

FINAL ANNUAL ACCOUNTS

Financial Year 2017

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

Accompanied by

**Report on budgetary and financial
management 2017**

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INTRODUCTION

Basis for preparation

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

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

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

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

Reporting entity

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

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

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

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

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

The Agency is a consolidated entity in accordance with Article 185 of the EU General Financial Regulation. The Agency's expenditure, in 2017, in respect of the PIC regulation, was financed by a subsidy from the general budget of the EU. The Agency's REACH and CLP and Biocidal Products expenditure was financed from a subsidy and from the fee-generated income.

CERTIFICATION BY THE ACCOUNTING OFFICER
of ECHA's Final Annual Accounts 2017

The annual accounts of the European Chemicals Agency for the year 2017 have been prepared in accordance with the Title IX of the Financial Regulation applicable to the general budget of the European Union, the accounting rules adopted by the Commission's Accounting Officer and the accounting principles and methods adopted by myself.

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

I have obtained from the authorising officer, who certified its reliability, all the information necessary for the production of the accounts that show the European Chemicals Agency's assets and liabilities and the budgetary implementation.

I hereby certify that based on this information, and on such checks as I deemed necessary to sign off the accounts, I have a reasonable assurance that the accounts present fairly, in all material aspects, the financial position, the results of the operations and the cash-flow of the European Chemicals Agency.



Markus Wolf
Accounting Officer

06.06.2018

1. FINANCIAL STATEMENTS

1.1. Balance Sheet

ASSETS	Note	31.12.2017 €	31.12.2016 €
NON CURRENT ASSETS			
Intangible fixed assets	2.1.1		
Computer software		31 363 731	31 461 766
Intangible fixed assets under construction		1 865 480	2 046 774
Tangible fixed assets	2.1.1		
Computer hardware		798 458	1 180 674
Furniture and vehicles		428 119	521 493
Other fixtures and fittings		2 858 477	4 480 706
Long-term investments	2.1.2		
Other investments		0	0
TOTAL NON CURRENT ASSETS		37 314 264	39 691 413
CURRENT ASSETS			
Exchange receivables	2.1.3	4 477 337	4 368 562
Non-exchange receivables	2.1.4	1 138 919	883 238
Current financial assets (Deposits)	2.1.2	185	10 000 013
Cash and cash equivalents	2.1.5	18 850 174	9 628 015
Current pre-financing	2.1.6	0	494 103
TOTAL CURRENT ASSETS		24 466 615	25 373 930
TOTAL ASSETS		61 780 880	65 065 343

LIABILITIES	Note	31.12.2017 €	31.12.2016 €
CAPITAL			
Accumulated result		40 604 569	54 527 421
Economic result of the year: - loss / + profit	1.2.	(6 420 566)	(13 922 851)
TOTAL CAPITAL	1.4.	34 184 003	40 604 569
NON CURRENT LIABILITIES			
Long term financial liabilities		0	0
Provisions for risks and charges	2.1.7	87 500	152 272
TOTAL NON CURRENT LIABILITIES		87 500	152 272
CURRENT LIABILITIES			
Provisions for risks and charges	2.1.7	0	0
Short-term financial liabilities		0	0
Current payables	2.1.8	9 668 951	8 190 606
Accrued charges and deferrals	2.1.9	17 840 425	16 117 896
TOTAL CURRENT LIABILITIES		27 509 376	24 308 502
TOTAL LIABILITIES		61 780 880	65 065 343

1.2. Statement of Financial Performance

DETAILS	Note	2017 €	2016 €
Exchange revenue		39 727 870	37 810 645
Non-exchange revenue		66 226 910	57 795 303
TOTAL REVENUE	2.2.1	105 954 781	95 605 949
Administrative expenses			
- Staff expenses		(61 755 174)	(58 375 774)
- Fixed asset related expenses		(13 256 851)	(12 678 241)
- Other administrative expenses		(13 549 243)	(13 233 063)
Operating expenses		(23 807 127)	(25 237 955)
Financial expenses		(6 952)	(3 767)
TOTAL EXPENSES	2.2.2	(112 375 346)	(109 528 800)
ECONOMIC RESULT OF THE YEAR		(6 420 566)	(13 922 851)

1.3. Cash Flow Statement (Indirect method)

Cash flows from ordinary activities	Note	2017 €	2016 €
Surplus/(deficit) from ordinary activities	1.2.	(6 420 566)	(13 922 851)
<u>Adjustments</u>			
Amortisation (intangible fixed assets)		11 049 911	4 623 855
Depreciation (tangible fixed assets)		2 206 940	(2 772 465)
Increase/(decrease) in provisions for risks and liabilities		(64 772)	(42 724)
(Increase)/decrease in exchange receivables		(108 776)	(1 241 649)
(Increase)/decrease in non-exchange receivables		(255 682)	1 132 466
(Increase)/decrease in current pre-financing		494 103	(470 614)
Increase/(decrease) in other long-term liabilities		0	0
Increase/(decrease) in current payables		1 478 345	3 920 847
Increase/(decrease) in accrued charges and deferrals		1 722 529	6 838 000
Net cash flow from ordinary activities		10 102 034	(1 935 134)
Cash flows from investing activities			
Increase of intangible and tangible fixed assets		(10 879 703)	(1 542 637)
(Increase)/decrease in current financial assets and long-term investments		9 999 828	(2 499 956)
Other adj investments		0	0
Net cash flow from investing activities		(879 875)	(4 042 593)
Net increase/(decrease) in cash and cash equivalents		9 222 159	(5 977 727)
Cash and cash equivalents at the beginning of the period	2.1.5.	9 628 015	15 605 742
Cash and cash equivalents at the end of the period	2.1.5	18 850 174	9 628 015

1.4. Statement of Changes in Capital

Details	Reserves Fair value reserve €	Other reserves €	Accumulated Surplus / Deficit €	Economic result of the year €	Capital (total) €
Balance as of 01.01.2017	0	0	40 604 569	0	40 604 569
Allocation of the economic result of previous year	0	0	(13 922 851)	13 922 851	0
Economic result of the year				(6 420 566)	(6 420 566)
Balance as of 31.12.2017	0	0	26 681 718	7 502 285	34 184 003

2. NOTES TO THE FINANCIAL STATEMENTS

2.1. Notes to the balance sheet

2.1.1. Intangible and tangible fixed assets

General

Following the decision of the Accounting Officer of the European Commission from December 2016, ECHA decided to increase the fixed asset capitalisation threshold from € 420 to € 1 000 as of 01 January 2017. The threshold for capitalisation of intangible fixed assets remains unchanged.

Consequently, items acquired whose purchase price is € 1 000 (formerly € 420) or above, with a period of use greater than one year, are recorded in the fixed assets accounts. Items with an acquisition price below € 1 000 (formerly € 420) are charged to the statement of financial performance in the financial period that they are acquired. Intangible assets (mainly IT developments) are recognised when the cumulative development costs, including internal resources, exceeds € 500 000.

Intangible and tangible fixed assets are stated at historical cost (purchase cost/development cost less amortisation and depreciation and impairment losses). Historical cost includes expenditure that is directly attributable to the acquisition or development costs of the items. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Agency and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of financial performance during the financial period in which they are incurred.

None of the fixed assets recorded as at 31 December 2017 are subject to finance lease agreements.

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

Intangible fixed assets:

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

Tangible fixed assets:

Furniture and vehicles	10% to 25%
Computer hardware	25%

Other fixtures and fittings

10% to 33%

Intangible fixed assets

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

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

The following table represents the capitalised intangible fixed assets as at 31 December 2017.

Intangible fixed assets		Internally generated Computer Software €	Purchased Computer Software €	Intangible fixed assets under construction €	Total €
Gross carrying amounts 01.01.2017	+	52 095 610	5 789 115	2 046 774	59 931 499
Additions	+		21 498	10 749 082	10 770 579
Disposals	-				0
Transfer between headings	+/-	10 930 376		(10 930 376)	0
Other changes	+/-		0	0	0
Gross carrying amounts 31.12.2017		63 025 987	5 810 613	1 865 480	70 702 079
Accumulated depreciation/amortisation and impairment 01.01.2017	-	(20 955 169)	(5 467 789)	0	(26 422 959)
Depreciation/Amortisation	-	(11 049 911)		0	(11 049 911)
Write-back of depreciation/amortization	+			0	0
Disposals	+			0	0
Impairment	-	0	0	0	0
Write-back of impairment	+	0	0	0	0
Transfer between headings	+/-	0	0	0	0
Other changes	+/-	0	0	0	0
Accumulated depreciation/amortisation and impairment 31.12.2017		(32 005 080)	(5 467 789)	0	(37 472 869)
Net carrying amounts 31.12.2017		31 020 907	342 823	1 865 480	33 229 209

All projects relating to internally developed IT tools that were either on-going or put into operation in 2017 were analysed. The main costs of development relate to external consultancy and ECHA employee salary costs. Employee salary costs for 2017 amounted to € 2 065 480 (€ 2 971 432 in 2016).

