



**COMMUNITY FISHERIES CONTROL AGENCY**

**CFCA**  
**FINANCIAL STATEMENTS**  
**2008**

## 1 - CFCA-BALANCE SHEET - ASSETS

1	2	3	4	5
Consolidation account		Annexe n°	31.12.2008	31.12.2007
	<b>ASSETS</b>			
	<b>A. NON CURRENT ASSETS</b>			
210000	Intangible fixed assets		29.107,00	0,00
200000	Tangible fixed assets		257.074,23	37.327,26
230000	Plant and equipment		3.918,00	0,00
241000	Computer hardware		87.873,00	34.343,36
240000	Furniture and vehicles		140.888,23	0,00
242000	Other fixtures and fittings		24.395,00	2.983,90
<b>TOTAL NON CURRENT ASSETS</b>		<b>A1</b>	<b>286.181,23</b>	<b>37.327,26</b>
	<b>B. CURRENT ASSETS</b>			
400000	Short-term receivables		63.316,46	4.193,86
401000	Current receivables	A2	21.147,42	0,00
410900	Sundry receivables	A3	36.992,57	104,17
490000	Other		4.266,24	3.804,38
490010	Accrued income		0,00	3.804,38
490011	Deferred charges		1.170,57	0,00
490090	<i>Deferrals and Accruals with consolidated EC entities</i>		3.095,67	0,00
400009	Short-term receivables with consolidated EC entities		910,23	285,31
500000	Cash and cash equivalents	A4	1.823.388,79	2.001.699,16
<b>TOTAL CURRENT ASSETS</b>			<b>1.886.705,25</b>	<b>2.005.893,02</b>
<b>TOTAL</b>			<b>2.172.886,48</b>	<b>2.043.220,28</b>

## 2 - CFCA-BALANCE SHEET - LIABILITIES

1	2	3	4	5
Consolidation account		Annexe n°	31.12.2008	31.12.2007
	<b>LIABILITIES</b>			
	<b>A. CAPITAL</b>	<b>A5</b>	<b>142.523,48</b>	<b>282.013,35</b>
140000	Accumulated surplus/deficit		282.013,35	0,00
141000	Economic result of the year - profit+/loss-		-139.489,87	282.013,35
	<b>B. MINORITY INTERESTS</b>		<b>0,00</b>	<b>0,00</b>
	<b>C. NON CURRENT LIABILITIES</b>	<b>A6</b>	<b>0,00</b>	<b>0,00</b>
	<b>TOTAL NON CURRENT LIABILITIES</b>		<b>142.523,48</b>	<b>282.013,35</b>
	<b>D. CURRENT LIABILITIES</b>		<b>2.030.363,00</b>	<b>1.761.206,93</b>
440000	Accounts payable		2.030.363,00	1.761.206,93
441000	Current payables	<b>A7</b>	-941,19	31.650,19
443000	Sundry payables	<b>A8</b>	53.982,18	29.365,95
491000	Other	<b>A9</b>	1.133.009,40	493.670,60
491010	Accrued charges		1.033.357,25	172.108,98
491090	Deferrals and accruals with consolidated EC entities		99.652,15	321.561,62
440009	Accounts payable with consolidated EC entities	<b>A10</b>	844.312,61	1.206.520,19
440019	Pre-financing received from consolidated EC entities		714.776,77	1.145.861,14
440029	Other accounts payable against consolidated EC entities		129.535,84	60.659,05
	<b>TOTAL CURRENT LIABILITIES</b>		<b>2.030.363,00</b>	<b>1.761.206,93</b>
	<b>TOTAL</b>		<b>2.172.886,48</b>	<b>2.043.220,28</b>

