

Final ANNUAL ACCOUNTS

27/05/2019

FINANCIAL STATEMENTS
&
BUDGET IMPLEMENTATION

FY 2018

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CERTIFICATION OF THE ACCOUNTING OFFICER AND STATEMENT OF THE EXECUTIVE DIRECTOR

CERTIFICATION OF THE ACCOUNTING OFFICER

The annual accounts of eu-LISA for the year 2018 have been prepared in accordance with the Title IV Chapter 4 Section 3 and Title XIII of the Financial Regulation applicable to the general budget of the European Union (FR 2018/1046), 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 eu-LISA in accordance with article 77 of the 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 eu-LISA'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 reasonable assurance that the accounts present fairly, in all material aspects, the financial position, the results of the operations and the cash flow of eu-LISA.

Ms. Adrienn Karkó
Accounting Officer

STATEMENT OF THE EXECUTIVE DIRECTOR

I, the undersigned, Krum Garkov, Executive Director of the eu-LISA, in my capacity as Authorizing Officer

Declare that the information contained in this report gives a true and fair view,

State that I have reasonable assurance that the resources assigned to the activities described in this report have been used for their intended purpose and in accordance with the principles of sound financial management,

Confirm that I am not aware of anything not reported here which could harm the interests of eu-LISA and European Institutions in general.

Mr. Krum Garkov
Executive Director

INTRODUCTION

The European Agency for the operational management of large-scale IT systems in the area of freedom, security and justice was first established by the Regulation (EU) No 1077/2011 of European Parliament and of the Council of 25 of October 2011. At the end of 2018 Regulation (EU) 2018/1726 of the European Parliament and of the Council repealed Regulation 1077/2011 and strengthened the mandate of eu-LISA, successor of the Agency established by the repealed regulation.

The Agency currently manages the Visa Information System (VIS), the Biometric Matching System (BMS), the Schengen Information System (SIS II) and European Asylum Dactyloscopy Database (Eurodac) ensuring optimal service to end user and continuously evolving the systems to meet new needs. The Agency therewith supports the implementation of the EU's border management, migration and internal security policies.

In the coming years, the Agency is foreseen to develop and subsequently manage several new systems, including:

- The European Entry Exit System (EES)
- The European Travel Information Authorisation System (ETIAS)
- The European Criminal records Information System – Third Country Nationals (ECRIS-TCN)

In order to facilitate the Agency's growth, to enable to take advantage of economies of scale associated with operational management of such systems and to allow stakeholders to take advantage of its ever-expanding expertise, the new establishing regulation broadened the Agency's mandate. It assigns responsibility for the implementation of interoperability between large-scale IT systems, foresees the increasing involvement of the Agency in the management of EU-founded research and requests the Agency to implement improved data quality control mechanisms. Furthermore, it envisages that eu-LISA carries out pilot projects and tests associated with system evolution and new system development work, permits the Commission and Member States to request ad hoc support from the Agency and allows a group of at least five Member States to request development, management and/or hosting common IT solution on their behalf.

The seat of the Agency is Tallinn, Estonia; tasks relating to development and operational management of the entrusted IT systems are carried out at the technical site in Strasbourg, France; a backup site capable of ensuring the operation of a large-scale IT system in the event of failure of such a system is installed in Sankt Johann im Pongau, Austria.



The 2018 financial statements of eu-LISA and reports on budget implementation for 2018 were prepared in conformity with the provisions of Title IX “Presentation of the accounts and accounting” of the Financial Regulation of eu-LISA, adopted by its Management Board with decision 2014-005 of 07/02/2014.

The accounts have also been drawn up in accordance with the accounting rules adopted by the Accounting Officer of the Commission. The accounting system of eu-LISA –in conformity to article 82 of the Financial Regulation (FR 2018/1046) – serves to organise the budgetary and financial information in such a way that figures can be entered, filed and registered. The accounting system consists of general accounts and budget accounts. The accounts are kept in euro and on the basis of the calendar year.

The Accounting Officer of the Commission shall, in accordance with Article 80 of the FR, after consulting the accounting officers of the other institutions and of the bodies referred to in Section 2 of Chapter 3 of Title IV, adopt the accounting rules to be applied by all the institutions, European Offices and Union bodies that shall be based on internationally accepted accounting standards for the public sector. Instructions of the Accounting Officer of the Commission detailing the provisions of the FR 2018/1046,- that were formerly regulated by the Rules of Application (1268/2012) - , are now available in a comprehensive manner. eu-LISA follows extensively the rules and principles as defined by the Commission`s Accounting Officer.

1. 2018 FINANCIAL STATEMENTS

1.1 Balance Sheet – Assets

A.I. NON CURRENT ASSETS	Notes	2018	2017	Variation
Computer software		22,419,631	29,788,751	(7,369,120)
Intangible assets under construction		9,879,120	2,315,077	7,564,042
A.I.1. Intangible assets	2.1.1.1	32,298,751	32,103,828	194,922
Land and buildings		33,291,494	2,318,408	30,973,086
Plant and equipment		856	1,300	(444)
Furniture and vehicles		127,473	133,236	(5,763)
Computer hardware		11,020,577	9,516,101	1,504,476
Other fixtures and fittings		447,069	506,456	(59,387)
Buildings under construction		-	14,997,770	(14,997,770)
A.I.2. Property, plant and equipment	2.1.1.2	44,887,469	27,473,271	17,414,198
A.I. TOTAL NON CURRENT ASSETS		77,186,220	59,577,099	17,609,120
A.II. CURRENT ASSETS				
Current pre-financing	2.1.2.1	2,546,822	6,536,474	(3,989,652)
A.II.2. Current pre-financing		2,546,822	6,536,474	(3,989,652)
Deferred charges	2.1.2.3	1,631,816	2,109,084	(477,268)
Sundry receivables	2.1.2.2	12,528,534	10,239,035	2,289,499
Receivables from customers		878	-	878
Other current receivables		(213)	(546)	333
A.II.3.1. Current exchange receivables		14,161,015	12,347,573	1,813,442
Receivables from member states (VAT)		466,023	451,639	14,384
Contribution from associated countries		2,242,936	3,530,919	(1,287,983)
A.II.3.2 Non-exchange receivables	2.1.2.4	2,708,959	3,982,558	(1,273,599)
A.II. TOTAL CURRENT ASSETS		19,416,796	22,866,605	(3,449,809)
TOTAL ASSETS		96,603,016	82,443,705	14,159,311

1.2 Balance Sheet – Liabilities

P.III. NET ASSETS	Notes	2018	2017	Variation
P.III.2 Accumulated surplus		65,085,597	67,282,902	(2,197,305)
P.III.3. Economic result of the year (+ profit)		12,034,041	-	12,034,041
P.III.3. Economic result of the year (- loss)		-	(2,197,305)	2,197,305
P.III. NET ASSETS	2.1.4	77,119,638	65,085,597	12,034,041
P.II. CURRENT LIABILITIES				
Current payables		2,810,192	3,042,475	(232,283)
Accounts payables with consolidated entities		920,267	1,341,491	(421,224)
P.II.4. Accounts payable	2.1.3.1	3,730,459	4,383,966	(653,507)
Accrued charges	2.1.3.2	15,752,918	12,974,141	2,778,777
P.II.5. Accrued charges		15,752,918	12,974,141	2,778,777
P.II. TOTAL CURRENT LIABILITIES		19,483,377	17,358,107	2,125,270
TOTAL LIABILITIES		96,603,016	82,443,705	14,159,311

1.3 Statement of financial performance

II.1. REVENUE	Notes	2018	2017	Variation
Subsidy of the Commission		92,718,169	66,392,709	26,325,460
Contribution of EFTA countries	2.2.1.1	2,242,936	4,621,210	(2,378,274)
Non-exchange revenue – transfer of asset	2.2.1.2	12,868,730	-	12,868,730
II.1.1. Non-exchange revenues	2.2.1	107,829,835	71,013,919	36,815,916
Fixed asset related revenues		146	0	146
Miscellaneous income	2.2.2.2	22,664	0	22,664
Administrative revenues with consolidated entities	2.2.2.1	35,158	16,082	19,076
Other exchange revenues		22	149	(127)
II.1.2. Exchange revenues	2.2.2	57,990	16,231	41,759
II.1. Total revenues		107,887,826	71,030,150	36,857,675
II.2. EXPENSES				
Operational expenses		(46,391,721)	(31,466,845)	(14,924,876)
Operational expenses	2.2.3	(46,391,721)	(31,466,845)	(14,924,876)
Staff expenses	2.2.4.1	(16,230,091)	(14,428,242)	(1,801,850)
Finance costs on late payment	2.2.4.6	(5,695)	(960)	(4,735)
Administrative and IT expenses	2.2.4.2	(5,538,753)	(4,001,175)	(1,537,578)
Other external service provider expenses	2.2.4.3	(2,986,458)	(2,455,120)	(531,338)
Expenses with consolidated entities	2.2.4.5	(1,747,654)	(1,646,598)	(101,056)
Fixed asset related expenses	2.2.4.4	(22,847,458)	(19,095,605)	(3,751,852)
Operating lease expenses		(105,937)	(133,008)	27,071
Exchange losses		(17)	99	(115)
Administrative expenses		(49,462,063)	(41,760,610)	(7,701,453)
II.2. Total expenses		(95,853,784)	(73,227,456)	(22,626,329)
ECONOMIC RESULT FOR THE YEAR		12,034,041	(2,197,305)	14,231,347

1.4 Cashflow Statement (Indirect Method)

Cash Flows from ordinary activities	2018	2017
<i>Surplus/(deficit) from ordinary activities</i>	12,034,041	(2,197,305)
Operating activities		
Amortization of intangible fixed assets	15,258,740	13,247,923
Depreciation of tangible fixed assets	5,513,004	4,094,157
(Increase)/decrease in Short term Receivables	3,449,809	13,113,094
Increase/(decrease) in Accounts payable and accrued charges	2,546,494	5,422,400
Increase/(decrease) in Liabilities related to consolidated EU entities	(421,224)	(8,158,538)
<i>Net cash Flow from operating activities</i>	38,380,864	25,521,731
Cash Flows from investing activities		
(Increase) of tangible and intangible fixed assets	(38,380,864)	(25,521,731)
<i>Net cash flow from investing activities</i>	(38,380,864)	(25,521,731)
<i>Net increase/(decrease) in cash and cash equivalents</i>	-	-
<i>Cash and cash equivalents at the beginning of the period</i>	-	-
<i>Cash and cash equivalents at the end of the period</i>	-	-

1.5 Statement of changes in net assets

	Reserves		Accumulated Surplus /(Deficit)	Economic result of the year	Net assets (total)
	Fair value reserve	Other reserves			
Balance as of 1 January 2018	-	-	65,085,597	-	65,085,597
<i>Economic result of the year</i>	-	-	-	<i>12,034,041</i>	<i>12,034,041</i>
Balance as of 31 December 2018	-	-	65,085,597	12,034,041	77,119,638

2. NOTES TO THE FINANCIAL STATEMENTS

Accounting Policies

According to article 94 of the Financial Regulation of the European Agency for the Operational Management of Large-Scale It Systems in the area of Freedom, Security and Justice, approved by Management Board Decision No 2014-005 07/02/2014 (hereinafter "eu-LISA FR"), the Accounting Officer of the Agency shall apply the rules and the harmonised chart of accounts adopted by the Accounting Officer of the Commission based on internationally accepted accounting standards for the public sector.

According to articles 95 - 96 of the eu-LISA FR, the financial statements present information, including information on accounting policies, in a manner that ensures it is relevant, reliable, comparable and understandable. eu-LISA accounting rules that lay down the structure and content of the financial statements, as well as the accounting principles underlying the accounts, do not diverge from the standards adopted by the Commission's Accounting Officer.

The applied accounting principles are the following:

- Going concern basis
- Prudence
- Consistent accounting methods
- Comparability of information
- Materiality
- No netting
- Reality over appearance
- Accrual-based accounting

The budget implementation reports respect the budgetary principles laid down by the FR as follows:

- Unity
- Universality
- Specification
- Annuality
- Budgetary accuracy
- Equilibrium
- Unit of account
- Sound financial management
- Transparency

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. The significant estimates and assumptions require judgement and are used for, but not limited to, accrued income and charges, provisions, contingent assets and liabilities. Actual results reported in future periods may differ from these estimates. Changes in estimates are reflected in the period in which they become known.

Legal Framework - Accrual accounting standards at eu-LISA

The accounting system of eu-LISA comprises of general ledger accounts and budget accounts. These are kept in Euro, based on calendar year, in accordance with the provisions of article 100 of the eu-LISA FR.

- The general accounts allow for the preparation of the Financial Statements as they show all revenues and expenses for the financial year irrespective of the time they are cashed. They are designed to establish the financial position of eu-LISA in the form of a Balance sheet and Statement of financial performance at 31 December each year.
- The budget accounts give detailed picture of the implementation of the budget on cash basis.

The agency applies accrual-based accounting, therefore the Financial Statements show all the charges and income for the financial year, regardless of the date of payment or collection.

For financial management purposes, eu-LISA is making use of the ABAC Suite based on service level agreement concluded with the Commission. ABAC is a transversal, transactional information system allowing for the execution and monitoring of all budgetary and accounting operations by the agency. The system has been developed by the Commission and includes a comprehensive set of features to ensure compliance with the Financial Regulation.

The ABAC-platform offers functionalities covering the following business areas:

- Management of Legal Entities & Bank Accounts
- Registry of Legal Commitments (procurement contracts and grants included)
- Budgetary structure, appropriations and commitment management
- Management of Expenses: invoicing, paying, pre-financing
- Management of guarantees
- Management of Income
- Assets management
- Treasury management
- Direct posting to the general ledger accounts of all transactions
- Reporting on budgetary execution and support of sound financial management.

The integrated information system is managed and maintained by the European Commission, validated by the Accounting Officer of the Commission and the validation was reinforced by eu-LISA's Accounting Officer.

