



SHIFT2RAIL JOINT UNDERTAKING

DECISION OF THE GOVERNING BOARD

adopting Amendment No 2 to the Annual Work Plan 2017 and Budget Figures

N° 5/2017

THE GOVERNING BOARD OF THE SHIFT2RAIL JOINT UNDERTAKING (hereinafter the "S2R JU"),

Having regard to the Statutes annexed to Council Regulation (EU) No 642/2014 of 16 June 2014¹ establishing the Shift2Rail Joint Undertaking (hereinafter "the S2R Statutes"), and in particular Article 8 (b) and 8(h) thereof;

Having regard to the Financial Rules of the Shift2Rail Joint Undertaking (hereinafter "the S2R Financial Rules") adopted by the S2R Governing Board on 11 December 2015 and applicable as from 1 January 2016 and in particular Art 15 thereof;

Whereas:

(1) The Governing Board adopts the S2R Joint Undertaking's annual budget, as proposed by the Executive Director, including the staff establishment plan indicating the number of temporary posts by function group and by grade as well as the number of contract staff and seconded national experts expressed in full-time equivalents.

(2) Considering that the Budget 2017 was established on the basis of the estimates made in October 2016 for the distribution of the resources available for the running costs and operational activities of the S2R Joint Undertaking, there is a need to adapt the budget to the specific needs to ensure the adequate phase in of the activities. The Amendment 2 to the Annual Work Plan 2017 and Budget figures will recognise and balance the unused Payment and Commitment Appropriations on administrative and operational expenditure due in relation to the previous budgetary years. It will also detail a decrease of the Payment Appropriations on operational nature, consequence of the confirmation that the European Commission will administer the S2R Lighthouse Projects.

(3) Any amendment of the budget of the S2R JU shall be adopted by the same procedure as the initial budget.

HAS DECIDED AS FOLLOWS:

¹ OJ L 177, 17.06.2014, p.9.

Article 1

Amendment No 2 to the Annual Work Plan 2017 and Budget figures of the S2R JU set out in the Annex to this decision is adopted.

Article 2

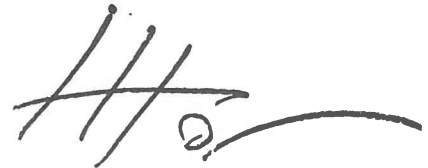
The Executive Director shall make this decision publicly available on the Shift2Rail Joint Undertaking's website together with a consolidated version of the Annual Work Plan 2017.

Article 3

This decision shall enter into force on the day following that of its adoption.

Done at Brussels, on 27 October 2017

For the Governing Board

A handwritten signature in black ink, consisting of several stylized, overlapping strokes that form a unique, cursive-like mark.

Henrik HOLOLEI
The Chairperson

Annex: Shift2Rail Joint Undertaking Amendment No 2 to the Annual Work Plan 2017
and Budget figures



Annex I

**Shift2Rail Joint Undertaking Amendment No 2 to the
Annual Work Plan 2017 and Budget figures,
consolidated with the S2R JU Budget adopted on 23
December 2016**

ShireRail Joint Undertaking Budget 2017A1

STATEMENT OF REVENUE

Title Chapter	Heading
9	REVENUE
9 0	CONTRIBUTIONS
9 0 0	CONTRIBUTION FROM THE EUROPEAN UNION
9 0 1	Administrative Budget
9 0 1	Operational Budget
9 0 2	CONTRIBUTION FROM MEMBERS OTHER THAN THE EU
9 0 2	Administrative Budget
9 3	UN-USED APPROPRIATIONS PREVIOUS YEARS
9 3 0	Un-used appropriations previous years Administrative
9 3 1	Un-used appropriations previous years Operational
	TOTAL REVENUE

2017 Adopted Budget CA	PA
63,126,601	53,657,939
1,618,419	1,618,419
61,508,182	52,039,520
1,618,419	1,618,419
1,618,419	1,618,419
2,831,968	1,683,120
1,683,120	1,683,120
1,148,848	-
67,576,988	56,959,478

