



DECISION NO 17-II-6
OF THE ADMINISTRATIVE BOARD
OF THE EUROPEAN FISHERIES CONTROL AGENCY
of 21 June 2017
relating to the adoption of the Final Annual Accounts for financial year 2016

European Fisheries Control Agency

Email: efca@efca.europa.eu – Tel: +34 986 12 06 10 – Fax: +34 886 12 52 37

Address: Edificio Odriozola, Avenida García Barbón 4, E-36201 Vigo – Spain

Postal Address: EFCA - Apartado de Correos 771 - E-36200 Vigo – Spain

THE ADMINISTRATIVE BOARD OF THE EUROPEAN FISHERIES CONTROL AGENCY,

Having regard to AB Decision No 13-W-09 of 31 December 2013 concerning the Financial Regulation of the European Fisheries Control Agency, and in particular Article 99 thereof,

Considering that, on receiving the Court of Auditors' observations on the provisional accounts of the Agency, the Accounting Officer shall draw up the final accounts of the Agency and the Executive Director shall send them to the Administrative Board, which shall give an opinion on these accounts,

Considering that the Accounting Officer shall send the final accounts, together with the opinion of the Administrative Board, to the Accounting Officer of the Commission, the Court of Auditors, the European Parliament and the Council, by 1 July of the following financial year,

HAS DECIDED AS FOLLOWS:

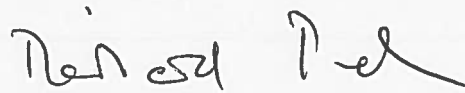
Article 1

The Final Annual accounts as attached in the Annex are adopted.

Article 2

The present Decision shall enter into force on the day of adoption by the Administrative Board.

Done in Vigo, on 21 June 2017.



Reinhard Priebe
Chair of the Administrative Board





Final ANNUAL ACCOUNTS of the European Fisheries Control Agency (EFCA)

Financial Year 2016

**Financial Statements
Reports on the Implementation of the Budget**

W

Table of Contents

CERTIFICATE	4
INTRODUCTION	5
Part I: FINANCIAL STATEMENTS	8
I.1 BALANCE SHEET.....	9
I.2 STATEMENT OF FINANCIAL PERFORMANCE	10
I.3 CASH FLOW STATEMENT	11
I.4 STATEMENT OF CHANGES IN NET ASSETS	12
I.5 NOTES TO THE FINANCIAL STATEMENTS	13
1. SIGNIFICANT ACCOUNTING POLICIES	13
2. NOTES TO THE BALANCE SHEET	16
3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE	23
4. NOTES TO THE CASH-FLOW STATEMENT	26
5. CONTINGENT ASSETS AND LIABILITIES AND OTHER SIGNIFICANT DISCLOSURES	27
6. PROTECTION OF THE AGENCY'S BUDGET	29
7. FINANCIAL INSTRUMENTS	30
8. CHANGES IN ACCOUNTING POLICIES.....	33
9. RELATED PARTY DISCLOSURE.....	33
10. EVENTS AFTER THE BALANCE SHEET DATE	33
Part II: REPORTS ON IMPLEMENTATION OF THE BUDGET	35
II.1 BUDGETARY STRUCTURE, PRINCIPLES AND MAIN EVENTS	37
II.2 BUDGET RESULT 2016	40
II.3 RECONCILIATION OF ECONOMIC RESULT WITH BUDGET RESULT	41
II.3 BUDGET REVENUE	42
II.4 BUDGET EXPENDITURE	43
II.5 EVOLUTION OF COMMITMENTS OUTSTANDING (RAL)	51
II.6 ANNEXES TO THE BUDGETARY ACCOUNTS.....	55
ANNEX 1: BUDGETARY AND FINANCIAL MANAGEMENT REPORT	55
ANNEX 2: STAFF ESTABLISHMENT PLAN 2016	63
ANNEX 3: GLOSSARY TERMS AND ABBREVIATIONS	64

M

CERTIFICATE

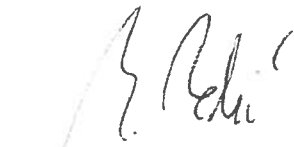
The Annual Accounts of the European Fisheries Control Agency for the year 2016 have been prepared in accordance with the Title IX of the Financial Regulation applicable to the general budget of the European Union, the accounting rules adopted by the Commission's Accounting Officer and the accounting principles and methods adopted by myself.

I acknowledge my responsibility for the preparation and presentation of the Annual Accounts of the EFCA in accordance with Article 50 of the Agency's Financial Regulation.

I have obtained from the Authorising Officer, who certified its reliability, all the information necessary for the production of the accounts that show the EFCA's assets and liabilities and the budgetary implementation.

I hereby certify that based on this information, and on such checks as I deemed necessary to sign off the accounts, I have a reasonable assurance that the accounts present fairly, in all material aspects, the financial position, the results of the operations and the cash flows of the Agency.

Vigo, 25 May 2017



Marcel Dedić
Accounting Officer



INTRODUCTION

LEGAL BASIS

The Annual Accounts of European Fisheries Control Agency (herein also "EFCA" or "the Agency") have been established in accordance with the following legislation:

- The Financial Regulation as adopted by its Administrative Board on 31 December 2013
- Regulation (EU, Euratom) n° 966/2012 of the European Parliament and of the Council of 25 October 2012 on the financial rules applicable to the general budget of the Union and repealing Council Regulation (EC, EURATOM) n° 1605/2002
- The "Framework Financial Regulation" (EU) n° 1271/2013 of 30 September 2013 on the framework financial regulation for the bodies referred to in Article 208 of the above mentioned general financial regulation
- The EU Accounting rules, methods and guidelines as adopted and provided by the Accounting Officer of the European Commission.

These Final Annual Accounts shall be sent, together with the opinion of the Administrative Board, to the Accounting Officer of the European Commission, the European Court of Auditors, the European Parliament and the Council by 1 July of the following financial year in accordance with Article 99 of the EFCA Financial Regulation.

BACKGROUND INFORMATION

The Community Fisheries Control Agency was established by Council Regulation (EC) n° 768/2005 of 26 April 2005 establishing a Community Fisheries Control Agency. The regulation was last amended by Regulation (EU) n° 2016/1626, replacing the words 'Community Fisheries Control Agency' by the words 'European Fisheries Control Agency' and extending the mission of the Agency to cooperate with the European Border and Coast Guard Agency (FRONTEX) and the European Maritime Safety Agency (EMSA) to support national authorities carrying out coastguard functions (see below).

Mission

The objective of the Agency is to organise the operational coordination of fisheries control and inspection activities of the Member States (MS) and to assist them to cooperate in order to comply with the rules of the Common Fisheries Policy ensuring its effective and uniform application.

Details are provided in article 3 of Council Regulation n°768/2005. Some of the original tasks of the Agency are:

- to coordinate control and inspection activities of the Member States within the control and inspection obligations of the EU;
- to coordinate the deployment of the national means of control and inspection pooled by the Member States concerned in accordance with the Regulation;
- to assist Member States in reporting information on fishing activities and control and inspection activities to the Commission and third parties;
- to contribute to the coordination of inspector training and the exchange of experience between Member States.

On 15 December 2015, in order to enhance cooperation and synergies between the relevant EU agencies, the Commission adopted three legislative proposals (known as "border package") amending the founding regulations of EMSA and EFCA, and proposing the creation of a new European Border and Coast Guard Agency (EBCA/FRONTEX). The Regulations were adopted on 14 September and published on 16 September 2016.

Since the beginning of 2016, the three agencies have been working together with the three “partner” Commission Directorate-Generals (MARE, HOME and MOVE) in the preparation and the implementation of the pilot project “Creation of a European coastguard function”, established by the European Parliament preparing the implementation of the “border package”.

EFCA implemented the pilot project during 2016, mostly addressing:

- 1) Capacity Building, where EFCA coordinates the development, in partnership with Frontex and EMSA, of an outline of Guidelines on inter-EU agencies cooperation.
- 2) Capacity Sharing, with different joint activities with Frontex organised in the Mediterranean Sea together with the MS via the Mediterranean Joint Deployment Plan (JDP), including:
 - Organisation of joint meetings between EFCA and Frontex stakeholders
 - Development of Standard operational procedures (SOP)
 - Exchanges between Frontex and EFCA staff in the Coordination Centre of the operations and on board of the control means;
 - Sharing of information of interest

In November 2016, EFCA organised a seminar in Catania (Italy) with its Administrative Board (AB), other Agencies and stakeholders to present the state of play of the implementation of the new European Union Coast Guard (EUCG) policy and analyse the future EFCA involvement. During this seminar the implementation of the pilot project and activities for 2017 were discussed, including the sharing of Vessel Monitoring System (VMS) information and the future tripartite working arrangement (TWA) between the Agencies to implement the new mandate.

Seat

The Agency is a body of the European Union as referred to in Article 208 of Regulation (EU, Euratom) n° 966/2012 on the financial rules applicable to the general budget of the Union. It has legal personality and is represented by its Executive Director, Mr Pascal SAVOURET, appointed by the Administrative Board of the Agency. The seat of the agency is Vigo, Spain. The Protocol on the Privileges and Immunities of the European Communities applies to the Agency. On 1 July 2008, the Agency started operating from its current headquarters at Edificio Odriozola, Avenida García Barbón 4 – 36201 Vigo.

Governance

EFCA is governed by the Administrative Board which is composed of one representative per Member State and six representatives of the European Commission. The duration of office of each member shall be five years as from the date of appointment. From the Commission representatives, the Administrative Board elects a Chairperson for a 3-year term of office and elects a Deputy Chairperson from among its members.

The Administrative Board meets at least twice a year. It has, among others, the powers:

- to appoint and dismiss the Executive Director
- to appoint and dismiss the Accounting Officer
- to adopt the Annual Report of the Agency for the previous year
- to adopt the Annual Work Programme and Multi-annual Work Programme of the Agency for the coming years
- to adopt the final Budget before the beginning of the financial year
- to give an opinion on the Final Annual Accounts of the Agency for the previous financial year.

Audit and Discharge

The audit of the agency is performed by the European Court of Auditors on the legality and regularity of underlying transactions of the annual accounts, and by an independent external

auditor who verifies that the annual accounts properly present the income, expenditure and financial position of the Agency.

The discharge in respect of the implementation of the budget of the year is granted by the European Parliament, upon recommendation from the Council to the Executive Director of the Agency. The discharge decision shall cover the accounts of all the revenue and expenditure of the agency, the budget result and the assets and liabilities of the agency shown in the financial statement.

STRUCTURE OF THE REPORT

In accordance with Article 92 of the EFCA Financial Regulation, the accounts consist of the financial statements of the Agency (general accounts) and of the reports on the implementation of the budget (budgetary accounts), each following different accounting principles (please cf. Note 1 for more details). This report therefore consists of two parts:

Part I: Annual Financial Statements

The general accounts are accrual accounts, meaning that the effects of transactions and other events are recognised when those transactions or events take place. They are drawn up in accordance with the accounting rules adopted by the European Commission's Accounting Officer. These rules were initially adopted on 28 December 2004 and modified from time to time until the issuance of these Annual Accounts, and are accrual based accounting policies derived from the International Public Sector Accounting Standards (IPSAS) or by default, International Financial Reporting Standards (IFRS).

Part II: Annual Reports on the implementation of the budget

The budgetary accounts are modified cash accounts. As in any cash accounting system, payments made and revenue received are recorded in the period in which the cash transaction occurs. These accounts are termed 'modified' because payment appropriations carried over are also recorded. Their purpose is for drawing up the budget result and reports on budget implementation.



Part I: FINANCIAL STATEMENTS

(All amounts disclosed in EUR)



I.1 BALANCE SHEET (BS)

BS HEADING	Note	31.12.2016	31.12.2015	Variation
NON-CURRENT ASSETS		813,337.68	1,243,589.62	-430,251.94
Intangible assets	2.1.	317,124.00	552,686.00	-235,562.00
Intangible assets		317,124.00	552,686.00	-235,562.00
Property, Plant and Equipment	2.2.	496,213.68	690,903.62	-194,689.94
Plant and equipment		30,730.00	43,235.00	-12,505.00
Computer hardware		399,957.68	565,970.10	-166,012.42
Furniture and vehicles		37,980.00	55,518.52	-17,538.52
Other fixtures and fittings		27,546.00	26,180.00	1,366.00
Financial assets (non-current)	2.3.&7	0.00	0.00	0.00
Long-term receivables and recoverables		0.00	0.00	0.00
Pre-financing		0.00	0.00	0.00
CURRENT ASSETS		1,951,144.12	1,056,763.99	894,380.13
Financial assets (current)	2.3.&7	0.00	0.00	0.00
Receivables and recoverables	2.4.	420,201.97	211,812.48	208,389.49
Sundry receivables		15,017.57	16,820.99	-1,803.42
Deferred charges		110,473.52	164,045.42	-53,571.90
Accrued income		294,710.88	30,946.07	263,764.81
Pre-financing		0.00	0.00	0.00
Cash and cash equivalents	2.5.	1,530,942.15	844,951.51	685,990.64
TOTAL ASSETS	A	2,764,481.80	2,300,353.61	464,128.19
NON-CURRENT LIABILITIES		0.00	0.00	0.00
Provisions for risks and liabilities (long-term)		0.00	0.00	0.00
Financial liabilities (non-current)	2.7.&7	0.00	0.00	0.00
Long-term liabilities to consolidated entities		0.00	0.00	0.00
Other long-term liabilities		0.00	0.00	0.00
CURRENT LIABILITIES		1,385,681.69	661,947.16	723,734.53
Provisions for risks and liabilities	2.6.	5,000.00	0.00	5,000.00
Financial liabilities (current)	2.7.&7	0.00	0.00	0.00
Payables		1,380,681.69	661,947.16	718,734.53
Current payables	2.8.	44,595.67	0.00	44,595.67
Sundry payables	2.8.	37,086.38	154,024.97	-116,938.59
Accrued charges	2.9.	481,465.55	268,247.80	213,217.75
Deferred income with consolidated EU entities	2.10.	0.00	147,000.00	-147,000.00
Accounts payable to consolidated EU entities	2.10.	817,534.09	92,674.39	724,859.70
TOTAL LIABILITIES	L	1,385,681.69	661,947.16	723,734.53
NET ASSETS	A-L	1,378,800.11	1,638,406.45	-259,606.34
Accumulated surplus/deficit	R	1,638,406.45	1,794,817.58	-156,411.13
Economic result of the year	A-L-R	-259,606.34	-156,411.13	-103,195.21

I.2 STATEMENT OF FINANCIAL PERFORMANCE (SFP)

	Note	2016	2015	Variation
OPERATING REVENUE		9,444,176.47	9,136,228.55	307,947.92
European Union Contribution	3.1.1.	9,444,176.47	9,124,325.61	319,850.86
Other non-exchange revenue	3.1.2.	0.00	9,528.00	-9,528.00
Other exchange revenue	3.1.3.	0.00	2,374.94	-2,374.94
OPERATING EXPENSES		-9,704,260.27	-9,297,014.01	-407,246.26
Operating expenses	3.2.1	-1,143,466.56	-1,025,808.42	-117,658.14
Administrative expenses	3.2.2	-8,560,793.71	-8,271,205.59	-289,588.12
SURPLUS/(DEFICIT) FROM OPERATING ACTIVITIES		-260,083.80	-160,785.46	-99,298.34
Financial revenue	3.3.	813.91	4,697.73	-3,883.82
Financial expenses	3.3.	-336.45	-323.40	-13.05
SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES		-259,606.34	-156,411.13	-103,195.21
Extraordinary gains		0.00	0.00	0.00
Extraordinary losses		0.00	0.00	0.00
SURPLUS/(DEFICIT) FROM EXTRAORDINARY ITEMS		0.00	0.00	0.00
ECONOMIC RESULT OF THE YEAR		-259,606.34	-156,411.13	-103,195.21

d

I.3 CASH FLOW STATEMENT

	Note	2016	2015
Economic result of the year		-259,606.34	-156,411.13
Operating activities			
Amortization (intangible fixed assets) +		235,562.00	229,441.31
Depreciation (tangible fixed assets) +		292,068.99	230,026.77
Increase/(decrease) in Provisions for risks and liabilities		5,000.00	0.00
Increase/(decrease) in Value reduction for doubtful debts		0.00	0.00
(Increase)/decrease in Stock		0.00	0.00
(Increase)/decrease in Long term Pre-financing		0.00	0.00
(Increase)/decrease in Short term Pre-financing		0.00	0.00
(Increase)/decrease in Long term Receivables		0.00	0.00
(Increase)/decrease in Short term Receivables		-208,389.49	-44,999.67
(Increase)/decrease in Receivables related to consolidated EU entities		0.00	11,770.92
Increase/(decrease) in Other Long term liabilities		0.00	0.00
Increase/(decrease) in Accounts payable		140,874.83	108,194.35
Increase/(decrease) in Liabilities related to consolidated EU entities		577,859.70	-54,560.30
Other non-cash movements			0.00
Net cash-flow from operating activities	4.1.	783,369.69	323,462.25
Investing activities			
(Increase)/Decrease in intangible assets and property, plant and equipment		-97,379.05	-546,711.97
Proceeds from tangible and intangible fixed assets (+)			0.00
Net cash-flow from investing activities	4.2.	-97,379.05	-546,711.97
Net cash-flow from financing activities	4.3.	0.00	0.00
<i>Increase/(decrease) in Employee benefits</i>		0.00	0.00
Net increase/(decrease) in cash and cash equivalents		685,990.64	-223,249.72
Cash and cash equivalents at the beginning of the year		844,951.51	1,068,201.23
Cash and cash equivalents at year end		1,530,942.15	844,951.51

I.4 STATEMENT OF CHANGES IN NET ASSETS

	Note	Accumulated Surplus/Deficit	Economic result of the year	Net Assets (Total)
Balance as at 31 December 2015		1,794,817.58	-156,411.13	1,638,406.45
Changes in accounting policies		0.00	0.00	0.00
Balance as at 1 January 2016		1,794,817.58	-156,411.13	1,638,406.45
Allocation of the economic result of previous year		-156,411.13	156,411.13	0.00
Economic result of the year		0.00	-259,606.34	-259,606.34
Balance as at 31 December 2016		1,638,406.45	-259,606.34	1,378,800.11

I.5 NOTES TO THE FINANCIAL STATEMENTS

(1.1.2016 – 31.12.2016)

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. Legal basis and Accounting rules

The following Annual Accounts together with the reports on implementation of the budget of EFCA have been drawn up in accordance with Article 95 of EFCA Financial Regulation.

