

FINAL ANNUAL ACCOUNTS

Financial Year 2015

**Financial statements and reports on the
implementation of the budget**

Accompanied by

**Report on budgetary and financial
management 2015**

Table of Contents	Page
INTRODUCTION	4
CERTIFICATION BY THE ACCOUNTING OFFICER	5
1. FINANCIAL STATEMENTS.....	6
1.1. Balance Sheet.....	6
1.2. Statement of Financial Performance.....	7
1.3. Cash Flow Statement (Indirect method)	7
1.4. Statement of Changes in Capital	8
2. NOTES TO THE FINANCIAL STATEMENTS	8
2.1. Notes to the balance sheet	8
2.1.1. Intangible and tangible fixed assets	8
2.1.2. Current financial assets	11
2.1.3. Exchange receivables	12
2.1.4. Non-Exchange receivables	12
2.1.5. Cash and cash equivalents.....	13
2.1.6. Current pre-financing (given).....	13
2.1.7. Long and short-term Provisions for risks and charges.....	13
2.1.8. Current payables	14
2.1.9. Accrued charges and deferrals.....	14
2.1.10. Accrued expenditure (including consolidated entities).....	15
2.1.11. Deferrals (liability).....	15
2.1.12. Pre-financing liability and other payables (including consolidated entities)	15
2.2. Notes to the statement of financial performance	17
2.2.1. Revenue	17
2.2.2. Expenses	18
2.2.3. Financial revenue and expenditure (included in 2.2.1 and 2.2.2)	19
2.3. Off balance sheet items.....	19
2.4. Financial assets and liabilities	20
2.4.1. Financial assets credit ratings.....	20
2.4.2. Aging analysis of receivables.....	21
2.4.3. Remaining contractual maturities of liabilities.....	21
2.4.4. Analysis of foreign currency exposure	22
2.4.5. Impairment	22
2.5. Related party disclosures	22
2.6. Events after the balance sheet date.....	22
2.7. Accounting principles, rules and methods	22
3. REPORTS ON THE IMPLEMENTATION OF THE BUDGET.....	24
3.1. Budget outturn account.....	24
3.2. Reconciliation of statement of financial performance and budgetary outturn	25
3.3. BUDGET AND FINANCIAL MANAGEMENT 2015	26
3.3.1. Budget	26
3.3.2. Revenue	27

3.3.3. Expenditure	31
4. FINANCIAL MANAGEMENT	40

INTRODUCTION

Basis for preparation

The Final annual accounts of the European Chemicals Agency include the financial statements and the budgetary implementation reports. They are accompanied by the reports on budget and financial management during the year, drawn up under the responsibility of the Executive Director with the technical assistance of the Accounting Officer.

The financial statements comprise of the balance sheet, the statement of financial performance, the cash flow table and the statement of changes in capital. The notes to the financial statements supplement and comment on the information presented in the statements.

The objective of financial statements is to provide information about the financial position, performance and cash flows of an entity that is useful to a wide range of users. For a public sector entity such as the European Chemicals Agency, the objectives are more specifically to provide information useful for decision making, and to demonstrate the accountability of the entity for the resources entrusted to it.

The financial statements have been prepared in accordance with the Financial Regulation of the European Chemicals Agency and with the European Union (EU) accounting rules and methods adopted by the European Commission's Accounting Officer, following the principles of accrual based accounting. The budgetary implementation reports are prepared on the basis of the modified cash accounting principle. All the figures presented in this document are in EURO.

Reporting entity

The European Chemicals Agency, located in Helsinki, Finland is a public sector entity established by the Regulation (EC) No 1907/2006 of the European Parliament and of the Council of 18 December 2006 concerning the Registration, Evaluation, Authorisation and Restriction of Chemicals (REACH).

The Agency is established for the purposes of managing and in some cases carrying out the technical, scientific and administrative aspects of the REACH Regulation so as to ensure consistency at EU level in relation to these aspects (Article 75 of the REACH Regulation).

The Agency shall, also provide, the Member States and the institutions of the EU with the best possible scientific and technical advice on questions relating to chemicals which fall within its remit and which are referred to in accordance with the provisions of the REACH Regulation.

In addition, the Agency has tasks related to the classification and labelling of chemical substances deriving from the CLP Regulation (EC) 1278/2008. In particular, the Agency shall provide Member States and the Institutions of the EU with the best possible scientific advice and, also, provide industry and Member State authorities with technical and scientific guidance.

As from 2012, the Agency was given the task to manage and carry out technical, scientific, and administrative aspects of the Biocidal Products Regulation as well as similar tasks related to the export and import of dangerous chemicals under the PIC Regulation. The Agency commenced invoicing of applicants under the Biocidal Products Regulation as from 01 September 2013.

The Agency is a consolidated entity in accordance with Article 185 of the EU General Financial Regulation. The Agency's expenditure, in 2015, in respect of the PIC regulation, was financed by a subsidy from the general budget of the EU. The Agency's Biocidal Products expenditure was financed from a subsidy and from the fee-generated income. The REACH and CLP regulations were financed solely through fees and charges generated income and the accumulated reserve from prior years.

CERTIFICATION BY THE ACCOUNTING OFFICER
of ECHA's Final Annual Accounts 2015

The annual accounts of the European Chemicals Agency for the year 2015 have been prepared in accordance with the Title IX of the Financial Regulation applicable to the general budget of the European Union, the accounting rules adopted by the Commission's Accounting Officer and the accounting principles and methods adopted by myself.

I acknowledge my responsibility for the preparation and presentation of the annual accounts of the European Chemicals Agency in accordance with Article 68 of the General Financial Regulation.

I have obtained from the Authorising Officer, who certified its reliability, all the information necessary for the production of the accounts that show the Agency'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 fairly, in all material aspects, the financial position, the results of the operations and the cash-flow of the European Chemicals Agency for the year ended 31 December 2015.

Helsinki, 3 June 2016

A handwritten signature in black ink that reads "John J. Wickham". The signature is written in a cursive style with a large initial "J".

John Wickham
Accounting Officer

1. FINANCIAL STATEMENTS

1.1. Balance Sheet

ASSETS	Note	31.12.2015	31.12.2014
		€	€
NON CURRENT ASSETS			
Intangible fixed assets	2.1.1		
Computer software		19 020 965	15 751 059
Intangible fixed assets under construction		13 576 826	10 461 303
Tangible fixed assets	2.1.1		
Computer hardware		1 267 797	1 173 920
Furniture and vehicles		391 825	370 796
Other fixtures and fittings		5 742 753	7 409 153
Long-term investments	2.1.2		
Other investments		0	0
TOTAL NON CURRENT ASSETS		40 000 166	35 166 230
CURRENT ASSETS			
Exchange receivables	2.1.3	3 126 913	1 927 568
Non-exchange receivables	2.1.4	2 015 704	1 363 920
Current financial assets (Deposits)	2.1.2	7 500 057	87 500 000
Cash and cash equivalents	2.1.5	15 605 742	10 154 466
Current pre-financing	2.1.6	23 488	133
TOTAL CURRENT ASSETS		28 271 904	100 946 086
TOTAL ASSETS		68 272 071	136 112 316

LIABILITIES	Note	31.12.2015	31.12.2014
		€	€
CAPITAL			
Accumulated result		127 071 397	197 387 723
Economic result of the year: - loss / + profit		(72 543 977)	(70 316 326)
TOTAL CAPITAL		54 527 421	127 071 397
NON CURRENT LIABILITIES			
Long term financial liabilities		0	0
Provisions for risks and charges	2.1.7	194 996	120 000
TOTAL NON CURRENT LIABILITIES		194 996	120 000
CURRENT LIABILITIES			
Provisions for risks and charges	2.1.7	0	0
Short-term financial liabilities		0	0
Current payables	2.1.8	4 269 759	1 089 797
Accrued charges and deferrals	2.1.9	9 279 895	7 831 121
TOTAL CURRENT LIABILITIES		13 549 654	8 920 919
TOTAL LIABILITIES		68 272 071	136 112 316

1.2. Statement of Financial Performance

DETAILS	Note	2015 €	2014 €
Exchange revenue		28 033 358	26 533 151
Non-exchange revenue		4 681 807	7 676 993
TOTAL REVENUE	2.2.1	32 715 165	34 210 144
Administrative expenses			
- Staff expenses		(62 409 117)	(61 395 616)
- Fixed asset related expenses		(9 608 451)	(8 037 127)
- Other administrative expenses		(13 429 131)	(13 079 939)
Operating expenses		(19 794 584)	(21 600 072)
Financial expenses		(17 859)	(413 717)
TOTAL EXPENSES	2.2.2	(105 259 142)	(104 526 471)
ECONOMIC RESULT OF THE YEAR		(72 543 977)	(70 316 326)

1.3. Cash Flow Statement (Indirect method)

Cash flows from ordinary activities	2015 €	2014 €
Surplus/(deficit) from ordinary activities	(72 543 977)	(70 316 326)
<u>Adjustments</u>		
Amortization (intangible fixed assets)	7 017 746	5 279 487
Depreciation (tangible fixed assets)	2 590 190	2 756 082
Increase/(decrease) in provisions for risks and liabilities	74 996	(2 390 969)
(Increase)/decrease in exchange receivables	(1 199 345)	1 975 947
(Increase)/decrease in non-exchange receivables	(651 784)	(125 843)
(Increase)/decrease in current pre-financing	(23 356)	778
Increase/(decrease) in other long-term liabilities	0	0
Increase/(decrease) in current payables	3 179 961	(434 238)
Increase/(decrease) in accrued charges and deferrals	1 448 774	(112 555)
(Gains)/losses on sale of property, plant and equipment	0	0
Net cash flow from ordinary activities	(60 106 795)	(63 367 637)
Cash flows from investing activities		
Increase of intangible and tangible fixed assets	(14 441 872)	(12 869 904)
(Increase)/decrease in current financial assets and long-term investments	79 999 943	28 616 705
Other adj investments	0	25 277
Net cash flow from investing activities	65 558 071	15 772 078
Net increase/(decrease) in cash and cash equivalents	5 451 276	(47 595 557)
Cash and cash equivalents at the beginning of the period	10 154 466	57 750 023
Cash and cash equivalents at the end of the period (2.1.5.)	15 605 742	10 154 466

1.4. Statement of Changes in Capital

Capital	Reserves		Accumulated Surplus / Deficit €	Economic result of the year €	Capital (total) €
	Fair value reserve €	Other reserves €			
Balance as of 01.01.2015			197 387 723	(70 316 326)	127 071 397
Allocation of the economic result of previous year			(70 316 326)	70 316 326	0
Economic result of the year				(72 543 977)	(72 543 977)
Balance as of 31.12.2015	0	0	127 071 397	(72 543 977)	54 527 420

2. NOTES TO THE FINANCIAL STATEMENTS

2.1. Notes to the balance sheet

2.1.1. Intangible and tangible fixed assets

General

Items acquired whose purchase price is € 420 or above, with a period of use greater than one year, are recorded in the fixed assets accounts. Items with an acquisition price below € 420 are charged to the statement of financial performance in the financial period that they are acquired. Intangible assets (mainly IT developments) are recognised when the cumulative development costs, including internal resources exceeds € 500,000.

