



Annex II

Amended Annual Work Plan and Budget for 2018- Explanatory Note for the Amendment

SHRF2Rail Joint Undertaking Budget 2018 Amendment

STATEMENT OF REVENUE

Title Chapter	Heading	2018 Initial Budget		2018 Amendment		CA Variance 2018 / 2018A		PA Variance 2018 / 2018A	
		CA	PA	CA	PA	EUR	%	EUR	%
9	REVENUE								
9 0	CONTRIBUTIONS								
	CONTRIBUTION FROM THE EUROPEAN UNION	79,227,979	77,503,543	79,227,979	77,503,542	(0)	(0.0%)	(1)	(0.0%)
9 0 0	Administrative Budget	1,661,839	1,661,839	1,661,839	1,661,839	(0)	(0.0%)	(0)	(0.0%)
9 0 1	Operational Budget	77,566,140	75,841,703	77,566,140	75,841,703	0	0.0%	(0)	(0.0%)
	CONTRIBUTION FROM MEMBERS OTHER THAN THE EU	1,661,839	1,661,839	1,661,839	1,661,839	(0)	(0.0%)	(0)	(0.0%)
9 0 2	Administrative Budget	1,661,839	1,661,839	1,661,839	1,661,839	(0)	(0.0%)	(0)	(0.0%)
9 3	UN-USED APPROPRIATIONS PREVIOUS YEARS*	3,866,664	2,108,067	3,866,664	2,474,382	0	0.0%	366,316	17.4%
9 3 0	Un-used appropriations previous years Administrative	1,359,401	2,108,067	1,359,401	2,474,382	0	0.0%	366,316	17.4%
9 3 1	Un-used appropriations previous years Operational	2,507,263	-	2,507,263	-	0	0.0%	0	-
TOTAL REVENUE		84,756,482	81,273,449	84,756,482	81,639,763	(0)	(0.0%)	366,315	0.5%

STATEMENT OF EXPENDITURE

Title Chapter	Heading	2018 Initial Budget		2018 Amendment		CA Variance 2018 / 2018A		PA Variance 2018 / 2018A	
		CA	PA	CA	PA	EUR	%	EUR	%
1	STAFF EXPENDITURE								
1 1	STAFF IN ACTIVE EMPLOYMENT	1,969,000	1,969,000	1,869,000	2,001,062	(100,000)	(5.1%)	32,062	1.6%
1 1 0	Temporary Agents	752,000	752,000	690,000	690,000	(62,000)	(8.2%)	(62,000)	(8.2%)
1 1 1	Contract Agents, Interim Staff, trainees and SNEs	1,217,000	1,217,000	1,179,000	1,311,062	(38,000)	(3.1%)	94,062	7.7%
1 3	MISSION COSTS	55,000	55,000	85,000	98,931	30,000	54.5%	43,931	79.9%
1 5	TRAINING	70,000	70,000	40,000	60,494	(30,000)	(42.9%)	(9,506)	(13.6%)
1 9	OTHER STAFF EXPENDITURE	211,000	211,000	211,000	309,263	0	0.0%	98,263	46.6%
TITLE 1 TOTAL		2,305,000	2,305,000	2,205,000	2,469,750	(100,000)	(4.3%)	164,750	7.1%