These Financial Statements are prepared on the basis of the EU Accounting rules as adopted by the Commission's Accounting Officer which adapt the International Public Sector Accounting Standards (and in some cases the International Financial Reporting Standards) to the specific environment of the EU. The reports on implementation of the budget continue to be primarily based on movements of cash.

The accounting system of EFCA consists of general accounts and budget accounts. These accounts are kept in Euro based on the calendar year. The budget accounts give a detailed picture of the implementation of the budget. They are based on the modified cash accounting principle.¹ The general accounts allow for the preparation of the Financial Statements as they show all charges and income for the financial year and are designed to establish the financial position in the form of a Balance Sheet as at 31 December.

1.2. Accounting principles

The objectives of the Financial Statements are to provide information about the financial position, the performance and the cash flows of an entity that is useful to a wide range of users. For a public sector entity such as EFCA, the objectives are more specifically to provide information useful for decision-making and to demonstrate the accountability of the entity for the resources entrusted to it.

Article 95 of EFCA Financial Regulation sets out the accounting principles to be applied in drawing up the financial statements. The overall considerations (or accounting principles) to be followed when preparing the financial statements are laid down in EU Accounting Rule n° 1 and are the same as those described in IPSAS n° 1 "Presentation of Financial Statements":

Fair presentation

Financial statements shall present fairly the financial position, financial performance and cash flows of an entity. Fair presentation requires the faithful representation of the effects of transactions, other events and conditions in accordance with the definitions and recognition criteria for assets, liabilities, revenue and expenses set out in the EU Accounting rules. The application of EU Accounting rules, with additional disclosures when necessary, is presumed to result in Financial Statements that achieve a fair presentation (EU Accounting Rule n° 2).

Accrual Basis

In order to meet their objectives, Financial Statements are prepared on the accrual basis of accounting. Under this basis, the effects of transactions and other events are recognised when they occur (and not when cash or its equivalent is received or paid) and they are recorded in the accounting records and reported in the Financial Statements of the period to which they relate (EU Accounting Rule n° 2).

¹ This differs from cash-based accounting because of elements such as carry-forwards and carry-overs.

Going concern basis

When preparing Financial Statements the entity's ability to continue as a going concern shall be assessed. The Financial Statements shall be prepared on a going concern basis unless there is an intention to liquidate the entity or to cease its operations or if there is no realistic alternative but to do so. These Financial Statements have been prepared in accordance with the going concern principle, which means that EFCA is deemed to have been established for an indefinite duration (EU Accounting Rule n° 1).

Consistency of presentation

According to this principle, the presentation and classification of items in the Financial Statements shall be retained from one period to the next (EU Accounting Rule n° 1).

Aggregation

Each material class of similar items shall be presented separately in the Financial Statements. Items of a dissimilar nature or function shall be presented separately unless they are immaterial (EU Accounting Rule n° 1).

Offsetting

Assets and liabilities, and revenue and expenses, shall not be offset unless required or permitted by an EU Accounting rule (EU Accounting Rule n° 1).

Comparative Information

Except when an EU Accounting rule permits or requires otherwise, comparative information shall be disclosed in respect of the previous period for all amounts reported in the Financial Statements. When the presentation or classification of items in the Financial Statements is amended, comparative amounts shall be reclassified unless the reclassification is impracticable (EU Accounting Rule n° 1).

According to article 95 of EFCA Financial Regulation, the financial statements shall present information, including the information on accounting policies, in a manner that ensures it is relevant, reliable, comparable and understandable (as explained in EU Accounting Rule n° 1 and IPSAS n° 1).

1.3. Basis of preparation

Functional and reporting currency

The Financial Statements are presented in euros, which is the functional and reporting currency of the EU and of EFCA (article 21 of EFCA Financial Regulation).

Transactions and balances

Foreign currency transactions are recorded using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and from the translation of monetary items in foreign currency into euros at year end are recognised in the Statement of Financial Performance.

Chart of Accounts

The Chart of Accounts used by EFCA follows the structure of the Chart of Accounts of the European Commission (PCUE).

Use of estimates

Preparation of Financial Statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the amounts presented and disclosed in the Financial Statements of EFCA. The significant estimates and assumptions in these Financial Statements require judgment and are used for, but not limited to, accrued income and charges, provisions, contingent assets and liabilities. Actual results reported in future periods may be different from these estimates. Changes in estimates are reflected in the period in which they become known.



2. NOTES TO THE BALANCE SHEET

Assets are resources controlled by the Agency as a result of past events and from which future economic benefits or service potential are expected to flow.

2.1. Intangible assets

Intangible assets are identifiable non-monetary assets without physical substance. Acquired computer software licences are stated at historical cost less accumulated amortisation and impairment losses. The assets are amortised on a straight-line basis over their estimated useful lives. The estimated useful lives of intangible assets depend on their specific useful economic lifetime.

Amortisation is the systematic allocation of the depreciable amount of an intangible asset over its useful life (EU Accounting Rule n° 6).

Internally developed intangible assets are capitalised when the criteria of the relevant EU Accounting Rule n° 6 are met. The costs capitalisable include all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by management. Costs associated with research activities, non-capitalisable development costs and maintenance costs are recognised as expenses when incurred.

During the year 2016, EFCA has incurred the following research and development costs related to IT Projects which haven't met the capitalisation criteria:

Not capitalised costs	IT Research cost	IT Development cost
Financial year 2016	0.00	117,074.56
Financial year 2015	50,455.00	265,195.14

These costs were recognised in the category of Administrative expenses together with other IT operational costs (please see also Note 3.2.2 below).

As required by the EC Accounting Rule n° 6, the Internally Generated Software items are capitalised if their eligible development costs are above a locally established capitalisation threshold. The Agency decided to implement a local capitalisation threshold of €25,000. In establishing this amount, the limit of €100,000 (recommended by the European Court of Auditors (ECA) as best practice for entities with an annual budget below 40 million euro) was taken into account and aligning it with the Agency's average annual budget of ca. 10 million euro over the last 3 years.

2.2. Property, plant and equipment

All property, plant and equipment items are valued at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition or construction of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with the item will flow to the Agency and its cost can be measured reliably. Repairs and maintenance costs are charged to the Statement of Financial Performance during the financial period in which they are incurred.

Assets under construction are not depreciated, as these assets are not yet available for use. Depreciation is the systematic allocation of the depreciable amount of an asset over its useful economic lifetime (EU Accounting Rule n° 7).

Gains or losses on disposals of assets are determined by comparing the proceeds less the selling expenses with the carrying amount of the disposed asset. They are included in the Statement of Financial Performance.

According to EC guidelines and automatically embedded in the electronic Asset Register (ABAC Assets), the assets are considered as such when their nominal value is equal or above €420².

The assets registration system, integrated in the Agency's accounting systems, is identical to the one used by the European Commission (ABAC Assets) and it is operational in EFCA since July 2008. The amortisation and depreciation are automatically calculated and posted in SAP on a monthly basis.

Intangible assets and Property, Plant and Equipment are both reflected in the Balance Sheet at their net book value.

The following amortisation/depreciation rates are used by the Agency (automatically applied in SAP based on the products selected from the catalogue of ABAC Assets):

Asset type	A Depreciation rate, consolidation manual	B Depreciation rate used by reporting entity
<u>Intangible assets</u>		
Software for personal computers and servers	25%	25.0%
<u>Tangible assets</u>		
<u>Land</u>	0%	0.0%
<u>Buildings</u>	4%	4.0%
<u>Plant and equipment</u>		
Scientific and laboratory equipment	25%	25.0%
Tools for industry and workshops	12.5%	12.5%
Lifting and mechanical handling equipment for public works, prospecting and mining	12.5%	12.5%
Control and transmission devices, motors, compression, vacuum and pumping equipment	12.5%	12.5%
Equipment for the supply and treatment of electric power	12.5%, 25%	12.5%, 25%
Specific electric equipment	25%	25.0%
<u>Furniture and vehicles</u>		
Office, laboratory and workshop furniture	10%	10.0%
Electrical office equipment, printing and mailing equipment	25%	25.0%
Printshop and postroom equipment	12.5%	12.5%
Equipment and decorations for garden, kitchen, canteen, restaurant, crèche and school	12.5%	12.5%
Motorised outdoor equipment	25%	25.0%
Specific furniture and equipment for schools, crèches and childcare centres	25%	25.0%
Furniture for restaurant/cafeteria/bar area	10%, 12.5%	10%, 12.5%
Cash registers and card acceptor devices	25%	25.0%
Antiques, artistic works, collectors' items	0%	0.0%
Transport equipment (vehicles and accessories)	25%	25.0%
<u>Computer hardware</u>		
Computers, servers, accessories, data transfer equipment, printers, screens	25%	25.0%
Copying equipment, digitising and scanning equipment	25%	25.0%
<u>Other fixtures and fittings</u>		
Telecommunications equipment	25%	25.0%
Audiovisual equipment	25%	25.0%
Computer, scientific and general books, documentation		
Computer books, CDs, DVDs	33%	33.0%
Scientific books, general books, CDs, DVDs	25%	25.0%
Health, safety and protective equipment, medical equipment,	12.5%	12.5%
fire-fighting equipment, equipment for surveillance and security services		
Medical and nursing equipment	25%	25.0%
other	10%	10.0%
<u>Tangible fixed assets under construction</u>	0%	0.0%

The table 'MOVEMENTS IN FIXED ASSETS' on the following page shows the opening balances, acquisitions, disposals, transfers and closing balances of the main asset classes for 2016, split between gross carrying amounts and amortisations/depreciations.

² A substantial increase of this threshold is currently under discussion, however, should EFCA decide to change it, it would not affect the 2016 Accounts in any case.

Leases

EFCA does not have leases of tangible assets, where to have substantially all the risks and rewards of ownership and which would be classified as finance leases.

Leases where the lessor retains a significant portion of the risks and rewards inherent to ownership are classified as operating leases. Payments made under operating leases are recognised as an expense in the statement of financial performance on a straight-line basis over the period of the lease. Further disclosures on the operating leases of the Agency can be found under Note 5.3.2. further below.

2.3. Financial assets

Applying the EU Accounting Rule n° 11, the financial assets of the Agency consists in its receivables and current bank accounts. Receivables arise when the Agency provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in current assets, except for maturities more than 12 months of the balance sheet date. Receivables (including deferred charges and accrued income) are classified in the category of financial instruments of "Loans and receivables". Further disclosures are presented below in Note 7 "Financial Instruments".

2.4. Current receivables and recoverables

Receivables are carried at original amount less write-down for impairment. A write-down for impairment of receivables is established when there is objective evidence that the Agency will not be able to collect all amounts due according to the original terms of receivables. The amount of the write-down is the difference between the asset's carrying amount and the recoverable amount. The amount of the write-down is recognised in the Statement of Financial Performance.

Current receivables and recoverables	31.12.2016	31.12.2015
Current customer receivables	0.00	0.00
Amounts due from other consolidated entities	0.00	0.00
-exchange	0.00	0.00
-non-exchange	0.00	0.00
Sundry receivables	15,017.57	16,820.99
Staff	14,485.67	16,289.09
Others	531.90	531.90
Deferred charges	110,473.52	164,045.42
Accrued Income	294,710.88	30,946.07
TOTAL	420,201.97	211,812.48

The amounts above, unless specifically stated otherwise, have the nature of receivables and recoverable from **exchange** transactions.

The **deferred charges** represent mostly prepaid expenses for software licenses and other maintenance, insurance and service contracts that are associated with deliveries of services for periods that are ending after the 31st of December 2016.

The **accrued income** for 2016 contain EUR 294,710.56 of income from **non-exchange transactions**, recognised in order to match the 2016 charges incurred so far under the two Ad-hoc grants for Pilot Projects related to European Coast guard functions (for more details on the charges please refer to Note 3.1.1. below). As the grants received during 2016 have been paid as 100% Pre-Financing by the Commisison, and since EFCA has not submitted any requests for interim or final payments yet, the income accrued for here could not be cleared against the Pre-Financing liability which remains open at EUR 750,000.00 (cf. Note 2.10 below).



2.5. Cash and cash equivalents

Applying the EU Accounting Rule n° 11, the cash and cash equivalents are classified in the category of financial instruments "Available for sale". Further disclosures are presented below in Note 7 "Financial Instruments".

Cash and Cash equivalents	31.12.2016	31.12.2015
Unrestricted cash	1,530,942.15	844,951.51
Treasury and Central Bank accounts	0.00	0.00
Current accounts (bank accounts)	1,530,942.15	844,951.51
Imprest accounts	0.00	0.00
Cash in hand ("Caisses")	0.00	0.00
Transfers (Cash in transit) *)	0.00	0.00
Short-term deposits and other cash equivalents < 3 months	0.00	0.00
Restricted cash	0.00	0.00
TOTAL	1,530,942.15	844,951.51

The Agency has bank accounts in Belgium with ING BANK NV Belgium and in Spain with Banco Bilbao Vizcaya Argentaria SA (BBVA).

The Cash Flow Statement presented under I.3 above provides the users of the financial statements with a basis to assess:

- (a) the ability of the entity to generate cash and cash equivalents, and
- (b) the needs of the entity to utilize those cash flows.

More details on the Cash Flow Statement can be found below in section 4 "Notes to the Cash Flow Statement".

2.6. Current provisions/short-term provisions for risks and liabilities

Provisions are recognised when the Agency has a present legal or constructive obligation towards third parties as a result of past events, when it is more likely than not that an outflow of resources will be required to settle the obligation and when the amount can be reliably estimated. The amount of the provision is the best estimate of the expenditure expected to be required to settle the present obligation at the reporting date.

The only provision recognised in 2016 are EUR 5,000 for risks in connection with recruitment procedures and related legal fees.

No other provision has to be accounted for in 2016 as the adjustments for the indexation and for the annual review of country coefficient for Spain were calculated by PMO and accounted for timely in the last payroll run of the current year (December 2016) for the period 01.07.2016-31.12.2016.

Short-Term Provisions	31.12.2016	31.12.2015
Opening Balance	0.00	0.00
Additional provisions	5,000.00	0.00
Unused Amounts reversed	0.00	0.00
Amounts Used	0.00	0.00
Transfers from Long-term provisions	0.00	0.00
Others	0.00	0.00
TOTAL Closing Balance	5,000.00	0.00

2.7. Financial liabilities

Applying the provisions of the EU Accounting Rule n°11, the financial liabilities of the Agency consists in its payables. They are classified as current liabilities, except for maturities more than 12 months after the balance sheet date. Payables (including accrued charges, deferred income and other liabilities) are classified in the category of financial instruments "Other financial liabilities". Further disclosures are presented below in Note 7 "Financial Instruments".

2.8. Current Payables

Payables arising from the purchase of goods and services are recognised at invoice reception for the original amount. The corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the Agency.

The payables of the Agency are not related only to the purchase of goods or services. They are pending cost claims from governmental experts invited to meetings organised in the framework of Agency's operational activities or from own staff for missions. They are recorded as payables for the requested amount when the cost claim is received. Upon verification and acceptance of the eligible costs, the payables are valued at the accepted and eligible amount.

An overview of the major items of sundry payables is presented below:

Current payables	31.12.2016	31.12.2015
Amounts payable – suppliers, Member states, etc.	44,595.67	0.00
Sundry Payables	37,086.38	154,024.97
Staff	429.33	6,055.17
Other (2)	36,657.05	147,969.80
TOTAL	81,682.05	154,024.97

(2) Other Sundry payables	31.12.2016	31.12.2015
Assets - Goods received without invoice	34,199.44	145,512.19
Amounts payable to public bodies (bank interest for funds - Assigned revenues)	2,457.61	2,457.61
Various amounts in transit	0.00	0.00
TOTAL	36,657.05	147,969.80

2.9. Accrued charges

According to the EU Accounting rules, transactions and events are recognised in the financial statements in the period to which they relate. At the end of the accounting period, accrued expenses are recognised based on an estimated amount of the transfer obligation of the period. The calculation of accrued expenses is done in accordance with practical guidelines issued by the Agency (the Carry-forward procedure) which aim at ensuring that the financial statements reflect a true and fair view.

As a result, expenditure related to goods or services provided to the Agency during the financial year 2016, but neither invoiced nor paid at the end of the exercise, are estimated and recognised as accrued charges.

