



European Foundation for the Improvement of Living and Working Conditions

## ACCOUNTS FOR THE YEAR 2006

Approved by the Director, in Dublin, on 15/05/2007

Jorma Karppinen,  
Director of the European Foundation for the Improvement  
of Living and Working Conditions

Final -V3.2

## **ACCOUNTS FOR THE YEAR 2006**

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## **ACCOUNTS FOR THE YEAR 2006**

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### **RECAPITULATION OF MAIN ACCOUNTING PRINCIPLES**

The accounts are kept in accordance with the requirements of the Foundation's Financial Regulations (FR) and the rules for the Implementation of the Financial Regulations (IFR) which were adopted the 28<sup>th</sup> March 2003 by the Administrative Board and in accordance with the Accounting Manual of the Commission.

More precisely they are kept in accordance with Articles 76 to 90 of the FR and Articles 185 to 227 of the IFR.

From 1<sup>st</sup> January 2005 and according to article 85 of the FR the accounting rules and methods and the harmonised chart of accounts to be applied by the Foundation shall be adopted by the Commission's Accounting Officer (also according to the General Financial Regulation of the Commission– Art 133).

Therefore the accounts for the Year 2006 are kept in accordance with the Commission's Accounting Officer's decision dated 28/12/2004 where 15 accounting rules and a harmonised chart of accounts are defined.

## ACCOUNTS FOR THE YEAR 2006

### CERTIFICATE

The annual accounts of the European Foundation have been prepared in accordance with the accounting rules and methods adopted by the Commission's accounting officer and the financial statements are drawn up in accordance with the generally accepted accounting principles.

I hereby certify that, based on the information provided by the authorising officer, I have reasonable assurance that the accounts present a true and fair view of the financial position of the European Foundation.

Done in Dublin on 14<sup>th</sup> May 2007



Jean-Christophe Gayrand  
Accounting Officer

## ANALYSIS OF FINANCIAL MANAGEMENT IN RESPECT OF THE FINANCIAL YEAR 2006

### 1. Summary table of expenditure for financial year 2006 (in euro)

	TOTAL	TITLE I Staff Expenditure	TITLE 2 Administrative Expenditure	TITLE 3 Operating Expenditure
<b><u>Appropriations available</u></b> - Final appropriations for the financial year 2006	19,760,000	9,930,700	1,530,200	8,299,100
<b><u>Utilisation of appropriations</u></b> Commitments amounted to Carried-Over appropriations	19,216,906 343,167	9,893,647 0	1,463,533 32,840	7,859,726 310,327
Total utilisation	19,560,073	9,893,647	1,496,373	8,170,053
Leaving to be cancelled an amount of	199,927	37,053	33,826	129,048
Percentage utilised	99.0%	99.6%	97.8%	98.5%
Percentage cancelled	1.0%	0.4%	2.2%	1.5%
<b><u>Utilisation of appropriations carried over from 2005</u></b> Appropriations carried over	4,618,442	157,053	506,869	3,954,520
Payments from carryovers Amounted to	4,347,811	151,808	482,546	3,713,457
Leaving to be cancelled an amount of	270,631	5,245	24,323	241,063
Percentage utilised	94.2%	96.7%	95.2%	94.1%
Percentage cancelled	5.8%	3.3%	4.8%	5.9%

### 2. General appraisal regarding implementation of the 2006 Budget

#### 2.1 Appropriations for the Financial Year:

The appropriations entered in the budget for the financial year 2006, amounting to EUR 19,760,000 represented an increase of 2.5% by comparison with budgetary appropriations for the financial year 2005 of EUR 19,280,000.

Appropriations cancelled, amounting to EUR 199,927 represented 1% of final appropriations.

The commitments entered for the financial year 2006, amounting to EUR 19,560,073 represented 99% of final appropriations.

#### 2.2 The utilisation of appropriations carried over from the financial year 2005 to the financial year 2006 (EUR 4,618,442) amounted to 94.2%.

### 3. Analysis of the utilisation of appropriations and principal variances as compared with the financial year 2005

#### 3.1 **Title I:** The utilisation of Title I appropriations on the basis of commitments amounted in 2006

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to 99.6%, compared with 100% in the preceding financial year.

By comparison with the financial year 2005 the final appropriations committed increased by EUR 922,748 or 10.3%.

Major decreases were shown in Article 117 – Supplementary Services (-51%).

Major increases were shown in Article 110 – Staff (+13.7%) and Article 112 – Training & Contract Agents (+104.7%), Salary Weighting (+18.6%) and Missions (+45.2%).

**3.2 Title II:** The utilisation of Title II appropriations on the basis of commitments amounted in 2006 to 97.8% compared with 100% in the preceding financial year.

By comparison with the financial year 2005, the final appropriations committed increased by 8.3% (EUR 114,611).

Major increases were shown in Article 204 – Fitting-out premises – in the amount of EUR 82,201 and Article 220 – Technical & Electronic equipment (+13%).

Some decreases were shown in Cleaning and Maintenance (-12.9%) and Article 240 – Postage (-28.7%).

**3.3 Title III:** The utilisation of Title III appropriations on the basis of commitments, amounted in 2006 to 98.5%, compared with 100% in the preceding financial year.

By comparison with the financial year 2005, the final appropriations committed decreased by EUR 751,931 or 8.4%.

Decreases were shown in Article 303 – Studies in the amount of EUR -1,545,238 (-27.6%) and Article 305 – Translation (EUR -42,054).

Increases were shown in Article 304 – Meetings – in the amount of EUR 626,233 (+49.7%) and Article 301 – Dissemination of information – in the amount of EUR 119,451 (+10.3%).

**4. Comparative table of commitments 2006/2005**

		<b>Appropriations</b>	<b>Commitments</b>	
<b>Title</b>		<b>2006</b>	<b>2006</b>	<b>2005</b>
<b>I</b>	Staff	9,930,700	9,893,647	8,970,898
<b>II</b>	Administrative Expenses	1,530,200	1,463,533	1,381,763
<b>III</b>	Operating Expenditure – Improvement of Living and Working Conditions	8,299,100	7,859,726	8,921,893
	<b>TOTAL</b>	<b>19,760,000</b>	<b>19,216,906</b>	<b>18,072,286</b>

5. **Application of Appropriations for the Financial Year 2006 by Title:**

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Title	Carry Overs from 2005	Payments from Carry Overs	Cancelled	Appropriations for the Financial Year 2006	Commitments for the Financial Year 2006	Payments for the Financial Year 2006	Carry Overs from 2006	Cancelled
I Staff	157,052.83	151,807.67	5,245.16	9,930,700.16	9,893,646.78	9,773,933.94	119,712.84	37,053.38
II Administration Expenses	506,868.65	482,545.72	24,322.93	1,530,200.00	1,463,533.26	861,680.08	634.693.48	33,826.44
III Operating Expenditure - Improvement of Living & Working Conditions	3,954,520.62	3,713,457.23	241,063.39	8,299,099.84	7,859,726.42	4,612,546.70	3,557,506.72	129,046.42
<b>TOTAL</b>	<b>4,618,442.10</b>	<b>4,347,810.62</b>	<b>270,631.48</b>	<b>19,760,000.00</b>	<b>19,216,906.46</b>	<b>15,248,160.72</b>	<b>4,311,913.04</b>	<b>199,926.24</b>