### 3 – CFCA – ECONOMIC OUTTURN ACCOUNT

1	2	3	4	5
Consolidation account		Annexe n°	2008	2007
744000	Revenues from administrative operations	A11	20.749,45	39.240,00
745000	Other operating revenue	A12	8.624.143,93	1.147.414,60
777777	<b>TOTAL OPERATING REVENUE</b>		8.644.893,38	1.186.654,60
610000	Administrative expenses	A13	-6.148.853,00	-870.592,45
620100	Staff expenses		-4.290.711,30	-306.068,23
630100	Fixed asset related expenses		-40.904,61	-1.912,74
611000	Other administrative expenses		-1.817.237,09	-562.611,48
600000	Operational expenses	A13	-2.633.264,12	-33.864,08
606000	Other operational expenses		-2.633.264,12	-33.864,08
666666	<b>TOTAL OPERATING EXPENSES</b>		-8.782.117,12	-904.456,53
	<b>SURPLUS/(DEFICIT) FROM OPERATING ACTIVITIES</b>		<b>-137.223,74</b>	<b>282.198,07</b>
750000	Financial revenues		125,84	0,00
650000	Financial expenses		-2.391,97	-184,72
	<b>SURPLUS/ (DEFICIT) FROM NON OPERATING ACTIVITIES</b>	A14	<b>-2.266,13</b>	<b>-184,72</b>
	<b>SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES</b>		<b>-139.489,87</b>	<b>282.013,35</b>
800008	Minority interest			
790000	Extraordinary gains (+)			
690000	Extraordinary losses (-)			
	<b>SURPLUS/(DEFICIT) FROM EXTRAORDINARY ITEMS</b>		<b>0,00</b>	<b>0,00</b>
	<b>ECONOMIC RESULT OF THE YEAR</b>	A15	<b>-139.489,87</b>	<b>282.013,35</b>

#### 4 – CFCA – CASH FLOW TABLE (indirect method)

	2008	2007
<b>Cash Flows from ordinary activities</b>		
<b>Surplus/(deficit) from ordinary activities</b>	<b>-139.489,87</b>	<b>282.013,35</b>
<b>Operating activities</b>		
<u>Adjustments</u>		
Amortization (intangible fixed assets) +	5.767,68	
Depreciation (tangible fixed assets) +	35.579,21	1.912,74
Increase/(decrease) in Provisions for risks and liabilities	0,00	79.329,88
Increase/(decrease) in Value reduction for doubtful debts	0,00	
(Increase)/decrease in Stock	0,00	
(Increase)/decrease in Long term Pre-financing	0,00	
(Increase)/decrease in Short term Pre-financing	0,00	
(Increase)/decrease in Long term Receivables	0,00	
(Increase)/decrease in Short term Receivables	-58.497,68	-3.908,55
(Increase)/decrease in Receivables related to consolidated EC entities	-624,92	-285,31
Increase/(decrease) in Other Long term liabilities	0,00	
Increase/(decrease) in Accounts payable	631.363,65	475.356,86
Increase/(decrease) in Liabilities related to consolidated EC entities	-362.207,58	1.206.520,19
(Gains)/losses on sale of Property, plant and equipment		
<b>Net cash Flow from operating activities</b>	<b>111.890,49</b>	<b>2.040.939,16</b>
<b>Cash Flows from investing activities</b>		
Increase of tangible and intangible fixed assets (-)	-298.718,63	-45.905,58
Proceeds from tangible and intangible fixed assets (+)	8.517,77	6.665,58
<b>Net cash flow from investing activities</b>	<b>-290.200,86</b>	<b>-39.240,00</b>
<b>Cash flow from CECA specific transactions</b>		
(Increase)/decrease in Other Investments (281000)	0,00	
(Increase)/decrease in Long term Loans (290000)	0,00	
(Increase)/decrease in Short term Investments (501000)	0,00	
Increase/(decrease) in Long term Financial Liabilities (170000)	0,00	
Increase/(decrease) in Short term Financial Liabilities (430000)	0,00	
Other CECA		
<b>Net Cash Flow from CECA specific transactions</b>	<b>0,00</b>	<b>0,00</b>
<b>Increase/(decrease) in Employee benefits</b>	0,00	
Net increase/(decrease) in cash and cash equivalents	-178.310,37	2.001.699,16
<b>Cash and cash equivalents at the beginning of the period</b>	2.001.699,16	
<b>Cash and cash equivalents at the end of the period</b>	1.823.388,79	2.001.699,16

## 5 – CFCA – STATEMENT OF CHANGES IN CAPITAL

Capital	Reserves		Accumulated Surplus / Deficit	Economic result of the year	Capital (total)
	Fair value reserve	Other reserves			
<b>Balance as of 31 December 2007</b>				282.013,35	282.013,35
Changes in accounting policies 1)					0,00
<b>Balance as of 1 January 2008 (if restated)</b>	<b>0,00</b>	<b>0,00</b>	<b>0,00</b>	<b>282.013,35</b>	<b>282.013,35</b>
Other 2)					0,00
Fair value movements					0,00
Movement in Guarantee Fund reserve					0,00
Allocation of the Economic Result of Previous Year			282.013,35	-282.013,35	0,00
Amounts credited to Member States					0,00
Economic result of the year				-139.489,87	-139.489,87
<b>Balance as of 31 December 2008</b>	<b>0,00</b>	<b>0,00</b>	<b>282.013,35</b>	<b>-139.489,87</b>	<b>142.523,48</b>
<b>Account</b>	<b>102100</b>	<b>102200</b>	<b>140000</b>	<b>141000</b>	