Moreover, some accrued amounts are also taking into account specific additional payment obligations stemming from 2016 activities on top of the carry-forward amounts (like for example untaken leave of staff).

Accrued Charges	31.12.2016	31.12.2015
Untaken annual leave	94,339.13	42,206.00
Other accrued charges	344,772.81	179,393.54
Accrued Charges with consolidated EU entities	42,353.61	46,648.26
TOTAL	481,465.55	268,247.80

2.10. Accounts payable to consolidated EU entities

At the end of 2016, there is a surplus of the EU subsidy in amount of **€67,534.09** that has to be returned to the European Commission in the coming year. The amount corresponds to the budgetary outturn result of the year (cf. II.2 in Part II of this report).

During 2016, the surplus of the 2015 subsidy (**€92,674.39**) has been repaid to the European Commission. Since 1 January 2014, the bank interest from funds representing EU subsidy is not repayable anymore to the European Commission (for more details on the accounting treatment of interest, please see Note 3.3. "Financial result").

Accounts payable to consolidated EU entities	31.12.2016	31.12.2015
Repayable positive budget outturn (EU subsidy)	67,534.09	92,674.39
Pre-Financing Ad-hoc grants Pilot Projects EUCG/MARSURV	750,000.00	0.00
Deferred Income (EC-DG MARE)	0.00	147,000.00
TOTAL	817,534.09	239,674.39

Two Ad-hoc Grants were received as 100% Pre-Financing in June 2016: EUR 330,000.00 for the pilot project: "Creation of a European coastguard function" (EUCG PP) and EUR 420,000.00 for a second pilot-project "Modernising Fisheries Controls and Optimising Vessel Monitoring through the use of Innovative European Systems" (see Note 3.1.1. below for further details).

In December 2015, the European Commission (DG MARE) had made a partial cash transfer to the EFCA bank account in amount of €147,000 regarding the cash request for the 1st instalment of 2016 EU subsidy. The remainder of the requested amount was settled in January 2016.

3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE

3.1. Revenue

Non-exchange revenue makes up the vast majority of the Agency's revenue and represents mainly the EU subsidy.

3.1.1. European Union subsidy

Non-exchange revenue	31.12.2016	31.12.2015
European Union subsidy	9,149,465.91	9,124,325.61
Income from EU Grants (PP EUCG/MARSURV)	294,710.56	0.00
TOTAL	9,444,176.47	9,124,325.61

Maximum EUR 330,000 have been granted in 2016 for the Pilot Project: "Creation of a European coastguard function". Eligibility runs from 1 January 2016, as the implementation of this project began in January 2016, and will run until 30 June 2017.

For the second Pilot-Project "Modernising Fisheries Controls and Optimising Vessel Monitoring through the use of Innovative European Systems" maximum EUR 420,000 have been granted, with eligibility running from 30 June 2016 to 31 December 2017.

Both amounts have been received already in full during 2016, however, only the part matching the costs incurred during 2016 can be already recognised as income for 2016. The below table summarises the income recognised in the 2016 Annual Accounts in function of their budget commitments entered into and their respective costs relating only to 2016:

Ad-hoc grants for Pilot Projects	Expenses Ref.	2016 Budget Line Ref.	2016 Appropriations	committed in 2016	paid in 2016	TOTAL CHARGES FOR 2016 (Accrual Acc.)
PP EUCC						
Seconded National Experts (SNEs)	Staff	A01116	135,842.00	135,842.00	135,842.00	135,842.00
Capacity Building Training Mediterranean Sea and Black Sea	Operational	B03020	40,000.00	19,000.00	11,153.34	16,000.00
	Operational	B03130	154,158.00	145,000.00	103,777.52	125,000.00
Subtotal EUCC			330,000.00	299,842.00	250,772.86	276,842.00
PP MARSURV						
Contract Staff	Staff	A01111	125,000.00	0.00	0.00	0.00
Seconded National Experts (SNEs)	Staff	A01116	65,000.00	20,000.00	17,868.56	17,868.56
Data Monitoring and Networks	Operational	B03010	50,000.00	0.00	0.00	0.00
Maritime Surve. Pooled Cap.&IUU	Operational	B03030	180,000.00	0.00	0.00	0.00
Subtotal MARSURV			420,000.00	20,000.00	17,868.56	17,868.56
GRAND TOTAL			750,000.00	319,842.00	268,641.42	294,710.56

3.1.2. Other non-exchange revenue

Other non-exchange revenue	31.12.2016	31.12.2015
Reimbursement of the price stability reserve – Translation Centre (CdT)	0.00	9,528.00
TOTAL	0.00	9,528.00

There was no income related to the CdT price stability reserve for 2016.

3.1.3. Other exchange revenue

Exchange revenue is the revenue from exchange transactions which are defined as those transactions in which one entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of cash, goods, services, or use of assets) to another entity in exchange. The typical exchange revenue for the Agency is related to procurement of goods and services.

Other exchange revenue -	31.12.2016	31.12.2015
Miscellaneous recoveries	0.00	2,374.94
TOTAL	0.00	2,374.94

There was no miscellaneous income for 2016.

3.2. Expenses

According to the principle of accrual based accounting, the Financial Statements take account of expenses relating to the reporting period, without taking into consideration the payment date, i.e. when the goods or services are used or consumed.

The Agency incurs mostly exchange expenses arising from the purchase of goods and services. The costs are recognised when the supplies are delivered and accepted by the Agency. When an invoice, debit note, request for payment or cost claim is received and meets the eligibility criteria, it is recognised as an expense for the eligible amount.

3.2.1. Operational Expenses

The operational expenses include the expenditure with main operational activities carried out in the frame of the mission and tasks of the Agency. They include the expenses with experts invited to various technical meetings for their specific expertise.

Exchange Operational Expenses	31.12.2016	31.12.2015
Operational Expenses	1,143,466.56	1,025,808.42
TOTAL	1,143,466.56	1,025,808.42

The increase in operational expenses can be mainly explained with additional costs in relation to the Pilot Project 'Creation of a European coastguard function' (see Note 3.1.1. for details).

3.2.2. Administrative Expenses

Administrative Expenses	31.12.2016	31.12.2015
Staff expenses	5,738,090.56	5,695,179.60
Amortisation/depreciation and Fixed assets-related expenses	529,654.99	459,468.08
Other administrative expenses	2,293,048.16	2,116,557.91
Maintenance, security, insurance and other costs related to the office premises	301,559.42	312,129.13
Training and recruitment	116,885.06	113,843.40
Missions, experts	155,783.94	149,289.06
IT related expenditure including research and development costs	952,051.52	989,995.04
Expenses with other internal/external services providers (non-IT)	589,748.02	415,604.72
Other administrative expenses	177,604.67	135,313.18
Net loss/(gain) from foreign exchange ³	(584.47)	383.38
TOTAL	8,560,793.71	8,271,205.59

The main administrative expenses are as follows:

- Staff expenses consisting mainly of salaries and allowances of the staff working in the Operations and Administration units of the Agency;
- tangible and intangible assets: the amortisation/depreciation charge of the year⁴;

³ In the 2015 Annual Accounts, the net result from foreign exchange transactions was reclassified under Administrative expenses as it is generated mostly by payments related to staff. This approach is maintained here for consistency despite the negative net result.

- other administrative expenses for which the main headings were detailed above.

Herein are also included all IT operational costs of the year together with 2016 costs with IT projects consisting in research and development costs not eligible for capitalisation as Internally Generated Software (please see disclosures under "Intangible Assets" above).

The overall increase noted in 2016 versus previous year can be explained by increased costs with non-ICT external service providers (such as expertise for the second 5-year evaluation, interim support, translation services,...), depreciation of new computer hardware purchased and external communication support. Part of the increase stems also from the additional costs for Seconded National Experts (SNEs) in relation to the two Pilot Projects EUCG&MARSURV (see Note 3.1.1. above for further details).

The transactions with the European Commission and other EU agencies included in Administrative Expenses are related mainly to services provided under various Service Level Agreements (translation, publication, training, IT systems, personnel administration, etc.).

Admin expenses with EC and other EU agencies	31.12.2016	31.12.2015
Administrative expenses with consolidated entities	356,255.11	395,864.77
TOTAL	356,255.11	395,864.77

3.3. Financial result

Financial result	31.12.2016	31.12.2015
Financial revenues	813.91	4,697.73
Financial expenses	-336.45	-323.40
TOTAL	477.46	4,374.33

Due to the new Financial Regulation implemented since 1 January 2014, there is a change in the accounting treatment of the interest income generated by the EU subsidy and of other funds held in the current bank accounts: Interests are no longer due to the Commission, but owned by the Agency (Art. 58 of EFCA Financial Regulation adopted by the Administrative Board on 31st of December 2013).

Financial expenses consist in bank charges. No interest for late payments (incurred according the provisions of Financial Regulation) was paid neither in 2016 nor in 2015.

4. NOTES TO THE CASH-FLOW STATEMENT

Cashflow information is used to provide a basis for assessing the ability of the Agency to generate cash and cash equivalents, and its needs to utilise those cashflows.

The cashflow statement is prepared using the indirect method. This means that the economic result of the financial year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of revenue or expense associated with investing cashflows.

⁴ Impairment tests were performed for Cash-generating assets, Non-cash generating assets and internally-generated Intangible Assets. No permanent impairment of the net book value is expected or could be identified and consequently no impairment losses were recognised for the year 2016.

Cashflows arising from transactions in a foreign currency are recorded in the EU's reporting currency (Euro), by applying to the foreign currency amount the exchange rate between the euro and the respective foreign currency at the date of the cashflow.

4.1. Operating activities

Operating activities are the activities of the EU that are not investing activities. These are the majority of the activities performed.

4.2. Investing activities

Investing activities are the acquisition and disposal of intangible assets and property, plant and equipment and of other investments which are not included in cash equivalents. The objective is to show the real investments made by EFCA.

4.3. Financing activities.

The Agency does not have this type of activities.

5. CONTINGENT ASSETS AND LIABILITIES AND OTHER SIGNIFICANT DISCLOSURES

5.1. Contingent assets

A contingent asset is a possible asset that arises from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not entirely within the control of the Agency. It is not recognised in the Balance Sheet because the amount of the obligation cannot be measured with sufficient reliability. A contingent asset is disclosed when an inflow of economic benefits or service potential is probable.

5.2. Contingent liabilities

A contingent liability is a possible obligation that arises from past events, the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not entirely within the control of the Agency. It can also be a present obligation that arises from past events, but it is not recognised because:

- it is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation or,
- the amount of the obligation cannot be measured with sufficient reliability.

5.2.1. Outstanding commitments not yet expensed (Carry-overs)

RAL	31.12.2016	31.12.2015
Automatic carry-forward (C1 to C8)	1,025,872.61	677,405.31
Accrued expenses and assets not invoiced	-393,219.77	-367,438.40
Outstanding commitments not yet expensed	632,652.84	309,966.91

The amount disclosed above is the budgetary RAL ("Reste à Liquider") less the amounts carried-forward that have been included either as expenses in the 2016 Statement of Financial Performance or recognised as acquisitions of assets. The budgetary RAL is an amount representing the open commitments for which payments and/or de-commitments have not yet been made.

5.3. Other significant disclosures

5.3.1. Services in kind (EU Accounting Rule n° 17)

The Agency receives services in kind under the form of free use of the office building as part of the Seat Agreement with the Host Member State (Spain) and free services granted within the synergies with other EU bodies (EMSA, FRONTEX).

Concerning the Seat of the Agency, Spanish Authorities (MAPAMA) have informed the Agency by letter and announced in the Administrative Board meeting that they are proceeding to extend the lease, which expires on 31 December 2017, for a period of 5 years.

The amount of services-in-kind disclosed below is an estimation at the level of 2010-2011 payments when the Agency was still covering from its own funds the rent of the building.

Services in kind	Estimated amount for the year	
	2016	2015
Free use of the office Building offered by the Host Member State (SPAIN)	624,000.00	624,000.00
Free Integrated Maritime services (use of EMSA MARSURV - Satellite AIS)	950,000.00	950,000.00
Free Maritime Aerial surveillance services (use of FRONTEX Services, Assets and Experts)	778,500.00	N/A
TOTAL	2,352,500.00	1,574,000.00

Promoting the EU initiative towards an integrated maritime surveillance, EFCA cooperates with other agencies and bodies active in the maritime domain.

EFCA is able to deliver to Member States (MS) through EFCA MARSURV service an integrated picture that displays, apart from VMS data, AIS, Sat-AIS and LRIT data, also fisheries-related information. The cooperation with EMSA continued in 2016, allowing EFCA to provide this maritime information tool to MS Fisheries Monitoring Centres (FMCs), enabling their monitoring and coordination of fisheries activities in EU and International Waters. The MARSURV service uses the IMDATE architecture that is developed, maintained and run at EMSA. In 2016, EMSA has not charged EFCA either for the services provided or for the sets of maritime data. In order to quantify the amount of services obtained from EMSA for free, an estimation was done taking into account the area covered (square kilometres) valued at an average market rate per square kilometre as applied by data providers.

Similarly, EFCA received during 2016 services, data and expertise free of charge from FRONTEX Maritime Aerial Surveillance Operations. In order to estimate the services in kind, the approximate number of flights during 2016 for which information at EFCA was received, was multiplied by an estimated average cost rate per flying hour.

5.3.2. Operating leases

Assets subject to an operating lease are generating rental expenditure.

In 2016, EFCA has entered in the last period of two years of validity of the existing operating lease contract for the renting of the 7th floor space of the premises where the seat of the Agency is located. The contractual terms and conditions are valid as long as the Agency maintains its premises in this building. For the disclosures below the validity was assumed only for 2017, however a prolongation can be reasonably expected (please see 5.3.1 above).

The corresponding rental expenses are recognised as building related expenses (please see Note 3.2.2.)

Operating Lease	31.12.2016	31.12.2015
Rent expenses 7 th floor of premises	34,680.00	34,680.00

Operating Lease	Charges paid in 2016	Charges to be paid next year	Charges to be paid later than one year	Total charges to be paid
34,680.00	34,680.00	34,680.00	-	34,680.00

5.3.3. Significant legal commitments

Legal commitments	31.12.2016	31.12.2015
Rental of 7 th floor	34,680.00	34,680.00
General building maintenance	20,497.00	20,736.00
Utilities consumption	61,560.00	63,800.00
Security/parking	18,000.00	18,000.00
External Audit Services	19,224.00	17,000.00
TOTAL	153,961.00	154,216.00

There are some commitments originated because the Agency entered into long-term legal commitments in respect of amounts that were not yet covered by commitment appropriations in the budget of the year 2016. This relates to amounts that the Agency is committed to pay in the future under administrative contracts existing at the balance sheet date. In addition to the rental contract presented above, there is also the contract for the general maintenance of the building, electricity and security/parking. Some of them became relevant for this disclosure only starting from 2014 due to new contractual arrangements. The amounts above are estimations at the level of a yearly consumption (please see also 5.3.1 for building related expenses). Furthermore, in 2016 the Agency entered into a two-year contract for External Audit Services required by the financial regulation, while in 2014 and 2015 these services were provided based on one-year contracts.

6. PROTECTION OF THE AGENCY'S BUDGET

6.1. Recoveries

Under direct management, and in accordance with the Financial Regulation, the Authorising Officer should establish recovery orders for amounts unduly paid. Recoveries are then implemented by direct bank transfer from the debtor (e.g. a supplier) or by offsetting from other amounts that the Agency owes to the debtor. The Financial Regulation foresees additional procedures to ensure the collection of Recovery Orders overdue, which are the object of a specific follow up by the Accounting Officer of the Agency.

6.2. Preventive mechanisms

In addition to the corrective mechanisms mentioned above, EFCA uses a number of preventive mechanisms to protect the budget. Preventive actions include checks made on eligibility of expenditure being claimed by beneficiaries. These ex-ante controls are intended to provide reasonable assurance on the legality and regularity of expenditure being paid.

7. FINANCIAL INSTRUMENTS

Financial instruments consist of cash, current receivables and recoverables, current payables, amounts due to and from consolidated entities including accruals and deferrals.

- **Valuation of Financial Instruments**

All the financial assets and liabilities of EFCA are valued at Fair value or Amortised cost. An overview of their classification, measurement and treatment of changes in carrying amount is presented below:

Financial Instrument	Category	Measurement	Change in carrying amount
Cash and cash equivalents	Available for sale	Fair value (FV)	FV reserve in Net Assets
Receivables	Loans and receivables	Amortised cost	Economic Outturn Account
Deferred charges and accrued income	Loans and receivables	Amortised cost	Economic Outturn Account
Payables	Other financial liabilities	Amortised cost	Economic Outturn Account
Accrued charges and deferred income	Other financial liabilities	Amortised cost	Economic Outturn Account
Other liabilities	Other financial liabilities	Amortised cost	Economic Outturn Account

- **Disclosure requirements**

Financial instruments give rise to liquidity, credit, interest rate and foreign currency risks. The information on how those risks are managed is set out below.

The carrying amounts of financial instruments are as follows:

Carrying amounts	31.12.2016	31.12.2015
Financial assets		
Current receivables	0.00	0.00
Other receivables	15,017.57	16,820.99
Deferred charges and accrued income	405,184.40	194,991.49
Cash and deposits	1,530,942.15	844,951.51
TOTAL financial assets	1,951,144.12	1,056,763.99
Financial liabilities		
Current payables	862,129.76	92,674.39
Other payables	37,086.38	154,024.97
Accrued charges and deferred income	481,465.55	415,247.80
Total financial liabilities	1,380,681.69	661,947.16
TOTAL net financial instruments	570,462.43	394,816.83

- **Liquidity risk**

Liquidity risk is the risk that arises from the difficulty of selling an asset; for example, the risk that a given security or asset cannot be traded quickly enough in the market to prevent a loss or meet an obligation. Liquidity risk arises from the ongoing financial obligations, including settlement of payables.