During 2017, fifteen (15) internal IT projects fulfilled the criteria for asset recognition (six of which commenced prior to 01 January 2017). The costs relating to five (5) of these projects are recognised as intangible assets under construction as at 31 December 2017.

The table below highlights the projects under development as at 31 December 2017.

Project name	Cumulative Development Costs 31.12.2016 €	Development Costs 2017 €	Cumulative Development Costs 31.12.2017 €
QSAR Toolbox V4.2-5	0	285 429	285 429
Dissemination v3.2-4.0	0	557 040	557 040
ECHA website	0	541 212	541 212
IQMS	0	195 218	195 218
Planning and Reporting for ECHA WP	0	286 580	286 580
TOTAL	0	1 865 480	1 865 480

The remaining ten (10) internally developed IT projects were taken into use during 2017. The total recognised cost of these completed assets amounted to € 10 930 376 (€ 22 484 298 in 2016). These projects had development costs totalling € 2 046 775 recognised in "Assets under construction" as at the 31 December 2016. In 2017, further costs of € 8 883 602 were incurred completing these developments, prior to being transferred to intangible assets. The total costs transferred from "under construction" to completed internally developed assets in 2017 amounts to € 10 930 376 (€2 046 775 + € 9 379 875).

The table below represents the intangible IT assets completed in 2017:

Project name	Capitalised amount at year end €
QSAR Toolbox V3.3.-V4.1	1 214 458
IUCLID Extension	704 706
ECHA Cloud Services for SMEs	3 356 636
Dynamic Case 2.5.1	217 111
REACH IT V3.2-3.3	1 157 826
R4BP V3.9-V3.10	1 263 595
Chesar V3.2-3.3	603 028
Data Management Platform	1 428 319
ECHAInteracts	428 704
ELM	555 993
TOTAL	10 930 376

The value of research and development expenditure relating to internally developed IT projects, recognised as an expense during the period, was € 826 466 (€ 506 663 in 2016) and € 1 774 375 (€ 1 063 757 in 2016) respectively.

Tangible fixed assets

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

The gross carrying value of "Other fixtures and fittings" of € 16 922 308 consists of the costs incurred on the conference centre and two parts of the rented building, namely the second floor and lobby (approx. € 15 million) and other fixtures/fittings such as security doors and scanning machines (approx. € 1.4 million).

Tangible fixed assets		Computer hardware	Furniture and vehicles	Other Fixtures and Fittings	Total
		€	€	€	€
Gross carrying amounts 1.1.2017	+	4 054 533	966 235	16 866 233	21 887 000
Additions	+	7 524	8 824	92 775	109 122
Disposals	-	(1 332 216)		(36 700)	(1 368 916)
Reclassification within headings	+/-				0
Other changes	+/-				0
Gross carrying amounts 31.12.2017		2 729 841	975 058	16 922 308	20 627 207
Accumulated depreciation/amortization and impairment 01.01.2017	-	(2 873 859)	(444 742)	(12 385 527)	(15 704 128)
Depreciation/Amortization	-	(388 228)	(102 197)	(1 702 159)	(2 192 583)
Write-back of depreciation/amortization	+	1 330 704		23 855	1 354 559
Disposals	+				0
Impairment	-				0
Write-back of impairment	+				0
Reclassification within headings	+/-				0
Other changes	+/-				0
Accumulated depreciation/amortization and impairment 31.12.2017		(1 931 383)	(546 939)	(14 063 831)	(16 542 153)
Net carrying amounts 31.12.2017		798 458	428 119	2 858 477	4 085 054

The original value of tangible fixed assets retired in the year amounted to € 1 368 916. The loss incurred on disposals of Tangible assets during 2016 amounted to € 14 357 (€ 1 368 916 – € 1 354 559). The bulk of the disposal related to old IT hardware.

2.1.2. Current financial assets

Investments	31.12.2017	31.12.2016
	€	€
Long-term investments		
Bank deposits	0	0
Short-term investments		
Bank deposits	185	10 000 013
Total investments	185	10 000 013

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

2.1.3. Exchange receivables

Details	31.12.2017 €	31.12.2016 €
Fees and charges receivables		
REACH fee income receivables	3 773 018	4 080 330
Biocide fee income receivables	501 800	275 900
REACH fee bad debt provision	(2 795 827)	(2 197 626)
Biocide fee bad debt provision	0	0
Net fees & charges receivables	1 478 991	2 158 604
Miscellaneous accounts receivables	0	0
Bank interest to be received	0	2 722
Accrued Income - REACH	<u>1 086 306</u>	<u>403 031</u>
Total Accrued Income	1 086 306	405 753
Deferred charges		
European School	610 179	554 411
Prepaid software maintenance fees and subscriptions	459 510	580 778
Deferred expenditure included in Accounts payable	<u>736 525</u>	<u>508 416</u>
Total deferred charges	1 806 214	1 643 605
Sundry - other receivables		
Staff	105 827	145 434
Miscellaneous	0	<u>15 165</u>
Total sundry receivables	105 827	160 599
Total - Exchange receivables	4 477 337	4 368 562

2.1.4. Non-Exchange receivables

Non-exchange receivables	31.12.2017 €	31.12.2016 €
VAT receivable from Finnish authorities	1 101 523	883 238
Miscellaneous	37 396	0
Total - Non-exchange receivables	1 138 919	883 238

Non-exchange receivables relate to value added tax (VAT) recoverable from the Finnish Authorities. According to the Seat Agreement signed between the Government of Finland and the Agency, the latter can file an application for reimbursement of VAT paid on purchases in Finland, if the invoice value is greater than € 80 including VAT.

The miscellaneous non-exchange receivables with consolidated entities € 1 002 and an accounts receivable of € 36 394 with the Swiss Confederation which were all cashed in early 2018.

2.1.5. Cash and cash equivalents

Bank account name	31.12.2017	31.12.2016
	€	€
Pohjola Admin Ac	8 188 405	5 152 391
Pohjola Appeal Ac	123 603	124 341
Pohjola REACH Ac	5 756 729	1 900 613
Pohjola Bond Interest Ac	489 192	13
Pohjola Biocide Ac	3 782 960	1 962 115
Pohjola PIC Ac	295 426	306 484
Pohjola IPA Ac	207 870	175 941
Nordea Current Ac	5 989	6 119
Total - Current accounts	18 850 174	9 628 015

The amount held by the agency on current accounts at 31 December 2017 totals € 18 850 174. The majority of this amount was held with ECHA's operational bank, OP Pohjola.

2.1.6. Current pre-financing open

Pre-financing	31.12.2017	31.12.2016
	€	€
Contracts	7 816	35 612
Translations	134 806	494 103
Sub-total	142 622	529 715
<i>Less accrued charges - contracts</i>	<i>(13 677)</i>	<i>(35 612)</i>
<i>Less accrued charges - translations</i>	<i>(162 478)</i>	<i>0</i>
Total - Outstanding pre-financing	(33 534)	494 103

The pre-financing given in the year and not consumed by payments on invoices is fully consumed by accrued charges recorded for the services ordered.

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

Provisions	31.12.2017	31.12.2016
	€	€
Long-term provisions - legal	87 500	152 272
Short-term provisions	0	0
Total - Provisions	87 500	152 272

2.1.8. Current payables

Current payables	Note	31.12.2017 €	31.12.2016 €
Accounts payable			
Supplier invoices received		2 155 822	999 097
Current payables member states		0	9 616
Current payable consolidated entities		20 000	468 202
Other current payables		<u>0</u>	<u>1 917</u>
Total accounts payable		2 175 822	1 478 832
Sundry payable			
Appeal fees received		123 603	124 341
Fee refunds due		10 075	22 493
Payables with consolidated entities		0	0
Other payables - staff		<u>94 048</u>	<u>138 512</u>
Total sundry payable		227 727	285 346
Pre-financing received from consolidated entities		7 224 024	6 315 481
Pre-financing Confederation of Switzerland		<u>41 378</u>	<u>110 947</u>
Pre-financing open Commission and others	2.1.12	7 265 402	6 426 428
Total - Current payables		9 668 951	8 190 606

The sundry payables relating to appeal fees of € 123 603 (€ 124 341 in 2016) are recognised as Accounts Payable until the cases are decided upon by the Board of Appeal. The Agency will have to refund the appeal fee in cases where the appeal is decided in the applicant's favour or will recognise the appeal fee as income, of the Agency, where the Board of Appeal concludes in ECHA's favour.

