



# Budget 2015

11 December 2014

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# 1 Legal Basis

This Budget 2015 is established in accordance with Article 33.8 of the SJU Financial Rules approved by the Administrative Board on provisional basis on 12 December 2013.<sup>1</sup>

## 2 Background

In accordance with Article 33.8 of the SJU Financial Rules the “*the Executive Director shall prepare the draft budget for the following year (N) and submit it to the Administrative Board for adoption. The draft budget shall be submitted to the Administrative Board no later than 30 September of the preceding year (N-1)*”.

Furthermore, in accordance with the SJU Financial Rules, the 2015 Provisional Draft Budget was submitted to the European Commission and the Budget Authority (the European Parliament and the Council of the European Union) at the end of March 2014 together with the Annual Activity Report 2013 and an outline of the AWP 2015. The amounts indicated in the present document in terms of European Union revenue payments are extracted from the European Commission Draft Budget and are still subject to the approval of the Budget Authority.

On 16 June 2014, the Council of Ministers of the European Union adopted Council Regulation (EU) 721/2014 which extends the legal duration of the SJU until 2024 and entrusts the SJU with EUR 585 million from the European Union Horizon 2020 Programme to pursue the Research and Innovation (R&I) in view of delivering the necessary technologies and operational procedures to ensure the execution and completion of the European ATM Master Plan (Master Plan). In view of this extension and the establishment of the next SESAR Programme in parallel to the existing first Programme until end of 2016, this Budget 2015 will be presented in two sections:

- **Section 1 (“SESAR1”):**  
Revenues, Commitments and Payments related to the current Programme and the Running Cost of the Joint Undertaking will be presented in the usual way. It should be noted that the European Union commitment revenues – up to EUR 700 million – were received by the SJU and that all funds related to the Programme have been committed towards the Members by the end of 2013.
- **Section 2 (“SESAR2020”):**  
A first estimate of Revenues, Commitment and Payment appropriations related to the launch of the SESAR 2020 Programme activities from the Provisional Draft Budget will be restated. It should be noted that these are exclusive of any Running Costs and that at this stage still no detailed provisions are available. Further refinement and a revision of the Budget during the course of 2015 might be needed. For the same reason, no In-kind Contributions in relation to SESAR2020 have been included into Annex I and II yet, and the Summary Schedule of payments refers only to SESAR1 by the moment.

The Budget 2015 contains all the estimated revenues, expenditures and staff resources needed to be committed and paid calculated on the basis of the information available at the end of November 2014.

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<sup>1</sup> On 12 December 2013 the SJU Administrative Board has adopted on provisional basis new Financial Rules (ref. ADB(D) 14-2013) in order to be aligned with the new Framework Financial Regulation for bodies referred to in Article 208 of Regulation (EU, EURATOM) No 966/2012 of the European Parliament and of the Council. The adoption and the entry into force of the new SJU Financial Rules is subject to the favourable opinion and decision of the European Commission on the derogations asked by the SJU compared to Commission Delegated Regulation (EU) of 30 September 2013 on the framework financial regulation for the bodies referred to in Article 208 of Regulation (EU, Euratom) No 966/2012. Until the formal consent of the European Commission on such derogations is confirmed or until a complete new set of Financial Rules -currently prepared by the SJU to accommodate the extension of the Joint Undertaking until 2024- is adopted by the Administrative Board, the SJU will continue to apply these Financial Rules on a provisional basis. The SJU will make sure that this will be done only to the extent that (1) these are consistent and compatible with the former Financial Rules and derogations (adopted on 31 December 2010) for which the Commission has already given its consent, and (2) as long as they do not contradict the Horizon 2020 rules, where applicable (cf. item 5a ADB(M)031- MoM).

### 3 2014 Key Facts

The draft Annual Activity Report 2014, that will be submitted to the Administrative Board on 31 January 2015, will contain a detailed picture of 2014. At this stage, the following key facts need to be mentioned:

- a. During 2014, the Programme continued its full execution phase: all Projects have been launched and are effective. While Releases 1, 2 and 3 results are now in the phase to become part of the SESAR Solution Packs, Release 4 execution is ongoing and several exercises are in execution in the last months of 2014. As regards Release 5, the last release of the current SESAR Programme, its definition has been based on a top-down approach, ensuring that exercises answer the “Strategic Priority Business Needs” and the Pilot Common Projects’ proposal;
- b. Following the Tiger Team work conducted in 2012, the structure of the Programme started to be progressively aligned with the “Strategic Priority Business Needs” derived from the European ATM Master Plan 2012. In 2013, the inclusion at operational level of those priorities required an in depth analysis of the programme resources; following the results of the Reallocation and IBAFO III processes aiming at increasing its effectiveness and efficiency through the merger of some projects and elimination of few others. The Programme today consists of about 250 interrelated projects, grouped into 16 Work Packages, each encompassing a particular domain of Air Traffic Management.
- c. With regard to the Programme reporting, the SJU receives from the Members a structured quarterly reporting based on effort consumption and percentage of completion. At the end of the second quarter 2014, the level of resources consumed is stabilizing at above 80% of the planned in line with the previous quarters. In addition the percentage of completion of the work has stabilised as well above 80% of the planned work;
- d. A call for RPAS demonstrations activities has been launched in March 2013 and resulted in a commitment of EUR 4.8 million for 9 projects which are currently starting their execution phase. The pre-financing of the above projects have been already engaged for an amount of EUR 0.9 million;
- e. The assessment process of the Members’ Interim Financial Statements 2013 is ongoing. Despite the late submission of some of them, and although a small number of cost statements will be submitted by the Members only in the last quarter 2014, the objective to finalize the cycle by year end is still at reach with co-financing disbursements at the end of the year or beginning 2015 for an estimated total amount of EUR 73.4 million;
- f. Furthermore, during 2014, 12 of the 15 Project Audits planned have been already executed while 2 will be launched before the end of year and 1 will be cancelled. The activity is performed either directly by the SJU Project Audit Sector or by an external contractor. No issue brought in the Project Audit results is of such a materiality to be brought to the attention of the Administrative Board, although the overall error rate from the latest set of audits requires the implementation of corrective actions with the concerned Members. The first Performance Audit on a closed project is ongoing;
- g. During 2014, the SJU managed the recruitment of the Executive Director (Mr Guillermet), 1 Head of Verification/Validation, 1 ATM Expert, 1 Legal Officer and 1 CNS & Avionics Expert. 3 other recruitments are in the final phase before signature: Head of Administration (TA), Performance Analysis Expert (TA), Expert in ATM Operations (SNE). The Budget is established on the assumption that all positions will be filled in 2014. 2 other recruitments are expected to be finalized end 2014/early 2015: 1 assistant (TA) and 1 Seconded National Expert (SNE).
- h. The European Council Regulation (EC) 721/2014 extends the SJU until 2024 in order to perform the activities established in the European ATM Master Plan, and to achieve Steps 2 and 3.

- i. On 9 July 2014 the SJU launched a call for Expression of Interest to become candidate member of the SESAR Joint Undertaking in relation to the SESAR Research and Innovation Programme 2020 (SESAR2020). Negotiations with the selected candidates will start in Q4 2014.

## 4 Budget 2015

In line with the SJU's Financial Rules, the budget consists of the statements of revenue and expenditure, together with the staff establishment plan as well as a summary of the schedule of payments due in the subsequent years.

The document is presented in accordance with the SJU Financial Rules. In this respect, the revenue and expenditure related to the in kind contributions of the SJU Members are reported in an annex to the main Budget document (Annex I), while Annex II summarizes the total revenue and expenditure of the SJU (cash and in kind revenues and expenditures). An additional Annex III is included for a consolidated view of the SESAR1 and SESAR2020 Programmes, however, only for information purposes and only related to cash revenues and expenditures.

### 4.1 Section 1 (SESAR1)

#### 4.1.1 Revenues (cash)

The revenues of the SJU come from contributions from its Members and other revenues.

##### European Union (Title 1)

- a. The cumulative commitment appropriations from the funds of the 7<sup>th</sup> Framework Programme for Research and Development (hereinafter FP7) amounted to EUR 350.0 million and to EUR 350.0 million from the funds of the multi-annual budget of the Trans European Networks-T (hereinafter TEN-T) at the end of 2013 respectively. Consequently, there are no more revenue commitments foreseen.
- b. In terms of payment appropriations, the SJU has received during 2014 already EUR 94.5 million from the EU (EUR 47.25 million from FP7 and EUR 47.25 from TEN-T, net of the interest that the SJU yielded on the EU funds in 2013 for a total of EUR 0.12 million); a remaining amount of EUR 2.5 million from FP7 and TEN-T is expected to be received in January 2015. For 2015, it is expected at this stage that the EU will contribute with additional EUR 43.8 million in terms of FP7 funds and with EUR 39.0 million as TEN-T funds.

