



2015

FINAL ACCOUNTS

Financial Statements & Budgetary Reports

**Consumers, Health
Agriculture and Food
Executive Agency**



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CERTIFICATION OF THE ACCOUNTS & STATEMENT OF THE DIRECTOR

Certification of the accounts

The annual accounts of the Consumers, Health, Agriculture and Food Executive Agency (CHAFEA) 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 CHAFEA in accordance with Article 68 of the 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 CHAFEA'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 CHAFEA.

Statement of the Director

I, the undersigned, Director of the Consumers, Health Agriculture and Food Executive Agency (CHAFEA), in my capacity as Authorising Officer:

- Declare that the information contained in this report gives a true and fair view.
- State that I have reasonable assurance that the resources assigned to the activities described in the Annual Activity Report have been used for their intended purpose and in accordance with the principles of sound management, and that the control procedures put in place give the necessary guarantees concerning the legality and regularity of the underlying transactions.

This reasonable assurance is based on my own judgment and on the information at my disposal, such as the results of the self-assessment, ex-ante controls, the observations of the Internal Audit Service and the lessons learnt from the reports of the Court of Auditors for years prior to the year of this declaration.

- Confirm that I am not aware of anything not reported here which could harm the interests of the institution.

Luxembourg, 08/06/2016

Mr Anatole TOKOFAI
Accounting Officer

Jacques Rémacle
deputising for Veronique Wasbauer

Ms Véronique WASBAUER
Director

PART I

1. Introduction

The Consumers, Health, Agriculture and Food Executive Agency (CHAFEA) is the result of the transformation of the Executive Agency for Health and Consumers (EAHC), following the Commission implementing Decision of 17 December 2013 (Ref. 2013/770/EU).

*By the Commission Implementing Decision of 17 December 2014 (Ref. 2014/927/EU), the Consumers, Health and Food Executive Agency has been transformed into the **Consumers, Health, Agriculture and Food Executive Agency – CHAFEA** from 1st January 2014 to 31 December 2024 and has also been made responsible for implementing the information provision and promotion measures concerning agricultural products implemented in the internal market and third countries.*

PROGRAMMES DELEGATED TO THE AGENCY OVER THE PERIOD 2008-2014

By its decision (2008/544/EC) of 20th June 2008, the Commission established the Executive Agency for Health and Consumers (EAHC), with the mandate to manage the following programmes in the field of Public Health, Consumers and Food Safety Measures:

- *Public Health Programme 2003-2008* – *Decision N° 1786/2002/EC,*
- *Public Health Programme 2008-2013* – *Decision No 1350/2007/EC,*
- *Consumers Programme 2007-2013* – *Decision No 1926/2006/EC,*
- *Food Safety Training Measures* – *Regulation (EC) No 882/2004 and Directive 2000/29/EC.*

Under the Community programmes mentioned above, EAHC has been responsible for implementing the following tasks as defined in the delegation act adopted on 9th September 2008¹ :

- (a) Managing all the phases of the cycle of projects (for monitoring and dissemination purposes, the Agency shall take the necessary steps to create a database of projects or to continue an existing one, incorporating project descriptions and final results);
- (b) Monitoring projects implemented under these programmes and measures, including the necessary checks;
- (c) Collecting, processing and distributing data and in particular, compiling, analysing and transmitting to the Commission all information required to guide the implementation of Community programmes and measures, promote coordination and synergy with other programmes of the Communities, the Member States or international organisations;
- (d) Organising meetings, seminars, talks and training measures;
- (e) Helping to evaluate the programme's impacts in particular the annual and/or mid-term evaluation of the implementation of the programmes, and implementing follow-up actions on evaluations decided by the Commission;
- (f) Disseminating the results of the information operations planned and implemented by the Commission;
- (g) Producing overall control and supervision data;

¹ Commission Decision of 9/09/2008- delegating powers to the EAHC

(h) Participating in preparatory work on financing decisions.

The lifetime of the Executive Agency for Health and Consumers was extended to 31/12/2015.

Furthermore, the Commission decided in 2012 to extend the mandate of the Agency and to increase the volume of appropriations entrusted to it through a new amendment:

as a consequence, the Agency is responsible for the management of the part of the actions provided for in the Commission Decision C(2012) 1548, adopting a work programme for the funding of projects in the area of external trade relations, including access to the markets for non-European Union countries and initiatives in the field of trade-related assistance². This extension also covers the delegation of actions pertaining to the *Food Security* Thematic Programme as provided for in Regulation EC/1905/2006 of the European Parliament and the Council establishing a Financing Instrument for Development Cooperation.

By its implementing Decision of 17 December 2013 (Ref. 2013/770/EU) the European Commission established the Consumers, Health and Food Executive Agency – Chafea - which replaced and succeeded the Executive Agency for Health and Consumers from 1st January 2014 to 31st December 2024.

The Commission Decision of 17 December 2013 entrusts the Agency with the implementation of the following programmes and actions:

- The Consumer Programme 2014-2020,
- The Public Health Programme 2014-2020,
- The Food Safety Training measures covered by Directive 2000/29/EC and Regulation (EC) No 882/2004.

The Agency is also entrusted with the implementation of the legacy of following programmes and actions:

- Public Health Programme 2003-2008 – Decision N° 1786/2002/EC,
- Public Health Programme 2008-2013 – Decision No 1350/2007/EC,
- Consumer Programme 2007-2013 – Decision No 1926/2006/EC,
- Food Safety Training Measures – Regulation (EC) No 882/2004 and Directive 2000/29/EC,

- By its Decision of 19 December 2014, the Commission extended the mandate of the Agency, by delegating to it the performance of tasks linked to the **Implementation of information provision and promotion measures concerning agricultural products implemented in the internal market and in third countries and food safety training measures covered by Decision C(2014) 1269, comprising, in particular, the implementation of appropriations entered in the general budget of the Union.**

- This Decision resulted in the creation in the Agency, in 2015, of an additional Unit, the Promotion of Agricultural Products Unit, which has been entrusted with the management of the new delegated Programme.

² and its actions announced under the heading "Trade-related assistance, training and capacity building actions towards developing countries

2. Annual Accounts

2.1 Legal Basis

The 2015 financial statements and reports on budget implementation of CHAFEA were prepared in conformity with:

- **Commission Regulation (EC) N° 651/2008 of 9 July 2008** - amending Regulation (EC) No 1653/2004 on a standard financial regulation for the executive agencies pursuant to Council Regulation (EC) No 58/2003 laying down the statute for Executive Agencies to be entrusted with certain tasks in the management of Community programmes - in absence of expressly laid down rules, the general financial regulation shall be applied [*Commission Delegated Regulation (EU) N°1268/2012 of 29 October 2012 on the rules of application of Regulation (EU, Euratom) No 966/2012 of the European Parliament and of the Council of 25 October 2012 on the financial rules applicable to the general budget of the Union, Council Regulation (EU, Euratom) N°966/2012 of the European Parliament and of the Council of 25 October 2012 on the financial rules applicable to the general budget of the Union and repealing Council Regulation No 1605/2002*].
- **Accounting Rules** (based on IPSAS³) adopted by the Accounting Officer of the Commission in December 2004 last update in February 2013.
- **Council Regulation N° 58/2003 of 19 December 2002** - laying down the statute for Executive Agencies to be entrusted with certain tasks in the management of Community Programmes.
- **Commission Decision of 20 June 2008** – amending Decision 2004/858/EC in order to transform the ‘Executive Agency for the Public Health programme into the Executive Agency for Health and Consumers’.
- **Commission Implementing Decision (2012/740/EU) of 29 November 2012** - [amending Decision 2004/858/EC, as amended by Decision 2008/544/EC, establishing the Executive Agency for Health and Consumers in application of Council Regulation (EC No 58/2003), notably, extending the scope of the Agency activities to training measures outside the EU Member States.
- **Commission Implementing Decision of 17 December 2013 (2013/770/EU)** establishing the Consumers, Health and Food Executive Agency and repealing Decision 2004/858/EC.
- **Commission Decision of 19 December 2013 [C(2013)/9505/final]** delegating powers to the Consumers, Health and Food Executive Agency with a view to performance of tasks linked to the implementation of Union programmes in the field of consumers, health and food comprising, in particular, implementation of appropriations entered in the general budget of the Union.
- **Commission Implementing Decision of 17 December 2014 (2014/927/EU)** amending Implementing Decision 2013/770/EU, in order to transform the ‘Consumers, Health and Food Executive Agency’ into the ‘Consumers, Health, Agriculture and Food Executive Agency’.
- **Commission Decision of 19 December 2014 [C(2014)9594/final]** amending Decision C(2013) 9505 as regards the delegation of powers to the Consumers, Health, Agriculture and Food Executive Agency with a view to the performance of tasks linked to the implementation of information provision and promotion measures concerning agricultural products implemented in the internal market and in third countries and food safety training measures covered by Decision C(2014) 1269, comprising, in particular, the implementation of appropriations entered in the general budget of the Union.

³ International Public Sector Accounting Standards

2.2 Agency Accounts

The accounts of the Agency comprise the general accounts and the budget accounts, kept in euros on the basis of the calendar year. Each one of them follows different principles.

- **General accounts**

The general accounts allow the preparation of financial statements: balance sheet, economic outturn, statement of changes in net capital, cash flow table and annex to the financial statements.

The accounts are prepared on accruals basis, which means that the effects of the transactions or events are recognised when they occur, independently of the moment of the corresponding payment or receipt.

The purpose of the financial statements is to provide information on the financial situation, performance, as well as changes in the financial situation of the Agency.

- **Budget accounts**

The budget accounts give a detailed picture of the implementation of the budget.

