



**GOVERNMENT OF MALTA**

**Annual Financial Statements  
2015**

In Terms of Section 65  
of the Financial Administration  
and Audit Act, 1962

THE TREASURY - FLORIANA

## *List of Statements*

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**Note: Figures in Statements may not add up due to rounding**

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Treas. 43/2016  
Treas. 204/2015  
N.A.O. 45/2016

	2015 €	2014 €
<b>Balance as at January 1</b>	<b>(23,536,200)</b>	<b>(95,105,876)</b>
<b>Revenue</b>		
I Customs and Excise Duties	290,404,789	302,607,413
II Licences, Taxes and Fines	280,871,708	244,124,235
III Income Tax	1,184,627,755	1,068,088,921
IV Value Added Tax	699,998,113	639,675,627
V Fees of Office	51,722,556	77,383,894
VI Reimbursements	28,794,337	25,095,000
VII Public Corporations	---	815,000
VIII Central Bank of Malta	48,000,000	50,000,000
IX Rents	29,261,529	28,786,577
X Dividends on Investment/Receipts	34,935,951	17,873,937
XI Interest on loans made by Government	360,571	1,191,070
XII Social Security	739,583,040	699,191,297
XIII Grants	176,164,697	176,802,541
XIV Miscellaneous Receipts	70,073,275	55,573,557
<b>Total Ordinary Revenue</b>	<b>3,634,798,321</b>	<b>3,387,209,070</b>
XV Loans	473,234,600	648,841,400
XVI Repayment of loans made by Government	40,416,000	---
XVII Extraordinary Receipts	757,535	---
<b>Total Non-Ordinary Revenue</b>	<b>514,408,135</b>	<b>648,841,400</b>
<b>TOTAL REVENUE</b>	<b>4,149,206,456</b>	<b>4,036,050,470</b>
Transfers from Contingencies Fund	13	27
	<b>4,149,206,469</b>	<b>4,036,050,497</b>

**ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2015**

	2015 €	2014 €
<b>Recurrent Expenditure</b>		
1 Office of the President	4,001,173	3,387,736
2 House of Representatives	3,699,214	3,496,553
3 Office of the Ombudsman	1,139,991	1,436,858
4 National Audit Office	2,700,000	2,600,000
5 Office of the Prime Minister	32,626,469	28,997,071
6 Public Service Commission	561,058	512,513
7 Information	1,236,957	1,297,204
8 Government Printing Press	1,323,950	1,393,926
9 Electoral Office	7,795,468	7,427,777
10 Government Property Division	8,912,185	8,232,447
11 Ministry for European Affairs and Implementation of the Electoral Manifesto	15,214,813	10,574,769
12 Ministry for Foreign Affairs	23,632,290	22,698,689
13 Ministry for Education and Employment	228,029,465	205,766,910
14 Education	204,430,001	194,887,669
15 Ministry for Sustainable Development, the Environment and Climate Change	53,794,838	47,213,970
16 Ministry for Transport and Infrastructure	84,548,963	90,603,898
17 Ministry for Gozo	27,464,976	27,186,223
18 Ministry for Social Dialogue, Consumer Affairs and Civil Liberties	12,257,073	9,733,583
19 Industrial and Employment Relations	1,218,990	1,209,771
20 Ministry for the Economy, Investment and Small Business	34,488,548	31,624,521
21 Commerce [Trade Services]	1,831,878	1,795,357
22 Ministry for Home Affairs and National Security	20,480,502	26,709,010
23 Armed Forces of Malta	44,203,393	40,721,478
24 Police	57,147,737	54,963,305
25 Correctional Services	10,864,122	10,131,609
26 Probation and Parole	1,031,646	921,908
27 Civil Protection	4,940,362	4,339,974
28 Ministry for Finance	127,037,365	94,725,963
29 Treasury	6,055,434	5,195,983
30 Pensions	91,967,163	91,878,871
32 Inland Revenue	7,959,768	7,439,489
33 V.A.T.	5,994,594	5,593,945
34 Customs	10,971,762	11,268,338
35 Contracts	1,504,054	1,292,694
36 Economic Policy	1,233,617	1,232,236
37 Ministry for Energy [the Conservation of Water] and Health	65,811,925	46,309,432
38 [Ministry for] Health	449,484,914	414,577,687
39 Ministry for the Family and Social Solidarity	59,837,001	47,247,251
40 Social Policy	252,540,462	239,079,406

## ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2015

	2015 €	2014 €
<b>Recurrent Expenditure (Continued)</b>		
41 Social Security Benefits	<b>868,377,995</b>	852,908,279
42 Social Welfare Standards	<b>1,062,242</b>	982,076
43 Elderly and Community Care	<b>84,921,553</b>	76,994,220
44 Ministry for Justice, Culture and Local Government	<b>27,600,412</b>	---
45 Judicial	<b>13,412,090</b>	12,872,510
46 Local Government	<b>37,880,784</b>	37,219,147
47 Ministry for Tourism	<b>53,604,771</b>	66,067,717
[Land and Public Registry Division	---	4,299,815
	<hr/>	<hr/>
<b>TOTAL RECURRENT EXPENDITURE</b>	<b>3,056,833,968</b>	<b>2,857,049,790</b>
31 Public Debt Servicing		
Contribution to Sinking Fund - Local	<b>3,261,123</b>	3,261,123
Contribution to Special MGS Sinking Fund	<b>25,000,000</b>	50,000,000
Interest - Local	<b>230,405,382</b>	226,913,224
Repayment of Loan - Local	<b>349,377,156</b>	367,504,355
Contribution to Sinking Fund - Foreign	<b>6,465,000</b>	6,465,000
Interest - Foreign	<b>1,817,317</b>	2,305,483
Interest - Short-term borrowing	<b>108,047</b>	1,877,535
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<b>TOTAL PUBLIC DEBT SERVICING</b>	<b>616,434,025</b>	<b>658,326,719</b>
	<hr/>	<hr/>
<b>TOTAL RECURRENT EXPENDITURE AND PUBLIC DEBT SERVICING</b>	<b>3,673,267,993</b>	<b>3,515,376,509</b>
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## ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2015

	2015 €	2014 €
<b>Capital Expenditure</b>		
I Office of the President	122,000	187,998
II Office of the Prime Minister	14,893,823	12,411,892
III Ministry for European Affairs and Implementation of the Electoral Manifesto	38,162,811	23,481,368
IV Ministry for Foreign Affairs	2,049,727	1,291,390
V Ministry for Education and Employment	83,484,100	68,283,051
VI Ministry for Sustainable Development, the Environment and Climate Change	95,467,205	47,045,880
VII Ministry for Transport and Infrastructure	79,757,152	83,921,382
VIII Ministry for Gozo	14,510,939	9,551,663
IX Ministry for Social Dialogue, Consumer Affairs and Civil Liberties	3,138,187	2,326,078
X Ministry for the Economy, Investment and Small Business	60,422,134	46,839,499
XI Ministry for Home Affairs and National Security	23,861,199	11,933,323
XII Ministry for Finance	20,748,243	24,486,050
XIII Ministry for Energy and Health	108,104,090	---
XIV Ministry for the Family and Social Solidarity	5,622,536	4,688,852
XV Ministry for Justice, Culture and Local Government	23,856,151	---
XVI Ministry for Tourism	4,268,809	17,797,383
[Ministry for Energy and the Conservation of Water	---	24,931,127
[Ministry for Health	---	41,192,469
<b>TOTAL CAPITAL EXPENDITURE</b>	<b>578,469,106</b>	<b>420,369,406</b>
XII Ministry for Finance Investment - Equity Acquisition	44,070,878	28,734,880
<b>TOTAL CAPITAL EXPENDITURE AND INVESTMENT</b>	<b>622,539,984</b>	<b>449,104,286</b>
<b>TOTAL EXPENDITURE</b>	<b>4,295,807,977</b>	<b>3,964,480,795</b>
Transfers to Contingencies Fund	(13)	(27)
<b>Balance as at December 31</b>	<b>(170,137,720)</b>	<b>(23,536,200)</b>

Examined and found to agree with Treasury Books

Anthony C. Mifsud  
Auditor General

N. Camilleri B.A. (Hons.), M.B.A. (Bath, UK), CPFA  
Accountant General

## STATEMENT OF THE TREASURY CLEARANCE FUND FOR 2015

	Balances as at	Transactions during the year		Balances as at
	January 1 (Debit)/Credit €	Debits €	Credits €	December 31 (Debit)/Credit €
<b>Deposit Accounts</b>				
Acquisition of Shares	721,762,235	1,118,382	117,901,529	<b>838,545,381</b>
Other Investments	173,965,457	---	7,464,000	<b>181,429,457</b>
Deposits Fund Account	23,294	---	---	<b>23,294</b>
Short-Term Borrowing	140,355,841	704,465,539	786,159,698	<b>222,050,000</b>
Trust Funds	1,890,948	107,894	234,451	<b>2,017,505</b>
Sinking Funds for the Redemption of Loans	148,409,673	27,185,622	50,834,568	<b>172,058,618</b>
Malta Government Stocks	---	870,193,830	870,193,830	---
Court Deposits	38,979,978	33,654,421	38,206,880	<b>43,532,436</b>
Other Deposits	52,978,519	1,155,076,026	1,202,095,580	<b>99,998,072</b>
	<b>1,278,365,944</b>	<b>2,791,801,715</b>	<b>3,073,090,535</b>	<b>1,559,654,764</b>
<b>Advances Accounts</b>				
Special Advances	(111,172,533)	---	15,135,286	<b>(96,037,248)</b>
	<b>(111,172,533)</b>	---	<b>15,135,286</b>	<b>(96,037,248)</b>
	<b>1,167,193,411</b>	<b>2,791,801,715</b>	<b>3,088,225,820</b>	<b>1,463,617,516</b>

