

OPINION No 1/2022
OF THE ADMINISTRATIVE BOARD
OF THE EUROPEAN UNION AGENCY FOR THE COOPERATION
OF ENERGY REGULATORS
of 16 June 2022
on the final accounts for the financial year 2021

THE ADMINISTRATIVE BOARD OF THE EUROPEAN UNION AGENCY FOR THE COOPERATION OF ENERGY REGULATORS,

Having regard to Regulation (EU) 2019/942 of the European Parliament and of the Council of 5 June 2019 establishing a European Union Agency for the Cooperation of Energy Regulators (recast)¹, and, in particular, Article 35(4) thereof,

Having regard to Decision No 8/2019 of the Administrative Board of the Agency for the Cooperation of Energy Regulators of 21 June 2019 on the Financial Regulation of the Agency for the Cooperation of Energy Regulators, and, in particular, Article 102 (3) thereof,

Whereas:

- (1) The accounting officer of the European Union Agency for the Cooperation of Energy Regulators (hereinafter ‘the Agency’) has certified that the annual accounts of the Agency for the year 2021 have been prepared in accordance with Title IX of the Framework Financial Regulation and the accounting rules adopted by the Commission's Accounting Officer, as are to be applied by all the institutions and Union bodies.
- (2) The authorising officer of the Agency has provided to the accounting officer all the information necessary for the production of the accounts that show the Agency's assets, liabilities, and the budgetary implementation. The authorising officer of the Agency certified their reliability.
- (3) Based on the information reported to the accounting officer and the checks deemed necessary, the accounting officer declared to have a reasonable assurance that the accounts present fairly, in all material aspects, the financial position, the results of the operations and the cash-flow of the Agency.
- (4) On 1 June 2022, the Director submitted to the Administrative Board the final accounts of the Agency for the financial year 2021,

HAS ADOPTED THIS OPINION:

Article 1

The Administrative Board hereby endorses the final accounts of the Agency for the financial year 2021, attached as Annex I to this Opinion.

¹ OJ L158/22, 14.6.2019

Article 2

The Administrative Board invites the Director to take immediate actions to address the comments to be made by the Court of Auditors in its final report and to provide adequate reporting on the actions taken.

Article 3

This Opinion shall be communicated, together with the final accounts, to the accounting officer of the Commission, the Court of Auditors, the European Parliament, and the Council by 1 July 2022.

Done at Ljubljana, 16 June 2022.

For the Administrative Board

The Chair

M. THIOLLIERE



European Union Agency for the Cooperation
of Energy Regulators

Annual accounts of the Agency for
the Cooperation of Energy
Regulators

Financial year 2021

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CERTIFICATION OF THE ACCOUNTS

I acknowledge my responsibility for the preparation and presentation of the annual accounts of ACER, the Agency for the Cooperation of Energy Regulators in accordance with Article 102 of the Framework Financial Regulation ('FFR')¹ and I hereby certify that the annual accounts of ACER for the year 2021 have been prepared in accordance with Title IX of the FFR 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 ACER'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 ACER.

Rosa ALDEA BUSQUETS

Accounting Officer of the
Agency for the Cooperation of Energy Regulators

¹ COMMISSION DELEGATED REGULATION (EU) 2019/715 of 18 December 2018 on the framework financial regulation for the bodies set up under the TFEU and Euratom Treaty and referred to in Article 70 of Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council.

BACKGROUND INFORMATION NOTE

1. General background on the entity

Establishment

The Agency for the Cooperation of Energy Regulators (ACER), which has its seat in Ljubljana (Slovenia), has been established by Regulation (EC) No 713/2009 of the European Parliament and of the Council of 13 July 2009, amended by Regulation (EU) 2019/942 of the European Parliament and of the Council of 5 June 2019 (the "founding Regulation").

Mission

The overall mission of the Agency, according to its founding Regulation, is to complement and coordinate national regulatory authorities (NRAs) at the European Union level and to work towards the completion of the single EU energy market for electricity and natural gas.

ACER fosters a fully integrated and well-functioning Internal Energy Market, where electricity and gas are traded and supplied according to the highest integrity and transparency standards, so that EU consumers can benefit from a wider choice, fair prices and greater protection.

To achieve this, ACER works closely with the European institutions, NRAs, national governments and market players.

