INTERNATIONAL NETWORK ON LEAVE POLICIES AND RESEARCH

14th International Review of Leave Policies and Related Research 2018

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Malta¹

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For comparisons with other countries in this review on leave provision and early childhood education and care services, please see the cross-country tables at the front of the review (also available individually on the Leave Network website). To contact authors of country notes, see the members page on the Leave Network website.

1. Current leave and other employment-related policies to support parents²

a. Maternity leave and Special Maternity leave (responsibility of Ministry of Social Dialogue, Consumer Affairs, and Civil Liberties) Maternity leave (responsibility of Ministry of Social Dialogue, Consumer Affairs, and Civil Liberties)

Length of leave

- Eighteen (18) weeks: six weeks must be taken following the birth, while a further eight weeks can be taken before or after birth. A further period of up to four weeks may be taken, immediately after the take-up of 14 weeks. It is obligatory to take six weeks following the birth.
- Special Maternity leave is granted when suitable alternative work and/or work hours (in terms of health and safety during pregnancy or during the 26 weeks starting from the date of confinement) are not possible. In such instances, the mother is granted leave, up to the time-limit stipulated by the statutory Maternity leave.

Payment and funding

- For Maternity leave, 100 per cent of earnings for 14 weeks with no ceiling on payments, followed by a flat-rate payment equivalent to the statutory minimum wage (€166.26 per week) for the final four weeks. During the special Maternity leave, an allowance is paid, equivalent to the rate of sickness benefit payable under the terms of the Social Security Act.
- Women on Maternity leave or special Maternity leave are entitled to all rights and benefits which may accrue to other employees of the same class or category of employment at the same place of work, including the

¹ Please cite as: Camilleri-Cassar, F. (2018) 'Malta country note', in Blum, S., Koslowski, A., Macht, A. and Moss, P. (eds.) *International Review of Leave Policies and Research 2018.* Available at: <u>http://www.leavenetwork.org/lp_and_r_reports/</u> ² There is a distinction between policies in the second se

² There is a distinction between policies in the public sector and those pertaining to the private sector and which do not fall under the Wages Council Wage Regulation Orders (WRO). Policies under the WRO include employees engaged in a contract of service in the private sector, and are outside the scope of this report.

right to apply for promotion. Furthermore, the mother is entitled to return to the same job. If for a valid reason, the position is no longer available, she is entitled to equivalent or similar work and conditions of employment.

- With the exception of bonuses or allowances related to performance or production, all automatic or fixed allowances specifically incorporated in the pay package should not be deducted during such leave.
- Funded by employers (public or private), except for the final four weeks paid at minimum wage level, which is funded by the government, via the department of Social Security.
- The Maternity Leave Trust Fund was implemented in July 2015 with the aim of addressing discrimination against the employment of women in the private sector. Although employment law prohibits gender discrimination at the stage of recruitment, employers in the private sector are often wary of employing women, due to the possibility of pregnancy and payment for maternity leave. The Trust Fund will be financed through contributions by private companies.
- The premium contribution is calculated at 0.3 per cent of the basic wage of all employees, and the amount collected will go into the Trust Fund. Private employers will receive a refund from the Maternity Leave Trust Fund for wages paid to women during their 14 weeks Maternity leave. The new policy will not change the system of payment to women on Maternity leave (i.e. full wage for the first 14 weeks paid by the employer, and a flat rate paid by the government for the remaining four weeks of Maternity leave).
- The computation of the 0.3 per cent is based on the number of employed women, the annual basic wage, probability of maternity, probability of women who exit the labour market before/during/after pregnancy, and the number of women working in private sector. The Trust Fund will be calculated on a three month, six month or 12 month reimbursement system (yet to be established) by the government to employers after their payment of Maternity leave.

Flexibility in use

• None, except for eight weeks of leave that can be taken before or after birth.

Eligibility

• All employees and self-employed women³.

Variation in leave due to child or family reasons (e.g. multiple or premature births; poor health or disability of child or mother; lone parent) or delegation of leave to person other than the mother

• In those cases where, owing to a pathological condition arising out of confinement, an employee is unable to resume duties at the end of the Maternity leave, she will be entitled to a further period of absence of up to five weeks, which are deducted from her paid sick leave. Any period of

³ A self-employed woman who has recently given birth is eligible for Maternity Leave Benefit; this benefit is paid for four weeks in addition to the first 14 weeks as maternity benefit entitlement.

absence in excess of the paid sick leave entitlement is considered sick leave without pay.

b. Paternity leave (public sector)⁴ (responsibility of Ministry of Social Dialogue, Consumer Affairs and Civil Liberties)(responsibility of Ministry of Social Dialogue, Consumer Affairs and Civil Liberties)

Length of leave

• Five working days after live and still birth.