2.1 Notes to the Balance Sheet

2.1.1 Non-current assets

“Non-current” or “fixed” assets are stated at historical cost, less depreciation and impairment. Historical cost includes expenditure that is directly attributable to the acquisition of the items. Subsequent costs are included in the asset’s carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to eu-LISA and the cost of the item can be measured reliably. Such subsequent expenditures are depreciated according to the remaining useful life of the original asset. All other repair and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred.

The tangible asset recognition threshold for financial statements is € 5,000. Items recognized in the accounts with a value lower than € 5,000 are considered as expenses and they are included directly in the Statement of financial performance as low-value asset costs.

Items purchased for over € 100 are part of management inventory; items over € 5,000 constitute the agency’s financial inventory.

Until the asset management system (ABAC ASSETS) operated by the Commission and used by the Agency as part of the financial management system suit is enhanced with the functionality to manage asset under construction in the IT domain, eu-LISA is following up its IT development implementation via a dedicated general ledger account. The open balance that consists of running and not yet finalized projects at year-end is reclassified by the accountant to fixed assets at the end of the year.

Impairment review for the 2018 closure did not indicate any adversarial European policy trend that would necessitate book value adjustment for intangible assets, the Agency continues its operations with enhanced mandate on going concern basis. As for tangible fixed assets, there is neither a market trend or similar that would prompt the Agency to devalue its active items on inventory.

Depreciation charge is calculated monthly using the straight-line method in order to allocate assets' acquisition value over their estimated useful lives, as follows:

<i>Intangible assets</i>	Rates
Software for personal computers and servers	25%
Intangible assets under construction	0%
<i>Property, plant and equipment</i>	
Land	0%
Buildings	4%
<i>Plant and equipment</i>	
Lifting and mechanical handling equipment for public works	12.50%
Control and transmission devices, compression, vacuum and pumping equipment	12.50%
Equipment for the supply and treatment of electric power	12,5%, 25%
Specific electric equipment	25%
<i>Furniture and vehicles</i>	
Office, laboratory and workshop furniture	10%
Electrical office equipment, printing and mailing equipment	25%
Equipment and decorations for garden, kitchen, canteen	12.50%
Motorised outdoor equipment	25%
Furniture for restaurant/cafeteria/bar area	10%, 12,5%
Transport equipment (vehicles and accessories)	25%
<i>Computer hardware</i>	
Computers, servers, accessories, data transfer equipment, printers, screens	25%
Copying equipment, digitising and scanning equipment	25%
<i>Other fixtures and fittings</i>	
Telecommunications equipment	25%
Audio-visual equipment	25%
Health, safety and protective equipment, medical - and fire-fighting equipment	12.50%
Tangible assets under construction	0%

eu-LISA has adopted the same depreciation percentages as the ones implemented by the European Commission. As a result, eu-LISA's individual accounts for fixed assets and associated expenses (depreciation/amortization) need no adjustments for consolidation purposes as assets are valued based on the same underlying assumptions.

2.1.1.1 Intangible assets

An intangible asset is an identifiable non-monetary asset without physical substance.

		Computer Software	Assets under construction	Total
Gross carrying amounts 01.01.2018	+	65,055,104	2,315,077	67,370,181
Additions	+	7,889,620	9,879,120	17,768,740
Disposals	-	-	-	-
Other changes	+/-	-	(2,315,077)	(2,315,077)
Gross carrying amounts 31.12.2018		72,944,724	9,879,120	82,823,843
Accumulated amortization and impairment 01.01.2018	-	(35,266,353)	-	(35,266,353)
Amortization	-	(15,258,740)	-	(15,258,740)
Disposals	+	-	-	-
Impairment	-	-	-	-
Other changes	+/-	-	-	-
Accumulated amortization and impairment 31.12.2018		(50,525,093)	-	(50,525,093)
Net carrying amounts 31.12.2018		22,419,631	9,879,120	32,298,751

At general ledger level there is no distinction between computer software bought off-the-shelf (COTS) and the internally generated intangible assets. The sub-ledgers are linked to the same general ledger account. Nevertheless, we can state that the majority of the additions appearing for 2018 falls under internally generated intangible asset category.

Further details of the book value of intangible assets under construction of € 9,879,120 is shown below together with previous year-end status for comparison.

Projects under development	2018	2017
VIS/BMS	9,838,032	1,795,282
SIS II	0	497,265
Corporate system	41,088	0
Eurodac	0	22,530
Total intangible assets under construction	9,879,120	2,315,077

For expenses on IT research, please see section 2.2.4.2 Administrative and IT expenses.

2.1.1.2 Property, plant and equipment (Tangible assets)

Items acquired with purchase price € 5,000 or above and a period of use longer than one year, are recorded in the fixed assets sub-ledgers. Items with unit price over € 100 are, nevertheless, registered in the management inventory of the Agency maintained for operational management purposes, specifying the responsible users and location of those items.

The assets are valued at their acquisition price, less depreciation and impairment. The depreciation method chosen is the monthly straight-line method. EU Accounting rule 7 "Property, Plant & Equipment" applies accordingly.

The Agency's new head office in SXB, under construction in 2017, was capitalized during 2018 to reflect that the Agency started using it to the extent possible, nevertheless final acceptance of the construction works did not happen and the Agency is in dispute with the general contractor of the works.

Please see also chapter 2.1.2.1 on given pre-financing for building project.

Art. 3 (4) of the Headquarters Agreement concluded between the Government of Estonia and eu-LISA on 19th December 2014 stipulates that the Government shall transfer to the Agency free of charge the property of the Premises of the Agency. The Agency shall be exempt from registration fees and from any other tax related to the transfer of the property of the Premises. Art. 3 (1) stipulates that the Premises of the Agency shall comprise the land, installation and offices that the Agency occupies for its activities. The Agency shall have an exclusive right to use the Premises.

Value of land as registered in the accounts reflects market value based on independent property evaluation at time of transfer. Category of land in the Land registry: business land.

Vesilennuki tn 5 - 2356 m²

Vesilennuki tn 7 - 3272 m²

Value of building addition corresponds to the construction value of the Tallinn headquarters premise, while the capitalization value of the Strasbourg site extension is shown in the tangible asset movement table under "transfer between headings" row.

In the table below a breakdown is provided of 2018 asset additions per major budgetary sources. The breakdown does not contain the additions stemming from donations as those do not tie up own resources; neither the Intangible assets under construction as those will be reported once finalized.

Source of budget of 2018 additions w/o donation	2018
SIS II MWO	35%
Expenditure for premises FR	22%
VIS-BMS MWO	22%
Shared System Infrastructure (CORE Systems)	10%
Corporate IT & Telecom	5%
EURODAC MWO	5%
Miscellaneous	1%
Total	100%

Property, plant and equipment movement table

A tangible asset is an identifiable non-monetary asset with physical substance.

		Land	Buildings	Plant and Equipment	Furniture and vehicles	Computer hardware	Other Fixtures and Fittings	Assets under construction	Total
Gross carrying amounts 01.01.2018	+	1,665,315	800,808	3,075	195,715	37,116,591	1,271,289	14,997,770	56,050,563
Additions	+	3,160,000	9,118,319	-	27,297	7,801,599	173,059	3,989,652	24,269,927
Disposals	-	-	-	-	-	(10,953,708)	(34,844)	-	(10,988,552)
Transfer between headings	+/-	-	18,987,422	-	-	-	-	(18,987,422)	-
Gross carrying amounts 31.12.2018		4,825,315	28,906,549	3,075	223,013	33,964,482	1,409,504	-	69,331,938
Accumulated amortization and impairment 01.01.2018	-	-	(147,715)	(1,775)	(62,479)	(27,600,490)	(764,833)	-	(28,577,292)
Depreciation	-	-	(292,655)	(444)	(33,060)	(4,954,398)	(232,446)	-	(5,513,004)
Disposals	+	-	-	-	-	9,906,663	34,844	-	9,941,507
Other changes	-	-	-	-	-	(295,680)	-	-	(295,680)
Accumulated amortization and impairment 31.12.2018		-	(440,370)	(2,219)	(95,540)	(22,943,905)	(962,435)	-	(24,444,469)
Net carrying amounts 31.12.2018		4,825,315	28,466,179	856	127,473	11,020,577	447,069	-	44,887,469

2.1.2 Current Assets

2.1.2.1 Pre-financing given

EU Accounting Rule No. 5 defines the accounting treatment of pre-financing transactions of EU bodies. It applies to the classification, presentation, recognition and measurement of pre-financing. Pre-financing is a cash advance, i.e. the payments are made before the expenditure is declared eligible or before the delivery of goods or services. If the recipient does not incur eligible expenditures, the beneficiary has the obligation to return the pre-financing advance to the agency. This right or claim of the agency towards the beneficiary is shown as an asset. The counterpart of the recognition of the asset is the cash transaction and thus has no impact on the statement of financial performance. Pre-financing is initially measured for the amount of the consideration given; on subsequent balance sheet dates, measured at the amount initially recognized on the balance sheet less eligible expenses. According to article 8(4) FR, as a general rule, interest on pre-financing is not due to the agency. At year-end 2018, in respect of the administrative pre-financing given the Agency did not accrue expenses.

The last accepted works progress report reflected as reduction of the outstanding pre-financing covered the period until 30/04/2018. The vendor submitted further invoices on the progress during July 2018 that were not accepted and approved by the Agency totalling to € 2,469,308.

EU-LISA paid administrative pre-financing to the constructor of its office building in Strasbourg, France, as it was foreseen in the contract signed with the vendor, on condition of providing comparable guarantee for the pre-financing received and also providing for performance. Guarantees are off balance sheet items, face values at year-end detailed below. The pre-financing bank guarantee submitted earlier by the constructor expired during 2018 without cashing.

	2018
Guarantees for pre-financing	-
Guarantees for performance	1,291,815

2.1.2.2 Exchange receivables – Sundry receivables

According to EU Accounting Rule No. 4 and No. 17 all revenue needs to be split into revenue from exchange transactions and revenue from non-exchange transactions. The same split is required for the receivables. In a non-exchange transaction, an entity receives (gives) value from (to) another entity without directly giving (receiving) approximately equal value in exchange. The following tables highlight the material items shown on the face of the Balance sheet among Exchange receivables.

	2018	2017	Variation
Personnel current account	16,107	4,126	11,981
Automatic liaison account central treasury	(351,716,194)	(260,335,122)	(91,381,072)
Manual liaison account central treasury	364,228,622	270,570,031	93,658,591
Total	12,528,534	10,239,035	2,289,499

Centralized treasury

With effective date of 16 June 2014, eu-LISA has implemented Centralised Treasury Management with the European Commission, DG Budget. By doing so the Agency effectively contributes to economize on member states (MS) financial resources as there is no need for substantial buffer funds for payment execution that is sourced from MS national banks.

The Centralised Treasury Management with DG BUDG includes the following services:

- Bank execution of all payments;
- Cash management;
- Follow-up of exceptions related to payments executed;
- Reception of payments;
- Control of cost and revenue related to banking services;
- Management of relationship with banks (including contracts management and tender procedures);
- Treasury related risk management.

As a consequence of the implementation of Centralised Treasury Management, eu-LISA has no longer its own bank account but all transactions are executed via the Commission payment architecture and paid via DG BUDG's banks in the Company Code of the Commission (BG32). Exchange rate differences incurred on the execution of payments are also accounted for by DG BUDG. Payments are processed shortly after they are validated by the Authorising Officer. At accounting level, any such payment, executed by DG BUDG on behalf of eu-LISA, credits the intercompany automatic liaison account, whereas the manual liaison account is debited with the subsidy instalments. The balance of the automatic and manual liaison account replaces the bank account and represents the net "virtual" treasury position of the agency in accounting terms. As DG BUDG is not a financial institution the virtual cash balance cannot appear among "Cash and cash equivalents" on the face of the Balance Sheet but is it reported under sundry receivables.

2.1.2.3 Exchange receivables – Deferred charges

Deferred charges are expenditures incurred in a given financial year where the corresponding service covers future periods. Such pre-payments are for example eu-LISA's contribution to the European School in Tallinn and Strasbourg, maintenance payments for licences/IT supplies, subscriptions, renewals of certifications. Those amounts are gradually reversed to expenses for the periods they meant to cover, ensuring fair presentation of revenue/expenses for a given financial year.

	2018	2017	Variation
Deferred charges year of origin 2018	1,451,282	-	1,451,282
Deferred charges year of origin 2017	126,401	1,991,019	(1,864,617)
Deferred charges year of origin 2016	42,894	90,662	(47,768)
Deferred charges year of origin 2015	11,239	27,403	(16,164)
Total	1,631,816	2,109,084	(477,268)

2.1.2.4 Non-exchange receivables

Receivables from member states cover outstanding VAT receivables as detailed below. The Agency can claim back VAT paid under the terms of the Protocol on the privileges and immunities (PPI) and Art. 151(1)(aa) of the VAT Directive which states that the EU institutions are exempted from VAT. VAT is recovered from MS once a year.

As from 1st January 2017 all local purchases in Estonia shall be invoiced with zero % VAT, provided that the total value of such goods or services, exclusive of VAT is at least € 53 according to the invoice. The total value of the invoice may be smaller in case of public utility services, telecommunications services and fuel. The amount shown at the end of 2017 for Estonia relates to local purchases of services/goods invoiced in the beginning of 2017 covering deliveries in 2016, plus VAT related to electronic services that are taxed using the tax rates applicable in the country of delivery even if not supplied by local vendors.

As for credit risk exposure these Member States belong to prime/high grade debtors by external rating companies, so the credit risk is considered insignificant.

	2018	2017
France	466,023	384,382
Estonia	-	67,257
Total	466,023	451,639

Contribution from associated countries outstanding balance at 31/12/2018 is the contribution obligation of Norway, Switzerland, Iceland and Liechtenstein to the IT systems Title 3 expenditures (Operational) incurred by the Agency during 2017, established and invoiced in 2018 but not reimbursed to the agency by the end of the reporting year.