2.1.9. Accrued charges and deferrals

Accrued Charges and Deferrals	Note	31.12.2017 €	31.12.2016 €
Accrued expenditure incl. consolidated entities	2.1.10	6 378 324	7 674 087
Deferred income	2.1.11	11 462 100	8 443 808
Voluntary contribution	2.1.12	0	0
Total - Accrued charges and deferrals		17 840 425	16 117 896

2.1.10. Accrued expenditure (including consolidated entities)

The accrued charges are the amounts estimated by the Authorising Officer in respect of the cost incurred for services and goods delivered but not yet invoiced or processed on or before 31 December 2017. The accrued charges, including consolidated entities, amount to € 6 378 324 (€ 6 328 189 + € 50 135).

Accrued expenditure type	2017 €	2017 with consolidated entities €	2016 €	2016 with consolidated entities €
Administrative expenses				
Staff related expenses	116 380		149 463	
Untaken leave by staff	1 412 721		1 347 648	
Recruitment related expenses	3 782		18 423	
Interim staff - administrative	95 207		139 215	
European School Helsinki	16 473		22 000	
Annual Medical	7 353	0	35 332	448
Missions	11 288		2 358	
Training	59 620	5 500	41 321	1 238
Building costs	118 688		149 233	
Other	41 115	7 723	82 026	39 205
Total - Administrative expenses	1 882 626	13 223	1 987 019	40 891
Operational expenses				
Management Board meetings	14 505		8 643	
Committee meetings and workshops	41 203		7 074	
Operational missions	55 328		31 039	
Translations	0	27 672	0	410 770
IT expenses	3 292 238		3 664 939	
Interim staff - operational	228 579		65 457	
Substance evaluation	418 206		779 653	
Other	385 826	9 240	630 452	
Total - Operational expenses	4 435 885	36 912	5 187 258	410 770
Other expenses				
Financial expenses	2 154		200	
Accruals relating to fixed assets	7 524		47 949	
Total - Other expenses	9 678		48 149	
Total - Accrued expenditure	6 328 189	50 135	7 222 426	451 661

2.1.11. Deferrals (liability)

The deferrals recorded at the year-end relate to REACH Authorisation and Biocidal Product fees and charges invoiced and receipted in the periods 2015 to 2017 for which the Agency still has to complete a portion of the work in respect of the applications. This work will be performed from 2018 onwards.

Deferred Income	31.12.2017 €	31.12.2016 €
Authorisation fees & charges	226 273	1 097 750
BPR fees & charges	11 235 827	7 346 059
Total - Deferred income	11 462 100	8 443 808

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

Accounts payable - consolidated entities	31.12.2017	31.12.2016
	€	€
EU subsidy	69 343 068	60 920 188
EU subsidy expended in the year	(63 828 878)	(55 815 356)
EFTA contribution	1 623 765	1 639 917
EFTA contribution expended in the year	(1 504 691)	(1 505 052)
Switzerland contribution - Biocide	147 341	128 037
Switzerland contribution expended in the year	(105 964)	(17 090)
EUON (COSME) / EUCLEF pre-financing received	1 800 000	900 000
Accrued income EUON (COSME) / EUCLEF	(417 037)	0
IPA - pre-financing received	355 784	272 757
Accrued income on IPA	(147 986)	(96 973)
Open pre-financing received	7 265 402	6 426 428
Subsidy incl EFTA repayable	5 633 263	5 104 832
Other payables to EU institutions and agencies	1 590 761	1 210 649
Switzerland repayable to be offset against 2016 contribution	41 378	110 947
Pre-financing repayable at year end	7 265 402	6 426 428

During 2017, the Agency received EU subsidy of € 69 343 068 (€ 60 920 188 in 2016) for the implementation of the REACH, Biocidal Products and PIC Regulations. The amounts received were € 64 289 500, € 3 867 798 and € 1 185 770 respectively. An amount of € 5 514 189 (€ 5 104 832 in 2016) of this money is repayable to the Commission in 2018. In addition, under the REACH and Biocidal Products Regulation, the Agency received EFTA contribution of € 1 623 765 (€ 1 587 950 and € 35 815) and a contribution from Switzerland of € 147 341. The amount repayable from the EFTA contribution is € 119 074 (€ 109 016 + € 10 058). The amount repayable from the Switzerland contribution, of € 41 378, will be offset against the 2018 contribution.

The Agency signed a delegation agreement with DG GROW in December 2016 in respect of implementing the tasks under the European Union Observatory for Nanomaterials and the European Union Chemical Legislation Finder. The Agency received € 900 000 for the implementation of these tasks in late December 2016, for which an expenditure of € 417 037 was incurred in 2017.

In December 2017 the Agency signed two transfer of funds agreements with DG GROW in respect of implementing further tasks under the European Union Observatory for Nanomaterials and the European Union Chemical Legislation Finder. The Agency received € 600 000 and € 300 000 respectively for the implementation of these tasks in late December 2017. No expenditure was incurred in 2017.

Under the IPA programme (Instrument for pre-accession assistance) a total pre-financing of € 300 000 was received in 2015, from DG NEAR. Total expenditure of € 272 202 has been incurred in respect of this pre-financing as at 31 December 2017. The balance of this pre-financing, totalling € 27 798 will be used to fund 2018 expenditure under this programme.

In December 2017 the Agency signed a new IPA grant agreement with DG NEAR and received a pre-financing of € 180 000 in late December 2017. No expenditure was incurred in 2017.

2.2. Notes to the statement of financial performance

2.2.1. Revenue

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

The Agency commenced invoicing of applicants under the Biocidal Products Regulation (EU) No 528/2012 as from 01 September 2013.

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

Revenue	31.12.2017 €	31.12.2016 €
<u>Non-exchange revenue</u>		
EU subsidy	63 828 878	55 815 356
Reversal of provisions related to legal cases	120 348	110 800
EFTA contribution	1 504 691	1 505 052
Federation of Switzerland Contribution	105 964	17 090
Inter-entity recoveries	0	0
Revenue with consolidated entities (IPA, EUON, EUCLEF)	565 023	96 973
Revenue with consolidated entities (Norway)	0	121 981
Miscellaneous administrative revenue	<u>102 006</u>	<u>128 051</u>
Total - Non-exchange revenue	66 226 910	57 795 303
<u>Exchange revenue</u>		
a) Fee income		
REACH fee income	35 176 758	34 373 690
Biocide fee income	4 484 933	3 332 747
Appeal Fees income	38 234	68 583
b) Other revenue		
Inter-entity recoveries (GNSS)	26 286	30 330
c) Financial revenue		
Bank interest	0	0
Deposit interest	0	2 802
FX gains	<u>1 660</u>	<u>2 494</u>
Total - Exchange revenue	39 727 870	37 810 645
Total - Revenue (Non-exchange and Exchange)	105 954 781	95 605 949

Fees and charges income is entered as revenue in the accounts when the service is rendered (except in the case of REACH SME verification income (see section 2.7)). The service is considered to be rendered, by ECHA, when the company submits a request for registration or submits a notification. An invoice is created and sent to the company normally within two (2) working days.

Every submission undergoes a technical and financial completeness check during a period set by the relevant regulations.

If a submission is technically or financially incomplete (e.g. not "paid in full") by the relevant deadline, the registrant is informed that the submission has been rejected. If the rejection stems from the absence of the payment, the related open invoice is set to the status "unpaid". Consequently the rejection reduces the accrued revenue. In preparation for the Final accounts 2017, all known rejections were taken into account.

A deferral for fee income upon which the work will be performed in 2018 and onwards has been provided in the accounts. Details of the deferred amounts are shown on Table 2.1.11.

