

Overview of Total Sum of Charges Collected and Administrative Costs

Year Ended 31 December 2012

1. Background

In accordance with Article 18 of the Electronic Communications (Regulation) Act (the "ECRA") and the Directive of 2004 on Modalities of Payment for General Authorisations and Rights of Use, as amended by Directive No 1 of 2007 (hereafter "the Directive"), the Authority collects administrative charges to cover the administrative costs incurred in carrying out its responsibilities under the ECRA.

In accordance with the same Act, any differences between the charges collected and the costs incurred shall result in appropriate repayments or compensation in the case of overcharging, or the imposition of additional charges in the case of undercharging, as specified in the ECRA and the Directive.

The Authority is also required to publish an annual overview of the total sum of charges collected and its administrative costs.

2. Results

The Authority prepares Audited Financial Statements under the historical cost convention and in accordance with International Financial Reporting Standards. The following table shows an overview of the total sum of charges collected and administrative costs incurred, which have been extracted from the income statement forming part of the Audited Financial Statements of the Authority.

Overview of Total Sum of Charges Collected and Administrative Costs
1 January 2012 to 31 December 2012

	Total	Electronic communications	Scarce resources	Postal services, right of way, e-commerce	IS Initiatives	Others	EU Projects	RadioCommunication Licences
	Euro	Euro	Euro	Euro	Euro	Euro	Euro	Euro
Revenue								
Government Subvention	428,627				428,627			
Administrative Charges	3,173,512	3,173,512						
Income deferred to 2013	(227,155)	(227,155)						
Usage Fees for Scarce Resources	4,984,525		4,206,528	777,997				
Postal Authorisations & Rights of Way	-							
Amortisation of Deferred Income	-							
Other revenues	112,911				83,261	29,650		
Amortisation of Spectrum Equipment	20,983		20,983					
Radiocommunication Licences								447,732
EU Projects Revenue	227,347						227,347	
	8,720,750	2,946,357	4,227,511	777,997	511,888	29,650	227,347	447,732
Expenditure								
Spectrum equipment financed via deductions from Govt	(4,581,715)	(2,952,246)	(446,630)	(319,340)	(511,888)	(124,264)	(227,347)	
Finance revenue	32,433		32,433					
Finance costs	51,030	6,927				44,103		
Finance costs	-	-						
Taxation	(13,207)	(1,039)				(12,168)		
Transfers to government	(4,719,703)		(3,813,314)	(458,657)				(447,732)
Surplus/(deficit) for the financial year	(62,679)	-	-	-	-	(62,679)	-	-

During the year ended 31 December 2012, the positive difference between the total sum of administrative charges collected and administrative costs incurred in carrying out responsibilities under the ECRA amounted to €227,155.

3. Compensation of 2012 difference

The Authority will be making the respective repayments and compensations required under the ECRA, by offsetting, or repaying where applicable, the amount of €227,155 proportionately to the providers of electronic communications services or networks on whom administrative charges were imposed during the year ended 31 December 2012, in two equal portions during the months of July 2013, and December 2013.

Ian Agius
Acting CEO

28 June 2013