STATEMENT OF REVENUE FOR THE FINANCIAL YEAR 2006							
Art.	Item	Heading	Estimates entered in the Budget	Entitlements established during financial year	Amounts collected	Amounts outstanding in respect of financial year	Amounts outstanding from preceeding year
100		TITLE 1: EUROPEAN UNION SUBSIDY					
		CHAPTER 10 - EUROPEAN UNION SUBSIDY - TOTAL	19,000,000.00	19,000,000.00	19,000,000.00	0.00	-1,205,148.35
		CHAPTER 10 - PHARE SUBSIDY - TOTAL	540,000.00	241,200.00	241,200.00	0.00	
<b>TITLE 1 - TOTAL</b>			<b>19,540,000.00</b>	<b>19,241,200.00</b>	<b>19,241,200.00</b>	<b>0.00</b>	<b>-1,205,148.35</b>
500		TITLE 5: MISCELLANEOUS REVENUE					
		CHAPTER 50 - PROCEEDS OF THE SALE OF MOVABLE AND IMMOVABLE PROPERTY - TOTAL	t.e.	15,000.00	0.00	15,000.00	
520		CHAPTER 52 - REVENUE FROM INVESTMENTS OR LOANS, BANK INTEREST AND OTHER ITEMS - TOTAL	t.e.	0.00	0.00	0.00	
540		CHAPTER 54 - MISCELLANEOUS REVENUE AVAILABLE FOR RE-USE BUT NOT USED - TOTAL	t.e.	0.00	0.00	0.00	
590		CHAPTER 59 - OTHER REVENUE FROM ADMINISTRATIVE OPERATIONS - TOTAL	t.e.	14,733.45	13,693.04	1,040.41	
<b>TITLE 5: TOTAL</b>			<b>0.00</b>	<b>29,733.45</b>	<b>13,693.04</b>	<b>16,040.41</b>	<b>0.00</b>
		TITLE 6: REVENUE FROM SERVICES RENDERED AGAINST PAYMENT					
		CHAPTER 60					
600		Revenue from services rendered against payment	220,000.00	178,014.04	248,290.44	0.00	
601		Revenue from co-financing agreements	t.e.	0.00	0.00	0.00	
602		Revenue from sales of publications	t.e.	166.76	166.76	0.00	
603		Proceeds from the letting and hiring of immovable property	t.e.	3,422.00	2,800.00	622.00	
<b>TITLE 6: TOTAL</b>			<b>220,000.00</b>	<b>181,602.80</b>	<b>251,257.20</b>	<b>622.00</b>	<b>0.00</b>
<b>GRAND TOTAL</b>			<b>19,760,000.00</b>	<b>19,452,536.25</b>	<b>19,506,150.24</b>	<b>16,662.41</b>	<b>-1,205,148.35</b>



## STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006

Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
		<b>TITLE 1: STAFF</b>							
		<i>CHAPTER 11 - STAFF IN ACTIVE EMPLOYMENT</i>							
110		Staff holding a post provided for in the list of posts							
	1100	Basic salaries	5,142,000.00	91,540.00	5,233,540.00	5,233,533.19	5,233,533.19	0.00	6.81
	1101	Family allowances	736,000.00	-38,000.00	698,000.00	697,989.32	697,989.32	0.00	10.68
	1102	Expatriation allowances	631,000.00	27,310.00	658,310.00	658,301.97	658,301.97	0.00	8.03
	1103	Secretarial allowances	60,000.00	-7,000.00	53,000.00	52,840.21	52,840.21	0.00	159.79
		<i>Article 110 Total</i>	6,569,000.00	73,850.00	6,642,850.00	6,642,664.69	6,642,664.69	0.00	185.31
112	1120	Further training, language courses, retraining and information for staff	160,000.00	20,500.00	180,500.00	180,211.00	121,783.32	58,427.68	289.00
	1121	Contract Agents	177,000.00	-29,000.00	148,000.00	147,941.84	147,941.84	0.00	58.16
		<i>Article 112 Total</i>	337,000.00	-8,500.00	328,500.00	328,152.84	269,725.16	58,427.68	347.16
113		Employer's social security contributions							
	1130	Insurance against sickness	190,000.00	0.00	190,000.00	189,766.38	189,766.38	0.00	233.62
	1131	Insurance against accidents and occupational disease	58,000.00	-9,670.00	48,330.00	48,320.94	48,320.94	0.00	9.06
	1132	Unemployment Insurance	42,000.00	30,000.00	72,000.00	71,126.99	71,126.99	0.00	873.01
		<i>Article 113 Total</i>	290,000.00	20,330.00	310,330.00	309,214.31	309,214.31	0.00	1,115.69
114		Miscellaneous allowances and grants							
	1141	Travel expenses for annual leave	163,000.00	-44,000.00	119,000.00	118,703.59	118,703.59	0.00	296.41
	1145	Special allowances for accounting officers and administrators of advance funds	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		<i>Article 114 Total</i>	163,000.00	-44,000.00	119,000.00	118,703.59	118,703.59	0.00	296.41
115	1150	Miscellaneous allowances and grants	10,000.00	-2,000.00	8,000.00	7,808.70	7,808.70	0.00	191.30

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
117		Supplementary services							
	1175	Temporary staff and other services and work sent out for translation and typing	192,000.00	48,020.00	240,020.00	235,042.91	220,542.91	14,500.00	4,977.09
	1176	Officials seconded from Member State bodies	250,000.00	-148,200.00	101,800.00	101,736.13	101,736.13	0.00	63.87
	1177	Trainee officials (stagiaires)	55,000.00	-30,000.00	25,000.00	22,346.54	22,346.54	0.00	2,653.46
		<i>Article 117 Total</i>	497,000.00	-130,180.00	366,820.00	359,125.58	344,625.58	14,500.00	7,694.42
118		Allowances and expenses on entering and leaving the service and on transfer							
	1180	Miscellaneous expenditure on recruitment	200,000.00	-149,233.15	50,766.85	50,765.88	46,914.98	3,850.90	0.97
	1181	Travel expenses (including members of the family)	5,000.00	356.07	5,356.07	5,356.07	5,356.07	0.00	0.00
	1182	Installation, resettlement and transfer allowances	80,000.00	12,667.38	92,667.38	90,656.72	90,656.72	0.00	2,010.66
	1183	Removal expenses	60,000.00	-10,000.00	50,000.00	49,035.97	47,075.97	1,960.00	964.03
	1184	Temporary daily subsistence allowances	40,000.00	0.00	40,000.00	35,099.08	35,099.08	0.00	4,900.92
		<i>Article 118 Total</i>	385,000.00	-146,209.70	238,790.30	230,913.72	225,102.82	5,810.90	7,876.58
119	1190	Salary weightings	1,350,000.00	800.00	1,350,800.00	1,350,337.17	1,350,337.17	0.00	462.83
		<i>CHAPTER 11 - TOTAL</i>	<b>9,601,000.00</b>	<b>-235,909.70</b>	<b>9,365,090.30</b>	<b>9,346,920.60</b>	<b>9,268,182.02</b>	<b>78,738.58</b>	<b>18,169.70</b>
		<i>CHAPTER 13 - MISSIONS AND DUTY TRAVEL</i>							
130	1300	Mission expenses, travel expenses and other incidental expenditure	417,562.13	20,135.36	437,697.49	428,418.75	395,911.84	32,506.91	9,278.74
	81300/91300	PHARE Mission expenses, travel expenses and other incidental expenditure	36,437.87	0.00	36,437.87	36,095.77	35,220.52	875.25	342.10
		<i>CHAPTER 13 - TOTAL</i>	<b>454,000.00</b>	<b>20,135.36</b>	<b>474,135.36</b>	<b>464,514.52</b>	<b>431,132.36</b>	<b>33,382.16</b>	<b>9,620.84</b>