	2018	2017
Switzerland	1,362,884	2,195,490
Norway	822,592	1,253,430
Iceland	44,622	61,509
Lichtenstein	12,838	20,490
Total	2,242,936	3,530,919

The contribution from the countries associated with the implementation, application and development of the Schengen acquis and Eurodac-related measures is based on the provisions of legal basis concluded between the associated countries and the EU. The calculation is based on the associated countries relative share of GDP data of all the participating countries and the agency's expenditure for the respective systems, with the exception of the Eurodac contribution that is based on fixed percentages, for a given year. The Commission is the negotiator representing the EU with the associated countries on the terms of the agreements. Please see chapter 2.2.1 Non-exchange revenues for further financial details.

2.1.3 Current liabilities

2.1.3.1 Accounts payable

	2018	2017	Variation
Current payable - Vendors	4,490,126	3,741,454	748,671
Current payable - Staff/third party	430	4,924	(4,494)
Verification - Invoices/Credit notes Step1	(1,680,364)	(703,904)	(976,460)
Current payables	2,810,192	3,042,475	(232,283)
Refinancing balancing subsidy from Commission	920,267	1,341,491	(421,224)
Accounts payables with consolidated entities	920,267	1,341,491	(421,224)
Total accounts payable	3,730,459	4,383,966	(653,507)

High number of invoices received and registered in late December explain material open amount in the payables both in 2018 and in 2017. Out of total number of open invoices (152 in 2018 and 162 in 2017), 13 % was aged more than 45 days at year end.

Invoices that remain at registration stage (first step of the verification process preceding the payment) are those that will be followed either by financial asset registration or those that are disputed by the Agency and consequently could not yet reach the second stage of the verification process.

Liquidity risk is considered to be insignificant as current payables are fully covered by the balance of automatic and manual liaison account (among sundry receivables) representing virtual cash balance in the framework of centralized treasury management.

Balancing subsidy pre-financing open amount is the result of the 2018 Budget Outturn calculation. Out of the total pre-financing subsidy of € 93,638,436 received from DG HOME € 92,718,169 is accepted as justified revenue that the Agency can record in its Statement of financial performance. € 920,267 is the remaining amount of the balancing subsidy that will need to be returned to DG HOME during 2019 as excess subsidy. Please see chapter 3.2 Budget Outturn Account 2018 for details.

2.1.3.2 Accrued charges

	2018	2017	Variation
Accrued charges	15,752,731	12,973,954	2,778,777
Other receipt to be reinstated	188	188	-
Total accrued charges	15,752,918	12,974,141	2,778,777

The accrued charges of € 15,752,731 is split per type of expense as follows:

	2018	2017
Operational activities	13,459,393	11,208,293
External service provider expenses	656,125	530,077
IT cost maintenance	489,753	318,596
Staff Costs (excluding SNEs and others experts)	419,139	289,122
Office Supplies and maintenance	287,857	134,510

Maintenance and security - Buildings	193,846	168,862
Staff perquisites and social activities	108,595	136,662
Communications and publications	43,293	57,757
Allowances for SNEs and other Experts	20,238	12,809
Missions	19,924	7,450
Recruitment costs	17,040	-
Allowances (excluding SNEs and other experts)	17,019	21,314
Training Costs	11,927	45,740
Rental Expenses other	1,909	41,502
Other	6,672	1,260
Total accrued charges	15,752,731	12,973,954

Accrued charges are recorded in order to respect the notion of accrual-based accounting; therefore, the Financial Statements show all the charges and revenues for the financial year, regardless of the date of payment or collection. Amounts are based on best possible estimates taking into account the value of goods and services received in 2018 by the Agency to which no corresponding invoices were registered by the balance sheet date.

At year-end 2018 the agency has no foreign exchange risk exposure as all receivables and payables are denominated in Euro.

2.1.4 Net Assets – changes in net assets

The statement of net assets contains the economic result of the year (profit of € 12,034,041) and the accumulated surplus from the years before.

2.1.5 Significant disclosures

The general contractor for the office/data-centre building project in Strasbourg submitted an invoice with claimed damages on 08/09/2017 arising from an alleged delay suffered during the conceptual development phase of the project. The claimed amount is gross € 703,904. On 08/01/2018, the Administrative Court in Strasbourg notified eu-LISA about a legal action initiated by the same contractor. The claim of the contractor is the invoice amount plus interests and an additional € 15,000 for legal costs needed to initiate the court proceeding. The agency disputes the claim and set up a team of project managers and engineers to build the defence of the agency. The litigation may last for 1-2 years and a settlement outside the court cannot be ruled either. Based on in-house lawyer's assessment the amount is not provided for, however the matter is not formally concluded and it is on-going at the time of the production of the accounts.

Apart from the above, no other significant post balance sheet events occurred between 31 December 2018 (balance sheet date) and the date of submission of the accounts.

Details on Contingencies and Other Significant Disclosures

	Estimated amount for 2018	End date
Free use of office building in Tallinn offered by the host State	321,348	31/07/2018

Based on seat agreement with Estonia, the host state offered rent-free use of the temporary headquarters offices in Rävåla street Tallinn until 31/07/2018, until completion of the construction and removal of the Agency to its new premises at Vesilennuki street in Tallinn.

eu-LISA has long term/multi-annual contractual commitments outstanding without corresponding budgetary commitments at year-end 2018 in the amount of € 1,307,582. An overview is shown in the table below. The agency will need to tie financial resources to those contractual obligations in the coming budgetary period.

	2018	2017
Operational agreement for back up site in Austria	886,992	886,992
TLL headquarters maintenance and utility costs	175,000	17,500
SXB electricity	160,000	157,500
Provision of legal advice service	47,000	-
Liaison office in Brussels	23,250	-
TLL postal services	2,500	2,500
External audit fees	11,640	-
Mobile telephony services for Tallinn	1,200	-
Total	1,307,582	1,064,492

2.1.6 Related party disclosures

The highest staff grade at present at the Agency is of the Executive Director, temporary agent in grade AD15. The Staff Regulations of Officials and the Conditions of Employment of Other Servants, which regulate his remuneration too, govern his employment contract. Apart from transactions stemming from the employee-employer relationship, there are no other type of transactions between the agency and him, as key management personnel, and neither any loans are provided to him on standard or preferential rate.

2.2 Notes to the Statement of financial performance

2.2.1 Revenues – Non exchange revenues

	2018	2017	Variation
Subsidy of the Commission	92,718,169	66,392,709	26,325,460
Contribution of EFTA countries	2,242,936	4,621,210	(2,378,274)
Non-exchange revenue - transfer of asset	12,868,730	-	12,868,730
Non-exchange revenues	107,829,835	71,013,919	36,815,916

Subsidy revenue from the Commission on the face of the Statement of financial performance for 2018 solely consists of the Balancing subsidy, that is the main source of financing of the agency from the general budget of the European Union (for this revenue amount calculation see 2018 Budget outturn account table under heading 3.2);

2.2.1.1 Contribution of EFTA countries

The contribution from the countries associated with the implementation, application and development of the Schengen acquis and Eurodac-related measures for 2018 amounts to € 2.2 mil. It is to be noted that Switzerland's contribution in 2017 contains its share for VIS for the preceding year in the amount of € 1,090,291 that was established with delay, due to lasting negotiations related to its relative share (repartition coefficient) that needed to be changed following advice from the ECA.

	2018	2017
Switzerland	1,362,884	3,285,781*
Norway	822,592	1,253,430
Iceland	44,622	61,509
Liechtenstein	12,838	20,490
Total	2,242,936	4,621,210

2.2.1.2 Transfer of assets

Donation HQ Estonia

Art. 3 (4) of the Headquarters Agreement concluded between the Government of Estonia and eu-LISA on 19th of December 2014 stipulates that the Government shall transfer to the Agency free of charge the property of the Premises of the Agency. The Agency shall be exempt from registration fees and from any other tax related to the transfer of the property of the Premises. Art. 3 (1) stipulates that the Premises of the Agency shall comprise the land, installation and offices that the Agency occupies for its activities. The Agency shall have an exclusive right to use the Premises.

Since 6th of July 2018 eu-LISA is the rightful owner of its newly built headquarters premises and two plots of land following the signature of a notarial instrument transferring immovable property without charge by the Minister of the Interior of Estonia and eu-LISA executive director.

European Union Accounting rule 17 (Revenue from non-exchange transactions) based on International Public Accounting Standard (IPSAS) 23, defines the accounting treatment of transactions when an entity receives value from another entity without directly giving approximately equal value in exchange. Initial recognition

value shall be established as fair value at the date of acquisition. Fair value is ascertainable by reference to quoted prices in an active and liquid market. For the purpose of asset registration of the land, external independent land valuation was used, originally obtained by the Ministry of Interior for the purpose to establish current market value of the plots transferred to the Agency.

The acquisition costs of the headquarters building corresponds to the actual construction costs obtained from the Ministry of Interior for the purpose to establish current market value.

Land (Vesilennuki 5, Vesilennuki 7, TLL)	3,160,000
Building (HQ)	9,118,319
Total	12,278,319

Donation by DG HOME

The Entry Exit System (EES) Regulation (2017/2226) amended the VIS Regulation (2000/767). From 30 June 2018 eu-LISA (Management authority) is responsible for implementation of the budget, acquisition, renewal and contractual matters related to the communication infrastructure between the central VIS and the national interfaces in addition to the tasks of supervision, security and coordination of relations between the MS and the provider. As a consequence, DG HOME - previously responsible for overseeing those processes – had to officially transfer the network related assets, appropriations and existing contractual rights and obligations to eu-LISA.

Assets previously managed by DG HOME were transferred to the agency with effective date of 21st of June 2018.

Gross value of transferred VIS infrastructure	644,085
Accumulated depreciation	120,757
Net book value at year end	523,328

2.2.2 Revenues – Exchange revenues

2.2.2.1 Administrative revenues with consolidated entities

The most significant item in 2018 and 2017 is the incurred revenue from the European Police College (former CEPOL, Budapest) for training services on large scale IT systems provided by eu-LISA.

	2018	2017
European Police College	20,155	16,082
European Police Office	9,631	-
Community Fisheries Control Agency	3,082	-
European Chemical Agency	2,291	-
Total	35,158	16,082

2.2.2.2 *Miscellaneous income*

The main item in miscellaneous revenue totalling to € 22,664, is the compensation paid by a contractor as liquidated damages for not fulfilling contractual obligations in the amount of € 19,610.

2.2.3 Operational Expenses

The increase in operational expenses shows clear correlation with the available budget and broadening responsibilities of the agency in 2018 in the EU IT security domain.

	2018	2017	Variation
Operational expenses	46,391,721	31,466,845	14,924,876

On cash basis (executed payments, without the effect of year-end accounting adjustments e.g. for accruals), the distribution of operational expenses is the following:

	relative share in 2018	relative share in 2017
VIS-BMS MWO	38.9%	43.6%
SIS II MWO	18.7%	23.5%
Shared System Infrastructure (CORE Systems)	16.7%	15.7%
Ext Support Services directly related to CORE Systems	9.2%	10.3%
EURODAC MWO	8.4%	3.9%
ENTRY-EXIT SYSTEM MWO	4.2%	0.0%
System security and business continuity	2.0%	0.2%
Training for Member States	1.1%	1.1%
Training directly related to operations	0.4%	1.0%
Advisory groups	0.4%	0.6%
Total	100%	100%

2.2.4 Administrative Expenses

2.2.4.1 Staff expenses

The total amount of € 16,230,091 is split per nature as follows:

	2018	2017	Variation
Staff basic expenses	11,547,778	10,382,773	1,165,005
Social security contribution	471,839	427,402	44,436
Staff perquisites and social activities	92,436	58,550	33,886
Salary allowances	3,597,725	3,186,064	411,661
Allowances for seconded national experts	520,314	373,453	146,861
Total staff expenses	16,230,091	14,428,242	1,801,850

At year end 2018 and 2017 the Agency had on its payroll the below number of personnel:

Personnel	2018	2017
Administrators (AD)	94	88
Assistants (AST)	42	43
Total Temporary agents	136	131
Contract Agents recruited	31	32
Seconded national experts	9	7
Interns	3	3

Staff basic expenses include temporary agents' basic salaries and contract agents' full salaries including all their allowances.

Social security contribution consists of the employer's contribution to accidents insurance, sickness insurance and unemployment allowance.

Staff perquisites and social activities amount includes the accounting year-end adjustments related to intercompany expense account, - that is due to consolidation - shall not take accrual/deferral entries. (These year-end adjusting entries are related to pre-recruitment and annual medical check-up, European School contribution in TLL and SXB). In 2015 the agency started a health program - called FIT Program - that allows staff members to apply for max € 60/month reimbursement for their incurred fitness expenses. Fit payments represent € 37,982 in 2018 compared with the amount of € 30,842 in 2017.

Salary allowances consist of employers expenses incurred for education -, nursery -, household -, dependent child -, expatriation -, daily subsistence -, installation - etc. allowance payable on top of basic salaries to staff members, plus payments effected to interns of the agency.

Allowances paid to seconded national experts are reported under dedicated general ledger account.

The salaries of eu-LISA's staff are calculated by the Office for the Administration and Payment of Individual Entitlements of the Commission (PMO) according to Service Level Agreement between the two institutions. The Agency provides PMO with all the data necessary for the calculation of the staff's salaries on the basis of which PMO establishes individual entitlements. The Agency is responsible for checking and processing the payments to the individuals. PMO is audited by the Court of Auditors.

The remuneration of the officials and other servant of the European Union are updated yearly, taking into account the economic and social policy of the Union. The update is implemented in accordance with Articles 64 and 65 and Annexes XI and X of the Staff Regulations applicable to officials and other servants of the European Union, adjusting with effect from 1 July 2018 the remuneration of active staff and the pensions of retired staff, and updating with effect from 1 July 2018 the correction coefficients applied to the remuneration of active staff.

Country coefficients meant to reflect differences in living conditions/purchasing power in the various places of employment referenced to Brussels/Luxemburg being 100%. Below please find the coefficients applicable during 2018 financial year.