2.2.2. Expenses

Administrative expenses	2017	2016	Increase/ Decrease
	€	€	+/-
Staff related expenses	61 128 099	57 794 192	6%
Expenses related to Seconded National Experts	627 075	581 582	8%
Recruitment related expenses	166 058	138 241	20%
Interim staff - administrative	1 451 106	1 662 208	-13%
European School Helsinki	1 126 749	1 264 500	-11%
Annual medical	402 233	470 106	-14%
Missions	174 683	147 193	19%
Training	791 171	819 066	-3%
Rent	5 985 864	5 995 498	0%
Building costs	1 769 384	1 555 680	14%
Depreciation/Amortisation	13 256 851	12 678 241	5%
Operating lease	18 112	23 449	-23%
Other	1 663 883	1 157 122	44%
Total - Administrative expenses	88 561 268	84 287 078	5%

Operational expenses	2017	2016	Increase/ Decrease
	€	€	+/-
Management Board meetings	141 718	143 986	-2%
Committee meetings and workshops	2 358 137	2 361 379	0%
Operational missions	653 802	568 784	15%
Translations	2 734 185	3 985 624	-31%
IT operational costs	13 143 972	12 710 902	3%
Interim staff - operational	1 509 164	953 168	58%
Substance Evaluation	591 201	2 003 018	-70%
Other	2 674 948	2 511 094	7%
Total - Operational expenses	23 807 127	25 237 955	-6%

Financial expenses	2017	2016	Increase/ Decrease
	€	€	+/-
Bank charges	701	206	239%
Interest on late payments	1 954	49	3878%
FX losses	4 297	3 512	22%
Total - Financial expenses	6 952	3 767	85%

Total - Expenses	112 375 346	109 528 800	3%
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Overall the expenditure incurred for 2017 has increased by 3% year on year. The main monetary increases year on year are on other administrative expense approx. € 0.5 million and operational interim expenditure approx. € 0.6 million. The main decreases are in translation costs approx. € -1.3 million and expense for Substance Evaluation approx. € -1.4 million.

The increase of other administrative expenditure is mainly related to telecommunication charges and the services purchased for mobile devices. The Agency contracted additional interim staff in 2017 for the preparation of the REACH 2018 deadline.

The value of the contracts signed for Substance Evaluation in 2017 was below the level of 2016, resulting in a decrease of expenditure in the year on year comparison. Similarly the services asked

to the Translation Center of the European Commission by the Agency reduced year on year from 2016 to 2017, resulting in lesser cost recorded for the year.

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

Financial revenue and expenditure	31.12.2017	31.12.2016
	€	€
Revenue		
Bank interest	0	0
Deposit interest	0	2 802
FX gains	1 660	2 494
Total - Financial Revenue	1 660	5 296
Expenses		
Bank charges	701	206
Interest on late payments	1 954	49
FX Losses	4 297	3 512
Total - Financial Expenses	6 952	3 767
Net financial gain	-5 292	1 528

The net loss recorded on foreign exchange transactions in 2017 is € 2 637 (€ 1,018 in 2016).

The Agency generated no interest on investments and bank accounts in the year as it has no longer a reserve. In addition, in the current climate it is difficult to achieve a return on short-term investment.

2.3. Off balance sheet items

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

The Agency had contingent assets totalling € 171 952 as at 31 December 2017 (€171 952 in 2016). This relates to performance guarantees provided by contractors.

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

Commitments for future funding	31.12.2017	31.12.2016
	€	€
Commitments against appropriations not yet consumed	7 847 073	8 216 215
Operating lease (building and copy machines)	69 670 319	18 317 128
Contractual commitments for which budget commitments have not yet been made (maintenance, IT, cleaning, security)	8 647 325	4 578 962
Contingent liabilities (legal cases)	270 000	1 010 000
Total	86 434 717	32 122 304

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

The contingent liabilities consist of nine (9) on-going legal cases estimated at a total amount of € 270,000 (€ 1,010,000 in 2016). This contingent liability covers the possible costs of the complainants, which is dependent on the future outcome of the individual cases.

2.4. Financial assets and liabilities

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

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

2.4.1. Financial assets credit ratings

Details	Note	2017			2016		
		Credit rating	Rating Agency	€	Credit rating	Rating Agency	€
<u>Short-term investments</u>							
Bank deposits - Pohjola	2.1.2	A-1+	S&P	0	A-1+	S&P	0
Bank deposits - Nordea		A-1+	S&P	0	A-1+	S&P	0
Bank deposits - BCEE		AA+	S&P	185	AA+	S&P	10 000 013
Subtotal investments				185			10 000 013
<u>Cash and cash equivalents</u>							
Bank current accounts - Pohjola	2.1.5	A-1+	S&P	18 844 185	A-1+	S&P	9 621 897
Bank current accounts - Nordea	2.1.5	A-1+	S&P	5 989	A-1+	S&P	6 119
Subtotal cash and cash equivalents	2.1.6			18 850 174			9 628 015
Total short-term financial assets (incl. cash)				18 850 359			19 628 028
<u>Long-term investments</u>							
Bonds		N/a	N/a	0	N/a	N/a	0
Other		N/a	N/a	0	N/a	N/a	0
Total long-term investments				0			0

The excess cash/reserve stemming mainly from the first two registration deadlines under REACH was exhausted in early 2016. In addition, the REACH subsidy was drawn down in three separate instalments during the year and consequently the Agency cash balances were at times very low.

Thus the Agency had no excess cash or cash reserves available for investment in 2017.

2.4.2. Aging analysis of receivables

Market risk of receivables at 31.12.2017	Total receivables €	Available for sale financial assets** €	Loans (including short term deposits >3 months and <1 year) €	Receivables with member states €	All receivables with third parties including accruals & deferrals €	Receivables with consolidated entities €	Short-term deposits (< 3 months - including accrued interest) ¹ €	Bank accounts €
Prime and high grade	19 818 324	0	185	967 965	0	0	0	18 850 174
Unrated - Debtors who have never defaulted	4 383 419	0	0	0	4 382 417	1 002	0	0
Total - Receivables	24 201 743	0	185	967 965	4 382 417	1 002	0	18 850 174

Market risk of receivables at 31.12.2016	Total receivables €	Available for sale financial assets** €	Loans (including short term deposits >3 months and <1 year) €	Receivables with member states €	All receivables with third parties including accruals & deferrals €	Receivables with consolidated entities €	Short-term deposits (< 3 months - including accrued interest) €	Bank accounts €
Prime and high grade	20 511 266	0	10 000 013	883 238	0	0	0	9 628 015
Unrated - Debtors who have never defaulted	4 862 664	0	0	0	4 847 499	15 165	0	0
Total - Receivables	25 373 930	0	10 000 013	883 238	4 847 499	15 165	0	9 628 015

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

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

2.4.3. Remaining contractual maturities of liabilities

Maturities of liabilities 31.12.2017	< 1 year €	1 - 5 years €	> 5 years €	Total €
Payables with third parties	2 424 927	0	0	2 424 927
Payables with consolidated entities	7 244 024	0	0	7 244 024
Total - Liabilities	9 668 951	0	0	9 668 951

Maturities of liabilities 31.12.2016	< 1 year €	1 - 5 years €	> 5 years €	Total €
Payables with third parties	1 406 923	0	0	1 406 923
Payables with consolidated entities	6 783 683	0	0	6 783 683
Total - Liabilities	8 190 606	0	0	8 190 606

The main outstanding contractual liabilities at the year-end mainly relate to supplier invoices of € 2 155 823 (€ 1 010 630 in 2016) received and recorded in the financial system as at 31 December 2017, and the Budget outturn for the year returnable to the Commission (incl. EFTA) of € 7 224 024 (€ 5 239 697 in 2016).

2.4.4. Analysis of foreign currency exposure

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

2.4.5. Impairment

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

Details	31.12.2017	31.12.2016
	€	€
Accounts receivable (Fees)	4 274 818	4 356 230
Bad debt provision	<u>(2 795 827)</u>	<u>(2 197 626)</u>
<i>Subtotal fee receivables</i>	<i>1 478 991</i>	<i>2 158 604</i>
<i>All other receivables</i>	<i>22 722 752</i>	<i>23 215 326</i>
Total - Accounts receivable after impairment	24 201 743	25 373 930

2.5. Related party disclosures

The highest staff grade (Executive Director-Authorising Officer) of the Agency in 2017 was AD15 (AD15 in 2016).

