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Annual accounts

CINEA

Financial year 2021

European Commission

European Climate, Infrastructure and Environment Executive Agency

Table of Contents

Certification ... 3
Introduction ... 4
Financial statements ... 6
Balance sheet ... 6
Statement of financial performance ... 7
Cash flow statement ... 8
Statement of changes in net assets ... 9
Notes to the financial statements ... 10
1. Significant accounting policies ... 10
2. Notes to the balance sheet ... 15
3. Notes to the statement of financial performance ... 20
4. Notes to the cash flow statement ... 23
5. Contingent assets / liabilities ... 23
6. Commitments for future funding ... 23
7. Financial instruments ... 24
8. Changes in accounting policies ... 26
9. Related party disclosure ... 27
10. Events after the balance sheet date and disclosures ... 27
Reports on the implementation of the budget ... 28
Budgetary structure and principles ... 28
Main facts on the implementation of the budget ... 29
Budget result ... 30
Reconcilitation of economic result with budget result ... 30
Budget revenue ... 32
Budget expenditure ... 33
Human resources overview on 31 December 2021 ... 42
Establishment plan of 2021 ... 43
Contracts in force in 2021 ... 45
Glossary ... 46

Certification

I acknowledge my responsibility for the preparation and presentation of the annual accounts of the Climate, Infrastructure and Environment Executive Agency (CINEA) in accordance with Title XIII of the Financial Regulation applicable to the general budget of the European Union and in accordance with Title VI of the Standard Financial Regulation for the Executive Agencies.

I hereby certify that the annual accounts of CINEA for the year 2021 have been prepared in accordance with Title VI of the Standard Financial Regulation for the Executive Agencies and the accounting rules adopted by the Commission's Accounting Officer, as are to be applied by all the institutions and union bodies.

I have obtained from the Authorising Officer, who certified its reliability, all the information necessary for the production of the accounts that show the CINEA's assets and liabilities and the budgetary implementation. 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 CINEA.

Qualified electronic signature by:
MILENA DIMITROVA CHAKAROVA
Date: 2022-05-18 12:46:22 +02:00

Brussels, 18 May 2022

Milena Chakarova

Accounting Officer of CINEA

Introduction

LEGAL BASIS

The 2021 financial statements of the Climate, Infrastructure and Environment Executive Agency (CINEA) and its reports on budget implementation for 2021 were prepared in conformity with:

- Commission Regulation 1653/2004, of 21 September 2004, on a standard financial regulation for the executive agencies pursuant to Council Regulation 58/2003 laying down the Statute for executive agencies to be entrusted with certain tasks in the management of Community programmes amended by Commission Regulation 1821/2005 and by Commission Regulation 651/2008;

- The Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union, amending Regulations (EU) No 1296/2013, (EU) No 1301/2013, (EU) No 1303/2013, (EU) No 1304/2013, (EU) No 1309/2013, (EU) No 1316/2013, (EU) No 223/2014, (EU) No 283/2014, and Decision No 541/2014/EU and repealing Regulation (EU, Euratom) No 966/2012;

- The Accounting Rules adopted by the Accounting Officer of the Commission. These rules were initially adopted on 28 December 2004 and modified and developed subsequently;

- The European Commission's consolidation manuals for the 2021 closure exercise.

BACKGROUND INFORMATION

Executive Agencies are established by the Commission in accordance with Council Regulation (EC) No 58/2003[1], with the purpose of delegating certain tasks relating to the management of EU programmes, including budget implementation. This enables the Commission to focus on its core activities and to dispose of sufficient technical expertise for the management of such programmes with the goal to achieve a more efficient implementation.

The **European Climate, Infrastructure and Environment Executive Agency (CINEA)** started its mandate on 1 April 2021 with an overall budget of €58.3 billion under the new multiannual financial framework (MFF) 2021-2027. CINEA is the successor of the Innovation and Networks Executive Agency.

The Agency is entrusted with the implementation of seven EU programmes (see chart below) contributing to the European Green Deal.

CINEA is responsible for the following tasks:

- ✓ Selection for funding of the best proposals following the principles of transparency, objectivity and equal treatment;
- ✓ Close monitoring of the project portfolio, including mitigation of potential risks;
- ✓ Dissemination of project results, success stories and funding opportunities;
- ✓ Identification of potential synergies between sectors and programmes;
- ✓ Feedback to policy through the provision of timely and comprehensive information to the Commission's services in support of their policy – making activities.

[1] Council Regulation (EC) No 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 (OJ L 11 of 16.01.2003).

Through the sound and cost-efficient management of its portfolio of projects, CINEA contributes to achieving its parent DGs' specific objectives and ultimately to transforming the EU into a fair and prosperous society, with a modern, sustainable, resource-efficient and competitive economy. CINEA has seven parent DGs – DG CLIMA, DG ENER, DG ENV, DG MARE, DG MOVE (lead parent DG), DG REGIO and DG R&I. They define the policy objectives and priorities and supervise the Agency through a Steering Committee.

The Agency has its own legal personality and operating budget for which the Director acts as Authorising Officer by delegation. He has overall responsibility for implementing CINEA's revenue and expenditure in accordance with the principles of sound financial management as defined in the Financial Regulation applicable to the general budget of the Union. The Agency is structured in four departments and is based in Brussels. At the end of 2021, CINEA had a multi-national team of 474 statutory staff members. They include specialists in finance, project management, transport, energy, ICT, engineering, human resources, legal affairs, etc.

CINEA's status as an executive agency means it has two fundamental features. *Autonomy* because it has its own legal personality and can adopt legal acts, as well as its own administrative budget for operating costs. D*ependence* because it can only perform tasks delegated by the Commission, and all financial operations must comply with the Financial Regulation (FR) and Rules of Application.

The Agency's annual accounts are audited by the European Court of Auditors (ECA). The ECA's task is to conduct an external, independent audit of CINEA's annual accounts. It produces a report on the activities financed from the general budget, detailing any observations on the annual accounts and underlying transactions. The ECA issues an opinion based on the audit and presented in the form of a statement of assurance on the reliability of the accounts and the legality and regularity of the underlying transactions.

The final step of the budget lifecycle is the discharge of the budget for the given financial year. The European Parliament is the discharge authority within the EU. Following the audit and finalisation of the annual accounts, it falls to the Council to recommend and then to the European Parliament to give a discharge to the Agency as part of the Commission's budget.

Financial statements

BALANCE SHEET

EUR

	Note	31/12/2021	31/12/2020
NON-CURRENT ASSETS		**320,702**	**279,594**
Intangible assets	2.1	**61,911**	**18,181**
Tangible assets	2.2	**133,791**	**136,413**
Plant and equipment		11,946	0
Computer hardware		106,853	102,775
Furniture and vehicles		7,013	6,314
Other fixtures and fittings		7,979	27,324
Assets under financial lease		0	0
Long-term receivables and recoverables	2.3	**125,000**	**125,000**
Long-term receivables and recoverables		125,000	125,000
CURRENT ASSETS		**5,204,424**	**1,978,836**
Prefinancing with consolidates entities	2.4	**356,500**	**0**
Receivables and recoverables	2.5	**166,011**	**117,497**
Current receivables		0	4,496
Current receivables with consolidated entities		0	0
Sundry receivables		14,961	6,810
Deferred charges		151,050	106,191
Cash and cash equivalents	2.6	**4,681,913**	**1,861,339**
TOTAL ASSETS		**5,525,126**	**2,258,430**
NON-CURRENT LIABILITIES		**0**	**0**
CURRENT LIABILITIES		**(4,111,569)**	**(1,613,908)**
Short-term provisions	2.7	**0**	**(7,500)**
Payables	2.8	**(2,011,018)**	**(405,964)**
Current payables		0	0
Sundry payables		0	0
Accounts payable to consolidated EU entities		(2,011,018)	(405,964)
Accrued charges and deferred income		**(2,100,551)**	**(1,200,444)**
Accrued charges with non-consolidated entities	2.9	(1,387,474)	(1,013,838)
Accrued charges with consolidated entities	2.10	(713,077)	(186,606)
TOTAL LIABILITIES		**(4,111,569)**	**(1,613,908)**
NET ASSETS		**1,413,557**	**644,522**
Accumulated surplus/deficit		**644,522**	**713,783**
Economic result of the year		**769,035**	**(69,261)**

STATEMENT OF FINANCIAL PERFORMANCE

EUR

	Note	2021	2020
OPERATING REVENUE		**43,321,294**	**30,592,866**
Non-exchange revenue	3.1	**43,270,191**	**30,580,036**
European Union contributions		43,270,191	30,580,036
Exchange revenue	3.2	**51,103**	**12,830**
Income from non-consolidated entities		924	12,282
Income from consolidated entities		50,058	0
Gains from exchange rate differences		121	548
OPERATING EXPENSES	3.3	**(42,552,259)**	**(30,662,252)**
Staff expenses		(34,556,555)	(24,394,629)
Fixed assets related expenses		(118,709)	(115,445)
Building expenses with non-consolidated entities		(2,545,939)	(2,360,298)
Building expenses with consolidated entities		(634,715)	(666,738)
Other administrative expenses with non-consolidated entities		(2,496,715)	(1,294,308)
Other administrative expenses with consolidated entities		(2,198,691)	(1,821,500)
Provisions		0	(7,500)
Losses from exchange rate differences		(935)	(1,834)
SURPLUS/(DEFICIT) FROM OPERATING ACTIVITIES		**769,035**	**(69,386)**
FINANCIAL REVENUE		**0**	**127**
Interest income		0	127
FINANCIAL EXPENSES		**0**	**(2)**
Bank charges		0	0
Other financial expenses		0	(2)
SURPLUS/(DEFICIT) FROM NON-OPERATING ACTIVITIES		**0**	**125**
ECONOMIC RESULT OF THE YEAR		**769,035**	**(69,261)**

CASH FLOW STATEMENT

EUR

	Note	2021	2020
Economic result of the year		**769,035**	**(69,261)**
Operating activities	4.1		
Amortisation		21,226	20,212
Depreciation		97,268	95,222
(Increase)/Decrease in receivables and recoverables		(48,513)	248,395
(Increase)/Decrease in receivables from consolidated EU entities		0	0
Increase/(Decrease) in provisions		(7,500)	7,500
Increase/(Decrease) in other liabilities		900,106	231,335
Increase/(Decrease) in payables		0	(53,210)
Increase/(Decrease) in liabilities to consolidated EU entities		1,605,054	91,451
(Gains)/losses on sale of property, plant and equipment		215	11
Net cash-flow from operating activities		**2,567,856**	**640,916**
Investing activities	4.2		
Purchase of intangible assets and property, plant and equipment		(516,317)	(14,000)
Net cash flow from investing activities		**(516,317)**	**(14,000)**
Net increase/(decrease) in cash and cash equivalents		2,820,574	557,655
Cash and cash equivalents at the beginning of the year		1,861,339	1,303,684
Cash and cash equivalents at year-end		**4,681,913**	**1,861,339**

STATEMENT OF CHANGES IN NET ASSETS

EUR

	Accumulated Surplus/Deficit	Economic result of the year	Net Assets (Total)
Balance at 31 December 2020	**713,783**	**(69,261)**	**644,522**
Changes in accounting policies			
Balance at 1 January 2021	**713,783**	**(69,261)**	**644,522**
Allocation of the economic result of previous year	(69,261)	69,261	0
Economic result of the year		769,035	769,035
Balance at 31 December 2021	**644,522**	**769,035**	**1,413,557**

Notes to the financial statements

A complete set of financial statements is used to give readers an overview of the financial results and the financial situation of the entity. The financial statements of CINEA are comprised of four reports, which are as follows:

- *Balance sheet*. Presents the assets, liabilities, and equity of the Agency as of the reporting date. It also provides information about the liquidity and the capitalisation of the organisation.
- *Statement of financial performance*. Presents the revenue, expenses, and profits/loss generated during the reporting period. The report gives information about the operating results of the Agency.
- *Cash flow statement*. Presents the cash inflows and outflows that occurred during the reporting period. It can provide a useful comparison to the statement of financial performance, especially when the amount of profit or loss reported does not reflect the cash flows generated during the year.
- *Statement of changes in net assets*. Presents changes in equity during the reporting period.