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
		CHAPTER 14 : SOCIOMEDICAL INFRASTRUCTURE							
140	1400	Restaurants and canteens	55,000.00	-1,423.50	53,576.50	53,576.50	48,773.96	4,802.54	0.00
141	1410	Medical service	25,000.00	-16,602.00	8,398.00	8,398.00	7,686.87	711.13	0.00
142	1420	Other welfare expenditure	15,000.00	0.00	15,000.00	10,237.16	8,869.16	1,368.00	4,762.84
143	1430	Entertainment and representation expenses	10,000.00	4,500.00	14,500.00	10,000.00	9,289.57	710.43	4,500.00
		CHAPTER 14 - TOTAL	105,000.00	-13,525.50	91,474.50	82,211.66	74,619.56	7,592.10	9,262.84
		TITLE 1 TOTAL	10,160,000.00	-229,299.84	9,930,700.16	9,893,646.78	9,773,933.94	119,712.84	37,053.38

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STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
		<b>TITLE 2: BUILDINGS, EQUIPMENT AND MISCELLANEOUS OPERATING EXPENDITURE</b>							
		<i>CHAPTER 20 - RENTAL OF BUILDINGS AND ASSOCIATED COSTS</i>							
201	2010	Insurance	56,000.00	-13,200.00	42,800.00	42,214.46	42,214.46	0.00	585.54
202	2020	Water, gas, electricity and heating	70,000.00	28,700.00	98,700.00	98,279.50	84,356.67	13,922.83	420.50
203	2030	Cleaning and maintenance	182,000.00	12,845.00	194,845.00	193,993.00	54,732.13	139,260.87	852.00
204	2040	Fitting-out of premises	140,000.00	-20,840.30	119,159.70	96,477.90	1,937.77	94,540.13	22,681.80
205	2050	Security and surveillance of buildings	58,000.00	56,580.00	114,580.00	114,496.82	40,296.62	74,200.20	83.18
209	2090	Other expenditure on buildings	74,000.00	3,155.00	77,155.00	77,154.51	77,154.51	0.00	0.49
		<i>CHAPTER 20 - TOTAL</i>	<b>580,000.00</b>	<b>67,239.70</b>	<b>647,239.70</b>	<b>622,616.19</b>	<b>300,692.16</b>	<b>321,924.03</b>	<b>24,623.51</b>
		<i>CHAPTER 21 - RENT</i>							
	2100	Rent	7,000.00	2,800.00	9,800.00	9,800.00	8,171.00	1,629.00	0.00
		<i>CHAPTER 21 - TOTAL</i>	<b>7,000.00</b>	<b>2,800.00</b>	<b>9,800.00</b>	<b>9,800.00</b>	<b>8,171.00</b>	<b>1,629.00</b>	<b>0.00</b>

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STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
220		CHAPTER 22 - MOVABLE PROPERTY AND ASSOCIATED COSTS							
		Technical installations and electronic office equipment							
	2200	New purchases of technical equipment and installations	16,000.00	-11,790.00	4,210.00	4,061.78	3,756.65	305.13	148.22
	2201	Replacement of technical equipment and installations	0.00	0.00				0.00	0.00
	2202	Hire of technical equipment and installations	32,000.00	-28,000.00	4,000.00	1,329.46	1,329.46	0.00	2,670.54
	2203	Maintenance, use and repair of technical equipment and installations	44,000.00	74,600.00	118,600.00	118,509.85	33,057.46	85,452.39	90.15
	2204	Electronic office equipment	570,000.00	-72,159.70	497,840.30	464,897.05	293,462.82	204,274.53	102.95
		Article 220 - Total	662,000.00	-37,349.70	624,650.30	588,798.14	331,606.39	290,032.05	3,011.86
221		Furniture							
	2210	New purchases of furniture	0.00	2,100.00	2,100.00	1,981.34	1,981.34	0.00	118.66
	2211	Replacement of furniture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	2213	Maintenance, use and repair of furniture	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		Article 221 - Total	0.00	2,100.00	2,100.00	1,981.34	1,981.34	0.00	118.66
223		Vehicles							
	2231	Replacement of vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	2233	Maintenance, use and repair of vehicles	1,000.00	300.00	1,300.00	1,247.78	1,247.78	0.00	52.22
		Article 223 - Total	1,000.00	300.00	1,300.00	1,247.78	1,247.78	0.00	52.22
225		Documentation and library expenditure							
	2250	Library funds, purchase of books	30,000.00	0.00	30,000.00	30,000.00	26,807.36	3,192.64	0.00
	2252	Subscription to newspapers and periodicals	30,000.00	0.00	30,000.00	30,000.00	29,251.34	748.66	0.00
	2255	Subscription to view-data services	30,000.00	0.00	30,000.00	29,921.13	27,595.26	2,325.87	78.87
		Article 225 - Total	90,000.00	0.00	90,000.00	89,921.13	83,653.96	6,267.17	78.87
		CHAPTER 22 - TOTAL	753,000.00	-34,949.70	718,050.30	681,948.39	418,489.47	296,299.22	3,261.61

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
		CHAPTER 23 - CURRENT ADMINISTRATIVE EXPENDITURE							
230	2300	Stationery and office supplies	37,000.00	-8,400.00	28,600.00	27,703.99	22,847.27	4,856.72	896.01
232	2320	Bank Charges	2,000.00	9,200.00	11,200.00	11,100.00	11,063.20	36.80	100.00
235	2350	Uniforms and working clothes	3,000.00	-890.00	2,110.00	2,109.65	2,109.65	0.00	0.35
239		Other administrative expenditure							
	2390	Publications	8,000.00	1,200.00	9,200.00	9,188.54	9,188.54	0.00	11.46
	2394	Petty expenses	1,000.00	0.00	1,000.00	965.68	965.68	0.00	34.32
		Article 239 - Total	9,000.00	1,200.00	10,200.00	10,154.22	10,154.22	0.00	45.78
		CHAPTER 23 - TOTAL	51,000.00	1,110.00	52,110.00	51,067.86	46,174.34	4,893.52	1,042.14
		CHAPTER 24 - POSTAL AND TELECOMMUNICATIONS CHARGES							
240	2400	Postage and delivery charges	38,000.00	-6,000.00	32,000.00	28,822.06	21,038.37	7,783.69	3,177.94
241	2410	Telephone, telegraph, telex, radio, television	71,000.00	0.00	71,000.00	69,278.76	67,114.74	2,164.02	1,721.24
		CHAPTER 24 - TOTAL	109,000.00	-6,000.00	103,000.00	98,100.82	88,153.11	9,947.71	4,899.18
TITLE 2 TOTAL			1,500,000.00	30,200.00	1,530,200.00	1,463,533.26	861,680.08	634,693.48	33,826.44

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STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
		<b>TITLE 3 : OPERATING EXPENDITURE</b>							
		<i>CHAPTER 30 - OPERATING EXPENDITURE</i>							
300	3000	Establishment of operational documentation	725,000.00	-97,334.96	627,665.04	578,422.59	336,809.39	287,813.20	3,042.45
301		Dissemination of information							
	3010	Publication of results of studies	997,710.00	-271,856.00	725,854.00	725,814.00	488,110.35	237,703.65	40.00
	83010	PHARE - Publication of results of studies	30,090.00	0.00	30,090.00	30,000.00	0.00	30,000.00	90.00
	3011	Publication of the annual report	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	3012	Marketing and promotional activities	492,800.00	45,840.06	538,640.06	518,464.29	250,971.89	267,492.40	20,175.77
		<i>Article 301 - Total</i>	1,520,600.00	-226,015.94	1,294,584.06	1,274,278.29	739,082.24	535,196.05	20,305.77
302	3020	Participation in congresses and public events	0.00	0.00	0.00	0.00	0.00	0.00	0.00
303	3030	Studies and pilot schemes relating to living and working conditions	3,778,880.00	38,780.42	3,817,660.42	3,553,533.42	1,510,905.32	2,306,755.10	0.00
	83030/93030	PHARE - Studies and pilot schemes relating to living and working conditions	296,120.00	0.00	296,120.00	235,386.00	91,505.72	143,880.28	60,734.00
		<i>Article 303 - Total</i>	4,075,000.00	38,780.42	4,113,780.42	3,788,919.42	1,602,411.04	2,450,635.38	60,734.00