2.6. Events after the balance sheet date

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

2.7. Accounting principles, rules and methods

Accounting principles

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

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

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

The accounting system of ECHA comprises of general accounts and budget accounts. These are maintained in Euro and run from 01 January to 31 December.

Transactions and balances in foreign currency

Foreign currency transactions are converted into Euro using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of foreign currency transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial performance.

Use of estimates

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

Receivables

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

REACH SME Verification Income

The Agency levies fees and charges related to the REACH Regulation based on self-declaration of enterprise. In accordance with Article 13(3) of the REACH fees and charges Regulation, "The Agency may request, at any time, evidence that the conditions for a reduction of fees or charges or for a fee waiver apply". Consequently, the Agency is permitted to interrogate the information submitted by enterprises and following verification adjust the fees and charges invoiced for any errors identified. When errors are identified these are accounted for as revenue at the time when invoiced.

3. REPORTS ON THE IMPLEMENTATION OF THE BUDGET

3.1. Budget outturn account

Budget Outturn Account		2017	2016
		€	€
REVENUE			
EU subsidy	+	71 114 174	62 688 142
Other contributions from Commission (COSME,IPA etc)	+	1 080 000	900 000
Fee income	+	42 087 956	40 989 149
Other revenue	+	210 883	543 830
TOTAL - REVENUE (a)		114 493 013	105 121 122
EXPENDITURE			
<i>Title I: Staff</i>			
Payments	-	67 970 303	65 327 970
Appropriations carried over	-	519 395	450 311
<i>Title II: Administrative Expenses</i>			
Payments	-	12 770 314	12 874 516
Appropriations carried over	-	2 020 431	1 908 818
<i>Title III: Operating Expenditure</i>			
Payments	-	15 702 211	16 838 452
Appropriations carried over	-	11 449 680	12 615 681
TOTAL - EXPENDITURE (b)		110 432 334	110 015 748
OUTTURN FOR THE FINANCIAL YEAR (a-b)		4 060 679	(4 894 626)
Cancellation of unused payment appropriations carried over from previous year		+	364 031
Adjustment for carry-over from the previous year of appropriation available at 31.12. arising from assigned revenue		+	1 251 575
Exchange differences for the year (gain +/-loss -)		+/-	(1 018)
BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR		5 674 641	(3 488 740)
Balance year N-1		+/-	5 350 644
Subsidy and contributions from year N-1 reimbursed in year N		-	(5 350 644)
BUDGET OUTTURN		5 674 641	5 350 644
EU subsidy - agency registers accrued revenue and EU accrued expense		65 439 533	57 337 498
EU pre-financing to be reimbursed to the Commission in year N+1		5 633 263	5 239 697
Pre-financing to be reimbursed from contribution by the Swiss Confederation		41 378	110 947

The detailed budget execution is set out in Section 3.3.3.

3.2. BUDGET AND FINANCIAL MANAGEMENT 2017

3.2.1. Budget

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

In accordance with the REACH Regulation (No 1907/2006), ECHA is financed through fees paid by industry and by an EU balancing subsidy, as referred to in Article 208 of the general Financial Regulation. In 2017, ECHA collected fee income totalling EUR 33 960 276 (EUR 33 377 004 in 2016), while the EU subsidy amounted to EUR 64 289 500 (58 919 188 in 2016). Additionally, the received European Free Trade Association (EFTA) contribution totalled EUR 1 587 950 in the year.

In accordance with the Regulation on Biocidal Products (BPR, No 528/2012), ECHA is financed through fees paid by industry and a balancing EU subsidy, as referred to in Article 208 of the general Financial Regulation. In 2017, ECHA collected fee income totalling EUR 8 127 680 (EUR 7 612 146 in 2016), while the EU subsidy amounted to EUR 3 867 798 (EUR 850 000 in 2016). Additionally, the received EFTA contributions, including the one from Switzerland, totalled EUR 183 156 in the year.

In accordance with the Prior Informed Consent (PIC) Regulation (No 649/2012), ECHA is fully financed by an EU subsidy, as referred to in Article 208 of the general Financial Regulation. In 2017, this subsidy amounted to EUR 1 185 770 (EUR 1 151 000 in 2016).

The initial total budgetary payment appropriations for the expenditure of 2017, as concluded by the Management Board in December 2016, amounted to EUR 109 223 390.

In addition, the Agency has signed a Delegation agreement with the Commission on the European Union Observatory for Nanomaterials and for the set-up of the European Union Chemical Legislation Finder. The final 2017 budget included an amount of EUR 900 000 for these tasks.

During the year 2017, the Management Board adopted one amending budget in September. The amending budget adapted the Agency's revenue estimates to the observed trend in the area of REACH/CLP Regulations by increasing the fee income budget estimate with an amount of EUR 5.2 million. At the same time, the REACH expenditure was reduced by EUR 0.1 million and consequently the need for balancing EU subsidy (including the EFTA contribution) was reduced by an amount of EUR 5.3 million.

The amending budget aligned also the Agency's revenue estimate to the real income situation in the area of Biocidal Products Regulation. The budget estimate for Biocides fee income was increased by EUR 1.7 million, due to a higher than expected numbers of applications for Union authorisation. At the same time, the expenditure budget was increased by an amount of EUR 1.0 million, which was added to IT expenditure in Title 4 to allow, primarily, for the further development of critical Biocides Scientific IT tools. Consequently, the need for balancing EU subsidy (including the EFTA contribution) was reduced by an amount of EUR 0.7 million.

Budget overview (in EUR '000)

Revenue	Initial voted budget	Amending budgets	Final voted budget
Total revenue	109 223 390	910 347	110 133 737
Expenditure	Initial voted budget	Amending budgets	Final voted budget
Commitment appropriations	109 275 607	654 947	109 930 554
Payment appropriations	109 223 390	910 347	110 133 737

3.2.2. Revenue

The budget funding of ECHA in 2017 consisted of the following:

Description	Initial Budget 2017 €	Amending Budget No 1 2017 €	Final Budget 2017 €	Entitlements established €	Revenue received €
Fees and charges from Registrations	24 795 753	4 757 247	29 553 000	31 583 306	31 583 306
Fees and charges from Authorisations	523 418	191 243	714 661	759 094	759 094
Fees SME Administration	1 008 716	224 984	1 233 700	1 397 342	1 397 342
Fees and charges from CLP	148 613	0	148 613	184 800	184 800
Fees and charges from Appeals	0	14 315	14 315	35 734	35 734
Total REACH Fee & Charges Income (incl. Appeals)	26 476 500	5 187 789	31 664 289	33 960 276	33 960 276
Fees relating to Biocidal Active Substances	1 170 000	(332 200)	837 800	1 026 700	1 026 700
Fees for Union Authorisation of Biocidal products	2 881 300	2 449 700	5 331 000	5 628 980	5 628 980
Miscellaneous fees	1 720 000	(400 800)	1 319 200	1 469 500	1 469 500
Fees and charges from appeals	0	0	0	2 500	2 500
Total BPR Fee & Charges Income (incl. Appeals)	5 771 300	1 716 700	7 488 000	8 127 680	8 127 680
REACH subsidy	69 489 500	(5 200 000)	64 289 500	64 289 500	64 289 500
BPR subsidy	4 500 000	(632 202)	3 867 798	3 867 798	3 867 798
PIC subsidy	1 183 000	0	1 183 000	1 185 770	1 185 770
EFTA Contribution - REACH	1 716 390	(128 440)	1 587 950	1 587 950	1 587 950
EFTA Contribution - BPR	55 393	(33 500)	21 893	35 815	35 815
Confederation of Switzerland Contribution - BPR	31 307	0	31 307	147 341	147 341
Total EU Contributions	76 975 590	(5 994 142)	70 981 448	71 114 174	71 114 174
IPA Programme	0	0	0	180 000	180 000
Delegation Agreements (EUON, EUCLEF)	600 000	0	600 000	900 000	900 000
Total Contributions under specific agreements	600 000	0	600 000	1 080 000	1 080 000
Total Other income - miscellaneous	0	0	0	210 883	210 883
Total	109 823 390	910 347	110 733 737	114 493 013	114 493 013

REACH/CLP Revenue

A) REACH/CLP Fees and Charges

The fees and charges collected by ECHA are determined by the REACH Fee Regulation and by the decisions of the Management Board. Due to the once-off nature of the REACH fees and their dependence on strategic decisions of the chemical industry players, there is high uncertainty as to their amount and timing. The budgetary revenue from REACH fees/charges in 2017 in terms of the cash received amounted to EUR 33 924 542 (EUR 33 310 921 in 2016). In addition, income of EUR 35 734 (EUR 66 083 in 2016) was recorded in relation to REACH appeal fees giving a total of fees and charges of EUR 33 960 276 (EUR 33 377 004 in 2016). Income from appeal fees is recognised by ECHA only when a case has been decided and the Board of Appeal rules that the fee should not be refunded to the applicant.

