



Annual accounts of the
Innovative Medicines
Initiative Joint Undertaking

Financial year 2016

CONTENTS

CERTIFICATION OF THE ACCOUNTS	3
BACKGROUND INFORMATION ON THE IMI JU	4
FINANCIAL STATEMENTS AND EXPLANATORY NOTES	5
BALANCE SHEET	7
STATEMENT OF FINANCIAL PERFORMANCE.....	8
CASHFLOW STATEMENT.....	9
STATEMENT OF CHANGES IN NET ASSETS	10
NOTES TO THE FINANCIAL STATEMENTS.....	11
REPORTS ON THE IMPLEMENTATION OF THE BUDGET	27

CERTIFICATION OF THE ACCOUNTS

The final annual accounts of the Innovative Medicines Initiative Joint Undertaking for the year 2016 have been prepared in accordance with the Financial Rules of the IMI JU and the accounting rules adopted by the Commission's Accounting Officer, as are to be applied by all the institutions, agencies and joint undertakings.

I acknowledge my responsibility for the preparation and presentation of the annual accounts of the Joint Undertaking in accordance with Article 43 of the Financial Rules of the JU.

I have obtained from the Authorising Officer, who guaranteed its reliability, all the information necessary for the production of the accounts that show the JU'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 a reasonable assurance that the accounts present a true and fair view of the financial position of the JU in all material aspects.

[signed]

Rosa ALDEA BUSQUETS

Accounting Officer

June 2017

BACKGROUND INFORMATION ON THE IMI JU

The Innovative Medicines Initiative 2 Joint Undertaking (IMI2 JU) is the European public-private partnership (PPP) based in Brussels that works on improving health by speeding up the development of, and patient access to, the next generation of medicines, particularly in areas where there is an unmet medical or social need. It does this by facilitating collaboration between the key players involved in healthcare research, including universities, pharmaceutical companies, other companies active in healthcare research, small and medium-sized enterprises (SMEs), patient organisations, and medicines regulators. This approach has proven highly successful, and IMI projects are delivering exciting results that are helping to advance the development of urgently-needed new treatments in diverse areas.

IMI2 JU was launched in 2008 as a partnership between the European Union, represented by the European Commission, and the European pharmaceutical industry, represented by the European Federation of Pharmaceutical Industries and Associations (EFPIA). The partnership was renewed in 2014 with the creation of the IMI 2 programme. IMI2 JU is funded by the members contributing either in cash or in-kind to the administrative and operational costs of the JU.

As at 31 December 2016, IMI2 JU had 84 ongoing projects, with more in the pipeline. Some focus on specific health issues such as neurological conditions (Alzheimer's disease, schizophrenia, depression, chronic pain, and autism), infectious diseases (including antimicrobial resistance and Ebola), diabetes, lung disease, oncology, inflammation & infection, tuberculosis, and obesity.

Others focus on broader challenges in drug development like drug and vaccine safety, knowledge management, the sustainability of chemical drug production, the use of stem cells for drug discovery, drug behaviour in the body, and the creation of a European platform to discover novel medicines. IMI2 JU also supports education and training projects.

IMI2 JU has a budget of over EUR 5 billion for the period 2008-2024, making it the world's largest PPP in health research. Half of this comes from the EU's research and innovation programmes, the Seventh Framework Programme (FP7) and Horizon 2020. The other half comes from large companies and organisations, mostly EFPIA companies. These do not receive any EU funding, but contribute to the projects 'in kind', for example by investing their researchers' time or providing access to research facilities or resources.

Following the Article 22 of the IMI2 JU Financial Rules¹, the Governing Board of IMI2 JU appoints the Accounting Officer who is, amongst other tasks, responsible for preparation of the annual accounts of the joint undertaking. Following Article 40 of the IMI2 JU Financial Rules the annual accounts shall be prepared in accordance with the accounting rules adopted by the Commission's Accounting Officer (EU Accounting Rules, EAR) that are based on the International Public Sector Accounting Standards (IPSAS). Following the decision of the IMI2 JU's Governing Board of 23 July 2015 (IMI2-GB-DEC-2015-33) , the Accounting Officer of the Commission acts, as of 1 September 2015, as the Accounting Officer of IMI2 JU.

¹ Adopted by the decision IMI2-GB-DEC-2014-3 of the IMI2 JU Governing Board.

FINANCIAL STATEMENTS AND EXPLANATORY NOTES

It should be noted that due to the rounding of figures into thousands of euros, some financial data in the tables below may appear not to add-up.

CONTENTS

BALANCE SHEET.....	7
STATEMENT OF FINANCIAL PERFORMANCE	8
CASHFLOW STATEMENT	9
STATEMENT OF CHANGES IN NET ASSETS	10
NOTES TO THE FINANCIAL STATEMENTS	11
1. SIGNIFICANT ACCOUNTING POLICIES.....	12
2. NOTES TO THE BALANCE SHEET.....	19
3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE	23
4. OTHER SIGNIFICANT DISCLOSURES	25
5. FINANCIAL INSTRUMENTS DISCLOSURES.....	26

BALANCE SHEET

EUR '000

	Note	31.12.2016	31.12.2015
NON-CURRENT ASSETS			
<i>Intangible assets</i>		-	31
<i>Property, plant and equipment</i>	2.1	123	131
<i>Pre-financing</i>	2.2	182 426	200 748
		182 549	200 910
CURRENT ASSETS			
<i>Pre-financing</i>	2.2	62 204	50 939
<i>Exchange receivables and non-exchange recoverables</i>	2.3	95 389	69 090
		157 592	120 029
TOTAL ASSETS		340 141	320 939
CURRENT LIABILITIES			
<i>Payables and other liabilities</i>	2.4	(203 696)	(260 042)
<i>Accrued charges and deferred income</i>	2.5	(103 887)	(135 950)
		(307 582)	(395 992)
TOTAL LIABILITIES		(307 582)	(395 992)
NET ASSETS			
<i>Contribution from Members</i>	2.6	1 323 107	985 676
<i>Accumulated deficit</i>		(1 060 729)	(681 256)
<i>Economic result of the year</i>		(229 819)	(379 473)
NET ASSETS		32 559	(75 053)

STATEMENT OF FINANCIAL PERFORMANCE

EUR '000

	Note	2016	2015
REVENUE			
Revenue from non-exchange transactions			
<i>Recovery of expenses</i>	3.1	34	461
<i>Other</i>		0	1
		34	462
Revenue from exchange transactions			
<i>Financial income</i>		10	65
<i>Other exchange revenue</i>		25	99
		35	164
Total revenue		70	626
EXPENSES			
<i>Operating costs</i>	3.2	(221 209)	(372 202)
<i>Staff costs</i>	3.3	(4 168)	(3 551)
<i>Finance costs</i>		(91)	(53)
<i>Other expenses</i>	3.4	(4 421)	(4 293)
Total expenses		(229 889)	(380 099)
ECONOMIC RESULT OF THE YEAR		(229 819)	(379 473)

CASHFLOW STATEMENT²

EUR '000

	2016	2015
<i>Economic result of the year</i>	(229 819)	(379 473)
Operating activities		
<i>Depreciation and amortization</i>	86	101
<i>(Increase)/decrease in pre-financing</i>	7 058	8 479
<i>(Increase)/decrease in exchange receivables and non-exchange recoverables</i>	(26 298)	(67 676)
<i>Increase/(decrease) in payables</i>	(56 347)	260 031
<i>Increase/(decrease) in accrued charges and deferred income</i>	(32 063)	(87 438)
<i>Increase/(decrease) in cash contributions</i>	209 265	149 797
<i>Increase/(decrease) in in-kind contributions</i>	128 166	65 432
Investing activities		
<i>(Increase)/decrease in intangible assets and property, plant and equipment</i>	(48)	(73)
NET CASHFLOW	-	(50 819)
<i>Net increase/(decrease) in cash and cash equivalents</i>	-	(50 819)
<i>Cash and cash equivalents at the beginning of the year</i>	-	50 819
<i>Cash and cash equivalents at year-end</i>	-	-

² Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of IMI JU, the treasury of IMI JU was integrated into the Commission's treasury system. Because of this, IMI JU does not have any bank accounts of its own. All payments and receipts are processed via the Commission's treasury system and registered on intercompany accounts, which are presented under the heading exchange receivables.

STATEMENT OF CHANGES IN NET ASSETS

EUR '000

	Contribution from Members	Accumulated Surplus/ (Deficit)	Economic result of the year	Net Assets
BALANCE AS AT 31.12.2014	770 446	(452 247)	(229 009)	89 190
<i>Allocation 2014 economic result</i>	-	(229 009)	229 009	-
<i>Cash contribution</i>	149 797	-	-	149 797
<i>Contribution in-kind</i>	65 432	-	-	65 432
<i>Economic result of the year</i>	-	-	(379 473)	(379 473)
BALANCE AS AT 31.12.2015	985 676	(681 256)	(379 473)	(75 053)
<i>Allocation 2015 economic result</i>	-	(379 473)	379 473	-
<i>Cash contribution</i>	209 265	-	-	209 265
<i>Contribution in-kind</i>	128 166	-	-	128 166
<i>Economic result of the year</i>	-	-	(229 819)	(229 819)
BALANCE AS AT 31.12.2016	1 323 107	(1 060 729)	(229 819)	32 559

NOTES TO THE FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. ACCOUNTING PRINCIPLES

The objective of financial statements is to provide information about financial position, performance and cashflows of an entity that is useful to a wide range of users.

The overall considerations (or accounting principles) to be followed when preparing the financial statements are laid down in EU Accounting Rule 1 'Financial Statements' and are the same as those described in IPSAS 1: fair presentation, accrual basis, going concern, consistency of presentation, materiality, aggregation, offsetting and comparative information. The qualitative characteristics of financial reporting are relevance, reliability, understandability and comparability.

1.2. BASIS OF PREPARATION

1.2.1. Reporting period

Financial statements are presented annually. The accounting year begins on 1 January and ends on 31 December.

1.2.2. Currency and basis for conversion

The annual accounts are presented in thousands of euros, the euro being the EU's functional and reporting currency. Foreign currency transactions are translated into euros using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and from the re-translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial performance. Different conversion methods apply to property, plant and equipment and intangible assets, which retain their value in euros at the date when they were purchased.

Year-end balances of monetary assets and liabilities denominated in foreign currencies are translated into euros on the basis of the European Central Bank (ECB) exchange rates applying on 31 December.

Euro exchange rates

Currency	31.12.2016	31.12.2015	Currency	31.12.2016	31.12.2015
BGN	1.9558	1.9558	PLN	4.4103	4.2639
CZK	27.0210	27.0230	RON	4.5390	4.5240
DKK	7.4344	7.4626	SEK	9.5525	9.1895
GBP	0.8562	0.7340	CHF	1.0739	1.0835
HRK	7.5597	7.6380	JPY	123.4000	131.0700
HUF	309.8300	315.9800	USD	1.0541	1.0887

1.2.3. Use of estimates

In accordance with IPSAS and generally accepted accounting principles, the financial statements necessarily include amounts based on estimates and assumptions by management based on the most reliable information available. Significant estimates include, but are not limited to; accrued and deferred income and charges, provisions, financial risk on accounts receivables, contingent assets and liabilities, and degree of impairment of assets. Actual results could differ from those estimates.

Reasonable estimates are essential part of the preparation of financial statements and do not undermine their reliability. An estimate may need revision if changes occur in the circumstances on which the estimate was based or as a result of new information or more experience. By its nature, the revision of an estimate does not relate to prior periods and is not the correction of an error. The effect of a change in accounting estimate shall be recognised in the surplus or deficit in the periods in which it becomes known.

1.3. BALANCE SHEET

1.3.1. Intangible assets

Acquired computer software licences are stated at historical cost less accumulated amortisation and impairment losses. The assets are amortised on a straight-line basis over their estimated useful lives. The estimated useful lives of intangible assets depend on their specific economic lifetime or legal lifetime determined by an agreement. Internally developed intangible assets are capitalised when the relevant criteria of the EU accounting rules are met. The costs capitalisable include all directly attributable costs necessary to create, produce, and prepare the asset to be capable of operating in the manner intended by management. Costs associated with research activities, non-capitalisable development costs and maintenance costs are recognised as expenses as incurred.