The General Agreement between the EU and the SJU governs all the provisions related to the payment requests from the SJU to the EU, where the SJU, for a maximum period of 6 months, shall justify the use of the previous resources, the planning of the expenditure for the next 6 months as well as a detailed description of the achievements in relation to the activities of the Annual Work Plan.<sup>2</sup>

The commitments and payments appropriations of the EU are subject to the approval of the EU Budget 2015 by the European Parliament and the Council of the European Union, which is expected before year-end 2014, while the EFTA contribution, part of the FP7 funds, is subject to the approval of the EFTA States.

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<sup>2</sup> Following the extension of the SJU until 2024, the General Agreement is currently being prepared for amendment in order to accommodate H2020 provisions and -where possible- to align and simplify the reporting requirements to existing reporting obligations from the SJU Regulation and Financial Rules.

With regard to the EU contribution to the SJU Running Expenditure (Title 1 and 2) which is limited to EUR 35 million, please refer to section 4.1.2.1.

<b>Revenue Commitments</b>	<b>2007 - 2013 <u>Total</u></b>	<b>2014 <u>budget</u></b>	<b>2007 - 2014 <u>Total</u></b>	<b>2015 <u>budget</u></b>	<b>2007 - 2015 <u>Total</u></b>	<b>2016 <u>budget</u></b>	<b>2007 - 2016 <u>Total</u></b>
FP7	350,00	0,00	350,00	0,00	350,00	0,00	350,00
TEN-T	350,00	0,00	350,00	0,00	350,00	0,00	350,00
<b>Total</b>	<b>700,00</b>	<b>0,00</b>	<b>700,00</b>	<b>0,00</b>	<b>700,00</b>	<b>0,00</b>	<b>700,00</b>

<b>Revenue Payment received</b>	<b>2007 - 2013 <u>Total</u></b>	<b>2014 <u>budget</u></b>	<b>2007 - 2014 <u>Total</u></b>	<b>2015 <u>budget</u></b>	<b>2007 - 2015 <u>Total</u></b>	<b>2016 <u>budget</u></b>	<b>2007 - 2016 <u>Total</u></b>
FP7	147,38	48,48	195,86	43,80	239,66	110,34	350,00
TEN-T	197,42	48,48	245,90	39,00	284,90	65,10	350,00
<b>Total</b>	<b>344,80</b>	<b>96,95</b>	<b>441,75</b>	<b>82,80</b>	<b>524,55</b>	<b>175,45</b>	<b>700,00</b>

#### Eurocontrol (Title 2)

- a. For the year 2015, the cash contributions from EUROCONTROL are estimated at EUR 20.6 million:
  - EUR 2.0 million cash to co-finance WPs 7,13,16 and C.
  - EUR 8.7 million for WP 11,
  - EUR 4.7 million for WP E,
  - EUR 4.1 million related to Military, Professional Staff Associations and Airspace Users,
  - EUR 1.0 million related to the IT and administrative support provided to the SJU.
  
- b. In terms of payments, the SJU is expected to recognise as cash contribution related to 2014 from EUROCONTROL an amount of EUR 18.1 million EUR contributions:
  - EUR 2.0 million cash to co-finance WPs 7,13,16 and C.
  - EUR 4.3 million for WP 11,
  - EUR 6.6 million for WP E,
  - EUR 4.1 million related to Military, Professional Staff Associations and Airspace Users,
  - EUR 1.0 million related to the IT and administrative support provided to the SJU,
  - EUR 0.1 million related to one secondment.

<b>Revenue Commitments</b>	<b>2007 - 2013 <u>Total</u></b>	<b>2014 <u>budget</u></b>	<b>2007 - 2014 <u>Total</u></b>	<b>2015 <u>budget</u></b>	<b>2007 - 2015 <u>Total</u></b>	<b>2016 <u>budget</u></b>	<b>2007 - 2016 <u>Total</u></b>
Cash	103,59	3,15	106,75	20,56	127,31	37,69	165,00

<b>Revenue Payment received</b>	<b>2007 - 2013 <u>Total</u></b>	<b>2014 <u>budget</u></b>	<b>2007 - 2014 <u>Total</u></b>	<b>2015 <u>budget</u></b>	<b>2007 - 2015 <u>Total</u></b>	<b>2016 <u>budget</u></b>	<b>2007 - 2016 <u>Total</u></b>
Cash	82,73	15,12	97,85	18,02	115,86	49,14	165,00

### Other Members (Title 3)

The other Members have to pay the annual instalment of the cash contribution, for a total of EUR 4.2 million, corresponding to 1/7<sup>th</sup> of 5% of the Members' net in-kind contributions related to IBAFO I and II (the adjustments for IBAFO3 and the Reallocation2 exercise is expected to be done together with the final balance of the actual cash contributions in 2016).