Approximately 41% of the REACH/CLP fees and charges income generated in 2017 relates to a relatively small quantity of registration dossiers, with a high monetary value, for registration of substances above 1 000 tonnes and in the range 100 to 1 000 tonnes. Registration of substances in the range 10 to 100 tonnes represent a share of 18% and the lowest tonnes range 1 to 10 tonnes of 8%.

Approximately 15 900 registration dossiers were received in 2017 (including updates). This is an increase of almost 50% compared to the 2016 level. Out of all the registration dossiers received, about 8 500 generated a fee. The increased registration activity is a direct consequence of the approaching registration deadline on 1 June 2018.

In 2017, the Agency received payment for 12 applications (77 in 2016) for REACH Authorisation. In addition, 5 applicants self-declared their company size as larger for previously paid applications generating additional income of EUR 98 533. The total REACH authorisation income collected in 2017 amounts to EUR 759 094 (EUR 6 074 483 in 2016). For 10 out of the 12 applications received, work will still be performed in 2018.

The Agency received payments for 48 applications under the CLP regulation (46 applications under Article 24 and 2 applications under CLH). The total receipts for 2017 amounts to EUR 184 800 (EUR 188 600 in 2016).

The additional registration fee income generated via the SME size verification process (included in the REACH Registration income) in 2017 amounted to EUR 1 499 985 (EUR 1 611 101 in 2016). A total of 332 enterprises (570 in 2016) were verified for their company size during the year. In addition to the additional registration fees, the Agency generated EUR 1 397 333 in administrative charges (EUR 1 723 927 in 2016) levied on companies who were not eligible for the already received rebates. The income resulting from the SME verification work was higher than initially estimated due to the higher number of wrong size declarations detected.

B) REACH/CLP Contributions:

During 2017, the Agency received a REACH/CLP subsidy of EUR 64 289 500 (EUR 58 919 188 in 2016) and an EFTA contribution of EUR 1 587 950 (EUR 1 626 575 in 2016).

C) Delegation agreements

The Agency had signed a delegation agreement with the Commission in December 2016 to build an EU-wide observatory for Nano-materials (EUON) and to develop an EU Chemical Legislation finder (EUCLEF). In 2017, the Agency signed two transfer of funds agreements and received an amount of EUR 600 000 for EUON and EUR 300 000 for EUCLEF.

BPR Revenue

A) BPR Fees and Charges

The biocide fees and charges collected by ECHA are determined by the Biocidal Product Regulation, the Fees and charges Regulation and by the decisions of the Management Board. The budgetary revenue from Biocidal product fees/charges, for 2017, in terms of the cash received amounted to EUR 8 125 180 (EUR 7 609 646 in 2016). In addition, income of EUR 2 500 (EUR 2 500 in 2016) was recorded in relation to BPR appeal fees giving a total of fees and charges of EUR 8 127 680 (EUR 7 612 146 in 2016).

Despite the fact that the majority of the resources and work required to process these applications will be utilised in 2018 and onwards, ECHA is required to fund this work from future income.

In addition, ECHA completed 28 ex-ante SME verifications (25 in 2016) under the Biocidal Product Regulation, which is a non-fee generating activity.

B) BPR Contributions

During 2017, the Agency received a subsidy of EUR 3 867 798 (EUR 850 000 in 2016) and an EFTA contribution of EUR 35 815 (EUR 14 342 in 2016). In addition, the Agency received a contribution from the Federation of Switzerland of EUR 147 341 (EUR 128 037 in 2016).

PIC Revenue

ECHA received an EU contribution for the PIC Regulation totalling EUR 1 185 770 in 2017 (EUR 1 151 000 in 2016).

Other miscellaneous income

The table below shows the other miscellaneous income received by the Agency in 2017.

Description	Entitlement established 2016 €	Entitlement established 2017 €	Revenue received €
Legal recoveries	0	81 762	81 762
Carparking recovery	0	76 500	76 500
Interest generated	0	0	0
Other miscellaneous	15 165	34 733	49 898
Miscellaneous Income	15 165	192 996	208 161

Fee Invoicing 2017 (other information in accordance with Article 67 of FR)

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

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

A) REACH Fees and Charges

The total net invoiced by the Agency in 2017 amounted to EUR 34 108 821 (EUR 35 123 877 in 2016). The table below depicts the breakdown of the net invoiced REACH fees during the year.

REACH Description	2017 No of Transactions	€	2016 No of Transactions	€
Invoices issued	9 535	41 355 205	5 984	41 517 533
Credit Notes	693	(6 291 392)	679	(4 980 078)
Unpaid	138	(954 452)	167	(1 413 309)
Considered paid	25	(540)	15	(269)
Waived	0	0	0	0
Net Invoiced		34 108 821		35 123 877

In accordance with Article 65 of the Agency's Financial Regulation, the Accounting Officer shall keep a list of the amounts due to be recovered. At the 31 December 2017, the amount to be recovered for REACH/CLP fees and charges stood at EUR 4 696 826. Included in this amount is EUR 3 187 938 relating to overdue administrative charges arising from the SME verification work.

The above mentioned list shall also indicate decisions by the Authorising Officer to waive or partially waive recovery of established amounts. During 2017, bank charges were deducted by

the senders' banks for 25 invoices (15 invoices in 2016) relating to REACH fee income. For management efficiency reasons, these invoices have been "considered paid" and therefore a total amount of EUR 540 (EUR 269 in 2016) has been waived.

B) Biocidal Products Fees and Charges

The total net invoiced by the Agency in 2017 amounted to EUR 8 203 380 (EUR 8 016 095 in 2016). The table below depicts the breakdown of the net invoiced BPR fees during the year.

BPR Description	2017 No of Transactions	€	2016 No of Transactions	€
Invoices issued	1 828	8 888 100	1 701	9 296 200
Credit Notes	89	(274 580)	65	(1 008 500)
Unpaid	73	(410 200)	132	(271 400)
Considered paid	2	(40)	10	(205)
Net Invoiced		8 203 280		8 016 095

In accordance with Article 65 of the Agency's Financial Regulation, the Accounting Officer shall keep a list of the amounts due to be recovered. At the 31 December 2017, the amount to be recovered for Biocidal product fees and charges stood at EUR 584 800. This list shall also indicate decisions by the Authorising Officer to waive or partially waive recovery of established amounts. In 2017, bank charges were deducted by the sender's banks for 2 payments (10 cases in 2016) relating to BPR fee income. For management efficiency reasons, these invoices have been "considered paid" and, therefore, a total amount of EUR 40 (EUR 205 in 2016) has been waived.

3.2.3. Expenditure

Budget expenditure includes payments made during the year and the carry-over of budgetary appropriations. The following paragraphs and table summarises the execution of appropriations per Title and a more detailed breakdown is provided in the Annex II.

Budget 2017: Breakdown & changes in commitment appropriations and implementation of the appropriations for the current year (C1) per Title*

(€'000)

Title	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-1	STAFF	69 105 290	183 175	69 288 465	68 446 720	98.8%	69 288 465	67 930 696	98.0%	511 571	0.8%	846 198
A-2	BUILDING, EQUIPMENT AND MISCELL. OPER EXPEND	15 085 831	-88 716	14 997 115	14 616 353	97.4%	14 997 115	12 693 356	84.6%	1 922 997	13.2%	380 763
B0-3	OPERATIONAL EXPENDITURE - REACH/CLP	22 780 002	-626 823	22 153 179	21 397 254	96.5%	22 356 362	13 898 595	62.2%	7 649 547	40.4%	755 925
B0-4	OPERATIONAL EXPENDITURE - BIOCIDES	1 967 208	1 118 394	3 085 602	2 952 739	95.5%	3 085 602	1 004 874	32.6%	1 947 865	66.0%	132 863
B0-5	OPERATIONAL EXPENDITURE - PIC	337 276	68 917	406 193	406 143	100.0%	406 193	233 437	57.5%	172 705	42.5%	50
		109 275 607	654 947	109 930 554	107 819 209	98.1%	110 133 737	95 760 959	86.9%	12 204 684	12.3%	2 115 799

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

Budget 2016: Implementation of differentiated appropriations (€'000)

Budget line	Available commitment appropriations	Commitments made	%	Available payment appropriations	Payments made	%	
B3-111	Committees and Forum (Multiannual)	317	261	82%	14	13	93%
B3-801	Cooperation with internat organisat for IT program	2 048	2 047	100%	645	645	100%
Total		2 365	2 308	98%	659	658	100%

Title 1: staff expenditure

The initially adopted budget for Title 1 in 2017 was EUR 69.1 million and the overall increase during the year, including transfers and amending budgets, was EUR 0.8 million to arrive at EUR 69.3 million. The final executed amount totalled EUR 68.5 million corresponding to an execution rate of 98% for the payment appropriations. The carry-over appropriations, totalling EUR 0.5 million for Title 1, mainly relate to the commitments for trainings and interim services.

