



GOVERNMENT OF MALTA

Annual Financial Statements 2019

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

Treas. 35/2020
Treas. 125/2020
N.A.O. 45/2020

	2019 €	2018 €
	(308,759,977)	(66,495,656)
Revenue		
I Customs and Excise Duties	332,123,158	312,141,946
II Licences, Taxes and Fines	397,034,068	386,692,777
III Income Tax	1,765,801,268	1,573,144,411
IV Value Added Tax	944,741,377	927,969,568
V Fees of Office	84,245,900	82,220,356
VI Reimbursements	48,517,684	49,136,807
VII Central Bank of Malta	28,000,000	35,000,000
VIII Rents	35,561,602	30,408,246
IX Dividends on Investment/Receipts	32,644,157	45,768,119
X Interest on loans made by Government	89,898	48,788
XI Social Security	1,046,139,701	967,831,221
XII Grants	184,600,255	100,780,846
XIII Miscellaneous Receipts	73,383,799	48,631,911
Total Ordinary Revenue	4,972,882,868	4,559,774,994
XIV Loans	449,712,800	243,526,500
XV Repayment of loans made by Government	---	---
XVI Proceeds from Sale of Shares	977,627	888,888
XVII Extraordinary Receipts	---	91,000,000
Total Non-Ordinary Revenue	450,690,427	335,415,388
TOTAL REVENUE	5,423,573,295	4,895,190,382
Transfers from Contingencies Fund	4	11
	5,423,573,299	4,895,190,393

ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2019

	2019	2018
	€	€
Recurrent Expenditure		
1 Office of the President	4,776,614	6,085,855
2 House of Representatives	9,233,973	5,739,409
3 Office of the Ombudsman	1,299,950	1,149,975
4 National Audit Office	3,500,000	3,400,000
5 Office of the Prime Minister	70,976,376	40,157,064
6 Information	1,187,011	1,103,125
7 Government Printing Press	1,576,243	1,452,972
8 Electoral Office	8,949,792	3,431,192
9 Public Service Commission	684,360	645,368
10 Ministry for Health	658,417,743	582,868,364
11 Ministry for the Economy, Investment and Small Businesses	21,459,833	19,798,148
12 Commerce	1,513,086	1,520,767
13 Ministry for Education and Employment	325,170,740	298,876,564
14 Education	295,200,432	263,602,118
15 Ministry for Energy and Water Management	91,718,901	99,508,869
16 Ministry for European Affairs and Equality	22,461,001	20,108,604
17 Industrial and Employment Relations	1,543,498	1,353,612
18 Ministry for Finance	189,011,206	159,330,373
19 Economic Policy	1,630,149	1,623,362
20 Treasury	21,174,226	20,100,944
22 Commissioner for Revenue	20,133,991	---
23 Customs	12,414,214	11,408,324
24 Contracts	1,703,100	1,657,547
25 Ministry for Tourism	126,785,384	98,968,526
26 Ministry for Home Affairs and National Security	27,982,683	16,142,060
27 Armed Forces of Malta	53,572,366	52,414,038
28 Police	78,528,029	68,802,213
29 Correctional Services	16,992,598	14,231,257
30 Probation and Parole	1,349,308	1,213,089
31 Civil Protection	7,568,597	5,903,507
32 Ministry for Justice, Culture and Local Government	73,787,760	70,733,200
33 Judicial	23,712,011	18,521,817
34 Local Government	49,498,240	43,536,315
35 Ministry for the Environment, Sustainable Development and Climate Change	87,050,948	95,830,311
36 Ambjent Malta	22,534,464	---

ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2019

	2019 €	2018 €
Recurrent Expenditure (Continued)		
37 Ministry for Foreign Affairs and Trade Promotion	33,216,703	31,045,587
38 Ministry for Transport, Infrastructure and Capital Projects	104,147,817	95,503,095
39 Ministry for Gozo	42,586,403	36,281,664
40 Ministry for the Family, Children's Rights and Social Solidarity	92,429,969	79,223,005
41 Social Policy	363,533,404	327,330,883
42 Social Security Benefits	997,939,837	965,229,239
43 Pensions	101,468,473	105,480,277
44 Elderly and Community Care	145,412,601	128,818,312
45 Commissioner for Standards in Public Life	368,332	---
[Inland Revenue	---	9,318,893
[V.A.T.	---	10,678,169
[Social Welfare Standards	---	1,319,473
TOTAL RECURRENT EXPENDITURE	4,216,202,369	3,821,447,482
21 Public Debt Servicing		
Contribution to Sinking Fund - Local	---	1,630,562
Contribution to Special MGS Sinking Fund	50,000,000	50,000,000
Interest - Local	192,273,129	203,190,937
Repayment of Loan - Local	437,226,853	391,694,251
Early Repayment of MGRSB	2,446,400	568,000
Contribution to Sinking Fund - Foreign	50,000	57,000
Interest - Foreign	9,697	363,271
Interest - Short-term borrowing	422	390
TOTAL PUBLIC DEBT SERVICING	682,006,501	647,504,412
TOTAL RECURRENT EXPENDITURE AND PUBLIC DEBT SERVICING	4,898,208,871	4,468,951,894