### Other revenues (Title 4)

The other revenues include interests yielded by the cash contributions paid to the SJU.

## 4.1.2 Expenditure (cash)

### 4.1.2.1 Overview of the contribution to the SJU Running Costs

Running Expend Commitments	Actual 2007-2008	Actual 2009	Actual 2010	Actual 2011	Actual 2012	Actual 2013	Budget 2014	Budget 2015	Total 2007 - 2015
Title 1	3,2	4,0	5,0	5,4	5,3	5,6	6,2	6,0	<b>40,6</b>
Title 2	1,5	3,9	3,0	3,1	2,9	3,1	3,2	3,3	<b>24,1</b>
<b>Total</b>	<b>4,7</b>	<b>7,9</b>	<b>8,0</b>	<b>8,5</b>	<b>8,2</b>	<b>8,7</b>	<b>9,4</b>	<b>9,3</b>	<b>64,7</b>

#### Funded with

EU	FP7	4,0	5,5	-	-	2,2	3,3	4,8	2,4	<b>22,2</b>
	TEN-T	-	-	-	-	-	-	-	-	-
	<b>Total</b>	<b>4,0</b>	<b>5,5</b>	<b>-</b>	<b>-</b>	<b>2,2</b>	<b>3,3</b>	<b>4,8</b>	<b>2,4</b>	<b>22,2</b>
Eurocontrol		0,7	2,4	8,0	5,8	1,1	1,2	1,2	1,0	<b>21,3</b>
Other Members		-	-	-	2,7	4,9	4,2	3,5	5,9	<b>21,2</b>
<b>Total</b>		<b>4,7</b>	<b>7,9</b>	<b>8,0</b>	<b>8,5</b>	<b>8,2</b>	<b>8,7</b>	<b>9,4</b>	<b>9,3</b>	<b>64,7</b>

### 4.1.2.2 Staff Expenditure (Title 1)

This title includes the expenditure related to the SJU personnel in the broad sense of the term, covering the SJU staff under EU Staff Regulations (temporary and contractual agents, respectively chapters 1.1 and 1.2), the staff seconded to the SJU by its Members (chapter 1.3) and SNEs (chapter 1.4) together with the associated costs (missions, training, etc. – chapters 1.5 and 1.6).

In accordance with the Multi-Annual Staff Policy Plan, the staff establishment plan 2015 of the SJU includes 39 posts<sup>3</sup>:

Human Resources	2013		2014	2015
	Authorised under the EU Budget	Actually filled as of 31/12/2013	Authorised under the EU Budget	DB request
<b>Establishment plan posts:</b>				
<b>AD</b>	33	32	33	33
<b>AST</b>	6	6	6	6

<sup>3</sup> The present tables are taken from Chapter 2 of the Multi-Annual Staff Policy Plan 2015-2017. It should be noted that they do not take into consideration the reclassification exercise for 2014 that shall be within the limits defined in Annex I of the EC Staff Regulations (see also text below).



<b>Total Establishment plan posts</b>	<b>39</b>	<b>38</b>	<b>39</b>	<b>39</b>
<i>Of which:</i>				
- <i>Temporary Agents</i>	32	29	36	36
- <i>Secondment from SJU Members *</i>	7	6	3	3
- <i>Contract Agents</i>	0	3	0	0
<b>Seconded National Experts</b>	<b>3</b>	<b>2</b>	<b>3</b>	<b>3</b>
<b>Total staff</b>	<b>42</b>	<b>40</b>	<b>42</b>	<b>42</b>

Category and grade	Establishment plan in EU Budget 2013		Modifications in 2013 in application of flexibility rule		Establishment plan in voted EU Budget 2014		Modifications in 2014 in application of flexibility rule		Establishment plan in Draft EU Budget 2015	
	officials	TA	officials	TA	officials	TA	officials	TA	officials	TA
AD 16										
AD 15										
AD 14		1				1				1
AD 13										
AD 12		4				4				4
AD 11										
AD 10		5				5				5
AD 9										
AD 8		5				5				5
AD 7		4				4				4
AD 6		4				4				4
AD 5		10				10				10
<b>Total AD</b>		<b>33</b>				<b>33</b>				<b>33</b>
AST 11										
AST 10										
AST 9										
AST 8										
AST 7		1				1				1
AST 6										
AST 5		1				1				1
AST 4										
AST 3		2				2				2
AST 2										
AST 1		2				2				2
<b>Total AST</b>		<b>6</b>				<b>6</b>				<b>6</b>
<b>TOTAL</b>		<b>39</b>				<b>39</b>				<b>39</b>

The Budget 2015 is estimated based on the assumption that the 39 positions will be fully occupied during the all year.