Intangible and tangible fixed assets are stated at historical cost (purchase cost/development cost less amortisation and depreciation and impairment losses). Historical cost includes expenditure that is directly attributable to the acquisition or development costs of the items. 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 associated with the item will flow to the Agency and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of financial performance during the financial period in which they are incurred.

None of the fixed assets recorded as at 31 December 2015 are subject to finance lease agreements.

The depreciation method chosen is the monthly straight-line method. The annual depreciation rates per asset type are as follows:

Intangible fixed assets:

Computer software (including licences)	25%
Internally developed IT software	25%

Tangible fixed assets:

Furniture and vehicles	10% to 25%
Computer hardware	25%
Other fixtures and fittings	10% to 33%

Intangible fixed assets

Intangible fixed assets are mainly computer software, acquired licences and activated costs for internally developed software.

From 01 January 2010 internally developed intangible assets must be capitalized in accordance with the principles laid out in the EC Accounting Rule 6 on intangible fixed assets.

The following table represents the capitalised intangible fixed assets as at 31 December 2015.

Intangible fixed assets		Internally generated Computer Software €	Computer Software €	Intangible fixed assets under construction €	Total €
Gross carrying amounts 01.01.2015	+	24 650 398	5 874 569	10 461 303	40 986 269
Additions	+	3 622 619	75 572	9 704 984	13 403 175
Disposals	-	0	0	0	0
Transfer between headings	+/-	6 589 460	0	(6 589 460)	0
Other changes	+/-	0	7 451	0	7 451
Gross carrying amounts 31.12.2015		34 862 477	5 957 592	13 576 826	54 396 895
Accumulated depreciation/amortization and impairment 01.01.2015	-	(9 556 778)	(5 217 129)	0	(14 773 907)
Depreciation/Amortization	-	(6 632 078)	(385 667)	0	(7 017 746)
Write-back of depreciation/amortization	+	0	0	0	0
Disposals	+	0	0	0	0
Impairment	-	0	0	0	0
Write-back of impairment	+	0	0	0	0
Transfer between headings	+/-	0	0	0	0
Other changes	+/-	0	(7 451)	0	(7 451)
Accumulated depreciation/amortization and impairment 31.12.2015		(16 188 856)	(5 610 247)	0	(21 799 104)
Net carrying amounts 31.12.2015		18 673 621	347 344	13 576 826	32 597 791

All projects relating to internally developed IT tools that were either on-going or put into operation in 2015 were analysed. The main costs of development relate to external consultancy and ECHA employee salary costs. Employee salary costs for 2015 amounted to € 2,824,597 (€ 3,492,699 in 2014).

During 2015, thirteen internal IT projects fulfilled the criteria (seven of which commenced prior to 1 January 2015). The costs relating to ten of these projects are recognised as intangible assets under construction as at 31 December 2015. The remaining three internally developed IT projects were taken into use during 2015. The total cost of the three completed intangible assets amounted to € 10,212,079.

As these are all high value projects, it was not necessary to analyse whether to set a lower threshold, for recognition, than the maximum threshold of € 500,000 set by the Accounting Officer of the European Commission. Some developments, below this threshold, are additional enhancements/improvements to the internally developed assets recognised in prior years.

The table below highlights the projects under development as at 31 December 2015.

Project name	Cumulative Development Costs 31.12.2014	Development Costs 2015	Cumulative Development Costs 31.12.2015
	€	€	€
Dissemination V3	967 674	1 459 928	2 427 602
DIP	0	1 638 116	1 638 116
ECM Documentum	0	468 973	468 973
Qsar Toolbox V3.3	0	472 404	472 404
CHESAR V3	0	670 019	670 019
IUCLID V6.1	0	769 804	769 804
ECHANET development	0	595 671	595 671
Portal Dashboard	478 318	425 422	903 740
REACH IT V3	1 596 450	2 146 005	3 742 455
HRMS	829 401	1 058 642	1 888 043
TOTAL	3 871 843	9 704 984	13 576 826

During 2015, three projects were finalised and transferred to completed intangible assets. These projects had development costs totalling € 6,589,460 recognised in "Assets under construction" as at the 31 December 2014. In 2015, additional costs of € 3,622,619 were incurred completing these developments, prior to being transferred to intangible assets. The total costs of internally developed assets completed in 2015 amounts to € 10,212,079 (€ 6,589,460 + € 3,622,619).

The table below represents the intangible IT assets completed in 2015:

Project name	Capitalised amount at year end
	€
ECM Dynamic Case V2	4 174 344
IUCLID V6	3 665 193
Odyssey V3.3	2 372 541
TOTAL	10 212 079

The value of research and development expenditure relating to internally developed IT projects, recognised as an expense during the period, was € 782,495 (€ 612,774 in 2014) and € 685,201 (€ 2,191,156 in 2014) respectively. The research expenditure was mainly incurred in respect of ECM Documentum (€ 357,506) and QSAR Toolbox (€ 101,909) IT tools.

Tangible fixed assets

The tangible fixed assets are mainly computer hardware, furniture and other fixtures and fittings.

The gross carrying value of "Other fixtures and fittings" of € 16,489,088 consists of the costs incurred on the conference centre and two parts of the rented building, namely the second floor and lobby (approx. € 15 million) and other fixtures/fittings such as security doors and scanning machines (approx. € 1.4 million).

Tangible fixed assets		Computer hardware	Furniture and vehicles	Other Fixtures and Fittings	Total
		€	€	€	€
Gross carrying amounts 1.1.2015	+	6 217 555	645 833	16 453 898	23 317 286
Additions	+	906 873	97 152	34 672	1 038 697
Disposals	-	(189 472)	0	(22 652)	(212 124)
Reclassification within headings	+/-	1 711 936	0	23 170	1 735 106
Other changes	+/-	0	0	0	0
Gross carrying amounts 31.12.2015		8 646 892	742 984	16 489 088	25 878 965
Accumulated depreciation/amortization and impairment 01.01.2015	-	(5 043 636)	(275 036)	(9 044 746)	(14 363 418)
Depreciation/Amortization	-	(812 996)	(76 123)	(1 701 072)	(2 590 190)
Write-back of depreciation/amortization	+	189 472		22 652	212 124
Disposals	+	0	0	0	0
Impairment	-	0	0	0	0
Write-back of impairment	+	0	0	0	0
Reclassification within headings	+/-	(1 711 936)	0	(23 170)	(1 735 106)
Other changes	+/-	0	0	0	0
Accumulated depreciation/amortization and impairment 31.12.2015		(7 379 095)	(351 159)	(10 746 336)	(18 476 590)
Net carrying amounts 31.12.2015		1 267 797	391 825	5 742 753	7 402 375

2.1.2. Current financial assets

Investments	31.12.2015	31.12.2014
	€	€
Long-term investments		
Bank deposits	0	0
Short-term investments		
Bank deposits	7 500 057	87 500 000
Total investments	7 500 057	87 500 000

Further details on the current financial assets are disclosed in Section 2.4.1

2.1.3. Exchange receivables

Exchange receivables	31.12.2015	31.12.2014
	€	€
Fees and charges receivables		
REACH fee income receivables	2 568 867	1 352 334
Biocide fee income receivables	89 100	50 100
REACH fee bad debt provision	(1 015 898)	(832 438)
Biocide fee bad debt provision	0	0
Net fees & charges receivables	1 642 070	569 996
Miscellaneous accounts receivables	0	1 567
Accrued income - bank interest to be received	1 691	229 008
Deferred charges		
European School	724 321	686 206
Miscellaneous incl. prepaid software maintenance fees and subscriptions	604 849	397 173
Total deferred charges	1 329 170	1 083 379
Sundry - other receivables		
Staff	102 538	43 577
Miscellaneous	51 444	41
Total sundry receivables	153 982	43 617
Total - Exchange receivables	3 126 913	1 927 568

2.1.4. Non-Exchange receivables

Non-exchange receivables	31.12.2015	31.12.2014
	€	€
VAT receivable from Finnish authorities	2 015 704	1 183 247
Translation Centre (CDT)	0	180 673
Miscellaneous	0	0
Total - Non-exchange receivables	2 015 704	1 363 920

Non-Exchange receivables relate to value added tax (VAT) recoverable from the Finnish Authorities. According to the Seat Agreement signed between the Government of Finland and the Agency, the latter can file an application for reimbursement of VAT paid on purchases in Finland, if the invoice value is greater than € 80 including VAT. The amount due increased significantly from 2014, due to a change in the VAT regulation (effective from 1 January 2015) relating to the place of supply of electronically supplied services and the VAT treatment thereon. An amount of € 976,356 relating to VAT recoverable for Quarter 3 2015 was received, by the Agency, in January 2016. The balance relates to Quarter 4 2015 and this reimbursement request to the Finnish Tax Authorities took place in January 2016.

2.1.5. Cash and cash equivalents

Bank account name	31.12.2015	31.12.2014
	€	€
Pohjola Admin Ac	6 229 768	7 342 837
Pohjola Appeal Ac	195 565	137 454
Pohjola REACH Ac	991 173	1 444 295
Pohjola Bond Interest Ac	13	13
Pohjola Biocide Ac	5 074 560	883 749
Pohjola PIC Ac	210 095	304 171
Pohjola IPA Ac	273 427	36 972
Nordea Current Ac	2 631 141	4 975
Total - Current accounts	15 605 742	10 154 466

The amount held by the agency on current accounts at 31 December 2015 totals € 15,605,742. Of this amount € 12,974,601 was held with ECHA's operational bank, Pohjola, and the balance of € 2,631,141 was held with Nordea bank. Due to the fact that the banks are offering negative interest on 3 month short-term deposit it was decided to leave the balances in the current accounts.

2.1.6. Current pre-financing (given)

Pre-financing	31.12.2015	31.12.2014
	€	€
Contracts	43 991	180 230
Translations	140 941	0
Sub-total	184 932	180 230
<i>Less accrued charges - contracts</i>	<i>(43 991)</i>	<i>(180 097)</i>
<i>Less accrued charges - translations</i>	<i>(117 453)</i>	<i>0</i>
Total - Outstanding pre-financing	23 488	133

The pre-financing provided by ECHA during 2015 amounted to € 184,932. € 43,991 of this relates to Member States substance evaluation contracts and the balance of € 140,941 relates to pre-financing provided for translations services.