They are modified cash accounts. This means that, as in any cash system, any payment made or revenue received is recorded. In addition and, as opposed to the pure cash accounts, the budget accounts allow for the recording of payments appropriations carried over.

They enable the preparation of the budget implementation reports as well as the budgetary outturn account.

Both accounts have different purposes. Therefore, they are complementary.

Discrepancies between the general accounts and the budget accounts are explained via a reconciliation of items as presented in point 6 of Part II.

The accounts must be compliant with the rules, accurate, comprehensive and present a true and fair view of the financial position and also of the budget execution.

3. Accounting Principles

In conformity with Article 53 of the Commission Regulation EC N°1653/2004, the financial statements are prepared according to the following generally accepted accounting principles:

- Going concern basis,
- Prudence,
- Consistent accounting methods,
- Comparability of information,
- Materiality,
- No netting,
- Reality over appearance,
- Accrual-based accounting.

4. Consolidation

According to Article 57 of the Commission Regulation EC N°1653/2004, CHAFEA's annual accounts are consolidated with the Commission's annual accounts.

5. Accounting Rules

The accounting rules applied by the Agency must allow the consolidation with the Commission's accounts in accordance with § 11 of the Commission Regulation EC N°1653/2004 and Articles 152, 208 of the Financial Regulation.

Additional information is provided in the notes to financial statements (Point 5 of Part II).

PART II - Financial Statements

1. BALANCE SHEET - 31-12-2015

	NOTES	2015	EUR 2014
ASSETS			
I. NON-CURRENT ASSETS		46 587	53 407
Intangible fixed assets	5.2	693	1 385
Computer software		138 837	138 837
Accumulated depreciation		-138 144	-137 452
Tangible fixed assets	5.2	45 894	52 022
Plant, Machinery and Equipment		5 785	5 785
Furniture		14 095	14 591
Computer hardware		205 171	187 396
Other Fixtures and fittings		48 291	44 115
Acc. Depreciation		-227 448	-199 865
II. CURRENT ASSETS	5.3	1 924 103	1 657 228
Short term prefinancing		0	0
Prefinancing		0	0
Exchange short-term receivables	5.3.1	4 870	15 297
Amounts receivable-Public Bodies		889	8 504
Receivables from Consolidated Entities, Personnel and Others		3981	6 793
Cash and cash equivalents	5.3.2	1 919 233	1 641 931
BCEE / ING		1 919 233	1 641 931
TOTAL ASSETS		1 970 690	1 710 635
LIABILITIES			
III. CURRENT LIABILITIES	5.4	1 247 827	1 325 221
Short -Term provisions	5.4.3	0	12 490
Short -Term provision		0	12 490
Payables to consolidated entities	5.4.1	412 524	477 392
Prefinancing Subsidy – Commission		336 031	470 485
Other amounts payable to Consolidated Entities		76 493	6 907
Other amounts payable	5.4.2	25 933	18 322
Suppliers		7 283	0
Others amounts payable		18 650	18 322
Accrued charges and deferred income	5.4.4	809 370	817 017
Accrued Charges – Non consolidated entities		548 574	640 921
Accrued Charges -Consolidated Entities		260 796	176 096
TOTAL LIABILITIES		1 247 827	1 325 221
CAPITAL (NET ASSETS/LIABILITIES)	5.5	722 863	385 414
Accumulated Results from previous years		385 414	404 379
Economic result of the year		337 449	-18 965
TOTAL CAPITAL		722 863	385 414
TOTAL LIABILITIES+CAPITAL		1 970 690	1 710 635

2. STATEMENT OF FINANCIAL PERFORMANCE
31-12-2015

<i>EUR</i>			
	NOTES	2015	2014
OPERATING REVENUE (A)		7 078 559	6 823 341
Total non-exchange revenue registered by the Agency	5.6	7 078 559	6 781 589
Subsidy received from the European Commission	5.6.1	7 409 460	7 247 000
Subsidy to be reimbursed in n+1		-336 031	-470 485
Other non-exchange revenue		5 128	5 074
Total exchange revenue registered by the Agency		2	41 752
Financial income		2	913
Reversal of provisions			40 422
Other exchange revenue		-	417
OPERATING / ADMINISTRATIVE EXPENSES (B)=C+D+E+F		6 739 548	6 841 999
Staff expenditure (C)	5.7.1	3 832 999	3 789 079
Staff costs		3 339 552	3 260 171
Pension & Unemployment Temp		13 093	14 434
Social security		40 683	41 390
Staff Perquisites and Social Activities		79 634	140 041
Allowances		360 037	333 043
Fixed assets related expenses (D)	5.7.2	28 772	28 489
Depreciation of intangible fixed assets		692	983
Depreciation of tangible fixed assets		28080	27 506
Other administrative expenses (E)	5.7.3	2 877 777	3 011 941
Rent Land & Buildings		668 558	664 511
Office Supplies and Maintenance		128 766	109 328
Communication & Publication		124 248	195 809
Transport & Insurance		-	3 017
Recruitment costs		18 470	6 058
Training costs		13 233	36 394
Missions		89 772	135 685
Experts and related expenditure		323 817	473 608
Goods & Services internal procurement		1 222 048	1 089 687
Expenses with consolidated entities		288 865	297 844
Short term provision for risk and liabilities (F)	5.4.3 /5.7.4	0	12 490
SURPLUS FROM OPERATING ACTIVITIES (G)=A-B		339 011	-18 658
Financial operations expenses		-1 562	-307
Bank charges	5.7.5	-1 554	-307
Real exchange gains	5.7.6	-8	0
ECONOMIC RESULT FOR THE YEAR		337 449	-18 965

3. CASHFLOW TABLE (Indirect Method)
31-12-2015

EUR

	2015	2014
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus from operating activities	337 449	-18 965
ADJUSTMENTS	-38 692	106 577
Amortization/Depreciation	28 275	28 489
Increase/(decrease) in short term provisions for risk and liabilities	-12 490	-27 931
Increase/(decrease) in short term pre-financing	-	
Decrease/(increase) in short term receivables	2 812	41 076
Decrease/(increase) in short term receivables related with consolidated entities	7 616	46 612
Increase/(decrease) in accounts payable	-84 736	114 688
Increase/(decrease) in liabilities related to consolidated entities	19 831	-71 464
NET CASHFLOW FROM OPERATING ACTIVITIES	298.757	87 612
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of intangible and tangible assets	-21 455	-13 666
NET CASHFLOW FROM INVESTING ACTIVITIES	-21 455	-13 666
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	277 302	73 946
Cash and cash equivalents at the beginning of the year	1 641 931	1 567 985
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	1 919 233	1 641 931

4. STATEMENT OF CHANGES IN NET ASSETS
31-12-2015

EUR

	Reserves		Accumulated surplus/deficit	Economic Outturn	Total Net assets/liabilities
	Fair value reserve	Other reserve			
Balance as of 31/12/2014	-	-	404 379	-18 965	385 414
Balance as of 01/01/2015	-	-	404 379	-	404 379
Economic outturn of the year 2015	-	-	-	337 449	-
Balance as of 31/12/2015	-	-	385 414	337 449	722 863

5. Notes to the financial statements

5.1 Currency and basis conversion

Functional and reporting currency: financial statements are presented in euros.

Transactions and balances: some payments were executed in foreign currency and gave origin to gains and losses duly booked in gains or losses for exchange rates.

5.2 Intangible and tangible assets

- Intangible and tangible assets are registered at historical amount, which comprises their purchase price (including any import duties and non-refundable purchase taxes), and any directly attributable expenditure on preparing the asset for its intended use.
- The materiality threshold used is 420 euros, which means that below this amount the expense is booked as a charge of the exercise.
- Repairs and maintenance are charged to the economic period in which they have occurred.
- Depreciation is calculated since the month of the asset reception and booked monthly, using the straight-line method to allocate the costs to the residual values over the estimated useful lives.
- The Agency does not have any financial lease.

The depreciation rates used are listed below:

Assets	Depreciation rate
Intangible assets – Computer Software	25%
Plant, machinery and equipment	25%
Furniture	10% , 25%
Fixtures and fittings	10%
Computer hardware	25%

- **Intangible net fixed assets – 693 €**

During the year 2015, no intangible fixed asset was acquired.

- **Tangible net assets – 45 894 €**

During 2015, the purchase of fixed assets related only to computer hardware (17.775 €) and other fixtures and fittings (4.176 €).

In the year 2015, an asset in the category of Furniture & Vehicles [*BUREAU 220x102 GISPEN*] was retired from the Agency. This asset was acquired in 31/7/2007 for a price of 496,37 €, Its cumulated depreciation in 2015 amounted to 372,37 €. As a consequence, its net book value was 124 €. The retirement of this asset thus resulted in a net loss of 124 € for the Agency⁴.

The remaining net amount corresponds to assets purchased in the previous years and/or transferred from the Commission in 2007.

In 2007, the Commission transferred a group of assets which were in use in the Agency premises, bought by DG SANCO before the Agency's autonomy.

The transfer was done from the management centres of DIGIT and OIL for the IT equipment and furniture respectively. The items transferred are detailed in the annex of the note PHEA D (2007)/101310 signed by the Director of the Agency and the Director of Directorate C of DG SANCO. The assets were transferred at gross book value on 1/1/2007 with the accumulated depreciation on

⁴ In 2015 the transferred asset was further depreciated for an amount of 49 €

31/12/2006. This transaction created a profit recognised in the 2007 accounts for the net amount of 89.218€.