## **6 – ANNEX TO THE FINANCIAL STATEMENTS**

### **6.1 Accounting principles (summary)**

Generally accepted accounting principles as defined by the Agency Financial Regulation under the provisions of article 78, are

- 6.1.1 Going-concern principle
- 6.1.2 Principle of prudence
- 6.1.3 Principle of consistent accounting methods
- 6.1.4 Principle of comparability of information
- 6.1.5 Principle of Materiality
- 6.1.6 Principle of No-netting
- 6.1.7 Principle of reality over appearance
- 6.1.8 Accrual-based accounting Principle

## 6.2 Notes to the Balance Sheet

### 6.2.1 NON CURRENT ASSETS: A1

TABLE OF ASSETS

0		Computer Software	Plant and Equipment	Computer hardware	Furniture and vehicles	Other Fixtures and Fittings	Total
<b>Gross carrying amounts 01.12.08</b>	+	<b>0,00</b>	<b>0,00</b>	<b>42.027,14</b>	<b>0,00</b>	<b>3.878,44</b>	<b>45.905,58</b>
Additions	+	34.874,68	5.022,24	76.878,04	158.263,58	23.680,09	<b>298.718,63</b>
Disposals	-				-8.517,77		<b>-8.517,77</b>
Transfer between headings	+/-						<b>0,00</b>
Other changes (2)	+/-						<b>0,00</b>
<b>Gross carrying amounts 31.12.08</b>		<b>34.874,68</b>	<b>5.022,24</b>	<b>118.905,18</b>	<b>149.745,81</b>	<b>27.558,53</b>	<b>336.106,44</b>
							<b>0,00</b>
<b>Accumulated amortization and impairment 01.01.08</b>	-	<b>0,00</b>	<b>0,00</b>	<b>-7.683,78</b>	<b>0,00</b>	<b>-894,54</b>	<b>-8.578,32</b>
Amortization	-	-5.767,68	-1.104,24	-23.348,40	-8.857,58	-2.268,99	<b>-41.346,89</b>
Write-back of amortization	+						<b>0,00</b>
Disposals	+						<b>0,00</b>
Impairment (2)	-						<b>0,00</b>
Write-back of impairment	+						<b>0,00</b>
Transfer between headings	+/-						<b>0,00</b>
Other changes (2)	+/-						<b>0,00</b>
<b>Accumulated amortization and impairment 31.01.08</b>		<b>-5.767,68</b>	<b>-1.104,24</b>	<b>-31.032,18</b>	<b>-8.857,58</b>	<b>-3.163,53</b>	<b>-49.925,21</b>
<b>Net carrying amounts 31.12.08</b>		<b>29.107,00</b>	<b>3.918,00</b>	<b>87.873,00</b>	<b>140.888,23</b>	<b>24.395,00</b>	<b>286.181,23</b>
Accounts		211000	230000	241000	240000	242000	200000

### 6.2.2 CURRENT ASSETS

#### A – Current Receivables: A2

The balance of Current Receivables for the financial year 2008 is **21.147,42 EUR**.



### B – Sundry Receivables: A3

Sundry Receivables amounts to **36.992,57 EUR**. They mainly concern advance to and regularization of staff entitlements.

### C - Cash and cash equivalents: A4

The Cash and Cash equivalents position of the Agency at 31<sup>st</sup> December 2008 amounts to **1.823.388, 79 EUR**.

401000	<b>Current receivables</b>		<b>A2</b>	<b>21.147,42</b>	<b>0,00</b>
		Member States		43,72	0,00
		Other current receivables		21.103,70	0,00
410900	<b>Sundry receivables</b>		<b>A3</b>	<b>36.992,57</b>	<b>104,17</b>
		Staff		36.992,57	104,17
	<b>Other</b>			<b>4.266,24</b>	<b>3.804,38</b>
490010		Accrued income		0,00	3.804,38
490011		Deferred charges		1.170,57	0,00
490090		<i>Deferrals and Accruals with consolidated EC entities</i>		3.095,67	0,00
	<b>Short-term receivables with consolidated EC entities</b>			<b>910,23</b>	<b>285,31</b>
	<b>Cash and cash equivalents</b>		<b>A4</b>	<b>1.823.388,79</b>	<b>2.001.699,16</b>
	<b>TOTAL CURRENT ASSETS</b>			<b>1.886.705,25</b>	<b>2.005.893,02</b>

## 6.2.3 NON CURRENT LIABILITIES

### A – Capital: A5

The capital amounts to **142.523,48 EUR**. It is constituted of the Accumulated Surplus from 2007 (282.013, 35 EUR) and the Economic outturn of 2008(-139.489,87 EUR).

