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Factsheet for case MT-2020-11/272

Additional Unemployed Benefit

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Country	Malta, applies nationwide
Time period	Open ended, started on 09 March 2020
Type	Legislation or other statutory regulation
Category	Income support to workers and those laid off – Income support for unemployed
Case created	04 April 2020 (updated 27 April 2020)

Background Information

COVID-19 had a substantial impact upon the Maltese economy. The government rolled out several initiatives to save jobs, but it was clear early on that unemployment was rising. In view of this, an additional unemployment benefit for individuals who due to the impact of COVID-19 lost their job in the private sector after the 8th March 2020 was introduced. This will be received in conjunction with the Contributory Unemployment Benefit.

Content of measure

This will be received by individuals who were working full-time or part-time in the private sector before becoming unemployed after the 8th March 2020. Additionally, individuals must be registering for work under Part 1 with Jobsplus (that national employment and training agency).

Such individuals who would qualify for the 'Contributory Unemployment Benefit' would also be eligible for this additional benefit. Between the two, individuals will receive a direct payment of 166.15 Euro a week for those who were working full time, or 103.85 Euro for those who were working part-time before they became unemployed.

Additionally, their Social Security Contribution will be paid, and their future contributory pension rights safeguarded. Children's allowance will continue to be received and increased to the maximum rate of 24.08

per week per child (depending on previous income, individuals may already have been in the maximum children's allowance bracket). Other benefits that the person may have been entitled to such as the 'In Work Benefit' and 'Supplementary Allowance' will also continue to be received.

Use of measure

In March 2020, unemployment increased by just over 300 individuals. The number of individuals who made use of this measure however was not released.

Actors, target groups and funding

Actors	Target groups	Funding
National government Social insurance	unemployed All companies	National funds

Social partners

Role of social partners	Consulted
Form of involvement	Bi-or tripartite social dialogue bodies

In view of the COVID-19 pandemic's impact upon business, and following consultation with social partners, the government initially announced a package of measures which included the deferral of taxes and financial support to incentivise telework. Following this announcement, employer associations publicly announced that these were insufficient and would not protect their businesses or jobs, stating the government instead needed to subsidise wages. These calls continued when on the 18th March, the government announced further measures including support for those who had lost their job (this measure), the disabled, and for employers to subsidise quarantine leave. On the 24th of March, the government announced a third package of measures which included support for wages and other measures previously announced. This third package of measures was announced by the government whilst flanked by union and employer association members. It was announced that this package was the result of tripartite consultation. Furthermore, following announcement of these further measures, employer associations announced their satisfaction with the package.

Sectors and occupations

This case is not sector-specific.

This case is not occupation-specific.

Sources

- 18 March 2020: COVID 19 - Additional unemployment benefit