1.3.2. Property, plant and equipment

All property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition or construction of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with the item will flow to the entity and its cost can be measured reliably. Repairs and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred. Land and works of art are not depreciated as they are deemed to have an indefinite useful life. Assets under construction are not depreciated as these assets are not yet available for use. Depreciation on other assets is calculated using the straight-line method to allocate their cost less their residual values over their estimated useful lives, as follows:

Type of asset	Straight line depreciation rate
<i>Buildings</i>	4 % to 10 %
<i>Plant and equipment</i>	10 % to 25 %
<i>Furniture and vehicles</i>	10 % to 25 %
<i>Computer hardware</i>	25 % to 33 %
<i>Other</i>	10 % to 33 %

Gains or losses on disposals are determined by comparing proceeds less selling expenses with the carrying amount of the disposed asset and are included in the statement of financial performance.

Leases

Leases of tangible assets, where the entity has substantially all the risks and rewards of ownership, are classified as finance leases. Finance leases are capitalised at the inception of the lease at the lower of the fair value of the leased asset and the present value of the minimum lease payments. The interest element of the finance lease payment is charged to statement of financial performance over the period of the lease at a constant periodic rate in relation to the balance outstanding. The rental obligations, net of finance charges, are included in financial liabilities (non-current and current). The interest element of the finance cost is charged to the statement of financial performance over the lease period so as to produce a constant periodic interest rate on the remaining balance of the liability for each period. The assets held under finance leases are depreciated over the shorter of the assets' useful life and the lease term.

Leases where the lessor retains a significant portion of the risks and rewards inherent to ownership are classified as operating leases. Payments made under operating leases are charged to the statement of financial performance on a straight-line basis over the period of the lease.

1.3.3. Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation/depreciation and are tested annually for impairment. Assets that are subject to amortisation/depreciation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and its value in use.

Intangible assets and property, plant and equipment residual values and useful lives are reviewed, and adjusted if appropriate, at least once per year. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. If the reasons for impairments recognised in previous years no longer apply, the impairment losses are reversed accordingly.

1.3.4. Financial assets

The financial assets are classified in the following categories: financial assets at fair value through profit or loss; loans and receivables; held-to-maturity investments; and available for sale financial assets. The classification of the financial instruments is determined at initial recognition and re-evaluated at each balance sheet date.

(i) Financial assets at fair value through profit or loss

A financial asset is classified in this category if acquired principally for the purpose of selling in the short term or if so designated by the entity. Derivatives are also categorised in this category. Assets in this category are classified as current assets if they are expected to be realised within 12 months of the balance sheet date. During this financial year, the entity did not hold any investments in this category.

(ii) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. They arise when the entity provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in non-current assets, except for maturities within 12 months of the balance sheet date. Loans and receivables include term deposits with the original maturity above three months.

(iii) Held-to-maturity investments

Held-to-maturity investments are non-derivative financial assets with fixed or determinable payments and fixed maturities that the entity has the positive intention and ability to hold to maturity. During this financial year, the entity did not hold any investments in this category.

(iv) Available for sale financial assets

Available for sale financial assets are non-derivatives that are either designated in this category or not classified in any of the other categories. They are classified as either current or non-current assets, depending on the period of time the entity expects to hold them, which is usually the maturity date.

Initial recognition and measurement

Purchases and sales of financial assets at fair value through profit and loss, held-to-maturity and available for sale are recognised on trade date - the date on which the entity commits to purchase or sell the asset. Cash equivalents, loans and term deposits are recognised at settlement date. Financial instruments are initially recognised at fair value. For all financial assets not carried at fair value through profit and loss transaction costs are added to the fair value at initial recognition.

Financial instruments are derecognised when the rights to receive cashflows from the investments have expired or the entity has transferred substantially all risks and rewards of ownership to another party.

Subsequent measurement

Financial assets at fair value through profit and loss are subsequently carried at fair value with gains and losses arising changes in the fair value being included in the statement of financial performance in the period in which they arise.

Loans and receivables and held-to maturity investments are carried at amortised cost using the effective interest method.

Available for sale financial assets are subsequently carried at fair value. Gains and losses arising from changes in the fair value being recognised in the fair value reserve. Interest on available for sale

financial assets calculated using the effective interest method is recognised in the statement of financial performance.

The entity assesses at each balance sheet date whether there is objective evidence that a financial asset is impaired and whether an impairment loss should be recorded in the statement of financial performance.

1.3.5. Pre-financing amounts

Pre-financing is a payment intended to provide the beneficiary with a cash advance, i.e. a float. It may be split into a number of payments over a period defined in the particular contract, decision, agreement or basic legal act. The float or advance is either used for the purpose for which it was provided during the period defined in the agreement or it is repaid. If the beneficiary does not incur eligible expenditure, he has the obligation to return the pre-financing advance to the entity. The amount of the pre-financing may be reduced (wholly or partially) by the acceptance of eligible costs (which are recognised as expenses).

Pre-financing is, on subsequent balance sheet dates, measured at the amount initially recognised on the balance sheet less eligible expenses (including estimated amounts where necessary) incurred during the period.

1.3.6. Receivables and recoverables

As the EU accounting rules require a separate presentation of exchange and non-exchange transactions, for the purpose of drawing up the accounts, receivables are defined as stemming from non-exchange transactions and recoverables are defined as stemming from exchange transactions (when the entity receives value from another entity without directly giving approximately equal value in exchange).

Receivables from exchange transactions meet the definition of financial instruments and are thus classified as loans and receivables and measured accordingly (see 1.3.4 above).

Recoverables from non-exchange transactions are carried at original amount (adjusted for interests and penalties) less write-down for impairment. A write-down for impairment is established when there is objective evidence that the entity will not be able to collect all amounts due according to the original terms of the recoverables. The amount of the write-down is the difference between the asset's carrying amount and the recoverable amount. The amount of the write-down is recognised in the statement of financial performance.

1.3.7. Cash and cash equivalents

Cash and cash equivalents are financial instruments and classified and include cash at hand, deposits held at call or at short notice with banks, and other short-term highly liquid investments with original maturities of three months or less.

1.3.8. Provisions

Provisions are recognised when the entity has a present legal or constructive obligation towards third parties as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. Provisions are not recognised for future operating losses. The amount of the provision is the best estimate of the expenditure expected to be required to settle the present obligation at the reporting date. Where the provision involves a large number of items, the obligation is estimated by weighting all possible outcomes by their associated probabilities ('expected value' method).

1.3.9. Payables

Included under accounts payable are both amounts related to exchange transactions such as the purchase of goods and services and non-exchange transactions related e.g. to cost claims from beneficiaries, grants or other EU funding.

Where grants or other funding is provided to the beneficiaries, the cost claims are recorded as payables for the requested amount when the cost claim is received. Upon verification and acceptance of the eligible costs, the payables are valued at the accepted and eligible amount.

Payables arising from the purchase of goods and services are recognised at invoice reception for the original amount and corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the entity.

1.3.10. Accrued and deferred income and charges

Transactions and events are recognised in the financial statements in the period to which they relate. At year-end, if an invoice is not yet issued but the service has been rendered, the supplies have been delivered by the entity or a contractual agreement exists (e.g. by reference to a contract), an accrued income will be recognised in the financial statements. In addition, at year-end, if an invoice is issued but the services have not yet been rendered or the goods supplied have not yet been delivered, the revenue will be deferred and recognised in the subsequent accounting period.

Expenses are also accounted for in the period to which they relate. At the end of the accounting period, accrued expenses are recognised based on an estimated amount of the transfer obligation of the period. The calculation of accrued expenses is done in accordance with detailed operational and practical guidelines issued by the Accounting Officer which aim at ensuring that the financial statements provide a faithful representation of the economic and other phenomena they purport to represent. By analogy, if a payment has been made in advance for services or goods that have not yet been received, the expense will be deferred and recognised in the subsequent accounting period.

1.4. STATEMENT OF FINANCIAL PERFORMANCE

1.4.1. Revenue

Revenue comprises gross inflows of economic benefits or service potential received and receivable by the entity, which represents an increase in net assets, other than increases relating to contributions from owners.

Depending on the nature of the underlying transactions in the statement of financial performance it is distinguished between:

(i) Revenue from non-exchange transactions

Revenue from non-exchange transactions are taxes and transfers because the transferor provides resources to the recipient entity without the recipient entity providing approximately equal value directly in exchange.

Transfers are inflows of future economic benefits or service potential from non-exchange transactions, other than taxes. The entity shall recognise an asset in respect of transfers when the entity controls the resources as a result of a past event (the transfer) and expects to receive future economic benefits or service potential from those resources, and when the fair value can be reliably measured. An inflow of resources from a non-exchange transaction recognised as an asset (i.e. cash) is also recognised as revenue, except to the extent that the entity has a present obligation in respect of that transfer (condition), which needs to be satisfied before the revenue can be recognised. Until the condition is met the revenue is deferred and recognised as a liability (pre-financing received).

(ii) Revenue from exchange transactions

Revenue from the sale of goods and services is recognised when the significant risk and rewards of ownership of the goods are transferred to the purchaser. Revenue associated with a transaction involving the provision of services is recognised by reference to the stage of completion of the transaction at the reporting date.

1.4.2. Expenses

Expenses are decreases in economic benefits or service potential during the reporting period in the form of outflows or consumption of assets or incurrance of liabilities that result in decreases in net assets/equity. They include both the expenses from exchange transactions and expenses from non-exchange transactions.

Expenses from exchange transactions arising from the purchase of goods and services are recognised when the supplies are delivered and accepted by the entity. They are valued at original invoice amount. Furthermore, at the balance sheet date expenses related to the service delivered during the period for which an invoice has not yet been received or accepted are recognised in the statement of financial performance.

Expenses from non-exchange transactions account for the majority of the entity's operating expenses. They relate to transfers to beneficiaries and can be of three types: entitlements, transfers under agreement and discretionary grants, contributions and donations. Transfers are recognised as expenses in the period during which the events giving rise to the transfer occurred, as long as the nature of the transfer is allowed by regulation or an agreement has been signed authorising the transfer; any eligibility criteria have been met by the beneficiary; and a reasonable estimate of the amount can be made.

When a request for payment or cost claim is received and meets the recognition criteria, it is recognised as an expense for the eligible amount. At year-end, incurred eligible expenses due to the beneficiaries but not yet reported are estimated and recorded as accrued expense.

1.5. CONTINGENT ASSETS AND LIABILITIES

1.5.1. Contingent assets

A contingent asset is a possible asset that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity. A contingent asset is disclosed when an inflow of economic benefits or service potential is probable.

1.5.2. Contingent liabilities

A contingent liability is a possible obligation that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity; or a present obligation that arises from past events but is not recognised because: it is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation or, in the rare circumstances where the amount of the obligation cannot be measured with sufficient reliability.

1.6. CONTRIBUTIONS FROM MEMBERS

The contributions from the Members of the joint undertakings (JU) form the funding of the JU and are treated as contributions from owners. An owner in this context does not mean an owner in the sense of owning shares (no shares are issued) of the JU but rather in the sense of political interest and governance of the JU by exercising the voting rights linked to these contributions

1.6.1. Financial contributions

Financial contributions are contributions of Members made in cash in order to provide funding of the operational or administrative needs of the JU. The financial contributions are recognised in the net assets in the period in which the right to receive the payment was established.

1.6.2. In-kind contributions

Members other than the EU (i.e. 'Private Members') can also contribute resources other than cash, e.g. laboratory equipment, specialised staff, etc. These in-kind contributions consist of the costs incurred by Private Members in implementing indirect actions.

The Regulation distinguishes between two types of in-kind contributions: (1) In-kind contributions to operational activities (IKOP) and (2) in-kind contributions to additional activities (IKAA).

The IKOP represents in-kind contributions made to the JU linked to its work plan and co-financed by the EU. The IKOP are recognised in the net assets of the JU in the period when the conditions for Members' contributions stipulated by the Regulation were met.

The expenses related to the IKOP incurred in the financial year are recognised in the statement of financial performance. At year-end, incurred IKOP not yet reported are estimated and recorded as other liabilities ('Contributions of Members to be validated').

The IKAA relate to contributions linked to implementing additional activities outside the work plan of the JU that contribute to the objectives of the JU. Because the outflow of resources related to those activities is outside of control of the JU, the contributions are not recognised in the financial statements of the JU.