## 6.2.4 CURRENT LIABILITIES

### A – Provision for risks and charges: A6

With respect to the comparability principle, the 2007 provision for untaken leave

(79.329, 88) is also presented as accrued charges in the annual accounts 2008.

## B – Accounts payables

441000	<b>Current payables</b>		<b>A7</b>	<b>-941,19</b>	<b>31.650,19</b>
		Vendors		-18.869,60	-9.421,86
		Member States		2.853,67	37.480,58
		Public Bodies		15.074,74	3.591,47
443000	<b>Sundry payables</b>		<b>A8</b>	<b>53.982,18</b>	<b>29.365,95</b>
		Staff		23.033,87	29.365,95
		Other		30.948,31	0,00
491010	<b>Accrued charges</b>		<b>A9</b>	<b>1.033.357,25</b>	<b>172.108,98</b>
		<i>Untaken leave</i>		126.526,12	79.329,88
		<i>Other accrued charges</i>		906.831,03	92.779,10
491090	<b>Deferrals and accruals with consolidated EC entities</b>		<b>A9</b>	<b>99.652,15</b>	<b>321.561,62</b>
	<b>Accounts payable with consolidated EC entities</b>		<b>A10</b>	<b>844.312,61</b>	<b>1.206.520,19</b>
440019		<i>Pre-financing received from consolidated EC entities</i>		714.776,77	1.145.861,14
440029		<i>Other accounts payable against consolidated EC entities</i>		129.535,84	60.659,05
	<b>TOTAL CURRENT LIABILITIES</b>			<b>2.030.363,00</b>	<b>1.761.206,93</b>

### B1 - Accounts payable - Current payables: **A7**

Current payables are mainly constituted of cost claims from governmental experts invited by the Agency to meetings organised in the frame of its operational activities and invoices received from the suppliers of goods and services provided to the Agency.

### B2 – Accounts payable – Sundry payables: **A8**

Sundry payables are mainly cost claims from the staff (mission costs), settlements for inter-institutional staff mobility and social security contributions for staff affiliated to national social scheme. This heading includes also the amount of interests on assigned revenues received by the Agency, which has to be returned to the Member States concerned, and returned payments that have to be reinitiated.

### B3– Other – Accrued charges: **A9**

Expenditure related to goods or services provided to the Agency during financial year 2008 but not invoiced, nor paid at the end of the exercise are considered as accrued charges.

**B4– Accounts payable with consolidated EC entities: A10**

This heading comprises the excess amount of the EC subsidy to be repaid to the Commission in 2009 (714.776, 77 EUR).

Interests on the Community Subsidy are 95.169,71 EUR for 2008.

Are also incorporated under this heading an amount of 34.366,13 EUR corresponding to the unsettled invoices at year end received from the other EC consolidated entities (other Agencies) and from the Commission for goods or services provided in 2008 in application of Service level Agreements.

## 6.3 Notes to the Economic Outturn Account

### 6.3.1 OPERATING REVENUE

#### **A – Revenue from administrative operations: A11**

The revenue under this heading is **20.749,45 EUR**.

- 20.161,56 EUR represents the reversal of excess accrued charges from previous financial year(s)
- 587.89 EUR concern the revenue triggered by the technical transfer from the Commission accounting systems to the Agency's of assets purchased before the Agency financial autonomy (12<sup>th</sup> November 2007).

#### **B – Other operating revenue: A12**

The operating revenue of the Agency for financial year 2008 is **8.624.143, 93 EUR**. It composed of:

- 6.268.774,43 EUR which are the part of the Community Subsidy corresponding to the total expenditures supported by the Agency during the financial year, increased by the outstanding payment obligations at end of year (Reste A Liquider).
- 2.272.373, 46 EUR corresponding to the Assigned revenues received by the Agency from the Member States for the coordination of fishing inspection activities.
- 79.330,88 EUR concerning the reversal of provision for untaken leave as explained under "6.2.4- Current liabilities – Provisions for Risks and Charges",
- and realised exchange rate gains for 3.665,16 EUR.