Payment and funding

- One hundred (100) per cent of earnings with no ceiling on payments.
- Funded by the government (as employer).

Flexibility in use

• Must be taken up consecutively within fifteen days of the birth.

Eligibility

• All employees.

b. Paternity leave (private sector) leave (private sector)

Length of leave

• One working day.

Payment and funding.

- One hundred (100) per cent of earnings with no ceiling on payments.
- Funded by the employer.

Flexibility in use

None.

Eligibility

• All employees.

Variation in leave due to child or family reasons (e.g. multiple or premature births; poor health or disability of child or mother; lone parent) or delegation of leave to person other than the father.

• Two days leave in the case of multiple births.

⁴Manual on Work-Life Balance Measures, December 2017. Available at: https://publicservice.gov.mt/en/Documents/Public%20Service%20Management%20Code/ PSMC%20Manuals/Manual_on_Work-Life_Balance_Measures.pdf

c. Parental leave (public sector) (responsibility of Ministry of Social Dialogue, Consumer Affairs and Civil Liberties) of Ministry of Social Dialogue, Consumer Affairs and Civil Liberties)

Length of leave (before and after birth)

• Twelve (12) months per child. This is a family entitement; if both parents work in the public sector, they only receive 12 months shared (not concurrently) between them.

Payment

• None. However, child credits are awarded to parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent returns to employment for the same number of years of credits to be awarded.parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent returns to employment for the same number of years of credits to be awarded.

Flexibility in use

- Parental leave may be taken in one continuous period of 12 months or in continuous periods of four, six, or nine months.
- Four months may be broken down in periods of one month at a time and taken until the child is eight years old, and may be granted on a full-time or a part-time basis, in a piecemeal way, or a time-credit system.
- Leave may be shared between the parents if both are public sector employees.
- Parents cannot be on leave together.

Eligibility

- At least 12 months continuous service.
- Same-sex couples are eligible.

Variations in leave policy

• Public officers in the positions of head, director or assistant-director are eligible to four months unpaid Parental leave instead of the 12 months.

c. Parental leave (private sector, unless covered by Wage Regulation Orders⁵) (responsibility of Ministry of Social Dialogue, Consumer

⁵31 sectors in the private sector fall under WROs, including: hospitals and clinics, construction, private cleaning services, printing and publishing, seamen, hotels and clubs, etc. Workers covered by Wage Regulation Orders have their own legal entitlements which are amended regularly (e.g. hours of work). The reference to the 'private sector' benefits in this report covers only non-WRO workers. For more information see: https://dier.gov.mt/en/Legislation/Pages/Wage-Regualtion-Orders.aspx; and also

Affairs and Civil Liberties)) (responsibility of Ministry of Social Dialogue, Consumer Affairs and Civil Liberties)

Length of leave (before and after birth)

• Four months per parent. Leave is an individual entitlement.

Payment

• None. However, child credits are awarded to parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent returns to employment for the same number of years of credits to be awarded to parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent returns to employment for the same number of years of credits to be awarded parent returns to employment for the same number of years of credits to be awarded parent returns to employment for the same number of years of credits to be awarded parent returns to employment for the same number of years of credits to be awarded parent returns to employment for the same number of years of credits to be awarded

Flexibility in use

- Leave may be taken in blocks of one month, up to the child's eighth birthday.
- Parents cannot be on leave together.

Eligibility

- At least 12 months continuous service.
- Self-employed workers and same-sex couples are not eligible.

d. Childcare leave or career breaks (public sector) leave or career breaks (public sector)

• A one-off five-year career break can be taken until a child is ten years old.

Payment

• None. However, child credits are awarded to parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded provided parent returns to employment for the same number of years of credits to be awarded. parents who take a career break or terminate employment to care for their child/children under six years of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded of age. Credits are due for the first three children, even if parent does not return to employment. Any credits for the fourth child and onwards (if required) will be awarded

http://www.justiceservices.gov.mt/LOM.aspx?pageid=27&mode=chrono&gotoID=452

provided parent returns to employment for the same number of years of credits to be awarded.