2.1.7. Long and short-term Provisions for risks and charges

Provisions	31.12.2015	31.12.2014
	€	€
Long-term provisions - legal	194 996	120 000
Short-term provisions	0	0
Total - Provisions	194 996	120 000

2.1.8. Current payables

Current payables	Note	31.12.2015	31.12.2014
		€	€
Accounts payable			
Supplier invoices received		618 699	435 229
Current payables member states		3 141	8 821
Other current payables		336	2 569
Total accounts payable		622 176	446 619
Sundry payable			
REACH appeal fees received		195 565	114 347
REACH refunds due		49 143	29 717
Payables with consolidated entities		0	29 713
Other payables - staff		33 434	0
Total sundry payable		278 142	173 778
Pre-financing received from consolidated entities	2.1.12	3 369 441	469 401
Total - Current payables		4 269 759	1 089 797

Included in sundry payables is € 49,143 (€ 29,717 in 2014) of REACH fee receipts to be refunded in 2016. This is mainly due to double payments issued in error by registrants.

The sundry payables relating to appeal fees of € 195,565 (€ 114,347 in 2014) are recognised as Accounts Payable until the cases are decided upon by the Board of Appeal. The Agency will have to refund the appeal fee in cases where the appeal is decided in the applicant's favour.

2.1.9. Accrued charges and deferrals

Accrued Charges and Deferrals	Note	31.12.2015	31.12.2014
		€	€
Accrued expenditure incl. consolidated entities	2.1.10	6 091 776	7 103 908
Deferred income	2.1.11	3 066 138	550 156
Voluntary contribution	2.1.12	121 981	177 057
Total - Accrued charges and deferrals		9 279 895	7 831 121

2.1.10. Accrued expenditure (including consolidated entities)

The accrued charges are the amounts estimated by the Authorising Officer in respect of the cost incurred for services and goods delivered but not yet invoiced or processed on or before 31 December 2015. The accrued charges, including consolidated entities, amount to € 6,091,776 (€ 6,031,920 + € 59,856).

Accrued expenditure type	2015 €	2015 with consolidated entities €	2014 €	2014 with consolidated entities €
Administrative expenses				
Staff related expenses	76 967		285 160	
Untaken leave by staff	1 199 268		1 359 972	
Recruitment related expenses	4 676		12 414	
Interim staff - administrative	144 524		148 761	
Missions	15 463		6 345	
Training	157 136	3 657	125 744	13 820
Building costs	200 427		139 103	
Other	177 249	51 516	216 710	
Total - Administrative expenses	1 975 709	55 173	2 294 209	13 820
Operational expenses				
Management Board meetings	8 467		12 821	
Committee meetings and workshops	50 673		47 820	
Operational missions	26 011		28 015	
Translations	0	4 683	0	79 798
IT expenses	2 538 418		2 587 169	
Interim staff - operational	34 738		109 148	
Substance evaluation	1 034 872		1 379 429	
Other	362 940		522 765	28 115
Total - Operational expenses	4 056 118	4 683	4 687 167	107 913
Other expenses				
Financial expenses	140		12	
Accruals relating to fixed assets	(48)		788	
Total - Other expenses	92		800	
Total - Accrued expenditure	6 031 920	59 856	6 982 175	121 733

2.1.11. Deferrals (liability)

The deferrals recorded at the year-end relate to REACH Authorisation and Biocidal Product fees and charges invoiced and receipted in 2015 for which the Agency still has to complete a portion of the work in respect of the submissions. This work will be performed in 2016 onwards.

Deferred Income	31.12.2015 €	31.12.2014 €
Authorisation fees & charges	205 178	550 156
BPR fees & charges	2 860 960	0
Total - Deferred income	3 066 138	550 156

2.1.12. Pre-financing liability and other payables (including consolidated entities)

In 2015 the Agency received an EU subsidy of € 7,011,001 (€ 6,361,418 in 2014) for the implementation of the Biocidal Products and PIC Regulations. The amounts received were € 5,789,000 and €1,222,001 respectively. An amount of € 2,942,685 (€ 441,492 in 2014) of this money is repayable to the Commission in 2015. In addition, under the Biocidal Product Regulation, the Agency received an EFTA contribution of € 162,582 and a contribution from Switzerland of €

145,209. The amounts repayable from the EFTA contribution is € 81,346. The amount repayable from the Switzerland contribution, of € 72,653, will be offset against the 2016 contribution.

Under the IPA programme (Instrument for pre-accession assistance) a total pre-financing of € 300,000 was received in 2015, from the EU. Expenditure of € 27,243 was accrued in respect of this pre-financing as at 31 December 2015. The balance of this pre-financing, totalling € 272,757 will be used to fund 2016 expenditure under this programme.

Accounts payable - consolidated entities	31.12.2015	31.12.2014
	€	€
EU subsidy	7 011 001	6 361 418
EU subsidy expended in the year	(4 068 316)	(6 250 298)
Biocide balancing fee contribution	0	1 244 421
Biocide balancing expended in the year	0	(914 049)
EFTA contribution	162 582	152 205
EFTA contribution expended in the year	(81 236)	(152 205)
Switzerland contribution - Biocide	145 209	0
Switzerland contribution expended in the year	(72 556)	0
IPA 2015 - pre-financing received	300 000	0
Accrued income on IPA 2015	(27 243)	0
Voluntary contribution Norway **	121 981	177 057
IPA 2013 - pre-financing received	0	289 200
Accrued income on IPA pre-financing	0	(261 291)
Open pre-financing received	3 491 423	646 458
Subsidy repayable	2 942 685	111 120
Other payables to EU institutions and agencies	354 103	358 280
Switzerland repayable to be offset against 2016 contribution	72 653	0
Pre-financing repayable at year end	3 369 441	469 401

** An exceptional, one-time voluntary contribution of € 177,057 was received from Norway on 30 December 2013. This contribution will be used towards the development of Biocidal services at the Agency. In 2015, € 55,076 of this money was expensed.

2.2. Notes to the statement of financial performance

2.2.1. Revenue

The Agency executes its REACH fee income in accordance with the Regulation (EC) No 1907/2006 (the "REACH Regulation") and the Commission Regulation No 340/2008 on the fees and charges payable to the European Chemicals Agency (the "Fee Regulation"). The CLP income is executed in accordance with Regulation (EC) No 1272/2008 of the European Parliament and Council.

The Agency commenced invoicing of applicants under the Biocidal Products Regulation (EU) No 528/2012 as from 1 September 2013.

On the table below the Revenue for the year is split between Exchange and Non-Exchange revenue in line with EU Accounting Rules No 4 and 17 respectively.

Revenue	31.12.2015 €	31.12.2014 €
Non-exchange revenue		
EU subsidy	4 068 316	6 250 298
Reversal of provisions related to legal cases	65 058	16 947
EFTA contribution (incl. Switzerland)	153 792	152 205
Inter-entity recoveries (Translations etc.)	186 086	180 673
EU balancing fee subsidy Biocide	0	914 049
Revenue with consolidated entities (IPA)	27 243	140 447
Revenue with consolidated entities (Norway)	55 076	0
Miscellaneous administrative revenue	<u>126 237</u>	<u>22 374</u>
Total - Non-exchange revenue	4 681 807	7 676 993
Exchange revenue		
a) Fee income		
REACH fee income	25 332 999	24 503 123
Biocide fee income	2 601 707	1 219 774
b) Financial revenue		
Bank interest	229	25 925
Deposit interest	93 013	330 869
EIB interest	0	451 676
Realised gains AFS assets	0	0
FX gains	<u>5 411</u>	<u>1 785</u>
Total - Exchange revenue	28 033 358	26 533 151
Total - Revenue	32 715 165	34 210 144

Fee and charges income is entered as revenue in the accounts when the service is rendered. The service is considered to be rendered, by ECHA, when the company submits a request for registration or submits a notification. An invoice is created and sent to the company normally within 2 working days. Every submission undergoes a technical and financial completeness check during a period set by the relevant regulations.

If a submission is technically or financially incomplete (e.g. not "paid in full") by the relevant deadline, the registrant is informed that the submission has been rejected. If the rejection stems from the absence of the payment, the related open invoice is set to the status "unpaid". Consequently the rejection reduces the accrued revenue. In preparation for the Final accounts 2015, all known rejections were taken into account.

A deferral for fee income upon which the work will be performed in 2016 and onwards has been provided in the accounts. Details of the deferred amounts are shown on Table 2.1.11.

2.2.2. Expenses

Administrative expenses	2015	2014	Increase/ Decrease
	€	€	+/-
Staff related expenses	61 735 946	60 609 082	2%
Expenses related to Seconded National Experts	673 171	786 534	-14%
Recruitment related expenses	113 965	163 046	-30%
Interim staff - administrative	1 294 691	1 517 263	-15%
European School Helsinki	1 206 797	521 178	100%
Annual medical	449 107	443 432	1%
Missions	264 669	240 392	10%
Training	1 133 069	938 737	21%
Rent	6 419 778	6 220 205	3%
Building costs	1 143 255	1 422 207	-20%
Depreciation/Amortization	9 608 451	8 037 127	20%
Operating lease	22 750	20 435	11%
Other	1 381 051	1 593 044	-13%
Total - Administrative expenses	85 446 699	82 512 682	4%

Operational expenses	2015	2014	Increase/ Decrease
	€	€	+/-
Management Board meetings	150 238	156 533	-4%
Committee meetings and workshops	2 028 512	2 109 130	-4%
Operational missions	593 571	604 637	-2%
Translations	2 325 796	2 872 104	-19%
IT operational costs	10 063 660	10 896 176	-8%
Interim staff - operational	608 107	667 187	-9%
Substance Evaluation	1 608 487	1 923 769	-16%
Other	2 416 215	2 370 536	2%
Total - Operational expenses	19 794 584	21 600 072	-8%

Financial expenses	2015	2014	Increase/ Decrease
	€	€	+/-
Bank charges	569	24 530	-98%
Interest on late payments	86	413	-79%
AFS actuarial adjustment	0	384 116	-100%
FX losses	17 205	4 658	269%
Total - Financial expenses	17 859	413 717	-96%

TOTAL - Expenses	105 259 142	104 526 471	1%
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The largest % increase in expenditure relates to the European School costs in 2015. The reason for the increase is due to the fact that ECHA only commenced making the annual payment in 2014 and as a result a proportion of the 2014 expenditure was deferred until 2015 to coincide with the academic school year. A full years cost has been expensed in the 2015 accounts.

2.2.3. Financial revenue and expenditure (included in 2.2.1 and 2.2.2)

Financial revenue and expenditure	31.12.2015	31.12.2014
	€	€
Revenue		
Bank interest	229	25 925
Deposit interest	93 013	330 869
EIB interest	0	451 676
FX gains	5 411	1 785
Total - Revenue	98 653	810 254
Expenses		
Bank charges	569	24 530
Interest on late payments	86	413
AFS actuarial adjustment	0	384 116
FX Losses	17 205	4 658
Total - Expenses	17 859	413 717
Net financial gain	80 794	396 537

The net loss recorded on foreign exchange transactions in 2015 is € 11,794 (€ 2,873 in 2014). The bulk of this loss was due to a single USD payment during the year.