An amount of EUR 21 000 carried over from the previous year (C8) was not used in payments and was cancelled (overall implementation per Title presented in Annex II).

Title 2: infrastructure expenditure

The initial Title 2 appropriations totalled to EUR 15.1 million and during the year the amount was reduced by EUR 0.1 million to arrive at EUR 15.0 million. For the year, EUR 14.6 million were committed which corresponds to an execution rate of 97%.

The largest expenditure areas, apart from the rent of the building, were the IT outsourced services, the costs of security, cleaning and electricity of the building, purchases of IT hardware, software and their maintenance. The carry-over appropriations, totalling EUR 1.9 million for Title 2, is mainly stemming from outsourced IT services and building related commitments including rental of furniture.

An amount of EUR 35 000 carried over from the previous year (C8) was not used in payments and was cancelled (overall implementation per Title presented in Annex II).

Title 3: operational expenditure REACH and CLP

Title 3 contains exclusively the operational expenditure needed to implement the REACH and CLP regulations. The initial budgeted payment appropriations amounted to EUR 22.8 million and were subsequently reduced during the year by EUR 0.6 million to arrive at EUR 22.2 million. The

executed commitment appropriations for 2017 were EUR 21.4 million corresponding to an execution rate of 97% and the appropriations carried over amounted to EUR 7.7 million representing 36% of the committed amount.

The expenditure related to IT projects and services for ECHA's operations, totalling to approx. EUR 12.1 million, represents approx. 55% of the total expenditure in Title 3 and the related carry-over accounts for approx. 70% of the overall amounts carried over in Title 3 totalling EUR 7.7 million. The significant carry-over of appropriations is due to the multi-annual nature of ECHA's IT projects and is partly stemming from the fact that the financing for certain IT initiatives, mainly the development of a Poison Centre Portal, was secured only late during the year and thus the related funds were carried over in full.

Other significant expenditure items in REACH/CLP operational expenditure are the Registration related expenditure totalling EUR 1.2 million and Communication and Translation costs totalling EUR 3.2 million.

An amount of EUR 289 000 carried over from the previous year (C8) was not used in payments and was cancelled. The amount is largely stemming from contracts with the Member States for substance evaluation as per MB decision 45/2014¹, where the amounts invoiced based on actual hours worked were below the maximum hours covered by the contract. As this type of cancellation is beyond ECHA's control, these contracts have, since 2017, been budgeted under the differentiated budget line to mitigate the risk of cancelled appropriations. Some cancelled C8 amounts stem also from certain IT projects and infrastructure (overall implementation per Title presented in Annex II).

Title 4: operational expenditure Biocides

The Biocides related operational expenditure in the initial budget totalled to EUR 2.0 million and, during the year, was increased to EUR 1.1 million. The total committed amount was EUR 3.3 million corresponding to 96% commitment rate and the carried over amount was EUR 1.9 million, representing 66% of the committed amount. The carry-over appropriations mainly stem from the large scale IT projects to further develop the R4BP3 and Biocides Dissemination, totalling approx. EUR 1.4 million. The financing for the projects was only secured during the second half of the year when sufficient fee income had been received, which has resulted in a significant carry-over of the project funds.

An amount of EUR 15 000 carried over from the previous year (C8) was not used in payments and was cancelled (overall implementation per Title presented in Annex II).

Title 5: operational expenditure PIC

The adopted budget for Title 5 was EUR 0.34 million and, during the year, was increased to EUR 0.41 million. The executed commitment appropriations amounted EUR 0.41 million corresponding to a 100% execution rate, whereas the carried over amount was EUR 0.17 million (43%).

As with REACH, the expenditure related to IT services is the biggest expenditure item representing approx. 88% of the total expenditure in Title 5. The carry-over of appropriations relates mainly to expenditure for support, maintenance and application management of Epic system.

The amount of EUR 4 000 carried over from the previous year (C8) was not used in payments and was cancelled (overall implementation per Title presented in Annex II).

Late interest payments

¹https://echa.europa.eu/documents/10162/17208/decision_ms_fee_transfers_en.pdf/0104391f-6ae0-4b6e-b096-f73bebe60fa5

During the year 2017, ECHA paid EUR 89.73 as a late interest for three invoices.

In addition, ECHA received a debit note from the Commission regarding a late payment of the 2016 outturn for REACH/CLP. ECHA contested the late interest claim, due to administrative delay incurred at the Commission side, but agreed to settle the amount of € 1 855.41 in January 2017 due to the relative low value and the costs associated to the administrative proceedings required to pursue the rectification further.

Transfers

During 2017, 23 transfers totalling EUR 684 000 were carried out.

Procurement procedures

In 2017, in implementation of its budget, ECHA signed 687 contracts and purchase orders. Moreover, ECHA issued 372 catering orders and 696 travel orders through the electronic ordering tools of the relevant framework contracts. Out of the 687 signed contracts, 547 were specific contracts and orders under framework contracts, 134 were contracts resulting from tendering procedures, four were renewals and one was a modification of a contract. A total of 45 contracts were signed following exceptional negotiated procedures based on the relevant rules of the Financial Regulation, 14 of which refer to legal services, two to the increase of ceiling of IT framework contracts, as foreseen in the original procurement procedure, and the remaining ones mainly refer to subscriptions, participation to events, direct purchase of services for technical reasons and maintenance of technical installations. Furthermore, in 2017, ECHA signed a contract for the lease of its future premises as of January 2020, following a Negotiated Procedure for buildings contracts (based on Article 134(1)(g) RAP).

The annual list of contractors is published by ECHA by 30 June of each year for the previous year to ECHA website^[1]. The detailed procurement implementation for the year 2017 is available under Annex II Statistics on financial management and procurement.

4. FINANCIAL MANAGEMENT

In year 2017, the main achievements in financial management were:

- Rigorous budget and liquidity management;
- Intensified verification of the SME status of companies;
- Regular reporting to the management and Governing Board;
- A correct closure of the 2016 accounts.

^[1] https://echa.europa.eu/view-article/-/journal_content/title/annual-list-of-awarded-contracts

5. ANNEX I - STATISTIC ON FINANCIAL MANAGEMENT AND BUDGET (EXPENDITURE)

Budget 2017: Breakdown & changes in commitment appropriations and implementation of the appropriations for the current year (C1) per Regulation and Title

REACH/CLP

Title	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-1	STAFF	61 505 966	364 257	61 870 223	61 208 225	98.9%	61 870 223	60 787 613	98.3%	416 200	0.7%	666 410
A-2	BUILDING, EQUIPMENT AND MISCELL. OPER EXPEND	13 448 639	-133 485	13 315 154	12 976 045	97.4%	13 315 154	11 262 885	84.6%	1 713 160	13.2%	339 109
B0-3	OPERATIONAL EXPENDITURE - REACH/CLP	22 780 002	-626 823	22 153 179	21 397 254	96.5%	22 356 362	13 898 595	62.2%	7 649 547	40.4%	755 925
		97 734 607	-396 051	97 338 556	95 581 524	98.2%	97 541 739	85 949 093	88.1%	9 778 907	11.3%	1 761 444