2017A1 Revised Budget CA	PA	CA Variance 2017/2017A1 EUR	%	PA Variance 2017/2017A1 EUR	%
63,126,601	32,857,939	0	0.0%	(20,800,000)	(38.8%)
1,618,419	1,618,419	0	0.0%	0	0.0%
61,508,182	31,239,520	0	0.0%	(30,800,000)	(40.2%)
1,618,419	1,618,419	0	0.0%	0	0.0%
1,618,419	1,618,419	0	0.0%	0	0.0%
3,807,718	9,618,166	575,750	34.1%	7,935,049	47.1%
1,749,263	3,321,073	66,443	3.9%	1,641,903	97.6%
2,058,153	6,293,095	969,307	79.1%	6,393,095	
68,552,738	44,094,526	575,750	1.4%	(12,864,951)	(22.6%)

STATEMENT OF EXPENDITURE

Title Chapter	Heading
1	STAFF EXPENDITURE
1 1	STAFF IN ACTIVE EMPLOYMENT
1 1 0	
1 1 1	Temporary Agents
1 1 1	Contract Agents, Interim Staff, trainees and SVEs
1 3	MISSION COSTS
1 5	TRAINING
1 9	OTHER STAFF EXPENDITURE
	TITLE 1 TOTAL

2017 Adopted Budget CA	PA
1,760,000	1,760,000
730,000	730,000
1,030,000	1,030,000
30,000	30,000
67,000	67,000
203,000	203,000
2,062,000	2,062,000

2017A1 Revised Budget CA	PA	CA Variance 2017/2017A1 EUR	%	PA Variance 2017/2017A1 EUR	%
1,760,000	1,917,471	0	0.0%	157,471	8.9%
603,000	603,000	(143,000)	(19.3%)	(143,000)	(19.3%)
1,133,000	1,312,471	245,000	14.4%	302,471	28.9%
70,000	74,000	20,000	40.0%	24,000	48.0%
47,000	63,640	(20,000)	(29.9%)	(3,360)	(9.0%)
203,000	233,447	0	0.0%	48,447	23.6%
2,062,000	2,308,558	0	0.0%	256,558	10.9%

2	ADMINISTRATIVE EXPENDITURE
2 0	RENTAL OF BUILDINGS AND ASSOCIATED COSTS
2 1	IT EXPENDITURE AND TECHNICAL FACILITIES
2 2	MOVABLE PROPERTY AND ASSOCIATED COSTS
2 3	CURRENT ADMINISTRATIVE EXPENDITURE
2 4	POSTAGE AND TELECOMMUNICATIONS
2 5	ADMINISTRATIVE BOARD EXPENDITURE
2 6	ADMINISTRATIVE SUPPORT SERVICES
2 7	PR AND EVENTS
2 9	OTHER INFRASTRUCTURE AND OPERATING EXPENDITURE
	TITLE 2 TOTAL

313,000	313,000
163,000	163,000
40,000	40,000
61,000	61,000
30,000	30,000
100,000	100,000
500,000	500,000
300,000	300,000
130,000	130,000
1,661,000	1,661,000
3,743,000	3,743,000

353,000	436,846	40,000	12.7%	111,846	31.2%
163,000	398,150	0	0.0%	193,150	117.1%
40,000	77,272	0	0.0%	37,272	93.2%
23,000	25,000	(36,000)	(29.0%)	(36,000)	(29.0%)
30,000	35,000	0	0.0%	5,000	16.7%
60,000	68,603	(40,000)	(40.0%)	(31,393)	(51.4%)
130,000	51,051	(380,000)	(76.0%)	(448,909)	(88.5%)
600,000	768,166	300,000	100.0%	488,166	156.1%
130,000	335,117	0	0.0%	185,117	123.4%
1,545,000	2,146,286	(116,000)	(7.0%)	484,286	29.2%
3,627,000	4,463,846	(116,000)	(3.1%)	710,846	19.0%