The variation of fixed assets is presented below:

FIXED ASSETS					
EUR					
INTANGIBLE ASSETS					
	Computer Software 21001	Total			
Gross book value at 31-12-2014	138.837	138.837			
Additions of the year 2015	-	-			
Disposals	-	-			
Transfer between headings	-	-			
Other changes	-	-			
1. Gross carrying amounts 31-12-2015	138.837	138.837			
Accumulated amortization at 31-12-2014	137.452	137.452			
Amortization of the year 2015	692	692			
Write-back of amortization	-	-			
Disposals	-	-			
Impairment	-	-			
Write-back of impairment	-	-			
Transfer between headings	-	-			
2. Accumulated amortization and impairment at 31-12-2015	138.144	138.144			
A. NET BOOK VALUE (1-2)					
	693	693			
EUR					
TANGIBLE ASSETS					
	Plant, Machinery and Equipment 23001	Furniture and Rolling 24001	Computer Hardware 24101	Other Fixtures & Fittings 24201	Total
Gross book value at 31-12-2014	5.785	14.591	187.396	44.115	251.887
Additions of the year 2015	-	-	17.775	4.176	21.951
Disposals	-	-496	-	-	-496
Transfer between headings	-	-	-	-	-
Other changes	-	-	-	-	-
1. Gross carrying amounts 31-12-2015	5.785	14.095	205.171	48.291	273.342
Accumulated amortization at 31-12-2014	5.173	11.355	150.805	32.532	199.865
Amortization of the year 2015	612	1.205	20.639	5.499	27.955
Write-back of amortization	-	-	-	-	-
Disposals	-	-372	-	-	-372
Impairment	-	-	-	-	-
Write-back of impairment	-	-	-	-	-
Transfer between headings	-	-	-	-	-
2. Accumulated amortization and impairment at 31-12-2015	5.585	12.188	171.444	38.031	227.448
B. NET BOOK VALUE (1-2)					
	0	1.907	33.727	10.260	45.894
TOTAL NET FIXED ASSETS (A+B)					
					46.587

- **Internally generated intangible assets**

The accounting treatment of internally developed intangible assets follows both IPSAS 31 Intangible assets and the International Accounting Standards (IAS 38).

In the context of the above rules and additional guidelines from the Accounting Officer of the European Commission, the threshold for capitalisation of internally generated intangible assets has been set at 100.000 € in CHAFEA.

In 2015 there were no developments but only maintenance, support and minor improvements. Three unplanned improvements of existing applications were requested, for which a validation by the management was granted:

- updates on the BTSF application, the review of the search tool of the Project Database,
- two forms for supporting the call managed by the new Unit D (Promotion of Agricultural Products).

The total effort for these improvements was 21 man-days; with the related budget estimation less than 10.000€.

5.3 Current Assets

5.3.1 Short Term Receivables – 4.870 €

This item includes amounts to be received from other institutions concerning the monthly difference of balance that occurs when there are inter-institutional transfers.

It also concerns amounts to be recovered from the staff such as: allowances regularisation, amounts to be retained in staff salaries concerning nursery ('crèche/garderie').

5.3.2 Cash & Equivalents – 1.919.233 €

The amount included in this item, corresponds to the bank balance at 31/12/2015, in the bank account held by CHAFEA at "Banque et Caisse d' Epargne de l'Etat-Luxembourg".

The bank account was opened under the framework contract signed between the Commission and BCEE.

In 2015, CHAFEA opened a second bank account at ING BELGIUM, under the Framework contract for banking services signed with this bank, in December 2014. The new account will be used for the Agency's transactions (payments, income, recoveries), after testing and validation of the integration of the account in CHAFEA and Commission accounting and payment systems.

The Agency does not manage any petty cash.

5.4 Liabilities

5.4.1 Payables to consolidated entities – 412.524 €

This item includes liabilities towards consolidated entities as detailed below:

- **Balance of the annual subsidy to be reimbursed – 336.031 €**

The amount of 336.031 € corresponds to the balance to be reimbursed to the Commission in 2016. It is composed by the part of the 2015 subsidy that remains after the payments made in 2015 and the payments appropriations carried-over to 2016 (alias the non-used appropriations of 2015).

It also includes the amount to be reimbursed concerning the non-used part of payment appropriations carried over from 2014 to 2015.

According to article 18 n°3 of the Commission Decision C (2008) 4943 of 09/09/2008 the amount shall be recovered by the Commission when the accounts are closed. The details of calculation are presented in the Budget outturn table (Point 1 in Part III).

- **Other amounts payable to consolidated entities – 76.493 €**

This figure corresponds to amounts to be paid to other consolidated institutions and organisations (European Commission, Agencies, European Parliament). The amounts relate to the monthly contribution of the Agency to the Commission (taxes and pension contributions of December 2015) and to salary items paid and to be recovered afterwards from the concerned institution.

5.4.2 Other amounts payable – 25.933 €

This item is made up of other payables (invoices received from suppliers and paid until the end of year), including amounts to be paid to the staff.

5.4.3 Provision relating to a service contract

The provision of an amount of 12.490 € booked in 2014 as a short-term provision, was cleared during the year 2015.

5.4.4 Accrued charges and deferred income – 809.370 €

This item concerns the expenses for invoices not received until 31/12/2015, but nevertheless booked in charges according to the principle of accrual-based accounting.

The services were provided, the goods were received and the events took place in 2015, but the invoices or expense notes were not received until the end of the year.

The amounts were estimated according to the nature of each expense:

- Missions: estimated costs (mission orders),
- Services (IT, Service Level Agreements - SLA, Consultants, Audits): pro-rata temporis, % of completion if known or reasonably estimated,
- Furniture, office supplies, drinks: goods receipts/orders,
- Meetings of experts: estimated costs (cost declarations).

It includes as well, an estimation of the holidays not taken until 31/12/2015. According to the principle of accrual-based accounting, the cost related to the days not taken must be recognised during the year in which the services occurred. The amount was calculated on the basis of daily gross salary.

Below, is the detail of the accruals booked at year end 2015:

	EUR
Accrued charges	809.370
49055 Accrued Charges	548.574
Missions	10.158
Recruitment	929
IT expenditure, office supplies and other services	10.745
IT Services provided by Siemens, IRIS, Serco	99.627
Experts & Related Expenditure	83732
Staff (holidays not taken)	92.322
Insurance	1.378
Communication (Tipik Agency/ Nookom EZHZ)	166.088
Audits and Consultants	83.595
490559-Accrued Charges- Consolidated Entities	260.796
DG HR	24.275
OPOCE	8.232
PMO	6.629
OIL	39.819
DIGIT	181.841
CDT	-
EP	-

5.5 Capital – 722.863 €

The capital amount of 722.863 € is composed by the accumulated economic results from previous years (385.414 €) and by the economic result of 2015 (337.449 €).

The economic result of the year is different from the budgetary result due the differences between the general accounts and the budgetary accounts. Additional information concerning the reconciliation between both accounts is provided in Table 6 of Part II.

The economic result can be decomposed as follows:

Economic Result 2015 a)= RAL 2014-RAL 2015+Accruals 2015-Accruals 2014-Open Invoices 2015+Open invoices 2014+Capital Expenditure-Depreciations and provisions 2015

a) Difference between the carry-forwards of n+1 and n (RAL = Reste à Liquidier), adjusted by accruals, depreciations, provisions, capital expenditure and open invoices.

5.6 Operating revenue – 7.078.559 €

5.6.1 Subsidy

- **Subsidy received from the European Commission for 2015: 7.409.460 €**

This amount concerns the subsidy received for 2015 from the European Commission to cover operating expenditure.

The contribution by program can be split as follows (including 3% of EFTA Participation to the Public Health and to the Consumers Programmes):

- Public Health Programme: **4.332.745 €**
- Consumers Programme: **1.740.715 €**
- Better Training for Safer Food: **1.170.000 €**
- Promotion of Agricultural Products: **166.000 €**

- **Subsidy to be reimbursed: 336.031 €**

This amount will be reimbursed to the European Commission in 2016. It results from the non-executed budget for 2015, as well as from the cancelled payment appropriations from 2014.

The net amount booking of 7.073.429 € in revenue results from the difference between the total received and the amount to be returned in 2016 (336.031 €) added with:

5.6.2 Other non-exchange revenue: 5.128 €

This revenue results from the decision of the Management Board of the Translation Centre for the Bodies of the European Union to reimburse to its clients, among which CHAFEA, part of its price stability reserve accumulated over the past exercises.

5.6.3 Reversal of provisions

No provision was reversed in 2015.

5.6.4 Financial income: 2 €

Interest earned on the Agency's bank account in 2015 (2 €) is to be considered, according to the Financial Regulation 2012 as an income of the Agency.

5.6.5 Other exchange revenue

No other exchange revenue was recorded in 2015.

5.7 Operating/Administrative expenditure

5.7.1 Staff Expenditure – 3.832.999 €

This item includes staff costs (basic salary, allowances, social security, pension, insurances) with Temporary and Contract Agents and costs incurred with staff perquisites and social activities such as: school bus, contribution to nursery ('crèche/garderie').

5.7.2 Fixed assets related expenses – 28.772 €

This item includes the depreciation for the year of the intangible and tangible fixed assets. The amount is calculated using the straight-line method at the aforementioned depreciation rates. The depreciations are booked monthly starting at the asset reception month. Details are shown in point 5.2 of Part II.

The depreciation amount includes the loss (124 €) resulting from the retirement in 2015 of an asset in the category of Furniture and Vehicles, which was not fully depreciated.

5.7.3 Other Administrative Expenses - 2.877.777 €

This item includes the remaining operating costs as detailed below:

- **Rent Land and Buildings – 668.558 €**

This item corresponds to the expensed amounts in the rent and charges of the Drosbach building regarding the year 2015 (operating lease). It also includes the cost of extension of archive space.