The Agency manages its liquidity risk by continually monitoring its actual cash positions and by launching its funding request based on forecast of its expected outflows.

Details of contractual maturities for assets and liabilities form an important source of information for managing the liquidity risk.

Liquidity risk on the financial assets and liabilities is not managed on the basis of contractual maturity because they are not held for settlement according to such maturity and will be settled before contractual maturity at fair value.

Therefore, according to disclosure requirements of liquidity risks, a maturity analysis of non-derivative financial liabilities (excepting accruals and deferrals) showing the remaining contractual maturities is presented below:

Remaining contractual maturities	<1 year	1-5 years	>5 years	Total
As at 31 December 2016				
Payables with third parties	81,682.05	0.00	0.00	81,682.05
Payable with consolidated entities	817,534.09	0.00	0.00	817,534.09
TOTAL Financial liabilities	899,216.14	0.00	0.00	899,216.14
As at 31 December 2015				
Payables with third parties	154,024.97	0.00	0.00	154,024.97
Payable with consolidated entities	92,674.39	0.00	0.00	92,674.39
TOTAL Financial liabilities	246,699.36	0.00	0.00	246,699.36

The following measures are in place to manage liquidity risk:

- Bank accounts opened in the name of EFCA may not be overdrawn.
- The treasury and payment operations are highly automated and rely on modern information systems. Specific procedures are applied to guarantee system security and to ensure segregation of duties in line with the Financial Regulation, the internal control standards, and audit principles.
- EU budget principles ensure that overall cash resources for a given year are always sufficient for the execution of all payments.

• Credit risk

Credit risk is the risk of loss due to a debtor/borrower non-payment of a loan or other line of credit (either the principal or interest or both) or other failure to meet a contractual obligation. The default events include a delay in repayments, restructuring of borrower repayments and bankruptcy. With the most important financial asset being the cash held at banks, the following measures are in place to manage the credit risk:

- Treasury resources are kept with commercial banks.
- Specific guidelines are applied for the selection of these commercial banks in order to further minimise counterparty risk to which the Agency is exposed:
- All commercial banks are selected by call for tenders. The minimum short-term credit rating required for admission to the tendering procedures is Moody's P-1 or equivalent (S&P A-1 or Fitch F1). A lower level may be accepted in specific and duly justified circumstances.
- The EU contribution is requested four times a year based on cash forecasts. The level of cash held at banks, proportional to the average amount of quarterly payments executed from available funds, has to be higher than a minimum of €500,000, which was agreed as buffer (approximately 1-month of salaries worth), and with alarm levels close to €1 million when a new cash request is triggered. In 2016 the amounts kept overnight in the bank accounts fluctuated between

Handwritten signature

€247,000⁵ and €3,568,000 with an overall amount of payments executed (for both C1 and C8 funds) that equals €9,071,038.

- As a cash contingency plan, there is a second strong financial institution that has won the tender for financial services organised in 2013 and where in case of rating deterioration of current banks, the Agency could open bank accounts and arrange the transfer of its available funds.

The other receivables are constantly monitored for prompt recovery.

At year end, the maximum exposure to credit risk is as follows:

CREDIT QUALITY DISCLOSURES	31.12.2016	31.12.2015
Counterparties with external credit rating	1,531,071.49	845,080.53
Prime and higher rate	0.00	0.00
Upper medium grade	1,530,942.47	827,855.27
Lower medium grade	0.00	17,096.24
Non-investment grade	129.02	129.02
Counterparties without external credit rating	420,072.95	211,683.46
European Commission and consolidated entities	294,710.56	0.00
Other debtors who did not default	125,362.07	211,683.46
TOTAL financial assets	1,951,144.12	1,056,763.99

The maximum exposure to credit risk for amounts due from consolidated entities and other receivables is equal to the carrying amount.

The current (customer) receivables/open recoveries disclosed above are non-impaired as they are neither past due nor there are reasons to believe that the full recoverability of the debt is doubtful.

• Interest rate risk

As the Agency is not allowed to borrow any money, the interest rate risk at EFCA could arise only in relation with the cash held at bank and therefore is limited. The interest rate for cash held in current bank accounts is governed by the terms and conditions of the framework contracts signed with the banks. For the main bank account (holding at any time more than 95% of the EFCA's cash available) the interest rate granted by ING BANK Belgium is linked to the market interest rate with the related possible daily fluctuation.

• Foreign currency risk

Currency risk is the risk that the EU's operations or its investments' value will be affected by changes in exchange rates. This risk arises from the change in price of one currency against another. As all the EFCA's financial assets and liabilities are in Euro, the Agency is not impacted by the foreign currency risk.

• Interest rate sensitivity analysis

Considering the limited impact that EFCA could experience from interest rate risk, this interest rate sensitivity analysis is not relevant.

⁵ The balance went below the threshold for only one day on 13 December 2016 (after payment of the December salaries including substantial retroactive payments and before the receipt of the Q4 subsidy from the Commission)

8. CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies for the financial year 2016.

9. RELATED PARTY DISCLOSURE

The related parties of EFCA are the key management personnel who 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_4	1

The transactions of the Agency with the key management personnel during financial year 2016 consist only of the remuneration, allowances and other entitlements as determined for grade AD 14 by the Staff Regulations of the Officials of the European Communities. There are no loans or other amounts outside provisions of Staff Regulation being granted to management or staff.

Therefore, no other specific disclosure requirements are necessary for these transactions in accordance with the EU Accounting rules.

10. EVENTS AFTER THE BALANCE SHEET DATE

All of the events after balance sheet date requiring adjustment and with a material impact have been recorded so far in these 2016 Final Annual Accounts and their related notes. The most available information was reflected in all the figures and disclosures presented above. The following events after balance sheet date do not require adjustment of the 2016 Accounts, however, they are material enough to be disclosed:

1. For 2017, the Budget has increased substantially compared to previous years (EUR 17.1 million compared to EUR 9.9 million in 2016)⁶ as a result of the attribution to EFCA of new tasks by the legislator in relation to the contribution to the European Coastguard initiative. In order to implement the new tasks and subsequently manage and distribute efficiently the increased funds and resources, EFCA has implemented a new organisational structure in December 2016, the effects of which are expected to affect the organisation mainly during the first half of 2017.
2. A new open call for tender for Chartered Vessel(s) was launched in December 2016⁷ with a max. budget of EUR 20.0 million over max. 4 years. The tender was cancelled and re-publication is expected in Q2 of 2017.
3. A long-time cooperation for enhanced coordination and synergy between FRONTEX, EMSA and EFCA is currently determined in a 'Tripartite Working Arrangement' (TWA), that was approved by each governing body in accordance with their respective mandates and financial rules applicable in March 2017.
4. The second five-year independent external evaluation of EFCA (2012-2016) is currently on-going. The final report will be presented at a seminar on 20 June 2017. The seminar will be a forum to maintain an open discussion to debate and analyse the work that has been done by the EFCA from 2012 to 2016 and the way forward.
5. Additional resources to be granted by DG Development and Cooperation (DEVCO) for capacity building and additional training and assistance missions to third countries (in

⁶ Please refer to the EFCA Single Programming Document (SPD) 2017 for further details (ref. AB(D) 16-III-5 of 11 October 2016).

⁷ EFCA/2016/OP/04 'Chartering of an offshore fisheries patrol vessel'.

particular Western Africa countries) are currently still under discussion. If granted, additional funds of estimated EUR 2.5 million over five years are expected to flow to the Agency starting in 2017/early 2018.

At the date of issue of the accounts, no other material issues came to the attention of the Accounting Officer of the Agency or were reported to him that would require separate disclosure under this section.



Part II: REPORTS ON IMPLEMENTATION OF THE BUDGET

(All amounts disclosed in EUR)



u

II.1 BUDGETARY STRUCTURE, PRINCIPLES AND MAIN EVENTS

The budget accounts (Part II) are modified cash accounts. As in any cash accounting system, payments made and revenue received are recorded in the period in which the cash transaction occurs. These accounts are termed 'modified' because payment appropriations carried over are also recorded. Their purpose is for drawing up the budget result and reports on budget implementation.

DESCRIPTION OF THE BUDGETARY ACCOUNTS

In accordance with the Financial Regulation and Implementing Rules of the Agency, the budget accounts shall provide a detailed record of budget implementation and shall record all budget revenue and expenditure operations (voted appropriations, commitments and payments of the financial year, entitlements established, etc).

The budget is adopted annually by the Members of the Administrative Board, taking into account the general budgetary nomenclature and the Agency Implementing Rules on the structure and presentation of the statement of expenditure.

Title I budget lines are related to staff expenditure like salaries and allowances of the staff members working for the agency and recruitment costs such as removal expenditure, installation costs, daily subsistence allowance, etc. In addition, this title comprises also expenditure for seconded national experts (SNEs), interim staff services, trainings, medical expenses and administrative missions.

Title II budget lines comprise all buildings- and infrastructure expenditures and related services like maintenance and security, utilities, ICT equipment and services. Also incorporated in this title are all expenditure generated by the various Service Level Agreements (SLAs) signed with the Commission and other consolidated EU entities.

Title III budget lines provide the implementation of all the activities carried out in the frame of the missions and tasks assigned to the Agency by its establishing Council Regulation (EC) n° 768/2005 of 26 April 2005. There are three chapters under Title III which are organised around the main operational activities carried out by the Agency as follows:

- Chapter 30 - Capacity Building
- Chapter 31 - Operational coordination
- Chapter 32 - Acquisition of Means.

BUDGETARY PRINCIPLES

As provided for in EFCA's Financial Regulation, the establishment and implementation of the Agency's budget shall comply with the principles of unity and budget accuracy, annuality, equilibrium, unit of account, universality, specification, sound financial management and transparency, each of which is briefly described hereunder:

1. Principle of unity and budget accuracy

- The budget is the instrument which, for each financial year, forecasts and authorises the revenue and expenditure considered necessary for the Agency's activities.
- No revenue shall be collected and no expenditure effected unless booked to a line in the budget.
- An appropriation must not be entered in the budget if it is not for an item of expenditure considered necessary.
- No expenditure may be committed or authorised in excess of the appropriations authorised by the budget.

2. Principle of annuality

- The appropriations entered in the budget shall be authorised for one financial year which shall run from 1 January to 31 December, inclusive.
- Commitments shall be entered in the accounts on the basis of the legal commitments entered into up to 31 December.
- Payments shall be entered in the accounts for a financial year on the basis of the payments effected by the accounting officer by 31 December of that year at the latest.

3. Principle of equilibrium

- The Agency's budget revenue and payment appropriations must be in balance.
- Commitment appropriations may not exceed the amount of the voted budget, plus own revenue and any other revenue. The Agency may not raise loans.

4. Principle of unit of account

- The budget shall be drawn up and implemented in Euro and the accounts shall be presented in Euro.

5. Principle of universality

- Total revenue shall cover all expenditure. All revenue and expenditure shall be entered in full without any adjustment against each other.

6. Principle of specification

- The appropriations in their entirety shall be earmarked for specific purposes by title and chapter; the chapters shall be further subdivided into articles and items.
- The Executive Director may authorise transfers from one article to another within each chapter.

7. Principle of sound financial management

- Budget appropriations shall be used in accordance with the principle of sound financial management, that is to say, in accordance with the principles of economy, efficiency and effectiveness.
- The principle of economy requires that the resources used by the Agency for the pursuit of its activities shall be made available in due time, in appropriate quantity and quality and at the best price.
- The principle of efficiency is concerned with the best relationship between resources employed and results achieved.
- The principle of effectiveness is concerned with attaining the specific objectives set and achieving the intended results.

8. Principle of transparency

- The budget shall be drawn up and implemented and the accounts presented in compliance with the principle of transparency.
- The budget, as finally adopted, shall be published in the Official Journal of the European Communities and amending budgets shall be published in an appropriate way within two months of their adoption.



TYPES OF APPROPRIATIONS USED BY EFCA

The Agency makes use of non-differentiated appropriations, i.e. appropriations of annual nature, for its administrative expenditure (Titles I and II) as well as for chapters 30 and 31 of the operational expenditure (Title III).

MAIN EVENTS WITH INFLUENCE ON THE 2016 BUDGET AND ITS IMPLEMENTATION

The Budget 2016 and its implementation are in principle comparable to previous years, however, additional funds received from the Commission during the year for Pilot Projects in relation to the European Coastguard functions have notably influenced the budget. To that end, two ad-hoc grants, EUR 750.000 in total, were received in the budget as Assigned revenue to be spent in the budget years 2016 and 2017 (i.e. multi-annual), which is why their implementation rate should be considered apart from the implementation of the remaining budget. The tables in Parts II.4-II.5 consequently show separate columns and implementation rates for Assigned Revenues (please refer also to the details under Note 3.1.1. in Part I of this report). Despite the additional funds, the overall implementation rates with 95.3% for Commitments and 85.2% for Payments can nevertheless be considered high.

For the remaining budget (i.e. without ad-hoc grants), the implementation rates for commitment appropriations was high across all Budget Titles (99.6% in total). For payments, the implementation was with 88.5% overall satisfactorily high. A lower implementation for Title II of the Budget (Administrative Expenditure) can be explained with a number of external services still pending at year-end for completion and final payments (such as ICT-, translation- and external evaluation services), however, their full implementation will take place during 2017 and the appropriations will not have to be cancelled. The overall cancellation rate of previous years' Commitments carried-forward was with 4.7% satisfactorily low. Finally, as a matter of fact, the budget result 2016, i.e. the surplus not used during the budget year and payable back to the Commission, is lower than previous year (KEUR 68 compared to KEUR 93 in 2015), all of which speaks for a sound implementation of the 2016 budget.

The following tables provide details for all Budget titles and items. For further information on the financial management and budget execution during 2016 please refer also to the 'Budgetary and Financial Management report' in Annex I.



II.2 BUDGET RESULT 2016
(1.1.2016 – 31.12.2016)

REVENUES		2016	2015
Balancing Commission subsidy	+	9,217,000.00	9,217,000.00
Other subsidy from Commission (Phare, IPA...)	+	750,000.00	0.00
Fee income	+	0.00	0.00
Other Income	+	813.91	21,419.73
TOTAL REVENUE (a)		9,967,813.91	9,238,419.73
EXPENDITURE			
Title I: Staff			
Payments	-	6,031,857.73	6,033,318.27
Appropriations carried over	-	242,574.15	55,877.33
Title II: Administrative Expenses			
Payments	-	1,066,291.46	1,071,127.19
Appropriations carried over	-	541,156.46	276,921.01
Title III: Operating Expenditure			
Payments	-	1,327,516.46	1,397,417.56
Appropriations carried over	-	723,500.58	344,606.97
TOTAL EXPENDITURE (b)		9,932,896.84	9,179,268.33
OUTTURN FOR THE FINANCIAL YEAR (a-b)		34,917.07	59,151.40
Cancellation of unused payment appropriations carried over from previous year	+	32,032.55	33,906.37
Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue	+	0.00	0.00
Exchange differences for the year (gain +/-loss -)	+/-	584.47	-383.38
BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR		67,534.09	92,674.39
Balance year N-1	+/-	92,674.39	147,234.69
Positive balance from year N-1 reimbursed in year N to the Commission	-	-92,674.39	-147,234.69
Result used for determining amounts in general accounting		67,534.09	92,674.39
Commission subsidy - agency registers accrued revenue and Commission accrued expense		9,149,465.91	9,124,325.61
Pre-financing remaining open to be reimbursed by agency to Commission in year N+1		67,534.09	92,674.39

II.3 RECONCILIATION OF ECONOMIC RESULT WITH BUDGET RESULT

The economic result of the year is calculated on the basis of accrual accounting principles. The budget result, however, is based on modified cash accounting rules, in accordance with the Financial Regulation. As the economic result and the budget result both cover the same underlying operational transactions, it is a useful control to ensure that they are reconcilable.