ABSTRACT OF THE CONSOLIDATED FUND ACCOUNT FOR 2019

	2019 €	2018 €
Capital Expenditure		
I Office of the President	669,682	445,312
II House of Representatives	200,510	53,750
III Office of the Prime Minister	45,134,451	41,301,365
IV Ministry for Health	27,524,847	30,795,920
V Ministry for the Economy, Investment and Small Businesses	40,063,802	55,684,091
VI Ministry for Education and Employment	58,375,215	92,903,546
VII Ministry for Energy and Water Management	43,352,020	48,528,678
VIII Ministry for European Affairs and Equality	31,258,926	45,739,252
IX Ministry for Finance	29,353,908	28,317,863
X Ministry for Tourism	12,276,236	26,061,297
XI Ministry for Home Affairs and National Security	32,089,726	20,854,090
XII Ministry for Justice, Culture and Local Government	19,045,876	21,004,510
XIII Ministry for the Environment, Sustainable Development and Climate Change	57,850,118	61,497,997
XIV Ministry for Foreign Affairs and Trade Promotion	2,092,603	2,297,892
XV Ministry for Transport, Infrastructure and Capital Projects	132,449,973	99,577,278
XVI Ministry for Gozo	11,502,841	10,135,538
XVII Ministry for the Family, Children's Rights and Social Solidarity	11,802,121	19,791,337
TOTAL CAPITAL EXPENDITURE	555,042,859	604,989,717
IX Ministry for Finance Investment - Equity Acquisition	18,795,163	63,513,093
TOTAL CAPITAL EXPENDITURE AND INVESTMENT	573,838,021	668,502,810
TOTAL EXPENDITURE	5,472,046,892	5,137,454,704
Transfers to Contingencies Fund	(4)	(11)
Balance as at December 31	(357,233,573)	(308,759,977)

Examined and found to agree with Treasury Books


Charles Deguara
Auditor General

Paulanne Mamo
Accountant General

STATEMENT OF THE TREASURY CLEARANCE FUND FOR 2019

	Balances as at	Transactions during the year		Balances as at
	January 1	Debits	Credits	December 31
	(Debit)/Credit			(Debit)/Credit
	€	€	€	€
Deposit Accounts				
Acquisition of Shares	930,889,536 *	38,777,911	56,886,185	948,997,810
Other Investments	235,944,751 *	101,126	14,768,800	250,612,425
Deposits Fund Account	23,294	---	---	23,294
Short-Term Borrowing	290,000,000	1,185,072,394	1,195,072,394	300,000,000
Trust Funds	2,105,307	25,809	99,948	2,179,446
Sinking Funds for the Redemption of Loans	208,324,672	29,615,706	76,511,417	255,220,382
Malta Government Stocks	---	479,817,420	479,817,420	---
Court Deposits	81,547,162	39,152,932	46,211,840	88,606,069
Other Deposits	89,275,647	707,993,434	715,969,891	97,252,104
	1,838,110,369	2,480,556,732	2,585,337,894	1,942,891,531
Advances Accounts				
Special Advances	(32,021,651)	560,000	20,075,430	(12,506,221)
	(32,021,651)	560,000	20,075,430	(12,506,221)
	1,806,088,718	2,481,116,732	2,605,413,324	1,930,385,310

* The opening balance does not agree with the corresponding closing balance for the year 2018 as in 2019, 'Malta Development Bank' was re-classified from the category 'Acquisition of Shares' to 'Other Investments' as per 'The Malta Development Bank Act Cap. 574.'

Examined and found to agree with Treasury Books



Charles Deguara
Auditor General



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Accountant General

STATEMENT OF THE SINKING FUNDS FOR THE REDEMPTION OF LOANS FOR 2019

Sinking Fund	Balances as at January 1 €	Contributions €	Interest/ Dividends/ Other €	Revaluation/ Currency adjustment €	Less Actual Payments €	Balances as at December 31 €
LOCAL LOANS						
Special MGS Sinking Fund	207,594,713	50,000,000	(3,054,290)	---	---	254,540,423
TOTAL LOCAL LOANS	207,594,713	50,000,000	(3,054,290)	---	---	254,540,423
BREAK DOWN OF INVESTMENTS (LOCAL)					2018	2019
					€	€
Central Bank of Malta Deposit Accounts					105,732,414	133,336,924
Malta Government Stocks					101,862,299	121,203,499
TOTAL INVESTMENTS					207,594,713	254,540,423


STATEMENT OF THE SINKING FUNDS FOR THE REDEMPTION OF LOANS FOR 2019

Sinking Fund		Balances as at January 1 €	Contributions €	Interest/ Dividends/ Other €	Revaluation/ Currency adjustment €	Less Actual Payments €	Balances as at December 31 €
FOREIGN LOANS							
<i>European Union</i>	Loan C	648,521	48,500	---	---	106,500	590,521
<i>Government of Canada</i>		81,438	1,500	(10)	5,331	16,820	71,439
TOTAL FOREIGN LOANS		729,959	50,000	(10)	5,331	123,320	661,960
TOTAL SINKING FUNDS		208,324,671	50,050,000	(3,054,300)	5,331	123,320	255,202,383