Biocide

Title	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-1	STAFF	6 931 428	-116 508	6 814 920	6 641 274	97.5%	6 814 920	6 556 226	96.2%	85 006	1.3%	173 688
A-2	BUILDING, EQUIPMENT AND MISCELL. OPER EXPEND	1 459 364	49 112	1 508 476	1 467 673	97.3%	1 508 476	1 279 359	84.8%	188 314	12.8%	40 803
B0-4	OPERATIONAL EXPENDITURE - BIOCIDES	1 967 208	1 118 394	3 085 602	2 952 739	95.5%	3 085 602	1 004 874	32.6%	1 947 865	66.0%	132 863
		10 358 000	1 050 998	11 408 998	11 061 686	96.9%	11 408 998	8 840 459	77.5%	2 221 185	20.1%	347 354

PIC

Title	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-1	STAFF	667 896	-64 574	603 322	597 222	99.0%	603 322	586 857	97.3%	10 365	1.7%	6 100
A-2	BUILDING, EQUIPMENT AND MISCELL. OPER EXPEND	177 828	-4 343	173 485	172 634	99.5%	173 485	151 112	87.1%	21 522	12.5%	851
B0-5	OPERATIONAL EXPENDITURE - PIC	337 276	68 917	406 193	406 143	100.0%	406 193	233 437	57.5%	172 705	42.5%	50
		1 183 000	0	1 183 000	1 175 999	99.4%	1 183 000	971 406	82.1%	204 593	17.4%	7 001

Budget 2017: Breakdown & changes in commitment appropriations and implementation of the appropriations for the year (C1) per Chapter

Chapter	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-11	STAFF IN ACTIVE EMPLOYMENT	63 249 757	403 039	63 652 796	63 243 188	99%	63 652 796	63 238 734	99%	0	0%	414 062
A-12	MISCELL EXPEND ON STAFF RECRUITMENT AND TRANSFER	688 801	-148 716	540 085	472 767	88%	540 085	453 612	84%	19 156	4%	67 317
A-13	MISSIONS AND DUTY TRAVEL	60 000	0	60 000	47 881	80%	60 000	46 468	77%	1 413	3%	12 119
A-14	SOCIO-MEDICAL INFRASTRUCTURE AND SOCIAL WELFARE	1 920 667	-138 197	1 782 470	1 743 647	98%	1 782 470	1 650 768	93%	92 879	5%	38 823
A-15	TRAINING	1 150 332	-78 877	1 071 455	889 890	83%	1 071 455	789 115	74%	100 775	11%	181 565
A-16	EXTERNAL SERVICES	2 015 733	148 915	2 164 648	2 034 392	94%	2 164 648	1 745 060	81%	289 332	14%	130 256
A-17	ENTERTAINMENT AND REPRESENTATION EXPENSES	20 000	-2 989	17 011	14 956	88%	17 011	6 940	41%	8 016	54%	2 055
	Total	69 105 290	183 175	69 288 465	68 446 720	99%	69 288 465	67 930 696	98%	511 571	1%	846 198

Chapter	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
A-20	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	7 459 243	256 816	7 716 059	7 704 610	100%	7 716 059	7 419 260	96%	285 351	4%	11 449
A-21	INFORMATION AND COMMUNICATION TECHNOLOGY	6 969 820	-308 187	6 661 633	6 333 526	95%	6 661 633	4 955 536	74%	1 377 990	22%	328 107
A-22	MOVABLE PROPERTY AND ASSOCIATED COSTS	371 073	-30 205	340 868	321 860	94%	340 868	96 752	28%	225 108	70%	19 008
A-23	CURRENT ADMINISTRATIVE EXPENDITURE	279 695	-5 640	274 055	253 672	93%	274 055	219 323	80%	34 349	14%	20 384
A-25	MEETINGS EXPENDITURE	6 000	-1 500	4 500	2 685	60%	4 500	2 486	55%	199	7%	1 815
	Total	15 085 831	-88 716	14 997 115	14 616 353	97%	14 997 115	12 693 356	85%	1 922 997	13%	380 763

Chapter	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
B3-0	REACH	21 291 402	-270 668	21 020 734	20 290 605	96%	21 020 734	12 641 058	60%	7 649 547	38%	730 129
B3-1	Multannual activities	1 188 600	-356 155	832 445	811 869	97%	250 816	182 739	73%		97%	20 576
B3-8	INTERNATIONAL ACTIVITIES	300 000	0	300 000	294 780	98%	1 084 812	1 074 798	99%		73%	5 220
	Total	22 780 002	-626 823	22 153 179	21 397 254	97%	22 356 362	13 898 595	62%	7 649 547	40%	755 925

Chapter	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
B4-0	BIOCIDES	1 967 208	1 118 394	3 085 602	2 952 739	95%	3 085 602	1 004 874	33%	1 947 865	66%	132 863
	Total	1 967 208	1 118 394	3 085 602	2 952 739	95%	3 085 602	1 004 874	33%	1 947 865	66%	132 863

Chapter	Description	Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
B5-0	PIC	337 276	68 917	406 193	406 143	100%	406 193	233 437	57%	172 705	43%	50
	Total	337 276	68 917	406 193	406 143	100%	406 193	233 437	57%	172 705	43%	50

Total ECHA		Budget 2017 (1)	Transfers (2)	Final Available Commitment Appropriations (3)	Executed Commitment Amount (4)	% Committed (4)/(3)	Final Available Payment Appropriations (5)	Executed Payment Amount (6)	% Paid (4)/(3)	Carried over RAL (C8) (7)	Carried over % (7)/(4)	Cancelled (3)-(4)
		109 275 607	654 947	109 930 554	107 819 209	98%	110 133 737	95 760 959	87%	12 204 684	11%	2 115 799

Budget 2017: Implementation of assigned revenue (C4, C5, R0)

Title	Description	CD/ CND	FS	Commitments Appropriations	Commitments Established	Com %	Payments Appropriations	Payments Executed	Pay%	Carried over commitment appropriations	Carried over payment appropriations
A-1	STAFF	CND	C4	36 144	28 320	737%	36 144	28 320	88%	7 824	7 824
A-2	BUILDING. EQUIPMENT AND MISCELL. OPER EXPEND	CND	C4	77 064	505	737%	77 064	0	88%	76 560	77 064
B0-3	OPERATIONAL EXPENDITURE - REACH/CLP	CND	C4	83 846	1 345	737%	83 846	1 345	88%	82 501	82 501
			C4	197 055	30 170	15%	197 055	29 666	15%	166 885	167 389

Title	Description	CD/ CND	FS	Commitments Appropriations	Commitments Established	Com %	Payments Appropriations	Payments Executed	Pay%	Carried over commitment appropriations	Carried over payment appropriations
A-1	STAFF	CND	C5	11 287	11 287	737%	11 287	11 287	88%	0	0
A-2	BUILDING. EQUIPMENT AND MISCELL. OPER EXPEND	CND	C5	97 328	97 328	737%	97 328	76 958	88%	0	20 370
B0-3	OPERATIONAL EXPENDITURE - REACH/CLP	CND	C5	5 080	5 080	737%	5 080	5 080	88%	0	0
			C5	113 696	113 696	100%	113 696	93 325	82%	0	20 370

BL	Description	CD/ CND	FS	Commitments Appropriations	Commitments Established	Com %	Payments Appropriations	Payments Executed	Pay%	Carried over commitment appropriations	Carried over payment appropriations
B03902	IPA programme agr. 2012/291-934	CND	R0	180 000	0	737%	180 000	0	88%	180 000	180 000
B03903	IPA programme agr. 2015/361-049	CND	R0	175 941	167 189	737%	175 941	148 070	88%	8 752	27 870
B03911	Delegated tasks	CND	R0	1 800 000	683 957	737%	1 800 000	410 808	88%	1 116 043	1 389 192
			R0	2 155 941	851 146	39%	2 155 941	558 878	26%	1 304 795	1 597 062

Budget 2017: Implementation of the appropriations carried forward from previous year (C8) Per Title

Title	Description	Carried Forward from 2016	Paid	Cancelled	% cancelled
A-1	STAFF	439 024	417 542	21 482	5%
A-2	BUILDING. EQUIPMENT AND MISCELL. OPER EXPEND	1 811 788	1 776 780	35 008	2%
B0-3	OPERATIONAL EXPENDITURE - REACH/CLP	10 093 668	9 804 892	288 776	3%
B0-4	OPERATIONAL EXPENDITURE - BIOCIDES	1 310 235	1 295 012	15 223	1%
B0-5	OPERATIONAL EXPENDITURE - PIC	130 458	126 916	3 542	3%
		13 785 173	13 421 142	364 031	3%