	Q3-Q4/2018	Q1-Q2/2018
Estonia	82.2%	80.3%
France	116.7%	114.8%
Brussels	100.0%	100.0%

Social security contribution is deducted from employees' salaries at source. The employer's share of social security contribution is expensed according to the following percentages of the basic salary:

- Health insurance (double of employee's share $\approx 2*1,7\%$)
- Accident cover (0,38 %)
- Unemployment insurance contribution (double of employee's share $\approx 2*0,81\%$)

2.2.4.2 Administrative and IT expenses

	2018	2017	Variation
Office Supply and maintenance	1,705,347	1,052,659	652,688
IT costs operational	1,699,688	1,324,550	375,138
IT costs research	691,014	398,333	292,681
Missions	553,235	592,965	(39,731)
Communication and publication	293,391	249,150	44,241
Legal expenses	232,970	82,897	150,074
Training Costs	189,796	209,113	(19,317)
Recruitment costs	108,298	54,996	53,302
Insurance expenses other than building	63,586	34,573	29,013
Experts and related expenditures	780	1,720	(940)
Car and transport	650	220	430
Total administrative and IT expenses	5,538,753	4,001,175	1,537,578

Amounts appearing as IT costs research/IT costs operational are the result of applying EU Accounting Rule No. 6 on Intangible assets incorporated into the Guidelines for asset recognition in IT projects of the agency. Research costs contain preliminary/feasibility studies, impact assessments related to the core systems/corporate IT infrastructure, whereas IT costs operational expenses are incurred when the nature of the expenditure does not fulfil all the requirements for registering those as fixed asset additions (software maintenance of corporate IT systems and external support services related to corporate IT).

Maintenance expenses related to the core systems appear under Operational expenses (see 2.2.3). Among others, the Office Supply and maintenance ledger is used to expense small-value asset items that do not qualify for financial asset recognition with item price being below € 5,000.

2.2.4.3 Other external service provider expenses

The growth in the other external service provider expenses/IT costs operational is due to the growing number of intramuros contracts for externalisation of services. It is to be noted that intramuros expenses are split by nature in the Statement of Financial Performance. In case they relate to the core systems they are reported under operational expenses, whereas if they rather belong to Corporate IT, then the accounting entries appear under IT costs operational, that is an administrative type of expense. The ones that are of administrative nature are booked as other external service provider expenses.

2.2.4.4 Fixed assets related expenses

	2018	2017
Amortization of intangible fixed assets	15,258,740	13,247,923
Depreciation of tangible fixed assets	5,513,004	4,094,157
Amounts written off	389	-
Maintenance and security- building	2,075,078	1,753,525
Insurance	247	123
Total fixed asset related expenses	22,847,458	19,095,728

Most important fixed assets related expenses are the amortization and depreciation which are expected to increase over the years as a direct consequence of the agency's widening operational scope and growing overall budget, that results in increasing fixed asset procurement. Please also refer to detailed fixed assets movement tables explained at 2.1.1.

2.2.4.5 Expenses with consolidated entities

	2018	2017
European Aviation Safety Agency	2,270	1,892
DG BUDG	116,500	109,500
DG DIGIT	89,135	79,428
DG EPSO	-	613
DG HR	650,838	644,534
DG OP	7,351	6,890
DG PMO	144,738	127,453
DG SG	13,000	13,000
European Food Safety Authority	4,873	2,679
European Network and Information Security	97,920	97,920
Translations Centre for the bodies of the EU	621,030	562,690
Total	1,747,654	1,646,598

Expenses with consolidated entities relate mostly to execution of service level agreements between the Agency and the respective directorate generals/other bodies of the European Union.

2.2.4.6 *Finance cost on late payment*

€ 5,695 was paid as interest on late payment of invoices six instances during 2018. Late payment charges are automatically due by the agency if the payable amount to suppliers exceeds € 200.

3. 2018 BUDGET IMPLEMENTATION

3.1 Budgetary Implementation

The budget of eu-LISA is financed through different fund sources¹. The main revenue comes from EU subsidy, received on an annual basis from the European Union budget - Commission section, Chapter 18 02 'Internal Security' - as adopted by the budgetary authority, i.e. the European Parliament and the Council of the European Union². Further contributions were received from the Schengen associated Countries, as partial reimbursement of expenditure incurred by the Agency.

In 2018 eu-LISA managed a budget of € 202.126 MIO in commitment appropriations and € 93.638 MIO in payment appropriations received from EU.

Out of these amounts, the following were subject to the adoption of the legal basis:

New tasks subject to new legal basis*	Commitment Appropriations (in MIO EUR)
LFS Eurodac recast	12.138
LFS Dublin Allocation	0.983
LFS SIS recast border /police cooperation	13.103
LFS SIS recast return	2.590
LFS ETIAS	26.763

* Estimates include administrative expenditures, which will be allocated according to the budgetary nomenclature in Title 1 "staff expenditure" and Title2 "infrastructure and operating expenditure".

Summary of budget implementation – budget of the year

The Agency retained its high budget implementation rate by the end of the year 2018:

- 99.5% for commitment appropriations, taking into account the non-automatic carry-over of commitment appropriations authorised by the Management Board in February 2019 as summarised in the table below:

Commitment appropriations (in MIO EUR)				
2018 budget implementation as of 31/12/2018			Budget implementation with carry-over by decision	
2018 final adopted budget	executed commitments	% implemented	non-automatic carry over	% implemented taking non-automatic carry-over into account
202.126	152.073	75.2%	49.186	99.5%

- 100% for payment appropriations including the carry-forward of administrative expenditure to 2019.

Summary of revenue and expenditure

a) Revenue

- EU Subsidy request. The balancing subsidy received in 2018 amounted to € 89.835 MIO requested

¹ Article 46 of the Establishing Regulation 2018/1726.

² This subsidy refers to C1 commitment and payment appropriations (voted credits of the current budgetary year).

in 4 instalments. In addition, € 3.803 MIO were received for payment appropriations 2018 related to transfer of the network of the Visa Information System from DG HOME to eu-LISA.

- ii. Associated countries contribution. According to the agreements between the EU and the countries associated with the implementation, application and development of the Schengen acquis, the Agency establish the associated countries contribution based on the executed payments for the systems of the previous year and the percentage of the associated countries' GDP on the total GDP of all participating Member States for SIS II, VIS and Eurodac. Due to the late availability of complete GDP data in EUROSTAT, the final amounts due for year n-1 are established at the end of year n, submitted for review to the associated countries, and recovered in year n+1.

In 2018, associated countries contribution referring to systems expenditures executed in 2016 amounted to € 3.530 MIO, all of which were cashed in the reporting year.

Contributions related to 2017 expenditures of the systems have been established in December 2018, summing up to € 2.243 MIO and remain outstanding.

- iii. Miscellaneous revenue. Internal assigned revenue received in 2018 summed up to € 0.114 MIO.

b) Expenditure

As regards the implementation of the budget of the year (fund source C1), eu-LISA reached a high budget implementation rate by the end of the year:

- 99.5% for commitment appropriations (including a carry over by decision);
 - 100% for payment appropriations, including the carry-forward of 2018 administrative expenditure to 2019.
- i. Commitment appropriations: Title 1 and Title 2 titles reached an implementation rate of 100%, while Title 3 of 99.4% (including non-automatic carry-over due to the delayed or outstanding adoption of the legal basis) by the end of the financial year 2018.
- ii. Payment appropriations: 97.50% of appropriations in Title 1 were executed and 2.50% automatically carried forward. In Title 2, the execution rate reached 54.19% and the remaining 45.81% has been automatically carried forward to 2019. In Title 3, 100% of appropriations were executed.

Amending Budget n. 1

The Agency's 2018 budget included appropriations:

- a) For the development of EES and ETIAS, whose legal basis was adopted, but for which the utilisation of budget was not required in 2018, as the required procurements were either ongoing or in process of preparation.
- b) For the evolution of existing systems (Eurodac, Dublin Allocation, SIS II), whose utilisation is conditional on the adoption and entry into force of the respective legal basis;

Additionally,

- c) The initial 2018 budget did not reflect the transfer of budget for the VIS communication infrastructure, handed over from DG HOME to the Agency as of 30 June 2018.

The Management Board approved one amendment to the budget addressing the issues highlighted above by:

- Returning € 74.308 MIO in payment appropriations;
- Receiving additional € 1.460 MIO in commitment appropriations:

Budgetary title	System / Task	amending budget (in MIO EUR)	
		Commitment appropriations	Payment appropriations
A01	Staff expenditure	-2.186	-2.186
	<i>out of which</i>		
	ETIAS	-1.638	-1.638
	Eurodac recast	-0.268	-0.268
	SIS II recast border/police cooperation	-0.210	-0.210
	SIS II recast return	-0.070	-0.070
A02	Infrastructure and operating expenditure	-1.658	-1.658
	<i>out of which</i> ETIAS	-1.658	-1.658
B03	Operational expenditure	5.304	-70.464
	<i>out of which</i>		
	Hand-over VIS Network (C1 appropriations)	5.304	3.803
	SIS II recast border/police cooperation		-2.500
	SIS II recast return		-1.008
	Eurodac recast		-8.309
	Dublin Allocation		-0.983
	Entry/Exit System		-38.000
	ETIAS		-23.467
Total 2018 amending budget		1.460	-74.308

Table: Breakdown of 2018 amending budget

Carry over by decision

The late adoption of the legal proposals for ETIAS and SIS II recasts in the last quarter of 2018 and the outstanding adoption of Eurodac recast and Dublin allocation allows the Agency to carry-over over € 49.2 MIO of commitment appropriations from 2018 to 2019 by Management Board decision, in order to preserve these funds for use in the following years.³

Budgetary Title	System/Task	Non-automatic carry-over of 2018 commitment appropriations (in MIO EUR)
B03 Operational Expenditure	Dublin Allocation	0.983
	ETIAS	20.920
	Eurodac recast	11.870
	SIS II recast border/police cooperation	12.893
	SIS II recast return	2.520
B03 Total		49.186

Budgetary transfers

In accordance with the provisions of Article 27 of the Agency's Financial Regulation, the transfer of appropriations is allowed under a number of formal criteria.

³ In line with Art. 14(3) of the Agency's financial regulation. Management Board decision was adopted before 15 February 2019.

The Agency performed 9 budgetary transfers in 2018.

Cancellation of appropriations – budget of the year

€ 0.983 MIO of Commitment appropriations remained unused (and therefore cancelled) at the end of the year 2018. There were no Payment appropriations unused (and therefore cancelled) at the end of the year 2018.

Cancellation of appropriations carried over from 2017

The planned carry forward from 2017 to 2018 of a number of commitment appropriations was justified by:

- the multi-annual nature of operations, procurement procedures, or projects;
- events beyond the Agency's control (e.g. invoices not received at year end, or delays in the acceptance process).

In the case of non-differentiated appropriations (staff and running costs), such carry forward was accompanied by a corresponding carry-over of payment appropriations.

These operations were performed in compliance with the formal requirements set by the Agency's Financial Regulation. The execution of the carry-forwards and carry-overs was constantly monitored throughout the year, resulting in cancellations whenever the justification of expenditure was no longer valid.

In total for non-differentiated appropriations, € 0.920 MIO out of € 5.776 MIO were cancelled (15.93%).

As regards differentiated committed appropriations (Title 3) carried forward from previous years, € 13.628 MIO were cancelled out of € 161.005 MIO (8.46%) (including € 11.476 MIO transferred for VIS networks following the adoption of the EES regulation). € 11.330 MIO refer to LFS Eurodac recast and € 1.750 MIO Dublin allocation, for which the respective appropriations had been inscribed in 2017 in the Agency's budget at the time the legal proposals were launched. At year-end 2018 the adoption of the legal basis are still outstanding and as a consequence, the Agency had to cancel the 2017 appropriations respectively.

Carry forward of appropriations to 2019

The multi-annual nature of operations, procurement procedures, or projects, as well as events beyond the Agency's control (e.g. invoices not received at year end, or delays in the acceptance process), justify planned carry forward of open commitments and associated payment appropriations to 2019, for a total of € 5.550 MIO in Title 1 and 2 (non-differentiated appropriations) and € 166.343 MIO in Title 3 (differentiated appropriations), out of which € 66.517 MIO have been carried-forward as global commitments in Title 3 and € 49.186 MIO were carried over by Management Board decision.

BUDGET LINE	L1 committed amount carried-forward	Rational
B03000 Shared System Infrastructure (CORE Systems)	5,694,615.17	Transfer of the contractual and financial responsibility related to the Vis Network from DG HOME To eu-LISA
B03200 VIS-BMS MWO	5,246,215.95	For VIS/BMS maintenance services as per FWC LISA/2015/RP/02

B03400	ENTRY-EXIT SYSTEM MWO	55,576,252.61	As per the adoption of the Regulation (EU) 2017/2226 of the European Parliament and of the Council establishing the Entry/Exit System (EES)
T3 carried-forward L1 commitment appropriation		66,517,083.73	

Lifecycle of carry forward of operational budget

On average, projects under Title 3 operational expenditure take up to 4 years to be concluded from a financial perspective. The following table provides a time line on the consumption of commitment appropriations by the respective payments over the years (in EUR Mio).