STATEMENT OF EXPENDITURE FOR THE FINANCIAL YEAR 2006									
Art.	Item	Heading	Appropriations entered in the Budget	Transfers made	Final Appropriations	Commitments	Payments	Appropriations carried over (ART.10,3/4)	Appropriations cancelled
304		Expenditure for meetings (Administrative Board, Committee of Experts, seminars, colloquia, co- ordination meetings, etc.) & interpretation costs thereof							
	3040	General costs of meetings	942,807.87	497,346.08	1,440,153.95	1,416,383.80	1,224,990.58	191,393.22	23,770.15
	83040/9								
	3040	PHARE - General costs of meetings	157,192.13	0.00	157,192.13	155,760.34	165,654.61	-9,894.27	1,431.79
	3041	Interpretation costs	142,440.00	42,164.74	184,604.74	183,104.74	182,204.74	900.00	1,500.00
	93041	PHARE - Interpretation costs	360.00	0.00	360.00	360.00	360.00	0.00	0.00
	3042	Meetings of the Administrative Board	147,600.00	213.04	147,813.04	129,550.78	121,050.78	8,500.00	18,262.26
	3043	Meetings of the Committee of Experts	0.00	0.00	0.00	0.00	0.00	0.00	0.00
		<i>Article 304 - Total</i>	1,390,400.00	539,723.86	1,930,123.86	1,885,159.66	1,694,260.71	190,898.95	44,964.20
305	3050	Translation of study reports and working documents for seminars, co-ordination meetings, colloquia, etc.	389,000.00	-56,053.54	332,946.46	332,946.46	239,983.32	92,963.14	0.00
TITLE 3 TOTAL			8,100,000.00	199,099.84	8,299,099.84	7,859,726.42	4,612,546.70	3,557,506.72	129,046.42
GRAND TOTALS			19,760,000.00	0.00	19,760,000.00	19,216,906.46	15,248,160.72	4,311,913.04	199,926.24

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STATEMENT OF USE OF APPROPRIATIONS CARRIED OVER AUTOMATICALLY FROM 2005 TO 2006 AS AT 31.12.06					
	Item	Heading	Appropriations carried over automatically under Article 10,3/4	Payments	Appropriations Cancelled
		<b>TITLE 1 - STAFF</b>			
	1120	Further training, language courses, retraining and information for staff	100,137.50	97,933.75	2,203.75
	1175	Temporary staff and other services and work sent out for translation and typing	31,066.94	30,866.94	200.00
	1177	Trainee officials (stagiaires)	1,800.00	1,800.00	0.00
	1180	Miscellaneous Expenditure on Staff Recruitment	5,519.04	5,519.04	0.00
	1300	Mission expenses, travel expenses and other incidental expenditure	9,088.57	8,390.82	697.75
	1400	Restaurants and canteens	4,121.82	3,057.96	1,063.86
	1410	Medical Service	4,927.15	3,959.16	967.99
	1420	Other welfare expenditure	391.81	280.00	111.81
		<b>TITLE 1 TOTAL</b>	<b>157,052.83</b>	<b>151,807.67</b>	<b>5,245.16</b>
		<b>TITLE 2 - BUILDINGS, EQUIPMENT AND MISCELLANEOUS OPERATING EXPENDITURE</b>			
	2020	Water, gas, electricity and heating	1,265.89	1,265.89	0.00
	2030	Cleaning and maintenance	127,098.39	120,752.14	6,346.25
	2040	Fitting out of Premises	6,008.17	3,921.35	2,086.82
	2050	Security and surveillance of buildings	52,893.11	48,178.14	4,714.97
	2200	New purchases of technical equipment and installations	1,097.43	570.71	526.72
	2202	Hire of technical equipment and installations	7,100.49	4,737.49	2,363.00
	2203	Maintenance, use and repair of technical equipment and installations	44,542.40	40,898.69	3,643.71
	2204	Electronic office equipment	182,897.12	181,422.57	1,474.55
	2231	Replacement of vehicles	31,608.00	31,608.00	0.00
	2250	Library expenses, purchase of books	3,386.50	3,194.94	191.56
	2252	Subs to newspapers & periodicals	11,627.35	11,627.35	0.00
	2255	Subscription to view-data services	3,955.50	3,952.09	3.41
	2300	Stationery and office supplies	5,362.25	3,518.60	1,843.65
	2320	Bank charges	689.10	0.00	689.10
	2390	Publications	13,200.00	13,200.00	0.00
	2400	Postage and delivery charges	6,865.80	6,643.85	221.95
	2410	Telephone, telegraph, telex, radio, television	7,271.15	7,053.91	217.24
		<b>TITLE 2 TOTAL</b>	<b>506,868.65</b>	<b>482,545.72</b>	<b>24,322.93</b>

	<b>TITLE 3 - OPERATING EXPENDITURE</b>			
3000	Establishment of operational documentation	245,887.90	244,708.24	1,179.66
3010	Publication of results of studies	275,249.74	237,748.44	37,501.30
3012	Marketing and promotional activities	282,658.26	159,372.66	123,285.60
3030	Studies and pilot schemes relating to living and working conditions	2,933,841.40	2,889,749.78	44,091.62
93030	PHARE - Studies and pilot schemes relating to living and working conditions	96,768.60	96,768.60	0.00
3040	General costs of meetings	42,325.26	32,034.54	10,290.72
3041	Interpretation costs	7,596.75	4,360.00	3,236.75
93041	PHARE - Interpretation costs	18,423.20	0.00	18,423.20
3042	Administrative Board meetings	3,411.96	557.42	2,854.54
3050	Translation of study reports and working documents for seminars, co-ordination meetings, colloquia, etc.	48,357.55	48,157.55	200.00
<b>TITLE 3 TOTAL</b>		<b>3,954,520.62</b>	<b>3,713,457.23</b>	<b>241,063.39</b>
<b>GRAND TOTALS</b>		<b>4,618,442.10</b>	<b>4,347,810.62</b>	<b>270,631.48</b>

## BUDGET OUTTURN ACCOUNT FOR THE FINANCIAL YEAR 2006

		2006	2005
<b>REVENUE</b>			
Commission subsidy (for the operating budget -Titles 1,2 and 3 - of the agency)	+	19,000,000.00	19,060,000.00
Phare funds from Commission	+	241,200.00	
Other contributions and funding received via the Commission	+		
Other donors		251,257.20	163,238.93
Fee income	+		
Other revenue	+	13,693.04	
<b>TOTAL REVENUE (a)</b>		<b>19,506,150.24</b>	<b>19,223,238.93</b>
<b>EXPENDITURE</b>			
<i>Title I: Staff</i>			
Payments	-	-9,773,933.94	-8,813,845.37
Appropriations carried over	-	-119,712.84	-157,052.83
<i>Title II: Administrative Expenses</i>			
Payments	-	-861,680.08	-874,894.10
Appropriations carried over	-	-634,693.48	-506,868.65
<i>Title III: Operating Expenditure</i>			
Payments	-	-4,612,546.70	-4,967,462.93
Appropriations carried over	-	-3,557,506.72	-3,954,520.62
<b>TOTAL EXPENDITURE (b)</b>		<b>-19,560,073.76</b>	<b>-19,274,644.50</b>
<b>OUTTURN FOR THE FINANCIAL YEAR (a-b)</b>		<b>-53,923.52</b>	<b>-51,405.57</b>
Cancellation of unused payment appropriations carried over from previous year	+	270,631.48	70,780.91
Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue	+		
Exchange differences for the year (gain +/-loss -)	+/-	-599.88	-216.11
<b>BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR</b>		<b>216,108.08</b>	<b>19,159.23</b>
Balance year N-1	+/-	-1,205,148.35	-1,224,307.58
Positive balance from year N-1 reimbursed in year N to the Commission	-		
<b>Result used for determining amounts in general accounting</b>		<b>-989,040.27</b>	<b>-1,205,148.35</b>
<b>Commission subsidy - agency registers accrued revenue and Commission accrued expense</b>		<b>19,000,000.00</b>	
<b>Pre-financing remaining open to be reimbursed by agency to Commission in year N+1</b>		<b>0.00</b>	

