Capita*	**1,678**	**1,379**
The expenditure weight in the total expenditures	34.1%	32.0%
The expenditures' rigidity	**18.8%**	**18.8%**
The weight of the payments from the operating section in the total payments	**65.9%**	**68.0%**
The weight of the payments from the development section in the total payments	**34.1%**	**32.0%**
The deficit/the surplus of the operating section	**60,146**	**20,941**
The deficit/the surplus of the development section	**-72,381**	**-24,202**
The weight of the local public debt service in the total made payments	**7.5%**	**7.2%**
Maximum annual debt	**380,652**	**342,165**
Net direct debt	235,623	218,718
Direct indebtedness rate	11.4%	10.8%
Net public debt	235,623	218,718
Public indebtedness rate	11.4%	10.8%
The total expenditures achievement degree from the initial budget	**72.1%**	**59.4%**
The funds execution level of the expenditures		
Operational expenditures	94.7%	89.8%
Staff costs	107.0%	102.5%
Current compulsory expenditures	106.9%	103.4%
On debt service financing	92.6%	96.7%
On investments	49.5%	34.3%
The funds absorption level of the total expenditures	**100.6%**	**100.6%**
Investment expenditures / Operational revenues	**28.3%**	**28.3%**
Capita,	**395,488**	**397,548**
as of:	01.01.2024	01.01.2023

The expenditures per Capita are represented in RON

↑ ***Total Staff Costs*** incurred in 2025 increased by RON 43,057 th (+13.3%) compared to the previous year, the trend being mainly driven by the increase in Base salary (+RON 46,973 th, +18.3%), Other remuneration rights paid in cash (+RON 2,863 th, +30.1%), and the Precautionary contribution for work (+RON 962 th, +14%), correlated with the decrease in Holiday vouchers (-RON 4,188 th, -99.9%), the Fund for payments by the hour (-RON 2,832 th, -16.7%), and Bonuses for working conditions (-RON 1,207 th, -6.1%).

↑ ***Current mandatory expenditures*** were higher by RON 74,662 th (+15.9%) compared to the level reached in 2024, as a result of:

- ↑ The increase in Staff costs;
- ↑ The increase in Social assistance payments (+RON 34,858 th, +24.6%); The decrease in Subsidies for covering the differences on prices and tariffs (-RON 3,253 th, -71.6%).

↑ ***Operational expenditures*** recorded a level higher by RON 90,521 th (+8.7%) compared to the previous year's execution, the evolution being determined by:

- ↑ The increase in Staff Costs; A higher level of Social assistance payments;
- ↑ The recording of Current transfers amounting to RON 111,874 th (+RON 42,134 th, +37.7%),
- ↑ A higher level regarding Internal transfers, mainly due to the increase in amounts allocated for Financing of private or confessional accredited education (+RON 6,100 th, +11.6%);
- ↓ The decrease in payments for Goods and services by RON 31,660 th (-8%).

↑ ***Expenditures related to Debt service financing*** were higher by RON 23,048 th (+18.7%) compared to the previous year, considering the evolution of payments for Loans reimbursements (+RON 17,626 th, +23.2%), as well as Interests payments (+RON 5,423 th, +11.4%).

↑ ***Total Investment expenditures*** carried out during the reference period increased by RON 115,343 th (+21%) and were represented by Capital expenditures (+RON 109,067 th, +28.8%), Projects financed from national funds (+RON 53,927 th), Projects financed from non-reimbursable external funds (+RON 15,529 th), correlated with the decrease in Capital transfers (-RON 64,004 th).

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Section IV:

The balance sheet for the period 2022 - 2025

for the period 2022 - 2025 '000 RON

The balance sheet for the period 2022 - 2025	31-12-22			31-12-23			31-12-24			31-12-25		
I. Current assets	***1,306,152***		***12.8%***	***1,355,547***		***12.7%***	***770,447***		***7.2%***	***722,758***		***6.4%***
I.1 Cash and cash equivalent	279,220	21.4%	***2.7%***	157,879	11.6%	***1.5%***	171,675	22.3%	***1.6%***	122,859	17.0%	***1.1%***
I.2 Inventories	149,019	11.4%	***1.5%***	156,535	11.5%	***1.5%***	179,270	23.3%	***1.7%***	169,387	23.4%	***1.5%***
I.3 Receivables	877,914	67.2%	***8.6%***	1,040,975	76.8%	***9.7%***	408,500	53.0%	***3.8%***	422,135	58.4%	***3.7%***
I.4 Short-term investments	-	-	-	-	-	-	-	-	-	-	-	-
I.5 Other current assets	-	-	-	158	0.0%	***0.0%***	11,003	1.4%	***0.1%***	8,376	1.2%	***0.1%***
II. Fixed assets	***8,862,379***	***0.0%***	***87.2%***	***9,359,376***	***0.0%***	***87.3%***	***9,910,380***	***0.0%***	***92.8%***	***10,582,217***	***0.0%***	***93.6%***
II.1 Intangible assets	8,408	0.1%	***0.1%***	10,166	0.1%	***0.1%***	7,922	0.1%	***0.1%***	7,594	0.1%	***0.1%***
II.2 Tangible assets	8,847,245	99.8%	***87.0%***	9,339,725	99.8%	***87.2%***	9,843,879	99.3%	***92.2%***	10,517,067	99.4%	***93.0%***
II.3 Other fixed assets	6,726	0.1%	***0.1%***	9,486	0.1%	***0.1%***	58,579	0.6%	***0.5%***	57,556	0.5%	***0.5%***
III. Total assets (I+II)	10,168,532			10,714,924			10,680,826			11,304,975		
IV. Short-term debts	***536,997***		***5.3%***	***720,201***		***6.7%***	***315,061***		***2.9%***	***229,821***		***2.0%***
IV.1 Bank debts	-	-	-	-	-	-	-	-	-	-	-	-
IV.2 Commercial debts	491,738	91.6%	***4.8%***	666,554	92.6%	***6.2%***	266,271	84.5%	***2.5%***	181,474	79.0%	***1.6%***
IV.3 Provisions	-	-	-	-	-	-	1,356	0.4%	***0.0%***	1,027	0.4%	***0.0%***
IV.4 Other debts	45,258	8.4%	***0.4%***	53,647	7.4%	***0.5%***	47,434	15.1%	***0.4%***	47,320	20.6%	***0.4%***
V. Long-term debts	***1,423,025***	0.0%	***14.0%***	***1,215,637***	0.0%	***11.3%***	***1,278,388***	0.0%	***12.0%***	***1,401,658***	0.0%	***12.4%***
V.1 Bank debts	1,416,287	99.5%	***13.9%***	1,200,936	98.8%	***11.2%***	1,256,440	98.3%	***11.8%***	1,389,356	99.1%	***12.3%***
V.2 Other debts	6,637	0.5%	***0.1%***	3,688	0.3%	***0.0%***	20,554	1.6%	***0.2%***	9,310	0.7%	***0.1%***
V.3 Provisions	100	0.0%	***0.0%***	11,014	0.9%	***0.1%***	1,394	0.1%	***0.0%***	2,991.3	0.2%	***0.0%***
VI. Own Equity (result and reserves)	***8,208,511***		***80.7%***	***8,779,085***		***81.9%***	***9,087,378***		***85.1%***	***9,673,496***		***85.6%***
VII. Total debts and equity (IV+V+VI)	10,168,532			10,714,924			10,680,826			11,304,975		

- Total assets recorded an increase of RON 546,392 th in 2023 (+5.4%), followed by another increase in their balance of RON 624,148 th in 2025. In 2024, the only decrease within the interval was recorded, amounting to RON 34,097 th compared to the previous year.
- The balance of Fixed assets followed a similar trend to that of Total assets during the updated interval, also being the main component driving the increase in assets. Thus, tangible fixed assets reached the value of RON 10,582,217 th at the end of 2025.
- Current assets, with a balance increased by RON 49,395 th (+3.8%) in 2023, recorded decreases of RON 585,101 th in 2024 (-43.2%), respectively RON 47,689 th (-6.2%) in 2025. The evolution of these assets was influenced by Receivables, Cash and cash equivalents, and Inventories.
- Short-term liabilities (due within one year) in 2023 recorded an increased balance of RON 183,204 th; however, in the following years their balance decreased by RON 405,140 th in 2024, respectively RON 85,240 th in 2025, the evolution being noticeable at the level of Trade payables.
- Long-term liabilities recorded a decrease in 2023 (-RON 207,387 th), reaching a value of RON 1,215,637 th. The following years in the analyzed interval recorded increases of RON 62,750 th in 2024, respectively RON 123,270 th in 2025. The main influences come from Bank loans, related to the balances of loans contracted on domestic and external markets. The increase in this balance is in line with the development of the investment plan benefiting from co-financing through bank loans, while the decrease is due to capital repayments related to ongoing loans.
- Equity recorded increases of RON 570,575 th in 2023 (+7%), RON 308,293 th (+3.5%) in 2024, respectively RON 586,118 th (+6.4%) in 2025.