3	OPERATIONAL EXPENDITURE
3 0	OPERATIONAL EXPENDITURE
	TITLE 3 TOTAL

61,508,182	52,039,520
61,508,182	52,039,520

61,059,074	37,331,615	(449,109)	(0.7%)	(14,506,905)	(27.9%)
61,059,074	37,532,615	(649,309)	(0.7%)	(14,506,905)	(27.9%)

4	UNUSED APPROPRIATIONS NOT REQUIRED IN CURRENT YEAR
4 0	ADMINISTRATIVE BUDGET
4 1	OPERATIONAL BUDGET
	TITLE 4 TOTAL

1,176,938	1,176,938
1,148,848	2,307,263
2,325,806	1,176,938

1,329,401	2,105,067	182,463	13.5%	931,109	79.1%
2,307,263	-	1,398,415	118.2%	0	0
3,866,664	2,105,067	1,540,858	66.3%	931,109	79.1%

	TOTAL EXPENDITURE
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67,576,988	56,959,478
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68,552,738	44,094,526	575,750	1.4%	(12,864,951)	(22.6%)
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Shift2Rail Joint Undertaking Budget 2017A1								
STAFF ESTABLISHMENT PLAN								
Establishment plan posts								
Function group and grade	2015				2016		2017	
	Authorised Budget		Filled as of 31/12/2015		Authorised Budget		Budget	
	Permanent posts	Temporary posts	Permanent posts	Temporary posts	Permanent posts	Temporary posts	Permanent posts	Temporary posts
AD 16								
AD 15								
AD 14		1				1		1
AD 13								
AD 12								
AD 11								
AD 10								
AD 9		2				2		2
AD 8		1						
AD 7				1				1
AD 6								1
AD 5				2		1		
AD TOTAL	0	4	0	1	0	4	0	5
AST 1-11								
AST TOTAL	0	0	0	0	0	0	0	0
AST/SC 1-6								
AST/SC TOTAL	0	0	0	0	0	0	0	0
TOTAL		4		2		4		5
GRAND TOTAL	4		2		4		5	

External personnel

Contract agents	Authorised Budget 2015	Recruited as of 31/12/2015	Authorised Budget 2016	Budget 2017
Function Group IV	5	4	7	11
Function Group III	3	2	3	3
Function Group II	2	2	3	2
Function Group I				
TOTAL	10	8	13	16

Seconded National Expert

Seconded National Experts	Authorised Budget 2015	Recruited as of 31/12/2015	Authorised Budget 2016	Budget 2017
TOTAL	0	0	0	2

Shift2Rail Joint Undertaking Budget 2017A1						
SCHEDULE OF PAYMENTS						
	Commitment Appropriations		Payment Appropriations			
	Unpaid Amount (RAL) from earlier years	Budget 2017	Budget 2017	Estimate Budget 2018	Estimate Budget 2019 and after	
2015 Work Plan Administrative	21,321		21,321	0		
2015 Work Plan Operational	24,449,734		1,955,724	15,882,510	6,611,500	
2016 Work Plan Administrative	1,554,188		805,523	748,665		
2016 Work Plan Operational	23,276,713		1,497,720	15,691,347	6,087,646	
2017 Work Plan Administrative			3,627,000			
2017 Work Plan Operational			61,059,074	34,079,171	5,569,293	21,410,610
Total	49,301,957	64,686,074	41,986,460	37,891,815	34,109,756	