Not included in the budget outturn:

Interest received by 31/12/N on the Commission subsidy funds and to be reimbursed to the Commission (liability)	+	68,957.88	
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## 1. Economic Outturn Account

1	2	4	5
Consolidation account		2006	2005
706130	GNI based resources	0.00	0.00
706140	VAT resources	0.00	0.00
706120	Traditional Own Resources	0.00	0.00
706199	Funds transferred from the Commission to other Institutions	0.00	0.00
740100	Contributions of EFTA countries belonging to the EEA	0.00	0.00
712000	Fines	0.00	0.00
743000	Recovery of expenses	0.00	0.00
744000	Revenues from administrative operations	248,008.56	365,483.02
745000	Other operating revenue	19,517,550.76	18,600,818.12
777777	<b>TOTAL OPERATING REVENUE</b>	<b>19,765,559.32</b>	<b>18,966,301.14</b>
610000	Administrative expenses	-11,738,644.56	-10,727,497.01
620100	Staff expenses	-8,907,712.56	-8,034,626.37
630100	Fixed asset related expenses	-724,701.05	-576,337.65
620200			0.00
611000	Other administrative expenses	-2,106,230.95	-2,116,532.99
600000	Operational expenses	-7,408,732.63	-8,581,036.21
601000	Centralized Direct Management	0.00	0.00
605000	Centralized Indirect Management	0.00	0.00
603000	Decentralized Management	0.00	0.00
602000	Shared Management	0.00	0.00
604000	Joint Management	0.00	0.00
606000	Other operational expenses	-7,408,732.63	-8,581,036.21
666666	<b>TOTAL OPERATING EXPENSES</b>	<b>-19,147,377.19</b>	<b>-19,308,533.22</b>
	<b>SURPLUS/(DEFICIT) FROM OPERATING ACTIVITIES</b>	<b>618,182.13</b>	<b>-342,232.08</b>
750000	Financial revenues	0.00	0.00
650000	Financial expenses	-10,374.10	-9,299.63
680000	Movement in pensions (- expense, + revenue)		
750530	Share of net surpluses or deficits of associates and joint ventures accounted for using the equity method		
	<b>SURPLUS/ (DEFICIT) FROM NON OPERATING ACTIVITIES</b>	<b>-10,374.10</b>	<b>-9,299.63</b>
	<b>SURPLUS/(DEFICIT) FROM ORDINARY ACTIVITIES</b>	<b>607,808.03</b>	<b>-351,531.71</b>
800008	Minority interest		
790000	Extraordinary gains (+)		
690000	Extraordinary losses (-)		
	<b>SURPLUS/(DEFICIT) FROM EXTRAORDINARY ITEMS</b>	<b>0.00</b>	<b>0.00</b>
	<b>ECONOMIC RESULT OF THE YEAR</b>	<b>607,808.03</b>	<b>-351,531.71</b>

# Reconciliation of the accrual based result with the budgetary result

	sign +/-	amount
<b>Economic result (- for loss)</b>	<b>+/-</b>	<b>607,808.03</b>
<b><i>Adjustment for accrual items (items not in the budgetary result but included in the economic result)</i></b>		
<b>A</b> Adjustments for Accrual Cut-off (reversal 31.12.N-1)	-	-2,334,465.19
<b>B</b> Adjustments for Accrual Cut-off (cut- off 31.12.N )	+	969,587.43
<b>C</b> Amount from liaison account with Commission booked in the Economic Outturn Account	-	
<b>D</b> Unpaid invoices at year end but booked in charges (class 6)	+	150,011.53
<b>E</b> Depreciation of intangible and tangible fixed assets (1)	+	639,595.73
<b>F</b> Provisions (1)	+	84,455.00
<b>G</b> Value reductions (1)	+	
<b>H</b> Recovery Orders issued in 2006 in class 7 and not yet cashed	-	
<b>I</b> Cleared Prefinancing in the year ( they are in the economic result but not in the budgetary result)	+	
<b>J</b> Payments made from carry over of payment appropriations	+	4,347,810.62
<b>K</b> Other *)	+/-	-82,155.00
<b>L</b> Exchange rate differences (2) (3)	+/-	
<b><i>Adjustment for budgetary items (item included in the budgetary result but not in the economic result)</i></b>		
<b>M</b> Asset acquisitions (less unpaid amounts)	-	-229,133.07
<b>N</b> New pre-financing paid in the year 2006	-	-321,528.29
<b>O</b> New pre-financing received in the year 2006 and remaining open as at 31.12.2006	+	70,276.40
<b>P</b> Budgetary recovery orders issued before 2006 and cashed in the year	+	355,125.63
<b>Q</b> Budgetary recovery orders issued in 2006 on balance sheet accounts (not 7 accounts) and cashed	+	
<b>R</b> Capital payments on financial leasing (they are budgetary payments but not in the economic result)	-	
<b>S</b> Payment appropriations carried over to 2007	-	-4,311,913.04
<b>T</b> Cancellation of unused carried over payment appropriations from previous year	+	270,631.48
<b>U</b> Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue	+	
<b>V</b> Payments for pensions ( they are budgetary payments but booked against provisions)	-	
<b>W</b> Paiements for stocks of leave and supplementary hours ( they are budgetary payments but booked against provisions)	-	
<b>X</b> Other **)	+/-	
<b>total</b>		<b>216,107.26</b>
<b>Budgetary result (+ for surplus) (4)</b>		<b>216,108.08</b>
Delta not explained		0.82