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Examined and found to agree with Treasury Books

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## STATEMENT OF THE SINKING FUNDS FOR THE REDEMPTION OF LOANS FOR 2015

Sinking Fund	Balances as at January 1 €	Contributions €	Interest/ Dividends/ Other €	Revaluation/ Currency adjustment €	Less Actual Payments €	Balances as at December 31 €
<b>LOCAL LOANS</b>						
Malta Government Stock 2018 I	73,334,004	3,261,123	1,447,698	---	---	<b>78,042,825</b>
Special MGS Sinking Fund	49,544,216	25,000,000	(1,828,333)	---	---	<b>72,715,882</b>
<b>TOTAL LOCAL LOANS</b>	<b>122,878,219</b>	<b>28,261,123</b>	<b>(380,635)</b>	<b>---</b>	<b>---</b>	<b>150,758,707</b>
<b>BREAK DOWN OF INVESTMENTS (LOCAL)</b>						
					<b>2014 €</b>	<b>2015 €</b>
Central Bank of Malta Deposit Accounts					55,299,020	<b>83,179,508</b>
Malta Government Stocks					67,579,199	<b>67,579,199</b>
<b>TOTAL INVESTMENTS</b>					<b>122,878,219</b>	<b>150,758,707</b>



## STATEMENT OF THE SINKING FUNDS FOR THE REDEMPTION OF LOANS FOR 2015

Sinking Fund		Balances as at January 1 €	Contributions €	Interest/ Dividends/ Other €	Revaluation/ Currency adjustment €	Less Actual Payments €	Balances as at December 31 €
<b>FOREIGN LOANS</b>							
<i>European Union</i>	Loan B	447,194	106,000	(276)	---	186,500	<b>366,418</b>
	Loan C	768,088	56,000	(485)	---	102,300	<b>721,303</b>
<i>U.S.A. Government</i>		266,275	---	(72,508)	30,248	224,015	---
<i>Council of Europe Fund for Development</i>	2002	4,134,301	1,800,000	(3,045)	---	2,550,000	<b>3,381,256</b>
	2003	19,761,200	4,500,000	(10,150)	---	7,550,000	<b>16,701,050</b>
<i>Government of Canada</i>		154,396	3,000	(97)	(9,964)	17,450	<b>129,885</b>
<b>TOTAL FOREIGN LOANS</b>		<b>25,531,453</b>	<b>6,465,000</b>	<b>(86,561)</b>	<b>20,284</b>	<b>10,630,265</b>	<b>21,299,911</b>
<b>TOTAL SINKING FUNDS</b>		<b>148,409,673</b>	<b>34,726,123</b>	<b>(467,197)</b>	<b>20,284</b>	<b>10,630,265</b>	<b>172,058,618</b>

## BREAK DOWN OF INVESTMENTS (FOREIGN)

	2014 €	2015 €
Central Bank of Malta Deposit Accounts	25,531,453	<b>21,299,911</b>
<b>TOTAL INVESTMENTS</b>	25,531,453	<b>21,299,911</b>

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Examined and found to agree with Treasury Books

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**ABSTRACT OF THE CONTINGENCIES FUND FOR 2015**