Local public debt service
at 31.12.2025

'000 RON

Local public debt service	31-12-25	Payout	31-12-25
New credit withdrawals in the period	207,191	Payout 2Y - 2 years	389,616
Direct debt service	145,028	Payout 5Y - 5 years	1,080,672
Direct indebtedness rate	11.4%	Payout 10Y - 10 years	1,885,055
Public debt service	145,028	Payout 15Y - 15 years	2,302,022
Public indebtedness rate	11.4%	Payout 20Y - 20 years	2,513,525

Public Debt Service as % of Operational Revenues	8.4%	Total revenues per capita	4,885.9 RON
Public Debt Service as % of Operational Expenditures	12.8%	Own revenues per capita	3,534.8 RON
Long term debt % Own Funds	14.4%	Public Debt Service per capita	366.7 RON
Long term debt / Own Revenues (1.x)	1.0	Long-term loans per capita	3,513.0 RON

	2025	2026	2027	2028	2029
Total revenues	1,932,301	1,951,624	1,971,140	1,990,852	2,010,760
Own revenues Calculation Degree	1,397,973	1,411,953	1,426,073	1,440,333	1,454,737
Indebtedness capacity	380,652	407,329	406,875	423,600	427,836
Public debt service	145,028	190,429	199,188	231,771	236,292

Revenues:

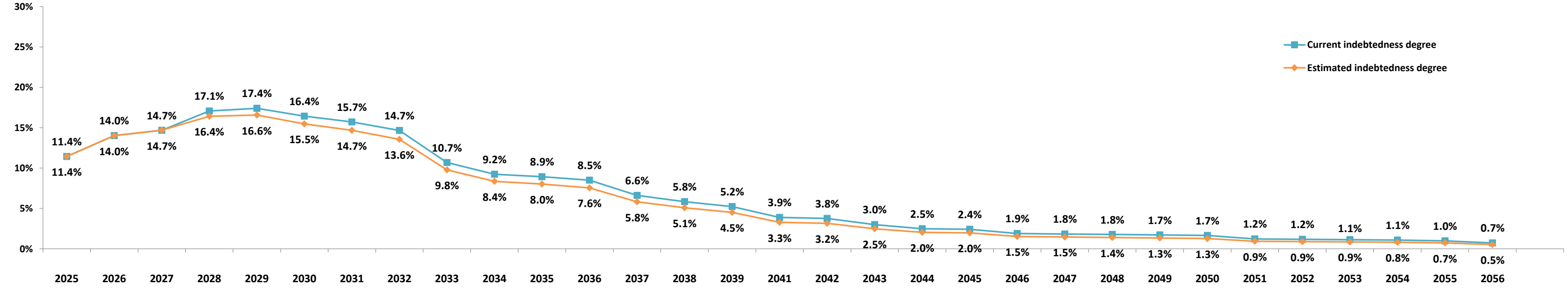
2025: Executed;

2026-2029: Estimated annual growth of 1%;

-> Own Revenues Calculation Degree: Own revenues adjusted by excluding proceeds from the disposal of assets (Amounts obtained, in accordance with the law, from the sale

-> Own Revenues Calculation Degree: Own revenues adjusted by excluding proceeds from the disposal of assets (Amounts obtained, in accordance with the law, from the sale

Indebtedness level forecast for the period of 2025 - 2056



Note:

Maximum legal debt capacity: 30% of the average own-source revenues (as defined for the calculation) over the previous three years (Law no. 273/2006, art. 63);

DEBT SERVICE: Estimated payments related to loans and guarantees (principal + interest + fees), based on the contractual terms agreed with the financing institutions:
- Cost projections are determined in accordance with market conditions as of the reporting date and the provisions of the financing agreements;
- For EUR-denominated commitments, currency conversion is performed as follows:
  -> For payments made prior to the reporting date, the actual exchange rate applied at the time of transaction was used;
  -> For projections until maturity, the exchange rate published by the National Bank of Romania (NBR) on the last business day of the reporting date was used.

MAXIMUM DEBT CAPACITY
CURRENT ≤ 2026: the 2026 ceiling level (Own revenues used represent the average of the last three closed financial years: 2025, 2024, 2023).
FORECAST > 2026: the ceiling annual level is determined based on the average of own-source revenues over the previous three years.

DEBT RATIO:
CURRENT: ratio of debt service to the CURRENT MAXIMUM DEBT CAPACITY
FORECAST: ratio of debt service to the FORECAST MAXIMUM DEBT CAPACITY

The full level of the degree is represented, without eliminating the exceptions:
Respectively (Law no. 273, Art. 63 (4.3): of the total annual debts, representing due capital installments, interests and commissions related to loans contracted and/or guaranteed by the administrative-territorial units/subdivisions, are not taken into account when determining the inclusion within the provided limit:
o Commitments undertaken for the refinancing of local public debt;
o Commitments undertaken to ensure pre-financing and/or co-financing of projects benefiting from non-reimbursable external funds, both pre- and post-accession, from the European Union.