## 2.1 Balance Sheet: ASSETS

1	2	3	4	5	6
Consolidation account		Annexe n°	31.12.2006	31.12.2005	Variation
	<b>ASSETS</b>				
	<b>A. NON CURRENT ASSETS</b>				
210000	<b>Intangible fixed assets</b>	<b>A1</b>	<b>83,728.03</b>	<b>21,647.89</b>	<b>62,080.14</b>
200000	<b>Tangible fixed assets</b>	<b>A2</b>	<b>2,387,875.12</b>	<b>2,778,262.92</b>	<b>-390,387.80</b>
221000	Land and buildings		1,849,810.74	2,113,498.49	-263,687.75
230000	Plant and equipment		49,999.46	143,993.35	-93,993.89
241000	Computer hardware		235,930.29	221,553.40	14,376.89
240000	Furniture and vehicles		119,858.52	83,057.31	36,801.21
242000	Other fixtures and fittings		130,263.19	215,127.45	-84,864.26
250000	Leasing		0.00	0.00	0.00
244000	Tangible fixed assets under construction		2,012.92	1,032.92	980.00
280000	<b>Investments</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
284000	Guarantee Fund				0.00
282000	Investments in associates				0.00
283000	Interest in joint ventures				0.00
281000	Other investments		0.00	0.00	0.00
290000	<b>Loans</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
291000	Loans granted from the budget		0.00	0.00	0.00
294000	Loans granted from borrowed funds		0.00	0.00	0.00
299000	<b>Long-term pre-financing</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
range	Long-term pre-financing		0.00	0.00	0.00
range	LT pre-financing with consolidated EC entities		0.00	0.00	0.00
292000	<b>Long-term receivables</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
range	Long-term receivables		0.00	0.00	0.00
292009	LT receivables with consolidated EC entities		0.00	0.00	0.00
<b>TOTAL NON CURRENT ASSETS</b>			<b>2,471,603.15</b>	<b>2,799,910.81</b>	<b>-328,307.66</b>
	<b>B. CURRENT ASSETS</b>				
310000	<b>Stocks</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
405000	<b>Short-term pre-financing</b>	<b>A3</b>	<b>343,880.90</b>	<b>538,724.61</b>	<b>-194,843.71</b>
range	Short-term pre-financing		343,880.90	538,724.61	-194,843.71
range	ST pre-financing with consolidated EC entities		0.00	0.00	0.00
400000	<b>Short-term receivables</b>		<b>690,618.87</b>	<b>504,999.99</b>	<b>185,618.88</b>
401000	Current receivables	<b>A4</b>	238,168.43	296,017.13	-57,848.70
	Consolidated - Current receivables				0.00
420900	Long term receivables falling due within a year				0.00
410900	Sundry receivables	<b>A5</b>	5,142.42	5,559.40	-416.98
490000	Other	<b>A6</b>	158,254.32	103,423.46	54,830.86
490010	Accrued income				0.00
490011	Deferred charges		158,254.32	103,423.46	54,830.86
490012	Other				0.00
490090	Deferrals and Accruals with consolidated EC entities		0.00		0.00
400009	Short-term receivables with consolidated EC entities	<b>A7</b>	289,053.70	100,000.00	189,053.70
501000	<b>Short-term Investments</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
500000	<b>Cash and cash equivalents</b>	<b>A8</b>	<b>3,110,987.03</b>	<b>3,244,437.66</b>	<b>-133,450.63</b>
<b>TOTAL CURRENT ASSETS</b>			<b>4,145,486.80</b>	<b>4,288,162.26</b>	<b>-142,675.46</b>
<b>TOTAL</b>			<b>6,617,089.95</b>	<b>7,088,073.07</b>	<b>-470,983.12</b>

## 2.2 Balance Sheet: LIABILITIES

1	2	3	4	5	6
Consolidation account		Annexe n°	31.12.2006	31.12.2005	Variation
	<b>LIABILITIES</b>				
	<b>A. CAPITAL</b>	<b>L1</b>	<b>4,700,391.95</b>	<b>4,092,583.92</b>	<b>607,808.03</b>
100000	<b>Reserves</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
140000	<b>Accumulated surplus/deficit</b>		<b>4,092,583.92</b>	<b>4,444,115.63</b>	<b>-351,531.71</b>
141000	<b>Economic result of the year - profit+/loss-</b>		<b>607,808.03</b>	<b>-351,531.71</b>	<b>959,339.74</b>
					<b>0.00</b>
	<b>B. Minority interest</b>				<b>0.00</b>
					<b>0.00</b>
	<b>C. NON CURRENT LIABILITIES</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
161000	<b>Employee benefits</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
162000	<b>Provisions for risks and charges</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
170000	<b>Financial liabilities</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
170200	Borrowings		0.00	0.00	0.00
170300	Held-for-trading liabilities		0.00	0.00	0.00
172000	<b>Other long-term liabilities</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
172100	Other long-term liabilities		0.00	0.00	0.00
172009	Other LT liabilities with consolidated Ec entities		0.00	0.00	0.00
172019	Pre-financing received from consolidated EC entities		0.00	0.00	0.00
172029	Other LT liabilities from consolidated EC entities		0.00	0.00	0.00
	<b>TOTAL NON CURRENT LIABILITIES</b>		<b>4,700,391.95</b>	<b>4,092,583.92</b>	<b>607,808.03</b>
					<b>0.00</b>
482000	<b>D. CURRENT LIABILITIES</b>	<b>L2</b>	<b>1,916,698.00</b>	<b>2,995,489.15</b>	<b>-1,078,791.15</b>
	<b>Provisions for risks and charges</b>		<b>274,167.00</b>	<b>189,712.00</b>	<b>84,455.00</b>
430000	<b>Financial liabilities</b>		<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
431000	Borrowings falling due within the year		0.00	0.00	0.00
432000	Held-for-trading liabilities due within the year		0.00	0.00	0.00
433000	Other current financial liabilities				0.00
440000	<b>Accounts payable</b>		<b>1,642,531.00</b>	<b>2,805,777.15</b>	<b>-1,163,246.15</b>
441000	Current payables	<b>L3</b>	281,211.38	154,203.92	127,007.46
442000	Long-term liabilities falling due within the year		0.00	0.00	0.00
443000	Sundry payables				0.00
491000	Other	<b>L4</b>	1,106,139.52	2,336,212.00	-1,230,072.48
491010	Accrued charges		1,106,139.52	2,336,212.00	-1,230,072.48
491011	Deferred income				0.00
491090	Deferrals and accruals with consolidated EC entities		0.00		0.00
440009	Accounts payable with consolidated EC entities	<b>L5</b>	255,180.10	315,361.23	-60,181.13
440019	Pre-financing received from consolidated EC entities		171,840.00	260,000.00	-88,160.00
440029	Other accounts payable against consolidated EC entities		83,340.10	55,361.23	27,978.87
	<b>TOTAL CURRENT LIABILITIES</b>		<b>1,916,698.00</b>	<b>2,995,489.15</b>	<b>-1,078,791.15</b>
					<b>0.00</b>
	<b>TOTAL</b>		<b>6,617,089.95</b>	<b>7,088,073.07</b>	<b>-470,983.12</b>

## ACCOUNTS 2006 - ANNEXES TO THE BALANCE SHEET

### ASSETS

#### A. NON CURRENT ASSETS

##### Annex A1: Intangible Fixed Assets:

Intangible Fixed Assets are licences for softwares in use, bought to third parties.  
They are set out in the following table:

(Euros)

		Computer Software	Others	Intangible fixed assets under construction
<b>Gross carrying amounts 1.1.2006</b>	+	<b>214,812.15</b>		
Additions	+	26,089.00		
Disposals	-			
Transfer between headings	+/-			
Other changes	+/-	69,354.75		
<b>Gross carrying amounts 31.12.2006</b>		<b>310,255.90</b>	<b>0.00</b>	<b>0.00</b>
<b>Accumulated amortization and impairment 1.1.2006</b>	-	<b>-193,164.26</b>		
Amortization	-	-44,906.70		
Write-back of amortization	+			
Disposals	+			
Impairment	-			
Write-back of impairment	+			
Transfer between headings	+/-			
Other changes	+/-	11,543.09		
<b>Accumulated amortization and impairment 31.12.2006</b>		<b>-226,527.87</b>	<b>0.00</b>	<b>0.00</b>
<b>Net carrying amounts 31.12.2006</b>		<b>83,728.03</b>	<b>0.00</b>	<b>0.00</b>

Depreciation rate used conform with the accounting rules set up by the Accounting Officer of the Commission:  
**25.0%** (useful life: 4 years). They are depreciated monthly on a straight-line basis from the beginning of the month of entry of service.

##### Other changes:

A physical inventory has been carried-out for the first time in November 2006 resulting in the addition of important softwares.