BREAK DOWN OF INVESTMENTS (FOREIGN)

	2018 €	2019 €
Central Bank of Malta Deposit Accounts	729,959	661,960
TOTAL INVESTMENTS	729,959	661,960

Examined and found to agree with Treasury Books


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	€	€
Balance as at January 1, 2019		1,165,000
Advances to the Consolidated Fund		
Warrant No.	Vote and Subhead	
1	Rec 38 5672	1
2	Rec 16 6773	1
3	Cap V 7836	1
4	Rec 18 5755	1
		(4)
Reimbursements from the Consolidated Fund of Advances made during 2019		
	Warrant No. 2 of 2019	4
Balance as at December 31, 2019		1,165,000

Examined and found to agree with Treasury Books



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Auditor General



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Accountant General

STATEMENT IN TERMS OF THE SOCIAL SECURITY ACT, 1987 FOR 2019

	2019 €	2018 €
Source of Funds		
A. Social Security Contributions	691,139,702	648,831,222
B. Direct Contribution by Government in terms of the Social Security Act, 1987	354,999,999	318,999,999
Total Receipts	1,046,139,701	967,831,221
Application of Funds		
A. Benefits payable under the Contributory Schemes		
i. Invalidity Pensions	21,258,790	22,033,747
ii. Retirement Pensions	558,608,111	531,145,244
iii. Bonus	76,683,118	74,060,985
iv. Widows Pensions	142,204,799	139,763,589
v. Short-term Benefits	12,119,428	11,932,620
Total Expenditure on Benefits payable under the Contributory Schemes *	810,874,246	778,936,185
B. Administration Expenses	8,323,609	8,052,948
C. Expenses in connection with Health Recurrent Services		
⌘ 1. Ministry for Health	658,899,166	583,387,961
● 2. Elderly and Community Care	148,617,438	130,706,185
	815,840,213	722,147,093
Total Payments	1,626,714,459	1,501,083,278
Welfare Gap - Difference	580,574,758	533,252,057

⌘ Includes an expenditure of €481,423 and €519,597 in 2019 and 2018 respectively under Health (Gozo) Recurrent Vote.

● Includes an expenditure of €3,204,837 and €1,887,873 in 2019 and 2018 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 2019

	2019 €	2018 €
Non Contributory Benefits also payable under the Social Security Act, 1987 are shown hereunder:		
i. Children's Allowance	39,510,734	39,312,497
ii. Old Age Pensions	31,818,370	29,251,657
iii. Disability Pensions / Allowance	24,742,425	22,000,611
iv. Social Assistance	50,095,876	55,441,790
v. Medical Assistance	18,504,859	18,334,227
vi. Bonus	9,257,941	9,212,972
vii. Supplementary Assistance	8,705,744	8,985,621
viii. In-work Benefit	4,429,642	3,753,678
	<hr/>	<hr/>
Total Expenditure on Benefits payable under the Non-Contributory Schemes	187,065,591	186,293,053
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Examined and found to agree with Treasury Books



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Accountant General

STATEMENT OF THE GOOD CAUSES FUND FOR 2019

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.

	€
Revenue	
Opening Balance	3,125,828
Total Revenue	1,734,841
	<hr/>
Total	4,860,669
	<hr/> <hr/>
Expenditure	
Total Expenditure	1,050,157
Closing Balance	3,810,512
	<hr/>
Total	4,860,669
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Examined and found to agree with Treasury Books



Charles Deguara
Auditor General



Paulanne Mamo
Accountant General

STATEMENT OF THE SCHOOL COUNCIL FUND FOR 2019

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.

	€
Revenue	
Opening Balance	1,737,754 *
Total Revenue	2,520,579
	<hr/>
Total	4,258,334
	<hr/> <hr/>
Expenditure	
Total Expenditure	2,358,228
Closing Balance	1,900,105
	<hr/>
Total	4,258,334
	<hr/> <hr/>

* The Opening Balance of €1,737,754 for 2019, as submitted by the Ministry for Education and Employment (Education Department), is different from the Closing Balance of €1,809,753 for 2018 as published in both Annual Financial Statements for 2018 and in the Financial Report (2018). The Ministry for Education and Employment (Education Department) explained that last year, figures were taken from the Bank statements while this year the statement figures were updated from the accounting system. The figures for the following schools were taken from the Bank statements since they do not have access to the system; St. Margaret College, St. Ignatius College (Siggiewi Primary and Tal-Handaq Secondary), Maria Regina College (Most Secondary), St. Thomas More College (ALP Secondary Paola).

Examined and found to agree with Treasury Books

Charles Deguara
Auditor General



Paulanne Mamo
Accountant General