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. LEGAL BASIS AND ACCOUNTING RULES

The accounts are kept in accordance with Commission Regulation (EC) N° 1653/2004 of 21 September 2004[2] on a standard financial regulation for the executive agencies pursuant to Council Regulation (EC) N° 58/2003. Art 2 of the standard financial regulation defines in which cases executive agencies shall also apply the Financial Regulation applicable to the general budget of the European Communities *(Regulation (EU, Euratom) N° 2018/1046 of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union)*.

The financial statements are prepared on the basis of the EU Accounting Rules, as adopted by the Commission's Accounting Officer, which adapts the International Public Sector Accounting Standards (and in some cases the International Financial Reporting Standards) to the specific environment of the EU. The reports on implementation of the budget are primarily based on movements of cash.

The accounting system of the Agency is comprised of general accounts and budget accounts. These accounts are kept in euro and based on a calendar year. The budget accounts give a detailed picture of the implementation of the budget, and are based on the modified cash accounting principle.[3] The general accounts allow for the preparation of the financial statements as they show all expenditure and income for the financial year and are designed to establish the financial position in the form of a balance sheet at 31 December.

1.2. ACCOUNTING PRINCIPLES

The objectives of the financial statements are 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 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.

[2] Amended by Commission Regulation (EC) No 651/2008 of 9th July 2008
[3] This differs from cash-based accounting because of elements such as carryovers.

Article 53 of the standard Financial Regulation for executive agencies (Commission Regulation (EC) N° 1653/2004 amended by Commission Regulation (EC) N° 651/2008) sets out the accounting principles to be applied in drawing up the financial statements:

Going concern principle

When preparing financial statements, an assessment of an entity's ability to continue as a going concern should be made. Financial statements should be prepared on a going concern basis unless there is an intention to liquidate the entity or to cease operating, or if there is no realistic alternative but to do so. These financial statements have been prepared in accordance with the going concern principle, which means that the Agency is deemed to have been established for an indefinite duration.

Principle of prudence

The principle of prudence means that assets and income should not be overstated and liabilities and charges should not be understated. However, the principle of prudence does not allow the creation of hidden reserves or undue provisions.

Principle of consistent accounting methods

The principle of consistent accounting methods means that the structure of the components of the financial statements and the accounting methods and valuation rules may not be changed from one year to the next.

The Agency's Accounting Officer may not depart from the principle of consistent accounting methods other than in exceptional circumstances, in particular:

- In the event of a significant change in the nature of the entity's operations
- Where the change made is for the sake of a more appropriate presentation of the accounting operations

Principle of comparability of information

The principle of comparability of information means that for each item the financial statements should also show the amount of the corresponding item the previous year. Where the presentation or the classification of one of the components of the financial statements is changed, the corresponding amounts for the previous year should be made comparable and reclassified. Where it is impossible to reclassify items, this should be explained in the annex to the financial statements.

Principle of materiality

The materiality principle means that all operations, which are of significance for the information sought, should be taken into account in the financial statements. Materiality should be assessed in particular by reference to the nature of the transaction or the amount.
Transactions may be aggregated where:

- The transactions are identical in nature, even if the amounts are large
- The amounts are negligible
- Aggregation makes for clarity in the financial statements

Principle of no netting

The no-netting principle means that receivables and debts may not be offset against each other, nor may charges and income, save where charges and income derive from the same transaction, from similar transactions or from hedging operations and provided that they are not individually material.

Principle of reality over appearance

The principle of reality over appearance means that accounting events recorded in the financial statements should be presented by reference to their economic nature.

Accrual-based accounting principle

In order to meet their objectives, financial statements are prepared on the accrual basis of accounting. Under this basis, the effects of transactions and other events are recognised when they occur (and not as cash or its equivalent is received or paid) and they are recorded in the accounting records and reported in the financial statements of the periods to which they relate.

Where, in a specific case, the Accounting Officer considers that an exception should be made to the content of one of the accounting principles defined above; this exception must be duly substantiated and reported in the annex to the financial statements.

1.3. BASIS OF PREPARATION

Functional and reporting currency

The financial statements are presented in Euro (€), which is the functional and reporting currency of the EU and of the Agency.

Transactions and balances

Foreign currency transactions are recorded 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 of monetary items in foreign currency into euro at year-end are recognised in the statement of financial performance.

Chart of Accounts

The chart of accounts used by the Agency follows the structure of the chart of accounts of the European Commission.

Use of estimates

Preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect reported amounts presented and disclosed in the financial statements of the Agency. Significant estimates and assumptions in these financial statements require judgment and are used for, but not limited to, accrued income and charges, provisions, contingent assets and liabilities. Actual results, reported in future periods, might be different from these estimates. Changes in estimates are reflected in the period in which they become known.

Application of new and amended European Union Accounting Rules (EAR)

On 17 December 2020 the Accounting Officer of the European Commission adopted the revised EAR 11 ‘Financial Instruments’, which is effective for accounting periods beginning on or after 1 January 2021. The revised EAR 11 has been updated in line with the new IPSAS 41 ‘Financial Instruments’ and establishes the principles for the financial reporting of the financial assets and financial liabilities held by the EU entities.

1.4. BALANCE SHEET

Assets are resources controlled by the Agency as a result of past events and from which future economic benefits or service potential are expected to flow.

1.4.1. Fixed assets

Intangible fixed assets are valued at their acquisition price, with the exception of assets acquired free of charge that are valued at their market value. Tangible and intangible fixed assets are valued at their historic cost

converted into Euro at the rate applying when they were purchased. The book value of a fixed asset is equal to its acquisition price or production cost, adjusted with revaluations, depreciation and other amounts written off.

Subsequent costs are recognised as a separate asset 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 reliably measured. All other repairs and maintenance are charged to the economic outturn account during the financial period in which they are incurred. Assets that have an indefinite useful life are not subject to amortisation and are tested annually for impairment. Assets that are subject to amortisation are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs to sell and value in use.

Depreciation on other assets is calculated using the straight-line method to allocate their cost to their residual values over their estimated useful lives.

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

1.4.2. Depreciation rates

Type of asset	Straight line depreciation rate
Intangible assets	25%
Plant, machinery and equipment	12.5-25%
Furniture	10-25%
Fixtures and fittings	12.5-25%
Computer hardware	25%

1.4.3. Financial assets

The Agency has as financial assets its receivables and current bank accounts. Receivables arise when the Agency provides money, goods or services directly to a debtor with no intention of trading the receivable. They are included in current assets, except for maturities more than 12 months of the balance sheet date. See note 7 below for more information.

1.4.4. Receivables and recoverables

The EU accounting rules require a separate presentation of exchange and non-exchange transactions. To distinguish between the two categories, the term 'receivable' is reserved for exchange transactions, whereas for non-exchange transactions, i.e. when the EU receives value from another entity without directly giving approximately equal value in exchange, the term 'recoverables' is used (e.g. recoverables from Member States related to own resources).

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

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

1.4.5. Cash and cash equivalents

Cash and cash equivalents are financial instruments and classified as available for sale financial assets. They include cash at hand and deposits held at call with banks.

1.4.6. Provisions

Provisions are recognised when the Agency has a present legal or constructive obligation towards third parties as a result of past events, it is more likely than not that an outflow of resources will be required to settle the obligation, and the amount can be reliably estimated. The amount of the provision is the best estimate of the expenditure expected to be required to settle the present obligation at the reporting date.

1.4.7. Financial liabilities

The Agency has as financial liabilities its payables. They are classified as current liabilities, except for maturities more than 12 months after the balance sheet date. See point 1.4.8 below.

1.4.8. Payables

Significant amounts of payables are related to the purchase of goods or services. Those are recognised at invoice reception for the original amount and corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the Agency.

1.4.9. Accrued and deferred income and charges

According to the EU Accounting rules, transactions and events are recognised in the financial statements in the period to which they relate. At the end of the accounting period, accrued expenses are recognised based on an estimated amount of the transfer obligation of the period. The calculation of accrued expenses is done in accordance with detailed operational and practical guidelines issued by the Commission and by the Agency, which aim at ensuring that the financial statements reflect a true and fair view.

Revenue is also accounted for in the period to which it relates. At year-end, if an invoice is not yet issued but the service has been rendered, the supplies have been delivered by the Agency or a contractual agreement exists (i.e. by reference to a treaty), an accrued income will be recognised in the financial statements.

In addition, at year-end, if an invoice is issued but the services have not yet been rendered or the goods supplied have not yet been delivered, the revenue or charges will be deferred and recognised in the subsequent accounting period.

1.5. STATEMENT OF FINANCIAL PERFORMANCE

1.5.1. Revenue

Non-exchange revenue makes up the vast majority of the Agency revenue and includes mainly the EU subsidy.

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

Interest income might include bank interest received or interest calculated on a delayed payment by a debtor.

1.5.2. Expenses

According to the principle of accrual-based accounting, the financial statements take account of expenses relating to the reporting period, without taking into consideration the payment date - meaning when the goods or services are used or consumed.

Exchange expenses arising from the purchase of goods and services are recognised when the supplies are delivered and accepted by the Agency. They are valued at original invoice cost.

Non-exchange expenses relate to transfers to beneficiaries and can be of three types: entitlements, transfers under agreement and discretionary grants, contributions and donations.

Transfers are recognised as expenses in the period during which the events giving rise to the transfer occurred, as long as the nature of the transfer is allowed by regulation (Financial Regulation, Staff Regulations, or other regulation) or a contract has been signed authorising the transfer, any eligibility criteria have been met by the beneficiary, and a reasonable estimate of the amount can be made.

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

1.6. CONTINGENT ASSETS AND LIABILITIES

1.6.1. Contingent assets

A contingent asset is a possible asset that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Agency. It is not recognised because the amount of the obligation cannot be measured with sufficient reliability. A contingent asset is disclosed when an inflow of economic benefits or service potential is probable.

1.6.2. Contingent liabilities

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

1.6.3. Consolidation

According to Article 57 of Commission Regulation 1653/2004, the CINEA’s accounts are consolidated with the Commission's annual accounts.

2. NOTES TO THE BALANCE SHEET

NON-CURRENT ASSETS

The Agency uses ABAC Assets as inventory application, which is an integrated part of the ABAC platform. The non-current intangible and tangible (property, plant and equipment) assets are also called fixed assets.

2.1. INTANGIBLE ASSETS

Intangible fixed assets are identifiable non-monetary assets without physical substance. To be entered in the financial inventory on the assets side of the balance sheet, they must be controlled by the Agency and generate future economic benefits for the Agency. Additionally, they should have a purchase price above €700.
For internally developed intangible assets, the Agency applied the threshold of €500,000. For more information about IT developments see point 3.3.4.

In 2021, CINEA acquired and classified as intangible assets a video animation for the Agency and two GIS perpetual licences. The disposals consist of licences that were no longer in use; there were no impairments of intangible assets. The existing assets were depreciated monthly with an annual depreciation rate of 25%.