- **Office supplies & Maintenance, IT equipment under the capitalisation threshold – 128.766 €**

This item corresponds to expensed amounts in office supplies, furniture. It includes as well, equipment maintenance. It also includes the acquisition cost of IT equipment under the capitalisation threshold (420 €), which are thus considered as pure expenses.

- **Communication, Publications & Translations – 124.248 €**

This item includes charges related to: translations, publications, communication services including services provided by (or through) the Commission (DG DIGIT). This amount also includes small amounts of costs related to transport and insurance incurred in 2015.

- **Recruitment costs – 18.470 €**

This item includes the costs concerning travel (and daily allowances if applicable) reimbursed to candidates who came for job interviews in the Agency.

- **Training costs – 13.233 €**

This item includes the costs related to training provided by the Commission services (DG HR, DG BUDG, DG DIGIT and third parties).

- **Missions – 89.772 €**

This item includes the expenses concerning the missions of staff: travel costs, hotel, daily allowances, etc.

- **Experts and related expenditure – 323.817 €**

This item includes the amounts related to experts (daily allowances, travel costs), the reimbursement of travel expenses to participants in meetings organised by CHAFEA in the context of the Programmes (Public Health Programme, Consumer Programme and Better Training for Safer Food Initiative), as well as expenses incurred by the evaluators of calls for proposals, project reviewers and ex-post evaluators.

- **Goods, services and internal procurement – 1.222.048 €**

This item includes several services such as interim, IT services, consultants, audits and others.

- **Expenses with consolidated entities – 288.865 €**

This item includes all expenses with consolidated entities regarding annual fees linked to the Service Legal Agreement with the Commission Paymaster Office (PMO), DG HR and for the medical service.

5.7.4 Short-term provisions

No short-term provision was booked in 2015. The amount 12.490 booked in 2014 was used and cleared in 2015.

5.7.5 Bank charges – 1.554 €

This item includes the amounts debited from the Agency's bank account by the account holder (BCEE), which correspond to the cost of transactions done on the account during the year 2015.

A new bank account was opened at ING Belgium in the name of the Agency in November 2015. This account will be used for the Agency's transactions after the on-going testing and validation period.

5.7.6 Real exchange gains and losses – 8 €

This amount is made up of an exchange loss of 32 €, partly compensated by an exchange gain of 24 €.

5.8 Off balance sheet accounts – contingent liabilities and commitments for future funding – 1.495.758 €

According to EC Accounting Rule no 10, the term contingent is used for liabilities and assets which are not recognised because their existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the entity.

The Agency's contingent liabilities in the meaning of this rule correspond to the outstanding potential payment obligations of the Agency ("Reste à Liquider" – R.A.L.) after deduction of all eligible expenses that have been already booked in the Economic Outturn Account. The corresponding total amount as at end December 2015 was 1.495.758 €, which represents unconsumed budgetary commitments which have been carried forward to the subsequent year.

These commitments correspond to an amount of 809.370 € of accrued charges for 2015 already registered in liabilities for 2015 and an estimated amount of 686.389 € for which budgetary commitments have been registered but which do not impact the 2015 accruals-based accounting.

6. RECONCILIATION OF THE ECONOMIC RESULT WITH THE BUDGET RESULT

<i>EUR</i>			
	Sign +/-	2015	2014
Economic result (Economic Outturn)	+/-	337.449	-18.965
Adjustment for accrual items (items not in the budgetary result but included in the economic result)			
A Adjustments for Accrual Cut-off n-1	-	-811.943	-606.424
B Adjustments for Accrual Cut-off n (i.e. accrued charges minus accrued income)	+	809.370	811.943
C Unpaid invoices at year end but booked in charges (class 6)	+	7.283	0
D Depreciation of intangible and tangible fixed assets	+	28.772	28.489
E Provisions	+	-	-40.422
F Recovery Orders issued in 2013 in class 7 and not yet cashed	-	-	-
G Pre-financing given in previous year and cleared in the year	+	-	-
H Payments made from carry over of payment appropriations	+	935.563	843.961
I Invoices booked in previous year	+/-	-4.176	1.544
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)			
J Asset acquisitions (less unpaid amounts)	-	-17.279	-13.989
K Prefinancing remaining open as at 31/12/N	+	336.031	470.485
L Budgetary recovery orders issued before 2013 and cashed in the year	+	-	-
M Payment appropriations carried over to N+1	-	-1.495.758	-1.146.155
N Cancellation of unused carried over payment appropriations from previous year	+	210.592	139.966
Total		335.903	470.433
Budgetary result (Budgetary Outturn)		336.031	470.485
Including amount of exchange rate differences			
Delta not explained		128	52

As previously explained, the results of the general accounts and the budget accounts are different, due to the different approach between the two accounting systems.

For the year 2015, the Economic result is 337.449 €, while the Budgetary result is +336.031 €.

While the budgetary accounts give a picture of the budget implementation based on the principle of cash modified⁵, the general accounts⁶ provide information about the financial position, performance and changes in capital.

The differences between the Economic and the Budgetary results for 2015 exercise can be explained as follows:

- A) Reversal of Accruals 2014 –811.943 €: Costs charged in 2014 considering that the transactions or events occurred in 2014 but for which the payments were done in 2015.
- B) Accruals 2015 +809.370 €: Costs charged in 2015 exercise considering that the transactions or events occurred in 2015, nevertheless the payments will be done in 2016. This amount also includes the provision booked in the general accounts to cover the

⁵ This means that the expenses or revenues are recorded when an in- or outflow occurs. The appropriations carried over are also recorded.

⁶ This means that the effects of the transactions or events are recognised when they occur, independently of the moment of the payment or receipt.

holidays not taken by staff in 2015. It is not considered as an expense in the budgetary accounts, since no outflow occurred.

- C) Outstanding invoice(s) at year end 2015.
The amount of outstanding/unpaid invoices at 31.12.2015 is 7.283 €.
- D) Depreciation + 28.772 €: In general accounts, the cost to be charged to the exercise corresponds to the depreciation of assets. This item also include the loss of 124 € due to the retirement of a not completely depreciated asset.
- E) Provisions – No provision was booked in 2015.
- F) No recovery order was issued in 2015 in class 7 and not yet cashed.
- G) No pre-financing given in 2014 and cleared in 2015.
- H) This amount 935.563 € has to be adjusted to the economic outturn since the impact on charges was registered in 2015, while the impact on budget accounts occurred in 2014. For details please refer to Budget Implementation Reports (section III.2).
- I) The amount of 4.176 € corresponds to 3 assets acquired in 2015 (1.392,16 € each), for which the corresponding invoice was not paid before 31/12/2015.
- J) Asset acquisitions - 17.279 €: This amount has to be adjusted since the economic result includes the depreciations, without taking into account the related payments. Please refer to paragraph D).
- K) Pre-financing open at 31/12/2015 + 336.031 €: This amount is adjusted to the economic result since it is not considered as revenue when determining the economic outturn. Moreover, this amount has to be returned to the Commission so that it is treated as a liability, while in budgetary accounts it is considered as revenue.
- L) There was no budgetary recovery orders issued before 2014 and cashed in the year 2015.
- M) Payments appropriations of 2015 carried over to 2016 – 1.495.758 €: This amount is intended to cover the commitments of 2015 carried over to 2016. It is recorded in budgetary accounts, but not in general accounts. For details please refer to Budget Implementation Reports (section III.2).
- N) Non-used carried over payments appropriations from 2014 + 210.592 €: This amount corresponds to the non-used payment appropriations carried over from 2014 to 2015. The amount has to be adjusted.

PART III - Reports on Budget Implementation

1. Budget Outturn Account

EUR

		2015	2014
REVENUE			
Commission subsidy (for the operating budget - Titles 1,2 and 3 - of the Agency)	+	7.409.460	7.247.000
Other contributions and funding received via the Commission	+		
Other donors	+		
Fee income	+		
Other revenue	+	10.204	1.157
TOTAL REVENUE (a)		7.419.664	7.248.157
EXPENDITURE			
<i>Title I: Staff</i>			
Payments	-	4.085.550	4.013.384
Appropriations carried over	-	91.225	124.318
<i>Title II: Administrative Expenses</i>			
Payments	-	864.648	841.213
Appropriations carried over	-	495.127	121.236
<i>Title III: Operating Expenditure</i>			
Payments	-	848.261	916.885
Appropriations carried over	-	909.406	900.601
TOTAL EXPENDITURE (b)		7.294.217	6.917.636
OUTTURN FOR THE FINANCIAL YEAR (a-b)		125.447	330.519
Cancellation of unused payment appropriations carried over from previous year	+	210.592	139.966
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 -)	+/-	-8	0
BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR		336.031	470.485
Balance year N-1	+/-	470.485	652.413
Positive balance from year N-1 reimbursed in year N to the Commission	-	-470.485	-652.413
Result used for determining amounts in general accounting		336.031	470.485
Commission subsidy - agency registers accrued revenue and Commission accrued expense		7.073.429	6.776.515
Pre-financing remaining open to be reimbursed by agency to Commission in year N+1		336.031	470.485
Not included in the budget outturn:			
Interest generated by 31/12/2014 on the Commission subsidy funds and to be reimbursed to the Commission (liability)			
		-	-