1	2	3	4	5
Consolidation account		Annexe n°	<b>2008</b>	<b>2007</b>
744000	Revenues from administrative operations	A11	20.749,45	39.240,00
745000	Other operating revenue	A12	8.624.143,93	1.147.414,60
777777	<b>TOTAL OPERATING REVENUE</b>		<b>8.644.893,38</b>	<b>1.186.654,60</b>

### 6.3.2 OPERATING EXPENSES: A13

#### A – Administrative expenses

Account		Annexe n°	2008	2007
610000	<b>Administrative Expenses</b>		<b>4.331.615,91</b>	<b>307.980,97</b>
620100	Staff expenses		4.290.711,30	306.068,23
630100	Fixed Assets Depreciation		40.904,61	1.912,74
611000	<b>Other Administrative Expenses</b>		<b>1.817.237,09</b>	<b>562.611,48</b>
611910	Other <sup>1</sup>		1.380.059,52	447.118,31
611919	Administrative exp with consolidated entities		437.177,57	115.493,17
<b>610000-</b>	<b>TOTAL ADMINISTRATIVE EXP</b>		<b>6.148.853,00</b>	<b>870.592,45</b>

#### B – Operational expenses

606000	<b>Other operational expenses</b>		<b>4.171,92</b>	<b>267,99</b>
640000	Exchange rate losses		4.171,92	267,99
606900	<b>Other operational expenses</b>		<b>2.629.092,20</b>	<b>33.596,09</b>
606910	Other <sup>2</sup>		2.629.092,20	33.596,09
<b>600000 -</b>	<b>TOTAL OPERATIONAL EXPENSES</b>		<b>2.633.264,12</b>	<b>904.456,53</b>

### 6.3.3 NON OPERATING EXPENSES: A14

Non operating expenses - **2.266,13 EUR** - consist mainly in bank charges.

<sup>1</sup> Rents, maintenance costs and other administrative charges, etc

<sup>2</sup> Operational activities carried out in the frame of the mission and tasks of the Agency.

#### 6.3.4 ECONOMIC RESULT OF THE YEAR: **A15**

The economic result of the year is a "loss" of 139.489,87 EUR. It is due to the application by the Agencies of the EC Community accounting rule consisting

- on one hand, in a calculation based on a cash principle and on the budgetary outturn for the determination of the revenue from the Communities (EC subsidy) to inscribe in the Economic Outturn Account,

- and, on the other hand, the calculation of the expenditures in the Economic Outturn Account on a full accrual-based accounting principle.

#### **6.4 Notes to the Cash Flow Table**

The cash flow provides a basis to assess the ability of the Agency to generate cash and cash equivalents, and the needs of the entity to utilise those cash flows.

The cash flows are classified by operating, investing and financing activities.

The cash flow table is prepared using the indirect method. The economic outturn for the financial year is adjusted for the effects of transactions of a non-cash nature (e.g. deferrals, accruals, depreciation).

#### **6.5 Notes to the Statement of changes in capital**

For financial year 2008, the statement of changes in capital of the Agency comprises the accumulated surplus from the previous financial year(s) – 282.013,35 – and the economic result of the year (loss): **-139.489, 87 EUR**.

Capital at end of year is **142.523,48 EUR**

## **6.6 Contingent liabilities and commitment for future funding**

Account	Commitments for future funding	2008	2007
902500	RAL - Commitments against appropriations not yet consumed	182.144,67	564.083,18
903200	Operating lease	658.800,00	
903300	Contractual commitment ( for which budget commitments have not yet been made)	157.260,00	0,00
	<b>TOTAL</b>	<b>998.204,67</b>	<b>564.083,18</b>

Contingent liability is disclosed in the notes to the financial statements when the Agency has a possible obligation resulting of a past event and, it is possible that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation. This should be in the near future. The contingent for liability of the Agency amounts to **998.204,67 EUR**. It corresponds to the outstanding potential payment obligations of the Agency ("Reste à Liquider" – R.A.L.) after deducting all eligible expenses that have been already booked in the Economic Outturn Account (accrued expenses). Contractual obligations resulting from the renting, cleaning, maintenance of the building and supplies (water, electricity) are also incorporated. Contingent obligations are evaluated up to the closest date after the end of the financial year where the Agency is allowed to break its contractual obligations.

## **6.7 Related Party disclosure**

Key management personnel hold positions of responsibility within the Agency. They are responsible for the strategic direction and operational management of the entity and are entrusted with significant authority to execute their mandate.

Highest grade description	Grade	Number of persons of this grade
Executive Director	AD14	1