Economic result (loss) of the year		+/-	-259,606.34
Adjustment for accrual items (items not in the budgetary result but included in the economic result)			
A	Adjustments for Accrual Cut-off (reversal 31.12.2014)	-	-268,247.80
B	Adjustments for Accrual Cut-off (cut- off 31.12.2016)	+	481,465.55
C	Amount from liaison account with Commission booked in the Statement of Financial Performance	-	0.00
D	Unpaid invoices at year end but booked in charges (class 6)	+	44,595.67
E	Depreciation of intangible and tangible fixed assets	+	529,654.99
F	Provisions	+/-	5,000.00
G	Value reductions	+	0.00
H	Recovery Orders issued in 2014 in class 7 and not yet cashed	-	0.00
Ia	Pre-financing given in previous year and cleared in the year	+	0.00
Ib	Pre-financing received in previous year and cleared in the year	-	-92,674.39
J	Payments made from carry-over of payment appropriations	+	645,372.76
K	Other(**)	+/-	-53,571.90
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)			
M	Asset acquisitions (less unpaid amounts)	-	-306,348.87
N	New pre-financing paid in the year 2016 and remaining open as at 31.12.2016	-	0.00
O	New pre-financing received in the year 2016 and remaining open as at 31.12.2016	+	817,534.09
P	Budgetary recovery orders issued before 2016 and cashed in the year	+	0.00
Q	Budgetary recovery orders issued in 2016 on balance sheet accounts (not 7 or 6 accounts) and cashed	+	42.15
R	Capital payments on financial leasing (they are budgetary payments but not in the economic result)	-	0.00
S	Payment appropriations carried over to 2016	-	-1,507,231.19
T	Cancellation of unused carried over payment appropriations from previous year	+	32,032.55
U	Adjustment for carry-over from the previous year of appropriations available at 31.12.2016 arising from assigned revenue	+	0.00
V	Payments for pensions (they are budgetary payments but booked against provisions)	-	0.00
W	Payments for stocks of leave and supplementary hours (they are budgetary payments but booked against provisions)	-	0.00
X	Other(**)	+/-	336.45
Total			68,353.72
Budgetary result (+ for surplus) (2)			67,534.09
Including amount of exchange rate differences (3)			584.47
Delta not explained			819.63

(*)K-Other refers to:

-Yearly movement in deferred charges

(**)X-Other refers to:

- Financial expenses not included in Budget result

II.3 BUDGET REVENUE

Ref.	Budget Line description	Income appropriations		Entitlements established			Revenue received			
		Initial budget	Final budget	Current year	Carried Forward from previous years	Total	Current year	Carried Forward from previous years	Total	%
		1	2	3	4	5=3+4	6	7	8=6+7	9=8/2
10	Contribution from the General EU Budget	9,217,000	9,217,000	9,217,000	0	9,217,000	9,217,000		9,217,000	100.0%
20	Services rendered by the Agency	pm	pm	0	0	0			0	0.0%
30	Revenue from Grants	0	750,000	750,000	0	750,000	750,000	0	750,000	100.0%
300	Pilot Project European Coast Guard (EUCG)	0	330,000	330,000	0	330,000	330,000	0	330,000	100.0%
310	Pilot Project MARSURV	0	420,000	420,000	0	420,000	420,000	0	420,000	100.0%
	BUDGET REVENUE TOTAL	9,217,000	9,967,000	9,967,000	0	9,967,000	9,967,000	0	9,967,000	100.0%
										0

5

II.4 BUDGET EXPENDITURE

COMMITMENTS (1/4)

Ref.	Budget Line description	Commitment appropriations of the year					Additional Commitment appropriations		Total Commitment appropriations available 7=4+5+6	Commitments made							
		Initial budget adopted 1	Amending budget 2	Transfers		Final budget adopted 4=1+2+3	Carry-overs 5	Assigned revenue 6		from final budget adopted 8	% 9=8/4	from Carry-overs 10	% 11=10/5	from Assigned revenue 12	% 13=12/6	Total made 14=8+10+12	% 15=14/7
					3												
A-1100	Basic salaries	3,750,000	0	-174,035	3,575,965	0	0	3,575,965	3,573,011	99.9%	0	0	0	0	3,573,011	99.9%	
A-1101	Family allowances	600,000	0	56,911	656,911	0	0	656,911	656,791	100.0%	0	0	0	0	656,791	100.0%	
A-1102	Expatriation and foreign-residence allowances	540,000	0	57,870	597,870	0	0	597,870	597,869	100.0%	0	0	0	0	597,869	100.0%	
A-1111	Contract staff	210,000	0	-44,079	165,921	0	125,000	290,921	165,908	100.0%	0	0	0	0.0%	165,908	57.0%	
A-1112	Interim Staff	150,000	0	61,832	211,832	0	0	211,832	211,755	100.0%	0	0	0	0	211,755	100.0%	
A-1116	Seconded national experts	225,000	0	-59,253	165,747	0	200,842	366,589	163,125	98.4%	0	0	155,842	77.6%	318,967	87.0%	
A-1130	Insurance against sickness	130,000	0	11,606	141,606	0	0	141,606	141,606	100.0%	0	0	0	0	141,606	100.0%	
A-1131	Insurance against accidents and occupational disease	20,000	0	887	20,887	0	0	20,887	20,887	100.0%	0	0	0	0	20,887	100.0%	
A-1132	Insurance against unemployment	50,000	0	4,946	54,946	0	0	54,946	54,946	100.0%	0	0	0	0	54,946	100.0%	
A-1141	Annual Travel expenses	135,000	0	-17,000	118,000	0	0	118,000	117,887	99.9%	0	0	0	0	117,887	99.9%	
A-1200	Candidates recruitment and other related costs	27,000	0	15,694	42,694	0	0	42,694	41,000	96.0%	0	0	0	0	41,000	96.0%	
A-1210	Travel expenses on entering/leaving and transfer	3,000	0	4,170	7,170	0	0	7,170	6,168	86.0%	0	0	0	0	6,168	86.0%	
A-1220	Installation resettlement and transfer allowances	35,000	0	-9,750	25,250	0	0	25,250	13,234	52.4%	0	0	0	0	13,234	52.4%	
A-1230	Removal expenses	20,000	0	-13,224	6,776	0	0	6,776	6,776	100.0%	0	0	0	0	6,776	100.0%	
A-1240	Temporary daily subsistence allowances	25,000	0	-17,357	7,643	0	0	7,643	7,642	100.0%	0	0	0	0	7,642	100.0%	
A-1300	Administrative Missions	85,000	0	-16,700	68,300	0	0	68,300	66,500	97.4%	0	0	0	0	66,500	97.4%	
A-1410	Medical service	15,000	0	0	15,000	0	0	15,000	13,448	89.7%	0	0	0	0	13,448	89.7%	
A-1420	Training of Staff	120,000	0	-39,750	80,250	0	0	80,250	76,467	95.3%	0	0	0	0	76,467	95.3%	
A-1430	Social Welfare of Staff	7,000	0	1,482	8,482	0	0	8,482	7,844	92.5%	0	0	0	0	7,844	92.5%	
A-1700	Representation and events expenses	2,000	0	0	2,000	0	0	2,000	1,568	78.4%	0	0	0	0	1,568	78.4%	
	TITLE I TOTAL	6,149,000	0	-176,750	5,973,250	0	325,842	6,299,092	5,944,432	99.5%	0	0	156,842	47.8%	6,100,274	96.8%	

4

COMMITMENTS (2/4)

Ref.	Budget Line description	Commitment appropriations of the year					Additional Commitment appropriations		Total Commitment appropriations available	Commitments made							
		Initial budget adopted	Amending budget	Transfers		Final budget adopted	Carry-overs	Assigned revenue		from final budget adopted	% 9=8/4	from Carry-overs	% 11=10/5	from Assigned revenue	% 13=12/6	Total made	% 15=14/7
				1	2												
A-2000	Rent	56,000	0	-3,320	52,680	0	0	0	52,680	52,680	100.0%	0	0	0	52,680	100.0%	
A-2010	Utilities and Services	138,400	0	-6,400	132,000	0	0	0	132,000	131,993	100.0%	0	0	0	131,993	100.0%	
A-2050	Security and Surveillance	74,000	0	-9,600	64,400	0	0	0	64,400	62,722	97.4%	0	0	0	62,722	97.4%	
A-2051	Other building expenditure	43,000	0	-300	42,700	0	0	0	42,700	42,418	99.3%	0	0	0	42,418	99.3%	
A-2100	ICT hardware and software	145,000	0		218,000	0	0	0	218,000	217,601	99.8%	0	0	0	217,601	99.8%	
A-2101	ICT External Services	205,000	0	135,650	340,650	0	0	0	340,650	340,626	100.0%	0	0	0	340,626	100.0%	
A-2200	Technical Installations and electr office equipment	18,400	0	4,500	22,900	0	0	0	22,900	22,814	99.6%	0	0	0	22,814	99.6%	
A-2210	Furniture and related equipment	5,000	0	9,180	14,180	0	0	0	14,180	14,166	99.9%	0	0	0	14,166	99.9%	
A-2252	Subscriptions to newspapers and periodicals	8,200	0	-1,400	6,800	0	0	0	6,800	6,726	98.9%	0	0	0	6,726	98.9%	
A-2300	Stationery and office supplies	20,000	0	-6,400	13,600	0	0	0	13,600	13,598	100.0%	0	0	0	13,598	100.0%	
A-2350	Other current administrative expenditure	2,000	0	0	2,000	0	0	0	2,000	1,847	92.3%	0	0	0	1,847	92.3%	
A-2400	Courier and Postage charges	13,000	0	-3,000	10,000	0	0	0	10,000	9,915	99.2%	0	0	0	9,915	99.2%	
A-2410	Telecommunication charges	52,000	0	-1,300	50,700	0	0	0	50,700	50,669	99.9%	0	0	0	50,669	99.9%	
A-2500	Administrative and Advisory Board Meetings	62,000	0	28,000	90,000	0	0	0	90,000	89,755	99.7%	0	0	0	89,755	99.7%	
A-2600	Translation and interpretation services	150,000	0	117,015	267,015	0	0	0	267,015	265,467	99.4%	0	0	0	265,467	99.4%	
A-2620	External Services Commission	120,000	0	-13,175	106,825	0	0	0	106,825	106,825	100.0%	0	0	0	106,825	100.0%	
A-2630	External Services Other Bodies	163,000	0	-41,200	121,800	0	0	0	121,800	121,629	99.9%	0	0	0	121,629	99.9%	
A-2700	Communication expenses	55,000	0	1,000	56,000	0	0	0	56,000	55,997	100.0%	0	0	0	55,997	100.0%	
	TITLE II TOTAL	1,330,000	0	282,250	1,612,250	0	0	0	1,612,250	1,607,448	99.7%	0	0	0	1,607,448	99.7%	
B3-010	Data Monitoring and Networks	630,000	0	-37,200	592,800	0	0	0	592,800	592,751	100.0%	0	0	0	592,751	99.9%	
B3-020	Capacity Building Training	219,000	0	8,000	227,000	0	0	0	227,000	226,954	100.0%	0	0	0	226,954	99.9%	
B3-030	Maritime Surve. Pooled Capacities & IUU	114,000	0	-39,100	74,900	0	0	0	74,900	74,853	99.9%	0	0	0	74,853	99.9%	
B3-100	North Sea and Baltic Sea	182,000	0	-18,200	163,800	0	0	0	163,800	163,800	100.0%	0	0	0	163,800	100.0%	
B3-120	NAFO-NEAFC and Western Waters	182,000	0	0	182,000	0	0	0	182,000	181,659	99.8%	0	0	0	181,659	99.8%	
B3-130	Mediterranean Sea and Black Sea	211,000	0	15,000	226,000	0	0	0	226,000	226,000	100.0%	0	0	0	226,000	100.0%	
B3-160	Programs, Plans and Assessment	200,000	0	-35,000	165,000	0	0	0	165,000	165,000	100.0%	0	0	0	165,000	100.0%	
	TITLE III TOTAL	1,738,000	0	-106,500	1,631,500	0	0	424,158	2,055,658	1,631,017	100.0%	0	0	164,000	1,795,017	87.3%	
	TOTAL BUDGET 2016	9,217,000	0	0	9,217,000	0	0	750,000	9,967,000	9,182,897	99.6%	0	0	319,842	9,502,739	95.3%	

44

COMMITMENTS (3/4)

Ref.	Budget Line description	Total Commitment appropriations available	Commitment appropriations carried over to 2017				Commitment appropriations lapsing				
			Assigned revenue	by decision	Total carried-over	%	from final budget adopted	from Carry-overs	from Assigned revenue	Total lapsing	%
			2	3	4=2+3	5=4/1	6	7	8	9=6+7+8	10=9/1
A-1100	Basic salaries	3,575,965	0	0	0	0.0%	2,954	0	0	2,954	0.1%
A-1101	Family allowances	656,911	0	0	0	0.0%	120	0	0	120	0.0%
A-1102	Expatriation and foreign-residence allowances	597,870	0	0	0	0.0%	1	0	0	1	0.0%
A-1111	Contract staff	290,921	125,000	0	125,000	43.0%	13	0	0	13	0.0%
A-1112	Interim Staff	211,832	0	0	0	0.0%	77	0	0	77	0.0%
A-1116	Seconded national experts	366,589	45,000	0	45,000	12.3%	2,622	0	0	2,622	0.7%
A-1130	Insurance against sickness	141,606	0	0	0	0.0%	0	0	0	0	0.0%
A-1131	Insurance against accidents and occupational disease	20,887	0	0	0	0.0%	0	0	0	0	0.0%
A-1132	Insurance against unemployment	54,946	0	0	0	0.0%	0	0	0	0	0.0%
A-1141	Annual Travel expenses	118,000	0	0	0	0.0%	113	0	0	113	0.1%
A-1200	Candidates recruitment and other related costs	42,694	0	0	0	0.0%	1,694	0	0	1,694	4.0%
A-1210	Travel expenses on entering/leaving and transfer	7,170	0	0	0	0.0%	1,002	0	0	1,002	14.0%
A-1220	Installation resettlement and transfer allowances	25,250	0	0	0	0.0%	12,016	0	0	12,016	47.6%
A-1230	Removal expenses	6,776	0	0	0	0.0%	0	0	0	0	0.0%
A-1240	Temporary daily subsistence allowances	7,643	0	0	0	0.0%	1	0	0	1	0.0%
A-1300	Administrative Missions	68,300	0	0	0	0.0%	1,800	0	0	1,800	2.6%
A-1410	Medical service	15,000	0	0	0	0.0%	1,552	0	0	1,552	10.3%
A-1420	Training of Staff	80,250	0	0	0	0.0%	3,783	0	0	3,783	4.7%
A-1430	Social Welfare of Staff	8,482	0	0	0	0.0%	638	0	0	638	7.5%
A-1700	Representation and events expenses	2,000	0	0	0	0.0%	433	0	0	433	21.6%
	TITLE I TOTAL	6,299,092	170,000	0	170,000	2.7%	28,818	0	0	28,819	0.5%

COMMITMENTS (4/4)

Ref.	Budget Line description	Total Commitment appropriations available	Commitment appropriations carried over to 2017				Commitment appropriations lapsing				
			Assigned revenue	by decision	Total carried over	%	from final budget adopted	from Carry-overs	from Assigned revenue	Total lapsing	%
1			2	3	4=2+3	5=4/1	6	7	8	9=6+7+8	10=9/1
A-2000	Rent	52,680	0	0	0	0.0%	0	0	0	0	0.0%
A-2010	Utilities and Services	132,000	0	0	0	0.0%	7	0	0	7	0.0%
A-2050	Security and Surveillance	64,400	0	0	0	0.0%	1,678	0	0	1,678	2.6%
A-2051	Other building expenditure	42,700	0	0	0	0.0%	282	0	0	282	0.7%
A-2100	ICT hardware and software	218,000	0	0	0	0.0%	399	0	0	399	0.2%
A-2101	ICT External Services	340,650	0	0	0	0.0%	24	0	0	24	0.0%
A-2200	Technical Installations and electr office equipment	22,900	0	0	0	0.0%	86	0	0	86	0.4%
A-2210	Furniture and related equipment	14,180	0	0	0	0.0%	14	0	0	14	0.1%
A-2252	Subscriptions to newspapers and periodicals	6,800	0	0	0	0.0%	74	0	0	74	1.1%
A-2300	Stationery and office supplies	13,600	0	0	0	0.0%	2	0	0	2	0.0%
A-2350	Other current administrative expenditure	2,000	0	0	0	0.0%	153	0	0	153	7.7%
A-2400	Courier and Postage charges	10,000	0	0	0	0.0%	85	0	0	85	0.8%
A-2410	Telecommunication charges	50,700	0	0	0	0.0%	31	0	0	31	0.1%
A-2500	Administrative and Advisory Board Meetings	90,000	0	0	0	0.0%	245	0	0	245	0.3%
A-2600	Translation and interpretation services	267,015	0	0	0	0.0%	1,548	0	0	1,548	0.6%
A-2620	External Services Commission	106,825	0	0	0	0.0%	0	0	0	0	0.0%
A-2630	External Services Other Bodies	121,800	0	0	0	0.0%	171	0	0	171	0.1%
A-2700	Communication expenses	56,000	0	0	0	0.0%	3	0	0	3	0.0%
	TITLE II TOTAL	1,612,250	0	0	0	0.0%	4,802	0	0	4,802	0.3%
B3-010	Data Monitoring and Networks	642,800	50,000	0	50,000	7.8%	49	0	0	49	0.0%
B3-020	Capacity Building Training	267,000	21,000	0	21,000	7.9%	46	0	0	46	0.0%
B3-030	Maritime Surve. Pooled Capacities & IUU	254,900	180,000	0	180,000	70.6%	47	0	0	48	0.0%
B3-100	North Sea and Baltic Sea	163,800	0	0	0	0.0%	0	0	0	0	0.0%
B3-120	NAFO-NEAFC and Western Waters	182,000	0	0	0	0.0%	341	0	0	341	0.2%
B3-130	Mediterranean Sea and Black Sea	380,158	9,158	0	9,158	2.4%	0	0	0	0	0.0%
B3-160	Programs, Plans and Assessment	165,000	0	0	0	0.0%	0	0	0	0	0.0%
	TITLE III TOTAL	2,055,658	260,158	0	260,158	12.7%	483	0	0	484	0.0%
	TOTAL BUDGET 2016	9,967,000	430,158	0	430,158	4.3%	34,103	0	0	34,105	0.3%

PAYMENTS (1/4)