2. Budget Implementation Reports

EUR

(*) budget transfers approved by CHAFEA's Steering Committee

REVENUE		Initial Budget	1 st Budget transfers*	2 nd Budget transfers*	3 rd Budget transfers*							
I01000 European Community Contribution		7.236.000	7.236.000	7.236.000	7.236.000							
I02000 EFTA Contribution		173.460	173.460	173.460	173.460							
TOTAL		7.409.460	7.409.460	7.409.460	7.409.460							
EXPENDITURE	Title	Initial Budget	Budget 1st Revision	Budget 2nd Revision	Budget 3rd Revision	Transfers Between Bud.Lines	Final Budget After Amend. and Transfers	Commitments Execution 31-12-2015	%	Payments Execution 31-12-2015	%	Commitments carried forward RAL
1111 Temporary agents	1	1.620.000	1.600.000	1.590.000	1.555.000	-65.000	1 555 000	1.554.768,69	99,99%	1.554.768,69	99,99%	0
1112 Contract agents	1	2.200.000	2.240.000	2.240.000	2.155.000	-45.000	2 155 000	2.152.155,60	99,87%	2.152.155,60	99,87%	0
1131 Interim agents and blue book trainees	1	286.000	256.000	250.000	249.000	-37.000	249 000	248.150,00	99,66%	227.118,60	91,21%	21.031,40
1211 Recruit., enter. and leaving svce, tra	1	50.000	40.000	21.000	19.500	-30.500	19 500	19.500,00	100%	18.570,54	95,23%	929,46
1221 Gen., spec. & lguage training courses	1	38.000	36.700	36.700	30.700	-7.300	30 700	30.400,00	99,02%	3.924,99	12,78%	26.475,01
1231 Admin. and Med. Svce - PMO & DG HR	1	60.500	60.500	60.500	60.500	0	60 500	56.900,00	94,05%	50.270,20	83,09%	6.629,80
1241 Social service and other interventions	1	143.000	143.000	143.000	115.000	-28.000	115 000	114.400,00	99,48%	78.352,27	68,13%	36.047,73
1251 Internal mtgs, events and reception	1	860	860	860	860	0	860	500,00	58,14%	388,67	45,19%	111,33
	1 Total	4.398.360	4.377.060	4.342.060	4.185.560	-212.800	4.185.560	4.176.774,29	99,79%	4.085.549,56	97,61%	91.224,73
2111 Rent of building and associated costs	2	680.300	668.600	668.600	668.600	-11.700	668 600	668.557,57	99,99%	668.557,57	99,99%	0
2121 Fitting out	2	5.000	0	0	375.000	370.000	375 000	341.514,54	91,07%	0	0%	341.514,54
2211 Hardware, software and linked expenditure	2	87.400	87.400	112.400	112.400	25.000	112 400	107.837,15	95,94%	48.390,29	43,05%	59.446,86
2221 ICT - DG DIGIT	2	90.600	90.600	65.600	65.600	-25.000	65 600	65.600,00	100%	65.159,27	99,33%	440,73
2311 Furniture and associated expenditure	2	8.500	8.500	43.500	43.500	35.000	43 500	41.204,17	94,72%	0	0,00%	41.204,17
2321 Office supplies, library stocks (books, newspapers	2	6.400	5.400	5.400	5.400	-1.000	5 400	5.212,15	96,52%	1.232,30	22,82%	3.979,85
2331 Current administrative services (financial, legal	2	4.000	4.000	4.000	4.000	0	4 000	1.600,00	40,00%	221,85	5,55%	1.378,15
2341 Postal charges	2	7.600	7.600	7.600	7.600	0	7 600	6.922,99	91,09%	6.922,99	91,09%	0,00
2351 Other operating services	2	98.900	128.900	128.900	126.900	28.000	126 900	121.326,58	95,61%	74.163,52	58,44%	47.163,06
	2 Total	988.700	1.001.000	1.036.000	1.409.000	420.300	1.409.000	1.359.775,15	96,51%	864.647,79	61,37%	495.127,36
3111 Meetings and information days	3	330.200	330.200	330.200	330.200	0	330.200	327.813,56	99,28%	181.068,51	54,84%	146.745,05
3121 Expenditure related to evaluation and review (ex 3	3	225.000	196.000	216.000	216.000	-9.000	216.000	196.514,93	90,98%	174.830,00	80,94%	21.684,93
3131 Missions and related expenses	3	134.200	130.000	130.000	130.000	-4.200	130.000	115.000,00	88,46%	82.182,15	63,22%	32.817,85
3141 Data collection IT services to support programme m	3	345.000	315.700	315.700	315.700	-29.300	315.700	315.699,82	100%	156.032,58	49,42%	159.667,24
3142 Programme management specific IT systems - DG DIGI	3	214.000	302.000	267.000	267.000	53.000	267.000	267.000,00	100%	85.159,27	31,89%	181.840,73
3151 Communic. editing, pub., website and	3	428.000	478.000	433.000	323.000	-137.000	291.000	284.556,69	97,79%	96.225,39	33,07%	188.331,30
3161 Ex-post auditing	3	140.000	127.500	127.500	115.500	-24.500	115.500	114.992,00	99,56%	0	0%	114.992,00
3171 Studies, consult. translat. & other prog	3	206.000	152.000	212.000	117.500	-56.500	149.500	136.090,50	91,03%	72.763,25	48,67%	63.327,25
	3 Total	2 089 700	2.031.400	2.031.400	1.814.900	-207.500	1.814.900	1.757.667,50	96,85%	848.261,15	46,74%	909.406,35
	Grand Total	7.409.460	7.409.460	7.409.460	7.409.460	0	7.409.460	7.294.216,94	98,44%	5.798.458,50	78,26%	1.495.758,44

CREDITS CARRIED OVER 2014-2015 -C8 (EUR)

Commitment Item	Title	Commitments Carried over 2014-2015	Commitment Execution 31-12-2015	%	Available Amount Budget-Commitments (Commitments not used)	Payment Execution 31-12-2015
1131 - Interim agents and blue book trainees (ex 1400+140)	1	21.750,48	20.804,48	95,65%	946,00	20.804,48
1211 - Recruitment, entering and leaving the service, tra	1	1.029,99	0	0%	1.029,99	0
1221 - General, specific & language training courses (ex	1	26.995,29	12.947,75	47,96%	14.047,54	12.947,75
1231 - Administrative and Medical Service - PMO and DG HR	1	13.053,80	13.053,80	100%	0	13.053,80
1241 - Social service and other interventions (ex 1301)	1	61.275,53	6.263,14	10,22%	55.012,39	6.263,14
1251 - Internal meetings, events and reception (ex 2331)	1	212,87	60,43	28,39%	152,44	60,43
	1 Total	124.317,96	53.129,60	42,74%	71.188,36	53.129,60
2211 - Hardware, software and linked expenditure (ex 2100)	2	54.369,52	53.289,86	98,01%	1.079,66	51.886,85
2221 - ICT - DG DIGIT (ex 2110)	2	274,00	0	0%	274,00	0
2311 - Furniture and associated expenditure (ex 2210)	2	2.793,00	0	0%	2.793,00	0
2321 - Office supplies, library stocks (books, newspapers	2	6.010,48	4.583,68	76,26%	1.426,80	4.583,68
2331 - Current administrative services (financial, legal	2	2.720,60	104,10	3,83%	2.616,50	104,10
2341 - Postal charges (ex 2400)	2	306,64	0	0%	306,64	0
2351 - Other operating services (ex 2500)	2	54.761,63	50.667,40	92,52%	4.094,23	50.667,40
	2					
	2 Total	121.235,87	108.645,04	89,61%	12.590,83	107.242,03
3111 - Meetings and information days (ex 3100)	3	139.369,96	123.043,07	88,29%	16.326,89	123.043,07
3121 - Expenditure related to evaluation and review (ex 3	3	75.837,60	69.508,64	91,65%	6.328,96	69.508,64
3131 - Missions and related expenses (ex 3120)	3	19.868,63	10.631,82	53,51%	9.236,81	10.631,82
3141 - Data collection IT services to support programme m	3	157.927,03	155.821,67	98,67%	2.105,36	155.821,67
3142 - Programme management specific IT systems - DG DIGI	3	59.274,00	0,00	0%	59.274,00	0
3151 - Communication, editing, publications, website and	3	293.011,76	268.381,45	91,59%	24.630,31	268.381,45
3161 - Ex-post auditing (partly ex 3310)	3	113.020,00	113.020,00	100%	0	113.020,00
3171 - Studies, consultancy, translation and other progra	3	42.292,10	34.785,00	82,25%	7.507,10	34.785,00
	3					
	3 Total	900.601,08	775.191,65	86,07%	125.409,43	775.191,65
	Grand Total	1.146.154,91	936.966,29	81,75%	209.188,62	935.563,28

Note: De-commitments on 31/12/2014

3. Notes on Budget Implementation

CHAFEA as an executive agency has an operating budget governed by the Commission Regulation N°1653/2004. According to Article 15 of Regulation EC N°58/2003, the operating budget covers exclusively the administrative expenditure for the financial year.

The subsidy is transferred to the Agency in several instalments, according to Article n°27 of the Commission Decision C (2013)-9505 of 20/12/2013.

The budget consists only of non-differentiated appropriations.

Exercise 2015

Credits of the Year – C1

- Revenue is composed of an annual subsidy transferred by the Commission. The subsidy for 2014 was 7.409.460 €.

The subsidy was received in:

- 3 instalments from The Commission, DG SANTE in **March, July and October 2015,**
- 3 instalments from the Commission, DG JUST in **March, August and October 2015**
- and in single instalment from the Commission DG AGRI in **December 2015.**

- The budget for 2015 was committed for an amount of 7.294.216,94 €, corresponding to 98.44% of the total.

The payment execution reached the amount of 5.798.458,50 € corresponding to 78,26 % of the initial budget or to 79,49 % of the committed budget.