Shiraz2016 Joint Undertaking Consolidated Budget 2017/1

STATEMENT OF REVENUE

Title Chapter	Heading	2015 Executed Budget CA	PA	% of Budget 2017 CA	PA
9	REVENUE				
9 0	CONTRIBUTIONS				
9 0 0	CONTRIBUTION FROM THE EUROPEAN UNION	46,666,379	1,230,305	74.0%	2.3%
9 0 1	Administrative Budget	1,332,242	1,330,305	83.6%	76.0%
9 0 1	Operational Budget	43,334,167	0	73.7%	0.0%
9 0 2	CONTRIBUTION FROM MEMBERS OTHER THAN THE EU	887,390	887,390	54.8%	54.8%
9 0 2	Administrative Budget	887,390	887,390	54.8%	54.8%
9 0 2	Operational Budget	0	0	0.0%	0.0%
9 0 3	UN-USED APPROPRIATIONS PREVIOUS YEARS	887,390	887,390	0.0%	0.0%
9 0 3	Un-used appropriations previous years Administrative	887,390	887,390	0.0%	0.0%
9 0 3	Un-used appropriations previous years Operational	0	0	0.0%	0.0%
9 0 3	TOTAL REVENUE	47,573,769	2,117,695	69.4%	4.6%

STATEMENT OF EXPENDITURE

Title Chapter	Heading	2015 Executed Budget CA	PA	% of Budget 2017 CA	PA
1	STAFF EXPENDITURE				
1 1	STAFF IN ACTIVE EMPLOYMENT	337,942	337,942	20.3%	48.7%
1 1 0	Temporary Agents	120,602	120,602	19.9%	19.9%
1 1 1	Contract Agents, interim Staff, trainees and 5YEs	237,260	237,260	20.5%	18.4%
1 3	MISSION COSTS	5,319	5,319	7.9%	7.9%
1 3	TRAINING	0	0	0.0%	0.0%
1 3	OTHER STAFF EXPENDITURE	99,718	49,398	48.6%	19.5%
1 3	TITLE 1 TOTAL	463,179	412,859	22.2%	17.6%

2 ADMINISTRATIVE EXPENDITURE

2 0	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	169,778	154,748	47.6%	49.6%
2 1	IT EXPENDITURE AND TECHNICAL FACILITIES	63,664	18,961	38.0%	5.3%
2 2	MOVABLE PROPERTY AND ASSOCIATED COSTS	237,259	361,259	644.0%	467.9%
2 3	CURRENT ADMINISTRATIVE EXPENDITURE	2,430	406	9.7%	1.6%
2 4	POSTAGE AND TELECOMMUNICATIONS	0	0	0.0%	0.0%
2 5	ADMINISTRATIVE BOARD EXPENDITURE	24,690	20,913	41.2%	30.5%
2 6	ADMINISTRATIVE SUPPORT SERVICES	109,378	109,378	91.1%	214.1%
2 7	PRAND EVENTS	109,807	18,097	18.3%	3.7%
2 9	OTHER INFRASTRUCTURE AND OPERATING EXPENDITURE	30,739	83,340	20.5%	24.9%
2 9	TITLE 2 TOTAL	767,095	817,446	49.7%	38.1%
2 9	TOTAL ADMINISTRATIVE EXPENDITURE (Title 1 and Title 2)	1,230,274	1,230,305	33.9%	27.6%

3 OPERATIONAL EXPENDITURE

3 0	OPERATIONAL EXPENDITURE	40,334,167	0	74.2%	0.0%
3 0	TITLE 3 TOTAL	40,334,167	-	74.2%	0.0%

4 UN-USED APPROPRIATIONS NOT REQUIRED IN CURRENT YEAR

4 0	ADMINISTRATIVE BUDGET				
4 1	OPERATIONAL BUDGET				
4 1	TITLE 4 TOTAL				
4 1	TOTAL EXPENDITURE	46,564,441	1,230,305	67.9%	2.6%

2017/1 Budget			CA Variance 2016/2017/1		PA Variance 2016/2017/1	
CA	PA		EUR	%	EUR	%
63,126,601	53,657,939		16,257,066	34.7%	4,574,289	9.3%
1,618,419	1,618,419		0	(0.1%)	(979,729)	(18.8%)
61,508,182	51,239,320		16,239,324	31.5%	(4,591,995)	(33.7%)
1,618,419	1,618,419		0	(0.1%)	(734,686)	(31.2%)
1,618,419	1,618,419		0	(0.1%)	(1734,686)	(31.2%)
3,807,718	9,618,168		2,790,390	277.3%	6,730,778	983.9%
1,749,569	3,325,073		740,235	78.3%	2,432,683	274.7%
2,038,153	6,293,087		2,058,107	100.9%	6,293,087	100.9%
68,552,738	44,094,526		18,320,710	36.5%	(8,239,191)	(15.7%)