The variation of the intangible fixed assets in 2021 is composed of:

2021	Computer Software	Other Intangible Assets	Total EUR
Gross carrying amounts 01/01/2021	**115,194.80**	**79,850.07**	**195,044.87**
Additions	26,956.18	38,000.00	64,956.18
Disposals	(87,092.52)		(87,092.52)
Gross carrying amounts 31/12/2021	**55,058.46**	**117,850.07**	**172,908.53**
Accumulated amortisation and impairment 01/01/2021	**(114,697.80)**	**(62,166.07)**	**(176,863.87)**
Amortisation	(810.18)	(20,416.00)	(21,226.18)
Disposals	87,092.52		87,092.52
Accumulated amortisation and impairment 31/12/2021	**(28,415.46)**	**(82,582.07)**	**(110,997.53)**
Net carrying amounts 31/12/2021	**26,643.00**	**35,268.00**	**61,911.00**

2.2. TANGIBLE ASSETS

Tangible fixed assets are identifiable non-monetary assets with physical substance. To be entered in the financial inventory on the assets side of the balance sheet, they must be controlled by the Agency and generate future economic benefits or increase the service potential of the Agency. Additionally, they should have a purchase price above €700. Items with lower value, such as desktop computers, digital cameras and monitors are treated as expenses of the year, but they are registered in the physical inventory. Repairs and maintenance are charged to the economic period in which they have occurred.

The tangible assets on 31 December 2021 amount to €133,791.00. The acquisitions of tangible assets in 2021 comprised IT, telecommunications and exhibition equipment.

The tangible IT assets are depreciated monthly with the annual rates set in the assets catalogue of DG DIGIT and listed in point 1.4.2.

During the year, the Agency retired IT, communications and office equipment for €141,300.90 that was either damaged or obsolete.

The variation of the tangible fixed assets in 2021 is composed of:

2021	Plant and equipment	Computer hardware	Furniture and vehicles	Other fixtures and fittings	Total EUR
Gross carrying amounts 01/01/2021	**23,914.93**	**476,714.59**	**75,139.52**	**141,825.16**	**717,594.20**
Additions	15,500.00	75,508.26	3,852.59		**94,860.85**
Disposals		(135,388.54)	(4,707.40)	(1,204.96)	**(141,300.90)**
Gross carrying amounts 31/12/2021	**39,414.93**	**416,834.31**	**74,284.71**	**140,620.20**	**671,154.15**
Accumulated depreciation and impairment 01/01/2021	**(23,914.93)**	**(373,939.59)**	**(68,825.52)**	**(114,501.16)**	**(581,181.20)**
Depreciation	(3,554.00)	(71,430.26)	(2,938.59)	(19,345.00)	**(97,267.85)**
Disposals		135,388.54	4,492.40	1,204.96	**141,085.90**
Accumulated depreciation and impairment 31/12/2021	**(27,468.93)**	**(309,981.31)**	**(67,271.71)**	**(132,641.20)**	**(537,363.15)**
Net carrying amounts 31/12/2021	**11,946.00**	**106,853.00**	**7,013.00**	**7,979.00**	**133,791.00**

2.3. LONG-TERM RECEIVABLES AND RECOVERABLES

In 2016, the Agency signed an amendment to its rental contract for the office premises until 31 December 2020. CINEA paid a rental guarantee to the building owner for €125,000.00. The figures under this heading represent the amount of the guarantee obligation according to the office rental contract.

At the end of 2020, the Agency signed an extension to the rental contract until 31 December 2024.

Item	Amount
Guarantee, part of the rental contract of the W910 office premises	125,000.00
Total	**125,000.00**

CURRENT ASSETS

2.4. PREFINANCING WITH CONSOLIDATED ENTITIES

In 2021, the Agency signed a service level agreement with DG SCIC for the delivery and installation of audio-visual equipment for remote meetings. The agreement required a 100% pre-financing for €356,500.00. The assets will be delivered in the third quarter of 2022.

2.5. RECEIVABLES AND RECOVERABLES

Item	2021	2020
Customer receivables	0.00	4,495.86
Sundry receivables	14,961.38	6,810.26
Deferred charges *(see below)*	151,049.47	106,191.45
Total	**166,010.85**	**117,497.57**

The sundry receivables for €14,961.38 consist of monthly salary regularisations linked to payroll, and to be received either from staff or from the Commission and other EU institutions. The amounts will be regularised in the course of 2022.

The deferred charges are comprised of expenses for the years 2022-2026, recorded in the accounts in 2021 or previous years and deferred to the appropriate financial periods. Their split is as follows:

Item	2021	2020
Subscriptions for media services and to professional organisations	6,807.83	10,611.21
Staff transport contribution	29,681.70	401.42
Licences and maintenance of IT and office equipment	114,419.93	76,966.94
Trainees	0.00	18,110.47
Staff, building, IT and fire insurance	140.01	101.41
Total	**151,049.47**	**106,191.45**

2.6. CASH AND CASH EQUIVALENTS

The amount of €4,681,913.08 corresponds to the cash balance held on 31 December 2021 in its bank account at ING Belgium. The Agency does not hold petty cash.

The bank account is held with ING Belgium SA. The specific contract results from the procedure ERCEA/CAO/PN/2019/32, which CINEA joined. It runs from 1 January 2020 until 31 December 2024.

NON-CURRENT LIABILITIES

The Agency does not have non-current liabilities on 31 December 2021.

CURRENT LIABILITIES

2.7. SHORT-TERM PROVISIONS

The provision for €7,500.00 that was recorded in 2020, was fully consumed in 2021 and cleared against the actual expenditure.

2.8. PAYABLES

Item	2021	2020
Current payables	0	0

Sundry payables	0	0
Accounts payable to consolidated entities	2,011,017.53	405,963.63
Total	**2,011,017.53**	**405,963.63**

Accounts payable to consolidated entities for €2,011,017.53 represent the balance of the budgetary outturn account at the end of 2021. This amount should be reimbursed to the European Commission.
For more details, please refer to the reports on budget implementation.

2.9. ACCRUED CHARGES WITH NON-CONSOLIDATED ENTITIES

Accruals for goods and services

This amount represents goods and services received in 2021 but not yet recorded as supplier payables on 31 December 2021. The expenses are of two types:

- Invoices to be received, which correspond exactly to the amounts accrued.
- Provisions set aside to pay for services or goods received in 2021. As the exact amount was not known when finalising the accounts, estimation was made based on the contractual or other information.

Accruals	Amount	Estimation method
Charges for office premises	125,000.00	Contract with the supplier, budget follow-up tool
Office supplies, IT maintenance and subscriptions	83,759.25	Invoices from January 2022, contracts with the suppliers, budget follow-up tool
Missions	8,476.91	budget follow-up tool
Communication expenses	180.00	budget follow-up tool
Insurances	414.48	budget follow-up tool
IT services	337,507.42	Invoices from January 2022, contracts with the suppliers, budget follow-up tool
Interim staff	67,268.79	Invoices from January 2022, budget follow-up tool
Trainings	4,630.34	Invoices from January 2022, budget follow-up tool
Removals	971.52	Invoices from January 2022, budget follow-up tool
Legal services	50.00	Budget follow-up tool
Total accruals with non-consolidated entities:	**€628,258.71**	

Accruals for staff expenses

Accruals	Amount	Estimation method
Untaken leave	758,130.63	3,934 days of untaken annual leave of the staff for 2021, which will be used in 2022
2021 salary expenses	1,084.80	1 newcomer in December 2021
Total staff accruals	**€759,215.43**	

2.10. ACCRUED CHARGES WITH CONSOLIDATED ENTITIES

This amount represents goods and services received in 2021 but not booked as suppliers payables on 31 December 2021. The accruals are based on the Service Level Agreements signed with Commission Directorates or other EU bodies.

Accruals	Amount	Estimation method
DG HR	228,172.35	Budget follow-up tool
PMO (Pay Master Office)	75,000.00	Budget follow-up tool
DG OIB	313,430.07	Budget follow-up tool
DG EAC	92,936.59	Budget follow-up tool
DG OP	1,624.11	Budget follow-up tool
Translation Centre	1,914.00	Budget follow-up tool
Total accrued expenses	**€713,077.12**	

NET ASSETS

The net assets amount to €1,413,557.14 and comprise the total of the economic result of previous years for the amount of €644,521.49 and the economic result of the current year – a profit for the amount of €769,035.65.

The economic result of the year is different from the budgetary result due to the differences between the general and budgetary accounts. Additional information concerning the reconciliation between both accounts is provided in the reports on the budget implementation.

3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE

3.1. NON-EXCHANGE REVENUE

The non-exchange revenue for the amount of €43,270,191.26 represents the European Union contribution (subsidy) received from the Commission. For the exact calculation of the budgetary outturn, please refer to point Budget result on page 30.

3.2. EXCHANGE REVENUE

Item	2021	2020
Income from non-consolidated entities:		
Recovery of legal expenses on successful court cases	0.00	11,000.00
Recovery of expenses from previous years	923.71	1,282.44
Income from consolidated entities:		
Recovery of expenses from previous years	50,057.98	0
Gains from exchange rate differences	121.61	548.06
Total	**51,103.30**	**12,830.50**

The gains from exchange rate differences arose from payments to staff salaries in GBP, RON and DKK.

3.3. OPERATING EXPENSES

3.3.1. Staff expenditure

Staff expenditure comprises total gross salaries and allowances, social and pension contributions, and other welfare expenses (including the contribution to the school transport and the reimbursement of the staff public transportation costs). The item also includes the accrual for untaken holidays. The total expenditure for 2021 is €34,556,555.17.

All salary calculations giving the total staff expenses included in the Statement of financial performance of the Agency are externalised to the Office for administration and payment of individual entitlements (also known as the Paymaster's Office - PMO) which is a central office of the European Commission.

The PMO's mission is to manage the financial rights of permanent, temporary and contractual staff working at the Commission, to calculate and to pay their salaries and other financial entitlements. The PMO provides these services to other EU institutions and agencies as well. The PMO is also responsible for managing the health insurance fund of the Institutions, together with processing and paying the claims of reimbursement from staff members. The PMO also manages the pension fund and pays the pensions of retired staff members. PMO is audited by the European Court of Auditors.

The Agency is only responsible for the communication to the PMO of reliable information allowing the calculation of the staff costs. It is also responsible to check that this information has been correctly reflected in the monthly payroll report used for accounting payroll costs. The Agency is not responsible for the calculation of the payroll costs performed by PMO.

3.3.2. Fixed assets related expenses

The item is for €118,709.03 and comprises the depreciation, the amortisation and the loss from disposal of the long-term assets in possession of the Agency.

3.3.3. Building expenses

The two items for building expenses with consolidated and non-consolidated entities are for the total of €3,180,654.12. They comprise the expenses for the rent, maintenance, taxes, utilities, security and various other services for the upkeep of the building during the year.

Item	2021	2020
Rent of the office premises (with a non-consolidated entity)	1,741,665.63	1,885,952.34
Building expenses with non-consolidated entities	804,273.36	474,345.35
Building expenses with consolidated entities	634,715.13	666,737.71
Total	**3,180,654.12**	**3,027,035.40**

3.3.4. Other administrative expenses

Item	2021	2020
Office supplies and maintenance	447,936.60	397,492.18
Communication and publication expenses	106,286.13	97,231.43
Recruitment costs	14,845.22	7,203.01
Training costs	82,732.90	11,170.69
Missions of staff	63,539.80	42,535.70
Experts and related expenditure	2,133.37	5,475.16

Legal and insurance expenses	23,582.40	3,777.36
IT external developers *(see paragraph below)*	951,405.26	384,878.81
Other external service providers *(see table below)*	804,253.43	344,544.13
Total	**2,496,715.11**	**1,294,308.47**

IT developments

CINEA applies a threshold of €500,000 for IT developments by the Agency to consider them as intangible assets. IT developments with value above the threshold are recorded in the inventory as an intangible asset. Developments for lower value are booked as expenses for the period.