A total amount of 1.495.758,44 € was carried over to 2016 representing 20,51 % of the commitments of the year.

The major amounts carried over concern the activities of:

- fitting out of offices
- meetings and info days intended for Programme participants,
- data collection and IT systems,
- programme management specific IT systems
- communication, editing, publications and websites,
- financial audits contracted with Moore Stephens in 2015
- furniture and associated expenditure
- Studies, consultancy, translation and other programme
- other operating services.

In compliance with the Financial Regulation, the unused staff expenses were de-committed at the end of the year. Additionally a review of the provisional commitments took place, in order to ensure that only justified commitments would be carried over to 2016.

Expenditure is divided into 3 titles:

- Title 1: Expenses for personnel linked to the Agency

This title includes expenses for: salaries, allowances and social costs, recruitment expenses, training, services provided by DG Admin and PMO, social perquisites and interim services.

EUR

Title 1	2015 €	%	2014 €	Delta 2015-2014 €	Delta 2015-2014 %
Budget Allocated	4.185.560	56,5 % of the Total Budget	4.229.800	-44.240	-1,1 %
Commitments Execution	4.176.774	99,8 %	4.137.702	39.072	0,9 %
Payments Execution	4.085.550	97,6 %	4.013.384	72.166	1,8 %
RAL	91.225	2,2 % of the Commitments execution	124.318	-33.093	-36,3 %

Comments:

- Title 1 represents 56,5 % of the total budget,
- 99,8 % of the budget was committed and 97,6 % was paid and only 2,2 % were transferred in RAL.
- The carry-over amounts from 2015 to 2016 concerns:
 - Interim services committed in 2015 exercise but to be paid in 2016.
 - Training and language courses for staff,
 - Services provided by PMO and DG HR – medical service and training (SLA),
 - Recruitment expenses,
- The expenses in Title 1 (in terms of commitment execution) increased by 0,9 %.

- Title 2: Central Support costs

This title includes expenses related to: rent and charges, purchase of equipment, furniture, office supplies, service legal agreements with DG Budget, DIGIT and other services related to the operating activities.

EUR

Title 2	2015 €	%	2014 €	Delta 2015-2014 €	Delta 2015-2014 %
Budget Allocated	1.409.000	19,0 % of the Total Budget	974.500	434.500	30,8 %
Commitments Execution	1.359.775	96,5 %	962.449	397.326	29,2%
Payments Execution	864.648	61,4 %%	841.213	23.435	2,7 %
RAL	495.127	36,4 % of the Commitments execution	121.236	373.891	75,5 %

Comments:

- Title 2 represents 19% of the total budget,
- 96,5 % of the budget was committed and 61,4 % was paid and 36,4 % (of allocated budget) was transferred in RAL,

- The most significant amount carried over to 2016 relates to other fitting out of offices, furniture and associated expenditure, hardware, software and linked expenditure, operating services contracted in 2015, but to be paid in 2016.
- The most significant expense, 74,1 % of allocated budget in title 2 relates to office space: rent and charges.

- Title 3: Expenditure linked to the Agency's operations

This title includes expenses for: meetings organised for DG SANCO, payments of experts participating in the evaluation of calls for proposals, missions, IT expenditure, communication, ex-post audits directly related to operational activities.

EUR

Title 3	2015 €	%	2014 €	Delta 2015-2014 €	Delta 2015-2014 %
Budget Allocated	1.814.900	24,5 % of the Total Budget	2.042.700	-227.800	-12,6 %
Commitments Execution	1.757.668	96,9 %	1.817.487	-59.819	-3,4 %
Payments Execution	848.261	46,7 %	916.885	-68.624	-8,1 %
RAL	909.406	51,7 % of the Commitments execution	900.601	8.805	1,0 %

Comments:

- Title 3 represents 24,5% of the total budget,
- 96,9% of the budget was committed, 47% was paid and 53% (of allocated budget) was transferred in RAL,
- In comparison with 2014, the budget allocated decreased by 12,6 %.
- The amount of 909.406 € carried-over from 2015 to 2016 includes :
 - Meetings organised in 2015 for which the reimbursement of expenses will be paid in 2016 and includes as well the amounts for meetings planned in the year 2016 for which experts were invited in 2016,
 - Data collection & IT services: services provided in 2015 but not yet paid and services to be provided in the year 2016,
 - Programme management specific IT systems – provided the Commission (DG DIGIT),
 - Mission's expenses realised in 2015 but not paid until the 31/12/2015 to the concerned staff members,
 - Communication and promotion activities in Consumers and BTSF: videos, booklets,
 - Services related to ex-post evaluation and financial audit ex-post outsourced in 2015,
 - Studies, consultancy, translation and other programmes.

Credits carried over from 2014 to 2015 – C8

- In 2014 the RAL amounted to 1.146.155 € :
 - Title 1: 124.318 € 10,8 %
 - Title 2: 121.236 € 10,6 %
 - Title 3: 900.601 € 78,6 %

A review of open commitments took place at the end of 2015 and a total of 201.592 € was de-committed. This amount will be returned to the Commission after closure of the accounts. For more details please refer to the Budget Outturn account.

The unused amounts concern some expenses that were foreseen to take place during the following exercise, but which did not finally occur.

4. Human Resources on 31-12-2015

Categories and grades	31-12-2015	Planned
Temporary Agents		
AD14	1	1
AD13	1	1
AD12	2	2
AD11	2	2
AD10		
AD9		
AD8	1	1
AD7		
AD6	2	3
AD5	1	1
AST7	1	1
AST6		
AST5		
AST 4	1	1
Total Temporary Agents	12	13
Contractual Agents		
IV	19	20
III	10	10
II	8	8
I	0	
Total Contractual Agents	37	38
TOTAL	49	51

5. Overview of contracts on 31-12-2015

Expenditure Type	Commitment	Contract Reference	Contractor Name	Amount (EUR)	Good	Service	Restricted procedure	Framework contract
ADM	PHE.976	CHAFEA/2014/BDC/16/ADM - CDT - TRANSL. OF DOCS FROM OMBUDSMAN (PROJ. 2007328) - FINAL DECOMMITMENT	TRANSLATION CENTRE FOR THE BODIES OF THE EU	3.217,50		x		x
ADM	PHE.1064	CHAFEA/2015/SC/20/ADM - INNOVATIA CONSORTIUM - ESP -DESIS DI/07335 LOT2 / ROSINE UWAMAHORO - I.D. LEVEL 3	INNOVATIA CONSORTIUM UNISYS BELGIUM	49.913,00		x		x
ADM	PHE.1065	CHAFEA/2015/SC/27/ADM - ONE4EU3 - ESP -DESIS DI/07338 LOT3 / ROSINE UWAMAHARO - W.O.M LEVEL3	ONE4EU3 CONSORTIUM - UNISYS BELGIUM	42.459,00		x		x
ADM	PHE.1088	CHAFEA/2015/BDC/19/ADM - OIL - OFFICE SUPPLIES (PAPER) - FINAL DECOMMITMENT	EUROPEAN COMMISSION	1.403,60	x		x	
ADM	PHE.1092	MOORE STEPHENS - SC 06_30 - CHAFEA/2015/SC/38/ADM - TECHNICAL ASSISTANCE SERVICES IN FIELDS OF AUDITS & CONTROLS - ADD 1	MOORE STEPHENS LLP	114.992,00		x		x
ADM	PHE.1096	CHAFEA/2015/SC/41/ADM - 01_01_26 - BUDG-12PO-PO-02 / FC 30-CE-0542730/00-53 - PWC EU SERV. EESV	PRICEWATERHOUSECOOPERS EU SERVICES	30.000,00		x		x
ADM	PHE.1097	01_01_27 - CHAFEA/2015/SC/42/ADM - BUDG-12PO-PO-02 / FC 30-CE-0542730/00-53 - PWC EU SERV. EESV	PRICEWATERHOUSECOOPERS EU SERVICES	42.390,00		x		x
ADM	PHE.1103	CHAFEA/2015/BDC/25/ADM - CDT - TRANSL. OF COA'S COMMENTS (ANNUAL ACCOUNTS 2014) - COMPL.1	TRANSLATION CENTRE FOR THE BODIES OF THE EU	902,00		x		x
ADM	PHE.1106	CHAFEA/2015/BDC/26/ADM - OIL - OFFICE SUPPLIES (PAPER)	EUROPEAN COMMISSION	1.403,60	x		x	
ADM	PHE.1122	CHAFEA/2015/BDC/30/ADM - FLASHBAY - PURCHASE OF USB KEYS	FLASHBAY LIMITED	7.900,00		x	x	
ADM	PHE.1145	CHAFEA/2015/BDC/44/ADM - OIL - OFFICE SUPPLIES	EUROPEAN COMMISSION	2.255,84	x			x
ADM	PHE.1146	CHAFEA/2015/BDC/48/ADM - DROMEAS - PURCHASE OF FURNITURE FOR THE NEW OFFICES	PAPAPANAGIOTOU ABEEA DROMEAS ANONYM	31.754,52	x		x	
ADM	PHE.1147	CHAFEA/2015/BDC/49/ADM - INTERSTUHL BÜROMÖBEL - PURCHASE OF CHAIRS FOR THE NEW OFFICES	INTERSTUHL BUROMOBEL GMBH & CO KG	9.449,65	x		x	
AGR	PHE.1140	CHAFEA/2015/SC/70/AGR - GOLDEN SECTION GRAPHICS - PURCHASE OF 2 INFOGRAPHICS	GOLDEN SECTION GRAPHICS GMBH	14.800,00	x		x	
BTSF	PHE.1115	CHAFEA/2015/SC/33/BTSF - NOOKOM - PRODUCTION OF ANNUAL REPORT 2014	NOOKOM EZHZ	57.806,64		x		x
BTSF	PHE.1123	CHAFEA/2015/SC/32/BTSF - TURNER - PROVISION OF DRAFTING & EDITING BTSF RELATED TEXTS IN ENGLISH	TURNER DAVID JAMES	15.000,00		x	x	
BTSF	PHE.1135	CHAFEA/2015/SC/40/BTSF - NOOKOM - ORGANISATION BTSF INFO DAY 2015	NOOKOM EZHZ	13.554,80		x		x