At the end of November 2014, 4 TA and 2 END positions are still vacant; it is expected that the recruitment process will be completed during the last quarter 2014 / early 2015.

The 2015 expenditure for staff is estimated at EUR 6.0 million. The staff costs have been determined considering an overall increase of the index of maximum 0.85%. It should be noted that there is a budget shift between lines 1.1 and 1.3 due to the replacement of posts previously filled with secondments from the Members with new TAs.

Concerning reclassification of TAs and CAs, no exercise has taken place during the previous years, due to the fact the SJU has been waiting the agreement of the Commission Services to adopt the appropriate implementing rules since 2011. Following the Extension of its mandate from 2016 to 2024, in line with the Multi-Annual Staff Policy Plan 2015-2017 and the Provisional Draft Budget 2015, the SJU has initiated a first reclassification exercise for its staff in accordance with the most recent implementing rules on the Staff Regulations. While at this stage the TAs reclassification exercises as from 2014 as such are not yet considered in the above staff establishment plan, the Budget for Lines 1.1 and 1.2 contains nevertheless already appropriate contingencies for the financial impact of the reclassifications.

With regard to the expenditure for missions (chapter 1.5 - EUR 0,5 million), the SJU adopted a policy to reduce the costs of the missions giving preference to web-conferencing and to video conferencing.

The "Other Staff Expenditure" (chapter 1.6 – EUR 0.2 million) includes the estimated expenditure for training and seminars (EUR 0.09 million), recruitment and related expenditure together with the European Commission PMO service fees (EUR 0.11 million).

#### 4.1.2.3 Administrative Expenditure (Title 2)

The administrative expenditure, core to the support of the smooth running of the Programme and to ensure compliance with the EU regulations, is estimated at EUR 3.3 million, at the level of the Budget 2014.

The main differences concern:

- Chapter 2.2 – EUR 0,08 million one-off increase in furniture and related works is included in order to accommodate the office building for a longer use and with full staff following the extension;
- Chapter 2.8 – An annual amount of max. EUR 0,04 million is included in order to provide for the new External Auditor that the SJU is obliged to contract by the new Financial Regulation (in addition to the continuing audits by the Court of Auditors for which no fee is due);
- In order to maintain the overall Administrative Expenditure unchanged, mainly the expenditures for Telecommunications and Current Administrative Expenditure - Chapters 2.4 and 2.6 - have been revised and reduced where possible (e.g. new provider for Web-meetings).

With regard to the PR activities, over the course of 2015 the SJU Communications Sector will conduct the following PR activities in accordance with the PR strategic plan approved by the ADB in 2009:

- Organisation of SJU presence at World ATM conference, developing communications material for distribution.
- Organisation of SESAR solutions workshop (topic/location to be decided), developing communications material for distribution.
- Organisation of joint activities with the Deployment Manager and SESAR members at key events, such as at the 2015 World ATM Congress.
- Graphic design and publication of digital and printed communications material, including videos and animations, targeting specific ATM stakeholders.

Furthermore, following the positive experience of the first SESAR Solutions dissemination event (Remote Tower June 2014), two SESAR Solutions dissemination events are foreseen to take place in 2015. For this purpose a maximum increase of 10% (= EUR 0,03 million) has been added to the PR Budget Line from the beginning, while nevertheless maintaining the total costs of the Title 2 steady.

With regard to the IT Expenditure and Technical Facilities (chapter 2.7), it consists of the following elements:

- *through Eurocontrol as contribution "in cash"*
  - o the hosting of the IT services by an external provider, EUR 0.2 million;
  - o on site assistance, EUR 0.16 million;
  - o licenses, EUR 0.1 million;
  - o project management system (development, maintenance and coordination), EUR 0.4 million
  - o hardware EUR 0.08 million;
- *directly contracted by the SJU*
  - o ABAC, EUR 0.07 million;
  - o Website and others, EUR 0.2 million.