In 2021, CINEA did not develop any new IT product.
The Agency maintains and updates the applications TENtec, Transparency Portal, Butler that are used for the management of some of the operational programmes delegated to CINEA. These project management applications are owned by European Commission Directorates. They are into their operational phase with an ongoing maintenance, keeping up-to-date and adding new features. No new modules have been planned for development.

Other external service providers

Item	2021	2020
Audits by external contractors	237,197.90	175,410.95
Interim staff	354,138.30	159,372.78
Staff-related services	100,000.00	(26,724.00)
Organisation of events	997.10	23,685.26
Translation costs	(10,997.05)	10,768.05
Trainees	92,936.59	0
Internal removal services	22,805.59	2,031.09
Methodology advisory service	7,175.00	0
Total	**804,253.43**	**344,544.13**

3.3.5. Other administrative expenses with consolidated entities

The total of €2,198,690.57 comprises of:

Item	2021	2020
Staff-related services provided by PMO and DG HR	566,935.05	259,692.81
Staff trainings	62,340.00	120,211.00
Trainees	32,862.31	73,088.93
Furniture and other non-building services	91,086.31	71,259.17
Translations	20,479.05	41,536.50
Medical services for staff	90,662.00	65,084.70
IT related services	635,183.63	696,123.00
Childcare facilities	695,950.00	483,690.00
Communications expenses	3,192.22	10,813.91
Total	**2,198,690.57**	**1,821,500.02**

3.3.6. Losses from exchange rate differences

The losses from exchange rate differences for € 934.87 arose from payments to staff salaries in GBP, RON and DKK.

4. NOTES TO THE CASH FLOW STATEMENT

Cash flow information is used to provide a basis for assessing the ability of the Agency to generate cash and cash equivalents, and its needs to utilise those cash flows.

The cash flow statement is prepared using the indirect method. This means that the economic result of the financial year is adjusted for the effects of transactions of a non-cash nature, any deferrals or accruals of past or future operating cash receipts or payments, and items of revenue or expense associated with investing cash flows.

Cash flows arising from transactions in a foreign currency are recorded in the EU's reporting currency (Euro), by applying to the foreign currency amount the exchange rate between the Euro and the foreign currency at the date of the cash flow.

The cash flow statement presented reports cash flows during the period classified by operating and investing activities - the Agency does not have financing activities.

4.1. OPERATING ACTIVITIES

Operating activities are the activities arising from the usual business of the Agency. These are the majority of the activities performed and their associated cash flows.

4.2. INVESTING ACTIVITIES

Investing activities are the acquisitions of intangible assets and property, plant and equipment and of other investments, which are not included in cash equivalents. The objective is to show the real investments made by the Agency.

5. CONTINGENT ASSETS / LIABILITIES

There are no contingent assets or liabilities to disclose for the year ended 31 December 2021.

6. COMMITMENTS FOR FUTURE FUNDING

Commitments for future funding	31/12/2021	31/12/2020
RAL - Commitments against appropriations not yet consumed	1,195,081.86	752,619.21
Operating lease	6,535,092.24	7,385,943.76
Contractual commitments (for which budget commitments have not yet been made)	9,596.66	18,539.90
TOTAL	**7,739,770.76**	**8,157,102.87**

Commitments for future funding are off balance sheet obligations arising from obligations contracted by the Agency in 2021 or earlier and concerning goods and services to be rendered after the closure date.

The RAL, commitments against appropriations not yet consumed, is estimated as the difference between the commitments carried over to 2022 (€2,687,467.16) and:

1) the accrued charges (staff expenses excluded), booked in 2021 (€1,341,335.83) and
2) the deferred charges at year-end (€151,049.47).

The operating lease represents the rent due for the office premises until the end of the contract on 31 December 2024.

The contractual commitments without budgetary commitments represent the amount resulting from long-term contracts for IT maintenance and insurance.

7. FINANCIAL INSTRUMENTS

Financial instruments comprise cash, current and long-term receivables and recoverable, current and long-term payables, and amounts due to and from consolidated entities. Financial instruments give rise to liquidity, credit, interest rate and foreign currency risks. Information about them, and how they are managed, is set out below.

The carrying amounts of financial instruments are as follows:

Item	2021	2020
Financial assets		
Long-term recoverables	125,000.00	125,000.00
Other receivables	14,961.38	117,497.57
Cash and deposits	4,681,913.08	1,861,338.82
Total financial assets	**4,821,874.46**	**2,103,836.39**
Financial liabilities		
Long-term liabilities	0	0
Current and sundry payables	0	0
Current payables with consolidated entities	(2,011,017.53)	(405,963.63)
Total financial liabilities	**(2,011,017.53)**	**(405,963.63)**
Total net financial instruments	**2,810,856.93**	**1,697,872.76**

Liquidity risk

Liquidity risk is the risk that arises from the difficulty of selling an asset, such as the risk that a given security or asset cannot be traded quickly enough in the market to prevent a loss or meet an obligation. Liquidity risk arises from the ongoing financial obligations, including settlement of payables.

The Agency manages liquidity risk by continually monitoring forecast and actual cash flows with the help of the budgetary execution tables. Details of contractual maturities for assets and liabilities form an important source of information for the management of liquidity risk.

As at 31 Dec 2021	On demand	< 3 months	3 – 12 months	1 – 2 years	> 2 years	Total
Assets	**EUR**	**EUR**	**EUR**	**EUR**	**EUR**	**EUR**
Long-term recoverables					125,000	125,000

Other receivables		3,491	11,470			14,961
Cash and deposits	4,681,913					4,681,913
Liabilities						
Current and sundry payables						
Current payables cons. entities			(2,011,017)			(2,011,017)
Cumulative liquidity gap	**4,681,913**	**3,491**	**(1,999,547)**	**0**	**125,000**	**2,810,857**

Bank accounts opened in the name of the Agency may not be overdrawn.
Treasury and payment operations are highly automated and rely on modern information systems. Specific procedures are applied to guarantee system security and to ensure segregation of duties in line with the Financial Regulation, the internal control standards, and audit principles.
EU budget principles ensure that overall cash resources for a given year are always sufficient for the execution of all payments.

Credit risk

Credit risk is the risk of loss due to a debtor's/borrower's to meet its contractual obligation in due time. The default events include a delay in repayments, restructuring of borrower repayments and bankruptcy. Mitigation measures put in place on receivables are regular monitoring, reminders, etc.

Treasury resources are kept with commercial banks. The EU contribution was requested four times a year based on cash forecasts.
Specific guidelines are applied for the selection of a commercial bank in order to further minimise counterparty risk to which the Agency is exposed:

- The commercial bank is selected by call for tenders. The minimum short-term credit rating required for admission to the tendering procedures is Moody's P-1 or equivalent (S&P A-1 or Fitch F1). A lower level may be accepted in specific and duly justified circumstances.
- The credit ratings of the commercial bank, in which the Agency has accounts, is reviewed on regular basis.

None of the CINEA's financial assets is past due or impaired. The maximum exposure to credit risk is:

	2021			2020		
31 December	**Receivables non-cons. entities**	**Receivables cons. entities**	**Bank accounts**	**Receivables non-cons. entities**	**Receivables cons. entities**	**Bank accounts**
Counterparties with external credit rating:						
Prime and high grade						
Upper medium grade	125,000		4,681,913	125,000		1,861,339
Lower medium grade						
Non-investment grade						
Counterparties without external credit rating:						
Debtors who never defaulted	14,961			117,497		
Debtors who						

defaulted in the past						
	139,961		**4,681,913**	**242,497**		**1,861,339**

The Agency has a current account in ING Belgium. Its long-term credit rating was as follows:

Year	Moody's	Standard&Poors	Fitch	Overall
2020	Aa3	A+	AA-	High/upper medium grade
2021	Aa3	A+	AA-	High/upper medium grade

Interest rate risk

Interest rate risk is the possibility of a reduction in the value of a security, especially a bond, resulting from an increase in interest rates. In general, higher interest rates will lead to lower prices of fixed rate bonds, and vice versa.

Interest rate risk at the Agency arises from cash as the balance on the bank account. Mitigating measures have been implemented in order to avoid paying negative interest rates.

The Agency's treasury does not borrow any money; consequently, it is not exposed to interest rate risk.

Foreign currency risk

Currency risk is the risk that the EU's operations or its investment values will be affected by changes in exchange rates. This risk arises from the change in price of one currency against another.

All financial assets and liabilities are in Euro, so in these cases the Agency has no foreign currency risk.

Fair value

The estimated fair values of all financial instruments of the Agency are equal to their book values at 31 December 2021 and 31 December 2020. All financial assets and liabilities are receivable or repayable according to the contractual obligations within four years.

8. CHANGES IN ACCOUNTING POLICIES

On 17 December 2020 the Accounting Officer of the European Commission adopted the updated EU Accounting Rule 11 ‘Financial Instruments’ (EAR 11) which is applicable as from 1 January 2021 and replaces the previous EAR 11 adopted in 2011. The revised EAR 11 aligns the EU Accounting Rules on financial instruments to the underlying (IPSAS) 41 has been updated in line with the new IPSAS 41 (International Public Sector Accounting Standards) on ‘Financial Instruments’ and establishes the principles for the financial reporting of the financial assets and financial liabilities held by the EU entities.

According to the transition provisions of the revised EAR 11, no restatement of comparative figures is required.

For the Agency, the impact of the revised EAR 11 mainly concerns the new impairment model for exchange receivables and the financial risk management disclosures for financial assets and liabilities.

9. RELATED PARTY DISCLOSURES

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

The remuneration equivalent to the grades of the key management personnel in the Agency's establishment plan can be found in Official Journal L 345/10 of 23 December 2008.

The highest ranked civil servant of CINEA is the Director, who executes the role of the Authorising Officer by delegation.

	2021	2020
Director	AD 15	AD 15

10. EVENTS AFTER THE BALANCE SHEET DATE AND DISCLOSURES

COVID-19:
Despite the challenges faced at the beginning of the pandemic, CINEA managed to quickly adapt its processes and way of working and deliver. Based on the information available at the date of the transmission of these annual accounts, the financial effects of the coronavirus outbreak can be estimated as not having material financial effects on the Agency's activities.

War in Ukraine:
In accordance with EU accounting rule 19, Events after Reporting Date, the war in Ukraine that began in February 2022 is a non-adjusting event, thus not requiring any adjustments to the figures reported in these financial statements at 31 December 2021. For subsequent reporting periods, the war may affect the recognition and measurement of some assets and liabilities on the balance sheet or some revenue and expenses recognised in the statement of financial performance.
Based on the facts and circumstances at the time of preparation of these financial statements, there is no financial impact to be reported.

Reports on the implementation of the budget

Budgetary structure and principles

The budgetary accounts are kept in accordance with the Financial Regulation. The budget is the instrument that, for each financial year, forecasts and authorises the revenue and expenditure considered necessary for the implementation of the Agency's activities.