Ref.	Budget Line description	Payment appropriations of the year				Additional Payment appropriations		Total Payment appropriations available 7=4+5+6	Payments made							
		Initial budget adopted 1	Amending budget 2	Transfers 3	Final budget adopted 4=1+2+3	Carry-overs 5	Assigned revenue 6		from final budget adopted 8	%	from Carry-overs 10	%	Assigned revenue 12	%	Total made 14=8+10+12	%
A-1100	Basic salaries	3,750,000	0	-174,035	3,575,965	0	0	3,575,965	3,573,011	99.9%	0	0	0	0	3,573,011	99.9%
A-1101	Family allowances	600,000	0	56,911	656,911	4,760	0	661,671	651,131	99.1%	4,760	100.0%	0	0	655,891	99.1%
A-1102	Expatriation and foreign-residence allowances	540,000	0	57,870	597,870	0	0	597,870	597,869	100.0%	0	0	0	0	597,869	100.0%
A-1111	Contract staff	210,000	0	-44,079	165,921	0	125,000	290,921	165,908	100.0%	0	0	0	0.0%	165,908	57.0%
A-1112	Interim Staff	150,000	0	61,832	211,832	13,982	0	225,814	187,559	88.5%	13,373	95.6%	0	0	200,932	89.0%
A-1116	Seconded national experts	225,000	0	-59,253	165,747	0	200,842	366,589	163,125	98.4%	0	0	153,711	76.5%	316,836	86.4%
A-1130	Insurance against sickness	130,000	0	11,606	141,606	0	0	141,606	141,606	100.0%	0	0	0	0	141,606	100.0%
A-1131	Insurance against accidents and occupational disease	20,000	0	887	20,887	0	0	20,887	20,887	100.0%	0	0	0	0	20,887	100.0%
A-1132	Insurance against unemployment	50,000	0	4,946	54,946	0	0	54,946	54,946	100.0%	0	0	0	0	54,946	100.0%
A-1141	Annual Travel expenses	135,000	0	-17,000	118,000	0	0	118,000	117,887	99.9%	0	0	0	0	117,887	99.9%
A-1200	Candidates recruitment and other related costs	27,000	0	15,694	42,694	0	0	42,694	28,482	66.7%	0	0	0	0	28,482	66.7%
A-1210	Travel expenses on entering/leaving and transfer	3,000	0	4,170	7,170	0	0	7,170	6,168	86.0%	0	0	0	0	6,168	86.0%
A-1220	Installation resettlement and transfer allowances	35,000	0	-9,750	25,250	0	0	25,250	13,234	52.4%	0	0	0	0	13,234	52.4%
A-1230	Removal expenses	20,000	0	-13,224	6,776	0	0	6,776	6,776	100.0%	0	0	0	0	6,776	100.0%
A-1240	Temporary daily subsistence allowances	25,000	0	-17,357	7,643	0	0	7,643	7,642	100.0%	0	0	0	0	7,642	100.0%
A-1300	Administrative Missions	85,000	0	-16,700	68,300	10,634	0	78,934	59,887	87.7%	9,955	93.6%	0	0	69,843	88.5%
A-1410	Medical service	15,000	0	0	15,000	6,971	0	21,971	9,300	62.0%	5,481	78.6%	0	0	14,781	67.3%
A-1420	Training of Staff	120,000	0	-39,750	80,250	19,360	0	99,610	63,319	78.9%	17,819	92.0%	0	0	81,138	81.5%
A-1430	Social Welfare of Staff	7,000	0	1,482	8,482	0	0	8,482	7,844	92.5%	0	0	0	0	7,844	92.5%
A-1700	Representation and events expenses	2,000	0	0	2,000	170	0	2,170	1,568	78.4%	170	100.0%	0	0	1,738	80.1%
	TITLE I TOTAL	6,149,000	0	-175,760	5,973,250	55,877	325,842	6,354,969	5,878,147	98.4%	51,559	92.3%	153,711	47.2%	6,083,417	95.7%

47

PAYMENTS (2/4)

Ref.	Budget Line description	Payment appropriations of the year				Additional Payment appropriations		Total Payment appropriations available	Payments made							
		Initial budget adopted	Amending budget	Transfers	Final budget adopted	Carry-overs	Assigned revenue		from final budget adopted	% 9=8/4	from Carry-overs	% 11=10/6	from Assigned revenue	% 13=12/6	Total made	% 16=14/7
								1								
A-2000	Rent	56,000	0	-3,320	52,680	0	0	52,680	52,680	100.0%	0		0		52,680	100.0%
A-2010	Utilities and Services	138,400	0	-6,400	132,000	8,321	0	140,321	123,578	93.6%	8,087	97.2%	0		131,665	93.8%
A-2050	Security and Surveillance	74,000	0	-9,600	64,400	10,846	0	75,246	51,955	80.7%	10,346	95.4%	0		62,300	82.8%
A-2051	Other building expenditure	43,000	0	-300	42,700	6,984	0	49,684	35,923	84.1%	6,984	100.0%	0		42,908	86.4%
A-2100	ICT hardware and software	145,000	0	73,000	218,000	81,552	0	299,552	132,950	61.0%	81,482	99.9%	0		214,432	71.6%
A-2101	ICT External Services	205,000	0	135,650	340,650	57,470	0	398,120	197,498	58.0%	56,958	99.1%	0		254,456	63.9%
A-2200	Technical Installations and electr office equipment	18,400	0	4,500	22,900	1,103	0	24,003	17,297	75.5%	980	88.8%	0		18,277	76.1%
A-2210	Furniture and related equipment	5,000	0	9,180	14,180	729	0	14,909	3,575	25.2%	729	100.0%	0		4,304	28.9%
A-2252	Subscriptions to newspapers and periodicals	8,200	0	-1,400	6,800	8,072	0	14,872	0	0.0%	8,072	100.0%	0		8,072	54.3%
A-2300	Stationery and office supplies	20,000	0	-6,400	13,600	655	0	14,255	12,091	88.9%	655	100.0%	0		12,747	89.4%
A-2350	Other current administrative expenditure	2,000	0	0	2,000	0	0	2,000	1,847	92.3%	0		0		1,847	92.3%
A-2400	Courier and Postage charges	13,000	0	-3,000	10,000	961	0	10,961	8,333	83.3%	749	78.0%	0		9,082	82.9%
A-2410	Telecommunication charges	52,000	0	-1,300	50,700	4,465	0	55,165	44,835	88.4%	3,807	85.3%	0		48,642	88.2%
A-2500	Administrative and Advisory Board Meetings	62,000	0	28,000	90,000	0	0	90,000	89,755	99.7%	0		0		89,755	99.7%
A-2600	Translation and interpretation services	150,000	0	117,015	267,015	11,239	0	278,254	157,268	58.9%	9,379	83.4%	0		166,647	59.9%
A-2620	External Services Commission	120,000	0	-13,175	106,825	29,860	0	136,685	83,735	78.4%	28,340	94.9%	0		112,075	82.0%
A-2630	External Services Other Bodies	163,000	0	-41,200	121,800	18,844	0	140,644	5,653	4.6%	18,757	99.5%	0		24,410	17.4%
A-2700	Communication expenses	55,000	0	1,000	56,000	35,820	0	91,820	47,318	84.5%	34,325	95.8%	0		81,643	88.9%
	TITLE II TOTAL	1,330,000	0	282,250	1,612,250	276,921	0	1,889,171	1,066,291	66.1%	269,649	97.4%	0		1,335,940	70.7%
B3-010	Data Monitoring and Networks	630,000	0	-37,200	592,800	163,826	50,000	806,626	382,787	64.6%	163,026	99.5%	0	0.0%	545,813	67.7%
B3-020	Capacity Building Training	219,000	0	8,000	227,000	68,110	40,000	335,110	113,939	50.2%	63,377	93.1%	11,153	27.9%	188,470	56.2%
B3-030	Maritime Survey. Pooled Capacities & IUU	114,000	0	-39,100	74,900	10,728	180,000	265,628	73,164	97.7%	9,164	85.4%	0	0.0%	82,329	31.0%
B3-100	North Sea and Baltic Sea	182,000	0	-18,200	163,800	6,927	0	170,727	148,134	90.4%	5,138	74.2%	0		153,272	89.8%
B3-120	NAFO-NEAFC and Western Waters	182,000	0	0	182,000	15,175	0	197,175	162,542	89.3%	14,364	94.7%	0		176,906	89.7%
B3-130	Mediterranean Sea and Black Sea	211,000	0	15,000	226,000	6,720	154,158	386,878	207,305	91.7%	6,693	99.6%	103,778	67.3%	317,776	82.1%
B3-160	Programs, Plans and Assessment	200,000	0	-35,000	165,000	73,121	0	238,121	124,712	75.6%	62,402	85.3%	0		187,115	78.6%
	TITLE III TOTAL	1,738,000	0	-106,500	1,631,500	344,607	424,168	2,400,265	1,212,586	74.3%	324,165	94.1%	114,931	27.1%	1,651,681	68.8%
	TOTAL BUDGET 2016	9,217,000	0	0	9,217,000	677,405	750,000	10,644,405	8,157,024	88.5%	645,373	96.3%	268,641	35.8%	9,071,038	85.2%

Handwritten signature

PAYMENTS (3/4)

Ref.	Budget Line description	Total Payment appropriations available	Payment appropriations carried over to 2017						Payment appropriations lapsing								
			Automatic Carry-overs	by decision	Assigned revenue	Total carried-over	%	from final budget adopted	from autom. Carry-overs	Assigned revenue from	Total lapsing	%					
			2	3	4	5=2+3+4	6=5/1	7	8	9	10=7+8+9	11=10/1					
		1															
A-1100	Basic salaries	3,575,965	0	0	0	0	0.0%	2,954	0	0	2,954	0	0	2,954	0.1%	0.1%	
A-1101	Family allowances	661,671	5,660	0	0	5,660	0.9%	120	0	0	120	0	0	120	0.0%	0.0%	
A-1102	Expatriation and foreign-residence allowances	597,870	0	0	0	0	0.0%	1	0	0	1	0	0	1	0.0%	0.0%	
A-1111	Contract staff	290,921	0	0	125,000	125,000	43.0%	13	0	0	13	0	0	13	0.0%	0.0%	
A-1112	Interim Staff	225,814	24,197	0	0	24,197	10.7%	77	609	0	686	0	0	686	0.3%	0.3%	
A-1116	Seconded national experts	366,589	0	0	47,131	47,131	12.9%	2,622	0	0	2,622	0	0	2,622	0.7%	0.7%	
A-1130	Insurance against sickness	141,606	0	0	0	0	0.0%	0	0	0	0	0	0	0	0.0%	0.0%	
A-1131	Insurance against accidents and occupational disease	20,887	0	0	0	0	0.0%	0	0	0	0	0	0	0	0.0%	0.0%	
A-1132	Insurance against unemployment	54,946	0	0	0	0	0.0%	0	0	0	0	0	0	0	0.0%	0.0%	
A-1141	Annual Travel expenses	118,000	0	0	0	0	0.0%	113	0	0	113	0	0	113	0.1%	0.1%	
A-1200	Candidates recruitment and other related costs	42,694	12,518	0	0	12,518	29.3%	1,694	0	0	1,694	0	0	1,694	4.0%	4.0%	
A-1210	Travel expenses on entering/leaving and transfer	7,170	0	0	0	0	0.0%	1,002	0	0	1,002	0	0	1,002	14.0%	14.0%	
A-1220	Installation resettlement and transfer allowances	25,250	0	0	0	0	0.0%	12,016	0	0	12,016	0	0	12,016	47.6%	47.6%	
A-1230	Removal expenses	6,776	0	0	0	0	0.0%	0	0	0	0	0	0	0	0.0%	0.0%	
A-1240	Temporary daily subsistence allowances	7,643	0	0	0	0	0.0%	1	0	0	1	0	0	1	0.0%	0.0%	
A-1300	Administrative Missions	78,934	6,613	0	0	6,613	8.4%	1,800	678	0	2,478	0	0	2,478	3.1%	3.1%	
A-1410	Medical service	21,971	4,149	0	0	4,149	18.9%	1,552	1,490	0	3,041	0	0	3,041	13.8%	13.8%	
A-1420	Training of Staff	99,610	13,149	0	0	13,149	13.2%	3,783	1,541	0	5,324	0	0	5,324	5.3%	5.3%	
A-1430	Social Welfare of Staff	8,482	0	0	0	0	0.0%	638	0	0	638	0	0	638	7.5%	7.5%	
A-1700	Representation and events expenses	2,170	0	0	0	0	0.0%	433	0	0	433	0	0	433	19.9%	19.9%	
	TITLE I TOTAL	6,354,969	66,285	0	172,131	238,416	3.8%	28,818	4,318	0	33,136	0	0	33,136	0.5%	0.5%	

4

PAYMENTS (4/4)

Ref.	Budget Line description	Total Payment appropriations available	Payment appropriations carried over to 2017					Payment appropriations lapsing				
			Automatic Carry-overs	by decision	Assigned revenue	Total carried over	%	from final budget adopted	from autom. Carry-overs	from Assigned revenue	Total lapsing	%
1			2	3	4	5=2+3+4	6=5/1	7	8	9	10=7+8+9	11=10/1
A-2000	Rent	52,680	0	0	0	0	0.0%	0	0	0	0	0.0%
A-2010	Utilities and Services	140,321	8,415	0	0	8,415	6.0%	7	234	0	241	0.2%
A-2050	Security and Surveillance	75,246	10,767	0	0	10,767	14.3%	1,678	500	0	2,179	2.9%
A-2051	Other building expenditure	49,684	6,495	0	0	6,495	13.1%	282	0	0	282	0.6%
A-2100	ICT hardware and software	299,552	84,650	0	0	84,650	28.3%	399	70	0	470	0.2%
A-2101	ICT External Services	398,120	143,128	0	0	143,128	36.0%	24	513	0	537	0.1%
A-2200	Technical installations and electr office equipment	24,003	5,517	0	0	5,517	23.0%	86	123	0	209	0.9%
A-2210	Furniture and related equipment	14,909	10,591	0	0	10,591	71.0%	14	0	0	14	0.1%
A-2252	Subscriptions to newspapers and periodicals	14,872	6,726	0	0	6,726	45.2%	74	0	0	74	0.5%
A-2300	Stationery and office supplies	14,255	1,507	0	0	1,507	10.6%	2	0	0	2	0.0%
A-2350	Other current administrative expenditure	2,000	0	0	0	0	0.0%	153	0	0	153	7.7%
A-2400	Courier and Postage charges	10,961	1,582	0	0	1,582	14.4%	85	212	0	297	2.7%
A-2410	Telecommunication charges	55,165	5,835	0	0	5,835	10.6%	31	658	0	689	1.2%
A-2500	Administrative and Advisory Board Meetings	90,000	0	0	0	0	0.0%	245	0	0	245	0.3%
A-2600	Translation and interpretation services	278,254	108,199	0	0	108,199	38.9%	1,548	1,860	0	3,408	1.2%
A-2620	External Services Commission	136,685	23,090	0	0	23,090	16.9%	0	1,520	0	1,520	1.1%
A-2630	External Services Other Bodies	140,644	115,976	0	0	115,976	82.5%	171	87	0	258	0.2%
A-2700	Communication expenses	91,820	8,680	0	0	8,680	9.5%	3	1,495	0	1,498	1.6%
	TITLE II TOTAL	1,889,171	541,156	0	0	541,156	28.6%	4,802	7,272	0	12,074	0.6%
B3-010	Data Monitoring and Networks	806,626	209,964	0	50,000	259,964	32.2%	49	800	0	849	0.1%
B3-020	Capacity Building Training	335,110	113,015	0	28,847	141,861	42.3%	46	4,732	0	4,778	1.4%
B3-030	Maritime Surve. Pooled Capacities & IUU	265,628	1,688	0	180,000	181,688	68.4%	47	1,564	0	1,612	0.6%
B3-100	North Sea and Baltic Sea	170,727	15,666	0	0	15,666	9.2%	0	1,789	0	1,789	1.0%
B3-120	NAFO-NEAFC and Western Watters	197,175	19,116	0	0	19,116	9.7%	341	811	0	1,152	0.6%
B3-130	Mediterranean Sea and Black Sea	386,878	18,695	0	50,380	69,075	17.9%	0	27	0	27	0.0%
B3-160	Programs, Plans and Assessment	238,121	40,288	0	0	40,288	16.9%	0	10,719	0	10,719	4.5%
	TITLE III TOTAL	2,400,265	418,431	0	309,227	727,659	30.3%	483	20,442	0	20,925	0.9%
	TOTAL BUDGET 2016	10,644,405	1,025,873	0	481,359	1,507,231	14.2%	34,103	32,033	0	66,136	0.6%

II.5 EVOLUTION OF COMMITMENTS OUTSTANDING (RAL)

CARRY-FORWARD / RAL FROM 2015 (1/2)