Year	Commitments*	Paid 2013		Paid 2014		Paid 2015		Paid 2016		Paid 2017		Paid 2018		Outstanding amount	
		EUR	%	EUR	%	EUR	%	EUR	%	EUR	%	EUR	%	EUR	%
2013	45,633	0.837	1.83%	15,809	34.64%	11,874	26.02%	11,901	26.08%	4,129	9.05%	1,082	2.37%	-	-
2014	27,960			3,671	13.13%	12,450	44.53%	11,118	39.76%	0,662	2.37%	0,060	0.21%	-	-
2015	37,931					3,505	9.24%	28,117	74.13%	4,117	10.85%	1,979	5.22%	0,214	0.56%
2016	56,608							5,073	8.96%	27,239	48.12%	14,908	26.34%	9,388	16.58%
2017	127,740									6,483	5.07%	41,476	32.47%	79,781	62.46%
2018	123,550											5,801	4.69%	117,749	95.31%
Total	419,421	0.837	0.20%	19,480	4.64%	27,829	6.64%	56,209	13.40%	42,629	10.16%	65,306	15.57%	207,132	49.39%

* Final committed amounts on 31/12/2018 (all fund sources)

3.1.1 Implementation of budget revenue

Title		Entitlements established			Revenue			%	Out-standing
		Current year	Carried	Total	On entitem.	On entitem.	Total		
		1	2	3=1+2	4	5	6=4+5		
10-0	Union subsidy Article 1 MoUDG HOME/eu-LISA *	93,638,436	0	93,638,436	93,638,436	0	93,638,436	100.00%	0
11-0	Contributions of associated countries	2,242,936	3,530,919	5,773,855	0	3,530,919	3,530,919	61.15%	2,242,936
90-0	Miscellaneous revenue	114,873	0	114,873	113,995	0	113,995	99.24%	878
GRAND TOTAL		95,996,245	3,530,919	99,527,164	93,752,431	3,530,919	97,283,350	97.75%	2,243,814

3.1.2 Summary of budget execution – expenditure in all fund sources

BUDGETARY TITLE		FINAL BUDGET FOR THE FINANCIAL YEAR						BUDGET FROM THE PREVIOUS FINANCIAL YEAR(S)						
		budget	committed	paid	open global commitments	carried forward/over	cancelled	budget	executed commitment	open global commitments	paid	carried forward/ over	cancelled	
TITLE 1 - Staff expenditure	NDA	17,816,945	17,816,945	17,369,369	0	447,575	0	438,818	321,342	0	321,342		117,475	
TITLE 2 - Admin and Operating	NDA	11,188,976	11,188,976	6,089,673	10,324	5,109,627	0	5,337,124	4,534,338	0	4,534,338	0	802,786	
TITLE 3 - Operational expenditure:	DA													
Commitment appropriations		176,765,302	123,067,483		65,836,779	169,913,495	983,000	165,920,830	149,369,978	680,305			92,855,866	13,628,246
Payment appropriations		68,277,430		64,746,511		3,530,919	0	4,220,019			559,013		3,661,006	0
TOTAL - Commitment appropriations		205,771,222	152,073,403		65,847,103	175,470,697	983,000	171,696,771	154,225,658	680,305			92,855,866	14,548,508
TOTAL - Payment appropriations		97,283,350		88,205,553		9,088,121	0	9,995,960			5,414,692		3,661,006	920,262

3.1.2.1 Budget execution by fund source

Budget of the year (EU subsidy)		2018 budget (C1 appropriations)					budget from the previous year(s) (C8 appropriations)					
Type	budget	committed	paid*	open global commitments	carried forward/over	cancelled	budget	executed commitment	open global commitments	paid	carried forward	cancelled
TITLE 1 - Staff expenditure	NDA	17,809,896	17,809,896	17,365,403	0	444,493	0	438,818	321,342	0	321,342	117,475
TITLE 2 - Admin and Operating	NDA	11,121,794	11,121,794	6,026,730	10,324	5,105,389	0	5,337,124	4,534,338	0	4,534,338	802,786
TITLE 3 - Operational expenditure:	DA											
Commitment appropriations		173,194,618	123,025,518		65,836,779	166,342,812	983,000	161,005,119	147,376,873	0	88,503,201	13,628,246
Payment appropriations		64,706,746		64,706,746			0					
TOTAL - Commitment appropriations		202,126,308	151,957,208		65,847,103	171,892,694	983,000	166,781,061	152,232,553	0	88,503,201	14,548,508
TOTAL - Payment appropriations		93,638,436		88,098,878		5,549,882	0	5,775,941			4,855,680	920,262

* for Title 3, EUR 5,829,041 refer to payments of commitments of the year. The remainder, amounting to EUR 58,877,704 was used to cover commitments from previous years

Internal Assigned Revenue		2018 budget (C4 appropriations)					budget from the previous year (C5 appropriations)					
Type	budget	committed	paid	open global commitments	carried forward/over	cancelled	budget	executed commitment	open global commitments	paid	carried forward/over	cancelled
TITLE 1 - Staff expenditure	NDA	7,049	7,049	3,967	0	3,082	0	0	0	0	0	0
TITLE 2 - Admin and Operating	NDA	67,182	67,182	62,944	0	4,238	0	0	0	0	0	0
TITLE 3 - Operational expenditure:	DA											
Commitment appropriations		39,765	39,765		0	39,765	0	695,692	695,692	680,305	691,659	0
Payment appropriations		39,765		39,765			0	0			0	0
TOTAL - Commitment appropriations		113,995	113,995		0	39,765	0	695,692	695,692	680,305	691,659	0
TOTAL - Payment appropriations		113,995		106,675		7,320	0	0			0	0

External Assigned Revenue		2018 budget (Ro appropriations)					budget from the previous year(s) (Ro appropriations)					
Type	budget	committed	paid	open global commitments	carried forward/over	cancelled	budget	executed commitment	open global commitments	paid	carried forward/ over	cancelled
TITLE 1 - Staff expenditure	NDA	0	0	0	0	0	0	0	0	0	0	0
TITLE 2 - Admin and Operating	NDA	0	0	0	0	0	0	0	0	0	0	0
TITLE 3 - Operational expenditure:	DA											
Commitment appropriations		3,530,919	2,200		0	3,530,919	0	4,220,019	1,297,414	0	3,661,006	0
Payment appropriations		3,530,919		0		3,530,919	0	4,220,019		559,013	3,661,006	0
TOTAL - Commitment appropriations		3,530,919	2,200		0	3,530,919	0	4,220,019	1,297,414	0	3,661,006	0
TOTAL - Payment appropriations		3,530,919		0		3,530,919	0	4,220,019		559,013	3,661,006	0

3.1.3 Detailed budget implementation

3.1.3.1 Current year appropriations (2018 – C1 credits)

A. Commitment appropriations

TITLE 1 - STAFF EXPENDITURE				Commitment Appropriations									
Budget Chapter		Budget Item	Initial budget	Transfers	Amending budget	Final budget	Executed Commitments	% Executed/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget	
A-11	Salaries & allowances	A-1100	TA Basic salary	10,803,300	-1,499,877	-120,902	9,182,521	9,182,521	100.00%	0	0.00%	0	0.00%
		A-1101	Household allowance	362,900	9,981	-29,100	343,781	343,781	100.00%	0	0.00%	0	0.00%
		A-1102	Dependent child allowance	692,300	14,745	-52,700	654,345	654,345	100.00%	0	0.00%	0	0.00%
		A-1103	Education allowance	187,800	-51,746	-12,900	123,154	123,154	100.00%	0	0.00%	0	0.00%
		A-1104	Expatriation and Foreign Residence Allowances	1,222,900	-8,558	-95,300	1,119,042	1,119,042	100.00%	0	0.00%	0	0.00%
		A-1105	TA Overtime Shifts and on-call duty	427,800	21,558	-36,800	412,558	412,558	100.00%	0	0.00%	0	0.00%
		A-1110	CA salary	3,375,600	580,582	-1,706,100	2,250,082	2,250,082	100.00%	0	0.00%	0	0.00%
		A-1124	Daily allowance	324,900	109,360		434,260	434,260	100.00%	0	0.00%	0	0.00%
		A-1125	Monthly allowance	29,200	33,427		62,627	62,627	100.00%	0	0.00%	0	0.00%
		A-1130	Insurance against sickness	291,000	52,240	-26,400	316,840	316,840	100.00%	0	0.00%	0	0.00%
		A-1131	Insurance against accidents occupational disease	44,300	-4,728	-4,000	35,572	35,572	100.00%	0	0.00%	0	0.00%
		A-1132	Unemployment insurance	110,000	19,326	-9,900	119,426	119,426	100.00%	0	0.00%	0	0.00%
		A-1140	Birth and Death Allowances	2,400	-1,803	-200	397	397	100.00%	0	0.00%	0	0.00%
		A-1141	Travel Expenses for Annual Leave	218,100	-12,580	-16,200	189,320	189,320	100.00%	0	0.00%	0	0.00%
		A-1144	Other Allowances	57,400	-5,655	-5,400	46,345	46,345	100.00%	0	0.00%	0	0.00%
		A-1181	Travel expenses (taking up duties)	8,000	-969	-700	6,331	6,331	100.00%	0	0.00%	0	0.00%
		A-1182	Installation and reassignment allowance	78,300	-526	-6,175	71,599	71,599	100.00%	0	0.00%	0	0.00%
		A-1183	Removal Expenses	20,700	-12,287	-3,000	5,413	5,413	100.00%	0	0.00%	0	0.00%
		A-1184	Daily subsistence allowance	41,600	34,461	-3,000	73,061	73,061	100.00%	0	0.00%	0	0.00%
		A-1190	Weightings	169,800	289,561	-8,300	451,061	451,061	100.00%	0	0.00%	0	0.00%
A-11	Salaries & allowances		18,468,300	-433,488	-2,137,077	15,897,735	15,897,735	100.00%	0	0.00%	0	0.00%	
A-12	Expenditure related to	A-1200	Travel Expenses	214,500	-132,620		81,880	81,880	100.00%	0	0.00%	44,240	54.03%
		A-1201	Other Expenses	106,600	-36,633		69,967	69,967	100.00%	0	0.00%	19,529	27.91%
A-12	Expenditure related to recruitment		321,100	-169,253		151,847	151,847	100.00%	0	0.00%	63,769	42.00%	
A-13	Mission Expenses	A-1301	Mission Expenses	388,700	135,247	-48,923	475,024	475,024	100.00%	0	0.00%	19,924	4.19%
A-13	Mission Expenses		388,700	135,247	-48,923	475,024	475,024	100.00%	0	0.00%	19,924	4.19%	
A-14	Socio-Medical Infrastructure	A-1400	Annual medical checkup	22,700	-22,700								
		A-1401	Nursery allowance	173,700	-71,900		101,800	101,800	100.00%	0	0.00%	17,497	17.19%
		A-1402	European school	417,700	151,279		568,979	568,979	100.00%	0	0.00%	0	0.00%
A-1403	Social activities	103,000	53,816		156,816	156,816	100.00%	0	0.00%	81,665	52.08%		
A-14	Socio-Medical Infrastructure		717,100	110,495		827,595	827,595	100.00%	0	0.00%	99,162	11.98%	
A-15	Training for Staff	A-1500	Training for Staff	492,800	-35,105		457,695	457,695	100.00%	0	0.00%	261,639	57.16%
A-15	Training for Staff		492,800	-35,105		457,695	457,695	100.00%	0	0.00%	261,639	57.16%	
TITLE 1 - STAFF EXPENDITURE			20,388,000	-392,104	-2,186,000	17,809,896	17,809,896	100.00%	0	0.00%	444,493	2.50%	

TITLE 2 - INFRASTRUCTURE AND OPERATING EXPENDITURE				Commitment Appropriations									
Budget Chapter	Budget Item		Initial budget	Transfers	Amending budget	Final budget	Executed Commitments	% Executed/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget	
A-20	Expenditure for premises	A-2000	Expenditure for premises EE	440,000	-72,208	-40,000	327,792	327,792	100.00%	0	0.00%	122,877	37.49%
		A-2010	Expenditure for premises FR	950,000	-68,599	-222,000	659,401	659,401	100.00%	0	0.00%	293,771	44.55%
		A-2030	Expenditure for premises BRUX	35,000		-500	34,500	34,500	100.00%	0	0.00%	3,837	11.12%
A-20	Expenditure for premises		1,425,000	-140,806	-262,500	1,021,694	1,021,694	100.00%	0	0.00%	420,485	41.16%	
A-21	Corporate IT & Telecom	A-2100	Corporate IT & Telecom	1,500,000	1,206,583	-319,000	2,387,583	2,387,583	100.00%	0	0.00%	963,124	40.34%
A-21	Corporate IT & Telecom			1,500,000	1,206,583	-319,000	2,387,583	2,387,583	100.00%	0	0.00%	963,124	40.34%
A-22	Movable Property and Associated Costs	A-2200	Other Technical Equipment and Installation	80,000	-40,212	-1,350	38,438	38,438	100.00%	0	0.00%	26,086	67.87%
		A-2210	Furniture and Office Equipment	155,000	421,744	-3,000	573,744	573,744	100.00%	0	0.00%	50,281	8.76%
		A-2220	Documentation and Library Expenditure	15,000		-150	14,850	14,850	100.00%	0	0.00%	5,613	37.80%
A-22	Movable Property and Associated Costs		250,000	381,531	-4,500	627,031	627,031	100.00%	0	0.00%	81,979	13.07%	
A-23	Current Administrative Expenditure	A-2300	Office Supplies	65,000	12,727	-12,000	65,727	65,727	100.00%	0	0.00%	9,468	14.41%
		A-2320	Legal Expenses	50,000	55,150		105,150	105,150	100.00%	0	0.00%	0	0.00%
		A-2330	Other Running Costs	480,000	-114,712	-69,000	296,288	296,288	100.00%	0	0.00%	84,661	28.57%
		A-2331	HR fees and charges	180,000	-25,210		154,790	154,790	100.00%	0	0.00%	42,513	27.47%
A-23	Current Administrative Expenditure		775,000	-72,044	-81,000	621,956	621,956	100.00%	0	0.00%	136,642	21.97%	
A-24	Postage	A-2400	Postage	30,000	-2,000	-2,500	25,500	25,500	100.00%	0	0.00%	10,295	40.37%
A-24	Postage			30,000	-2,000	-2,500	25,500	25,500	100.00%	0	0.00%	10,295	40.37%
A-25	Management Board	A-2500	MB Meetings	360,000	-23,125	-180,000	156,875	156,875	100.00%	0	0.00%	14,654	9.34%
		A-2510	Other meetings	183,700	-14,625	-108,000	61,075	61,075	100.00%	0	0.00%	21,789	35.68%
A-25	Management Board			543,700	-37,750	-288,000	217,950	217,950	100.00%	0	0.00%	36,443	16.72%
A-26	Information and Publications	A-2600	Information and Publications	1,428,000	-538,103	-115,500	774,397	774,397	100.00%	0	0.00%	324,275	41.87%
A-26	Information and Publications			1,428,000	-538,103	-115,500	774,397	774,397	100.00%	0	0.00%	324,275	41.87%
A-27	External Support Services	A-2700	External Support Services	3,376,850	158,050		3,534,900	3,534,900	100.00%	0	0.00%	2,161,067	61.14%
A-27	External Support Services			3,376,850	158,050		3,534,900	3,534,900	100.00%	0	0.00%	2,161,067	61.14%
A-28	Security	A-2800	Corporate Security	2,735,000	-239,216	-585,000	1,910,784	1,910,784	100.00%	0	0.00%	960,754	50.28%
A-28	Security			2,735,000	-239,216	-585,000	1,910,784	1,910,784	100.00%	0	0.00%	960,754	50.28%
TITLE 2 - INFRASTRUCTURE AND OPERATING EXPENDITURE				12,063,550	716,244	-1,658,000	11,121,794	11,121,794	100.00%	0	0.00%	5,095,065	45.81%