The revenue generated from interest on investments and bank accounts has fallen significantly during the year. This was due to several factors such as the falling level of the reserve, leading to lower amounts available for investment and the exceptionally low interest rates being offered by financial institutions.

2.3. Off balance sheet items

Contingent assets and liabilities are off balance sheet items. It is uncertain whether they may occur in the future and are dependent on the future outcome of past events.

The Agency had contingent assets totalling € 42,903 as at 31 December 2015 (€ 242,903 in 2014). This relates to performance guarantees provided by contractors.

Commitments for future funding are also off balance sheet items. They are specified as follows:

Commitments for future funding	31.12.2015	31.12.2014
	€	€
Commitments against appropriations not yet consumed	7 974 304	6 257 698
Operating lease (building and copy machines)	25 249 375	32 212 212
Contractual commitments for which budget commitments have not yet been made (maintenance, IT, cleaning, security)	7 377 330	2 241 751
Contingent liabilities (legal cases)	1 560 000	1 040 000
Other contingency (SME Verification)	0	1 632 728
Total	42 161 009	43 384 388

Commitments against appropriations not yet consumed is the remaining net amount to be paid (RAL) after deducting eligible expenses (cut-off postings) that have already been booked in the statement of financial performance.

The contingent liabilities consist of thirteen on-going legal cases estimated at a total amount of € 1,560,000 (€ 1,040,000 in 2014). This contingent liability covers the possible costs of the complainants, which is dependent on the future outcome of the individual cases.

2.4. Financial assets and liabilities

In line with Accounting rule No 11 it is required to disclose, the following information, for financial assets and liabilities:

- Analysis of the credit quality (rating) for financial assets
- Aging analysis of receivables
- Remaining contractual maturities for liabilities
- Analysis of foreign currency exposure of the entity
- Disclosures regarding impairments

2.4.1. Financial assets credit ratings

Details	Note	2015			2014		
		Credit rating	Rating Agency	€	Credit rating	Rating Agency	€
<u>Short-term investments</u>							
Bonds - member state issued		Aaa	Moody's	0	Aaa	Moody's	0
Bonds - public institutions		Aaa	Moody's	0	Aaa	Moody's	0
Bonds - public institutions		Aa1	Moody's	0	Aa1	Moody's	0
Accrued interest on bonds		N/a		0	N/a		0
Bank deposits - Pohjola		A-1+	S&P	0	A-1+	S&P	35 000 000
Bank deposits - Nordea		A-1+	S&P	0	A-1+	S&P	35 000 000
Bank deposits - BCEE		AA+	S&P	7 500 057	AA+	S&P	17 500 000
Subtotal investments	2.1.2			7 500 057			87 500 000
<u>Cash and cash equivalents</u>							
Bank current accounts - Pohjola		A-1+	S&P	12 974 601	A-1+	S&P	10 149 491
Bank current accounts - Nordea		A-1+	S&P	2 631 141	A-1+	S&P	4 975
Subtotal cash and cash equivalents	2.1.6			15 605 742			10 154 466
Total short-term financial assets (incl. cash)				23 105 799			97 654 466
<u>Long-term investments</u>							
Bonds		N/a	N/a	0	N/a	N/a	0
Other		N/a	N/a	0	N/a	N/a	0
Total long-term investments				0			0

The reserves available for investment are invested in line with the Agency's Management Board (MB) guidelines. These guidelines were adjusted and adopted by MB in December 2014 to allow for the efficient investment of the diminishing reserve, while ensuring risk minimisation for the Agency.

The availability of excess cash/reserve for investment will be exhausted in early 2016. In addition, the REACH subsidy, payable from 2016 onwards, will be drawn down in 3 annual instalments thus reducing the amount of cash held by the Agency.

2.4.2. Aging analysis of receivables

Market risk of receivables at 31.12.2015	Total receivables	Available for sale financial assets**	Loans (including short term deposits >3 months and <1 year)	Receivables with member states	All receivables with third parties including accruals & deferrals	Receivables with consolidated entities	Short-term deposits (< 3 months - including accrued interest) ⁴	Bank accounts
	€	€	€	€	€	€	€	€
Prime and high grade	25 121 503	0	7 500 057	2 015 704	0	0	0	15 605 742
Unrated - Debtors who have never defaulted	3 150 401	0	0	0	3 126 913	23 488	0	0
Total - Receivables	28 271 904	0	7 500 057	2 015 704	3 126 913	23 488	0	15 605 742

Market risk of receivables at 31.12.2014	Total receivables	Available for sale financial assets**	Loans (including short term deposits >3 months and <1 year)	Receivables with member states	All receivables with third parties including accruals & deferrals	Receivables with consolidated entities	Short-term deposits (< 3 months - including accrued interest)	Bank accounts
	€	€	€	€	€	€	€	€
Prime and high grade	98 837 713	0	87 500 000	1 183 247	0	0	0	10 154 466
Unrated - Debtors who have never defaulted	2 108 241	0	0	0	2 108 241	0	0	0
Total - Receivables	100 945 953	0	87 500 000	1 183 247	2 108 241	0	0	10 154 466

Included in "all receivables with third parties" are the receivables in relation to REACH and Biocidal Products Regulation fees and charges. Under these regulations if fees are not paid by the due dates, the invoice is cancelled and the applicant's submission is not accepted, e.g. the applicant will not receive a registration number.

However, under the REACH SME verification process the administrative charge for incorrect company size declarations will not be cancelled if the due date expires. These invoices remain outstanding and as a consequence a bad debt provision has been provided in the accounts (see Note 2.1.3).

2.4.3. Remaining contractual maturities of liabilities

Maturities of liabilities 31.12.2015	< 1 year	1 - 5 years	> 5 years	Total
	€	€	€	€
Payables with third parties	900 318	0	0	900 318
Payables with consolidated entities	3 369 441	0	0	3 369 441
Total - Liabilities	4 269 759	0	0	4 269 759

Maturities of liabilities 31.12.2014	< 1 year	1 - 5 years	> 5 years	Total
	€	€	€	€
Payables with third parties	590 683	0	0	590 683
Payables with consolidated entities	499 015	0	0	499 015
Total - Liabilities	1 089 698	0	0	1 089 698

The outstanding contractual liabilities at the year-end mainly relate to supplier invoices of € 622,176 (€ 446,619 in 2014), received and recorded in the financial system as at 31 December 2015, and the Budget outturn for the year returnable to the Commission (incl EFTA) of € 3,024,031 (€ 441,492 in 2014).

2.4.4. Analysis of foreign currency exposure

The Agency does not have any significant exposure to foreign currency risk in respect to its monetary assets or liabilities.

2.4.5. Impairment

The table below shows the carrying amount of receivables before impairment. As mentioned in Section 2.4.2., only the REACH Administrative charges issued, as a result of the SME verification process, are subject to impairment review.

Details	31.12.2015	31.12.2014
	€	€
Accounts receivable (Fees)	2 657 969	1 402 434
Bad debt provision	(1 015 898)	(832 438)
<i>Subtotal fee receivables</i>	<i>1 642 071</i>	<i>569 996</i>
<i>All other receivables</i>	<i>26 629 833</i>	<i>100 375 957</i>
Total - Accounts receivable after impairment	28 271 904	100 945 953

2.5. Related party disclosures

The highest staff grade (Executive Director-Authorising Officer) of the Agency in 2015 was AD15 (*AD15 in 2014*).

2.6. Events after the balance sheet date

No material issues came to the attention of the Accounting Officer of the Agency or were reported to him that would require separate disclosure under this section.

2.7. Accounting principles, rules and methods

Accounting principles

The Final annual accounts of the Agency have been prepared in accordance with Article 95 of the Agency's Financial Regulation which sets out the following accounting principles to be applied in drawing up the financial statements:

- going concern basis;
- prudence;
- consistent accounting methods;
- comparability of information;
- materiality;
- no netting;
- reality over appearance;
- accrual-based accounting;

and in accordance with the accounting rules and methods adopted by the EU Commissions' Accounting Officer (Article 50 of the Agency's Financial Regulation).

The accounting system of ECHA comprises of general accounts and budget accounts. These are maintained in Euro and run from 1 January to 31 December.

Transactions and balances in foreign currency

Foreign currency transactions are converted into Euro 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 translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial performance.

Use of estimates

In accordance with generally accepted accounting principles, the financial statements necessarily include amounts based on estimates and assumptions made by management. Significant estimates include, but are not limited to, accrued income and charges, provisions, contingent assets and liabilities. The actual results could differ from those estimates. Changes in estimates are reflected in the period in which they become known.

Receivables

Receivables are carried at original invoice amounts less any write-down for impairment. A write-down for impairment of receivables is established when there is objective evidence that the Agency will not be able to collect all amounts due according to the original terms of the receivables. A provision has been provided on a case by case basis where applicable.

3. REPORTS ON THE IMPLEMENTATION OF THE BUDGET

3.1. Budget outturn account

Budget Outturn Account		2015	2014
		€	€
REVENUE			
EU subsidy	+	7 318 792	6 513 623
IPA funds from EU	+	300 000	0
Other contributions and funding received via the EU	+	0	1 244 421
Fee income	+	29 209 141	27 216 659
Other revenue	+	757 651	1 867 820
TOTAL - REVENUE (a)		37 585 583	36 842 524
EXPENDITURE			
<i>Title I: Staff</i>			
Payments	-	70 344 195	71 816 934
Appropriations carried over	-	853 614	571 638
<i>Title II: Administrative Expenses</i>			
Payments	-	13 708 076	12 612 260
Appropriations carried over	-	2 457 484	1 792 846
<i>Title III: Operating Expenditure</i>			
Payments	-	16 918 553	14 489 359
Appropriations carried over	-	9 351 210	8 703 902
TOTAL - EXPENDITURE (b)		113 633 132	109 986 939
OUTTURN FOR THE FINANCIAL YEAR (a-b)		(76 047 549)	(73 144 415)
Cancellation of unused payment appropriations carried over from previous year	+	575 545	384 232
Adjustment for carry-over from the previous year of appropriation available at 31.12. arising from assigned revenue	+	230 173	349 355
Exchange differences for the year (gain +/- loss -)	+/-	(11 794)	(2 873)
BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR		(75 253 624)	(72 413 701)
Balance year N-1	+/-	87 631 185	165 223 981
Bonds reserve adjustment	+/-	0	(4 772 455)
Subsidy from year N-1 reimbursed in year N to the Commission (for information)	-	(441 492)	(406 641)
BUDGET OUTTURN		11 936 068	87 631 185
EU subsidy - agency registers accrued revenue and EU accrued expense	-	4 222 108	7 316 552
EU pre-financing to be reimbursed to the Commission in year N+1		3 096 684	441 492

The detailed budget execution is set out in Section 3.3.3.