2017/1 Budget	CA	PA	CA Variance 2016/2017/1		PA Variance 2016/2017/1	
			EUR	%	EUR	%
	1,760,000	1,917,471	666,540	61.3%	826,411	79.7%
	603,000	603,000	248,715	68.8%	248,715	69.8%
	1,157,000	1,314,471	419,925	57.1%	577,986	78.5%
	70,000	70,000	23,000	35.6%	29,000	66.4%
	47,000	63,640	30,360	48.2%	47,000	53.2%
	205,000	213,471	68,000	48.6%	62,889	33.0%
	2,082,000	2,308,558	795,000	61.4%	985,000	71.8%

335,000	426,846	10,000	2.9%	81,846	23.7%
163,000	318,190	428,559	77.2%	279,069	169.6%
40,000	77,272	9,000	29.0%	232	0.3%
13,000	13,000	0	0.0%	0	0.0%
30,000	39,000	22,000	77.0%	27,000	93.3%
60,000	68,602	34,000	130.8%	38,602	130.7%
120,000	119,981	0	-0.1%	0	0.0%
600,000	768,466	324,000	117.4%	410,466	134.7%
150,000	335,117	122,117	81.4%	184,240	122.8%
1,545,000	2,145,286	465,000	30.1%	465,000	30.1%
3,527,000	4,453,944	327,000	9.3%	904,327	25.6%

61,099,074	37,512,615	16,959,074	34.3%	9,598,893	20.3%
61,099,074	37,512,615	16,959,074	34.3%	9,598,893	20.3%

1,399,401	2,108,067	323,719	19.2%	424,947	23.2%
2,507,253	-	1,325,413	118.2%	-	-
3,866,664	2,108,067	1,034,696	36.5%	424,947	23.2%

68,552,738	64,094,526	4,458,212	6.5%	4,458,212	6.5%
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Annex II

Shift2Rail Joint Undertaking Amendment to the Annual Work Plan 2017 and Budget figures Explanatory Note for the Amendment

BACKGROUND

The Governing Board of Shift2Rail Joint Undertaking (S2R) adopted the Annual Work Plan 2017 and Budget Figures on 23 December 2016.

In May 2015, while the S2R JU was still in its setup phase, under the Horizon 2020 Transport Programme 2014 -2015 (more specifically its Call 2014), EUR 52 million were awarded by the European Commission to the so-called four “S2R Lighthouse Projects”, lightening the way towards the Innovation Programmes at the heart of Shift2Rail. In accordance with Article 3(1)(b) of the S2R Regulation, it would have been possible to transfer the management of these projects to the S2R JU once it would have achieved the operational capacity to implement its own budget.

In this respect, the Budget 2017 already included the transfer of resources from the Commission to the S2R JU to ensure the availability of the necessary payment appropriations. After due and extensive consideration, the Commission decided to ensure the management of the projects while asking to the S2R JU the technical support to perform the operational verification of their intermediate results.

Consequently, the corresponding EUR 20 800 000 payment appropriations planned to be spent as interim payments will not be transferred to the S2R JU and the Budget 2017 duly amended.

In accordance with the S2R Financial Rules Article 6.5, “*the unused appropriations may be entered in the estimate of revenue and expenditure of up to the following three financial years*”. The Budget Amendment 2 will therefore recognise and balance the unused Payment and Commitment Appropriations on administrative and operational expenditure due in relation to the previous budgetary years.

REVENUE

Contribution from the European Union towards Operational Expenditure

The Contributions from the Union to the S2R Budget (in terms of Payment Appropriations) are decreased by 20 800 000 Euros.

