

DECISION
ADB(D) 08-2011

**Budget transfers between Titles and Chapters
and Revised Budget 2011**

THE ADMINISTRATIVE BOARD OF THE SESAR JOINT UNDERTAKING (SJU),

Having regard to:

- Article 5(c) of Council Regulation (EC) n° 219/2007 of 27 February 2007 on the establishment of a Joint Undertaking to develop the new generation of the European air traffic management system (SESAR) as modified by Council Regulation n° 1361/2008 of 16 December 2008¹;
- Article 23.1 of the SJU Financial Rules adopted by the Administrative Board on 31 December 2010, which establishes that *“the Executive Director may make transfers from one chapter to another and from one article to another without limit and from one title to another up to a maximum of 10 % of the appropriations for the financial year shown on the line from which the transfer is made”*;
- Article 23.2 of the aforementioned SJU Financial Rules, which establishes that *“beyond the limit referred in the first paragraph, the Executive Director may propose to the Administrative Board transfers of appropriations from one title to another. The Administrative Board shall have three weeks in which to oppose such transfers. After this time-limit they shall be deemed to be adopted”*;

Whereas:

- In order to ensure the adequate management of the budget appropriations, the Executive Director authorized budget transfers within the limits defined in Article 23.1 of the SJU Financial Rules;
- It would be appropriate to transfer the appropriations of Title 1 that will not be used by year end and cannot be carried over in accordance with Article 10.2;

In its ordinary meeting of 15 December 2011, **HAS DECIDED AS FOLLOWS:**

¹ Council Regulation (EC) n° 219/2007 of 27 February 2007, OJ L 64, 02/09/2007, p.1 - 11, modified by Council Regulation (EC) n° 1361/2008 of 16 December 2008, OJ L 352, 31/12/2008, p.12.

Article 1

The Administrative Board takes note of the following budget transfers between Chapters and/or Titles authorized by the Executive Director during 2011:

1. Transfer between Chapters within the same Title of the Statement of Expenditure

From Chapter 2.1 for EUR 54.296 and from Chapter 2.6 for EUR 63.678 to Chapter 2.7 (for the total amount of EUR 117.974) in order to cover the additional ITC costs sustained during 2011 due to the delayed implementation of the IT hosting services. In fact, the 2011 Budget included IT hosting services as of 1 January 2011, while due to the longer than expected procurement procedure launched by Eurocontrol on behalf of the SJU and some technical issues during the transition phase, the IT hosting services started only on 1 July 2011 reducing substantially the benefit of the new IT hosting contract in 2011. It should be noted that the SJU is questioning the quality of the services during the second and third quarter 2011 and it is expected that the contractor will invoice less than budgeted or compensate the SJU with "ITC credits".

Article 2

The Administrative Board approves the Revised Budget 2011 with its Annexes I and II attached to this decision, with regard to the following items:

1. Statement of Revenue

- reduction of the payment request to the European Union from EUR 96.5 million to EUR 18.0 million due to the lower amount of payment requests received from the Members compared to the Budget for the IFS 2010 and 2009. Furthermore, the reduced payment request will allow the SJU to close the year end with a minimum net cash balance, in line with the recommendation of the Budgetary Authority on strict cash management;
- increase of the Eurocontrol contribution from EUR 20.3 million to EUR 21.2 million in terms of commitment appropriations, mostly due to the increase of the cash transfer received in 2011 compared to the Budget. On the contrary, the reduction of EUR 9.1 million in terms of payment appropriations is mostly due to the fact that WP11 was effectively implemented only in the second half of 2011 and consequently the relative contribution has been transferred to the following year;

2. Statement of Expenditure

- transfer from Chapter 1.5 to Chapter 3.3 of commitment and payment appropriations for EUR 0.4 million, as a result of the actions put in place for sound financial management of mission costs in 2011 (EUR 0.2 million) and the use of commitment appropriations still available from the previous year;
- transfer from Chapter 1.6 to Chapter 3.3 of commitment and payment appropriations for EUR 77.000 related to the budget for administrative contingencies not used during 2011;
- transfer from Title 2 (Chapter 2.2 for EUR 20.000, Chapter 2.5 for EUR 5.000 and Chapter 2.8 for EUR 25.000) to Chapter 3.3 of commitment and payment appropriations for EUR 50.000 as a result of different actions to reduce the SJU administrative costs;