3.2. Reconciliation of statement of financial performance and budgetary outturn

The Agency's financial statements are prepared on an accruals basis by which transactions are recorded in the period to which they relate. The result for the year using this basis is indicated in the statement of financial performance. However, the Agency uses a modified cash accounting system for preparing the budget outturn account. In this system, only the payments made, the revenues received in the period and the carry-over of appropriations are recorded. The difference between the budgetary outturn and the statement of financial performance is explained as follows:

Reconciliation of the accrual based result with the budget result		€
Economic result (+ for surplus and - for deficit) of the consolidation reporting package	+/-	(72 543 977)
Adjustment for accrual items (items not in the budgetary result but included in the economic result)		
Adjustments for accrual cut-off (reversal 31.12.N-1)	-	(5 610 809)
Adjustments for accrual cut-off (cut-off 31.12.N)	+	4 764 296
Amount from liaison account with Commission booked in the economic revenue	-	(4 249 350)
Unpaid invoices at year end but booked in charges (class 6)	+	556 667
Depreciation of intangible and tangible assets (1)	+	9 608 451
Provisions (1)	+	74 996
Value reductions (1)	+	0
Recovery Orders issued in CHEM in class 7 and not yet cashed	-	(2 132 975)
Pre-financing given in previous year and cleared in the year	+	133
Pre-financing received in previous year and cleared in the year	-	(27 909)
Payments made from carry over of payment appropriations	+	10 262 667
Other *)	+/-	
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)		
Asset acquisitions (less unpaid amounts)	-	(14 435 549)
New pre-financing paid in the year 2015 and remaining open as at 31.12.2015	-	(23 488)
New pre-financing received in the year 2015 and remaining open as at 31.12.2015	+	(272 757)
Budgetary recovery orders issued before 2015 and cashed in the year	+	0
Budgetary recovery orders issued in 2015 on balance sheet accounts (not 7 or 6 accounts) and cashed	+	3 013 777
Capital payments on financial leasing (they are budgetary payments but not in the economic result)	-	0
Payment appropriations carried over to 2016	-	(12 662 307)
Cancellation of unused carried over payment appropriations from previous year	+	575 545
Adjustment for carry-over from the previous year of appropriations available at 31.12. arising from assigned revenue	+	230 173
Commission subsidy and other contributions included in budget	+/-	7 618 792
Total of adjustments above		(75 253 624)
Budgetary result (+ for surplus) (2) including amount of exchange rate differences		(75 253 624)
Amount of exchange rate differences (3) included in the budgetary result		0
Delta not explained		(0)

3.3. BUDGET AND FINANCIAL MANAGEMENT 2015

3.3.1. Budget

As stated in Article 92 of the Financial Regulation applicable to the budget of ECHA, the annual accounts of the Agency are accompanied by a report on budgetary and financial management for the year. This report is drawn up, by the Accounting Officer, under the responsibility of the Executive Director and the relevant part will be part of his Consolidated Annual Activity Report.

In accordance with the REACH Regulation (No 1907/2006), ECHA is financed through fees paid by industry and by an EU balancing subsidy as referred to in Article 208 of the general Financial Regulation. In 2015 and contrary to the original assumption, ECHA was fully financed through higher than expected fee income and the reserve from the income of previous years for its REACH/CLP operations.

In accordance with the Regulation on Biocidal Products (BPR, No 528/2012), ECHA is financed partially through fees paid by industry and a balancing EU subsidy as referred to in Article 208 of the general Financial Regulation. In 2015, ECHA collected fee income totalling € 5,423,667 (€ 1,265,774 in 2014), while the EU subsidy amounted to € 5,789,000 (€ 5,064,194 in 2014). Additionally, the received EFTA contributions, including Switzerland, totalled € 307,791 in the year.

In accordance with the Prior Informed Consent (PIC) Regulation (No 649/2012), ECHA is fully financed by an EU subsidy as referred to in Article 208 of the general Financial Regulation. In 2015, this subsidy amounted to € 1,222,001 (€ 1,297,244 in 2014).

The initial budgetary payment appropriations for the expenditure of 2015, as concluded by the Management Board in December 2014, amounted to € 115,168,730.

During the year 2015, the Management Board adopted three amending budgets. The first amending budget in June 2015 increased the REACH reserve with the surplus resulting from the positive outturn of 2014 and, at the same time, the REACH expenditure was reduced. An entry for the new IPA programme was included for an amount of € 300,000.

The second amending budget in September 2015 adapted the Agency's revenue to the real income situation in the area of Biocidal Products Regulation. The Biocides fee income was increased by € 2.8 million, thus reducing the actual 2015 balancing subsidy need. As the full 2015 EU contribution was already received by ECHA, the Commission advised to proceed with the normal outturn procedure, which is to recover the full outturn in the subsequent year N+1 and to reuse it as assigned revenue in year N+2. Furthermore, the Translation Centre for the Bodies of the European Union (CdT) returned a surplus reserve to their clients and ECHA received a total amount of € 354,000 that was budgeted as income proportionally for all the regulations. At the same time, an amount of € 1 million was added to IT expenditure in Title 4 to allow, primarily, for the further development of critical Biocides Scientific IT tools, and a further amount of € 750,000 was budgeted for the renewal of ICT equipment.

The third amending budget in December 2015 adapted the revenues from fees and charges for REACH/CLP to reflect the actual income situation, resulting in an increase of € 1.8 million, and bringing the total budget for fees and charges to € 22 million. At the same time, an amount of € 7 million was budgeted to cater for the requirement to pay the employer's part of the pension contribution to the Paymaster's Office of the Commission, as no balancing EU subsidy would be needed for 2015.

Budget overview (in EUR '000)

Revenue	Initial voted budget 2015 €	Amending budgets 2015 €	Final voted budget 2015 €
Fees and subsidies	32 299	1 109	33 408
Reserve consumption	82 870	(1 509)	81 361
Total revenue	115 169	(400)	114 768
Expenditure	Initial voted budget 2015 €	Amending budgets 2015 €	Final voted budget 2015 €
Commitment appropriations	115 141	(728)	114 413
Payment appropriations	115 169	(400)	114 768

3.3.2. Revenue

The budget funding of ECHA in 2015 was made up as follows:

Description	Initial Budget 2015 €	Amending Budgets No 1, No 2 & No 3 2015 €	Final Budget €	Entitlements Established €	Revenue received €
Fees and charges from registrations	8 665 001	11 376 760	20 041 761	21 720 585	21 720 585
Fees and charges from authorisations	3 417 060	(2 688 821)	728 239	728 239	728 239
Fees SME Administration	1 500 000	(400 000)	1 100 000	1 174 227	1 174 227
Fees and charges from CLP	835 000	(705 000)	130 000	134 147	134 147
Fees and charges from Appeals	0	28 276	28 276	28 276	28 276
Total REACH Fee & Charges Income (incl Appeals)	14 417 061	7 611 215	22 028 276	23 785 474	23 785 474
Fees relating to Biocidal active substances	481 000	392 000	873 000	1 003 000	1 003 000
Fees for Union authorisation of Biocidal products	378 000	1 276 000	1 654 000	1 654 000	1 654 000
Miscellaneous fees Biocides	1 384 574	1 101 426	2 486 000	2 761 667	2 761 667
Fees and charges from appeals	0	0	0	5 000	5 000
Total BPR Fee & Charges Income (incl Appeals)	2 243 574	2 769 426	5 013 000	5 423 667	5 423 667
REACH subsidy	7 800 000	(7 800 000)	0	0	0
Biocide Subsidy	5 789 000	(1 977 000)	3 812 000	5 789 000	5 789 000
PIC Subsidy	1 222 000	0	1 222 000	1 222 000	1 222 000
EFTA Contribution - REACH	236 340	(236 340)	0	0	0
EFTA Contribution - BPR	165 866	141 925	307 791	307 791	307 791
Other contributions - IPA	0	300 000	300 000	300 000	300 000
Total EU contributions	15 213 206	(9 571 415)	5 641 791	7 618 791	7 618 791
Revenue from Bank Interest on Fee income	375 000	(55 000)	320 000	317 787	317 787
Other - miscellaneous	50 000	354 627	404 627	832 735	439 864
Total Other income	425 000	299 627	724 627	1 150 521	757 651
Reserve	82 869 889	4 319 804	87 189 693	87 189 693	87 189 693
Total	115 168 730	5 428 657	120 597 387	125 168 146	124 775 276

Collected fees and charges in 2015

REACH/CLP income

The fees and charges collected by ECHA are determined by the REACH Fee Regulation and by the decisions of the Management Board. Due to the once-off nature of the REACH fees, there is high uncertainty as to their amount and timing. The budgetary revenue from REACH fees/charges in 2015 in terms of the cash received amounted to € 23,757,198 (€ 25,895,180 in 2014). In addition, income of € 28,276 (€ 55,705 in 2014) was recorded in relation to REACH appeal fees giving a total of fees and charges of € 23,785,474.

Approximately 60% of the budgetary income generated in 2015 relates to a small quantity, with a high monetary value, of registration dossiers for registration of substances above 1,000 tonnes and registrations for substances in the range of 100 to 1,000 tonnes.

Approximately 8,200 registration dossiers (mainly updates) and 250 product and process orientated research and development (PPORD) notifications were received in 2015. The total number of submissions decreased by 10% compared to the 2014 level. There were 20% more initial dossiers, and 35% less updates, received in 2015 than in 2014.

In 2015, the Agency received 7 applications for REACH Authorisation which was much less than initially planned as companies preferred only to apply closer to respective deadlines. The total REACH authorisation income receipted in 2015 amounts to € 728,239 (reflecting an average fee of EUR 104,000 per application).

The Agency received payments for 45 applications under the CLP regulation, which was much lower than planned but was in line with the final budget of 2015. The total receipts to the end of Q4/2015 amounts to € 134,147 (reflecting an average fee of € 2,978).

In accordance with Article 13 of Commission Regulation (EC) No 340/2008, the additional fee income generated via the SME verification process (included in the REACH Registration income) in 2015 amounted to € 1,074,426 (€ 1,136,338 in 2014). A total of 423 enterprises were verified during the year. In addition to the additional registration fees, the Agency generated € 1,174,227 in administrative charges as a result of the verification work. The income is recorded, in the period, when the verification of the enterprise has been completed and decisions sent.

