

## Overview of Total Sum of Charges Collected and Administrative Costs

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### Year Ended 31 December 2020

#### 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 Right 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.



	Total	Electronic communications	Scarce resources	Postal services, right of way, e-commerce	Others	EU Projects	RadioCommunication Licences
	Euro	Euro	Euro	Euro	Euro	Euro	Euro
<b>Revenue</b>							
Administrative Charges	3,320,838	3,320,838					
Invoice to be issued to Operators	(526,600)	(526,600)					
Usage Fees for Scarce Resources	7,275,502		6,160,084	1,115,419			
Postal Authorisations & Rights of Way	-						
Amortisation of Deferred Income	-						
Other revenues	15,387				15,387		
Amortisation of Spectrum Equipment	159,518		159,518				
Radiocommunication Licences	1,054,264						1,054,264
EU Projects Revenue	11,017					11,017	
	<b>11,309,927</b>	<b>2,794,238</b>	<b>6,319,602</b>	<b>1,115,419</b>	<b>15,387</b>	<b>11,017</b>	<b>1,054,264</b>
<b>Expenditure</b>	<b>(3,959,590)</b>	<b>(2,794,240)</b>	<b>(606,074)</b>	<b>(542,692)</b>	<b>-</b>	<b>(16,584)</b>	
-							
EU Projects financed by E-Commerce							
Spectrum equipment financed via deductions from Govt	-		-				
Finance revenue	14,011	2,269			11,742		
Finance costs	-	-					
Taxation	(17)	(340)			323		
Transfers to government	(7,340,519)		(5,713,528)	(572,727)			(1,054,264)
<b>Surplus/(deficit) for the financial year</b>	<b>23,812</b>	<b>1,927</b>	<b>-</b>	<b>-</b>	<b>27,452</b>	<b>(5,567)</b>	<b>-</b>

During the year ended 31 December 2020, the positive difference between the total sum of administrative charges collected and administrative costs incurred in carrying out responsibilities under the ECRA amounted to €526,600.



(+356) 2133 6840  
info@mca.org.mt

Valletta Waterfront,  
Pinto Wharf,  
Floriana FRN1913, Malta



### **3. Compensation of 2020 difference**

The Authority will be making the respective repayments and compensations required under the ECRA, by offsetting, or repaying where applicable, the amount of €526,600 proportionately to the providers of electronic communications services or networks on which administrative charges were imposed during the year ended 31 December 2020. Such compensation will be made during the month of July 2021.

A handwritten signature in blue ink, consisting of several overlapping loops and a long horizontal stroke extending to the right.

Jesmond Bugeja  
Chief Executive Officer

8 June 2021