2. NOTES TO THE BALANCE SHEET

ASSETS

2.1. PROPERTY, PLANT AND EQUIPMENT

EUR '000

	Furniture and vehicles	Computer hardware	Total
<i>Gross carrying amount at 31.12.2015</i>	134	183	318
<i>Additions</i>	-	48	48
<i>Disposals</i>	-	(16)	(16)
Gross carrying amount at 31.12.2016	134	214	349
<i>Accumulated depreciation at 31.12.2015</i>	(37)	(150)	(187)
<i>Depreciation charge of the year</i>	(13)	(42)	(55)
<i>Disposals</i>	-	16	16
Accumulated depreciation at 31.12.2016	(50)	(176)	(226)
NET CARRYING AMOUNT at 31.12.2016	85	38	123
<i>NET CARRYING AMOUNT at 31.12.2015</i>	98	33	131

2.2. PRE-FINANCING

For all pre-financing amounts open at 31.12.2016 a case-by-case assessment has been performed and all pre-financing that was considered unlikely to be cleared in the course of 2017 was classified as non-current pre-financing.

The outstanding pre-financing was reduced by kEUR 55 722 of estimated (cut-off) expenses for on-going or ended projects without validated cost claims on 31.12.2016. The remaining portion of the cut-off expenses is recorded in accrued charges (see note 2.5).

EUR '000

	31.12.2016	31.12.2015
<i>Non-current pre-financing</i>	182 426	200 748
<i>Current pre-financing</i>	62 204	50 939
Total	244 629	251 687

Guarantees received covering pre-financing amounted to kEUR 3 904 at year-end.

2.3. EXCHANGE RECEIVABLES & NON-EXCHANGE RECOVERABLES

At 31.12.2016 IMI2 JU does not have any long term receivables, all amounts included under this heading are current and are as follows:

EUR '000

	Note	31.12.2016	31.12.2015
<i>Recoverables from non-exchange transactions</i>		7	11
<i>Receivables from exchange transactions</i>	2.3.1	95 381	69 079
Total		95 389	69 090

2.3.1. Receivables from exchange transactions

EUR '000

	31.12.2016	31.12.2015
<i>Central treasury liaison accounts</i>	95 214	67 039
<i>Customers</i>	3	1 986
<i>Deferred charges relating to exchange transactions</i>	150	9
<i>Others</i>	14	45
Total	95 381	69 079

The main element concerns the treasury liaison/intercompany accounts with the Commission that represent a virtual bank account of IMI JU.

The significant balance under heading 'Customers' at 31.12.2015 was due to outstanding EFPIA cash contributions of kEUR 1 537. In 2016 all the cash contributions were cashed on time.

LIABILITIES

2.4. PAYABLES AND OTHER LIABILITIES

EUR '000

	31.12.2016	31.12.2015
<i>Contribution in kind to be validated</i>	194 229	230 778
<i>Current payables</i>	1 651	4 531
<i>Member States</i>	500	500
<i>Public bodies</i>	7 349	22 693
<i>Sundry payables</i>	(33)	1 539
Total	203 696	260 042

Included under the sub-heading 'Contribution in-kind to be validated' are the in kind contributions from Members related to on-going or ended projects without a validated cost statement at 31.12.2016. The amount of in-kind contributions was estimated on a case-by-case basis using the best available information on the projects.

The sub-heading 'Sundry payables' mainly consists of amounts retained from the beneficiaries of the pre-financing which have not yet been transferred to the Participants Guarantee Fund.

2.5. ACCRUED CHARGES AND DEFERRED INCOME

At 31.12.2016 IMI2 JU did not have any balances related to deferred income. The amounts under this heading entirely relate to accrued charges and are as follows:

EUR '000

	31.12.2016	31.12.2015
<i>Accrued charges</i>	103 887	135 950

The accrued charges represent costs estimated by the Authorising Officer as incurred in year 2016, and for which no liability has to be recorded at 31.12.2016. The amounts are net of pre financing (see note 2.2 above) and include kEUR 102 765 of the estimated operating costs for on going or ended projects as well as kEUR 1 055 of the estimated administrative expenses (mainly related to services provided to IMI2 JU and included in the 'Other expenses' heading of the statement of financial performance).

Included under this heading is also kEUR 66 related to the accrued staff expenses for untaken leave.

NET ASSETS

2.6. CONTRIBUTIONS FROM MEMBERS

The total contribution from Members at 31.12.2016 was kEUR 1 323 107 (2015: kEUR 985 676). The split of their annual in-kind and cash contributions is shown below:

2.6.1. Research and Innovation funding programme for 2007-2013 (FP7)

	EUR '000				
	EU Cash	EFPIA Cash	In kind	Total Cash	In kind
A. Running Costs	30 752	17 629	–	48 381	–
<i>Previous years</i>	27 212	14 173	–	41 385	–
<i>Current year</i>	3 540	3 457	–	6 997	–
B. Operational costs (R&D Projects)	696 814	–	388 528	696 814	388 528
<i>Previous years</i>	570 671	–	307 593	570 671	307 593
<i>Current year</i>	126 143	–	80 936	126 143	80 936
Adjustments	–	–	–	–	–
<i>Balance at 31.12.2016</i>	727 566	17 629	388 528	745 196	388 528
<i>Balance at 31.12.2015</i>	597 883	14 173	307 593	612 056	307 593
<i>% of total contribution by type</i>	97.63%	2.37%	100.00%	100%	100%
<i>Total contribution in %</i>	64.17%	35.83%		100%	
<i>Voting rights %</i>	50.00%	50.00%		100%	

2.6.2. Research and Innovation funding programme for 2014-2020 (Horizon 2020)

	EUR '000					
	EU Cash	EFPIA Cash	EU In kind	Associated Partners Cash	Total Cash	Total In kind
A. Running Costs	2 380	4 047	–	–	6 427	–
<i>Previous years</i>	1 180	2 847	–	–	4 027	–
<i>Current year</i>	1 200	1 200	–	–	2 400	–
B. Operational costs (R&D Projects)	132 857	–	47 230	2 869	135 725	47 230
<i>Previous years</i>	62 000	–	–	–	62 000	–
<i>Current year</i>	70 857	–	47 230	2 869	73 725	47 230
Balance at 31.12.2016	135 237	4 047	47 230	2 869	142 153	47 230
<i>Balance at 31.12.2015</i>	63 180	2 847	–	–	66 027	–
<i>% of total contribution by type</i>	95.14%	2.85%	100.00%	2.02%	100%	100.00%
<i>Total contribution in %</i>	71.41%	27.08%		1.51%	100%	
<i>Voting rights %</i>	50.00%	50.00%		N/A	100%	

3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE

NON-EXCHANGE REVENUE

3.1. RECOVERY OF EXPENSES

EUR '000

	2016	2015
<i>Recovery of expenses</i>	34	461

The amounts under this heading relate to the expected recovery of operating expenses from grant beneficiaries.

EXPENSES

3.2. OPERATING COSTS

Included under this heading are operating expenses related to projects that were carried out in 2016. A part of the operating costs related to on-going or ended projects without any validated cost claims (or equivalent) available at 31 December, was estimated using the best information available at the time of the preparation of the annual accounts. The estimation is based on the case-by-case assessment of completion which ensures that only costs that reflect the services or work performed by 31 December are included in the operating costs of the year. Depending on the availability of information at the time of the preparation of the annual accounts, the estimates are based on reports of services or work performed (e.g. Report of the member of the Joint Undertaking other than the EU on the in-kind contributions in the meaning of Article 4(3) and 4(4) of Regulation (EU) No 557/2014) or costs incurred to date as a proportion of the estimated total costs of the projects ('pro-rata temporis').

The break-down of the operating costs between operating costs incurred on the basis of validated cost claims (or equivalent) and estimated operating costs, is given in the table below. It should be noted that in line with the accounting rules the portion of the estimated cost also includes a revision of accounting estimates made in the previous periods.

EUR '000

	Note	2016	2015
<i>Operating costs: validated in-kind contributions</i>		58 237	65 433
<i>Operating costs: estimated in-kind contributions</i>	2.4	33 379	122 951
Total operating costs from in-kind contributions		91 616	188 384
<i>Operating costs: validated EU contributions</i>		102 197	80 429
<i>Operating costs: estimated EU contributions</i>	2.5	27 396	103 389
Total operating costs from EU contributions		129 593	183 818
Total		221 209	372 202

3.3. STAFF COSTS

Included under this heading are expenses related to salaries and other employment-related allowances.

3.4. OTHER EXPENSES

	EUR '000	
	2016	2015
<i>External non IT services</i>	2 098	1 261
<i>Experts expenses</i>	811	716
<i>External IT services</i>	582	556
<i>Property, plant and equipment related expenses</i>	553	1 043
<i>Communications & publications</i>	238	377
<i>Missions</i>	87	109
<i>Other</i>	27	189
<i>Training costs</i>	24	39
<i>Foreign exchange losses</i>	(0)	3
Total	4 421	4 293

Operating lease expenses related to the IMI JU building 'White Atrium' of kEUR 441 are included under the sub-heading 'property, plant and equipment related expenses'.

Amounts committed to be paid during the remaining term of this lease contract include rent and related charges and are as follows:

	EUR '000			
	Future amounts to be paid			
	< 1 year	1- 5 years	> 5 years	Total
<i>Buildings</i>	460	2 442	1 047	3 949

4. OTHER SIGNIFICANT DISCLOSURES

4.1. OUTSTANDING COMMITMENTS NOT YET EXPENSED

EUR '000

	31.12.2016	31.12.2015
<i>Outstanding commitments not yet expensed</i>	610 178	571 482

The outstanding commitments not yet expensed amount consists of the budgetary RAL ('Reste à Liquider') less related amounts that have been included as expenses in the 2016 statement of financial performance. The budgetary RAL is an amount representing the open commitments for which payments and/or de-commitments have not yet been made. This is the normal consequence of multi-annual programmes.

4.2. RELATED PARTIES

The related parties of the IMI JU are the participants of the JU and key management personnel of these entities. Transactions between these entities take place as part of the normal operations of IMI JU and as this is the case, no specific disclosure requirements are necessary for these transactions in accordance with the EU accounting rules.

4.3. KEY MANAGEMENT ENTITLEMENTS

The highest ranked civil servant of IMI2 JU is the Executive Director, who executes the role of the Authorising Officer.

	31.12.2016	31.12.2015
<i>Executive Director</i>	AD 14	AD 14

The Executive Director is remunerated in accordance with the Staff Regulation of the European Union that is published on the Europa website and which is the official document describing the rights and the obligation of all officials of the EU. The Executive Director has not received any preferential loans from IMI2 JU.

5. FINANCIAL INSTRUMENTS DISCLOSURES

5.1. CURRENCY RISKS

Exposure of the IMI JU to currency risk at year end

At 31.12.2016 the financial assets and financial liabilities ending balances did not include any material amounts quoted in different currencies other than the euro.

5.2. CREDIT RISK

Financial assets that are neither past due nor impaired

The financial assets are entirely composed of receivables and recoverables that are neither past due nor impaired.

Financial assets by risk category

At 31.12.2016 the financial assets are entirely composed of receivables and recoverables against entities without an external credit rating. The entire amount relates to entities which never defaulted in the past.

5.3. LIQUIDITY RISK

Maturity analysis of financial liabilities by remaining contractual maturity

Financial liabilities entirely consist of accounts payable. All the accounts payable have a remaining contractual maturity of less than 1 year.

REPORTS ON THE IMPLEMENTATION OF THE BUDGET

It should be noted that due to the rounding of figures into thousands of euros, some financial data in the tables below may appear not to add-up.

CONTENTS

1.	BUDGETARY PRINCIPLES, STRUCTURE AND IMPLEMENTATION	29
2.	RESULT OF THE IMPLEMENTATION OF THE BUDGET	31
3.	RECONCILIATION OF ECONOMIC RESULT WITH BUDGET RESULT	32
4.	IMPLEMENTATION OF BUDGET REVENUE	33
5.	IMPLEMENTATION OF BUDGET EXPENDITURE	34
6.	COMMITMENTS OUTSTANDING	46
7.	GLOSSARY	49

1. BUDGETARY PRINCIPLES, STRUCTURE AND IMPLEMENTATION

1.1. Budgetary principles

The establishment and implementation of the budget of IMI JU is governed by the following basic principles set out in the Chapter 2 of the Financial Rules of IMI JU:

Principles of unity and budget accuracy

This principle means that no revenue shall be collected and no expenditure effected unless booked to a line in the budget of IMI JU. No expenditure may be committed or authorised in excess of the appropriations authorised by the budget. An appropriation may be entered in the budget only if it is for an item of expenditure which is considered necessary.