Flexibility in use

- The five years must be taken in one continuous block, and may be reduced by multiples of three months.
- If the five years are not fully used, the outstanding leave may be taken up for the care of another child/children.
- The career break may be shared by both parents if both are employees in the public sector.

Eligibility

• All employees in the public sector. However, female employees must undertake six months employment either after Maternity or Parental leave, or else immediately after the career break.

d. Childcare leave or career break (private sector)

• No statutory entitlement, any career break being at the discretion of the employer.

e. Other family-employment related measures (public sector)

Adoption leave and pay

• The same as Maternity leave.

Time off for the care of dependants

• Public sector workers may apply for up to one year of unpaid leave to care for elderly parents, disabled children or spouses.

Flexible working

- Employees in the public sector with one year of service may apply to work flexi-time for 12 months. This is renewable every year, with a full-time salary and other benefits. Employees may work different time schedules in winter and summer.
- Employees in the public sector may apply to work reduced hours (i.e. between 20 and 35 hours per week) until their children are 16 years old, with pro-rata payment.
- Alternative work arrangement 'closer to home' is limited to a maximum of 26 weeks from birth confinement.
- Employees in the public sector may apply to work on a teleworking arrangement for 12 months (renewable every year).
- Women may take a maximum reduction for breastfeeding of one hour each working day without loss of payment, taken as one 60 minute interval or two 30 minute intervals or three 20 minute intervals per day.

Specific provision for breastfeeding

• One hour each working day for breastfeeding or expression of milk with no loss in pay.

Specific provision for antenatal visits

• Release from work up to confinement, with no loss of pay or benefit.

Specific provision for medically assisted reproduction (IVF leave)

- One hundred (100) hours full pay (60 hours for the receiving person, 40 hours for the other)
- May be taken by both parents concurrently
- May be taken for every assisted reproductive procedure, up to three times

e. Other family-employment related measures (private sector)

Adoption leave

• Four months unpaid leave, until the child is eight years old, which may be used in one-month blocks.

Reduced hours

• Pro-rata benefits must be based on existing full-time working conditions.

Flexible working

None

Specific provision for breastfeeding

• None.

Medically assisted reproduction (IVF leave)

- One hundred (100) hours full pay (60 hours for the receiving person, 40 hours for the other)
- May be taken by both parents concurrently
- May be taken for every assisted reproductive procedure, up to three times

2. Relationship between leave policy and early childhood education and care policy

The maximum period of post-natal leave available in Malta is 76 months for public sector workers who use Parental leave and career breaks; or one year for private sector workers. In both cases, most of the leave period is unpaid, with leave paid at a high rate for just over three months. There is an entitlement to free attendance at ECEC services for children from three months of age who have a parent in full-time education or employment. Consequently, there is no gap between the end of paid leave and an ECEC entitlement (for parents in full-

time public sector employment or education). However, all children are entitled to attend ECEC from three years of age irrespective of whether the parent is economically active, or a stay-at-home parent. Levels of attendance at formal services are well above the average for OECD countries, both for children under and over three years. For actual attendance levels, see 'relationship between leave and ECEC entitlements' on <u>cross-country comparisons</u> page.

3. Changes in policy since April 2017 (including proposals currently under discussion)

In May 2017, new Regulations came into force titled: Leave for Medically Assisted Procreation National Standard Order (S.L. 452.114). The Regulations grant a period of paid leave to employees who undergo the process of medically assisted procreation whether in Malta or abroad. The prospective parents shall be entitled to 100 hours of leave on full pay between them, paid by the employer. The 'receiving person' shall be entitled to 60 hours of leave, and the other prospective parent to 40 hours of leave. The entitlement shall be granted for every process of medically assisted procreation, up to a maximum of three processes.

There was some discussion on the introduction of leave to care for sick children; however, employers in the private sector opposed the suggestion and no agreement has yet been reached.

4. Take-up of leave (public sector)⁶

a. Maternity leave leave

In 2014, 600 women took up their entitlement to 14 weeks of paid Maternity leave. However, the number fell substantially – to 431 women - for the remaining low-paid four weeks of Maternity leave. These are the most recent available statistics.

b. Paternity leave

There is no information available.

c. Parental leave

There is a clear gender gap in the take-up of unpaid Parental leave in 2014, with only 13 men taking leave compared with 473 women. These are the most recent available statistics.

d. Childcare leave and Career breaks

Two hundred and fifty-three (253) women took up their entitlement to an unpaid career break, of up to five years in 2014; only seven men opted for the benefit. These are the most recent available statistics.