Every year, the Agency estimates its annual revenue and expenditure and draws up a draft budget, which it proposes, to the Commission. The Commission then sends it to the budgetary authority. Based on this draft budget, the Council draws its position, which is then the subject of negotiations. The President of the Parliament declares that the joint draft has been finally adopted, thus making the budget enforceable. The task of executing the budget is the responsibility of the Agency.

The budget structure for the Agency consists of administrative appropriations and has only non-differentiated appropriations, meaning that the commitment and the payment appropriations are of the same amount. Non-differentiated appropriations are used to finance operations of an annual nature (i.e. complying with the principle of annuality).

Origin and composition of appropriations

The main source of appropriations is the Agency's budget for the current year. However, there are other types of appropriations resulting from the provisions of the Financial Regulation. They come from previous financial years or outside sources:

- Initial budget = appropriations voted in Year N-1.
- Final budget appropriations = initial budget appropriations + amending budget appropriations + transfers within chapters + additional appropriations.
- Additional (payment) appropriations = carried over from previous year.

Budgetary principles

The budget of the Agency has been established in compliance with the budgetary principles as set out in the Financial Regulation of the Agency:

- **Unity and budget accuracy**: all expenditure and revenue must be incorporated in a single budget document, must be booked on a budget line and the expenditure must not exceed the authorised appropriation
- **Annuality**: the appropriation entered are authorised for a single year and must therefore be used during that year
- **Equilibrium**: the revenue and expenditure shown in the budget must be in balance (estimated revenue must equal payment appropriation)
- **Unit of account**: the budget is drawn up and implemented in euro (EUR) and the accounts are presented in euro
- **Universality**: this principle comprises two rules: the rule of non-assignment, meaning that budget revenue must not be earmarked for specific items of expenditure (total revenue must cover total expenditure); and the gross budget rule, meaning that revenue and expenditure are entered in full in the budget without any adjustment against each other

- **Specification**: each appropriation is assigned to a specific purpose and a specific objective
- **Sound financial management**: budget appropriation are used in accordance with the principle of sound financial management, namely in accordance with the principles of economy, efficiency and effectiveness
- **Transparency**: the budget is established and implemented and the accounts presented in compliance with the principle of transparency - the budget and amending budgets are published in the website of CINEA

Calculation of the budget result

The revenue entered in the accounts is the amount actually received during the course of the year. For the purposes of calculating the budget result for the year, expenditure comprises payments made against the year's appropriations plus any of the appropriations for that year that are carried over to the following year. Payments made against the year's appropriations means payments that are made by the accounting officer by 31 December of the financial year.

The following are added to or deducted from the resulting figure:

• The net balance of cancellations of payment appropriations carried over from previous years and any payments which, because of fluctuations in the Euro rate, exceed non-differentiated appropriations carried over from the previous year; and

• The balance of exchange-rate gains and losses recorded during the year.

Payment appropriations carried over include automatic carryovers only. The cancellation of unused payment appropriations carried over from the previous year shows the cancellations on appropriations also carried over automatically.

Main facts on the implementation of the budget

	Amount	% implementation
Revenue	45,300,000.00	100% collected
Commitments	43,752,260.06	96.58% committed
Payments on 2021 commitments	41,064,792.90	93.86% paid
Payments on 2020 commitments	1,033,690.83	70.75% paid

The 2021 operating budget of the Agency, referred to as administrative budget, was adopted by the Steering Committee on 14 December 2020 and it amounted to € 26,912,000. This initial administrative budget was subsequently amended following the entry into force of the new mandate of the Agency as the Climate, Infrastructure and Networks Executive Agency (CINEA) on 1 April 2021.

During the year, three amending budget were adopted by the Steering Committee. They increased the initial amount to a final budget of € 45,300,000.

Budget result

BUDGET OUTTURN ACCOUNT	2021	2020
REVENUE		
Commission subsidy (for the operating budget -Titles 1,2 and 3 - of the Agency)	45,300,000.29	30,986,000.00
Other revenue	55,477.47	31,732.02
TOTAL REVENUE (a)	**45,355,477.76**	**31,017,732.02**
EXPENDITURE		
Title I: Staff		
Payments in 2021	36,024,428.84	25,358,776.23
Appropriations carried over to 2022	734,556.30	411,640.94
Title II: Administrative Expenses		
Payments in 2021	4,170,507.97	3,664,363.63
Appropriations carried over to 2022	812,591.91	646,316.16
Title III: Operating Expenditure		
Payments in 2021	869,856.09	427,418.17
Appropriations carried over to 2022	1,140,318.95	403,138.32
TOTAL EXPENDITURE (b)	**43,752,260.06**	**30,911,653.45**
OUTTURN FOR THE FINANCIAL YEAR (a-b)	**1,603,217.70**	**106,078.57**
Cancellation of unused payment appropriations carried over from previous year	427,404.59	301,171.44
Exchange differences for the year (gain +/loss -)	(813.26)	(1,286.08)
Result used for determining amounts in general accounting	**2,029,809.03**	**405,963.93**
Commission subsidy – the Agency registers accrued revenue and the Commission accrued expense	**43,270,191.26**	**30,580,036.07**
Unused payment appropriations carried over from previous year and paid to HaDEA in 2021 (ToF exercise)	**18,791.50**	
Pre-financing remaining open to be reimbursed by the Agency to the Commission in year 2022	**2,011,017.53**	**405,963.93**

Reconciliation of economic result with budget result

The financial result for the year presented on page 7 is calculated on the basis of accrual accounting principles. The budget outturn, however, is based on modified cash accounting rules, in accordance with the Financial Regulation. As both are the result of the same underlying transactions, it is a useful control to ensure that they

are reconcilable. The table below shows this reconciliation, highlighting the key reconciling amounts, split between revenue and expenditure items.

	EUR
ECONOMIC RESULT	**769,035**
Adjustment for accrual items (items not in the budgetary result but included in the economic result)	
Adjustments for accrual cut off (reversal 31 December 2020)	(1,200,445)
Adjustments for accrual cut off (cut off 31 December 2021)	2,103,251
Provisions	(7,500)
Depreciation of intangible and tangible fixed assets	118,494
Recovery orders open at year end and booked as revenue	0
Pre-financing given in previous year and cleared in the year	72,830
Payments made from carry-over of payment appropriations	1,033,691
Others	215
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)	
Asset acquisitions (less unpaid amounts)	(159,817)
Charges paid in 2021 and deferred to the following years	(474,188)
New pre-financing received in the year 2021 and remaining open at 31 December 2021	2,029,809
Budgetary recovery orders issued before 2021 and cashed in 2021	4,496
Payment appropriations carried over to 2022	(2,687,467)
Cancellation of unused carried over payment appropriations from previous year	427,405
Total	**2,029,809**
BUDGETARY RESULT	**2,029,809**
Unexplained discrepancy	0

The actual budgetary revenue for a financial year corresponds to the revenue collected from entitlements established in the course of the year and amounts collected from entitlements established in previous years. Therefore, the entitlements established in the current year but not yet collected are to be deducted from the economic result for reconciliation purposes, as they do not form part of budgetary revenue. On the contrary, the entitlements established in previous years and collected in current year must be added to the economic result for reconciliation purposes.

The net accrued expenses mainly consist of accruals made for year-end cut-off purposes, i.e. eligible expenses for goods delivered and services received but not yet invoiced to the Agency. While accrued expenses are not considered as budgetary expenditure, payments made in the current year relating to invoices registered in prior years are part of current year's budgetary expenditure.

The net effect of pre-financing is the combination of (1) the new amounts paid in the current year and recognised as budgetary expenditure of the year and (2) the clearing of the pre-financing paid in current year or previous years through the acceptance of invoices. The latter represent an expense in accrual terms but not in the budgetary accounts since the payment of the initial pre-financing had already been considered as a budgetary expenditure at the time of its payment.

Besides the payments made against the year's appropriations, the appropriations for that year that are carried to the following year also need to be taken into account in calculating the budget result for the year. The same

applies for the budgetary payments made in the current year from carry-overs and the cancellation of unused payment appropriations.

Other reconciling amounts are comprised of different elements such as asset depreciation, asset acquisitions, capital lease payments and financial transactions for which the budgetary and accrual accounting treatments differ.

The following tables give a detailed picture of the budget implementation during 2021. Detailed information and qualitative description of the financial situation and the events which had a significant influence on the activities during the year can be found in the Report on budgetary and financial management.

Budget revenue

EUR '000

Item		Income appropriations		Entitlements established			Revenue				
		Initial budget	Final budget	Current year	Carried	Total	Current year	Carried	Total	%	Outstand.
		1	2	3	4	5=3+4	6	7	8=6+7	9=8/2	10=5-8
Title 2: INCOME BUDGET 2021											
Chapter 2 0: EU Budget Contribution to the Executive Agency											
2 0 0 0	EU Budget Contribution to the Executive Agency	45 300	45 300	45 300	0	45 300	45 300	0	45 300	100%	0
Total chapter 2 0		**45 300**	**45 300**	**45 300**	**0**	**45 300**	**45 300**	**0**	**45 300**	**100%**	**0**
Total Title 2		**45 300**	**45 300**	**45 300**	**0**	**45 300**	**45 300**	**0**	**45 300**	**100%**	**0**
Title 9: INCOME BUDGET 2021											
Chapter 9 0: Miscellaneous revenue											
9 0 0 0	Miscellaneous revenue	0	0	51	4	55	51	4	55	0%	0
Total chapter 9 0		**0**	**0**	**51**	**4**	**55**	**51**	**4**	**55**	**0%**	**0**
Total Title 9		**0**	**0**	**51**	**4**	**55**	**51**	**4**	**55**	**0%**	**0**
TOTAL		**45 300**	**45 300**	**45 351**	**4**	**45 355**	**45 351**	**4**	**45 355**	**100%**	**0**

Budget expenditure

Breakdown & changes in commitment appropriations

EUR '000

Item			Budget appropriations				Additional appropriations			Total appropr. available
			Initial adopted budget	Amending budgets	Transfers	Final budget adopted	Carry-overs	Assigned revenue	Total	
			1	2	3	4=1+2+3	5	6	7=5+6	8=4+7
1 1	1 1 1 1	Temporary agents	13 130	0	0	13 130	0	0	0	13 130
	1 1 2 1	Contract agents	21 100	0	(40)	21 060	0	0	0	21 060
	1 1 3 1	Interim and trainees	500	0	40	540	0	0	0	540
	Total chapter 1 1		34 730	0	0	34 730	0	0	0	34 730
1 2	1 2 1 1	Medical services	216	0	0	216	0	0	0	216
	1 2 2 1	Training	417	0	0	417	0	0	0	417
	1 2 3 1	Administration of staff	660	0	0	660	0	0	0	660
	1 2 4 1	Recruitment	55	0	0	55	0	0	0	55
	1 2 5 1	Representation & internal meetings	3	0	0	3	0	0	0	3
	1 2 6 1	Other social expenditure	1 124	0	0	1 124	0	0	0	1 124
	Total chapter 1 2		2 474	0	0	2 474	0	0	0	2 474
	Total title 1		**37 204**	**0**	**0**	**37 204**	**0**	**0**	**0**	**37 204**
2 1	2 1 1 1	Rental of building	1 750	0	0	1 750	0	0	0	1 750
	2 1 2 1	Charges of the building	1 353	0	(15)	1 338	0	0	0	1 338
	Total chapter 2 1		3 103	0	(15)	3 088	0	0	0	3 088
2 2	2 2 1 1	Hardware and software	946	0	(24)	922	0	0	0	922
	2 2 2 1	ICT Services	1 169	0	0	1 169	0	0	0	1 169
	Total chapter 2 2		2 115	0	(24)	2 091	0	0	0	2 091
2 3	2 3 1 1	Furniture & technical installations handling & removal	378	0	39	417	0	0	0	417
	2 3 2 1	Office supplies archive subscription & correspondence	115	0	0	115	0	0	0	115
	2 3 3 1	Other expenditure related to work environment	60	0	0	60	0	0	0	60
	Total chapter 2 3		553	0	39	592	0	0	0	592
	Total title 2		**5 771**	**0**	**0**	**5 771**	**0**	**0**	**0**	**5 771**
3 1	3 1 1 1	Missions and related expenditure	141	0	0	141	0	0	0	141
	3 1 2 1	Audit	829	0	0	829	0	0	0	829
	3 1 3 1	Operational related IT expenditure	928	0	61	988	0	0	0	988
	3 1 4 1	Communication events & other Programme support expenditure	428	0	(61)	367	0	0	0	367
	Total chapter 3 1		2 326	0	0	2 326	0	0	0	2 326
	Total title 3		**2 326**	**0**	**0**	**2 326**	**0**	**0**	**0**	**2 326**
	GRAND TOTAL		**45 300**	**0**	**0**	**45 300**	**0**	**0**	**0**	**45 300**