2 ADMINISTRATIVE EXPENDITURE

2 0	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	320,000	320,000	320,000	324,863	0	0.0%	4,863	1.5%
2 1	IT EXPENDITURE AND TECHNICAL FACILITIES	159,000	159,000	159,000	302,750	0	0.0%	143,750	90.4%
2 2	MOVABLE PROPERTY AND ASSOCIATED COSTS	20,000	20,000	20,000	105,787	0	0.0%	85,787	428.9%
2 3	CURRENT ADMINISTRATIVE EXPENDITURE	40,000	40,000	40,000	41,767	0	0.0%	1,767	4.4%
2 4	POSTAGE AND TELECOMMUNICATIONS	30,000	30,000	30,000	36,840	0	0.0%	6,840	22.8%
2 5	ADMINISTRATIVE BOARD EXPENDITURE	60,000	60,000	60,000	59,324	0	0.0%	(676)	(1.1%)
2 6	ADMINISTRATIVE SUPPORT SERVICES	85,500	85,500	85,500	104,477	0	0.0%	18,977	22.2%
2 7	PR AND EVENTS	300,000	300,000	300,000	795,172	0	0.0%	495,172	165.1%
2 9	OTHER INFRASTRUCTURE AND OPERATING	163,579	163,579	163,579	257,331	0	0.0%	93,752	57.3%
TITLE 2 TOTAL		1,178,079	1,178,079	1,178,079	2,028,311	0	0.0%	850,232	72.2%
TOTAL ADMINISTRATIVE EXPENDITURE (Title 1 and Title 2)		3,483,079	3,483,079	3,383,079	4,498,060	(100,000)	(2.9%)	1,014,981	29.1%

STATEMENT OF EXPENDITURE

Title Chapter	Heading	2018 Initial Budget		2018 Amendment		CA Variance 2018 / 2018A		PA Variance 2018 / 2018A	
		CA	PA	CA	PA	EUR	%	EUR	%
3	OPERATIONAL EXPENDITURE								
3 0	OPERATIONAL EXPENDITURE	81,273,403	77,041,703	81,373,403	67,392,143	100,000	0.1%	(9,649,560)	(12.5%)
TITLE 3 TOTAL		81,273,403	77,041,703	81,373,403	67,392,143	100,000	0.1%	(9,649,560)	(12.5%)
4	UNUSED APPROPRIATIONS NOT REQUIRED IN CURRENT YEAR								
4 0	ADMINISTRATIVE BUDGET	0	748,666	0	-	(1)	(122.2%)	(748,666)	(100.0%)
4 1	OPERATIONAL BUDGET	-	-	-	9,749,560	-	-	9,749,560	-
TITLE 4 TOTAL		0	748,666	0	9,749,560	4	905.5%	9,000,894	1,202.3%
TOTAL EXPENDITURE		84,756,482	81,273,449	84,756,482	81,639,763	1	0.0%	366,315	0.5%

Contributions overview

CONTRIBUTIONS OVERVIEW	2016	2017	2018
CONTRIBUTIONS FROM THE UNION (incl EFTA)	46,869,535	63,126,601	79,227,979
Title 1 and Title 2 (financial)	1,620,687	1,618,419	1,661,839
Title 3 (financial)	45,248,848	61,508,182	77,566,140
CONTRIBUTIONS FROM MEMBERS OTHER THAN THE UNION	81,415,274	53,252,712	78.223.467
Title 1 and Title 2 (financial)	2,353,105	1,618,419	1.661.839
Title 3 (in-kind)	79,062,169	51,634,293	76.561.628
TOTAL CONTRIBUTIONS	128,284,809	116,379,313	157.451.446

It should be noted that EUR 2.0 million coming from non-Members are considered by analogy IKOP but they cannot be accounted for the Other Members.

Schedule of payments

	Commitment Appropriations		Payment Appropriations		
	RAL from earlier years	Budget 2018	Budget 2018	Estimate Budget 2019	Estimated Budget 2020 and after
2015 Work Plan	22,494,010		14,192,966	8,301,044	
2016 Work Plan	21,778,993		15,530,556	6,248,437	
2017 Work Plan	28,543,992		1,114,981	23,569,282	3,859,729
2018 Work Plan Administrative		3,383,079	3,383,079	-	
2018 Work Plan Operational		81,273,403	37,668,621	8,843,361	34,761,421
Total	72,816,995	84,656,482	71,890,204	46,962,124	38,621,150

Establishment plan posts
Temporary Agents

Function group and grade	2016				2017		2018	
	Authorised under the EU Budget		Actually filled as of 31/12/2016		Authorised under the EU Budget		Request of the Agency	
	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		1
AD 13								
AD 12								
AD 11								
AD 10								
AD 9		2		1		2		2
AD 8								1
AD 7				1		1		1
AD 6						1		
AD 5		1		1				
AD TOTAL		4		4		5		5
AST 1-11								
AST TOTAL								
AST/SC 1-6								
AST/SC TOTAL								
TOTAL		4		4		5		5
GRAND TOTAL		4		4		5		5