##### Annex A2: Tangible Fixed Assets:

Tangible Fixed Assets are set out in the following table:

(Euros)

		Land	Buildings	Plant and Equipment	Computer hardware	Furniture and vehicles	Other Fixtures and Fittings	Tangible Fixed Assets under Construction	Total
<b>Gross carrying amounts 1.1.2006</b>	+		<b>7,257,875.27</b>	<b>344,336.47</b>	<b>641,245.19</b>	<b>566,520.26</b>	<b>708,891.33</b>	<b>1,032.92</b>	<b>9,519,901.44</b>
Additions	+		27,000.00	7,695.30	120,499.25	33,650.17	13,219.35	980.00	203,044.07
Disposals	-					-51,150.77	-5,687.98		-56,838.75
Transfer between headings	+/-								0.00
Other changes	+/-			-82,788.70	-113,818.33	-11,309.64	-36,021.38		-243,938.05
<b>Gross carrying amounts 31.12.2006</b>		<b>0.00</b>	<b>7,284,875.27</b>	<b>269,243.07</b>	<b>647,926.11</b>	<b>537,710.02</b>	<b>680,401.32</b>	<b>2,012.92</b>	<b>9,422,168.71</b>
<b>Accumulated depreciation and impairment 1.1.2006</b>	-		<b>-5,144,376.78</b>	<b>-200,343.12</b>	<b>-419,691.79</b>	<b>-483,462.95</b>	<b>-493,763.88</b>		<b>-6,741,638.52</b>
Depreciation	-		-290,687.75	-23,326.56	-99,379.67	-27,596.68	-153,698.37		-594,689.03
Write-back of depreciation	+								0.00
Disposals	+					51,150.77	5,687.98		56,838.75
Impairment	-								0.00
Write-back of impairment	+								0.00
Transfer between headings	+/-								0.00
Other changes	+/-			4,426.07	107,075.64	42,057.36	91,636.14		245,195.21
<b>Accumulated depreciation and impairment 31.12.2006</b>		<b>0.00</b>	<b>-5,435,064.53</b>	<b>-219,243.61</b>	<b>-411,995.82</b>	<b>-417,851.50</b>	<b>-550,138.13</b>	<b>0.00</b>	<b>-7,034,293.59</b>
<b>Net carrying amounts 31.12.2006</b>		<b>0.00</b>	<b>1,849,810.74</b>	<b>49,999.46</b>	<b>235,930.29</b>	<b>119,858.52</b>	<b>130,263.19</b>	<b>2,012.92</b>	<b>2,387,875.12</b>



Depreciation rates used, conform with the accounting rules set up by the Accounting Officer of the Commission, are the following:

<b><u>Intangible fixed assets</u></b>	
Software for personal computers and servers	25%
<b><u>Tangible fixed assets</u></b>	
<b><u>Land</u></b>	0%
<b><u>Buildings</u></b>	4%
<b><u>Plant and equipment</u></b>	
Scientific and laboratory equipment	25%
Tools for industry and workshops	12.5%
Lifting and mechanical handling equipment for public works, prospecting and mining	12.5%
Control and transmission devices, motors, compression, vacuum and pumping equipment	12.5%
Equipment for the supply and treatment of electric power	12.5%, 25%
Specific electric equipment	25%
<b><u>Furniture and vehicles</u></b>	
Office, laboratory and workshop furniture	10%
Electrical office equipment, printing and mailing equipment	25%
Printshop and postroom equipment	12.5%
Equipment and decorations for garden, kitchen, canteen, restaurant, crèche and school	12.5%
Motorised outdoor equipment	25%
Specific furniture and equipment for schools, crèches and childcare centres	25%
Furniture for restaurant/cafeteria/bar area	10%, 12.5%
Cash registers and card acceptor devices	25%
Antiques, artistic works, collectors' items	0%
Transport equipment (vehicles and accessories)	25%
<b><u>Computer hardware</u></b>	
Computers, servers, accessories, data transfer equipment, printers, screens	25%
Copying equipment, digitising and scanning equipment	25%
<b><u>Other fixtures and fittings</u></b>	
Telecommunications equipment	25%
Audiovisual equipment	25%
Computer, scientific and general books, documentation	
Computer books, CDs, DVDs	33%
Scientific books, general books, CDs, DVDs	25%
Health, safety and protective equipment, medical equipment,	12.5%
fire-fighting equipment, equipment for surveillance and security services	
Medical and nursing equipment	25%
<b><u>Tangible fixed assets under construction</u></b>	0%

Depreciation method used is straight-line basis from the beginning of the month of start of use.

#### Other changes:

A physical inventory has been carried-out for the first time in November 2006 resulting in the withdrawal of assets not active anymore.

## **B. CURRENT ASSETS**

### **Annex A3: Short-term pre-financing**

Short-term pre-financing are cash advances paid to suppliers. A maximum of 30% of the total value of the purchase is usually given as pre-financing.

Listing of pre-financing by nature:

Work:	4,900.00 €
Services:	3,800.00 €
Study Contracts:	335,180.90 €
<b>Total:</b>	<b>343,880.90 €</b>

#### **Annex A4: Current Receivables:**

These are amounts receivable from Customers, the outstanding amount of VAT to be claimed and other amounts to be claimed.

1. Amounts receivables:

From 2004:	1,356.00 €
From 2005:	282.90 €
From 2006:	16,596.37 €

**Total: 18,235.27 €**

2. VAT to be claimed:

This item corresponds to VAT already paid to Irish suppliers within the second half of the year 2006 and to be claimed back in 2007 from the Irish authorities, as the European Foundation is VAT exempted.

**Amount to be claimed back: 213,815.47 €**

3. Other amounts:

These are amounts to be claimed from other third parties because of various reasons: double payments or recovery orders to be raised for amounts received without reasons. Double payments are either deducted from further payments or recovered through a recovery order.

Double payments:	6,861.34
Recovery orders to be raised:	(743.65)

**Total: 6,117.69 €**

4. Summary:

Amounts receivables:	18,235.27 €
VAT to be claimed:	213,815.47 €
Other amounts:	6,117.69 €

**Total: 238,168.43 €**

#### **Annex A5: Sundry Receivables:**

These are advances made to Staff. in the two following categories:

Salary Advance:	3,842.42 €
Mission Advance:	1,300.00 €

These are cash advances required by staff members for the 2006 December missions.

These advances will be deducted from expenses to be reimbursed when staff members will submit their Mission expenses form in January 2007.

**TOTAL: 5,142.42 €**

#### **Annex A6: Other Short-term receivable:**

This amount corresponds to deferred charges. These are expenses paid during 2006 but that correspond to charges for 2007. The calculation has been made on a monthly prorata basis according to the period to which the expenses relate.

**TOTAL: 158,254.32 €**

#### **Annex A7: Short-term receivables with consolidated EC entities:**

This corresponds to amounts due by consolidated EC entities.

##### **1. DG Enlargement:**

PHARE subsidy on Grant 2002/047-893:	100,000.00 €
PHARE subsidy on Grant 2005/100-828:	187,012.00 €
<b>Total:</b>	<b>287,012.00 €</b>

##### **2. NAP Balances**

These are balances coming from the Commission's Payroll System NAP. They are generated when Staff members move from one EU institution to another and represent a cash difference.