- transfer from Chapter 3.1 to Chapter 3.3 of commitment appropriations for EUR 6.7 million, of which EUR 4.8 million related to “AIRE expansion” (now converted in the Demonstration Activities in 2012), EUR 1.0 million related to a containment of the Programme Support using commitment appropriations still available from previous years, EUR 0.3 million related to the Liaison officer for whom recruitment will be completed only at the beginning of 2012 and EUR 0.6 million related to other activities covered with available appropriations of previous years;
- reduction in Chapter 3.1 of payment appropriations for EUR 16.3 million, of which EUR 1.0 million related to the fact that the “Associate Partners of the SJU” activities will start only in 2012, EUR 3.0 million related to payment requests from AUs that are expected only in 2012 instead of 2011, EUR 7.0 related to WP 11 (see above), EUR 3.0 million related to WP E due to the fact that the difference will be recognized in the SJU budget accounts only after the acceptance of the relative IFS;
- transfer from Chapter 3.1 to Chapter 3.2 of payment appropriations for EUR 0.7 million, due to the recognition of the last part of the Early Projects activities, which were not completed in 2009 but only in 2010 (this is part of the “cash contribution” of Eurocontrol);
- alignment of Chapter 3.3 in terms of commitment and payment appropriations to take into account all transfers made from the other Chapters and the reduced payment request to the European Union;

3. Budget Outturn

- alignment of the Budget Outturn to the actual figures at the end of 2010.

Article 3

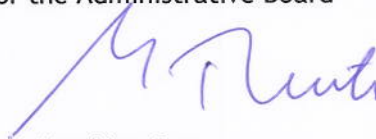
The Administrative Board:

- authorizes the Executive Director to transfer, before year end, to Title 2 the commitment and payment appropriations not used under Title 1;
- authorizes the Executive Director to inscribe in the 2012 Budget the 2011 outturn in terms of payment and commitment appropriations and use them to finance the SJU expenditure as necessary;
- requests from the Executive Director to report on the final transfers at its next meeting.

This decision shall enter into force on the date of its adoption.

Done in Brussels, 15 December 2011

For the Administrative Board



Matthias Ruete
The Chairperson

SESAR JOINT UNDERTAKING

Revised Budget 2011

STATEMENT OF REVENUE

all figures in Euro

Title / Chapter	Commitment Appropriations				Payment Appropriations			
	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	Revised Bdg 2011	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	Revised Bdg 2011
1. European Union Contribution	109.994.680			109.994.680	96.515.649		(78.515.649)	18.000.000
1.1 7th Research and Dev. Framework Programme	59.994.680			59.994.680	48.825.339		(39.825.339)	9.000.000
1.2 Tran-European Network Programme	50.000.000			50.000.000	47.690.310		(38.690.310)	9.000.000
2. Contribution from Eurocontrol	20.300.000		944.496	21.244.496	20.300.000		(9.134.591)	11.165.409
2.1 contribution in cash	20.300.000		944.496	21.244.496	20.300.000		(9.134.591)	11.165.409
3. Contributions from Other Members	4.842.724			4.842.724	4.842.724			4.842.724
3.1 contribution in cash	4.842.724			4.842.724	4.842.724			4.842.724
4. Other Revenue	190.000			190.000	190.000			190.000
4.1 Revenue From Interests Yielded	790.000			790.000	790.000			790.000
4.2 Revenue From Taxes Recovered								
4.3 Programme revenues from non Members								
4.4 Interest to be returned to the EU	(600.000)			(600.000)	(600.000)			(600.000)
Budget Outturn previous year	13.625.931		(1.858.054)	11.767.877	39.507.269		17.675.762	57.183.031
TOTAL REVENUE	148.953.335		(913.558)	148.039.777	161.355.642		(69.974.478)	91.381.164