Contract Agents

Contract agents	Authorised 2016	Recruited as of 31/12/2016	Authorised 2017	2018 Request of the Agency
Function Group IV	7	8	11	11
Function Group III	3	3	3	3
Function Group II	3	2	2	2
Function Group I				
TOTAL	13	13	16	16

Seconded National Experts

Seconded National Experts	Authorised 2016	Recruited as of 31/12/2016	Authorised 2017	2018 Request of the Agency
TOTAL			2	2

BACKGROUND

The Governing Board of the Shift2Rail Joint Undertaking (S2R JU) adopted the Amended Annual Work Plan and Budget 2018 on 4 January 2018.

The S2R JU may enter into legal commitments in one year to which the payments are falling due only in the following years. The payments are always made by using the Payment Appropriation from the budget of the running year.

In accordance with the S2R Financial Rules Article 6.5, *“the unused appropriations may be entered in the estimates of revenue and expenditure of up to the following three financial years”*.

This amendment will mainly cater for the need of Payment Appropriations in current and next budgetary year on both administrative and operational lines.

REVENUE

Contribution from the European Union towards S2R Administrative and Operational budget

The Contributions from the Union to the S2R Budget (in terms of Commitment and Payment Appropriations) have been rounded to the full euro.

Unused Appropriations from Previous Years

The S2R JU proposes to re-activate additional EUR 366 317 of un-used payment appropriation resulting from previous budgetary years to use them in the Budget 2018. These Payment Appropriations will be used to execute payments falling due in 2018 but resulting from commitments entered in previous budgetary years.

Other

EUR 373 403 under this chapter relates to the Expert Expenses (evaluation and reviews). This amount is included into the S2R Budget but may be managed by the REA Services.

After the reactivation proposed here above, these previous years' appropriations as at 31.12.2017 remain available for re-activation:

	CA	PA
Administrative	536,806	1,033,627
Operational	2,995	5,945,287

This amount may increase as a result of any de-commitments executed towards C8 credits in 2018.

EXPENDITURE

Administrative expenditure

The proposed amendment introduces a number of transfers within the Administrative budget. These transfers have the objective to allocate better the resources needed for the running costs. In addition to the transfers within the Administrative expenses, the overall administrative budget is reduced by EUR 100 000 in both Commitment and Payment Appropriations. This amount is transferred to an operational line to cover the cost for experts supporting the project reviews.

In addition to the above, the S2R JU is increasing the Payment Appropriations required on administrative lines. These Payment Appropriations will be used to execute payments falling due in 2018 but resulting from commitments entered in the previous budgetary years.

Operational expenditure

As indicated here above, the Commitment Appropriations for Operational Expenditure have been increased by EUR 100 000 to cover the expert expenses. After this increase, a total of EUR 373 403 under this chapter relates to the Expert Expenses (evaluation and reviews). This amount is included into the S2R Budget but may be managed by the REA Services.

In addition, considering the outcome of the Call 2018 in terms of expected pre-financing, the request for payments received by the date of this amendment and the estimated interim payments by year end, for reasons of transparency and accurate reporting, the JU has proposed to transfer EUR 9 649 560 of Payment Appropriations to Title 4 of the Budget. These Payment Appropriations will be used in the following years to meet the Commitment Appropriations entered by the S2R JU.

The remaining amount of Payment Appropriations on the operational line total EUR 67 392 143 of which;

- EUR 14 192 966 is to cover payments on projects and procurement under AWP 2015;
- EUR 15 530 556 is to cover payments on projects under AWP 2016;
- EUR 36 384 500 is to cover the pre-financing payments on projects under AWP 2018;
- EUR 911 121 is to cover payments against operational procurement contracts in 2018 and any other operational expenses required;
- EUR 373 403 is to cover the expert expenses for 2018.

Unused Appropriations not required in current year

The S2R JU will prepare the AWP 2019 aiming at making use of the full appropriations available in Title 4.