A study of social policy in Malta finds that unpaid family leave is synonymous with career regression, and interruption in national insurance contributions. This in turn perpetuates women's financial dependence on men and increases the

⁶ https://publicservice.gov.mt/en/people/Pages/PeopleSupportandWellbeing/Reports.aspx

feminisation of poverty in old age (see Camilleri-Cassar, 2005). Until leave-tocare policies can offer financial compensation for loss of earnings, and are modified to allow time for the equal sharing of care between women and men, gender inequality will persist, both in the workplace and domestic sphere in Malta.Cassar, 2005). Until leave-to-care policies can offer financial compensation for loss of earnings, and are modified to allow time for the equal sharing of care between women and men, gender inequality will persist, both in the workplace and domestic sphere in Malta.

e. Other family-employment related measures

In 2014, 1,234 women opted to work reduced hours, compared with 82 men. However, reduced hours need not necessarily be for reasons of childcare. These are the most recent available statistics.

4. Take-up of leave (Private sector)⁷

There is no information available.

5. Research and publications on leave and other employment-related policies since April 2017

Please be aware that this is not intended to be a comprehensive list of all publications or research in this area for this country. If you are aware of a publication or research that could be listed in this section, please contact the country note author(s) so that they can include it for the following year.

a. General overview

Malta's leave schemes are based on a clear division between the public and private sectors, with employees in the public sector having more favourable conditions. They also assume and sustain a male breadwinner system. They are patchy, and have done little to change father practices. Leave policies couched by the state as family friendly, fall disproportionately on women, while men's employment is undisturbed by their transition into fatherhood. Most fathers in Malta are unable to shoulder the loss of income, and loss in retirement pension due to interrupted national insurance contributions during their unpaid leave. Admittedly, it makes economic sense that a clear majority of care-leave takers are women in a male breadwinner regime.

One of the most obvious of gender inequalities is the five day Paternity leave (one day in the private sector) compared with 18 weeks Maternity leave. Such discriminatory practices supported by the State can only broaden the gender gap, and reinforce traditional family patterns of a male breadwinner ideal type in Malta. According to a normative male-breadwinner model, unpaid leave schemes are largely taken up by women; this leaves unchanged the basic gendered structure of society.

A study of social policy in Malta finds that unpaid family leave is synonymous with career regression, and interruption in national insurance contribution that in turn

⁷ Based on personal communication with the Department of Industrial and Employment Relations, Malta: http://dier.gov.mt/en/Pages/home.aspx

perpetuate women's financial dependence on men and increase the feminisation of poverty in old age (see Camilleri-Cassar, 2005 in section 5). Until leave policies can offer financial compensation for loss of earnings, and are modified to allow time for the equal sharing of care between women and men, gender inequality will persist, both in the workplace and domestic sphere in Malta, Cassar, 2005 in section 5). Until leave policies can offer financial compensation for loss of earnings, and are modified to allow time for the equal sharing of care between women and men, gender inequality will persist, both in the workplace and domestic sphere in Malta.

Research and publications are patchy and consist largely of a few newspaper articles by employers' associations lamenting the (un)fairness to employers for having to pay for Maternity leave. Other than that publications are mainly annual reports by government departments such as the Public Administration HR Office of the Prime Minister or short comments uploaded on line by law firms in Malta. Statistics that would provide a clear picture of the take-up of leave policies for drawing up leave policies that are effective in Malta are dated or not available.

b. Selected recent publications

Manual on Work-Life Balance Measures, December, 2017 Malta: Office of the Permanent Secretary, Office of the Prime Minister. Available at: https://publicservice.gov.mt/en/Documents/Public%20Service%20Manageme https://publicservice.gov.mt/en/Documents/Public%20Service%20Manageme https://publicservice.gov.mt/en/Documents/Public%20Service%20Manageme https://publicservice.gov.mt/en/Documents/Public%20Service%20Manageme https://public%20Service%20Manageme https://publicservice.gov https://public%20Service%20Manageme https://publicservice.gov https://publicservice.gov"/>https://publicservice.go

c. Ongoing research

The People and Standards Division, Office of the Prime Minister is currently working on the 2018 Annual Report of the Work-life Balance measures applicable to all employees in the public sector.