Principle of annuality

The appropriations entered in the budget shall be authorised for a financial year which shall run from 1 January to 31 December. As specified in its Financial Rules, IMI JU is subject to an exception to the annuality principle, specific only to the joint undertakings (the "N+3" rule), whereby any unused appropriations may be entered in the estimate of revenue and expenditure of up to the following three financial years. These appropriations must be used first.

Principle of equilibrium

Revenue and payment appropriations shall be in balance.

Principle of unit of account

The budget shall be drawn up and implemented in euros and the accounts shall be presented in euros.

Principle of universality

Total revenue shall cover total payment appropriations and all revenue and expenditure shall be entered in full without any adjustment against each other.

Principle of specification

Appropriations shall be earmarked for specific purposes at least by title and chapter.

Principle of sound financial management

Appropriations shall be used in accordance with the principle of sound financial management, namely in accordance with the principles of economy, efficiency and effectiveness.

Principle of transparency

The budget shall be established and implemented and the accounts presented in accordance with the principle of transparency. The budget and any amending budgets shall be published on IMI JU's internet site within four weeks of adoption and shall be transmitted to the Commission and the Court of Auditors.

1.2. Structure and presentation of the budget

IMI JU makes use of differentiated appropriations for its administrative expenditure and operational expenditure.

Following the provisions of the Financial rules of IMI JU, the budget accounts shall consist of a statement of revenue and a statement of expenditure. The budget is distributed in the following titles:

Title 1 budget lines are related to staff expenditure such as salaries and allowances for persons working with IMI2 JU. It also includes recruitment expenses, staff missions, expenses for the socio-medical infrastructure and representation costs.

Title 2 budget lines relate to all infrastructure, equipment, meetings, experts, studies, ex-post audits and miscellaneous administrative expenditure.

Title 3 budget lines provide for the implementation of the activities and tasks assigned to IMI JU in accordance with its establishing Council Regulation (EC) No 73/2008 (IMI1 JU) and Council Regulation (EC) No 557/2014 (IMI2 JU).

1.3. Highlights of the budgetary implementation

The 2016 budget was approved by the IMI2 JU Governing Board on 13 January 2016. The first budget amendment was approved by the IMI2 JU Governing Board on 27 April 2016 in order to include the carry over amounts from the previous year.

A second budget amendment was approved in order to include financial contributions from Associated Partners and Other Members. It was approved by the IMI JU Governing Board on 5 December 2016. The Staff Establishment Plan 2016 was amended as well and was approved by the IMI JU Governing Board on 10 November 2016.

The total budget approved for 2016 was EUR 304.9 million in commitment appropriations and EUR 261.2 million in payment appropriations. The budget execution of the commitment appropriations reached a level of 94 % and of the payment appropriations a level of 69 %.

The commitment appropriations linked to the Research Agenda of IMI JU were consumed by Grant Agreements implementing the Call for proposals 3 of IMI2 (under Horizon 2020) and by launching Calls for proposals 9 and 10 of IMI2 (Horizon 2020). The launch of Call for proposals 11 of IMI2 (Horizon 2020) was postponed to 2017.

The payment appropriations linked to the Research Agenda of IMI JU were consumed by intermediate payments for Calls for proposals 1 – 11 of IMI1 (FP7) and Call for proposal 2 of IMI2 (Horizon 2020) projects as well as pre-financing for projects of Call 3 of IMI2.

The budgeted payment appropriations were not fully used in 2016 due to significant underspending in the Ebola program and delays in concluding Grant Agreements for Calls 7 and 8 of IMI2 (Horizon 2020) projects.

Regarding the running costs, despite some recruitments carried out in 2016, the number of staff employed at the end of 2016 was lower than the maximum authorised, resulting in lower execution than foreseen.

IMI JU continued to execute its budget applying principles of sound financial management which resulted in savings in the organisation of events, communication and administrative expenditure.

More detailed information about the budgetary implementation is provided in the Report on budgetary and financial management of the year.

2. RESULT OF THE IMPLEMENTATION OF THE BUDGET

		EUR '000	
	Title	2016	2015
Revenue		211 481	156 834
of which:			
Subsidies and revenues	2		156 834
Subsidies and revenues	A-2	211 456	
Subsidies from associated partners	A-3	-	
Op. recovery	B-3	25	
Expenditure		(183 339)	(151 403)
of which:			
Staff expenditure	A-1	(4 649)	
Admin expenditure	A-2	(3 507)	
Operational expenditure	B-3	(175 183)	
Exchange rate differences		1	-
Budget result		28 143	5 431

3. RECONCILIATION OF ECONOMIC RESULT WITH BUDGET RESULT

	EUR '000	
	2016	2015
ECONOMIC RESULT OF THE YEAR	(229 819)	(379 473)
Adjustment for accrual items (items not in the budgetary result but included in the economic result)		
<i>In-kind contributions validated in the year</i>	128 167	65 432
<i>Adjustments for accrual cut-off (net)</i>	(62 891)	227 291
<i>Unpaid invoices at year end but booked in expenses</i>	120	-
<i>Depreciation of intangible and tangible assets</i>	86	179
<i>Recovery orders issued in the year and not yet cashed</i>	782	-
<i>Correction of recovery orders issued last year</i>	328	-
<i>Pre-financing given in previous year and cleared in the year</i>	19 377	-
<i>Correction pre-financing in the year</i>	2 100	-
<i>Other individually immaterial</i>	9	(588)
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)		
<i>Members' cash contributions collected in the year</i>	207 914	149 797
<i>Asset acquisitions (less unpaid amounts)</i>	(48)	-
<i>New pre-financing paid in the year and remaining open as at 31 December</i>	(48 167)	(12 165)
<i>Correction pre-financing in the year</i>	8 818	-
<i>Entitlements established in previous year and cashed in the year</i>	1 367	-
<i>Entitlements established on balance sheet accounts and cashed in the year</i>	-	7 000
<i>Payment appropriations carried over to next year</i>	-	(51 861)
<i>Cancellation of unused carried over payment appropriations from previous year</i>	-	842
<i>JUs: Budget result N-1</i>	-	(1 024)
BUDGET RESULT OF THE YEAR	28 143	5 431

4. IMPLEMENTATION OF BUDGET REVENUE

4.1. Implementation of budget revenue – Title A-2

EUR '000

		Income appropriations		Entitlements established			Revenue				Outstanding
		Initial budget	Final budget	Current year	Carried	Total	Current year	Carried	Total	%	
		1	2	3	4	5=3+4	6	7	8=6+7	9=8/2	
A-2001	Subsidy from EC	201 740	201 740	201 740	-	201 740	201 740	-	201 740	100%	-
A-2002	EFPIA Running costs	4 740	4 740	3 309	1 348	4 657	3 309	1 348	4 657	98%	-
A-2003	Miscellaneous revenues	-	-	5 375	467	5 842	5 040	19	5 059	0%	782
A-2005	Subsidy from other members (other than Union and associated partners, or constituent or Affiliated)	-	200	-	-	-	-	-	-	0%	-
Total chapter A-20		206 480	206 680	210 424	1 815	212 238	210 089	1 367	211 456	102%	782
Total Title A-2		206 480	206 680	210 424	1 815	212 238	210 089	1 367	211 456	102%	782

4.2. Implementation of budget revenue – Title A-3

EUR '000

		Income appropriations		Entitlements established			Revenue				Outstanding
		Initial budget	Final budget	Current year	Carried	Total	Current year	Carried	Total	%	
		1	2	3	4	5=3+4	6	7	8=6+7	9=8/2	
A-3000	Subsidy from Associated Partners	-	2 669	-	-	-	-	-	-	0%	-
Total chapter A-30		-	2 669	-	-	-	-	-	-	0%	-
Total Title A-3		-	2 669	-	-	-	-	-	-	0%	-

4.3. Implementation of budget revenue – Title B-3

EUR '000

		Income appropriations		Entitlements established			Revenue				Outstanding
		Initial budget	Final budget	Current year	Carried	Total	Current year	Carried	Total	%	
		1	2	3	4	5=3+4	6	7	8=6+7	9=8/2	
B3-999	Recovery Expost audit	-	-	29	-	29	25	-	25	0%	4
Total chapter B3-9		-	-	29	-	29	25	-	25	0%	4
Total Title B-3		-	-	29	-	29	25	-	25	0%	4
GRAND TOTAL		206 480	209 349	210 453	1 815	212 267	210 113	1 367	211 481	101%	786

5. IMPLEMENTATION OF BUDGET EXPENDITURE

5.1. Breakdown & changes in commitment appropriations

5.1.1. Breakdown & changes in commitment appropriations – Title A-1

		Budget appropriations of the year				Additional appropriations			EUR '000
		Initial adopted budget	Amending budgets	Transfers	Final budget adopted	Carryover	Assigned revenue	Total	Total approp. available
		1	2	3	4=1+2+3	5	6	7=5+6	8=4+7
A-1100	Staff in active employment and costs linked to emp	3 460	-	(371)	3 089	-	-	-	3 089
A-1101	Family Allowances	270	-	53	323	-	-	-	323
A-1102	Transfer and expatriation allowance	330	-	70	400	-	-	-	400
A-1110	Contract Agents	500	-	110	610	-	-	-	610
A-1130	Insurance against sickness	95	-	3	98	-	-	-	98
A-1131	Insurance against accidents and occupational disea	20	-	-	20	-	-	-	20
A-1132	Unemployment insurance for temporary staff	35	-	3	38	-	-	-	38
A-1140	Birth and death allowance	10	-	-	10	-	-	-	10
A-1141	Annual travel costs from the place of employment t	55	-	-	55	-	-	-	55
A-1144	Fixed local travel allowances	3	-	-	3	-	-	-	3
A-1172	Cost of organizing traineeships within IMI	15	-	-	15	-	-	-	15
A-1177	Other services rendered	5	-	-	5	-	-	-	5
A-1178	PMO fees	40	-	-	40	-	-	-	40
A-1181	Travelling expenses (taking up duty)	5	-	-	5	-	-	-	5
A-1182	Installation allowance	40	-	13	53	-	-	-	53
A-1184	Temporary daily allowance	10	-	12	22	-	-	-	22
A-1190	Weightings (Correction coefficients)	-	-	2	2	-	-	-	2
Total chapter A-11		4 893	-	(104)	4 789	-	-	-	4 789
A-1200	Miscellaneous expenditure on staff recruitment and	20	-	-	20	-	-	-	20
Total chapter A-12		20	-	-	20	-	-	-	20
A-1300	Mission expenses	190	-	(90)	100	-	-	-	100
Total chapter A-13		190	-	(90)	100	-	-	-	100
A-1410	Trainings language C	60	-	2	62	-	-	-	62
A-1430	Medical service	5	-	-	5	-	-	-	5
A-1440	Internal training (SLA)	6	-	-	6	-	-	-	6
A-1490	Other interventions	159	-	174	333	-	-	-	333
Total chapter A-14		230	-	176	406	-	-	-	406
A-1700	Entertainment and representation expenses	20	-	-	20	-	-	-	20
Total chapter A-17		20	-	-	20	-	-	-	20
Total title A-1		5 353	-	(18)	5 335	-	-	-	5 335