TITLE 3 - OPERATIONAL EXPENDITURE - Total with non-automatic carry over				Commitment Appropriations									
Budget Chapter		Budget Item		Initial budget	Transfers	Amending budget	Final budget	Executed Commitments	% Executed/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward/ over	% Carried-forward/over / Final budget
B3-0	Shared System Infrastructure (CORE Systems)	B3-000	Shared System Infrastructure (CORE Systems)	9,585,950	-1,749,873	5,304,308	13,140,385	13,140,385	100.00%	0	0.00%	12,009,898	91.40%
		B3-001	System security and business continuity	3,930,000	-1,053,571		2,876,429	2,876,429	100.00%	0	0.00%	2,754,857	95.77%
B3-0	Shared System Infrastructure (CORE Systems)		13,515,950	-2,803,444	5,304,308	16,016,814	16,016,814	100.00%	0	0.00%	14,764,755	92.18%	
B3-1	SIS II	B3-100	SIS II MWO	31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	30,650,583	96.47%
B3-1	SIS II		31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	30,650,583	47.96%	
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	20,053,000	575,860		20,628,860	20,628,860	100.00%	0	0.00%	19,212,549	93.13%
B3-2	VIS-BMS		20,053,000	575,860		20,628,860	20,628,860	100.00%	0	0.00%	19,212,549	93.13%	
B3-3	EURODAC	B3-300	EURODAC MWO	14,420,000	1,976,406		16,396,406	3,543,406	21.61%	983,000	6.00%	15,364,606	93.71%
		B3-301	EURODAC Other	983,000			983,000					983,000	100.00%
B3-3	EURODAC		15,403,000	1,976,406		17,379,406	3,543,406	20.39%	983,000	5.66%	16,347,606	94.06%	
B3-4	Entry-Exit System	B3-400	ENTRY-EXIT SYSTEM MWO	57,513,000	1,234,768		58,747,768	58,747,768	100.00%	0	0.00%	58,747,768	100.00%
B3-4	Entry-Exit System		57,513,000	1,234,768		58,747,768	58,747,768	100.00%	0	0.00%	58,747,768	100.00%	
B3-5	ETIAS	B3-500	ETIAS MWO	23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	23,467,000	100.00%
B3-5	ETIAS		23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	23,467,000	100.00%	
B3-6	Ext Supp Services directly related to CORE Systems	B3-600	Ext Supp Services directly related to CORE Systems	5,384,500	-1,530,072		3,854,428	3,854,428	100.00%	0	0.00%	2,658,132	68.96%
				5,384,500	-1,530,072		3,854,428	3,854,428	100.00%	0	0.00%	2,658,132	68.96%
B3-7	Advisory groups	B3-710	Advisory groups	240,000	20,685		260,685	260,685	100.00%	0	0.00%	80,955	31.05%
		B3-730	Other meetings and missions	100,000	35,882		135,882	135,882	100.00%	0	0.00%	10,469	7.70%
B3-7	Advisory groups		340,000	56,567		396,567	396,567	100.00%	0	0.00%	91,424	23.05%	
B3-8	Training directly related to operations	B3-800	Training directly related to operations	300,000	215,192		515,192	515,192	100.00%	0	0.00%	330,809	64.21%
		B3-810	Training for Member States	450,000	-33,434		416,566	416,566	100.00%	0	0.00%	72,187	17.33%
B3-8	Training directly related to operations		750,000	181,758		931,758	931,758	100.00%	0	0.00%	402,995	43.25%	
TITLE 3 - OPERATIONAL EXPENDITURE				168,214,450	-324,140	5,304,308	173,194,618	123,025,518	71.03%	983,000	0.57%	166,342,812	96.04%
TOTAL				200,666,000	0	1,460,308	202,126,308	151,957,208	75.18%	983,000	0.49%	171,882,370	85.04%

TITLE 3 - OPERATIONAL EXPENDITURE - Automatic carry-forward				Commitment Appropriations									
Budget Chapter		Budget Item		Initial budget	Transfers	Amending budget	Final budget	Executed Commitments	% Executed/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget
B3-0	Shared System Infrastructure (CORE Systems)	B3-000	Shared System Infrastructure (CORE Systems)	9,585,950	-1,749,873	5,304,308	13,140,385	13,140,385	100.00%	0	0.00%	12,009,898	91.40%
		B3-001	System security and business continuity	3,930,000	-1,053,571		2,876,429	2,876,429	100.00%	0	0.00%	2,754,857	95.77%
B3-0	Shared System Infrastructure (CORE Systems)			-2,803,444	5,304,308	16,016,814	16,016,814	100.00%	0	0.00%	14,764,755	92.18%	
B3-1	SIS II	B3-100	SIS II MWO	31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	15,237,583	47.96%
B3-1	SIS II			31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	15,237,583	47.96%
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	20,053,000	575,860		20,628,860	20,628,860	100.00%	0	0.00%	19,212,549	93.13%
B3-2	VIS-BMS			20,053,000	575,860		20,628,860	20,628,860	100.00%	0	0.00%	19,212,549	93.13%
B3-3	EURODAC	B3-300	EURODAC MWO	14,420,000	1,976,406		16,396,406	3,543,406	21.61%	983,000	6.00%	3,494,606	21.31%
		B3-301	EURODAC Other	983,000			983,000					0	0.00%
B3-3	EURODAC			15,403,000	1,976,406		17,379,406	3,543,406	20.39%	983,000	5.66%	3,494,606	20.11%
B3-4	Entry-Exit System	B3-400	ENTRY-EXIT SYSTEM MWO	57,513,000	1,234,768		58,747,768	58,747,768	100.00%	0	0.00%	58,747,768	100.00%
B3-4	Entry-Exit System			57,513,000	1,234,768		58,747,768	58,747,768	100.00%	0	0.00%	58,747,768	100.00%
B3-5	ETIAS	B3-500	ETIAS MWO	23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	2,546,900	10.85%
B3-5	ETIAS			23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	2,546,900	10.85%
B3-6	Ext Supp Services directly related to CORE Systems		Ext Supp Services directly related to CORE Systems	5,384,500	-1,530,072		3,854,428	3,854,428	100.00%	0	0.00%	2,658,132	68.96%
		B3-600											
B3-6	Ext Supp Services directly related to CORE Systems			-1,530,072		3,854,428	3,854,428	100.00%	0	0.00%	2,658,132	68.96%	
B3-7	Advisory groups	B3-710	Advisory groups	240,000	20,685		260,685	260,685	100.00%	0	0.00%	80,955	31.05%
		B3-730	Other meetings and missions	100,000	35,882		135,882	135,882	100.00%	0	0.00%	10,469	7.70%
B3-7	Advisory groups			340,000	56,567		396,567	396,567	100.00%	0	0.00%	91,424	23.05%
B3-8	Training directly related to operations	B3-800	Training directly related to operations	300,000	215,192		515,192	515,192	100.00%	0	0.00%	330,809	64.21%
		B3-810	Training for Member States	450,000	-33,434		416,566	416,566	100.00%	0	0.00%	72,187	17.33%
B3-8	Training directly related to operations			181,758		931,758	931,758	100.00%	0	0.00%	402,995	43.25%	
TITLE 3 - OPERATIONAL EXPENDITURE				168,214,450	-324,140	5,304,308	173,194,618	123,025,518	71.03%	983,000	0.57%	117,156,712	67.64%
TOTAL				200,666,000	0	1,460,308	202,126,308	151,957,208	75.18%	983,000	0.49%	122,696,270	60.70%

TITLE 3 - OPERATIONAL EXPENDITURE - Non-automatic carry over				Commitment Appropriations									
Budget Chapter	Budget Item		Initial budget	Transfers	Amending budget	Final budget	Executed Commitments	% Executed/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-over	% Carried-over / Final budget	
B3-1	SIS II	B3-100	SIS II MWO	31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	15,413,000	48.51%
B3-1	SIS II			31,788,000	-15,983		31,772,017	16,359,017	51.49%	0	0.00%	15,413,000	48.51%
B3-3	EURODAC	B3-300	EURODAC MWO	14,420,000	1,976,406		16,396,406	3,543,406	21.61%	983,000	6.00%	11,870,000	72.39%
		B3-301	EURODAC Other	983,000			983,000					983,000	100.00%
B3-3	EURODAC			15,403,000	1,976,406		17,379,406	3,543,406	20.39%	983,000	5.66%	12,853,000	73.96%
B3-5	ETIAS	B3-500	ETIAS MWO	23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	20,920,100	89.15%
B3-5	ETIAS			23,467,000			23,467,000	2,546,900	10.85%	0	0.00%	20,920,100	89.15%
TITLE 3 - OPERATIONAL EXPENDITURE				168,214,450	-324,140	5,304,308	173,194,618	123,025,518	71.03%	983,000	0.57%	49,186,100	28.40%
TOTAL				200,666,000	0	1,460,308	202,126,308	151,957,208	75.18%	983,000	0.49%	49,186,100	24.33%

B. Payment appropriations

Budget Chapter		Budget Item		Payment Appropriations											
				Initial budget	Transfers	Amending budget	Final budget	Executed payments			% Executed total payments/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget
								from current year commitments	from last year commitments	Total					
A-11	Salaries & allowances	A-1100	TA Basic salary	10,803,300	-1,499,877	-120,902	9,182,521	9,182,521		9,182,521	100.00%	0	0.00%	0	0.00%
		A-1101	Household allowance	362,900	9,981	-29,100	343,781	343,781		343,781	100.00%	0	0.00%	0	0.00%
		A-1102	Dependent child allowance	692,300	14,745	-52,700	654,345	654,345		654,345	100.00%	0	0.00%	0	0.00%
		A-1103	Education allowance	187,800	-51,746	-12,900	123,154	123,154		123,154	100.00%	0	0.00%	0	0.00%
		A-1104	Expatriation and Foreign Residence Allowances	1,222,900	-8,558	-95,300	1,119,042	1,119,042		1,119,042	100.00%	0	0.00%	0	0.00%
		A-1105	TA Overtime Shifts and on-call duty	427,800	21,558	-36,800	412,558	412,558		412,558	100.00%	0	0.00%	0	0.00%
		A-1110	CA salary	3,375,600	580,582	-1,706,100	2,250,082	2,250,082		2,250,082	100.00%	0	0.00%	0	0.00%
		A-1124	Daily allowance	324,900	109,360	0	434,260	434,260		434,260	100.00%	0	0.00%	0	0.00%
		A-1125	Monthly allowance	29,200	33,427	0	62,627	62,627		62,627	100.00%	0	0.00%	0	0.00%
		A-1130	Insurance against sickness	291,000	52,240	-26,400	316,840	316,840		316,840	100.00%	0	0.00%	0	0.00%
		A-1131	Insurance against accidents occupational disease	44,300	-4,728	-4,000	35,572	35,572		35,572	100.00%	0	0.00%	0	0.00%
		A-1132	Unemployment insurance	110,000	19,326	-9,900	119,426	119,426		119,426	100.00%	0	0.00%	0	0.00%
		A-1140	Birth and Death Allowances	2,400	-1,803	-200	397	397		397	100.00%	0	0.00%	0	0.00%
		A-1141	Travel Expenses for Annual Leave	218,100	-12,580	-16,200	189,320	189,320		189,320	100.00%	0	0.00%	0	0.00%
		A-1144	Other Allowances	57,400	-5,655	-5,400	46,345	46,345		46,345	100.00%	0	0.00%	0	0.00%
		A-1181	Travel expenses (taking up duties)	8,000	-969	-700	6,331	6,331		6,331	100.00%	0	0.00%	0	0.00%
		A-1182	Installation and reassignment allowance	78,300	-526	-6,175	71,599	71,599		71,599	100.00%	0	0.00%	0	0.00%
		A-1183	Removal Expenses	20,700	-12,287	-3,000	5,413	5,413		5,413	100.00%	0	0.00%	0	0.00%
		A-1184	Daily subsistence allowance	41,600	34,461	-3,000	73,061	73,061		73,061	100.00%	0	0.00%	0	0.00%
		A-1190	Weightings	169,800	289,561	-8,300	451,061	451,061		451,061	100.00%	0	0.00%	0	0.00%
A-11	Salaries & allowances	18,468,300	-433,488	-2,137,077	15,897,735	15,897,735		15,897,735	100.00%	0	0.00%	0	0.00%		
A-12	Expenditure related to recruitment	214,500	-132,620		81,880	37,640		37,640	45.97%	0	0.00%	44,240	54.03%		
A-1201	Other Expenses	106,600	-36,633		69,967	50,438		50,438	72.09%	0	0.00%	19,529	27.91%		
A-12	Expenditure related to recruitment	321,100	-169,253		151,847	88,079		88,079	58.00%	0	0.00%	63,769	42.00%		
A-13	Mission Expenses	388,700	135,247	-48,923	475,024	455,100		455,100	95.81%	0	0.00%	19,924	4.19%		
A-13	Mission Expenses	388,700	135,247	-48,923	475,024	455,100		455,100	95.81%	0	0.00%	19,924	4.19%		
A-14	Socio-Medical Infrastructure	A-1400	Annual medical checkup	22,700	-22,700										
		A-1401	Nursery allowance	173,700	-71,900		101,800	84,303		84,303	82.81%	0	0.00%	17,497	17.19%
		A-1402	European school	417,700	151,279		568,979	568,979		568,979	100.00%	0	0.00%	0	0.00%
		A-1403	Social activities	103,000	53,816		156,816	75,152		75,152	47.92%	0	0.00%	81,665	52.08%
A-14	Socio-Medical Infrastructure	717,100	110,495		827,595	728,433		728,433	88.02%	0	0.00%	99,162	11.98%		
A-15	Training for Staff	492,800	-35,105		457,695	196,056		196,056	42.84%	0	0.00%	261,639	57.16%		
A-15	Training for Staff	492,800	-35,105		457,695	196,056		196,056	42.84%	0	0.00%	261,639	57.16%		
TITLE 1 - STAFF EXPENDITURE				20,388,000	-392,104	-2,186,000	17,809,896	17,365,403		17,365,403	97.50%	0	0.00%	444,493	2.50%