Breakdown & changes in payment appropriations

EUR '000

Item			Budget appropriations				Additional appropriations			Total appropr. available
			Initial budget adopted	Amending budgets	Transfers	Final adopted budget	Carry-overs	Assigned revenue	Total	
			1	2	3	4=1+2+3	5	6	7=5+6	8=4+7
1 1	1 1 1 1	Temporary agents	13 130	0	0	13 130	0	0	0	13 130
	1 1 2 1	Contract agents	21 100	0	(40)	21 060	0	0	0	21 060
	1 1 3 1	Interim and trainees	500	0	40	540	70	0	70	610
	Total chapter 1 1		34 730	0	0	34 730	70	0	70	34 800
1 2	1 2 1 1	Medical services	216	0	0	216	65	0	65	281
	1 2 2 1	Training	417	0	0	417	71	0	71	488
	1 2 3 1	Administration of staff	660	0	0	660	57	0	57	717
	1 2 4 1	Recruitment	55	0	0	55	7	0	7	62
	1 2 5 1	Representation & internal meetings	3	0	0	3	0	0	0	3
	1 2 6 1	Other social expenditure	1 124	0	0	1 124	141	0	141	1 265
	Total chapter 1 2		2 474	0	0	2 474	341	0	341	2 815
	Total title 1		**37 204**	**0**	**0**	**37 204**	**412**	**0**	**412**	**37 616**
2 1	2 1 1 1	Rental of building	1 750	0	0	1 750	0	0	0	1 750
	2 1 2 1	Charges of the building	1 353	0	(15)	1 338	321	0	321	1 659
	Total chapter 2 1		3 103	0	(15)	3 088	321	0	321	3 409
2 2	2 2 1 1	Hardware and software	946	0	(24)	922	243	0	243	1 165
	2 2 2 1	ICT Services	1 169	0	0	1 169	0	0	0	1 169
	Total chapter 2 2		2 115	0	(24)	2 091	243	0	243	2 334
2 3	2 3 1 1	Furniture technical installations handling & removal	378	0	39	417	65	0	65	482
	2 3 2 1	Office supplies archive subscription & correspondence	115	0	0	115	17	0	17	132
	2 3 3 1	Other expenditure related to work environment	60	0	0	60	0	0	0	60
	Total chapter 2 3		553	0	39	592	83	0	83	674
	Total title 2		**5 771**	**0**	**0**	**5 771**	**646**	**0**	**646**	**6 417**
3 1	3 1 1 1	Missions and related expenditure	141	0	0	141	11	0	11	152
	3 1 2 1	Audit	829	0	0	829	139	0	139	968
	3 1 3 1	Operational related IT expenditure	928	0	61	988	157	0	157	1 145
	3 1 4 1	Communication events & other Programme support expenditure	428	0	(61)	367	96	0	96	463
	Total chapter 3 1		2 326	0	0	2 326	403	0	403	2 729
	Total title 3		**2 326**	**0**	**0**	**2 326**	**403**	**0**	**403**	**2 729**
	GRAND TOTAL		**45 300**	**0**	**0**	**45 300**	**1 461**	**0**	**1 461**	**46 761**

Implementation of commitment appropriations

EUR '000

Item			Total appropriations available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing			
				from final adopt. budget	from carry-overs	from assigned revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assigned revenue	Total
			1	2	3	4	5=2+3+4	6=5/1	7	8	9=7+8	10	11	12	13=10+11+12
1 1	1 1 1 1	Temporary agents	13 130	13 103	0	0	13 103	100 %	0	0	0	27	0	0	27
	1 1 2 1	Contract agents	21 060	20 978	0	0	20 978	100 %	0	0	0	82	0	0	82
	1 1 3 1	Interim and trainees	540	519	0	0	519	96 %	0	0	0	21	0	0	21
	Total chapter 1 1		34 730	34 600	0	0	34 600	100 %	0	0	0	130	0	0	130
1 2	1 2 1 1	Medical services	216	216	0	0	216	100 %	0	0	0	0	0	0	0
	1 2 2 1	Training	417	243	0	0	243	58 %	0	0	0	174	0	0	174
	1 2 3 1	Administration of staff	660	609	0	0	609	92 %	0	0	0	51	0	0	51
	1 2 4 1	Recruitment	55	30	0	0	30	55 %	0	0	0	25	0	0	25
	1 2 5 1	Representation & internal meetings	3	0	0	0	0	3 %	0	0	0	2	0	0	2
	1 2 6 1	Other social expenditure	1 124	1 061	0	0	1 061	94 %	0	0	0	63	0	0	63
	Total chapter 1 2		2 474	2 159	0	0	2 159	87 %	0	0	0	315	0	0	315
	Total title 1		**37 204**	**36 759**	**0**	**0**	**36 759**	**99 %**	**0**	**0**	**0**	**445**	**0**	**0**	**445**
2 1	2 1 1 1	Rental of building	1 750	1 742	0	0	1 742	100 %	0	0	0	8	0	0	8
	2 1 2 1	Charges of the building	1 338	1 307	0	0	1 307	98 %	0	0	0	31	0	0	31
	Total chapter 2 1		3 088	3 049	0	0	3 049	99 %	0	0	0	39	0	0	39
2 2	2 2 1 1	Hardware and software	922	837	0	0	837	91 %	0	0	0	85	0	0	85
	2 2 2 1	ICT Services	1 169	631	0	0	631	54 %	0	0	0	538	0	0	538
	Total chapter 2 2		2 091	1 469	0	0	1 469	70 %	0	0	0	622	0	0	622
2 3	2 3 1 1	Furniture technical installations handling & removal	417	319	0	0	319	76 %	0	0	0	98	0	0	98
	2 3 2 1	Office supplies archive subscription & correspondenc	115	106	0	0	106	93 %	0	0	0	8	0	0	8
	2 3 3 1	Other expenditure related to work environment	60	40	0	0	40	67 %	0	0	0	20	0	0	20
	Total chapter 2 3		592	466	0	0	466	79 %	0	0	0	126	0	0	126
	Total title 2		**5 771**	**4 983**	**0**	**0**	**4 983**	**86 %**	**0**	**0**	**0**	**787**	**0**	**0**	**787**
3 1	3 1 1 1	Missions and related expenditure	141	75	0	0	75	53 %	0	0	0	66	0	0	66
	3 1 2 1	Audit	829	696	0	0	696	84 %	0	0	0	134	0	0	134
	3 1 3 1	Operational related IT expenditure	988	976	0	0	976	99 %	0	0	0	12	0	0	12

	3 1 4 1	Communication events & other Programme support expenditure	367	264	0	0	264	72 %	0	0	0	104	0	0	104
	Total chapter 3 1		2 326	2 010	0	0	2 010	86 %	0	0	0	315	0	0	315
	Total title 3		**2 326**	**2 010**	**0**	**0**	**2 010**	**86 %**	**0**	**0**	**0**	**315**	**0**	**0**	**315**

TOTAL	**45 300**	**43 752**	**0**	**0**	**43 752**	**97 %**	**0**	**0**	**0**	**1 548**	**0**	**0**	**1 548**

Implementation of payment appropriations

EUR '000

Item			Payments made					Appropriations carried over to 2022				Appropriations lapsing			
		Total approp. availab.	from final adopt. budget	from carry-overs	from assign. reven.	Total	%	Auto-matic carry-overs	By decis.	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. reven.	Total
		1	2	3	4	5=2+3+4	6 = 5/1	7	8	9	10=7+8+9	11	12	13	14=11+12+13
1 1 1 1	Temporary agents	13 130	13 103	0	0	13 103	100 %	0	0	0	0	27	0	0	27
1 1 2 1	Contract agents	21 060	20 978	0	0	20 978	100 %	0	0	0	0	82	0	0	82
1 1 3 1	Interim and trainees	610	278	53	0	331	54 %	242	0	0	242	21	17	0	38
Total chapter 1 1		34 800	34 358	53	0	34 411	99 %	242	0	0	242	130	17	0	147
1 2 1 1	Medical services	281	101	1	0	101	36 %	115	0	0	115	0	64	0	64
1 2 2 1	Training	488	122	20	0	143	29 %	121	0	0	121	174	51	0	225
1 2 3 1	Administration of staff	717	496	50	0	546	76 %	113	0	0	113	51	7	0	58
1 2 4 1	Recruitment	62	19	1	0	20	32 %	11	0	0	11	25	6	0	31
1 2 5 1	Representation & internal meetings	3	0	0	0	0	3 %	0	0	0	0	2	0	0	2
1 2 6 1	Other social expenditure	1 265	928	89	0	1 017	80 %	133	0	0	133	63	52	0	115
Total chapter 1 2		2 815	1 666	161	0	1 827	65 %	493	0	0	493	315	180	0	495
Total title 1		**37 616**	**36 024**	**214**	**0**	**36 239**	**96 %**	**735**	**0**	**0**	**735**	**445**	**198**	**0**	**643**
2 1 1 1	Rental of building	1 750	1 742	0	0	1 742	100 %	0	0	0	0	8	0	0	8
2 1 2 1	Charges of the building	1 659	907	141	0	1 048	63 %	400	0	0	400	31	180	0	210
Total chapter 2 1		3 409	2 649	141	0	2 790	82 %	400	0	0	400	39	180	0	219
2 2 1 1	Hardware and software	1 165	639	238	0	877	75 %	199	0	0	199	85	5	0	89
2 2 2 1	ICT Services	1 169	631	0	0	631	54 %	0	0	0	0	538	0	0	538
Total chapter 2 2		2 334	1 270	238	0	1 508	65 %	199	0	0	199	622	5	0	627
2 3 1 1	Furniture technical installations handling & removal	482	140	55	0	195	40 %	179	0	0	179	98	11	0	109