Expenditure Type	Commitment	Contract Reference	Contractor Name	Amount (EUR)	Good	Service	Restricted procedure	Framework contract
CP	PHE.1091	CHAFEA/2014/SC/35/CP - TIPIK - ORGANISATION OF THE ECC NET INFODAY (LUXEMBOURG) - FINAL DECOMMITMENT	TIPIK COMMUNICATION AGENCY SA	14.923,28		x		x
CP	PHE.1104	CHAFEA/2015/SC/39/CP - NOOKOM - ORGANISATION OF THE CONSUMER CLASSROOM 3RD INTER-SCHOOL COMPETITION ON "DIGITAL CONTENT" - TECHN. CORRECTION (BL) - FINAL DECOMMITMENT	TIPIK COMMUNICATION AGENCY SA	77.999,80		x		x
CP	PHE.1131	CHAFEA/2015/BDC/37/CP - CDT - TRANSL. OF TENDER SPECIFICATIONS - CHAFEA/2015/CP/03	TRANSLATION CENTRE FOR THE BODIES OF THE EU	7.779,75		x		x
CP	PHE.1071	CHAFEA/2015/IL/28/CP - EXPERT/KONTOGIANNI - 32ND ECC NET MEETING - 10-11/03/2015 BXLS - FINAL DECOMMITMENT	SINGOROS TOU KATANALOTI - HELLENIC C	1.284,00		x	x	
IT	PHE.1053	CHAFEA/2015/BDC/01/IT - DIMENSION DATA - MAINTENANCE OF THE VIDEO CONFERENCE EQUIPMENT	DIMENSION DATA BELGIUM SA	943,37		x		x
IT	PHE.1054	CHAFEA/2015/BDC/02/IT - COMPAREX NEDERLAND B.V. - MAINTENANCE OF SOFT. LICENSES	COMPAREX NEDERLAND BV	5.158,89		x		x
IT	PHE.1057	CHAFEA/2015/BDC/05/IT - GETSYS BELGIUM - MAINTENANCE OF THE SCANNER DR-9080C	GETSYS SOCIETE MOMENTANNEE THV GETSYS	984,26		x		x
IT	PHE.1059	CHAFEA/2015/BDC/06/IT - COMPAREX NEDERLAND B.V. - PURCHASE & RENEWAL OF SOFTWARE IN Q1	COMPAREX NEDERLAND BV	3.415,29	x			x
IT	PHE.1060	CHAFEA/2015/BDC/08/IT - BELGACOM - MAINTENANCE VIDEO CONFERENCE SYSTEM	BELGACOM SA	1.810,00		x		x
IT	PHE.1061	CHAFEA/2015/SC/21/IT - ONE4EU3 - ESP - DESIS DI/07338 LOT3 / LUISA SOARES MARQUES	ONE4EU3 CONSORTIUM*UNISYS BELGIUM S	114.785,00		x		x
IT	PHE.1062	CHAFEA/2015/SC/23/IT - INNOVATIA CONSORTIUM - ESP - DESIS DI/07335 LOT2 / PHILIPPE BRYNAERT - TECHN. CORRECTION (B.A.)	INNOVATIA CONSORTIUM - UNISYS BELGIUM	69.986,40		x		x
IT	PHE.1063	CHAFEA/2015/SC/22/IT - EURORA CONSORTIUM - ESP-DESI DI/07330 LOT1 / JP MAQUESTIAUX	CONSORTIUM EURORA - ARHS DEVELOPMENTS	99.822,80		x		x
IT	PHE.1066	CHAFEA/2015/BDC/09/IT - ORACLE - RENEWAL OF MAINTENANCE FOR ORACLE USER LICENSES	ORACLE BELGIUM BVBA	1.577,56		x		x
IT	PHE.1074	CHAFEA/2015/BDC/11/IT - SYSTEMAT - MAINTENANCE SERVERS	SYSTEMAT LUXEMBOURG PSF SA	531,30		x		x
IT	PHE.1075	CHAFEA/2015/BDC/12/IT - COMPAREX NEDERLAND B.V. - PURCHASE & RENEWAL OF SOFTWARE IN Q2	COMPAREX NEDERLAND BV	676,30	x			x

Expenditure Type	Commitment	Contract Reference	Contractor Name	Amount (EUR)	Good	Service	Restricted procedure	Framework contract
IT	PHE.1075	CHAFEA/2015/BDC/12/IT - COMPAREX NEDERLAND B.V. - PURCHASE & RENEWAL OF SOFTWARE IN Q2	COMPAREX NEDERLAND BV	676,30	x			x
IT	PHE.1077	CHAFEA/2015/SC/30/IT - SERCO BELGIUM - V.CLAUSSE- (USER SUPP. AGENT) - ADD1	SERCO BELGIUM SA	51.842,70		x		x
IT	PHE.1078	CHAFEA/2015/SC/29/IT - SERCO BELGIUM - A. MENIDIATIS (SECURITY CONSULTANT) - FC 07390	SERCO BELGIUM SA	31.075,20		x		x
IT	PHE.1079	CHAFEA/2015/BDC/13/IT - BECHTLE AG. - MOVING THE TERMINAL & REPLICATION SERVERS TO A REMOTE PLACE	BECHTLE AG	920,00		x		x
IT	PHE.1080	CHAFEA/2015/BDC/14/IT - SYSTEMAT - MOVE OF REPLICATION SERVER	SYSTEMAT LUXEMBOURG PSF SA	1.239,42		x		x
IT	PHE.1083	CHAFEA/2015/BDC/15/IT - HEWLETT PACK - DI/07020 - MICROSOFT LICENSE	HEWLETT PACKARD BELGIUM BVBA	7.314,30		x		x
IT	PHE.1086	CHAFEA/2015/SC/31/IT - SERCO BELGIUM - A. MENIDIATIS (SYSTEME ADMINISTRATOR) - FC 07390	SERCO BELGIUM SA	29.134,30		x		x
IT	PHE.1105	CHAFEA/2015/BDC/23/CP - COMPAREX NEDERLAND B.V. - PURCHASE OF SSL SECURITY CERTIFICATES.	COMPAREX NEDERLAND BV	2.343,50		x		x
IT	PHE.1110	CHAFEA/2015/BDC/27/IT - BECHTLE AG - PURCHASE OF INFORMATIC EQUIPMENT	BECHTLE AG	1.392,06	x			x
IT	PHE.1112	CHAFEA/2015/BDC/28/IT - GETSYS BELGIUM - PURCHASE OF OF SCANNERS CONSUMABLES	GETSYS SOCIETE MOMENTANNEE - THV GETSYS	738,30	x			x
IT	PHE.1124	CHAFEA/2015/BDC/31/IT - DELL - RENEWAL OF MAINTENANCE ON PCS & SCREENS	DELL N.V.	1.403,01		x		x
IT	PHE.1127	CHAFEA/2015/BDC/32/IT - GETSYS BELGIUM - RENEWAL OF MAINTENANCE ON PRINTERS	GETSYS SOCIETE MOMENTANNEE - THV GETSYS	704,38		x		x
IT	PHE.1134	CHAFEA/2015/BDC/39/IT - SYSTEMAT - PURCHASE OF PCS & LINKED EXPENDITURE	SYSTEMAT LUXEMBOURG PSF SA	4.710,71	x			x
IT	PHE.1137	CHAFEA/2015/BDC/40/IT - SAP BELGIUM - PURCHASE & MAINT. OF BO & WEBI LICENSES	SAP BELGIUM - SYSTEMS APPLICATIONS	1.130,50		x		x
IT	PHE.1138	CHAFEA/2015/BDC/43/IT - CIVATEL - PURCHASE OF BEAMERS	CENTRE D'INFORMATION ET DE VENTE DE	6.079,90	x		x	
IT	PHE.1139	CHAFEA/2015/BDC/41/IT - SAP BELGIUM - MAINT. RENEWAL OF SAP LICENSES	SAP BELGIUM - SYSTEMS APPLICATIONS	240,00		x		x
IT	PHE.1141	CHAFEA/2015/BDC/45/IT - DIMENSION DATA - PURCHASE OF VIDEOCONFERENCE SYSTEM	DIMENSION DATA BELGIUM SA	28.466,22	x		x	
IT	PHE.1142	CHAFEA/2015/BDC/42/IT - COMPAREX NEDERLAND B.V. - PURCHASE & RENEWAL OF SOFTWARE IN Q4	COMPAREX NEDERLAND BV	5.863,33		x		x
IT	PHE.1143	CHAFEA/2015/BDC/46/IT - GETSYS LUXEMBOURG - PURCHASE OF B/W & COLOR PRINTER & RELATED CONSUMABLES - FWK DI/6940	GETSYS LUXEMBOURG ASSOCIATION MOMEN	7.238,05	x			x
PHP	PHE.948	CHAFEA/2014/BDC/01/PHP - CDT - TRANSL. OF TENDER SPECIF- TOR 14 - FINAL DECOMMITMENT	TRANSLATION CENTRE FOR THE BODIES OF THE EU	11.511,50		x		x
PHP	PHE.1058	CHAFEA/2015/SC/19/PHP - BATEY - SPEAKER FOR THE WORKSHOP ON CD-HA - 12/13 FEBRUARY 2015 - THE HAGUE - FINAL DECOMMITMENT	BATEY	3.350,00		x	x	