Due by the Parliament:	2,295.62 €
Due by the Foundation:	(253.92) €
<b>Total due:</b>	<b>2,041.70 €</b>

##### **3. Summary:**

DG Enlargement:	287,012.00 €
NAP Balances:	2,041.70 €

**TOTAL: 289,053.70 €**

#### **Annex A8: Cash and cash equivalents:**

The cash accounts are as follow:

*(Euros)*

Bank	Current Accounts	Year 2006
Allied Irish bank (AIB) - Dublin	AIB Main A/C – No 93338414437071	3,008,010.71
Allied Irish bank (AIB) - Dublin	AIB Euro A/C – No 93006716574269	3,297.00
Allied Irish bank (AIB) - Dublin	AIB Phare A/C – No 93338414437311	442.31
Allied Irish bank (AIB) - Dublin	AIB Imprest A/C – No 93338414444010	4,814.46
ING – Brussels	ING A/C – No 363-0034722-36	91,789.60
Petty Cash	Petty Cash	2,632.95
<b>Total</b>		<b>3,110,987.03</b>

## LIABILITIES

### A.CAPITAL

#### Annex L1: Capital

In EUR

Capital	Reserves		Accumulated Surplus / Deficit	Economic result of the year	Capital (total)
	Fair value reserve	Other reserves			
Balance as of 31 December 2005			4,444,115.63	-351,531.71	4,092,583.92
Changes in accounting policies 1)					0.00
Balance as of 1 January 2006 (if restated)	0.00	0.00	4,444,115.63	-351,531.71	4,092,583.92
Other					0.00
Fair value movements					
Movement in Guarantee Fund reserve					0.00
Allocation of the Economic Result of Previous Year			-351,531.71	351,531.71	0.00
Amounts credited to Member States					0.00
Economic result of the year				607,808.03	607,808.03
Balance as of 31 December 2006	0.00	0.00	4,092,583.92	607,808.03	4,700,391.95

### D.CURRENT LIABILITIES

#### Annex L2: Provisions for risks and charges:

Description	Amount (in EUR)
Provision for holidays not taken by staff member as at 31/12/2006	169,167.00
Provision for Court cases – Staff members	105,000.00
<b>TOTAL</b>	<b>274,167.00</b>

#### Annex L3: Current Payables

##### 1. Creditors

This corresponds to received and unpaid invoices from third parties (trade creditors)

##### 2. Bounced back payments:

This relates to payments processed by our bank and re-credited to us a few days later because of wrong bank details or the refusal to apply funds from the receiving bank.

##### 3. Summary:

Creditors: 273,309.83 €  
Bounced back payments: 7,901.55 €

**TOTAL: 281,211.38 €**

#### Annex L4: Accrued charges

This corresponds to amounts accrued for services and goods delivered before 31/12/2006 but not yet invoiced.

**Total: 1,106,139.52 €**

#### **Annex L5: Accounts payable with consolidated entities**

##### **1. Pre-financing received:**

This corresponds to Phare Funds received on 2 contracts and considered as pre-financing as long as the final report has not been submitted by the European Foundation to DG Enlargement.

**Total: 171,840.00 €**

##### **2. Other accounts payable against consolidated entities:**

- Bank interests owed to the Commission on the annual subsidy received from the Commission:	69,267.88 €
- Translation Centre	14,072.22 €
<b>Total:</b>	<b>83,340.10 €</b>

##### **3. Summary:**

Pre-financing received:	171,840.00 €
Other accounts payable against consolidated entities:	83,340.10 €
<b>Total:</b>	<b>255,180.10 €</b>

### 3. Cash-Flow Table (Indirect Method)

	2006	2005
<b>Cash Flows from ordinary activities</b>		
<b>Surplus/(deficit) from ordinary activities</b>	<b>607,808.03</b>	<b>-351,531.71</b>
<b>Operating activities</b>		
<u>Adjustments</u>		
Amortization (intangible fixed assets) +	44,906.70	22,201.82
Depreciation (tangible fixed assets) +	594,689.03	554,135.83
Increase/(decrease) in Provisions for risks and liabilities	84,455.00	15,209.00
Increase/(decrease) in Value reduction for doubtful debts	0.00	
(Increase)/decrease in Stock	0.00	
(Increase)/decrease in Long term Pre-financing	0.00	
(Increase)/decrease in Short term Pre-financing	194,843.71	-240,562.11
(Increase)/decrease in Long term Receivables	0.00	
(Increase)/decrease in Short term Receivables	3,434.82	200,131.00
(Increase)/decrease in Receivables related to consolidated EC entities	-189,053.70	3,667.59
Increase/(decrease) in Other Long term liabilities	0.00	
Increase/(decrease) in Accounts payable	-1,103,065.02	1,381,531.77
Increase/(decrease) in Liabilities related to consolidated EC entities	-60,181.13	265,933.15
(Gains)/losses on sale of Property, plant and equipment	-82,155.00	
<b>Net cash Flow from operating activities</b>	<b>95,682.44</b>	<b>1,850,716.34</b>
<b>Cash Flows from investing activities</b>		
Purchase of tangible and intangible fixed assets (-)	-229,133.07	-255,605.32
Proceeds from tangible and intangible fixed assets (+)		
<b>Net cash flow from investing activities</b>	<b>-229,133.07</b>	<b>-255,605.32</b>
<b>Cash flow from CECA specific transactions</b>		
(Increase)/decrease in Other Investments (281000)	0.00	
(Increase)/decrease in Long term Loans (290000)	0.00	
(Increase)/decrease in Short term Investments (501000)	0.00	
Increase/(decrease) in Long term Financial Liabilities (170000)	0.00	
Increase/(decrease) in Short term Financial Liabilities (430000)	0.00	
Other CECA		
<b>Net Cash Flow from CECA specific transactions</b>	<b>0.00</b>	<b>0.00</b>
<b>Increase/(decrease) in Employee benefits</b>	<b>0.00</b>	
Net increase/(decrease) in cash and cash equivalents	-133,450.63	1,595,111.02
<b>Cash and cash equivalents at the beginning of the period</b>	<b>3,244,437.66</b>	<b>1,649,326.60</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>3,110,987.03</b>	<b>3,244,437.66</b>

S33310

S33330

# Activity Based Accounts

## 1. Summary

Research	57%
Information and dissemination	23%
Translation	3%
Administration	17%

## 2. Expenditure analysis (based on 2006 payments and carry-overs)

000 Euro

Activity	Research	Information and dissemination	Translation	Administration	Total
Costs					
Staff	4,456 45%	2,277 23%	277 3%	2,884 29%	9,894 51%
Administrative	642 43%	352 24%	43 3%	459 31%	1,496 8%
Operational	5,986 73%	1,851 23%	333 4%	0 0%	8,170 42%
<b>TOTAL</b>	<b>11,084 57%</b>	<b>4,480 23%</b>	<b>653 3%</b>	<b>3,343 17%</b>	<b>19,560 100%</b>

**PROPOSAL FOR FIGURES TO BE USED IN GIVING DISCHARGE TO THE FOUNDATION  
IN RESPECT OF IMPLEMENTATION OF THE 2006 BUDGET**

**EUR**

**REVENUE**

1	European Union Subsidy	19,241,200.00
2	Proceeds of the sale of movable and immovable property	0.00
3	Revenue from Investments or Loans; Bank Interest and other items	0.00
4	Miscellaneous revenue available for reuse but not used	0.00
5	Other Revenue from Administrative Operations	13,693.04
6	Revenue from services rendered against payment	248,290.44
7	Revenue from Sale of Publications	166.76
8	Proceeds from the Letting and Hiring of Immovable Property	2,800.00
9	Total Revenue	<b>19,506,150.24</b>

**EXPENDITURE**

1	Final Budget Appropriations	19,760,000.00
2	Commitments	19,216,906.46
3	Payments	15,248,160.72
4	Appropriations Carried Over from 2006 to 2007	4,311,913.04
5	Unused Appropriations	199,926.24
6	Appropriations Carried Over from 2005 to 2006	4,618,442.10
7	Payments against appropriations carried over	4,347,810.62
8	Appropriations carried over and cancelled	270,631.48
9	Total Expenditure (3)+(4)	<b>19,560,073.76</b>



## Authorised Posts

Category and Grade	Permanent Posts 2005	Permanent Posts 2006
AD 15	1	1
AD 14	1	1
AD 12	10	10
AD 11	10	10
AD 10	8	8
AD 8	2	2
AD 7	3	3
	35	35
AST 10	5	5
AST 8	7	7
AST 7	8	8
AST 6	7	7
AST 5	16	16
AST 4	5	5
AST 3	8	8
AST 2	3	3
Sub-Total	59	59
	<b>94</b>	<b>94</b>