2 3 2 1	Office supplies archive subscription & correspond.	132	81	14	0	95	72 %	25	0	0	25	8	4	0	12
2 3 3 1	Other expenditure related to work environment	60	31	0	0	31	51 %	10	0	0	10	20	0	0	20
Total chapter 2 3		674	252	68	0	320	47 %	214	0	0	214	126	15	0	141
Total title 2		**6 417**	**4 171**	**447**	**0**	**4 618**	**72 %**	**813**	**0**	**0**	**813**	**787**	**199**	**0**	**986**
3 1 1 1	Missions and related expenditure	152	55	2	0	57	37 %	20	0	0	20	66	9	0	75
3 1 2 1	Audit	968	213	121	0	333	34 %	483	0	0	483	134	19	0	152
3 1 3 1	Operational related IT expenditure	1 145	489	157	0	646	56 %	487	0	0	487	12	0	0	12
3 1 4 1	Communication events & other Programme support expenditure	463	113	93	0	206	45 %	150	0	0	150	104	3	0	106
Total chapter 3 1		2 729	870	372	0	1 242	46 %	1 140	0	0	1 140	315	31	0	346
Total title 3		**2 729**	**870**	**372**	**0**	**1 242**	**46 %**	**1 140**	**0**	**0**	**1 140**	**315**	**31**	**0**	**346**
GRAND TOTAL		**46 761**	**41 065**	**1 034**	**0**	**42 098**	**90 %**	**2 687**	**0**	**0**	**2 687**	**1 548**	**427**	**0**	**1 975**

Commitments outstanding

EUR '000

Item		Commitments outstanding at the end of previous year				Commitments of the year				**Total commitm. out-standing at year-end**
		Comm. carried forward from prev. year	Decommit. Revaluation Cancellat.	Payments	Total	Commitm. made during the year	Payment	Cancellation of comm. which cannot be carried forward	Commit. out-standing at year-end	
		1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
1 1 1 1	Temporary agents	0	0	0	0	13 103	13 103	0	0	0
1 1 2 1	Contract agents	0	0	0	0	20 978	20 978	0	0	0
1 1 3 1	Interim and trainees	70	(17)	53	0	519	278	0	242	242
Total chapter 1 1		70	(17)	53	0	34 600	34 358	0	242	242
1 2 1 1	Medical services	65	(64)	1	0	216	101	0	115	115
1 2 2 1	Training	71	(51)	20	0	243	122	0	121	121
1 2 3 1	Administration of staff	57	(7)	50	0	609	496	0	113	113
1 2 4 1	Recruitment	7	(6)	1	0	30	19	0	11	11
1 2 5 1	Representation & internal meetings	0	0	0	0	0	0	0	0	0
1 2 6 1	Other social expenditure	141	(52)	89	0	1 061	928	0	133	133
Total chapter 1 2		341	(180)	161	0	2 159	1 666	0	493	493
Total Title 1		**412**	**(198)**	**214**	**0**	**36 759**	**36 024**	**0**	**735**	**735**
2 1 1 1	Rental of building	0	0	0	0	1 742	1 742	0	0	0
2 1 2 1	Charges of the building	321	(180)	141	0	1 307	907	0	400	400
Total chapter 2 1		321	(180)	141	0	3 049	2 649	0	400	400
2 2 1 1	Hardware and software	243	(5)	238	0	837	639	0	199	199
2 2 2 1	ICT Services	0	0	0	0	631	631	0	0	0

Total chapter 2 2		243	(5)	238	0	1 469	1 270	0	199	199
2 3 1 1	Furniture technical installations handling & removal	65	(11)	55	0	319	140	0	179	179
2 3 2 1	Office supplies archive subscription & corresp.	17	(4)	14	0	106	81	0	25	25
2 3 3 1	Other expenditure related to work environment	0	(0)	0	0	40	31	0	10	10
Total chapter 2 3		83	(15)	68	0	466	252	0	214	214
Total Title 2		**646**	**(199)**	**447**	**0**	**4 983**	**4 171**	**0**	**813**	**813**
3 1 1 1	Missions and related expenditure	11	(9)	2	0	75	55	0	20	20
3 1 2 1	Audit	139	(19)	121	0	696	213	0	483	483
3 1 3 1	Operational related IT expenditure	157	0	157	0	976	489	0	487	487
3 1 4 1	Communication events & other Programme support expenditure	96	(3)	93	0	264	113	0	150	150
Total chapter 3 1		403	(31)	372	0	2 010	870	0	1 140	1 140
Total Title 3		**403**	**(31)**	**372**	**0**	**2 010**	**870**	**0**	**1 140**	**1 140**

GRAND TOTAL		**1 461**	**(427)**	**1 034**	**0**	**43 752**	**41 065**	**0**	**2 687**	**2 687**

List of outstanding commitments carried over from 2021 to 2022

FDI	Commitment User Reference	Original fund Source	Open Amount: RAL (type C8 in 2022)
31-12-2022	INTERIM 2021	C1	147,777.52
31-12-2022	TRAINEES 2021	C1	93,936.59
31-12-2022	SLA HR MEDICAL 2021	C1	115,355.00
31-12-2022	TRAINING 2021	C1	120,672.84
31-12-2022	SLA PMO - 2021	C1	82,550.75
31-12-2022	SLA HR STAFF ADMINISTRATION- 2021	C1	30,000.00
31-12-2022	RECRUITMENT- 2021	C1	11,334.48
31-12-2022	CPE AND SCHOOL BUSSES 2021	C1	125,368.06
31-12-2022	PUBLIC TRANSPORT CONTRIBUTION 2021	C1	2,500.00
31-12-2022	SLA OIB 2021	C1	248,097.48
31-12-2022	SLA HR DS/SECURITY 2021	C1	160,749.00
31-12-2022	BUILDING CHARGES TAXES AND INSURANCES 2021	C1	183,487.22
31-12-2022	LEASING AND MAINTENANCE OF COPIERS 2021	C1	500.00
31-12-2022	OFFICE SUPPLIES 2021	C1	4,857.96
31-12-2022	LEGAL CHARGES 2021	C1	50.00
31-12-2022	MISSIONS 2021	C1	19,732.75
31-12-2022	PUBLICATIONS 2021	C1	2,624.11
31-12-2022	COMMUNICATION 2021	C1	5,838.08
31-12-2022	TRANSLATIONS 2021	C1	3,914.00
31-12-2022	SPECIFIC CONTRACT N°015802 UNDER FWC DI/7701- UX UI SPECIALIST - LEVEL 4	C1	38,027.28
31-12-2022	SPECIFIC CONTRACT N°015978 UNDER FWC/07701- IT CONSULTANT	C1	48,312.84
31-12-2022	SC N°016373 FOR TWO APPLICATION ARCHITECTS IMPLEMENTING FWC DI/07704	C1	101,044.12

31-12-2022	REIMBURSEMENT OF HOME OFFICE CHAIRS AND SCREENS 2021	C1	2,221.06
31-12-2022	LEGAL CONTRACT CINEA/2021/1	C1	1,500.00
31-12-2022	SPECIFIC CONTRACT N° 17655 UNDER FWC/07701- IT CONSULTANT	C1	18,298.50
31-12-2022	OF N°3259-PURCHASE OF PERIPHERALS-FWC DI/07650	C1	43,128.94
31-12-2022	SC TEA.1096 MOZER BELUX MOVES 2021/3	C1	2,465.93
31-12-2022	OF N°3339 PURCHASE OF PERIPHERALS FWC DI/07650-00 (MEQ IV)	C1	45,218.69
31-12-2022	SPECIFIC CONTRACT N°020180 -IT CONSULTANT IMPLEMENTING DI/7701	C1	54,895.50
31-12-2022	SPECIFIC CONTRACT N°020189 -IT CONSULTANT IMPLEMENTING DI/7701	C1	33,547.25
31-12-2022	SPECIFIC CONTRACT N°020188 -IT CONSULTANT IMPLEMENTING DI/7701	C1	54,895.50
31-12-2022	SPECIFIC CONTRACT N°020178 -IT CONSULTANT IMPLEMENTING DI/7701	C1	60,385.50
31-12-2022	SPECIFIC CONTRACT N°020187 -IT CONSULTANT IMPLEMENTING DI/7701	C1	54,895.50
31-12-2022	SPECIFIC CONTRACT N°020242 -IT CONSULTANT IMPLEMENTING DI/7701	C1	36,292.03
31-12-2022	OF N°3667 PURCHASE OF MONITORS AND TRACKERS FWC DI/07650	C1	29,823.29
31-12-2022	OF N°3677 PURCHASE OF HEADSETS FWC DI/07650	C1	5,113.50
31-12-2022	CANCOM FWC DI/07651, OF N°1001 PURCHASE OF MOBILE EQUIPMENT	C1	7,500.00
31-12-2022	INTERSTUHL STAFF HOME OFFICE CHAIRS 2021- FWC OIB/2019/OP/0064/C0/L0/A	C1	7,480.48
31-12-2022	SPECIFIC CONTRACT TEA.1129 - LIFE EX-POST AUDITS 2021	C1	211,500.00
31-12-2022	SPECIFIC CONTRACT TEA.1131 - EMFF AUDITS 2021 DELOITTE	C1	165,898.75
31-12-2022	SPECIFIC CONTRACT TEA.1132 - LIFE AUDITS 2021 BDO	C1	69,000.00
31-12-2022	SPECIFIC CONTRACT TEA.1133 - EMFF AUDITS 2021 BDO	C1	24,750.00
31-12-2022	OF Q0064074 - PURCHASE OF SPARX SYSTEMS - ENT ARCHITECT CORP FLOATING ED MNT RNW - DI/07722	C1	338.68
31-12-2022	OF 1016162- PURCHASE OF RENEWAL OF ELA (01/01-31/12/2022) - FWC DI/07720	C1	4,120.76
31-12-2022	SPECIFIC CONTRACT TEA.1136 - LIFE AUDITS 2021 PKF	C1	11,600.00
31-12-2022	CANCOM FWC DI/07651, OF N°1061- PURCHASE OF IPHONES	C1	10,363.96
31-12-2022	SPIE FWC DI/07640, OF CEA-100234 PURCHASE OF PRINTER	C1	5,986.52
31-12-2022	BECHTLE FWC DI/07753, OF N°775316217 AND OF- N°775316219 PURCHASE OF 4 STORAGE DEVICES DELL EMC	C1	28,547.00
31-12-2022	CANON OF N°0521, FWC DI 7560, PURCHASE OF COLOUR PRINTERS AND B& W PRINTERS	C1	18,102.50
31-12-2022	SPECIFIC CONTRACT N° 020341UNDER FWC DI/7702- TECHNOLOGY EXPERT (TEX), LEVEL: 4.	C1	100,027.20
31-12-2022	CONTRAT D'ASSISTANCE JURIDIQUE - CINEA/2021/2	C1	8,000.00
31-12-2022	MIGRATION FROM EISMEA; EASME/21/017 - CC07712, CS016351, 2021-3019, UNISYS BELGIUM EORDER FWC DI/07712 (DIGIT-TM, LOT 4) - EXXEL4EUS VERHAEGEN GILLES - PROFILE: IS SUPPORT MANAGER (SPM) - (LEVEL OF EXPERTISE:LEVEL 3)	C1	16,288.00
31-12-2022	MIGRATION FROM EISMEA; EASME/21/001 - CC07701, CS015438, 2021-724, ARHS DEVELOPMENTS SA E-ORDER FWC DI/07701 (DIGIT-TM, LOT 1)-EURORA NOVA PETRUS MARIUS-COSMIN - PROFILE: TECHNOLOGY EXPERT (TEX) - (LEVEL OF EXPERTISE:LEVEL 4)	C1	8,552.04
		C8 in 2022	**2,687,467.16**