Expenditure Type	Commitment	Contract Reference	Contractor Name	Amount (EUR)	Good	Service	Restricted procedure	Framework contract
PHP	PHE.1069	CHAFEA/2015/SC/25/PHP - HORVATH - EVALUATION OF THE INTERIM REPORT PROJECT 2012 12 08 "LET IT HAPYN"	HORVATH	1.125,00		x	x	
PHP	PHE.1070	CHAFEA/2015/SC/26/PHP - LAZARUS - EVALUATION OF THE INTERIM REPORT PROJECT 2012 12 08 "LET IT HAPYN"	JEFFREY VICTOR LAZARUS LAZ CONSULT	1.125,00		x	x	
PHP	PHE.1072	CHAFEA/2015/SC/24/PHP - MELIS - EVALUATION OF THE INTERIM REPORT PROJECT 2012 12 08 "LET IT HAPYN"	MELIS	1.575,00		x	x	
PHP	PHE.1085	CHAFEA/2015/BDC/16/PHP- OP - PUBLICATION CALLS FOR PROPOSAL 2015	EUROPEAN COMMISSION	216,00		x	x	
PHP	PHE.1089	CHAFEA/2015/SC/36/PHP - COOK - REVIEW OF PHP EU FUNDED ACTIONS' FINAL RESULTS	COOK	7.650,00		x	x	
PHP	PHE.1090	CHAFEA/2015/SC/37/PHP - NURM - REVIEW OF PHP EU FUNDED ACTIONS' FINAL RESULTS - TECHN. CORRECTION (B.A.)	NURM	9.900,00		x	x	
PHP	PHE.1095	CHAFEA/2015/BDC/18/PHP - GGD AMSTERDAM - ORGANISATION OF A SATELLITE SYMPOSIUM - 29/07/2015 - AIDS IMPACT CONFERENCE - AMSTERDAM - FINAL DECOMMITMENT	CITY OF AMSTERDAM	13.000,00		x	x	
PHP	PHE.1098	CHAFEA/2015/BDC/22/PHP - CDT - TRANSL. OF TENDER SPECIFICATIONS - CHAFEA/2015/HEALTH/04 & CHAFEA/2015/HEALTH/09 - FINAL DECOMMITMENT	TRANSLATION CENTRE FOR THE BODIES OF THE EU	23.226,50		x		x
PHP	PHE.1099	CHAFEA/2015/SC/43/PHP - MONTONEN - PRODUCTION OF A CHAPTER FOR CHAFEA THEMATIC PUBLICATION ON REDUCING ALCOHOLISM	MONTONEN	1.350,00		x	x	
PHP	PHE.1100	CHAFEA/2015/BDC/24/PHP - CDT - TRANSL. OF TENDER SPECIFICATIONS - CHAFEA/2015/HEALTH/34 - FINAL DECOMMITMENT	TRANSLATION CENTRE FOR THE BODIES OF THE EU	13.981,00		x		x
PHP	PHE.1107	CHAFEA/2015/SC/45/PHP - AYME - PRODUCTION OF A BROCHURE "2008-2014 - EU FUNDED ACTIONS TO SUPPORT THE PUBLIC HEALTH PRIORITIES - RARE DISEASES"	AYME	8.100,00		x	x	
PHP	PHE.1111	CHAFEA/2015/SC/44/PHP - HEDLEY - PRODUCTION OF A BROCHURE "2008-2014 - EU FUNDED ACTIONS TO SUPPORT THE PUBLIC HEALTH PRIORITIES - RARE DISEASES"	HEDLEY	10.350,00		x	x	
PHP	PHE.1120	CHAFEA/2015/BDC/29/PHP - AIP FEIRAS CONGRESSOS E EVENTOS ASS. - HEALTH PROGRAMME SYMPOSIUM - 23-24/09/2015 - LISBON	AIP-FEIRAS CONGRESSOS E EVENTOS ASS	12.977,52		x	x	
PHP	PHE.1126	CHAFEA/2015/SC/67/PHP - NOOKOM - ORGANISATION OF 3 CONFERENCES - (LISBON 23-25/09/2015 - MILAN 15-17/10/2015 - STOCKHOLM 11-13/11/2015)	NOOKOM EZHZ	80.756,00		x		x

Expenditure Type	Commitment	Contract Reference	Contractor Name	Amount (EUR)	Good	Service	Restricted procedure	Framework contract
PHP	PHE.1128	CHAFEA/2015/BDC/36/PHP - CDT - TRANSL. OF CALL 2015 - FINAL DECOMMITMENT	TRANSLATION CENTRE FOR THE BODIES OF THE EU	2.480,50		x		x
PHP	PHE.1129	CHAFEA/2015/BDC/33/PHP - EPH - CONFERENCE, 14-17 OCTOBER 2015 - MILAN	STICHTING EPH CONFERENCE	9.500,00		x	x	
PHP	PHE.1130	CHAFEA/2015/BDC/35/PHP- OP - PUBLICATION CALLS FOR PROPOSAL 2015 (REFUGEE CRISIS)	EUROPEAN COMMISSION	216,00		x		x
PHP	PHE.1149	CHAFEA/2015/SC/72/PHP - MEDIA CONSULTA - P° OF SHORT VIDEOS	MEDIA CONSULTA TV & FILMPRODUKTION	50.050,00		x		x
PHP	PHE.1133	CHAFEA/2015/BDC/34/PHP - ESCAIDE - CONFERENCE - 11/13 NOVEMBER 2015 - STOCKHOLM	SHG COURTHOTEL LINDHAGENSPLAN AB	8.500,77		x	x	

6. Report on Financial Management in 2015

The Consumers, Health and Food Executive Agency (CHAFEA) is the result of the transformation of the Executive Agency for Health and Consumers (EAHC).

On 9th September 2008, the Agency was entrusted with a new mandate enlarged to Consumers and Food Safety measures.

In 2012, the Commission decided to further extend the mandate of the Agency and to increase the volume of appropriations entrusted to it, through a new amendment:

Consequently, the Agency was also responsible for the management of the part of the actions provided for in the Commission Decision C(2012)1548, adopting a work programme for the funding of projects in the area of external trade relations, including access to the markets for non-European Union countries and initiatives in the field of trade-related assistance⁷. This extension also covered the delegation of actions pertaining to the *Food Security* Thematic Programme as provided for in the Regulation EC/1905/2006 of the European Parliament and the Council establishing a Financing Instrument for Development Cooperation.

By its implementing Decision of 17 December 2013 (Ref. 2013/770/EU) the European Commission established the Consumers, Health and Food Executive Agency – Chafea - which replaced and succeeded the Executive Agency for Health and Consumers over the period from 1st January 2014 to 31 December 2024.

The Commission Decision of 17 December 2013 entrusted the new agency *Chafea* with the implementation of the following programmes and actions:

- The Consumer Programme 2014-2020,
- The Public Health Programme 2014-2020,
- The Food Safety Training measures covered by Directive 2000/29/EC and Regulation (EC) No 882/2004.

The Agency was also entrusted with the implementation of the legacy of the programmes which were managed by the former Executive Agency for Health and Consumers – EAHC.

⁷ and its actions announced under the heading "Trade-related assistance, training and capacity building actions towards developing countries

*By the Commission Implementing Decision of 17 December 2014 (Ref. 2014/927/EU), the Consumers, Health and Food Executive Agency has been transformed into the **Consumers, Health, Agriculture and Food Executive Agency – CHAFEA** from 1st January 2014 to 31 December 2024 and has also been made responsible for implementing the information provision and promotion measures concerning agricultural products implemented in the internal market and third countries.*

The implementation of the Agency's administrative budget - an annual subsidy transferred by the Commission to the Agency's bank account - is regulated by Commission Regulation (EC) N 1653/2004 on a standard financial regulation for Executive Agencies amended by Commission regulation EC n°651/2008 of 9/07/2008.

- **Financial Management and Internal Control**

The Consumers, Health, Agriculture and Food Executive Agency has implemented a centralised organisational structure based on the Commission's designed Financial Circuit Model 4, «Full centralisation of financial transactions»⁸. According to this Model, the centralised verification of the financial aspects of a transaction must ensure that the operation is legal, regular and in due respect of the principle of sound financial management and that all related steps have been carried out correctly in compliance with the applicable regulatory requirements.

The financial circuits in place are compliant with the "four eyes principle", meaning that the roles of initiation and verification are separated to ensure clearer accountability. The centralised financial ex-ante control function is not involved in the initiation of financial operations. All main financial procedures are documented and published on the Agency's intranet.

The Agency operates in respect of the Commission-wide 16 Internal Control Standards, which aim at an effective operation of the control environment. In this perspective, the Agency performed a full risk assessment and internal control review.

- **Accounting systems**

Having concluded a Service Level Agreement with the Budget Directorate-General of the European Commission (DG BUDG), the Agency implemented and uses the Commission hosted ABAC and SAP accounting tools. Since December 2007 the Agency also disposes of ABAC Assets, a specific ABAC module to manage fixed assets.

To cash the operating subsidy paid by the European Commission and to execute payments, the Agency has opened a bank account in EUR, benefiting from the same framework contract conditions as the Commission. All transactions via this account are systematically made through the Commission managed ABAC, SAP and SWIFT systems.

⁸ provided for in the Annex to the Action 79 of the White Paper on reforming the Commission, 200/2000/COM, "Reforming the Commission – a White Paper – Part II – Action Plan" dated 01.03.2000.