Ref.	Budget Line description	Commitments outstanding at the end of 2015 (RAL 2015)				
		RAL from 2015	Payments made	Decommit./ Cancellation	%	Final RAL 2015
		1	2	3	4=3/1	5=1-2-3
A-1100	Basic salaries	0	0	0		0
A-1101	Family allowances	4,760	4,760	0	0.0%	0
A-1102	Expatriation and foreign-residence allowances	0	0	0		0
A-1111	Contract staff	0	0	0		0
A-1112	Interim Staff	13,982	13,373	609	4.4%	0
A-1116	Seconded national experts	0	0	0		0
A-1130	Insurance against sickness	0	0	0		0
A-1131	Insurance against accidents and occupational disease	0	0	0		0
A-1132	Insurance against unemployment	0	0	0		0
A-1141	Annual Travel expenses	0	0	0		0
A-1200	Candidates recruitment and other related costs	0	0	0		0
A-1210	Travel expenses on entering/leaving and transfer	0	0	0		0
A-1220	Installation resettlement and transfer allowances	0	0	0		0
A-1230	Removal expenses	0	0	0		0
A-1240	Temporary daily subsistence allowances	0	0	0		0
A-1300	Administrative Missions	10,634	9,955	678	6.4%	0
A-1410	Medical service	6,971	5,481	1,490	21.4%	0
A-1420	Training of Staff	19,360	17,819	1,541	8.0%	0
A-1430	Social Welfare of Staff	0	0	0		0
A-1700	Representation and events expenses	170	170	0	0.0%	0
	TITLE I TOTAL	55,877	51,559	4,318	7.7%	0

CARRY-FORWARD / RAL FROM 2015 (2/2)

Ref.	Budget Line description	Commitments outstanding at the end of 2015 (RAL 2015)				
		RAL from 2015	Payments made	Decommit./ Cancellation	%	Final RAL 2015
		1	2	3	4=3/1	5=1-2-3
A-2000	Rent	0	0	0		0
A-2010	Utilities and Services	8,321	8,087	234	2.8%	0
A-2050	Security and Surveillance	10,846	10,346	500	4.6%	0
A-2051	Other building expenditure	6,984	6,984	0	0.0%	0
A-2100	ICT hardware and software	81,552	81,482	70	0.1%	0
A-2101	ICT External Services	57,470	56,958	513	0.9%	0
A-2200	Technical Installations and electr office equipment	1,103	980	123	11.2%	0
A-2210	Furniture and related equipment	729	729	0	0.0%	0
A-2252	Subscriptions to newspapers and periodicals	8,072	8,072	0	0.0%	0
A-2300	Stationery and office supplies	655	655	0	0.0%	0
A-2350	Other current administrative expenditure	0	0	0		0
A-2400	Courier and Postage charges	961	749	212	22.0%	0
A-2410	Telecommunication charges	4,465	3,807	658	14.7%	0
A-2500	Administrative and Advisory Board Meetings	0	0	0		0
A-2600	Translation and interpretation services	11,239	9,379	1,860	16.6%	0
A-2620	External Services Commission	29,860	28,340	1,520	5.1%	0
A-2630	External Services Other Bodies	18,844	18,757	87	0.5%	0
A-2700	Communication expenses	35,820	34,325	1,495	4.2%	0
	TITLE II TOTAL	276,921	269,649	7,272	2.6%	0
B3-010	Data Monitoring and Networks	163,826	163,026	800	0.5%	0
B3-020	Capacity Building Training	68,110	63,377	4,732	6.9%	0
B3-030	Maritime Surve. Pooled Capacities & IUU	10,728	9,164	1,564	14.6%	0
B3-100	North Sea and Baltic Sea	6,927	5,138	1,789	25.8%	0
B3-120	NAFO-NEAFC and Western Watters	15,175	14,364	811	5.3%	0
B3-130	Mediterranean Sea and Black Sea	6,720	6,693	27	0.4%	0
B3-160	Programs, Plans and Assessment	73,121	62,402	10,719	14.7%	0
	TITLE III TOTAL	344,607	324,165	20,442	5.9%	0
	TOTAL	677,405	645,373	32,033	4.7%	0

CARRY-FORWARD / RAL 2016 (1/2)

Ref.	Budget Line description	Commitments of the year 2016 (RAL 2016)											
		Commitment s made from final budget adopted	Commitment s made from Assigned Revenue	Total Commitment s made	Payments made from final budget adopted	Payments made from Assigned Revenue	Total Payments made	RAL from final budget adopted	%	RAL made from Assigned Revenue	%	Total RAL 2016	%
		1	2	3=1+2	4	5	6=4+5	7=1+4	8=7/1	9=2+5	10=9/2	11=7+9	12=11/3
A-1100	Basic salaries	3,573,011	0	3,573,011	3,573,011	0	3,573,011	0	0.0%	0	0	0	0.0%
A-1101	Family allowances	656,791	0	656,791	651,131	0	651,131	5,660	0.9%	0	5,660	0	0.9%
A-1102	Expatriation and foreign-residence allowances	597,869	0	597,869	597,869	0	597,869	0	0.0%	0	0	0	0.0%
A-1111	Contract staff	165,908	0	165,908	165,908	0	165,908	0	0.0%	0	0	0	0.0%
A-1112	Interim Staff	211,755	0	211,755	187,559	0	187,559	24,197	11.4%	0	24,197	0	11.4%
A-1116	Seconded national experts	163,125	155,842	318,967	163,125	153,711	316,836	0	0.0%	2,131	2,131	1.4%	0.7%
A-1130	Insurance against sickness	141,606	0	141,606	141,606	0	141,606	0	0.0%	0	0	0	0.0%
A-1131	Insurance against accidents and occupational disease	20,887	0	20,887	20,887	0	20,887	0	0.0%	0	0	0	0.0%
A-1132	Insurance against unemployment	54,946	0	54,946	54,946	0	54,946	0	0.0%	0	0	0	0.0%
A-1141	Annual Travel expenses	117,887	0	117,887	117,887	0	117,887	0	0.0%	0	0	0	0.0%
A-1200	Candidates recruitment and other related costs	41,000	0	41,000	28,482	0	28,482	12,518	30.5%	0	12,518	30.5%	0.0%
A-1210	Travel expenses on entering/leaving and transfer	6,168	0	6,168	6,168	0	6,168	0	0.0%	0	0	0	0.0%
A-1220	Installation resettlement and transfer allowances	13,234	0	13,234	13,234	0	13,234	0	0.0%	0	0	0	0.0%
A-1230	Removal expenses	6,776	0	6,776	6,776	0	6,776	0	0.0%	0	0	0	0.0%
A-1240	Temporary daily subsistence allowances	7,642	0	7,642	7,642	0	7,642	0	0.0%	0	0	0	0.0%
A-1300	Administrative Missions	66,500	0	66,500	59,887	0	59,887	6,613	9.9%	0	6,613	9.9%	0.0%
A-1410	Medical service	13,448	0	13,448	9,300	0	9,300	4,149	30.8%	0	4,149	4,149	30.8%
A-1420	Training of Staff	76,467	0	76,467	63,319	0	63,319	13,149	17.2%	0	13,149	13,149	17.2%
A-1430	Social Welfare of Staff	7,844	0	7,844	7,844	0	7,844	0	0.0%	0	0	0	0.0%
A-1700	Representation and events expenses	1,568	0	1,568	1,568	0	1,568	0	0.0%	0	0	0	0.0%
	TITLE I TOTAL	5,944,432	155,842	6,100,274	5,878,147	153,711	6,031,858	66,285	1.1%	2,131	1.4%	68,416	1.1%

3

CARRY-FORWARD / RAL 2016 (2/2)

Ref.	Budget Line description	Commitments of the year 2016 (RAL 2016)											
		Commitment s made from final budget adopted 1	Commitment s made from Assigned Revenue 2	Total Commitment s made 3=1+2	Payments made from final budget adopted 4	Payments made from Assigned Revenue 5	Total Payments made 6=4+5	RAL from final budget adopted 7=1-4	% 8=7/1	RAL made from Assigned Revenue 9=2-5	% 10=9/2	Total RAL 2016 11=7+9	% 12=11/3
A-2000	Rent	52,680	0	52,680	52,680	0	52,680	0	0.0%	0		0	0.0%
A-2010	Utilities and Services	131,993	0	131,993	123,578	0	123,578	8,415	6.4%	0		8,415	6.4%
A-2050	Security and Surveillance	62,722	0	62,722	51,955	0	51,955	10,767	17.2%	0		10,767	17.2%
A-2051	Other building expenditure	42,418	0	42,418	35,923	0	35,923	6,495	15.3%	0		6,495	15.3%
A-2100	ICT hardware and software	217,601	0	217,601	132,950	0	132,950	84,650	38.9%	0		84,650	38.9%
A-2101	ICT External Services	340,626	0	340,626	197,498	0	197,498	143,128	42.0%	0		143,128	42.0%
A-2200	Technical Installations and electr office equipment	22,814	0	22,814	17,297	0	17,297	5,517	24.2%	0		5,517	24.2%
A-2210	Furniture and related equipment	14,166	0	14,166	3,575	0	3,575	10,591	74.8%	0		10,591	74.8%
A-2252	Subscriptions to newspapers and periodicals	6,726	0	6,726	0	0	0	6,726	100.0%	0		6,726	100.0%
A-2300	Stationery and office supplies	13,598	0	13,598	12,091	0	12,091	1,507	11.1%	0		1,507	11.1%
A-2350	Other current administrative expenditure	1,847	0	1,847	1,847	0	1,847	0	0.0%	0		0	0.0%
A-2400	Courier and Postage charges	9,915	0	9,915	8,333	0	8,333	1,582	16.0%	0		1,582	16.0%
A-2410	Telecommunication charges	50,669	0	50,669	44,835	0	44,835	5,835	11.5%	0		5,835	11.5%
A-2500	Administrative and Advisory Board Meetings	89,755	0	89,755	89,755	0	89,755	0	0.0%	0		0	0.0%
A-2600	Translation and interpretation services	265,467	0	265,467	157,268	0	157,268	108,199	40.8%	0		108,199	40.8%
A-2620	External Services Commission	106,825	0	106,825	83,735	0	83,735	23,090	21.6%	0		23,090	21.6%
A-2630	External Services Other Bodies	121,629	0	121,629	5,653	0	5,653	115,976	95.4%	0		115,976	95.4%
A-2700	Communication expenses	55,997	0	55,997	47,318	0	47,318	8,679	15.5%	0		8,679	15.5%
	TITLE II TOTAL	1,607,448	0	1,607,448	1,066,291	0	1,066,291	541,156	33.7%	0		541,156	33.7%
B3-010	Data Monitoring and Networks	592,751	0	592,751	382,787	0	382,787	209,964	35.4%	0		209,964	35.4%
B3-020	Capacity Building Training	226,954	19,000	245,954	113,939	11,153	125,093	113,015	49.8%	7,847	41.3%	120,861	49.1%
B3-030	Maritime Surve. Pooled Capacities & IUU	74,853	0	74,853	73,164	0	73,164	1,688	2.3%	0		1,688	2.3%
B3-100	North Sea and Baltic Sea	163,800	0	163,800	148,134	0	148,134	15,666	9.6%	0		15,666	9.6%
B3-120	NAFO-NEAFC and Western Waters	181,659	0	181,659	162,542	0	162,542	19,116	10.5%	0		19,116	10.5%
B3-130	Mediterranean Sea and Black Sea	226,000	145,000	371,000	207,305	103,778	311,083	18,695	8.3%	41,222	28.4%	59,917	16.2%
B3-160	Programs, Plans and Assessment	165,000	0	165,000	124,712	0	124,712	40,288	24.4%	0		40,288	24.4%
	TITLE III TOTAL	1,631,017	164,000	1,795,017	1,212,586	114,931	1,327,516	418,431	25.7%	49,069	29.9%	467,501	26.0%
	TOTAL	9,182,897	319,842	9,502,739	8,157,024	288,641	8,425,666	1,025,873	11.2%	51,201	16.0%	1,077,073	11.3%

II.6 ANNEXES TO THE BUDGETARY ACCOUNTS

ANNEX 1: BUDGETARY AND FINANCIAL MANAGEMENT REPORT

I. LEGAL FRAMEWORK – FINANCIAL REGULATION

In accordance to article 93 of the Financial Regulation applicable to EFCA⁸, each agency shall prepare a report on budgetary and financial management for the financial year by 31 March of the following year.

The presentation of this report on budgetary and financial management has been prepared in accordance with Articles 93 to 97 of the Financial Regulation applicable to EFCA⁹. The information contained in this report derives from the draft EFCA Annual Report for 2016 to be approved by the Administrative Board on April 5th 2017.

II. FINANCIAL MANAGEMENT

EFCA maintains the objective to improve the efficiency of the administrative procedures underpinning the horizontal support. It strives to maximise synergy by searching solutions with the highest level of integration with existing systems (ABAC) along with lowest cost of customisation and maintenance (systems developed by the EC).

In 2016 the following important steps were achieved in the area of e-Administration:

- E-Prior and ABAC Assets Order implementation. In e-submission (electronic tendering) all open calls have been carried out fully electronically; order forms are now being prepared and circulated electronically and the main local suppliers have been set up to use e-Invoicing starting in 2017.
- ABAC Contracts. The contract management tool ABAC Contracts has been implemented for the registration and follow up of the framework contracts. The integration with the rest of the modules of ABAC has been one of the main reasons for adding this module to the other existing ABAC modules in EFCA.
- MIPS (Mission management system). EFCA has been the first decentralised agency (without Sysper) to implement the mission management system of the Commission, deployed in November, leading to a major reduction in use of paper forms and multiple data entry; use of MIPS also means an automatic link with ABAC for the payment requests related to the mission expenses, and is expected to lead to a reduction in calculation errors;
- Sysper2 (HR IT tool). EFCA is amongst the first wave of agencies where Sysper2 will be implemented in 2017/2018 and has signed the related Service Level Agreement with the Commission (DG HR) in November 2016.

⁸ Decision No 13-W-09 of the Administrative Board of the European Fisheries Control Agency of 31st December 2013 concerning the Financial Regulation of the EFCA

⁹ Decision No 13-W-09 of the Administrative Board of the European Fisheries Control Agency of 31st December 2013 concerning the Financial Regulation of the EFCA

W

Following the proposal of the Commission to amend the Founding Regulation for the European Coastguard function, significant administrative preparation has been carried out: a detailed recruitment plan has been implemented as well as a detailed estimation of staff, building and equipment expenditure increase due to the new resources starting in 2017;

Further rationalisation efforts have been made in the financial management area. In addition to the efficiency identified already with the new ordering and contract management systems, the ex-ante verification has been further substituted with ex-post quarterly verifications; also some simple, low risk transactions have been processed paperless with the ABAC system;

Other areas of importance during 2016 have been linked to the ongoing focus of the IIWG 2 in relation to efficiency gains, and the independent Five-year evaluation of EFCA. While EFCA has fulfilled the various requirements for action from the Common approach, and is maximising synergy through projects such as the e-administration, further initiatives can be expected for benchmarking and the drive to find further synergies and efficiencies with the Commission and other Agencies. The Five-year evaluation started in 2016 and also looked at administrative performance and Unit Resources and IT provided support for the project during the course of the exercise.

During 2016 EFCA has registered 4 nonconformity events out of which the nominal amount for 4 events remained below the disclosure materiality threshold of 2.500 Euros.

EFCA continues to carry out ex-ante verification over a subset of financial transactions in its financial circuits based on a risk assessment methodology established in 2013. To compensate this, internal ex-post verification on a sample of transactions is carried out quarterly by EFCA financial staff. The number of payments without an ex ante verification have increased in 2016 having considered the positive results of the ex post verification results since it was implemented.

EFCA also had an independent ex-post verification of financial transactions of 2015 carried out by a staff member from Eurofound in August 2016. Over two days a sample of the total transactions of 2015 were reviewed. No errors or irregularities were found among the transactions analysed, leading to a positive conclusion on the Agency's financial internal control circuits.

III. EFCA BUDGET EXECUTION 2016

The contribution of the EU budget to EFCA has been kept stable since 2012 at €9.2 million. In 2016, in addition to the subsidy contribution, EFCA received 2 grants from the Commissions to be implemented in 2016 and 2017 for an amount of €0.75 million, which following an amendment of EFCA's budget, totalled €9.97 million revenue in 2016.

The Commission subsidy implementation, similar to the one in 2015, has been very close to full execution (99.6% in commitments). In the case of payments, EFCA implemented 88.5% of its payment appropriations from the subsidy, keeping it a very satisfactory level although a bit lower than in 2015.

As regards the commitments carried forward from the previous year, the implementation is 95.3%, and the corresponding cancellation represents 0.4% of the payment appropriations of 2016. Considering all fund sources, the total cancellation of payment appropriations was 0.7%.

The carry forward from 2016 to 2017 has resulted in 11% of the total 2016 subsidy.

u1

Budget implementation for commitments and payments 2016

TITLE	VOTED BUDGET 2016		COMMITMENTS			PAYMENTS		
	BUDGET 2016	Amounts transferred	ABAC CA (€)	Committed (€)	% exec	ABAC PA (€)	Paid (€)	% exec
TITLE I	6,149,000	- 175,750	5,973,250	5,944,432	99.5%	5,973,250	5,878,147	98%
TITLE II	1,330,000	282,250	1,612,250	1,607,448	99.7%	1,612,250	1,066,291	66%
TITLE III	1,738,000	-106,500	1,631,500	1,631,017	100.0%	1,631,500	1,212,586	74%
TOTAL	9,217,000	0	9,217,000	9,182,897	99.6%	9,217,000	8,157,024	88.5%

The cancellation of payment appropriations¹⁰ in the budget of EFCA for 2016 was €66,136 representing 0.7% of the total payment appropriations of 2016. This amount can be broken down as follows:

- Non-used payment appropriations of 2016 is €32,033;
- Cancellation of payment appropriations carried over from 2015 (C8 fund source) is €34,103.