TITLE 2 - INFRASTRUCTURE AND OPERATING EXPENDITURE				Payment Appropriations											
				Initial budget	Transfers	Amending budget	Final budget	Executed payments			% Executed total payments/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget
								from current year commitments	from last year commitments	Total					
Budget Chapter	Budget Item														
A-20	Expenditure for premises	A-2000	Expenditure for premises EE	440,000	-72,208	-40,000	327,792	204,915		204,915	62.51%	0	0.00%	122,877	37.49%
		A-2010	Expenditure for premises FR	950,000	-68,599	-222,000	659,401	365,631		365,631	55.45%	0	0.00%	293,771	44.55%
		A-2030	Expenditure for premises BRUX	35,000		-500	34,500	30,663		30,663	88.88%	0	0.00%	3,837	11.12%
A-20	Expenditure for premises		1,425,000	-140,806	-262,500	1,021,694	601,209		601,209	58.84%	0	0.00%	420,485	41.16%	
A-21	Corporate IT & Telecom	A-2100	Corporate IT & Telecom	1,500,000	1,206,583	-319,000	2,387,583	1,424,459		1,424,459	59.66%	0	0.00%	963,124	40.34%
A-21	Corporate IT & Telecom		1,500,000	1,206,583	-319,000	2,387,583	1,424,459		1,424,459	59.66%	0	0.00%	963,124	40.34%	
A-22	Movable Property and Associated Costs	A-2200	Other Technical Equipment and Installation	80,000	-40,212	-1,350	38,438	12,352		12,352	32.13%	0	0.00%	26,086	67.87%
		A-2210	Furniture and Office Equipment	155,000	421,744	-3,000	573,744	523,463		523,463	91.24%	0	0.00%	50,281	8.76%
		A-2220	Documentation and Library Expenditure	15,000		-150	14,850	9,237		9,237	62.20%	0	0.00%	5,613	37.80%
A-22	Movable Property and Associated Costs		250,000	381,531	-4,500	627,031	545,052		545,052	86.93%	0	0.00%	81,979	13.07%	
A-23	Current Administrative Expenditure	A-2300	Office Supplies	65,000	12,727	-12,000	65,727	56,259		56,259	85.59%	0	0.00%	9,468	14.41%
		A-2320	Legal Expenses	50,000	55,150		105,150	105,150		105,150	100.00%	0	0.00%	0	0.00%
		A-2330	Other Running Costs	480,000	-114,712	-69,000	296,288	211,628		211,628	71.43%	0	0.00%	84,661	28.57%
		A-2331	HR fees and charges	180,000	-25,210		154,790	112,277		112,277	72.53%	0	0.00%	42,513	27.47%
A-23	Current Administrative Expenditure		775,000	-72,044	-81,000	621,956	485,313		485,313	78.03%	0	0.00%	136,642	21.97%	
A-24	Postage	A-2400	Postage	30,000	-2,000	-2,500	25,500	15,205		15,205	59.63%	0	0.00%	10,295	40.37%
A-24	Postage		30,000	-2,000	-2,500	25,500	15,205		15,205	59.63%	0	0.00%	10,295	40.37%	
A-25	Management Board	A-2500	MB Meetings	360,000	-23,125	-180,000	156,875	142,221		142,221	90.66%	0	0.00%	14,654	9.34%
		A-2510	Other meetings	183,700	-14,625	-108,000	61,075	39,286		39,286	64.32%	0	0.00%	21,789	35.68%
A-25	Management Board		543,700	-37,750	-288,000	217,950	181,507		181,507	83.28%	0	0.00%	36,443	16.72%	
A-26	Information and Publications	A-2600	Information and Publications	1,428,000	-538,103	-115,500	774,397	450,121		450,121	58.13%	0	0.00%	324,275	41.87%
A-26	Information and Publications		1,428,000	-538,103	-115,500	774,397	450,121		450,121	58.13%	0	0.00%	324,275	41.87%	
A-27	External Support Services	A-2700	External Support Services	3,376,850	158,050		3,534,900	1,373,833		1,373,833	38.86%	0	0.00%	2,161,067	61.14%
A-27	External Support Services		3,376,850	158,050		3,534,900	1,373,833		1,373,833	38.86%	0	0.00%	2,161,067	61.14%	
A-28	Security	A-2800	Corporate Security	2,735,000	-239,216	-585,000	1,910,784	950,030		950,030	49.72%	0	0.00%	960,754	50.28%
A-28	Security		2,735,000	-239,216	-585,000	1,910,784	950,030		950,030	49.72%	0	0.00%	960,754	50.28%	
TITLE 2 - INFRASTRUCTURE AND OPERATING EXPENDITURE				12,063,550	716,244	-1,658,000	11,121,794	6,026,730		6,026,730	54.19%	0	0.00%	5,095,065	45.81%

TITLE 3 - OPERATIONAL EXPENDITURE				Payment Appropriations											
				Initial budget	Transfers	Amending budget	Final budget	Executed payments			% Executed total payments/ Final budget	Cancelled	% Cancelled/ Final budget	Carried-forward	% Carried-forward/ Final budget
								from current year commitments	from last year commitments	Total					
B3-0	Shared System Infrastructure (CORE Systems)	B3-000	Shared System Infrastructure (CORE Systems)	9,849,450	-5,009,954	3,803,436	8,642,932	1,130,487	7,512,445	8,642,932	100.00%	0	0.00%		
		B3-001	System security and business continuity	1,200,000	-851,590		348,410	121,572	226,838	348,410	100.00%	0	0.00%		
B3-0	Shared System Infrastructure (CORE Systems)			11,049,450	-5,861,544	3,803,436	8,991,342	1,252,059	7,739,283	8,991,342	100.00%	0	0.00%		
B3-1	SIS II	B3-100	SIS II MWO	13,517,000	3,460,693	-3,508,000	13,469,693	1,121,435	12,348,258	13,469,693	100.00%	0	0.00%		
B3-1	SIS II			13,517,000	3,460,693	-3,508,000	13,469,693	1,121,435	12,348,258	13,469,693	100.00%	0	0.00%		
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	21,384,000	8,950,568		30,334,568	1,416,311	28,918,257	30,334,568	100.00%	0	0.00%		
B3-2	VIS-BMS			21,384,000	8,950,568		30,334,568	1,416,311	28,918,257	30,334,568	100.00%	0	0.00%		
B3-3	EURODAC	B3-300	EURODAC MWO	17,755,000	-4,708,412	-8,309,000	4,737,588	48,800	4,688,788	4,737,588	100.00%	0	0.00%		
		B3-301	EURODAC Other	983,000		-983,000	0					0	0.00%		
B3-3	EURODAC			18,738,000	-4,708,412	-9,292,000	4,737,588	48,800	4,688,788	4,737,588	100.00%	0	0.00%		
B3-4	Entry-Exit System	B3-400	ENTRY-EXIT SYSTEM MWO	40,259,000	-406,501	-38,000,000	1,852,499	0	1,852,499	1,852,499	100.00%	0	0.00%		
B3-4	Entry-Exit System			40,259,000	-406,501	-38,000,000	1,852,499	0	1,852,499	1,852,499	100.00%	0	0.00%		
B3-5	ETIAS	B3-500	ETIAS MWO	23,467,000		-23,467,000	0					0			
B3-5	ETIAS			23,467,000		-23,467,000	0	0				0			
B3-6	Ext Supp Services directly related to CORE Systems	B3-600	Ext Supp Services directly related to CORE Systems	5,990,000	-1,727,100		4,262,900	1,176,686	3,086,214	4,262,900	100.00%	0	0.00%		
B3-6	Ext Supp Services directly related to CORE Systems			5,990,000	-1,727,100		4,262,900	1,176,686	3,086,214	4,262,900	100.00%	0	0.00%		
B3-7	Advisory groups	B3-710	Advisory groups	240,000	-41,247		198,753	179,730	19,023	198,753	100.00%	0	0.00%		
		B3-730	Other meetings and missions	100,000	58,907		158,907	125,413	33,494	158,907	100.00%	0	0.00%		
B3-7	Advisory groups			340,000	17,660		357,660	305,143	52,517	357,660	100.00%	0	0.00%		
B3-8	Training directly related to operations	B3-800	Training directly related to operations	300,000	-58,877		241,123	184,383	56,741	241,123	100.00%	0	0.00%		
		B3-810	Training for Member States	450,000	9,374		459,374	324,225	135,148	459,374	100.00%	0	0.00%		
B3-8	Training directly related to operations			750,000	-49,503		700,497	508,608	191,889	700,497	100.00%	0	0.00%		
TITLE 3 - OPERATIONAL EXPENDITURE				135,494,450	-324,140	-70,463,564	64,706,746	5,829,041	58,877,704	64,706,746	100.00%	0	0.00%		
TOTAL				167,946,000	0	-74,307,564	93,638,436	29,221,174	58,877,704	88,098,878	94.08%	0	0.00%	5,539,558	5.92%

3.1.3.2 Budget implementation of appropriations on internal assigned revenue (2018 – C4 credits)

Budget Chapter		Budget Item		Commitment Appropriations (1)	Executed Commitments (2)	%	Payment Appropriations (3)	Executed Payments (4)	%	Carry-over (5)=(1-4)	%	RAL
A-11	Salaries & allowances	A-1182	Installation and reassignment allowance	1,676	1,676	100.00%	1,676	1,676	100.00%	0	0.00%	0
A-13	Mission Expenses	A-1301	Mission Expenses	2,291	2,291	100.00%	2,291	2,291	100.00%	0	0.00%	0
A-15	Training for Staff	A-1500	Training for Staff	3,082	3,082	100.00%	3,082			3,082	100.00%	3,082
A-1	STAFF EXPENDITURE			7,049	7,049	100.00%	7,049	3,967	56.28%	3,082	43.72%	3,082
A-20	Expenditure for premises	A-2000	Expenditure for premises EE	55,566	55,566	100.00%	55,566	55,566	100.00%	0	0.00%	0
A-21	Corporate IT & Telecom	A-2100	Corporate IT & Telecom	1,485	1,485	100.00%	1,485	832	56.02%	653	43.98%	653
A-23	Current Administrative Expenditure	A-2320	Legal Expenses	500	500	100.00%	500	500	100.00%	0	0.00%	0
A-25	Management Board	A-2510	Other meetings	9,631	9,631	100.00%	9,631	6,046	62.78%	3,585	37.22%	3,585
A-2	INFRASTRUCTURE AND OPERATING EXPENDITURE			67,182	67,182	100.00%	67,182	62,944	93.69%	4,238	6.31%	4,238
B3-6	Ext Supp Services directly related to CORE Systems	B3-600	Ext Supp Services directly related to CORE Systems	19,610	19,610	100.00%	19,610	19,610	100.00%	19,610 *	100.00%	19,610
B3-8	Training directly related to operations	B3-810	Training for Member States	20,155	20,155	100.00%	20,155	20,155	100.00%	20,155 *	100.00%	20,155
B3	OPERATIONAL EXPENDITURE			39,765	39,765	100.00%	39,765	39,765	100.00%	39,765	100.00%	39,765
TOTAL				113,995	113,995	100.00%	113,995	106,675	93.58%	47,085	41.30%	47,085

* For differentiated appropriations only Commitment Appropriations were carried-forward

3.1.3.3 Budget implementation of appropriations on internal assigned revenue – (2018 – C5 credits)

Budget Chapter		Budget Item		Commitment Appropriations (1)	Executed Commitments (2)	Out of which open global commitments	%	Payment Appropriations (3)	Executed Payments - C1 appropriations (4)	%	Carry-over (5)=(2-4)	%	RAL
B3-0	Shared System Infrastructure (CORE Systems)	B3-000	Shared System Infrastructure (CORE Systems)	695,692	695,692	680,305	100.00%	0.00	4,033	0.58%	691,659	99.42%	11,354
TOTAL				695,692	695,692	680,305	100.00%	0.00	4,033	0.58%	691,659	99.42%	11,354

3.1.3.4 Budget implementation of automatic carry forwards (2018 – C8 credits) – non-differentiated appropriations

Budget Chapter		Budget Item		Carried forward/over appropriations (1)	Executed Payments (2)	%	Cancelled (3)=(1-2)	%
A-12	Expenditure related to recruitment	A-1200	Travel Expenses	12,600	7,724	61.30%	4,877	38.70%
		A-1201	Other Expenses	15,470	15,470	100.00%	0	0.00%
A-12	Expenditure related to recruitment			28,070	23,194	82.63%	4,877	17.37%
A-13	Mission Expenses	A-1301	Mission Expenses	14,720	14,720	100.00%	0	0.00%
A-13	Mission Expenses			14,720	14,720	100.00%	0	0.00%
A-14	Socio-Medical Infrastructure	A-1400	Annual medical checkup	19,386	9,622	49.64%	9,764	50.36%
		A-1401	Nursery allowance	35,469	20,790	58.61%	14,680	41.39%
		A-1402	European school	11,435	0	0.00%	11,435	100.00%
		A-1403	Social activities	85,967	50,195	58.39%	35,772	41.61%
A-14	Socio-Medical Infrastructure			152,257	80,607	52.94%	71,650	47.06%
A-15	Training for Staff	A-1500	Training for Staff	243,770	202,821	83.20%	40,949	16.80%
A-15	Training for Staff			243,770	202,821	83.20%	40,949	16.80%
TOTAL TITLE 1				438,818	321,342	73.23%	117,475	26.77%