Unused Appropriations from Previous Years

The reactivation of unused Commitment Appropriations from previous years is increased from the estimated budgeted amount of 2 831 968 Euros to 3 807 718 Euros, in accordance with the S2R Annual Accounts 2016.

The reactivation of unused Payment Appropriations from previous years is increased from 1 683 120 Euros estimated budgeted amount of to 9 618 168 Euros.

EUR 200 000 under this chapter relates to the Expert Evaluators. This amount is included in the S2R Budget but is managed by the REA Services.

Detailed overview of the unused appropriations:

Title Chapter	Heading	2017A1 Revised Budget	
		CA	PA
9 3	UN-USED APPROPRIATIONS PREVIOUS YEARS	3,807,718	9,618,168
9 3 0	<i>Un-used appropriations previous years Administrative</i>	1,749,563	3,325,073
9 3 1	<i>Un-used appropriations previous years Operational</i>	2,058,155	6,293,095

9 3 0 Un-used appropriations previous years Administrative

Administrative CA EUR 1 749 563 is a re-mobilisation of:

- EUR 47 039; lapsed appropriations from Titles 1 and 2 in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 7.1 and 7.2, totals, column 14)
- EUR 1 683 120; lapsed appropriations from Title 4 Admin in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 7.4, Line 400, column 14)
- EUR 19 404; lapsed appropriations resulting from cancellation of C8 from Titles 1 and 2 in 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 9.1 and 9.2, totals, column 2)

Administrative PA EUR 3 325 073 is a re-mobilisation of:

- EUR 1 641 953; lapsed appropriations from Titles 1 and 2 in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 8.1 and 8.2, totals in column 29)
- EUR 1 683 120; lapsed appropriations from Title 4 Admin in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 8.4, Line 400, column 29)

9 3 1 Un-used appropriations previous years Operational

Operational CA EUR 2 058 155 is a re-mobilisation of:

- EUR 0; lapsed appropriations from Title 3 in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 7.3, column 14)
- EUR 1 148 848 120; lapsed appropriations from Title 4 Operational in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 7.4, Line 410, column 14)
- EUR 465 239; lapsed appropriations from cancellation of C8 from Title 3 in 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 9.3, column 2)
- EUR 444 068; lapsed appropriations from cancellation of C8 from Title 3 in 2017. This figure is not shown in the S2R Annual Accounts 2016.

Operational PA 6 293 095 is a re-mobilisation of:

- The full amount is resulting from lapsed appropriations in Title 3 in Budget 2016 (with reference to S2R Annual Accounts, Reports on the implementation of the budget, Point 8.3, column 26 ad 27)

EXPENDITURE

Administrative expenditure

As anticipated by the Executive Director at the Governing Board meeting on 7 June 2017, it is proposed to make use of available appropriations in some of the Title 2 Chapters to top up Chapter 2 7 – PR and Events in view of the 2018 major events, TRA in Vienna and InnoTrans in Berlin. The resources for these events shall be committed already in 2017 to ensure the preparation of stands, rental of space, preparation of demos, etc. These activities will be realized through specific contracts related to the Communication Framework Contracts signed in 2017.

In addition, in order to ensure that the S2R JU meets its payment obligations coming from the previous years, the Budget 2017 Amendment No 2 shall include the respective increase in Payment Appropriations (PA).

Operational expenditure

The Commitment Appropriations of Title 3 - Operational Expenditure have been decreased by 449 108 Euros, due to the actual amount committed for the Call 2017 compared to the initial Budget 2017.

The Payment Appropriation towards that Operational Expenditure has been decreased by 14 506 905, consequence of the revision of the operational payment planning (pre-financing and interim payment), including the S2R Lighthouse Projects.

EUR 200 000 under this chapter relates to the Expert Evaluators. This amount is included into the S2R Budget but is managed by the REA Services.

Unused Appropriations not required in current year

Almost the full amount of Unused Appropriations – administrative and operational – is planned to be completely committed in the AWP 2018 submitted to approval of the Governing Board on 27 October 2017, in order to accelerate the research and innovation activities of the Programme.