5.1.2. Breakdown & changes in commitment appropriations – Title A-2

EUR '000

		Budget appropriations of the year				Additional appropriations			Total	Total approp. available
		Initial adopted budget	Amending budgets	Transfers	Final budget adopted	Carryover	Assigned revenue			
		1	2	3	4=1+2+3	5	6	7=5+6	8=4+7	
A-2000	Rentals	570	-	(30)	540	-	-	-	540	
A-2020	Water gas electricity and heating charges	80	-	30	110	-	-	-	110	
A-2040	Furnishing of premises (works)	10	-	-	10	-	-	-	10	
A-2050	Security and surveillance	-	-	21	21	-	-	-	21	
Total chapter A-20		660	-	21	681	-	-	-	681	
A-2101	Data processing equipment	168	-	103	271	-	22	22	293	
A-2102	Software development and purchase	392	-	51	443	-	-	-	443	
Total chapter A-21		560	-	154	714	-	22	22	736	
A-2200	Purchase	123	-	(123)	0	-	-	-	0	
A-2201	Rentals	10	-	-	10	-	-	-	10	
A-2202	Maintenance utilisation and repair	20	-	(20)	-	-	-	-	-	
Total chapter A-22		153	-	(143)	10	-	-	-	10	
A-2300	Stationery and office supply	40	-	-	40	-	-	-	40	
A-2350	Other operating expenditure	13	-	33	46	-	-	-	46	
A-2360	Library stocks purchase of books and subscriptions	44	-	(3)	41	-	-	-	41	
A-2370	Translation interpretation	26	-	(20)	7	-	-	-	7	
Total chapter A-23		123	-	10	133	-	-	-	133	
A-2400	Correspondence and communication expenses	68	-	(24)	44	-	0	0	45	
Total chapter A-24		68	-	(24)	44	-	0	0	45	
A-2500	Formal meetings	158	-	(48)	110	-	-	-	110	
Total chapter A-25		158	-	(48)	110	-	-	-	110	
A-2600	Running costs in Connection with operational activ	24	-	28	52	-	-	-	52	
A-2602	Workshops	270	-	20	290	-	0	0	290	
A-2603	Knowledge Management	6	-	-	6	-	-	-	6	
Total chapter A-26		300	-	48	348	-	0	0	348	
A-2700	External communication	225	-	(17)	208	-	-	-	208	
A-2701	Events (Stakeholders Forum Infoday)	300	-	-	300	-	-	-	300	
A-2702	Material	100	-	(9)	91	-	-	-	91	
Total chapter A-27		625	-	(25)	600	-	-	-	600	
A-2800	Ex-post Audits	700	-	(73)	627	-	-	-	627	
A-2801	Studies	80	-	-	80	-	-	-	80	
A-2802	Audits	-	-	72	72	-	6	6	79	
Total chapter A-28		780	-	(1)	779	-	6	6	785	
A-2900	Evaluation Experts meetings	600	-	(100)	500	-	-	-	500	
A-2901	Evaluation Facilities	100	-	126	226	-	-	-	226	
Total chapter A-29		700	-	26	726	-	-	-	726	
Total title A-2		4 127	-	18	4 145	-	29	29	4 174	

5.1.3. Breakdown & changes in commitment appropriations – Title B-3

EUR '000

	Initial adopted budget	Budget appropriations of the year			Additional appropriations			Total	Total approp. available
		Amending budgets	Transfers	Final budget adopted	Carryover	Assigned revenue			
	1	2	3	4=1+2+3	5	6	7=5+6	8=4+7	
<i>B3-000 Implementing the research agenda of IMI JU</i>	-	-	-	-	-	-	-	-	
<i>B3-001 Call 1</i>	-	-	-	-	-	1	1	1	
<i>B3-002 Call 2</i>	-	-	-	-	-	14	14	14	
<i>B3-003 Call 3</i>	-	-	-	-	-	7	7	7	
<i>B3-004 Call 4</i>	-	-	-	-	-	47	47	47	
<i>B3-005 Call 5</i>	-	-	-	-	-	17	17	17	
<i>B3-006 Call 6</i>	-	-	-	-	-	-	-	-	
<i>B3-007 Call 7</i>	-	-	-	-	-	-	-	-	
<i>B3-008 Call 8</i>	-	-	-	-	-	-	-	-	
<i>B3-009 Call 9</i>	-	-	-	-	-	-	-	-	
<i>B3-010 Call 10</i>	-	-	38	38	-	-	-	38	
<i>B3-011 Call 11</i>	-	-	-	-	-	-	-	-	
<i>B3-013 ENSO 2013</i>	-	-	-	-	-	-	-	-	
<i>B3-020 IMI2 Implementing the research agenda of IMI JU</i>	203 187	11 200	(214 387)	-	14 926	-	14 926	14 926	
<i>B3-022 IMI2 Call 2</i>	-	-	-	-	-	-	-	-	
<i>B3-023 IMI2 Call 3</i>	-	-	47 980	47 980	-	2 100	2 100	50 080	
<i>B3-025 IMI2 Call 5</i>	-	-	-	-	-	-	-	-	
<i>B3-026 IMI2 Call 6</i>	-	-	196	196	-	-	-	196	
<i>B3-028 IMI2 Call 8</i>	-	-	-	-	-	-	-	-	
<i>B3-029 IMI2 Call 9</i>	-	-	-	-	58 328	-	58 328	58 328	
<i>B3-030 IMI2 Call 10</i>	-	-	166 172	166 172	7 718	-	7 718	173 890	
Total chapter B3-0	203 187	11 200	-	214 387	80 972	2 186	83 158	297 544	
Total title B-3	203 187	11 200	-	214 387	80 972	2 186	83 158	297 544	
GRAND TOTAL	212 667	11 200	-	223 867	80 972	2 214	83 186	307 053	

5.2. Breakdown & changes in payment appropriations

5.2.1. Breakdown & changes in payment appropriations – Title A-1

EUR '000

		Initial adopted budget	Budget appropriations of the year			Final budget adopted	Additional appropriations	Total	Total approp. available
		1	Amending budgets	Transfers	4=1+2+3	Carryover	Assigned revenue	7=5+6	8=4+7
			2	3		5	6		
A-1100	Staff in active employment and costs linked to emp	3 460	-	(371)	3 089	-	-	-	3 089
A-1101	Family Allowances	270	-	53	323	-	-	-	323
A-1102	Transfer and expatriation allowance	330	-	70	400	-	-	-	400
A-1110	Contract Agents	500	-	110	610	-	-	-	610
A-1130	Insurance against sickness	95	-	3	98	-	-	-	98
A-1131	Insurance against accidents and occupational disease	20	-	-	20	-	-	-	20
A-1132	Unemployment insurance for temporary staff	35	-	3	38	-	-	-	38
A-1140	Birth and death allowance	10	-	-	10	-	-	-	10
A-1141	Annual travel costs from the place of employment t	55	-	-	55	-	-	-	55
A-1144	Fixed local travel allowances	3	-	-	3	-	-	-	3
A-1172	Cost of organizing traineeships within IMI	15	-	-	15	-	-	-	15
A-1177	Other services rendered	5	-	-	5	-	-	-	5
A-1178	PMO fees	40	-	-	40	-	-	-	40
A-1181	Travelling expenses (taking up duty)	5	-	-	5	-	-	-	5
A-1182	Installation allowance	40	-	13	53	-	-	-	53
A-1184	Temporary daily allowance	10	-	12	22	-	-	-	22
A-1190	Weightings (Correction coefficients)	-	-	2	2	-	-	-	2
Total chapter A-11		4 893	-	(104)	4 789	-	-	-	4 789
A-1200	Miscellaneous expenditure on staff recruitment and	20	-	-	20	-	-	-	20
Total chapter A-12		20	-	-	20	-	-	-	20
A-1300	Mission expenses	190	-	(90)	100	97	-	97	197
Total chapter A-13		190	-	(90)	100	97	-	97	197
A-1410	Trainings language C	60	-	2	62	57	-	57	119
A-1430	Medical service	5	-	-	5	2	-	2	7
A-1440	Internal training (SLA)	6	-	-	6	1	-	1	7
A-1490	Other interventions	159	-	174	333	63	-	63	396
Total chapter A-14		230	-	176	406	122	-	122	528
A-1700	Entertainment and representation expenses	20	-	-	20	1	-	1	21
Total chapter A-17		20	-	-	20	1	-	1	21
Total title A-1		5 353	-	(18)	5 335	220	-	220	5 555

5.2.2. Breakdown & changes in payment appropriations – Title A-2

		Budget appropriations of the year				Additional appropriations				EUR '000
		Initial adopted budget	Amending budgets	Transfers	Final budget adopted	Carryover	Assigned revenue	Total	Total approp. available	
		1	2	3	4=1+2+3	5	6	7=5+6	8=4+7	
A-2000	Rentals	570	-	(30)	540	1	-	1	541	
A-2020	Water gas electricity and heating charges	80	-	30	110	-	-	-	110	
A-2040	Furnishing of premises (works)	10	-	-	10	-	-	-	10	
A-2050	Security and surveillance	-	-	21	21	-	-	-	21	
Total chapter A-20		660	-	21	681	1	-	1	683	
A-2101	Data processing equipment	168	-	103	271	136	27	163	434	
A-2102	Software development and purchase	392	-	51	443	136	-	136	579	
Total chapter A-21		560	-	154	714	272	27	299	1 013	
A-2200	Purchase	123	-	(123)	0	-	-	-	0	
A-2201	Rentals	10	-	-	10	-	-	-	10	
A-2202	Maintenance utilisation and repair	20	-	(20)	-	-	-	-	-	
Total chapter A-22		153	-	(143)	10	-	-	-	10	
A-2300	Stationery and office supply	40	-	-	40	6	-	6	46	
A-2350	Other operating expenditure	13	-	33	46	9	-	9	55	
A-2360	Library stocks purchase of books and subscriptions	44	-	(3)	41	28	-	28	69	
A-2370	Translation interpretation	26	-	(20)	7	5	-	5	12	
Total chapter A-23		123	-	10	133	48	-	48	181	
A-2400	Correspondence and communication expenses	68	-	(24)	44	9	1	10	54	
Total chapter A-24		68	-	(24)	44	9	1	10	54	
A-2500	Formal meetings	158	-	(48)	110	32	-	32	142	
Total chapter A-25		158	-	(48)	110	32	-	32	142	
A-2600	Running costs in Connection with operational activ	24	-	28	52	10	-	10	62	
A-2602	Workshops	270	-	20	290	77	0	77	367	
A-2603	Knowledge Management	6	-	-	6	-	-	-	6	
Total chapter A-26		300	-	48	348	87	0	87	435	
A-2700	External communication	225	-	(17)	208	137	-	137	345	
A-2701	Events (Stakeholders Forum Infoday)	300	-	-	300	1	-	1	301	
A-2702	Material	100	-	(9)	91	-	-	-	91	
Total chapter A-27		625	-	(25)	600	138	-	138	737	
A-2800	Ex-post Audits	700	-	(73)	627	588	-	588	1 214	
A-2801	Studies	80	-	-	80	20	-	20	100	
A-2802	Audits	-	-	72	72	-	-	-	72	
Total chapter A-28		780	-	(1)	779	608	-	608	1 387	
A-2900	Evaluation Experts meetings	600	-	(100)	500	35	-	35	535	
A-2901	Evaluation Facilities	100	-	126	226	-	-	-	226	
Total chapter A-29		700	-	26	726	35	-	35	761	
Total title A-2		4 127	-	18	4 145	1 229	29	1 258	5 404	

5.2.3. Breakdown & changes in payment appropriations – Title B-3

		Budget appropriations of the year				Additional appropriations			EUR '000
		Initial adopted budget	Amending budgets	Transfers	Final budget adopted	Carryover	Assigned revenue	Total	Total approp. available
		1	2	3	4=1+2+3	5	6	7=5+6	8=4+7
B3-000	Implementing the research agenda of IMI JU	100 000	-	(100 000)	-	-	-	-	-
B3-001	Call 1	-	-	18 729	18 729	-	1	1	18 729
B3-002	Call 2	-	-	3 545	3 545	-	14	14	3 559
B3-003	Call 3	-	-	21 911	21 911	-	7	7	21 917
B3-004	Call 4	-	-	20 760	20 760	-	47	47	20 807
B3-005	Call 5	-	-	17 500	17 500	-	17	17	17 517
B3-006	Call 6	-	-	10 500	10 500	-	-	-	10 500
B3-007	Call 7	-	-	1 090	1 090	-	-	-	1 090
B3-008	Call 8	-	-	12 000	12 000	-	-	-	12 000
B3-009	Call 9	-	-	8 000	8 000	-	-	-	8 000
B3-010	Call 10	-	-	638	638	-	-	-	638
B3-011	Call 11	-	-	13 500	13 500	-	-	-	13 500
B3-013	ENSO 2013	-	-	2 276	2 276	-	-	-	2 276
B3-020	IMI2 Implementing the research agenda of IMI JU	97 000	2 869	(99 869)	-	50 411	-	50 411	50 411
B3-022	IMI2 Call 2	-	-	14 598	14 598	-	-	-	14 598
B3-023	IMI2 Call 3	-	-	16 960	16 960	-	2 100	2 100	19 060
B3-025	IMI2 Call 5	-	-	17 000	17 000	-	-	-	17 000
B3-026	IMI2 Call 6	-	-	16 862	16 862	-	-	-	16 862
B3-028	IMI2 Call 8	-	-	4 000	4 000	-	-	-	4 000
B3-029	IMI2 Call 9	-	-	-	-	-	-	-	-
B3-030	IMI2 Call 10	-	-	-	-	-	-	-	-
Total chapter B3-0		197 000	2 869	(0)	199 869	50 411	2 186	52 596	252 465
Total title B-3		197 000	2 869	(0)	199 869	50 411	2 186	52 596	252 465
GRAND TOTAL		206 480	2 869	-	209 349	51 861	2 214	54 075	263 423