#### 4.1.2.4 Studies and developments carried out by the SJU (Chapter 3.1)

The amounts of EUR 21.0 million in terms of new commitments and EUR 49.2 million in terms of payments (related to new commitments and, to the larger extend, to commitments carried forward from previous years) estimated for 2015 include the activities listed below, compared to those budgeted in 2014:

Million EUR	<b>BUDGET 2015</b>		
	<b>Commitments Appropriations BUDGET 2014</b>	<b>Commitments Appropriations BUDGET 2015</b>	<b>Payment Appropriations BUDGET 2015</b>
Airport Expertise (ACI)	0,3	-	0,3
Airspace Users (*)	-	3,5	3,5
Associates of the SJU	-	-	3,8
Demonstration Activities (call 2012)	-	-	0,7
Demonstration Activities (call 2013)	-	-	1,1
Demonstration Activities (call 2014)	-	-	13,1
Definition Phase RPAS (**)	-	-	1,0
Independent Experts	0,3	0,3	0,3
Industrial Support	-	-	6,1
NSA Advisory Group	-	-	0,2
Programme Support	0,8	1,0	1,5
Programme Audit Services	0,7	0,2	0,8
Programme Legal Services	0,1	0,1	0,2
Programme Strategy Advice	-	0,8	0,8
DMS/Technical support for SESAR2020 (**)	-	-	1,0
Scientific Committee	0,2	0,0	0,1
ATMPP Strategic Performance Partnership	0,1	-	0,0
Cyber Security	-	-	0,3
Ad hoc studies (in complement to the core working programme)	0,5	0,8	1,3
ACAS	-	0,3	0,4
Datalink VDL (**)	-	-	1,2
WP11 (*)	-	8,7	4,3
WPE (*)	-	4,7	6,6
Military and Professional Staff Associations (*)	-	0,6	0,6
<b>Total</b>	<b>2,9</b>	<b>21,0</b>	<b>49,2</b>

(\*) In accordance with the SJU/Eurocontrol agreements, these are considered Eurocontrol cash contribution.

*(\*\*) In accordance with ADB(D)05-2014 of 26 June 2014, the funds for these budget items are taken from unused Commitments of the 2013 Budget carried forward ( i.e. Large Scale Demonstration activities and RPAS definition phase). They therefore do not appear as Budget 2014 or Budget 2015 Commitment Appropriations, while the call for tenders and respective activities are not due to start before late 2014 / early 2015.*

The AWP 2015 will provide the necessary details with regard to the studies and developments listed here above.

#### **4.1.2.5 Studies & developments carried out by the Members (Chapter 3.3)**

By the end of 2013, all Members' commitments were recorded by the SJU, taking into account the results of the Reallocation and BAFO III processes. In terms of payments, on the other hand, EUR 46.7 million are expected to be paid as Co-Financing during 2015 (while the actual Cost Claims to be received in 2015 are expected to be higher, the net amount cashed out to the members should be considerably lower due to the clearing of previous Pre-Financing payments for those projects and Members where the maximum cash ceilings are reached. The actual net amount to be paid to the Members during 2015 will therefore be closely monitored and a revised budget for this Budget Line will be presented if necessary and subject to the availability of additional funds from EU revenues).

The Annual Work Programme 2015 will detail the research and development activities which will be carried out in 2015.

