

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

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**Year Ended 31 December 2019**

### 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.

	<b>Total</b>	<b>Electronic communications</b>	<b>Scarce resources</b>	<b>Postal services, right of way, e-commerce</b>	<b>IS Initiatives</b>	<b>Others</b>	<b>EU Projects</b>	<b>RadioCommunication Licences</b>
	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>	<b>Euro</b>
<b>Revenue</b>								
Government Subvention	609,974				609,974			
Administrative Charges	3,264,524	3,264,524						
Invoice to be issued to Operators	(308,515)	(308,515)						
Usage Fees for Scarce Resources	7,306,934		6,224,929	1,082,005				
Postal Authorisations & Rights of Way	-							
Amortisation of Deferred Income	-							
Other revenues	153,086				97,274	55,812		
Amortisation of Spectrum Equipment	102,977		102,977					
Radiocommunication Licences	1,054,309							1,054,309
EU Projects Revenue	152,587						152,587	
	<b>12,335,876</b>	<b>2,956,009</b>	<b>6,327,906</b>	<b>1,082,005</b>	<b>707,248</b>	<b>55,812</b>	<b>152,587</b>	<b>1,054,309</b>
<b>Expenditure</b>	<b>(4,682,135)</b>	<b>(2,984,064)</b>	<b>(539,408)</b>	<b>(298,827)</b>	<b>(707,248)</b>	<b>-</b>	<b>(152,587)</b>	
EU Projects financed by IS	-							
Finance revenue	4,019	1,282				2,736		
Taxation	(450)	(192)				(258)		
Transfers to government	(7,625,984)		(5,788,497)	(783,178)				(1,054,309)
	<b>31,326</b>	<b>(26,965)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,291</b>	<b>-</b>	<b>-</b>
<b>Surplus/(deficit) for the financial year</b>	<b>31,326</b>	<b>(26,965)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>58,291</b>	<b>-</b>	<b>-</b>

During the year ended 31 December 2019, the positive difference between the total sum of administrative charges collected and administrative costs incurred in carrying out responsibilities under the ECRA amounted to €308,515.

### 3. Compensation of 2019 difference

The Authority will be making the respective repayments and compensations required under the ECRA, by offsetting, or repaying where applicable, the amount of €308,515 proportionately to the providers of electronic communications services or networks on which administrative charges were imposed during the year ended 31 December 2019. Such compensation will be made during the month of July 2020.



Jesmond Bugeja  
Chief Executive Officer

15 June 2020