5.4. Implementation of commitment appropriations

5.4.1. Implementation of commitment appropriations – Title A-1

EUR '000

	Total approp. availab.	From final adopt. budget	Commitments made		Total	%	Appropriations carried over to 2017			Appropriations lapsing			Total
			From carry overs	From assigned revenue			Assigned revenue	By decision	Total	From final adopted budget	From carry overs	From assigned revenue	
1	2	3	4	5	6	7	8	9	10	11	12	13	
A-1100 Staff in active employment and costs linked to emp	3 089	2 829	-	-	2 829	92%	-	-	-	261	-	-	261
A-1101 Family Allowances	323	322	-	-	322	100%	-	-	-	1	-	-	1
A-1102 Transfer and expatriation allowance	400	397	-	-	397	99%	-	-	-	3	-	-	3
A-1110 Contract Agents	610	373	-	-	373	61%	-	-	-	237	-	-	237
A-1130 Insurance against sickness	98	96	-	-	96	98%	-	-	-	2	-	-	2
A-1131 Insurance against accidents and occupational disea	20	14	-	-	14	71%	-	-	-	6	-	-	6
A-1132 Unemployment insurance for temporary staff	38	38	-	-	38	99%	-	-	-	0	-	-	0
A-1140 Birth and death allowance	10	0	-	-	0	4%	-	-	-	10	-	-	10
A-1141 Annual travel costs from the place of employment t	55	40	-	-	40	72%	-	-	-	15	-	-	15
A-1144 Fixed local travel allowances	3	-	-	-	-	0%	-	-	-	3	-	-	3
A-1172 Cost of organizing traineeships within IMI	15	-	-	-	-	0%	-	-	-	15	-	-	15
A-1177 Other services rendered	5	1	-	-	1	16%	-	-	-	4	-	-	4
A-1178 PMO fees	40	35	-	-	35	88%	-	-	-	5	-	-	5
A-1181 Travelling expenses (taking up duty)	5	-	-	-	-	0%	-	-	-	5	-	-	5
A-1182 Installation allowance	53	47	-	-	47	88%	-	-	-	7	-	-	7
A-1184 Temporary daily allowance	22	17	-	-	17	76%	-	-	-	5	-	-	5
A-1190 Weightings (Correction coefficients)	2	1	-	-	1	47%	-	-	-	1	-	-	1
Total chapter A-11	4 789	4 209	-	-	4 209	88%	-	-	-	580	-	-	580
A-1200 Miscellaneous expenditure on staff recruitment and	20	20	-	-	20	100%	-	-	-	-	-	-	-
Total chapter A-12	20	20	-	-	20	100%	-	-	-	-	-	-	-
A-1300 Mission expenses	100	99	-	-	99	100%	-	-	-	0	-	-	0
Total chapter A-13	100	99	-	-	99	100%	-	-	-	0	-	-	0
A-1410 Trainings language C	62	20	-	-	20	32%	-	-	-	42	-	-	42
A-1430 Medical service	5	5	-	-	5	100%	-	-	-	-	-	-	-
A-1440 Internal training (SLA)	6	6	-	-	6	100%	-	-	-	-	-	-	-
A-1490 Other interventions	333	333	-	-	333	100%	-	-	-	0	-	-	0
Total chapter A-14	406	364	-	-	364	90%	-	-	-	42	-	-	42
A-1700 Entertainment and representation expenses	20	15	-	-	15	75%	-	-	-	5	-	-	5
Total chapter A-17	20	15	-	-	15	75%	-	-	-	5	-	-	5
Total title A-1	5 335	4 707	-	-	4 707	88%	-	-	-	627	-	-	627

5.4.2. Implementation of commitment appropriations – Title A-2

EUR '000

	Commitments made						Appropriations carried over to 2017			Appropriations lapsing			Total 13=10+11 +12
	Total approp. availab.	From final adopt. budget	From carry overs	From assigned revenue	Total	%	Assigned revenue	By decision	Total	From final adopted budget	From carry overs	From assigned revenue	
	1	2	3	4	5=2+3+4	6=5/1	7	8	9=7+8	10	11	12	
A-2000 Rentals	540	540	-	-	540	100%	-	-	-	-	-	-	-
A-2020 Water gas electricity and heating charges	110	110	-	-	110	100%	-	-	-	-	-	-	-
A-2040 Furnishing of premises (works)	10	-	-	-	-	0%	-	-	-	10	-	-	10
A-2050 Security and surveillance	21	21	-	-	21	100%	-	-	-	0	-	-	0
Total chapter A-20	681	671	-	-	671	99%	-	-	-	10	-	-	10
A-2101 Data processing equipment	293	271	-	-	271	93%	22	-	22	0	-	-	0
A-2102 Software development and purchase	443	440	-	-	440	100%	-	-	-	2	-	-	2
Total chapter A-21	736	712	-	-	712	97%	22	-	22	2	-	-	2
A-2200 Purchase	0	-	-	-	-	0%	-	-	-	0	-	-	0
A-2201 Rentals	10	-	-	-	-	0%	-	-	-	10	-	-	10
Total chapter A-22	10	-	-	-	-	0%	-	-	-	10	-	-	10
A-2300 Stationery and office supply	40	35	-	-	35	88%	-	-	-	5	-	-	5
A-2350 Other operating expenditure	46	38	-	-	38	81%	-	-	-	9	-	-	9
A-2360 Library stocks purchase of books and subscriptions	41	41	-	-	41	100%	-	-	-	-	-	-	-
A-2370 Translation interpretation	7	7	-	-	7	100%	-	-	-	-	-	-	-
Total chapter A-23	133	120	-	-	120	90%	-	-	-	14	-	-	14
A-2400 Correspondence and communication expenses	45	41	-	-	41	91%	0	-	0	3	-	-	3
Total chapter A-24	45	41	-	-	41	91%	0	-	0	3	-	-	3
A-2500 Formal meetings	110	110	-	-	110	100%	-	-	-	-	-	-	-
Total chapter A-25	110	110	-	-	110	100%	-	-	-	-	-	-	-
A-2600 Running costs in Connection with operational activ	52	24	-	-	24	46%	-	-	-	28	-	-	28
A-2602 Workshops	290	270	-	-	270	93%	0	-	0	20	-	-	20
A-2603 Knowledge Management	6	4	-	-	4	67%	-	-	-	2	-	-	2
Total chapter A-26	348	298	-	-	298	86%	0	-	0	50	-	-	50
A-2700 External communication	208	184	-	-	184	88%	-	-	-	25	-	-	25
A-2701 Events (Stakeholders Forum Infoday)	300	214	-	-	214	71%	-	-	-	86	-	-	86
A-2702 Material	91	46	-	-	46	50%	-	-	-	45	-	-	45
Total chapter A-27	600	444	-	-	444	74%	-	-	-	156	-	-	156
A-2800 Ex-post Audits	627	522	-	-	522	83%	-	-	-	104	-	-	104
A-2801 Studies	80	49	-	-	49	61%	-	-	-	31	-	-	31
A-2802 Audits	79	72	-	6	79	100%	-	-	-	-	-	-	-
Total chapter A-28	785	643	-	6	650	83%	-	-	-	135	-	-	135
A-2900 Evaluation Experts meetings	500	500	-	-	500	100%	-	-	-	-	-	-	-
A-2901 Evaluation Facilities	226	226	-	-	226	100%	-	-	-	-	-	-	-
Total chapter A-29	726	726	-	-	726	100%	-	-	-	-	-	-	-
Total title A-2	4 174	3 765	-	6	3 771	90%	22	-	22	381	-	-	381

5.4.3. Implementation of commitment appropriations – Title B-3

EUR '000

	Commitments made						Appropriations carried over to 2017			Appropriations lapsing			Total 13=10+11 +12
	Total approp. availab.	From final adopt. budget	From carry overs	From assigned revenue	Total	%	Assigned revenue	By decision	Total	From final adopted budget	From carry overs	From assigned revenue	
	1	2	3	4	5=2+3+4	6=5/1	7	8	9=7+8	10	11	12	
B3-001 Call 1	1	-	-	-	-	0%	1	-	1	-	-	-	-
B3-002 Call 2	14	-	-	-	-	0%	14	-	14	-	-	-	-
B3-003 Call 3	7	-	-	-	-	0%	7	-	7	-	-	-	-
B3-004 Call 4	47	-	-	-	-	0%	47	-	47	-	-	-	-
B3-005 Call 5	17	-	-	-	-	0%	17	-	17	-	-	-	-
B3-006 Call 6	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-007 Call 7	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-008 Call 8	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-009 Call 9	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-010 Call 10	38	-	-	-	-	0%	-	-	-	38	-	-	38
B3-011 Call 11	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-013 ENSO 2013	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-020 IMI2 Implementing the research agenda of IMI JU	14 926	-	-	-	-	0%	-	-	-	-	14 926	-	14 926
B3-022 IMI2 Call 2	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-023 IMI2 Call 3	50 080	47 980	-	-	47 980	96%	2 100	-	2 100	-	-	-	-
B3-025 IMI2 Call 5	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-026 IMI2 Call 6	196	196	-	-	196	100%	-	-	-	-	-	-	-
B3-028 IMI2 Call 8	-	-	-	-	-	0%	-	-	-	-	-	-	-
B3-029 IMI2 Call 9	58 328	-	58 328	-	58 328	100%	-	-	-	-	-	-	-
B3-030 IMI2 Call 10	173 890	166 172	7 718	-	173 890	100%	-	-	-	-	-	-	-
Total chapter B3-0	297 544	214 348	66 046	-	280 394	94%	2 186	-	2 186	38	14 926	-	14 964
Total title B-3	297 544	214 348	66 046	-	280 394	94%	2 186	-	2 186	38	14 926	-	14 964
GRAND TOTAL	307 053	222 820	66 046	6	288 872	94%	2 208	-	2 208	1 047	14 926	-	15 973

5.5. Implementation of payment appropriations

5.5.1. Implementation of payment appropriations – Title A-1

EUR '000

	Total approp. availab.	From final adopted budget	Payments made				Appropriations carried over to 2017				Appropriations lapsing			Total 14=11+12+13
			From carry overs	From assigned revenue	Total	%	Automatic carry overs	By decision	Assigned revenue	Total	From final budget	From carry overs	From assigned revenue	
	1	2	3	4	5=2+3+4	6 = 5/1	7	8	9	10=7+8+9	11	12	13	14=11+12+13
A-1100 Staff in active employment and costs linked to emp	3 089	2 829	-	-	2 829	92%	-	-	-	-	261	-	-	261
A-1101 Family Allowances	323	322	-	-	322	100%	-	-	-	-	1	-	-	1
A-1102 Transfer and expatriation allowance	400	397	-	-	397	99%	-	-	-	-	3	-	-	3
A-1110 Contract Agents	610	373	-	-	373	61%	-	-	-	-	237	-	-	237
A-1130 Insurance against sickness	98	96	-	-	96	98%	-	-	-	-	2	-	-	2
A-1131 Insurance against accidents and occupational disease	20	14	-	-	14	71%	-	-	-	-	6	-	-	6
A-1132 Unemployment insurance for temporary staff	38	38	-	-	38	99%	-	-	-	-	0	-	-	0
A-1140 Birth and death allowance	10	0	-	-	0	4%	-	-	-	-	10	-	-	10
A-1141 Annual travel costs from the place of employment t	55	40	-	-	40	72%	-	-	-	-	15	-	-	15
A-1144 Fixed local travel allowances	3	-	-	-	-	0%	-	-	-	-	3	-	-	3
A-1172 Cost of organizing traineeships within IMI	15	-	-	-	-	0%	-	-	-	-	15	-	-	15
A-1177 Other services rendered	5	1	-	-	1	16%	-	-	-	-	4	-	-	4
A-1178 PMO fees	40	35	-	-	35	88%	-	-	-	-	5	-	-	5
A-1181 Travelling expenses (taking up duty)	5	-	-	-	-	0%	-	-	-	-	5	-	-	5
A-1182 Installation allowance	53	47	-	-	47	88%	-	-	-	-	7	-	-	7
A-1184 Temporary daily allowance	22	17	-	-	17	76%	-	-	-	-	5	-	-	5
A-1190 Weightings (Correction coefficients)	2	1	-	-	1	47%	-	-	-	-	1	-	-	1
Total chapter A-11	4 789	4 209	-	-	4 209	88%	-	-	-	-	580	-	-	580
A-1200 Miscellaneous expenditure on staff recruitment and	20	14	-	-	14	70%	-	-	-	-	6	-	-	6
Total chapter A-12	20	14	-	-	14	70%	-	-	-	-	6	-	-	6
A-1300 Mission expenses	197	46	55	-	101	51%	-	-	-	-	54	42	-	96
Total chapter A-13	197	46	55	-	101	51%	-	-	-	-	54	42	-	96
A-1410 Trainings language C	119	13	12	-	25	21%	-	-	-	-	49	45	-	94
A-1430 Medical service	7	2	2	-	4	59%	-	-	-	-	3	-	-	3
A-1440 Internal training (SLA)	7	2	-	-	2	35%	-	-	-	-	4	1	-	4
A-1490 Other interventions	396	222	63	-	285	72%	-	-	-	-	111	-	-	111
Total chapter A-14	528	240	77	-	316	60%	-	-	-	-	166	46	-	212
A-1700 Entertainment and representation expenses	21	8	1	-	9	43%	-	-	-	-	12	-	-	12
Total chapter A-17	21	8	1	-	9	43%	-	-	-	-	12	-	-	12
Total title A-1	5 555	4 517	132	-	4 649	84%	-	-	-	-	818	88	-	906