Biocides income

The biocide fees and charges collected by ECHA are determined by the Biocidal Product Regulation, the Fees and charges Regulation and by the decisions of the Management Board. The budgetary revenue from Biocidal Product fees/charges, for 2015, in terms of the cash received amounted to € 5,418,267 (€ 1,265,774 in 2014). The income received was in excess of the initial budget/estimates for 2015 by approximately € 3.2 million. Despite the fact that many of the applications (particularly Union authorisations) received in 2015 require a significant amount of work to be performed in 2016 and onwards, ECHA is required to return the excess to the Commission as part of the 2015 budget outturn exercise. The Agency also received € 5,000 as a result of a Board of Appeal decision.

In addition, ECHA completed 17 ex-ante SME verifications under the Biocidal Product Regulation, which is a non-fee generating activity.

PIC income

ECHA received an EU contribution for the PIC Regulation totalling € 1,222,000 in 2015 (€ 1,297,224 in 2014).

Other miscellaneous income

During the year, the Agency recorded gross interest income of € 317,787 (€ 1,820,488 in 2014). Practically, all of this income relates to interest received on deposit account investments (€ 317,517). As the REACH reserve will be exhausted in 2016 and interest rates remain very low, the return achievable will continue to fall.

In addition, the Management Board of the Translation Centre for the Bodies of the European Union (CdT) decided that part of the reserve accumulated should be returned to the Agencies as their clients. ECHA received € 354,627 in two instalments of € 180,673 and € 173,954, respectively.

The balance of the miscellaneous income, totalling € 85,237, mainly relates to the recovery of the carpark costs from staff and other miscellaneous administrative income.

Fee Invoicing 2015 (other information in accordance with Article 67 of FR)

In accordance with Article 67 of the Agency's Financial Regulation, the number of debit notes issued and their global amount shall be provided in the Agency's report on budgetary and financial management. In addition, where fees and charges are entirely determined by legislation or decisions of the Management Board, the Authorising Officer may abstain from issuing recovery orders and directly draw up debit notes after having established the amount receivable. Where the Agency uses a separate invoicing system, the Accounting Officer shall regularly, and at least on a monthly basis, enter the accumulated sum of fees and charges received into the accounts.

The Agency uses a separate invoicing and debtors system for daily transactions related to fee income which is implemented in the REACH IT (REACH/CLP Fees and charges) and REACH-NG (Biocidal Product Fees and charges) invoicing modules. The invoices raised and the payments received were recorded in the central accounting system on a monthly basis during 2015.

- REACH Fees and Charges

The total net invoiced by the Agency in 2015 amounted to € 24,860,388 (€ 24,885,688 in 2014). The table below depicts the breakdown of the net invoiced REACH fees during the year.

REACH	2015		2014	
	No of Transactions	€	No of Transactions	€
Invoices issued	4554	28 194 149	3 847	28 301 758
Credit Notes	387	(3 072 408)	315	(2 962 849)
Unpaid	50	(240 522)	80	(453 095)
Considered paid	10	(131)	10	(154)
Waived	1	(20 700)	0	0
Net Invoiced		24 860 388		24 885 660

It is noted that out of the credit notes mentioned above, 262 (219 in 2014) were issued to cancel the original invoices following the verification of the SME status of enterprises claiming to be entitled to fee reductions. From these credit notes an additional net amount of € 1,360,048 (€ 1,034,326 in 2014) was invoiced.

In accordance with Article 65 of the Agency's Financial Regulation, the Accounting Officer shall keep a list of the amounts due to be recovered. The list is added to the Agency's report on budgetary and financial management. This list shall also indicate decisions by the Authorising Officer to waive or partially waive recovery of established amounts. During 2015, bank charges were deducted by the senders' banks for 10 invoices (10 invoices in 2014) relating to REACH fee income. For management efficiency reasons these invoices were considered paid and therefore a total amount of € 131 (€ 154 in 2014) was waived. In addition to this the Authorising Officer waived one SME Administrative charge invoice totalling € 20,700. (The enterprise had not paid the additional registration fee invoices and, therefore, had its registrations revoked. The work performed by the Dutch bailiff and ECHA's own investigations confirmed that this enterprise had discontinued operations in March 2015.)

- Biocidal Products Fees and Charges

The total net invoiced by the Agency in 2015 amounted to € 5,453,467 (€ 1,233,674 in 2014). The table below depicts the breakdown of the net invoiced fees under the Biocidal Products Regulation during the year.

BPR	2015		2014	
	No of Transactions	€	No of Transactions	€
Invoices issued	1845	5 809 600	585	1 386 100
Credit Notes	45	(167 200)	38	(106 500)
Unpaid	118	(188 900)	60	(45 900)
Considered paid	2	(33)	2	(26)
Net Invoiced		5 453 467		1 233 674

In accordance with Article 65 of the Agency's Financial Regulation, the Accounting Officer shall keep a list of the amounts due to be recovered. The list is added to the Agency's report on budgetary and financial management. This list shall also indicate decisions by the Authorising Officer to waive or partially waive recovery of established amounts. In 2015, bank charges were deducted by the sender's banks for two payments (two in 2014) relating to BPR fee income. For management efficiency reasons, these invoices were considered paid and, therefore, a total amount of € 33 (€ 26 in 2014) was waived.

3.3.3. Expenditure

Budget overview per Title / Fund Sources C1 & R0*:

Title	Description	Commitments Appropriations €	Commitments Established €	Com %	Commitments Workflow €	Blocked (Com1) €	Payments Appropriations €	Payments Executed €	Pay%	Payments Workflow €
A-1	STAFF	71 794 780	71 185 445	99.15%	0	0	71 794 780	70 343 772	97.98%	0
A-2	BUILDING EQUIPMENT AND MISCELL. OPER. EXPEND.	16 633 474	16 082 969	96.69%	0	0	16 633 474	13 631 486	81.95%	0
B0-3	OPERATING EXPENDITURE	23 578 300	22 871 917	97.00%	0	0	23 933 700	15 959 950	66.68%	0
B0-4	OPERATING EXPENDITURE - BIOCIDES	2 257 157	2 113 977	93.66%	0	0	2 257 157	564 038	24.99%	0
B0-5	OPERATING EXPENDITURE - PIC	449 130	447 397	99.61%	0	0	449 130	336 451	74.91%	0
		114 712 841	112 701 705	98.25%	0	0	115 068 241	100 835 697	87.63%	0

*Note: The table includes C1 and R0 appropriations of the budget year 2015, excluding the appropriations carried over.

Budget overview per Title / Found Source C1:

Title	Budget line description	Voted Budget commitment appropriations €	Amending budget commitment appropriations €	Transfers €	Final budget commitment appropriations €
Title 1	STAFF	68 025 780	3 769 000	0	71 794 780
Title 2	BUILDING, EQUIPMENT AND MISCELL. OPER. EXPENDITURE	17 097 050	(463 576)	0	16 633 474
Title 3	OPERATIONAL EXPENDITURE – REACH	28 450 000	(5 171 700)	0	23 278 300
Title 4	OPERATIONAL EXPENDITURE – BIOCIDES	1 119 070	1 138 087	0	2 257 157
Title 5	OPERATIONAL EXPENDITURE – PIC	449 130	0	0	449 130
TOTAL		115 141 030	(728 189)	0	114 412 841

Title	Budget line description	Voted Budget payment appropriations €	Amending budget payment appropriations €	Transfers €	Final budget payment appropriations €
Title 1	STAFF	68 025 780	3 769 000	0	71 794 780
Title 2	BUILDING, EQUIPMENT AND MISCELL. OPER. EXPENDITURE	17 097 050	(463 576)	0	16 633 474
Title 3	OPERATIONAL EXPENDITURE – REACH	28 477 700	(4 844 000)	0	23 633 700
Title 4	OPERATIONAL EXPENDITURE – BIOCIDES	1 119 070	1 138 087	0	2 257 157
Title 5	OPERATIONAL EXPENDITURE – PIC	449 130	0	0	449 130
TOTAL		115 168 730	(400 489)	0	114 768 241

Budget Execution per Title / Fund source C1 - Current year appropriations – 2015*:

Title	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)	Cancelled %
Title 1	71 794 780	71 185 445	99,15%	71 794 780	70 343 772	97,98%	841 482	609 335	0,85%
Title 2	16 633 474	16 082 969	96,69%	16 633 474	13 631 486	81,95%	2 451 483	550 505	3,31%
Title 3	23 278 300	22 844 674	98,14%	23 633 700	15 933 378	67,42%	7 263 007	433 626	1,86%
Title 4	2 257 157	2 113 977	93,66%	2 257 157	564 038	24,99%	1 549 940	143 180	6,34%
Title 5	449 130	447 397	99,61%	449 130	336 451	74,91%	110 946	1 733	0,39%
	114 412 841	112 674 462	98,48%	114 768 241	100 809 124	87,84%	12 216 857	1 738 379	1,52%

*Note: As ECHA operates with both differentiated (multiannual) and non-differentiated (annual) budget lines, the funds reserved for commitments (commitment appropriations) do not equal the funds reserved for payments (payment appropriations). The results for the administrative titles 1 and 2 are combined for all three Regulations.

Budget expenditure includes payments made during the year and the carry-over of budgetary appropriations. The following paragraphs and tables summarise the execution of appropriations for the current year (C1 credits) per Title.

Title 1: staff expenditure

The initial budget adopted for Title 1 in 2015 was € 68.0 million and the overall increase during the year including transfers and amending budgets was € 3.8 million to € 71.8 million. The final executed amount totalled to € 70.3 million corresponding to an execution rate of 98% for the payment appropriations. The carry over appropriations, totalling € 0.9 million for Title 1, mainly relate to the commitments for trainings and interim services.

An amount of € 91,704 carried over from the previous year (C8) was not used in payments and was cancelled.

Title 2: infrastructure expenditure

The initial Title 2 appropriations totalled to € 17.1 million and during the year the amount was reduced by € 0.5 million to € 16.6 million. During the year, € 16.1 million was committed which corresponds to execution rate of 97%.

The largest expenditure areas, apart from the rent of the building, were the IT outsourced hosting services, the costs of security, cleaning and electricity costs for the building, purchases of IT hardware, software and their maintenance. The carry over appropriations, totalling € 2.5 million for Title 2, mainly relate to the commitments for External ICT services and for Audio Visual equipment and consumables.

An amount of € 93,911 carried over from the previous year (C8) was not used in payments and was cancelled.

Title 3: operational expenditure REACH and CLP

Title 3 contains exclusively the operational expenditure needed to implement the REACH and CLP regulations. The initial budgeted payment appropriations amounted to € 28.5 million and were subsequently decreased during the year by € 4.8 million to € 23.3 million. The executed commitment appropriations for 2015 were € 22.8 million corresponding to a 98% commitment rate and the appropriations carried over amounted to € 7.3 million representing 32% of the committed amount.