Budget Chapter		Budget Item		Carried forward/over appropriations (1)	Executed Payments (2)	%	Cancelled (3)=(1-2)	%
A-20	Expenditure for premises	A-2000	Expenditure for premises EE	64,096	54,883	85.63%	9,213	14.37%
		A-2010	Expenditure for premises FR	357,346	347,902	97.36%	9,444	2.64%
		A-2030	Expenditure for premises BRUX	10,604	5,461	51.50%	5,143	48.50%
A-20	Expenditure for premises			432,046	408,247	94.49%	23,800	5.51%
A-21	Corporate IT & Telecom	A-2100	Corporate IT & Telecom	906,614	857,725	94.61%	48,890	5.39%
A-21	Corporate IT & Telecom			906,614	857,725	94.61%	48,890	5.39%

Budget Chapter		Budget Item		Carried forward/over appropriations (1)	Executed Payments (2)	%	Cancelled (3)=(1-2)	%
A-22	Movable Property and Associated Costs	A-2200	Other Technical Equipment and Installation	18,624	18,624	100.00%	0	0.00%
		A-2210	Furniture and Office Equipment	9,744	9,744	100.00%	0	0.00%
		A-2220	Documentation and Library Expenditure	3,525	2,041	57.91%	1,484	42.09%
A-22	Movable Property and Associated Costs			31,893	30,410	95.35%	1,484	4.65%
A-23	Current Administrative Expenditure	A-2300	Office Supplies	18,231	13,305	72.98%	4,927	27.02%
		A-2320	Legal Expenses	164,507	156,216	94.96%	8,290	5.04%
		A-2330	Other Running Costs	15,984	15,361	96.10%	623	3.90%
		A-2331	HR fees and charges	400,219	82,135	20.52%	318,084	79.48%
A-23	Current Administrative Expenditure			598,941	267,017	44.58%	331,924	55.42%
A-24	Postage	A-2400	Postage	10,555	10,018	94.91%	537	5.09%
A-24	Postage			10,555	10,018	94.91%	537	5.09%
A-25	Management Board	A-2500	MB Meetings	55,750	43,284	77.64%	12,466	22.36%
		A-2510	Other meetings	29,896	23,726	79.36%	6,171	20.64%
A-25	Management Board			85,646	67,009	78.24%	18,637	21.76%
A-26	Information and Publications	A-2600	Information and Publications	718,018	686,019	95.54%	31,999	4.46%
A-26	Information and Publications			718,018	686,019	95.54%	31,999	4.46%
A-27	External Support Services	A-2700	External Support Services	2,202,476	1,858,467	84.38%	344,009	15.62%
A-27	External Support Services			2,202,476	1,858,467	84.38%	344,009	15.62%
A-28	Security	A-2800	Corporate Security	350,935	349,427	99.57%	1,508	0.43%
A-28	Security			350,935	349,427	99.57%	1,508	0.43%
TOTAL TITLE 2				5,337,124	4,534,338	84.96%	802,786	15.04%
TOTAL TITLE 1 AND 2				5,775,941	4,855,680	84.07%	920,262	15.93%

3.1.3.5 Budget implementation of automatic carry forward (2018 – C8 credits) – differentiated appropriations

TITLE 3				Appropriations carried-forward from previous financial years (a)	out of which 2017 - L1 commitments	Consumption of 2017 L1 commitments by 31 December	Cancelled (b)	% (b)/(a)	Commitment execution - C1 payment appropriations (c)	% (c)/(a)	Carry-forward to 2019 (d)=(a-b-c)	% (d)/(a)
B3-0	Shared System Infrastructure (CORE Systems)	B3-000	Shared System Infrastructure (CORE Systems)*	16,607,903			953	0.02%	7,508,412	45.21%	9,098,538	54.78%
		B3-001	System security and business continuity	939,226			787	0.08%	226,838	24.15%	711,601	75.76%
B3-0	Shared System Infrastructure (CORE Systems)			17,547,129			1,740	0.03%	7,735,250	44.08%	9,810,139	55.91%
B3-1	SIS II	B3-100	SIS II MWO	14,062,058	2,333,574	2,333,573	265,590	1.89%	12,348,258	87.81%	1,448,210	10.30%
B3-1	SIS II			14,062,058	2,333,574	2,333,573	265,590	1.89%	12,348,258	87.81%	1,448,210	10.30%
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	50,842,673			0	0.00%	28,918,257	56.88%	21,924,416	43.12%
B3-2	VIS-BMS			50,842,673			0	0.00%	28,918,257	56.88%	21,924,416	43.12%
B3-3	EURODAC	B3-300	EURODAC MWO	20,131,319	13,080,000		13,080,000	64.97%	4,688,788	23.29%	2,362,531	11.74%
B3-3	EURODAC			20,131,319	13,080,000		13,080,000	64.97%	4,688,788	23.29%	2,362,531	11.74%
B3-4	Entry-Exit System	B3-400	ENTRY-EXIT SYSTEM MWO	54,520,000	54,520,000	54,520,000	0	0.00%	1,852,499	3.40%	52,667,501	96.60%
B3-4	Entry-Exit System			54,520,000	54,520,000	54,520,000	0	0.00%	1,852,499	3.40%	52,667,501	96.60%
B3-6	Ext Supp Services directly related to CORE Systems	B3-600	Ext Supp Services directly related to CORE Systems	3,533,034			156,416	4.43%	3,086,214	87.35%	290,405	8.22%
B3-6	Ext Supp Services directly related to CORE Systems			3,533,034			156,416	4.43%	3,086,214	87.35%	290,405	8.22%
B3-7	Advisory groups	B3-710	Advisory groups	47,366			28,343	59.84%	19,023	40.16%	0	0.00%
		B3-730	Other meetings and missions	35,975			2,481	6.90%	33,494	93.10%	0	0.00%
B3-7	Advisory groups			83,340			30,823	36.99%	52,517	63.01%	0	0.00%
B3-8	Training directly related to operations	B3-800	Training directly related to operations	70,261			13,520	19.24%	56,741	80.76%	0	0.00%
		B3-810	Training for Member States	215,305			80,156	37.23%	135,148	62.77%	0	0.00%
B3-8	Training directly related to operations			285,565			93,676	32.80%	191,889	67.20%	0	0.00%
TITLE 3 - OPERATIONAL EXPENDITURE				161,005,119	69,933,574	56,853,573	13,628,246	8.46%	58,873,671	36.57%	88,503,201	54.97%

* incl. Appropriations transferred for VIS networks following the adoption of the EES regulation

3.1.3.6 Budget implementation of appropriations from external assigned revenue (R0 credits) and established entitlements

A. Budget implementation of R0 credits in 2018

Budget Chapter		Budget Item		Commitment Appropriations (1)	Executed Commitments (2)	%	Payment Appropriations (3)	Executed Payments (4)	%	Carry-over (5)=(1-4)	%	RAL
B3-1	SIS II	B3-100	SIS II MWO	966,097	2,200	0.23%	966,097	0	0.00%	966,097	100.00%	2,200
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	5,928,108	1,297,178	21.88%	5,928,108	558,776	9.43%	5,369,332	90.57%	738,401
B3-3	EURODAC	B3-300	EURODAC MWO	856,732	236	0.03%	856,732	236	0.03%	856,496	99.97%	0
TOTAL				7,750,938	1,299,614	16.77%	7,750,938	559,013	7.21%	7,191,925	92.79%	740,601

B. Established and outstanding entitlements in 2018

Budget Chapter		Budget Item		Established entitlements (1)	Received (2)	% (3)=(2)/(1)	Outstanding (4)=(1)-(2)	% (5)=(4)/(1)
B3-1	SIS II	B3-100	SIS II MWO	766,185	0	0.00%	766,185	100.00%
B3-2	VIS-BMS	B3-200	VIS-BMS MWO	1,128,989	0	0.00%	1,128,989	100.00%
B3-3	EURODAC	B3-300	EURODAC MWO	347,762	0	0.00%	347,762	100.00%
TOTAL				2,242,936	0	0.00%	2,242,936	100.00%

3.1.3.7 *List of budgetary transfers*

The agency performed 9 transfers ex Art 27 (1) of the Agency's financial regulation as follows:

BUDGETARY TRANSFERS in 2018		
Budgetary Transfer No.	Reference	Date
1	LIS.1791	28/04/2018
2	LIS.1795	29/06/2018
3	LIS.1797	27/07/2018
4	LIS.1799	25/09/2018
5	LIS.1802	30/10/2018
6	LIS.1846	30/11/2018
7	LIS.1848	07/12/2018
8	LIS.1861	18/12/2018
9	LIS.1867	20/12/2018

No transfer ex article 27 (2) of the Agency's financial regulation was performed.

The tables in section 3.1.3.1 indicate the total transfers per budget item, for commitment and payment appropriations.

3.2 Budget Outturn Account 2018

The budget outturn for the financial year corresponds to the total subsidy of the Commission and other external/internal assigned revenues actually cashed, minus the total eligible expenditures incurred during the financial year (actual payments and appropriations carried over) adjusted with items originating from the previous financial year. The purpose of this calculation is to determine the amount of balancing subsidy that is considered as revenue of the agency out of the pre-financing balancing subsidy cashed for the year.

	2018	2017
REVENUE		
Balancing Commission subsidy	93,638,436	67,734,200
Contribution from associated countries	3,530,919	2,421,985
Other income	113,995	124,488
Total revenue (a)	97,283,350	70,280,673
EXPENDITURE		
Title I: Staff		
Payments	(17,369,369)	(15,681,259)
Appropriations carried over	(447,575)	(438,818)
Title II: Administrative Expenses		
Payments	(6,089,673)	(4,360,379)
Appropriations carried over	(5,099,303)	(5,337,124)
Title III: Operating Expenditure		
Payments	(65,305,523)	(42,628,927)
Appropriations carried over	(7,191,925)	(4,220,019)
Total expenditure (b)	(101,503,369)	(72,666,526)
Result for the financial year (a-b)	(4,220,019)	(2,385,853)
Cancellation of unused payment appropriations carried over from 2017	920,262	658,330
Adjustment for carry-over from the 2017 of appr. available at YE from assigned rev.	4,220,019	3,068,767
Exchange differences for the year (gain +/loss -)	5	248
Balance of the result account for the financial year	920,267	1,341,491
Balance 2017	1,341,491	8,817,115
Positive balance from 2017 reimbursed in 2018 to the Commission	(1,341,491)	(8,817,115)
Result used for determining amounts in general accounting	920,267	1,341,491
Commission subsidy - agency registers accrued revenue and Commission accrued expense	92,718,169	66,392,709
Pre-financing remaining open to be reimbursed by agency to Commission in year 2019	920,267	1,341,491

At the end of the 2018 financial year, the balance of the budget outturn amounts to € 920,267. This is the balancing subsidy pre-financing remaining open at the end of 2018 that will need to be reimbursed to the Commission during 2019. Please see also chapter 2.1.3.1. Current liabilities - Current payables.

The figure indicated as Commission subsidy – revenue is the amount of revenue to be recognised by the Agency on the face of the Statement of Financial Performance. Please see also chapter 2.2.1 Revenues – Non exchange revenues.

The positive balance from 2017 in the amount of € 1,341,491 was reimbursed to the Commission during 2018.

3.3 Reconciliation between budgetary and accrual based accounts

Economic result from Statement of financial performance	12,034,041
Adjustment for accrual items (items not in the budgetary result but included in the economic result)	
Adjustments for Accrual Cut-off 2017	(11,045,404)
Adjustments for Accrual Cut-off 2018	14,301,449
Unpaid invoices at year end booked in charges	(296,627)
Depreciation of intangible and tangible assets	20,771,744
Recovery Orders issued in 2018 not yet cashed	(2,243,814)
Payments made from carry over of payment appropriations	4,855,680
Donation effects (TLL HQ, VIS network)	(12,801,258)
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)	
Asset acquisitions (less unpaid amounts)	(23,755,044)
Budgetary recovery orders issued before 2018 and cashed in 2018	3,530,919
Payment appropriations carried over to 2019	(12,738,803)
Cancellation of unused carried over payment appropriations from 2017	920,262
Adjustment for 2017 carry-over of appropriations available at 31.12 arising from assigned revenue	4,220,019
Other	3,152,385
Total	905,547
Budgetary result from Budget outturn account	920,267
Delta not explained	(14,720)

3.4 Establishment plan 2018

Function group and grade	PERMANENT POSTS		TEMPORARY POSTS	
	2018	2017	2018	2017
AD 15			1	1
AD 14			1	1
AD 13			2	2
AD 12			3	3
AD 11			5	4
AD 10			8	6
AD 9			13	10
AD 8			17	17
AD 7			21	17
AD 6			12	13
AD 5			11	14
Total AD	-	-	94	88
AST 9			1	1
AST 8			2	2
AST 7			4	3
AST 6			9	8
AST 5			14	12
AST 4			11	14
AST 3			1	3
Total AST	-	-	42	43
Total	-	-	136	131

Contract Agents	Authorised 2018	Recruited as of 31.12.2018	Authorised 2017	Recruited as of 31.12.2017
Function Group IV	34	25	23	27
Function Group III	5	6	4	5
Function Group II	2	0	0	0
Function Group I	0	0	0	0
Total	41	31	27	32

Seconded National Experts	Authorised 2018	Recruited as of 31.12.2018	Authorised 2017	Recruited as of 31.12.2017
Total	9	9	9	7