5.5.2. Implementation of payment appropriations – Title A-2

EUR '000

		Payments made						Appropriations carried over to 2017				Appropriations lapsing			Total 14=11+12 +13
		Total approp. availab.	From final adopted budget	From carry overs	From assigned revenue	Total	%	Automatic carry overs	By decision	Assigned revenue	Total	From final budget	From carry overs	From assigned revenue	
		1	2	3	4	5=2+3+4	6 = 5/1	7	8	9	10=7+8+9	11	12	13	
A-2000	Rentals	541	451	1	-	452	83%	-	-	-	89	-	-	89	
A-2020	Water gas electricity and heating charges	110	108	-	-	108	98%	-	-	-	2	-	-	2	
A-2040	Furnishing of premises (works)	10	-	-	-	-	0%	-	-	-	10	-	-	10	
A-2050	Security and surveillance	21	9	-	-	9	43%	-	-	-	12	-	-	12	
Total chapter A-20		683	567	1	-	569	83%	-	-	-	114	-	-	114	
A-2101	Data processing equipment	434	149	117	6	272	63%	-	22	22	122	19	-	141	
A-2102	Software development and purchase	579	161	90	-	251	43%	-	-	-	282	46	-	328	
Total chapter A-21		1 013	310	207	6	523	52%	-	22	22	404	64	-	468	
A-2200	Purchase	0	-	-	-	-	0%	-	-	-	0	-	-	0	
A-2201	Rentals	10	-	-	-	-	0%	-	-	-	10	-	-	10	
Total chapter A-22		10	-	-	-	-	0%	-	-	-	10	-	-	10	
A-2300	Stationery and office supply	46	27	6	-	33	73%	-	-	-	13	-	-	13	
A-2350	Other operating expenditure	55	34	1	-	36	65%	-	-	-	12	7	-	19	
A-2360	Library stocks purchase of books and subscriptions	69	40	1	-	41	60%	-	-	-	0	28	-	28	
A-2370	Translation interpretation	12	-	4	-	4	35%	-	-	-	7	1	-	8	
Total chapter A-23		181	102	12	-	114	63%	-	-	-	31	36	-	67	
A-2400	Correspondence and communication expenses	54	15	9	1	24	45%	-	1	1	29	-	-	29	
Total chapter A-24		54	15	9	1	24	45%	-	1	1	29	-	-	29	
A-2500	Formal meetings	142	50	32	-	81	57%	-	-	-	60	-	-	60	
Total chapter A-25		142	50	32	-	81	57%	-	-	-	60	-	-	60	
A-2600	Running costs in Connection with operational activ	62	21	10	-	31	51%	-	-	-	31	-	-	31	
A-2602	Workshops	367	177	77	-	254	69%	-	0	0	113	-	-	113	
A-2603	Knowledge Management	6	4	-	-	4	58%	-	-	-	3	-	-	3	
Total chapter A-26		435	202	87	-	289	66%	-	0	0	146	-	-	146	
A-2700	External communication	345	189	9	-	199	58%	-	-	-	19	127	-	147	
A-2701	Events (Stakeholders Forum Infoday)	301	181	1	-	182	61%	-	-	-	119	-	-	119	
A-2702	Material	91	16	-	-	16	17%	-	-	-	75	-	-	75	
Total chapter A-27		737	386	10	-	397	54%	-	-	-	213	127	-	341	
A-2800	Ex-post Audits	1 214	190	519	-	709	58%	-	-	-	437	69	-	505	
A-2801	Studies	100	69	-	-	69	69%	-	-	-	11	20	-	31	
A-2802	Audits	72	-	-	-	-	0%	-	-	-	72	-	-	72	
Total chapter A-28		1 387	259	519	-	778	56%	-	-	-	520	89	-	609	
A-2900	Evaluation Experts meetings	535	472	35	-	508	95%	-	-	-	28	-	-	28	
A-2901	Evaluation Facilities	226	225	-	-	225	100%	-	-	-	1	-	-	1	
Total chapter A-29		761	697	35	-	733	96%	-	-	-	29	-	-	29	
Total title A-2		5 404	2 588	913	6	3 507	65%	-	23	23	1 557	317	-	1 874	

5.5.3. Implementation of payment appropriations – Title B-3

EUR '000

		Payments made					Appropriations carried over to 2017				Appropriations lapsing			Total 14=11+12 +13	
		Total approp. availab.	From final adopted budget	From carry overs	From assigned revenue	Total	%	Automatic carry overs	By decision	Assigned revenue	Total	From final budget	From carry overs		From assigned revenue
		1	2	3	4	5=2+3+4	6 = 5/1	7	8	9	10=7+8+9	11	12		13
B3-001	Call 1	18 729	5 025	-	-	5 025	27%	-	-	1	1	13 704	-	-	13 704
B3-002	Call 2	3 559	2 075	-	-	2 075	58%	-	-	14	14	1 470	-	-	1 470
B3-003	Call 3	21 917	21 255	-	1	21 256	97%	-	-	6	6	656	-	-	656
B3-004	Call 4	20 807	20 760	-	47	20 807	100%	-	-	-	0	-	-	-	0
B3-005	Call 5	17 517	17 177	-	7	17 184	98%	-	-	11	11	323	-	-	323
B3-006	Call 6	10 500	10 456	-	-	10 456	100%	-	-	-	-	44	-	-	44
B3-007	Call 7	1 090	1 074	-	-	1 074	99%	-	-	-	-	16	-	-	16
B3-008	Call 8	12 000	11 769	-	-	11 769	98%	-	-	-	-	231	-	-	231
B3-009	Call 9	8 000	6 535	-	-	6 535	82%	-	-	-	-	1 465	-	-	1 465
B3-010	Call 10	638	638	-	-	638	100%	-	-	-	-	-	-	-	-
B3-011	Call 11	13 500	10 752	-	-	10 752	80%	-	-	-	-	2 748	-	-	2 748
B3-013	ENSO 2013	2 276	2 276	-	-	2 276	100%	-	-	-	-	-	-	-	-
B3-020	IMI2 Implementing the research agenda of IMI JU	50 411	-	-	-	-	0%	-	-	-	-	-	50 411	-	50 411
B3-022	IMI2 Call 2	14 598	13 037	-	-	13 037	89%	-	-	-	-	1 561	-	-	1 561
B3-023	IMI2 Call 3	19 060	16 960	-	2 100	19 060	100%	-	-	-	-	-	-	-	-
B3-025	IMI2 Call 5	17 000	16 377	-	-	16 377	96%	-	-	-	-	623	-	-	623
B3-026	IMI2 Call 6	16 862	16 862	-	-	16 862	100%	-	-	-	-	-	-	-	-
B3-028	IMI2 Call 8	4 000	-	-	-	-	0%	-	-	-	-	4 000	-	-	4 000
B3-029	IMI2 Call 9	-	-	-	-	-	0%	-	-	-	-	-	-	-	-
B3-030	IMI2 Call 10	-	-	-	-	-	0%	-	-	-	-	-	-	-	-
Total chapter B3-0		252 465	173 028	-	2 155	175 183	69%	-	-	31	31	26 840	50 411	-	77 251
Total title B-3		252 465	173 028	-	2 155	175 183	69%	-	-	31	31	26 840	50 411	-	77 251
GRAND TOTAL		263 423	180 133	1 045	2 161	183 339	70%	-	-	54	54	29 216	50 816	-	80 031

6. COMMITMENTS OUTSTANDING

6.1. Commitments outstanding – Title A-1

		Commitments outstanding at the end of prev. year				Commitments of the year				EUR '000
		Comm. carried forward from prev. year	Decommit. Revaluation Cancellations	Payments	Total	Comm. made during the year	Payment	Cancellation of comm. which cannot be carried forward	Commit. outstanding at year-end	Total commitments outstanding at year-end
		1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
A-1100	Staff in active employment and costs linked to emp	0	(0)	-	-	2 829	2 829	-	-	-
A-1101	Family Allowances	-	-	-	-	322	322	-	-	-
A-1102	Transfer and expatriation allowance	-	-	-	-	397	397	-	-	-
A-1110	Contract Agents	-	-	-	-	373	373	-	-	-
A-1130	Insurance against sickness	-	-	-	-	96	96	-	-	-
A-1131	Insurance against accidents and occupational disease	-	-	-	-	14	14	-	-	-
A-1132	Unemployment insurance for temporary staff	-	-	-	-	38	38	-	-	-
A-1140	Birth and death allowance	-	-	-	-	0	0	-	-	-
A-1141	Annual travel costs from the place of employment	-	-	-	-	40	40	-	-	-
A-1177	Other services rendered	-	-	-	-	1	1	-	-	-
A-1178	PMO fees	-	-	-	-	35	35	-	-	-
A-1182	Installation allowance	-	-	-	-	47	47	-	-	-
A-1184	Temporary daily allowance	-	-	-	-	17	17	-	-	-
A-1190	Weightings (Correction coefficients)	-	-	-	-	1	1	-	-	-
Total chapter A-11		0	(0)	-	-	4 209	4 209	-	-	-
A-1200	Miscellaneous expenditure on staff recruitment and	0	-	0	-	20	14	-	6	6
Total chapter A-12		0	-	0	-	20	14	-	6	6
A-1300	Mission expenses	97	(88)	10	-	99	91	-	8	8
Total chapter A-13		97	(88)	10	-	99	91	-	8	8
A-1410	Trainings language C	57	(50)	7	-	20	17	-	3	3
A-1430	Medical service	2	-	2	-	5	2	-	3	3
A-1440	Internal training (SLA)	1	(1)	-	-	6	2	-	4	4
A-1490	Other interventions	63	(16)	47	-	333	238	-	95	95
Total chapter A-14		122	(66)	56	-	364	260	-	104	104
A-1700	Entertainment and representation expenses	1	-	1	-	15	8	-	7	7
Total chapter A-17		1	-	1	-	15	8	-	7	7
Total Title A-1		220	(154)	66	-	4 707	4 583	-	125	125