The expenditure related to Scientific IT tools, totalling to € 13.7 million, represents 50% of the total expenditure in Title 3. This IT expenditure and the expenditure related to Evaluation (€ 2.1 million) account for 75% of the amounts carried over totalling € 7.3 million for Title 3. The carry over appropriations mainly relate to the commitments for the substance evaluation process, which covers a 12 month period, starting from adoption of the Community rolling action plan in March and operational IT projects.

An amount of € 380,010 carried over from the previous year (C8) was not used in payments and was cancelled, largely due to challenges in the implementation of IT projects. This amount will become part of the opening fee income reserve thus reducing the 2016 REACH/CLP subsidy need.

Title 4: operational expenditure Biocides

The Biocides related operational expenditure in the initial budget totalled to € 1.1 million and, during the year, was increased to € 2.3 million. The total committed amount was € 2.1 million corresponding to 94% commitment rate and the carried over amount was € 1.5 million, representing 74% of the committed amount. The carry over appropriations mainly stems from

the large scale IT project to further develop the R4BP3 system, totalling about € 1.4 million. The financing for the project was only secured during the second half of the year when sufficient fee income had been received, which has resulted in a full carry-over of the project funds.

An amount of € 8,728 carried over from the previous year (C8) was not used in payments and was cancelled.

Title 5: operational expenditure PIC

The adopted budget for Title 5 was € 0.45 million and the executed commitment appropriations amounted € 0.45 million corresponding to 99.6%, whereas the carried over amount was € 0.1 million (25%).

As with REACH, the expenditure related to Scientific IT tools is the biggest expenditure item representing 50% of the total expenditure in Title 5. The carry-over of appropriations relates to expenditure for support, maintenance and application management of ePic.

The amount of € 1,192 carried over from the previous year (C8) was not used in payments and was cancelled.

Late interest payments

During 2015, ECHA paid € 85.68 (€ 412.83 in 2014) in late interest for a total of 3 supplier invoices.

Transfers

In total there were 44 transfers carried out totalling € 1.395 million.

Procurement procedures

In 2015, ECHA signed 739 contracts, out of which 540 contracts were under framework contracts and 199 contracts as a result of new tendering procedures. 25 contracts included in the latter category were signed as a result of exceptional negotiated procedures based on the relevant rules of the Financial Regulation: 10 of those refer to legal services while the other mainly refer to subscriptions, participation to events and maintenance of technical installations.

Statistics on financial management

Budget Execution per Chapter / Fund source C1 - Current year appropriations – 2015:

Chapter	Description	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)
A-11	STAFF IN ACTIVE EMPLOYMENT	65 443 913	65 061 591	99,42%	65 443 913	65 061 399	99,42%	0	382 322
A-12	MISCELL EXPEND ON STAFF RECRUITMENT AND TRANSFER	703 138	644 689	91,69%	703 138	636 866	90,57%	7 823	58 449
A-13	MISSIONS AND DUTY TRAVEL	52 020	39 577	76,08%	52 020	39 577	76,08%	0	12 443
A-14	SOCIO-MEDICAL INFRASTRUCTURE AND SOCIAL WELFARE	1 969 000	1 915 542	97,28%	1 969 000	1 774 805	90,14%	140 736	53 458
A-15	TRAINING	1 487 120	1 463 790	98,43%	1 487 120	1 120 194	75,33%	343 596	23 330
A-16	EXTERNAL SERVICES	2 129 500	2 055 568	96,53%	2 129 500	1 706 656	80,14%	348 911	73 932
A-17	ENTERTAINMENT AND REPRESENTATION EXPENSES	10 089	4 689	46,47%	10 089	4 274	42,36%	415	5 401
	Total	71 794 780	71 185 445	99,15%	71 794 780	70 343 772	97,98%	841 482	609 335
A-20	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	7 922 624	7 895 237	99,65%	7 922 624	7 602 031	95,95%	293 206	27 387
A-21	INFORMATION AND COMMUNICATION TECHNOLOGY	7 479 071	7 045 686	94,21%	7 479 071	5 645 641	75,49%	1 400 045	433 386
A-22	MOVABLE PROPERTY AND ASSOCIATED COSTS	919 466	884 298	96,18%	919 466	179 407	19,51%	704 891	35 168
A-23	CURRENT ADMINISTRATIVE EXPENDITURE	303 503	248 967	82,03%	303 503	196 135	64,62%	52 831	54 536
A-25	MEETINGS EXPENDITURE	8 810	8 781	99,67%	8 810	8 271	93,88%	510	29
	Total	16 633 474	16 082 969	96,69%	16 633 474	13 631 486	81,95%	2 451 483	550 505
B3-0	REACH	23 085 700	22 652 384	98,12%	23 085 700	15 389 376	66,66%	7 263 007	433 316
B3-1	Multiannual activities	37 700	37 390	99,18%	207 000	206 294	99,66%	0	310
B3-8	INTERNATIONAL ACTIVITIES	154 900	154 900	100,00%	341 000	337 707	99,03%	0	0
	Total	23 278 300	22 844 674	98,14%	23 633 700	15 933 378	67,42%	7 263 007	433 626
B4-0	BIOCIDES	2 257 157	2 113 977	93,66%	2 257 157	564 038	24,99%	1 549 940	143 180
	Total	2 257 157	2 113 977	93,66%	2 257 157	564 038	24,99%	1 549 940	143 180
B5-0	PIC	449 130	447 397	99,61%	449 130	336 451	74,91%	110 946	1 733
	Total	449 130	447 397	99,61%	449 130	336 451	74,91%	110 946	1 733
Total C1		114 412 841	112 674 462	98,48%	114 768 241	100 809 124	87,84%	12 216 857	1 738 379

Budget Execution of Operational Titles per Budget line / Fund source C1 - Current year appropriations – 2015:

REACH

Budget line	Description	Voted Budget Payment Appropriations €	Amending Budget Payment Appropriations €	Transfers €	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)	Cancelled %
B3-003	Registration datasharing and dissemination	660 000	(150 000)	54 147	564 147	562 988	99.79%	564 147	196 122	34.76%	366 865	1 160	0.21%
B3-004	Evaluation	2 230 000	(570 000)	0	1660 000	1654 669	99.68%	1660 000	2 18 614	13.17%	1436 055	5 331	0.32%
B3-005	Authorisations and restrictions	758 500	(220 000)	0	538 500	536 198	99.57%	538 500	272 285	50.56%	263 912	2 302	0.43%
B3-006	Classification and labelling	45 000	(45 000)	0	0	0	0.00%	0	0	0.00%	0	0	0.00%
B3-007	Advice assistance through guidance and helpdesk	227 000	(45 000)	(20 700)	161 300	154 965	96.07%	161 300	146 092	90.57%	8 873	6 335	3.93%
B3-008	Scientific IT tools	13 729 500	0	78 500	13 808 000	13 704 528	99.25%	13 808 000	9 858 509	71.40%	3 846 019	103 472	0.75%
B3-009	Scientific advice to EU institut and bodies	361 000	(169 000)	0	192 000	188 689	98.28%	192 000	100 469	52.33%	88 219	3 311	1.72%
B3-011	Committees and Forum	2 656 500	(1015 000)	(258 164)	1383 336	1371659	99.16%	1383 336	1062 472	76.81%	309 187	11678	0.84%
B3-012	Board of appeal	115 500	(17 000)	0	98 500	58 793	59.69%	98 500	24 487	24.86%	34 306	39 707	40.31%
B3-013	Communications including translations	3 330 000	(611 000)	146 217	2 865 217	2 852 905	99.57%	2 865 217	2 179 962	76.08%	672 943	12 312	0.43%
B3-022	Management Board and management of the Agency	1288 000	(130 500)	0	1157 500	1032 474	89.20%	1157 500	817 990	70.67%	214 484	125 026	10.80%
B3-030	Missions	612 200	45 000	0	657 200	534 517	81.33%	657 200	512 374	77.96%	22 143	122 683	18.67%
B3-090	Refunds REACH/CLP	2 000 000	(2 000 000)	0	0	0	0.00%	0	0	0.00%	0	0	0.00%
B3-111	Committees and Forum (Multiannual)	102 500	104 500	0	37 700	37 390	99.18%	207 000	206 294	99.66%	0	310	0.82%
B3-801	Cooperation with internat organisat for IT program	362 000	(21000)	0	154 900	154 900	100.00%	341000	337 707	99.03%	0	0	0.00%
	Total	28 477 700	(4 844 000)	0	23 278 300	22 844 674	98.14%	23 633 700	15 933 378	67.42%	7 263 007	433 626	1.86%

BIOCIDE

Budget line	Description	Voted Budget Payment Appropriations €	Amending Budget Payment Appropriations €	Transfers €	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)	Cancelled %
B4-007	Advice assistance through guidance and helpdesk	72 400	(29 900)	0	42 500	27 057	63.66%	42 500	27 057	63.66%	0	15 443	36.34%
B4-008	Scientific IT tools	339 550	1 165 387	(33 750)	1471 187	1470 733	99.97%	1471 187	123 952	8.43%	1346 781	455	0.03%
B4-011	Biocidal products Committee and Rapporteurs	271 720	48 000	0	319 720	293 162	91.69%	319 720	146 549	45.84%	146 613	26 558	8.31%
B4-012	Board of Appeal	20 000	0	0	20 000	3 658	18.29%	20 000	3 658	18.29%	0	16 342	81.71%
B4-013	Communications including Translations	193 000	(28 000)	0	165 000	162 591	98.54%	165 000	126 028	76.38%	36 563	2 409	1.46%
B4-022	Management Board and management of the Agency	155 000	2 600	33 750	191350	126 483	66.10%	191350	108 000	56.44%	18 483	64 867	33.90%
B4-030	Missions	67 400	(20 000)	0	47 400	30 293	63.91%	47 400	28 793	60.74%	1 500	17 107	36.09%
	Total	1 119 070	1 138 087	0	2 257 157	2 113 977	93.66%	2 257 157	564 038	24.99%	1 549 940	143 180	6.34%

PIC

Budget line	Description	Voted Budget Payment Appropriations €	Amending Budget Payment Appropriations €	Transfers €	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)	Cancelled %
B5-000	Studies and consultants	35 000	0	(35 000)	0	0	0.00%	0	0	0.00%	0	0	0.00%
B5-008	Scientific IT tools	223 230	3 000	0	226 230	225 853	99.83%	226 230	138 611	61.27%	87 242	377	0.17%
B5-013	Communications including Translations	177 500	(3 000)	35 000	209 500	208 689	99.61%	209 500	184 986	88.30%	23 703	811	0.39%
B5-030	Missions	13 400	0	0	13 400	12 855	95.93%	13 400	12 855	95.93%	0	545	4.07%
	Total	449 130	0	0	449 130	447 397	99.61%	449 130	336 451	74.91%	110 946	1 733	0.39%

Budget Execution by Regulation and Chapter / Fund source C1 - Current year appropriations – 2015:

REACH

Chapter	Description	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)
A-11	STAFF IN ACTIVE EMPLOYMENT	60 032 896	59 942 126	99.85%	60 032 896	59 941 934	99.85%	0	90 770
A-12	MISCELL EXPEND ON STAFF RECRUITMENT AND TRANSFER	577 300	545 187	94.44%	577 300	539 434	93.44%	5 753	32 113
A-13	MISSIONS AND DUTY TRAVEL	45 300	35 418	78.19%	45 300	35 418	78.19%	0	9 882
A-14	SOCIO-MEDICAL INFRASTRUCTURE AND SOCIAL WELFARE	1761440	1743 440	98.98%	1761440	1618 334	91.88%	125 106	18 000
A-15	TRAINING	1338 580	1328 577	99.25%	1338 580	1020 834	76.26%	307 743	10 003
A-16	EXTERNAL SERVICES	1634 034	1589 748	97.29%	1634 034	1377 089	84.28%	212 659	44 286
A-17	ENTERTAINMENT AND REPRESENTATION EXPENSES	8 089	4 216	52.12%	8 089	3 844	47.53%	371	3 873
A-20	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	7 426 030	7 420 586	99.93%	7 426 030	7 144 958	96.22%	275 628	5 444
A-21	INFORMATION AND COMMUNICATION TECHNOLOGY	6 856 795	6 512 771	94.98%	6 856 795	5 239 544	76.41%	1273 227	344 025
A-22	MOVABLE PROPERTY AND ASSOCIATED COSTS	805 264	785 305	97.52%	805 264	159 332	19.79%	625 973	19 960
A-23	CURRENT ADMINISTRATIVE EXPENDITURE	271 560	224 969	82.84%	271 560	177 685	65.43%	47 285	46 591
A-25	MEETINGS EXPENDITURE	7 800	7 798	99.97%	7 800	7 345	94.16%	453	2
B3-0	REACH	23 085 700	22 652 384	98.12%	23 085 700	15 389 376	66.66%	7 263 007	433 316
B3-1	Multianual activities	37 700	37 390	99.18%	207 000	206 294	99.66%	0	310
B3-8	INTERNATIONAL ACTIVITIES	154 900	154 900	100.00%	341 000	337 707	99.03%	0	0
	Total	104 043 390	102 984 814	98.98%	104 398 790	93 199 129	89.27%	10 137 205	1 058 576

BIOCIDE

Chapter	Description	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)
A-11	STAFF IN ACTIVE EMPLOYMENT	4 936 106	4 662 383	94.45%	4 936 106	4 662 383	94.45%	0	273 724
A-12	MISCELL EXPEND ON STAFF RECRUITMENT AND TRANSFER	113 300	88 000	77.67%	113 300	85 940	75.85%	2 060	25 300
A-13	MISSIONS AND DUTY TRAVEL	6 000	3 713	61.89%	6 000	3 713	61.89%	0	2 287
A-14	SOCIO-MEDICAL INFRASTRUCTURE AND SOCIAL WELFARE	194 870	163 426	83.86%	194 870	149 470	76.70%	13 956	31 444
A-15	TRAINING	126 739	120 676	95.22%	126 739	88 665	69.96%	32 012	6 063
A-16	EXTERNAL SERVICES	4 16 314	387 382	93.05%	4 16 314	273 048	65.59%	114 334	28 933
A-17	ENTERTAINMENT AND REPRESENTATION EXPENSES	2 000	473	23.64%	2 000	429	21.46%	44	1527
A-20	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	4 15 595	395 102	95.07%	4 15 595	380 469	91.55%	14 634	20 493
A-21	INFORMATION AND COMMUNICATION TECHNOLOGY	547 079	464 238	84.86%	547 079	351 474	64.25%	12 764	82 841
A-22	MOVABLE PROPERTY AND ASSOCIATED COSTS	10 19 333	88 407	86.73%	10 19 333	17 917	17.58%	70 489	13 527
A-23	CURRENT ADMINISTRATIVE EXPENDITURE	28 533	21 531	75.46%	28 533	16 469	57.72%	5 061	7 002
A-25	MEETINGS EXPENDITURE	900	878	97.57%	900	827	91.90%	51	22
B4-0	BIOCIDES	2 257 157	2 113 977	93.66%	2 257 157	564 038	24.99%	1 549 940	143 180
	Total	9 146 527	8 510 186	93.04%	9 146 527	6 594 843	72.10%	1 915 343	636 341

PIC

Chapter	Description	Final Available Commitment Appropriations € (1)	Executed Commitment Amount € (2)	% Committed (2)/(1)	Final Available Payment Appropriations € (3)	Executed Payment Amount € (4)	% Paid (4)/(3)	Carried over RAL (C8) € (2)-(4)	Cancelled € (1)-(2)
A-11	STAFF IN ACTIVE EMPLOYMENT	474 910	457 082	96.25%	474 910	457 082	96.25%	0	17 828
A-12	MISCELL EXPEND ON STAFF RECRUITMENT AND TRANSFER	12 538	11 503	91.74%	12 538	11 492	91.66%	11	1 035
A-13	MISSIONS AND DUTY TRAVEL	720	446	61.89%	720	446	61.89%	0	274
A-14	SOCIO-MEDICAL INFRASTRUCTURE AND SOCIAL WELFARE	12 690	8 676	68.37%	12 690	7 001	55.17%	1 675	4 014
A-15	TRAINING	21 801	14 537	66.68%	21 801	10 695	49.06%	3 841	7 264
A-16	EXTERNAL SERVICES	79 151	78 437	99.10%	79 151	56 519	71.41%	2 1918	714
A-20	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	80 999	79 549	98.21%	80 999	76 604	94.57%	2 945	1 450
A-21	INFORMATION AND COMMUNICATION TECHNOLOGY	75 197	68 677	91.33%	75 197	54 623	72.64%	14 054	6 520
A-22	MOVABLE PROPERTY AND ASSOCIATED COSTS	12 268	10 587	86.29%	12 268	2 158	17.59%	8 429	1 681
A-23	CURRENT ADMINISTRATIVE EXPENDITURE	3 410	2 467	72.34%	3 410	1 981	58.10%	4 86	943
A-25	MEETINGS EXPENDITURE	110	105	95.80%	110	99	90.24%	6	5
B5-0	PIC	449 130	447 397	99.61%	449 130	336 451	74.91%	110 946	1 733
	Total	1 222 924	1 179 461	96.45%	1 222 924	1 015 152	83.01%	164 310	43 463

Budget Execution per Title / Fund source C8 - Appropriations carried over – 2015:

Title	Description	Commitments Appropriations €	Commitments Established €	Com %	Payments Appropriations €	Payments Executed €	Pay%	Cancelled €
A-1	STAFF	571638	571638	100,00%	571638	479 934	83,96%	91704
A-2	BUILDING EQUIPMENT AND MISCELL. OPER EXPEND	1778 625	1778 625	100,00%	1778 625	1684 714	94,72%	93 911
B0-3	OPERATING EXPENDITURE	8 184 483	8 184 483	100,00%	8 184 483	7 804 473	95,36%	380 010
B0-4	OPERATING EXPENDITURE - BIOCIDES	142 823	142 823	100,00%	142 823	134 095	93,89%	8 728
B0-5	OPERATING EXPENDITURE - PIC	168 532	168 532	100,00%	168 532	167 340	99,29%	1 192
	Total C8	10 846 101	10 846 101	100,00%	10 846 101	10 270 556	94,69%	575 545

Budget Execution / Fund source C4, C5 and R0 - Assigned revenue - 2015:

BL	Description	CD/ CND	FS	Commitments Appropriations €	Commitments Established €	Com %	Payments Appropriations €	Payments Executed €	Pay%	Carried over Commitment Appropriations €	Carried over Payment Appropriations €
A01100	Basic salaries	CND	C4	12 555	423	3.37%	12 555	423	3.37%	12 132	12 132
A02000	Rental costs	CND	C4	68 370	62 400	91.27%	68 370	62 400	91.27%	5 970	5 970
A02020	Water gas electricity heating	CND	C4	0	0	0.00%	0	0	0.00%	0	0
B03022	Management Board and management of the Agency	CND	C4	4 280	280	6.54%	4 280	280	6.54%	4 000	4 000
B04022	Management Board and management of the Agency	CND	C4	32	32	100.00%	32	32	100.00%	0	0
	Total			85 237	63 135	74.07%	85 237	63 135	74.07%	22 102	22 102

BL	Description	CD/ CND	FS	Commitments Appropriations €	Commitments Established €	Com %	Payments Appropriations €	Payments Executed €	Pay%	Carried over Commitment Appropriations €	Carried over Payment Appropriations €
A02000	Rental costs	CND	C5	13 800	13 800	100.00%	13 800	13 800	100.00%	0	0
A02250	Documentation and library expenditure	CND	C5	375	375	100.00%	375	375	100.00%	0	0
A02350	Miscellaneous insurance	CND	C5	45	45	100.00%	45	15	32.74%	0	31
B03022	Management Board and management of the Agency	CND	C5	1039	1039	100.00%	1039	1039	100.00%	0	0
B03030	Missions	CND	C5	1367	1367	100.00%	1367	1367	100.00%	0	0
B04030	Missions	CND	C5	322	322	100.00%	322	322	100.00%	0	0
	Total			16 948	16 948	100.00%	16 948	16 918	99.82%	0	31

BL	Description	CD/ CND	FS	Commitments Appropriations €	Commitments Established €	Com %	Payments Appropriations €	Payments Executed €	Pay%	Carried over Commitment Appropriations €	Carried over Payment Appropriations €
A01113	Seconded national experts	CND	R0	0	0	0.00%	0	0	0.00%	0	0
B03902	IPA programme agr. 2012/291-934	CND	R0	27 909	0	0.00%	27 909	0	0.00%	27 909	27 909
B03903	IPA programme according to agreement 2015/361-049	CND	R0	300 000	27 243	9.08%	300 000	26 573	8.86%	272 757	273 427
B04901	Preparatory work BPR 13/3938 Norwegian	CND	R0	177 057	177 057	100.00%	177 057	55 076	31.11%	0	121981
B09000	Provision for Future expenditure - REACH	CND	R0	5 529 145	0	0.00%	5 529 145	0	0.00%	5 529 145	5 529 145
	Total			6 034 111	204 300	3.39%	6 034 111	81 648	1.35%	5 829 811	5 952 463

	Total Sum:		Sum:	6 136 296	284 383	4.63%	6 136 296	161 701	2.64%	5 851 913	5 974 596
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4. FINANCIAL MANAGEMENT

In year 2015, the main achievements in financial management were:

- Rigorous budget and liquidity management;
- Managing and investing the Agency's cash reserves;
- Intensified verification of the SME status of companies;
- Regular reporting to the management and Governing Board;
- A correct closure of the 2014 accounts.