## Budget 2015 (Section 1 - SESAR1)

### STATEMENT OF REVENUE

*all figures in Euro*

<u>Title / Chapter</u>	Programme estimates Sep '09	Commitment Appropriations			Payment Appropriations		
		Year 2013	Revised Budget 2014	Budget 2015	Year 2013	Revised Budget 2014	Budget 2015
<b>1. European Union Contribution</b>	<b>700.000.000</b>	<b>59.881.720</b>			<b>77.535.515</b>	<b>96.953.383</b>	<b>82.800.000</b>
1.1 7th Research and Dev. Framework Programme	350.000.000	59.881.720			42.940.846	48.476.692	43.800.000
1.2 Tran-European Network Programme	350.000.000				34.594.669	48.476.692	39.000.000
<b>2. Contribution from Eurocontrol</b>	<b>165.000.000</b>	<b>6.337.415</b>	<b>3.154.000</b>	<b>20.558.736</b>	<b>7.681.057</b>	<b>15.120.000</b>	<b>18.018.148</b>
2.1 contribution in cash	165.000.000	6.337.415	3.154.000	20.558.736	7.681.057	15.120.000	18.018.148
<b>3. Contributions from Other Members</b>	<b>30.774.983</b>	<b>4.246.362</b>	<b>4.246.361</b>	<b>4.246.361</b>	<b>4.246.361</b>	<b>4.246.361</b>	<b>4.246.361</b>
3.1 contribution in cash	30.774.983	4.246.362	4.246.361	4.246.361	4.246.361	4.246.361	4.246.361
<b>4. Other Revenue</b>		<b>5.711.369</b>	<b>100.000</b>	<b>100.000</b>	<b>182.299</b>	<b>100.000</b>	<b>100.000</b>
4.1 Revenue From Interests Yielded		20.192	400.000	100.000	186.561	400.000	100.000
4.2 Revenue From Taxes Recovered							
4.3 Programme revenues from non Members							
4.4 Exceptional Revenues - Decommittments		5.691.177			75.149		
4.5 Interest to be returned to the EU			(300.000)		(79.411)	(300.000)	
<b>Budget Outturn previous year</b>		<b>7.964.671</b>	<b>20.074.906</b>	<b>14.455.667</b>	<b>15.840.788</b>	<b>5.523.016</b>	
<b>TOTAL REVENUE</b>	<b>895.774.983</b>	<b>84.141.537</b>	<b>27.575.267</b>	<b>39.360.764</b>	<b>105.486.020</b>	<b>121.942.760</b>	<b>105.164.509</b>

### STATEMENT OF EXPENDITURE

*all figures in Euro*

<u>Title / Chapter</u>	Programme estimates Sep '09	Commitment Appropriations			Payment Appropriations		
		Year 2013	Revised Budget 2014	Budget 2015	Year 2013	Revised Budget 2014	Budget 2015
<b>1. Staff Expenditure</b>	<b>55.000.000</b>	<b>5.578.146</b>	<b>6.195.500</b>	<b>5.980.000</b>	<b>5.630.436</b>	<b>6.195.500</b>	<b>5.980.000</b>
1.1. Staff Expenditure As Per Staff Establish. Plan	50.000.000	3.266.919	4.100.000	4.380.000	3.259.515	4.100.000	4.380.000
1.2. Contract Agents, Interim Staff		468.189	550.000	560.000	467.200	550.000	560.000
1.3. Secondments From Members	5.000.000	1.180.000	690.000	165.000	1.312.613	690.000	165.000
1.4. Seconded National Experts		103.038	180.000	180.000	103.038	180.000	180.000
1.5. Mission Costs		370.000	500.000	500.000	346.333	500.000	500.000
1.6. Other Staff Expenditure		190.000	175.500	195.000	141.737	175.500	195.000
<b>2. Administrative Expenditure</b>	<b>45.774.983</b>	<b>3.086.733</b>	<b>3.246.500</b>	<b>3.278.000</b>	<b>2.723.917</b>	<b>3.246.500</b>	<b>3.278.000</b>
2.1. Rental Of Buildings And Associated Costs		920.600	942.000	950.000	825.904	942.000	950.000
2.2. Movable Property And Associated Costs		50.000	54.000	128.000	31.752	54.000	128.000
2.3. Pr And Events		300.000	394.500	330.000	272.067	394.500	330.000
2.4. Postage And Telecommunications		206.000	141.000	195.000	171.747	141.000	195.000
2.5. Administrative Board Expenditure		4.000	20.000	20.000	4.637	20.000	20.000
2.6. Current Administrative Expenditure		134.500	311.000	291.000	104.166	311.000	291.000
2.7. It Expenditure And Technical Facilities		1.431.633	1.320.000	1.270.000	1.293.167	1.320.000	1.270.000
2.8. Administrative Support Services		40.000	64.000	94.000	20.477	64.000	94.000
<b>3. Operating Expenditure</b>	<b>795.000.000</b>	<b>55.401.752</b>	<b>3.677.600</b>	<b>20.971.774</b>	<b>91.608.651</b>	<b>112.500.760</b>	<b>95.906.509</b>
3.1. Studies/Development Conducted By The SJU	179.500.345	55.401.752	3.677.600	20.971.774	21.757.088	32.341.695	49.199.722
3.2. Studies/Development Conducted By EUROCONTROL							
3.3. Studies/Development Conducted By The Members	615.499.655				69.851.563	80.159.065	46.706.787
<b>TOTAL EXPENDITURE</b>	<b>895.774.983</b>	<b>64.066.631</b>	<b>13.119.600</b>	<b>30.229.774</b>	<b>99.963.004</b>	<b>121.942.760</b>	<b>105.164.509</b>
<b>BALANCE OF BUDGET OUTTURN</b>		<b>20.074.906</b>	<b>14.455.667</b>	<b>9.130.990</b>	<b>5.523.016</b>		