The vast majority of payments were made within the legal targets in compliance with the Financial Regulation time limits and the average number of days for payment in 2016 was 22 days. There was no interest charged by suppliers for late payments.

¹⁰ After taking into account automatic as well as non-automatic carry overs of payment appropriations from 2015 (for EFCA in 2016, fund source C8 – appropriations carried over automatically).

Budget Implementation (C1)

STAFF EXPENDITURE

Chapter	Description	Budget 2016	Transfers	Commitments (€)		Payments (€)			Carried Forward	
				CA (€)	Committed	PA (€)	Paid	%	€	%
1.1	Staff in active employment	5,810,000	-100,315	5,709,685	5,703,784	5,709,685	5,673,928	99%	29,857	1%
1.2	Expenditure related to recruitment	110,000	-20,467	89,533	74,820	89,533	62,302	70%	12,518	14%
1.3	Administrative missions and duty travel	85,000	-16,700	68,300	66,500	68,300	59,887	88%	6,613	10%
1.4	Socio-medical infrastructure, training	142,000	-38,268	103,732	97,760	103,732	80,462	78%	17,297	17%
1.7	Reception and representation expenses	2,000	0	2,000	1,568	2,000	1,568	78%	0	0%
	TOTAL TITLE I	6,149,000.00	-175,750	5,973,250	5,944,432	5,973,250	5,878,147	98%	66,285	1%

ADMINISTRATIVE EXPENDITURE

Chapter	Description	Budget 2016	Transfers	Commitments (€)		Payments (€)			Carried Forward	
				CA (€)	Committed	PA (€)	Paid	%	€	%
2.0	Rental of building and associated costs	311,400	-19,620	291,780	289,813	291,780	264,136	91%	25,677	9%
2.1	Data processing expenditure and associated costs	350,000	208,650	558,650	558,226	558,650	330,448	59%	227,778	41%
2.2	Movable property and associated costs	31,600	12,280	43,880	43,706	43,880	20,872	48%	22,834	52%
2.3	Current administrative expenditure	22,000	-6,400	15,600	15,445	15,600	13,938	89%	1,507	10%
2.4	Postal charges and telecommunications	65,000	-4,300	60,700	60,584	60,700	53,168	88%	7,416	12%
2.5	Meeting expenses	62,000	28,000	90,000	89,755	90,000	89,755	100%	0	0%
2.6	Supplementary Services	433,000	62,640	495,640	493,921	495,640	246,656	50%	247,265	50%
2.7	General Info/Communications	55,000	1,000	56,000	55,997	56,000	47,318	84%	8,680	15%
	TOTAL TITLE II	1,330,000	282,250	1,612,250	1,607,448	1,612,250	1,066,291	66%	541,156	34%

OPERATIONAL EXPENDITURE									
Chapter	Description	Budget 2016	Transfers	Commitments (€)		Payments (€)			Carried Forward
				CA (€)	Committed	%	PA (€)	Paid	%
3.0	Capacity Building	963,000	-68,300	894,700	894,558	100%	894,700	569,891	64%
3.1	Operational Coordination	775,000	-38,200	736,800	736,459	100%	736,800	642,695	87%
3.2	Acquisition of means	0	0	-	-	0%			0%
	TOTAL TITLE III	1,738,000	-106,500	1,631,500	1,631,017	100%	1,631,500	1,212,586	74%
	TOTAL BUDGET	9,217,000	0	9,217,000	9,182,897	99.6%	9,217,000	8,157,024	88.5%
								1,025,873	11%

Budget Implementation (C8)

STAFF EXPENDITURE

Chapter	Description	Carried Forward from 2015	Paid	Cancelled	% cancelled /carry forward
1.1	Staff in active employment	18,742	18,133	609	3.3%
1.3	Administrative missions and duty travel	10,634	9,955	678	6.4%
1.4	Socio-medical infrastructure, training	26,331	23,301	3,031	11.5%
1.7	Reception and representation expenses	170	170		0.0%
	TOTAL TITLE I	55,877	51,559	4,318	7.7%

ADMINISTRATIVE EXPENDITURE

Chapter	Description	Carried Forward from 2015	Paid	Cancelled	% cancelled /carry forward
2.0	Rental of building and associated costs	26,151	25,417	734	2.8%
2.1	Data processing expenditure and associated costs	139,022	138,439	583	0.4%
2.2	Movable property and associated costs	9,904	9,781	123	1.2%
2.3	Current administrative expenditure	655	655	-	0.0%
2.4	Postal charges and telecommunications	5,426	4,556	870	16.0%
2.6	Supplementary Services	59,943	56,476	3,468	5.8%
2.7	General Info/Communications	35,820	34,325	1,495	4.2%
	TOTAL TITLE II	276,921	269,649	7,272	2.6%

OPERATIONAL EXPENDITURE

Chapter	Description	Carried Forward from 2015	Paid	Cancelled	% cancelled /carry forward
3.0	Capacity Building	242,664	235,567	7,097	2.9%
3.1	Operational Coordination	101,943	88,597	13,345	13.1%
	TOTAL TITLE III	344,607	324,165	20,442	5.9%
	TOTAL BUDGET	677,405	645,373	32,033	4.7%

4

Budget Implementation (R0 to implement in 2016 & 2017)

TITLE/ CH	R0 FUND SOURCE (AD-HOC GRANTS)	COMMITMENTS		PAYMENTS	
		Appropriation (€)	Committed (€)	Appropriation (€)	Paid (€)
1	STAFF	325,842	155,842	325,842	153,711
1.1	Staff in active employment	325,842	155,842	325,842	153,711
2	ADMINISTRATIVE EXPENDITURE	0	0	0	0
3	OPERATIONAL EXPENDITURE	424,158	164,000	424,158	114,931
3.0	Capacity Building	270,000	19,000	270,000	11,153
3.1	Operational Coordination	154,158	145,000	154,158	103,778
	TOTAL R0 FUND SOURCE	750,000	319,842	750,000	268,641

TITLE I - STAFF EXPENDITURE			
BL	Initial Budget	Transfers	After Balance
A-1100	3,750,000	- 174,035	3,575,965
A-1101	600,000	56,911	656,911
A-1102	540,000	57,870	597,870
A-1111	210,000	- 44,079	165,921
A-1112	150,000	61,832	211,832
A-1116	225,000	- 59,253	165,747
A-1130	130,000	11,606	141,606
A-1131	20,000	887	20,887
A-1132	50,000	4,946	54,946
A-1141	135,000	- 17,000	118,000
A-1200	27,000	15,694	42,694
A-1210	3,000	4,170	7,170
A-1220	35,000	- 9,750	25,250
A-1230	20,000	- 13,224	6,776
A-1240	25,000	- 17,357	7,643
A-1300	85,000	- 16,700	68,300
A-1420	120,000	- 39,750	80,250
A-1430	7,000	1,482	8,482
		- 175,750	

TITLE II - ADMINISTRATIVE EXPENDITURE			
BL	Initial Budget	Transfers	After Balance
A-2000	56,000	- 3,320	52,680
A-2010	138,400	- 6,400	132,000
A-2050	74,000	- 9,600	64,400
A-2051	43,000	- 300	42,700
A-2100	145,000	73,000	218,000
A-2101	205,000	135,650	340,650
A-2200	18,400	4,500	22,900
A-2210	5,000	9,180	14,180
A-2252	8,200	- 1,400	6,800
A-2300	20,000	- 6,400	13,600
A-2400	13,000	- 3,000	10,000
A-2410	52,000	- 1,300	50,700
A-2500	62,000	28,000	90,000
A-2600	150,000	117,015	267,015
A-2620	120,000	- 13,175	106,825
A-2630	163,000	- 41,200	121,800
A-2700	55,000	1,000	56,000
		282,250	

TITLE III - OPERATIONAL EXPENDITURE			
BL	Initial Budget	Transfers	After Balance
B3-010	630,000	- 37,200	592,800
B3-020	219,000	8,000	227,000
B3-030	114,000	- 39,100	74,900
B3-100	182,000	- 18,200	163,800
B3-130	211,000	15,000	226,000
B3-160	200,000	- 35,000	165,000
		- 106,500	

TOTAL TRANSFERS			
BL	Initial Budget	Transfers	After Balance
TITLE I	6,149,000	- 175,750	5,973,250
TITLE II	1,330,000	282,250	1,612,250
TITLE III	1,738,000	- 106,500	1,631,500
	9,217,000	-	9,217,000

4

ANNEX 2: STAFF ESTABLISHMENT PLAN 2016

Category	2016			
	Authorised under the EU Budget		Filled as of 31/12/2016	
	Officials	TA	Officials	TA
AD 16				
AD 15		1		1
AD 14				
AD 13		2		2
AD 12		2		2
AD 11				
AD 10		3		3
AD 9		6		6
AD 8		5		5
AD 7		2		2
AD 6		1		1
AD 5				
TOTAL AD	0	22	0	22
AST 11				
AST 10		7		7
AST 9		3		3
AST 8		3		3
AST 7		8		8
AST 6		2		2
AST 5		6		6
AST 4				
AST 3				
AST 2				
AST 1				
TOTAL AST	0	29	0	29
TOTAL AST/SC	0	0	0	0
TOTAL	51		51	

ANNEX 3: GLOSSARY TERMS AND ABBREVIATIONS¹¹

Term	Definition
ABAC	This is the name given to the Commission's accounting system, which since 2005 has been enriched by accrual accounting rules. Apart from the cash-based budget accounts, the Commission produces accrual-based accounts which recognise revenue when earned, rather than when collected. Expenses are recognised when incurred rather than when paid. This contrasts with cash basis budgetary accounting that recognises transactions and other events only when cash is received or paid.
Accounting	The act of recording and reporting financial transactions, including the creation of the transaction, its recognition, processing, and summarisation in the financial statements.
Administrative appropriations	Administrative appropriations cover the running costs of the Institutions and entities (staff, buildings, office equipment).
Adjustment	Amending budget or transfer of funds from one budget item to another
Adopted budget	Draft budget becomes the adopted budget as soon as it is approved by the Budgetary Authority. Cf. Budget.
Agencies	EU bodies having a distinct legal personality, and to whom budget implementing powers may be delegated under strict conditions. They are subject to a distinct discharge from the discharge authority.
Amending budget	Decision adopted during the budget year to amend (increase, decrease, transfer) aspects of the adopted budget of that year.
Annuality	The budgetary principle according to which expenditure and revenue is programmed and authorised for one year, starting on 1 January and ending on 31 December.
Appropriations	Budget funding. The budget forecasts both commitments (legal pledges to provide finance, provided that certain conditions are fulfilled) and payments (cash or bank transfers to the beneficiaries). Appropriations for commitments and payments often differ — differentiated appropriations — because multiannual programmes and projects are usually fully committed in the year they are decided and are paid over the years as the implementation of the programme and project progresses. Non-differentiated appropriations apply to administrative expenditure, for agricultural market support and direct payments and commitment appropriations equal payment appropriations.
Assigned revenue External/Internal	Dedicated revenue received to finance specific items of expenditure. Main sources of external assigned revenue are <i>financial contributions from third countries to programmes financed by the Union</i> .

¹¹ Definitions to large extent provided by DG BUDG services – apply mutis mutandis to decentralised agencies like EFCA

cy

	<p><i>Main sources of internal assigned revenue is revenue from third parties in respect of goods, services or work supplied at their request; (c) revenue arising from the repayment of amounts wrongly paid and revenue from the sale of publications and films, including those on an electronic medium.</i></p> <p>The complete list of items constituting assigned revenue is given in the Financial Regulation Art.21.2.</p>
Authorising Officer (AO)	The AO is responsible in each institution for authorising revenue and expenditure operations in accordance with the principles of sound financial management and for ensuring that the requirements of legality and regularity are complied with.
Budget	Annual financial plan, drawn up according to budgetary principles, that provides forecasts and authorises, for each financial year, an estimate of future costs and revenue and expenditures and their detailed description and justification, the latter included in budgetary remarks.
Budget result	The difference between income received and amounts paid, including adjustments for carry-overs, cancellations and exchange rate differences. The resulting amount will have to be reimbursed to the funding authority as provided in the Financial Regulation for Agencies.
Budget implementation	Consumption of the budget through expenditure and revenue operations.
Budget item / Budget line / Budget position	As far as the budget structure is concerned, revenue and expenditure are shown in the budget in accordance with a binding nomenclature which reflects the nature and purpose of each item, as imposed by the budgetary authority. The individual headings (title, chapter, article or item) provide a formal description of the nomenclature..0
Budgetary authority	Institutions with decisional powers on budgetary matters: the European Parliament and the Council of Ministers
Budgetary commitment	A budgetary commitment is a reservation of appropriations to cover for subsequent expenses.
Cancellation of appropriations	Unused appropriations that may no longer be used.
Carryover of appropriations	Exception to the principle of annuality in so far as appropriations that could not be used in a given budget year may, under strict conditions, be exceptionally carried over for use during the following year.
Commitment appropriations	Commitment appropriations cover the total cost of legal obligations (contracts, grant agreements/decisions) that could be signed in the current financial year. Art. 7 FR: <i>Commitment appropriations cover the total cost in the current financial year of legal obligations (contracts, grant agreements/decisions) entered into for operations extending over more than one year.</i>
De-commitment	Cancellation of a reservation of appropriations
Differentiated appropriations	Differentiated appropriations are used to finance multiannual operations; they cover, for the current financial year, the total cost of the legal obligations entered into for operations whose implementation extends over more than one financial year. Art. 7 FR: <i>Differentiated appropriations are entered for multiannual operations. They consist of commitment appropriations and payment appropriations.</i>

Earmarked revenue	Revenue earmarked for a specific purpose, such as income from foundations, subsidies, gifts and bequests, including the earmarked revenue specific to each institution. (Cf. Assigned revenue)
ECA	European Court of Auditors
Economic result	Impact on the balance sheet of expenditure and revenue based on accrual accounting rules.
Entitlements established	Entitlements are recovery orders that the European Union must establish for collecting income.
Exchange rate difference	The difference resulting from currency exchange rates applied to the transactions concerning countries outside the euro area, or from the revaluation of assets and liabilities in foreign currency at the closure.
Expenditure	Term used to describe spending the budget from all types of funds sources.
Financial regulation (FR)	Adopted through the ordinary legislative procedure after consulting the European Court of Auditors, this regulation lays down the rules for the establishment and implementation of the general budget of the European Union. (OJ L 298, 26.10.2012)
Funds Source	Type of appropriations (e.g.: C1, C2, etc.)
Grants	Direct financial contributions, by way of donation, from the budget in order to finance either an action intended to help achieve an objective part of an EU policy or the functioning of a body which pursues an aim of general European interest or has an objective forming part of an EU policy.
Implementation	Cf. Budget implementation
Income	Cf. Revenue
Joint Undertakings (JUs)	A legal EU-body established under the TFEU. The term can be used to describe any collaborative structure proposed for the " <i>efficient execution of Union research, technological development and demonstration programmes</i> ".
Lapsing appropriations	Unused appropriations to be cancelled at the end of the financial year. <i>Lapsing</i> means the cancellation of all or part of the authorisation to make expenditures and/or incur liabilities which is represented by an appropriation.
Legal base (basic act)	The legal base or basis is, as a general rule, a law based on an article in the Treaty giving competence to the Community for a specific policy area and setting out the conditions for fulfilling that competence including budget implementation. Certain Treaty articles authorise the Commission to undertake certain actions, which imply spending, without there being a further legal act.
Legal commitment	A legal commitment establishes a legal obligation towards third parties.
Non-differentiated appropriations	Non-differentiated appropriations are for operations of an annual nature. (Art. 9 FR). In the EU-Budget non-differentiated appropriations apply to administrative expenditure, for agricultural market support and direct payments
Operational appropriations	Operational appropriations finance the different policies, mainly in the form of grants or procurement.
Outstanding commitment	Legal commitments having not fully given rise to liquidation by payments. Cf. RAL.
Outturn	Cf. Budget result

Payment	A payment is a cash disbursement to honour legal obligations.
Payment appropriations	Payment appropriations cover expenditure due in the current year, arising from legal commitments entered in the current year and/or earlier years (Art. 7 FR).
RAL	Sum of outstanding commitments. Outstanding commitments (or RAL, from the French ' <i>reste à liquider</i> ') are defined as the amount of appropriations committed that have not yet been paid. They stem directly from the existence of multiannual programmes and the dissociation between commitment and payment appropriations. (Cf. <i>Outstanding commitments</i>)
Recovery	The recovery order is the procedure by which the Authorising officer (AO) registers an entitlement by the Commission in order to retrieve the amount which is due. The entitlement is the right that the Commission has to claim the sum which is due by a debtor, usually a beneficiary.
Result	Cf. Outturn
Revenue	Term used to describe income from all sources financing the budget.
Rules of application	Detailed rules for the implementation of the financial regulation. They are set out in a Commission regulation adopted after consulting all institutions and cannot alter the financial regulation upon which they depend.
Surplus	Positive difference between revenue and expenditure (see Budget result) which has to be returned to the funding authority as provided in the Financial Regulation.
Transfer	Transfers between budget lines imply the relocation of appropriations from one budget line to another, in the course of the financial year, and thereby they constitute an exception to the budgetary principle of specification. They are, however, expressly authorised by the Treaty on the Functioning of the European Union under the conditions laid down in the Financial Regulation. The FR identifies different types of transfers depending on whether they are between or within budget titles, chapters, articles or headings and require different levels of authorization.