Payment appropriations carried over from 2020 to 2021

FDI	Commitment User Reference	Open Amount: RAL (type C1 in 2020)	Payments (type C8 in 2021)
31-12-2021	MISSIONS 2020	10,786.76	1,574.76
31-12-2021	PUBLIC TRANSPORT 2020	3,775.26	0.00
31-12-2021	INTERIM STAFF 2020	70,372.96	53,041.48
31-12-2021	SLA HR MEDICAL SERVICE 2020	64,509.30	575.00
31-12-2021	TRAINING 2020	71,409.83	20,296.78
31-12-2021	SLA PMO 2020	49,982.04	49,982.04
31-12-2021	SLA HR STAFF ADMINISTRATION 2020	6,960.00	0.00
31-12-2021	RECRUITMENT 2020	7,152.45	762.00
31-12-2021	CENTRE DE LA PETITE ENFANCE & SCHOOL BUSES 2020	21,389.10	21,389.10
31-12-2021	SLA OIB 2020	151,960.00	49,798.75
31-12-2021	SLA HR/DS SECURITY 2020	67,217.58	6,814.00
31-12-2021	BUILDING CHARGES, TAXES AND INSURANCES 2020	136,164.15	101,264.01
31-12-2021	LEASING AND MAINTENANCE OF COPIERS 2020	4,800.06	0.00
31-12-2021	OFFICE SUPPLIES 2020	1,197.69	1,197.69
31-12-2021	LEGAL CHARGES 2020	23.00	0.00
31-12-2021	PUBLICATIONS 2020	3,000.00	2,141.33
31-12-2021	COMMUNICATION 2020	38,000.00	38,000.00
31-12-2021	TRANSLATIONS 2020	20,105.50	18,071.05
31-12-2021	SPECIFIC CONTRACT N°9027-FOR A DATABASE DEVELOPER UNDER FWC DI/7701-TECHNOLOGY EXPERT	45,917.85	45,917.85
31-12-2021	SPECIFIC CONTRACT N°9026 FOR TWO APPLICATION ARCHITECTS LEVEL 4 UNDER FWC DI/07704	111,337.63	111,337.63
31-12-2021	SPECIFIC CONTRACT N°9164 UNDER FWC DI/7701- UX UI SPECIALIST - LEVEL 4	34,666.58	34,666.58
31-12-2021	SPECIFIC CONTRACT N° TEA.977 CEF GRANTS AUDITS 2020	132,849.00	120,532.50
31-12-2021	INSIGHT FWC DI/07722, OF N°4010- RENEWAL OF QUO VADIS LICENSES (29.06.20_28.06.21)	1,138.62	1,138.62
31-12-2021	DROMEAS SPECIFIC CONTRACT 01/2020, OIB.DR.2/PO/2014/055/622/C0/L1A FOR THE PURCHASE OF OFFICE FURNITURE	50,360.63	50,360.63
31-12-2021	BECHTLE FWC DI/07630, OF N°2678 - PURCHASE OF LAPTOPS ANDS ADAPTERS	76,565.00	76,565.00
31-12-2021	CLOSURE OF AUDIT CEF-ICT-07-19 ESLOVENSKO BRATISLAVA	6,475.00	0,00
31-12-2021	CONTRACT N° 478 IMPLEMENTING FRAMEWORK CONTRACT N° DI/07624 (SLG.AVT.DI07624) - TENTEC SECURITY PLAN	69,741.37	69,741.37
31-12-2021	CANON OF 0438, FWC DI 7560, PURCHASE OF COLOUR PRINTERS AND B&W PRINTERS	19,870.00	19,870.00
31-12-2021	BECHTLE OF 2817-FWC DI-07630 MEMORY UPGRADE	2,623.80	2,623.80
31-12-2021	BECHTLE FWC DI/07753, OF N°1049 AND 1050 - PURCHASE OF 4 STORAGE DEVICES DELL EMC	29,707.24	29,707.24
31-12-2021	CANCOM FWC DI/07651, OF N°0609- PURCHASE OF IPHONES	6,218.38	6,218.38

31-12-2021	CANCOM FWC DI/07610, OF N°1221- 1261, PURCHASE OF SERVERS UPS	27,339.20	27,339.20
31-12-2021	BECHTLE OF N°1012290-PURCHASE OF RENEWAL OF ETLA ADOBE LICENSE- FWC DI/07720	4,709.44	4,709.44
31-12-2021	REIMBURSEMENT OF HOME OFFICE CHAIRS AND SCREENS 2020	112,770.00	68,054.60
01/01/21	**PAYMENT APPROPRIATIONS CARRIED OVER TO 2021**	**1,461,095.42**	**1,033,690.83**
31/12/21	**UNUSED PAYMENT APPROPRIATIONS TO BE REIMBURSED TO THE COMMISSION**		**427,404.59**

Human resources overview on 31 December 2021

At the end of the reporting period, CINEA had 474 staff members on duty and 6 staff member on unpaid leave, out of the 532 foreseen in the Establishment plan for 2021. The staff members represented 25 EU nationalities. At the end of the reporting period, the vacancy rate was 11%.

The Agency also had 37 external staff members, including interim staff, trainees and consultants.

Number of staff 2021	planned	actual	%
Seconded officials	33	29	88%
Temporary agents	96	85	89%
Contract agents	403[4]	360	89%
Total	**532**	**474**	**89%**

Activity	planned	actual	%
Director and directly attached staff	9	9	100%
Department A - Programme support and resources	179	149	83%
Department B – Sustainable networks and investments	120	111	93%
Department C – Green research and innovation	123	105	85%
Department D – Natural resources, climate, sustainable blue economy and clean energy	101	100	99%
Total	**532**	**474**	**89%**

[4] Including 10 EFTA posts, which are not in the establishment plan

Establishment plan of 2021

ESTABLISHMENT PLAN OF 2021 [5]		
Category and Grade	**Number of posts**	**Actually filled on 31/12/2021**
AD15	1	1
AD14	9	9
AD13	12	12
AD12	18	18
AD11	19	19
AD10	12	11
AD9	17	17
AD8	15	12
AD7	11	3
AD6	2	
AD5		
TOTAL of AD	**116**	**102**
AST7	2	2
AST6	3	3
AST5	4	4
AST4	3	3
AST3	1	
TOTAL of AST	**13**	**12**
TOTAL of staff into the establishment plan	**129**	**114**

[5] The establishment plan accepts the following *ad personam* appointment: 1 AD 14 official may become AD 15.

PERSONS NOT INCLUDED INTO THE ESTABLISHMENT PLAN

CONTRACT AGENTS

Category and Grade	Number of persons	Actually filled on 31/12/2021
GF IV	266	219
GF III	101	103
GF II	36	38
GF I		
TOTAL of contract agents	**403**	**360**

Contracts in force in 2021

In 2021, the Agency managed more than a hundred contracts that provided the goods and services necessary to carry out its tasks. A list of all 2021 contracts with a value of more than €15,000 can be found on the Agency website: https://cinea.ec.europa.eu/about-us/key-documents/annual-list-contractors_en.

The Agency also concluded Service Level Agreements (SLA) and Memoranda of Understanding (MoU) with various European Commission Directorates, offices and agencies for the delivery of specific goods and services, as shown in the table below.

SLA Subject	Commission Directorate/service	Amount
Training, medical service, security, IDOC	DG HR	on request /committed €1,080,195/
Definition of the administrative and financial terms governing the implementation and usage of the ABAC[6] system	DG BUDG	€95,000
Translation services	Translation Centre for the bodies of EU	on request /committed €6,322/
Computer network, mailbox, licence SMT, hosting of the ABAC system, tokens	DG DIGIT	€428,205
HAN (Hermes-Ares-NomCom)	DG SG	€100,979
Trainings of staff	European Administrative School	on request / committed €8,340/
Services related to the building maintenance, logistics, archiving, childcare facilities	Office for Infrastructure and Logistics – Brussels	on request / committed €1,339,904/
Publications	Publications Office	on request / committed €3,575/
Remunerations, insurance, social contributions	Pay Master Office	€390,000
Maintenance of audio-visual conference equipment	DG SCIC	€7,000
Delivery, installation and maintenance of audio-visual conference equipment	DG SCIC	€356,500
Placement of trainees	DG EAC	on request / committed €108,689/

[6] Accrual Based Accounting, the financial system of the European Commission

GLOSSARY

Administrative appropriations

Appropriations to cover the running costs of the entities (staff, buildings, office equipment).

Adopted budget

Draft budget becomes the adopted budget as soon as approved by the budgetary authority.

Amending budget

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

Appropriations

Budget funding

The budget forecasts both commitments (legal pledges to provide finance) and payments (cash or bank transfers to the beneficiaries). Appropriations for commitments and payments often differ — differentiated appropriations — because multiannual programmes and projects are usually fully committed in the year they are decided and are paid over the years as the implementation of the programme and project progresses.

Assigned revenue

Revenue dedicated to finance specific items of expenditure.

Budget result

The difference between income received and amounts paid, including adjustments for carry-overs, cancellations and exchange rate differences.

For agencies, the resulting amount will have to be reimbursed to the funding authority.

Budget implementation

Consumption of the budget through expenditure and revenue operations.

Budget item / Budget line / Budget position

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

Budgetary commitment

Operation by which the authorising officer responsible reserves the budget appropriations necessary to cover for subsequent payments to honour legal commitments.

Cancellation of appropriations

Appropriations which have not been used by the end of the financial year and which cannot be carried over, shall be cancelled.

Carryover of appropriations

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

Commitment appropriations

Commitment appropriations cover the total value of legal obligations (contracts, grant agreements or decisions) that could be signed in the current financial year.

De-commitment

Operation whereby the authorising officer responsible cancels wholly or partly the reservation of appropriations previously made by means of a budgetary commitment.

Differentiated appropriations

Differentiated appropriations are used to finance multiannual operations; they cover, for the current financial year, the total cost of the legal obligations entered into for operations whose implementation extends over more than one financial year.

Economic result

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

Entitlements established

Right to collect income from a debtor as recognised through the issuing of a recovery order.

Exchange rate difference

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

Expenditure

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

Grants

Direct financial contributions from the budget to third-party beneficiaries, engaged in activities that serve Union policies.

Lapsing appropriations

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

For joint undertakings (and EIT), as specified in their Financial Rules, any unused appropriations may be entered in the estimate of revenue and expenditure of up to the following three financial years (the so-called "N+3" rule). Hence, lapsing appropriations for JUs can be re-activated until financial year "N+3".

Legal basis / basic act

The legal act adopted by the legislative authority (usually the Council and European Parliament) specifying the objective of a Union spending programme, the purpose of the appropriations, the rules for intervention, expiry date and the relevant financial rules to serve as a legal basis for the implementation of the spending programme.

Legal commitment

The act whereby the Authorising Officer enters into an obligation towards third parties which results in a charge for the Union budget.

Common forms of legal commitments are contracts in the case of procurement, grant agreements and grant decisions.

Non-differentiated appropriations

Appropriations which meet annual needs and must therefore be committed during the budget year. Only amounts qualifying for automatic carryover can be disbursed in the following year. Non-differentiated appropriations which have not been used, i.e. committed, by the end of the year, are cancelled (unless, exceptionally, permission is given by a Commission decision for a non-automatic carryover). Non-differentiated appropriations apply to administrative expenditure and commitment appropriations equal payment appropriations.

Operational appropriations

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

Outstanding commitments

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

Payment appropriations

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

RAL (Reste à liquider)

Amount remaining to be paid on a budgetary commitment at a given moment. Cf. Outstanding commitments

Surplus

Positive difference between revenue and expenditure, which has to be returned to the funding authority. Cf. Budget result

Transfer between budget lines

Transfers between budget lines imply the relocation of appropriations from one budget line to another, in the course of the financial year, and thereby they constitute an exception to the budgetary principle of specification.