6.2. Commitments outstanding – Title A-2

		Commitments outstanding at the end of prev. year				Commitments of the year				EUR '000
		Comm. carried forward from prev. year	Decommit. Revaluation Cancellations	Payments	Total	Comm. made during the year	Payment	Cancellation of comm. which cannot be carried forward	Commit. outstanding at year-end	Total commitments outstanding at year-end
		1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
A-2000	Rentals	1	(1)	-	-	540	452	-	88	88
A-2020	Water gas electricity and heating charges	0	(0)	-	-	110	108	-	2	2
A-2050	Security and surveillance	-	-	-	-	21	9	-	12	12
Total chapter A-20		1	(1)	-	-	671	569	-	103	103
A-2101	Data processing equipment	136	(5)	129	1	271	142	-	129	130
A-2102	Software development and purchase	136	(10)	126	-	440	125	-	315	315
Total chapter A-21		272	(15)	255	1	712	268	-	444	445
A-2300	Stationery and office supply	6	(1)	5	-	35	28	-	7	7
A-2350	Other operating expenditure	9	(9)	0	0	38	36	-	2	2
A-2360	Library stocks purchase of books and subscriptions	28	(28)	1	0	41	40	-	0	0
A-2370	Translation interpretation	5	(5)	-	-	7	4	-	2	2
Total chapter A-23		48	(42)	6	0	120	108	-	11	11
A-2400	Correspondence and communication expenses	9	(4)	4	-	41	20	-	21	21
Total chapter A-24		9	(4)	4	-	41	20	-	21	21
A-2500	Formal meetings	32	(30)	2	0	110	80	-	30	30
Total chapter A-25		32	(30)	2	0	110	80	-	30	30
A-2600	Running costs in Connection with operational activ	10	(2)	8	-	24	24	-	0	0
A-2602	Workshops	77	(58)	19	-	270	235	-	35	35
A-2603	Knowledge Management	-	-	-	-	4	4	-	1	1
Total chapter A-26		87	(60)	27	-	298	262	-	36	36
A-2700	External communication	137	(4)	133	-	184	65	-	119	119
A-2701	Events (Stakeholders Forum Infoday)	1	(1)	-	-	214	182	-	32	32
A-2702	Material	-	-	-	-	46	16	-	30	30
Total chapter A-27		138	(5)	133	-	444	263	-	180	180
A-2800	Ex-post Audits	588	(21)	557	10	522	152	-	370	380
A-2801	Studies	20	-	20	-	49	49	-	-	-
A-2802	Audits	-	-	-	-	79	-	-	79	79
Total chapter A-28		608	(21)	577	10	650	201	-	449	459
A-2900	Evaluation Experts meetings	26	(13)	13	-	500	494	-	6	6
A-2901	Evaluation Facilities	10	(10)	-	-	226	225	-	1	1
Total chapter A-29		35	(22)	13	-	726	720	-	6	6
Total Title A-2		1 229	(201)	1 017	11	3 771	2 490	-	1 281	1 292

6.3. Commitments outstanding – Title B-3

		Commitments outstanding at the end of prev. year				Commitments of the year			EUR '000	
		Comm. carried forward from prev. year	Decommit. Revaluation Cancellations	Payments	Total	Comm. made during the year	Payment	Cancellation of comm. which cannot be carried forward	Commit. outstanding at year-end	Total commitments outstanding at year-end
		1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
B3-000	Implementing the research agenda of IMI JU	130	-	-	130	-	-	-	-	130
B3-001	Call 1	8 377	-	5 025	3 352	-	-	-	-	3 352
B3-002	Call 2	8 887	-	2 075	6 812	-	-	-	-	6 812
B3-003	Call 3	32 743	-	21 256	11 487	-	-	-	-	11 487
B3-004	Call 4	34 098	-	20 807	13 291	-	-	-	-	13 291
B3-005	Call 5	33 163	-	17 184	15 979	-	-	-	-	15 979
B3-006	Call 6	61 755	-	10 456	51 299	-	-	-	-	51 299
B3-007	Call 7	3 387	-	1 074	2 312	-	-	-	-	2 312
B3-008	Call 8	76 869	-	11 769	65 100	-	-	-	-	65 100
B3-009	Call 9	35 155	-	6 535	28 620	-	-	-	-	28 620
B3-010	Call 10	4 148	-	638	3 510	-	-	-	-	3 510
B3-011	Call 11	124 567	-	10 752	113 815	-	-	-	-	113 815
B3-013	ENSO 2013	4 670	-	2 276	2 394	-	-	-	-	2 394
B3-021	IMI2 Call 1	15 111	-	-	15 111	-	-	-	-	15 111
B3-022	IMI2 Call 2	74 254	-	13 037	61 217	-	-	-	-	61 217
B3-023	IMI2 Call 3	5 387	-	1 616	3 771	47 980	17 444	-	30 536	34 307
B3-024	IMI2 Call 4	226	-	-	226	-	-	-	-	226
B3-025	IMI2 Call 5	47 477	(0)	16 377	31 100	-	-	-	-	31 100
B3-026	IMI2 Call 6	46 500	-	16 862	29 638	196	-	-	196	29 834
B3-027	IMI2 Call 7	46 802	(46 802)	-	-	-	-	-	-	-
B3-028	IMI2 Call 8	70 000	(70 000)	-	-	-	-	-	-	-
B3-029	IMI2 Call 9	-	-	-	-	58 328	-	-	58 328	58 328
B3-030	IMI2 Call 10	-	-	-	-	173 890	-	-	173 890	173 890
Total chapter B3-0		733 707	(116 802)	157 739	459 166	280 394	17 444	-	262 950	722 116
Total Title B-3		733 707	(116 802)	157 739	459 166	280 394	17 444	-	262 950	722 116
GRAND TOTAL		735 156	(117 157)	158 822	459 177	288 872	24 517	-	264 356	723 533

7. GLOSSARY

ABAC

This is the name given to the Commission's accounting system, which since 2005 has been enriched by accrual accounting rules. Apart from the cash-based budget accounts, the Commission produces accrual-based accounts which recognise revenue when earned, rather than when collected. Expenses are recognised when incurred rather than when paid. This contrasts with cash basis budgetary accounting that recognises transactions and other events only when cash is received or paid.

Accounting

The act of recording and reporting financial transactions, including the creation of the transaction, its recognition, processing, and summarisation in the financial statements.

Administrative appropriations

Administrative appropriations cover the running costs of the Institutions and entities (staff, buildings, office equipment).

Adjustment

Amending budget or transfer of funds from one budget item to another

Adopted budget

Draft budget becomes the adopted budget as soon as it is approved by the Budgetary Authority. Cf. Budget.

Agencies

EU bodies having a distinct legal personality, and to whom budget implementing powers may be delegated under strict conditions. They are subject to a distinct discharge from the discharge authority.

Amending budget

Decision adopted during the budget year to amend (increase, decrease, transfer) aspects of the adopted budget of that year.

Annuality

The budgetary principle according to which expenditure and revenue is programmed and authorised for one year, starting on 1 January and ending on 31 December.

Appropriations

Budget funding. The budget forecasts both commitments (legal pledges to provide finance, provided that certain conditions are fulfilled) and payments (cash or bank transfers to the beneficiaries). Appropriations for commitments and payments often differ — differentiated appropriations — because multiannual programmes and projects are usually fully committed in the year they are decided and are paid over the years as the implementation of the programme and project progresses. Non-differentiated appropriations apply to administrative expenditure, for agricultural market support and direct payments and commitment appropriations equal payment appropriations.

Assigned revenue External/Internal

Dedicated revenue received to finance specific items of expenditure. Main sources of external assigned revenue are financial contributions from third countries to programmes financed by the Union. Main sources of internal assigned revenue is revenue from third parties in respect of goods, services or work supplied at their request; (c) revenue arising from the repayment of amounts wrongly paid and revenue from the sale of publications and films, including those on an electronic medium. The complete list of items constituting assigned revenue is given in the Financial Regulation Art.21.2.

Authorising Officer (AO)

The AO is responsible in each institution for authorising revenue and expenditure operations in accordance with the principles of sound financial management and for ensuring that the requirements of legality and regularity are complied with.

Budget

Annual financial plan, drawn up according to budgetary principles, that provides forecasts and authorises, for each financial year, an estimate of future costs and revenue and expenditures and their detailed description and justification, the latter included in budgetary remarks.

Budget result

The difference between income received and amounts paid, including adjustments for carry-overs, cancellations and exchange rate differences. The resulting amount will have to be reimbursed to the funding authority as provided in the Financial Regulation for Agencies.

Budget implementation

Consumption of the budget through expenditure and revenue operations.

Budget item / Budget line / Budget position

As far as the budget structure is concerned, revenue and expenditure are shown in the budget in accordance with a binding nomenclature which reflects the nature and purpose of each item, as imposed by the budgetary authority. The individual headings (title, chapter, article or item) provide a formal description of the nomenclature.

Budgetary authority

Institutions with decisional powers on budgetary matters: the European Parliament and the Council of Ministers

Budgetary commitment

A budgetary commitment is a reservation of appropriations to cover for subsequent expenses.

Cancellation of appropriations

Unused appropriations that may no longer be used.

Carryover of appropriations

Exception to the principle of annuality in so far as appropriations that could not be used in a given budget year may, under strict conditions, be exceptionally carried over for use during the following year.

Commitment appropriations

Commitment appropriations cover the total cost of legal obligations (contracts, grant agreements/decisions) that could be signed in the current financial year. Art. 7 FR: Commitment appropriations cover the total cost in the current financial year of legal obligations (contracts, grant agreements/decisions) entered into for operations extending over more than one year.

De-commitment

Cancellation of a reservation of appropriations

Differentiated appropriations

Differentiated appropriations are used to finance multiannual operations; they cover, for the current financial year, the total cost of the legal obligations entered into for operations whose implementation extends over more than one financial year. Art. 7 FR: Differentiated appropriations are entered for multiannual operations. They consist of commitment appropriations and payment appropriations.

Earmarked revenue

Revenue earmarked for a specific purpose, such as income from foundations, subsidies, gifts and bequests, including the earmarked revenue specific to each institution. (Cf. Assigned revenue)

Economic result

Impact on the balance sheet of expenditure and revenue based on accrual accounting rules.

Entitlements established

Entitlements are recovery orders that the European Union must establish for collecting income.

Exchange rate difference

The difference resulting from currency exchange rates applied to the transactions concerning countries outside the euro area, or from the revaluation of assets and liabilities in foreign currency at the closure.

Expenditure

Term used to describe spending the budget from all types of funds sources.

Financial regulation (FR)

Adopted through the ordinary legislative procedure after consulting the European Court of Auditors, this regulation lays down the rules for the establishment and implementation of the general budget of the European Union. (OJ L 298, 26.10.2012)

Funds Source

Type of appropriations (e.g.: C1, C2, etc.)

Grants

Direct financial contributions, by way of donation, from the budget in order to finance either an action intended to help achieve an objective part of an EU policy or the functioning of a body which pursues an aim of general European interest or has an objective forming part of an EU policy.

Implementation

Cf. Budget implementation

Income

Cf. Revenue

Joint Undertakings (JUs)

A legal EU-body established under the TFEU. The term can be used to describe any collaborative structure proposed for the "efficient execution of Union research, technological development and demonstration programmes".

Lapsing appropriations

Unused appropriations to be cancelled at the end of the financial year. Lapsing means the cancellation of all or part of the authorisation to make expenditures and/or incur liabilities which is represented by an appropriation.

Legal base (basic act)

The legal base or basis is, as a general rule, a law based on an article in the Treaty giving competence to the Community for a specific policy area and setting out the conditions for fulfilling that competence including budget implementation. Certain Treaty articles authorise the Commission to undertake certain actions, which imply spending, without there being a further legal act.

Legal commitment

A legal commitment establishes a legal obligation towards third parties.

Non-differentiated appropriations

Non-differentiated appropriations are for operations of an annual nature. (Art. 9 FR). In the EU-Budget non-differentiated appropriations apply to administrative expenditure, for agricultural market support and direct payments

Operational appropriations

Operational appropriations finance the different policies, mainly in the form of grants or procurement.

Outstanding commitment

Legal commitments having not fully given rise to liquidation by payments. Cf. RAL.

Outturn

Cf. Budget result

Payment

A payment is a cash disbursement to honour legal obligations.

Payment appropriations

Payment appropriations cover expenditure due in the current year, arising from legal commitments entered in the current year and/or earlier years (Art. 7 FR).

RAL

Sum of outstanding commitments. Outstanding commitments (or RAL, from the French 'reste à liquider') are defined as the amount of appropriations committed that have not yet been paid. They stem directly from the existence of multiannual programmes and the dissociation between commitment and payment appropriations. (Cf. Outstanding commitments)

Recovery

The recovery order is the procedure by which the Authorising officer (AO) registers an entitlement by the Commission in order to retrieve the amount which is due. The entitlement is the right that the Commission has to claim the sum which is due by a debtor, usually a beneficiary.

Result

Cf. Outturn

Revenue

Term used to describe income from all sources financing the budget.

Rules of application

Detailed rules for the implementation of the financial regulation. They are set out in a Commission regulation adopted after consulting all institutions and cannot alter the financial regulation upon which they depend.

Surplus

Positive difference between revenue and expenditure (see Budget result) which has to be returned to the funding authority as provided in the Financial Regulation.

Transfer

Transfers between budget lines imply the relocation of appropriations from one budget line to another, in the course of the financial year, and thereby they constitute an exception to the budgetary principle of specification. They are, however, expressly authorised by the Treaty on the Functioning of the European Union under the conditions laid down in the Financial Regulation. The FR identifies different types of transfers depending on whether they are between or within budget titles, chapters, articles or headings and require different levels of authorization.