			€	€
<b>Balance as at January 1, 2015</b>				<b>1,165,000</b>
<b>Advances to the Consolidated Fund</b>				
<b>Warrant No.</b>	<b>Vote and Subhead</b>			
1	Cap VII	7337	1	
2	Rec 10	5672	1	
3	Cap VIII	7804	1	
	Cap VIII	7904	1	
4	Cap XIII	7809	1	
	Cap XIII	7909	1	
5	Cap III	7803	1	
	Cap III	7903	1	
7	Rec 05	5808	1	
8	Cap XI	7803	1	
	Cap XI	7903	1	
9	Cap XI	7802	1	
	Cap XI	7902	1	
			-----	(13)
<b>Reimbursements from the Consolidated Fund of Advances made during 2015</b>				
<b>Warrant No. 2 of 2015</b>				13
			-----	
<b>Balance as at December 31, 2015</b>				<b>1,165,000</b>
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	2015 €	2014 €
<b>Source of Funds</b>		
A. Social Security Contributions	494,745,446	467,663,579
B. Direct Contribution by Government in terms of the Social Security Act, 1987	244,837,593	231,527,718
<b>Total Receipts</b>	<b>739,583,039</b>	<b>699,191,297</b>
<b>Application of Funds</b>		
<b>A. Benefits payable under the Contributory Schemes</b>		
i. Invalidity Pensions	24,676,865	25,846,396
ii. Retirement Pensions	444,805,598	424,427,439
iii. Bonus	66,195,240	64,554,224
iv. Widows Pensions	119,001,224	116,837,533
v. Short-term Benefits	13,520,716	13,962,531
* Total Expenditure on Benefits payable under the Contributory Schemes	668,199,643	645,628,123
<b>B. Administration Expenses</b>	<b>7,086,403</b>	<b>6,726,735</b>
<b>C. Expenses in connection with Health Recurrent Services</b>		
⌘ 1. [Ministry for] Health	449,963,122	415,070,788
● 2. Elderly and Community Care	86,145,743	78,185,959
	<b>543,195,268</b>	<b>499,983,481</b>
<b>Total Payments</b>	<b>1,211,394,911</b>	<b>1,145,611,604</b>
<b>Welfare Gap - Difference</b>	<b>471,811,872</b>	<b>446,420,307</b>

⌘ Includes an expenditure of €478,208 and €493,100 in 2015 and 2014 respectively under Health (Gozo) Recurrent Vote.

● Includes an expenditure of €1,224,190 and €1,191,738 in 2015 and 2014 respectively under Elderly and Community Care (Gozo) Recurrent Vote.

\* Represents only the CONTRIBUTORY BENEFITS payable following the introduction of the two-thirds Pension Scheme in 1979.

## STATEMENT IN TERMS OF THE SOCIAL SECURITY ACT, 1987 FOR 2015

	2015 €	2014 €
<b>Non Contributory Benefits also payable under the Social Security Act, 1987 are shown hereunder:</b>		
i. Children's Allowance	<b>41,662,470</b>	51,435,318
ii. Old Age Pensions	<b>23,519,964</b>	23,258,600
iii. Disability Pensions / Allowance	<b>15,329,205</b>	14,106,909
iv. Social Assistance	<b>75,936,609</b>	79,647,591
v. Medical Assistance	<b>18,239,016</b>	18,842,373
vi. Bonus	<b>10,280,121</b>	11,110,316
vii. Supplementary Assistance	<b>7,374,837</b>	8,879,049
viii. Child Supplement Benefit	<b>7,836,130</b>	---
	<hr/>	<hr/>
<b>Total Expenditure on Benefits payable under the Non-Contributory Schemes</b>	<b>200,178,352</b>	<b>207,280,156</b>
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Examined and found to agree with Treasury Books

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**STATEMENT OF THE GOOD CAUSES FUND FOR 2015**

In terms of Section 65 (1) (b) of the Financial Administration and Audit Act (1962), this Office is expected to publish "a statement of the receipts and expenditure of any fund or account created by this or any other law".

The following is a statement of Revenue and Expenditure pertaining to the Good Causes Fund of the Ministry for Finance.

	€
<b>Revenue</b>	
Opening Balance	<b>746,121</b>
Total Revenue	1,928,349
	<hr/>
<b>Total</b>	<b>2,674,470</b>
	<hr/> <hr/>
<b>Expenditure</b>	
Total Expenditure	934,925
Closing Balance	<b>1,739,545</b>
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<b>Total</b>	<b>2,674,470</b>
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Examined and found to agree with Treasury Books

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**STATEMENT OF THE SCHOOL COUNCIL FUND FOR 2015**

In terms of Section 65 (1) (b) of the Financial Administration and Audit Act (1962), this Office is expected to publish "a statement of the receipts and expenditure of any fund or account created by this or any other law".

The following is a statement of Revenue and Expenditure pertaining to the School Council Fund of the Ministry for Education and Employment.

	€
<b>Revenue</b>	
Opening Balance	1,037,492 *
Total Revenue	2,061,895
	<hr/>
<b>Total</b>	<b>3,099,387</b>
	<hr/> <hr/>
<b>Expenditure</b>	
Total Expenditure	1,855,492
Closing Balance	1,243,895
	<hr/>
<b>Total</b>	<b>3,099,387</b>
	<hr/> <hr/>

\* The Closing Balance of €783,151 for 2014 as published in the Annual Financial Statements (2014) was subsequently revised to €1,047,520 on the Financial Report (2014) as the Ministry for Education and Employment (Education Department) had originally submitted incomplete data. On the 2015 statement submitted by the Ministry for Education and Employment (Education Department), Treasury also noted a discrepancy as the revised Closing Balance for 2014 (€1,047,520) did not agree with the Opening Balance for 2015 (€1,037,492).

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Examined and found to agree with Treasury Books

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