*In the above and the following Budget tables and Annexes "Year 2013" refers to the final actual amounts recorded in the Final Annual Accounts of 1 July 2013.*

## 4.2 Section 2 (SESAR2020)

### 4.2.1 Revenues (cash)

During 2015, the European Union is expected to contribute with EUR 50.0 million in terms of Horizon 2020 resources which will constitute the basis to launch the Programme 2020. The process to establish the new SESAR2020 Partnership will be completed by July 2015 and it is expected that the relative contracts are signed in late 2015 with the launch of the activities in the same period. The in kind contributions of the new SESAR2020 Members are expected to phase in by end of the year 2015. Out of the EUR 50.0 million, maximum EUR 35.0 million in cash are expected to be actually requested by the SJU in 2015, including EUR 10.0 million for Exploratory Research (see below).

### 4.2.2 Expenditure (cash)

The first estimate for Studies conducted by the Members expected to be financed by Horizon 2020 (Title 3.3) foresees an amount of EUR 50.0 million in terms of commitment appropriations to be fully dedicated to the launch of the activities under the SESAR Programme 2020.

In terms of payments, the SJU is expected to execute payments for the activities launched in the context of H2020 and the SESAR Programme 2020 for an estimated amount of maximum EUR 25.0 million.

Furthermore, it should be noted that still for 2014, the launch of *Exploratory Research Activities* (Title 3.1) under Horizon 2020 is intended. In this respect, a Revised Budget and a Revised Annual Work Plan 2014 have been adopted by the Administrative Board in its meeting on 23 October 2014<sup>4</sup>, allowing for commitment appropriations of EUR 20.6 million, however, no payments in 2014. EUR 10.0 million in terms of payment appropriations for first Pre-Financing and Interim payments are expected for 2015 and are consequently included here in the 2015 budget.

## Budget 2015 (Section 2 - SESAR2020)

### STATEMENT OF REVENUE

all figures in Euro

Title / Chapter	Commitment Appropriations			Payment Appropriations		
	Year 2013	Revised Budget 2014 *	Budget 2015	Year 2013	Revised Budget 2014 *	Budget 2015
<b>1. European Union Contribution</b>		20.600.000	50.000.000			35.036.000
1.1 7th Research and Dev. Framework Programme						
1.2 Tran-European Network Programme		20.600.000	50.000.000			35.036.000
1.3 Horizon 2020 Programme						
<b>TOTAL REVENUE</b>		<b>20.600.000</b>	<b>50.000.000</b>			<b>35.036.000</b>

### STATEMENT OF EXPENDITURE

all figures in Euro

Title / Chapter	Commitment Appropriations			Payment Appropriations		
	Year 2013	Revised Budget 2014 *	Budget 2015	Year 2013	Revised Budget 2014 *	Budget 2015
<b>3. Operating Expenditure</b>		20.600.000	50.000.000			35.036.000
3.1. Studies/Development Conducted By The SJU		20.600.000				10.000.000
3.2. Studies/Development Conducted By EUROCONTROL			50.000.000			25.036.000
3.3. Studies/Development Conducted By The Members						
<b>TOTAL EXPENDITURE</b>		<b>20.600.000</b>	<b>50.000.000</b>			<b>35.036.000</b>
<b>BALANCE OF BUDGET OUTTURN</b>						

\* Subject to an amendment of the SJU-EC General Agreement

<sup>4</sup> References SJU ADB(D)-11-2014 and SJU ADB(D)-12-2014

## **5 Annex I**

Annex I contains the amounts of estimated in-kind contributions to be committed during 2015 in relation to the SESAR1 Programme.

With regard to EUROCONTROL, the amount of EUR 63.8 million refers to the specific resources dedicated to the Programme, of which EUR 1.8 million for the Programme Support Office staff.

With regard to Chapter 4.3 “Programme revenues from non Members”, this chapter is created to include any possible Programme-related contributions in kind from non Members exceeding the co-financing made available by the SJU.

## **6 Annex II**

Annex II contains the total amounts of cash and in-kind contributions and related costs to be committed during 2015 in relation to the SESAR1 Programme. This annex provides the ADB with the full revenues and costs of the Programme, for the full period as well as for 2014 and 2015.

## **7 Annex III**

The new Annex III contains a consolidated version of the Budgets for Section 1 (SESAR1) and Section 2 (SESAR2020), for information purposes only.