STATEMENT OF EXPENDITURE

all figures in Euro

Title / Chapter	Commitment Appropriations				Payment Appropriations			
	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	Revised Bdg 2011	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	Revised Bdg 2011
1. Staff Expenditure	5.905.000		(477.000)	5.428.000	5.905.000		(477.000)	5.428.000
1.1 Staff Expenditure As Per Staff Establish. Plan	2.630.000			2.630.000	2.630.000			2.630.000
1.2 Contract Agents, Interim Staff	380.000			380.000	380.000			380.000
1.3 Secondments From Members	1.890.000			1.890.000	1.890.000			1.890.000
1.4 Seconded National Experts	150.000			150.000	150.000			150.000
1.5 Mission Costs	600.000		(400.000)	200.000	600.000		(400.000)	200.000
1.6 Other Staff Expenditure	255.000		(77.000)	178.000	255.000		(77.000)	178.000
2. Administrative Expenditure	3.211.000		(50.000)	3.161.000	3.211.000		(50.000)	3.161.000
2.1 Rental Of Buildings And Associated Costs	770.500	(54.296)		716.204	770.500	(54.296)		716.204
2.2 Movable Property And Associated Costs	50.000		(20.000)	30.000	50.000		(20.000)	30.000
2.3 Pr And Events	300.000			300.000	300.000			300.000
2.4 Postage And Telecommunications	175.000			175.000	175.000			175.000
2.5 Administrative Board Expenditure	30.000		(5.000)	25.000	30.000		(5.000)	25.000
2.6 Current Administrative Expenditure	298.500			298.500	298.500			298.500
2.7 It Expenditure And Technical Facilities	1.462.000	117.974		1.579.974	1.462.000	(63.678)		1.398.322
2.8 Administrative Support Services	125.000		(25.000)	100.000	125.000		(25.000)	100.000
3. Operating Expenditure	139.837.335		(386.558)	139.450.777	152.239.642		(69.447.478)	82.792.164
3.1 Studies/Development Conducted By The SJU	34.000.000		(6.680.000)	27.320.000	36.998.705		(18.998.705)	20.000.000
3.2 Studies/Development Conducted By EUROCONTROL							702.853	702.853
3.3 Studies/Development Conducted By The Members	105.837.335		6.293.442	112.130.777	115.240.937		(53.151.626)	62.089.311
TOTAL EXPENDITURE	148.953.335		(913.558)	148.039.777	161.355.642		(69.974.478)	91.381.164
BALANCE OF BUDGET OUTTURN								

Annexe II - Total

REVENUE (Cash and In-Kind)

all figures in Euro

Title / Chapter	Commitment Appropriations			Revised Bdg 2011
	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	
1. European Union Contribution	109.994.680			109.994.680
1.1 7th Research and Dev. Framework Programme	59.994.680			59.994.680
1.2 Tran-European Network Programme	50.000.000			50.000.000
2. Contribution from Eurocontrol	90.100.000		944.496	91.044.496
2.1 contribution in cash	20.300.000		944.496	21.244.496
2.2 contribution in kind	69.800.000			69.800.000
3. Contributions from Other Members	110.680.059		6.293.442	116.973.501
3.1 contribution in cash	4.842.724			4.842.724
3.2 contribution in kind	105.837.335		6.293.442	112.130.777
4. Other Revenue	190.000			190.000
4.1 Revenue From Interests Yielded	790.000			790.000
4.2 Revenue From Taxes Recovered				
4.3 Programme revenues from non Members				
4.4 Interest to be returned to the EU	(600.000)			(600.000)
Budget Outturn previous year	13.625.931		(1.858.054)	11.767.877
TOTAL REVENUE	324.590.670		5.379.884	329.970.554

EXPENDITURE (Cash and In-Kind)

all figures in Euro

Title / Chapter	Commitment Appropriations			Revised Bdg 2011
	Budget 2011 voted by ADB	Transfers within the ED authority	Budget outturn 2010+ BDG Revision	
1. Staff Expenditure	5.905.000		(477.000)	5.428.000
1.1. Staff Expenditure As Per Staff Establish. Plan	2.630.000			2.630.000
1.2. Contract Agents, Interim Staff	380.000			380.000
1.3. Secondments From Members	1.890.000			1.890.000
1.4. Seconded National Experts	150.000			150.000
1.5. Mission Costs	600.000		(400.000)	200.000
1.6. Other Staff Expenditure	255.000		(77.000)	178.000
2. Administrative Expenditure	3.211.000		(50.000)	3.161.000
2.1. Rental Of Buildings And Associated Costs	770.500	(54.296)		716.204
2.2. Movable Property And Associated Costs	50.000		(20.000)	30.000
2.3. Pr And Events	300.000			300.000
2.4. Postage And Telecommunications	175.000			175.000
2.5. Administrative Board Expenditure	30.000		(5.000)	25.000
2.6. Current Administrative Expenditure	298.500	(63.678)		234.822
2.7. It Expenditure And Technical Facilities	1.482.000	117.974		1.579.974
2.7. It Expenditure And Technical Facilities	125.000		(25.000)	100.000
3. Operating Expenditure	315.474.670		5.906.884	321.381.554
3.1. Studies/Development Conducted By The SJU	34.000.000		(6.680.000)	27.320.000
3.2. Studies/Development Conducted By EUROCONTROL	69.800.000			69.800.000
3.3. Studies/Development Conducted By The Members	211.674.670		12.586.884	224.261.554
TOTAL EXPENDITURE	324.590.670		5.379.884	329.970.554
BALANCE OF BUDGET OUTTURN				