Glossary of terms

The operating section	The basic compulsory local budget section, which includes revenues needed to finance current spending in order to achieve competencies established by law, and the related running costs;
The development section	The complementary section of the local buget, including income and capital expenditures related to implementation of the local development policies;
Own revenues	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 sustracted the Revenues from goods capitalization stipulated in the art. 29 part of the mentioned law;
Operational Revenues	The difference between Total revenues, Investment revenues and Financial Revenues OR The Sum of Current Revenues (00.02) and Current Subsidies (00.20);
Operational expenditures	Sum of Staff Cost (10), Goods and services (20), excluding Commissions and other costs related to debts (20.24), Subsidies (40), Reserve funds (50), Transfers (51+55, without investments), Social Assistance (57), Other Expenditures (59), Previous years payments recovered during the current year (85.01) OR; The difference between Total Expenditures, Investment Expenditures and Financial Expenditures, excluding Surplus / Deficit;
Investment revenues	Sum between Capital revenues (00.15), Capital Subsidies received from the State Budget (00.19), Sums received from the EU for the payments performed 2007 - 2013 (45) and 2014 - 2020 (48), Thermal rehabilitation fee (36.23), Contribution of the homeowners' association for thermal rehabilitation works (36.31), and Amounts related to the budget financing from previous years, related to the development section (36.32.02);
Investment expenditures	Sum of the Capital expenditures (70), of the Projects financed from post-accession non-reimbursable external funds 2007 - 2013 (56) and 2014 - 2020 (58), Capital transfers (51.02), (PNRR) (60+61);
Total payments	Total expenditures incurred without considering the result of the period;
Taxes supporting the debt	City taxes collected as follows: 01.02.01+03.02.18+04.02.01+05.02.50+06.02.02+07.02+12.02+15.02+16.02+18.02+33.02.24+34.02+35.02;
Financial revenues	The difference between Financial Operations and Amounts allocated from the Development and Investment Fund;
Financial expenditures	The sum between the Interests (30), Reimbursement of loans (81) and Commissions and other costs related to loans;
Returned funds from previous years	In accordance to the Ministry of Finance order no. 231646/06.09.2009 previous years payments returned during the current year are reported negatively for 85.01 and are not used for payments; These are invalidated by increasing the budgetary loans for each economic expenditure;
Revenues and expenditures ratios	The ratios are presented on the budgetary execution, stipulated in the Emergency Ordinance no. 63 dated 30.06.2010, whose method of calculation is covered in the Methodology of 11/03/2010;
The revenues/expenditures achievement degree from the initial/revised budget	Collected revenues % of the initial/revised budgetary provisions; Incurred expenditures % of the initial/revised budgetary provisions;
The level of financing from the own	Own revenues % in Total revenues;
The degree of self-financing	(Own revenues-Quotas deducted from the income tax (04.02.01)) % Total collected revenues;
The degree of dependency of the local budget to the state budget	The total amounts received from the State Budget (Sums allocated from the quotas deducted from income tax to balance the local budgets 04.02.04 + Sums deducted from VAT 11.02 + Subsidies received from the State Budget 00.18) % in Total revenues;
The degree of decisional autonomy	(Own revenues + Sums deducted from VAT for balancing the local budget 11.02.06) % in Total revenues;
The expenditures' rigidity	Staff costs % in Total incurred expenditures;
Maximum annual debt	The maximum legal amount allowed for municipal indebtedness, equal to 30% of the average of the own revenues executed in the last 3 years. Represents the maximum of Public Debt Service, according to Government Decision 145/2008;
Net direct debt	Total of amounts representing interests, provisions and installments, according to contracted to be paid by the end of The year, by the municipality;
Net public debt	Total of amounts representing interests, provisions and installments, according to contracted and guaranteed to be paid by the end of The year, by the municipality;
Direct/Public indebtedness level	Direct/Public Debt Service as % of Own revenues*;
Net Direct/ Public indebtedness level	Net public/direct debt as % of Own revenues*;
Direct debt service	Total amounts to be paid by the city hall as capital repyaments, interests and fees for ongoing credit contracts;
Public debt service	Current debt service+amounts related to the granted guarantees (interests, commissions and principal);
Payout n Y - n years	Public debt service for the next "n" years, according to the contractual conditions for the credit facilities and the evolution of ROBID, ROBOR, EURIBOR at the reporting date;
Current financial debt	Total drawdowns related to the credit facilities for the analised period;
Per Capita	For a person that is resident of the municipality;

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The documents that formed the basis for the preparation of this report are:
- Financial statements related to budget execution at: 31.12.2025; 31.12.2024; 31.12.2023; 31.12.2022
- Budgetary provisions approved by:
    - Initial Budget: HCL nr. 41 din 13.03.2025
    - Rectified Budget: LCD no. 250 from 29.12.2025; Credit transfers from 30.12.2025