Main operational activities

ACER plays a central role in the development of EU-wide network development plans (TYNDP) and market rules with a view to enhancing competition. The Agency coordinates regional and cross-regional initiatives, which favour market integration. It monitors the work of European Networks of Transmission System Operators for gas and electricity (ENTSO-E and ENTSOG), issuing opinions on their EU-wide network and ensuring that these are aligned with the priorities set at European level.

Governance

ACER is headed by a Director, who is appointed by an Administrative Board which is responsible for the Agency's governance as well as all administrative and budgetary activities. The Board members are appointed by the European Parliament, the Council of the European Union and the European Commission.

The Administrative Board formally appoints the members of the Board of Regulators (BoR), which is in charge of the regulatory policy and overseeing all the activities connected. The BoR is composed by senior representatives of the National Regulatory Authorities (NRAs) for energy of the 27 Member States.

In addition the Administrative Board formally appoints the members of the Board of Appeal, which deals with complaints lodged against ACER's decisions. It is independent from the administrative and regulatory boards.

The ACER Working Groups advise the ACER Director and the Board of Regulators on the regulatory activities of the Agency. The Working Groups are composed of representatives of ACER, national regulators, and the European Commission.

Sources of financing

The Agency's operations are partly financed from fees due for collecting, handling, processing and analysing of information reported under Regulation (EU) No 1227/2011 and partly from general budget of the European Union through an annual subsidy and a contribution from the EFTA countries. The fees and the way which they are to be paid to the Agency have been set out by the Commission Decision (EU) 2020/2152 of 17 December 2020 and their collection began in January 2021.

2. Annual accounts

Basis for preparation

The legal framework and the deadlines for the preparation of the annual accounts are set by the Framework Financial Regulation (FFR)². As per this regulation, the annual accounts are prepared in accordance with the rules adopted by the Accounting Officer of the Commission (EU Accounting Rules, EAR), which are based on internationally accepted accounting standards for the public sector (IPSAS).

Accounting Officer

In accordance with the FFR, the Administrative Board of the entity appoints the Accounting Officer who is, amongst other tasks, responsible for preparation of the annual accounts, which are consolidated with those of the EU.

Following the decision of ACER's Administrative Board of 21 September 2017, the Accounting Officer of the Commission shall, as of 1 October 2017, act as the Accounting Officer of ACER.

Composition of the annual accounts

The annual accounts cover the period from 1 January to 31 December and comprise the financial statements and the reports on the implementation of the budget. While the financial statements and the complementary notes are prepared on an accrual accounting basis, the budget implementation reports are primarily based on movements of cash.

Process from provisional accounts to discharge

The provisional annual accounts prepared by the Accounting Officer are transmitted, by 1 March of the following year, to the European Court of Auditors (ECA) and to the audit company selected by the entity. Following the audit, the Accounting Officer prepares the final annual accounts and submits them to the Administrative Board for opinion.

The final annual accounts, together with the opinion of the Administrative Board, are sent to the Accounting Officer of the Commission, the Court of Auditors, the European Parliament and the Council by 1 July of the following financial year. The ECA scrutinises the final annual accounts and includes any findings in the annual report for the European Parliament and the Council.

It falls to the Council to recommend, and then to the European Parliament to decide, whether to grant discharge to the Director of ACER in respect of the implementation of the budget for a given financial year. Amongst other elements this decision is also based on a review of the accounts and the annual report of the ECA.

² COMMISSION DELEGATED REGULATION (EU) 2019/715 of 18 December 2018 on the framework financial regulation for the bodies set up under the TFEU and Euratom Treaty and referred to in Article 70 of Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council

3. Operational highlights

Achievements of the year

The Agency was established to assist the regulatory authorities in exercising, at Union level, the regulatory tasks performed in the Member States and, where necessary, to coordinate their action and to mediate and settle disagreements between them. The Agency shall also contribute to the establishment of high-quality common regulatory and supervisory practices, thus contributing to the consistent, efficient and effective application of Union law in order to achieve the Union's climate and energy goals.

During the 2021 reporting year, the Agency published a number of reports related to its area of operations and responsibilities:

- ACER Report on Distribution Tariff Methodologies in Europe
- Agency Report - Analysis of the Consultation Document for Hungary
- Agency Report - 2nd Analysis of the Consultation Document for Lithuania
- 8th ACER Report on Congestion in the EU Gas Markets and How it is Managed
- ACER Report on the Result of Monitoring the Margin Available for Cross-Zonal Electricity Trade in the EU in the Second Semester of 2020
- ACER Consolidated Report on the Progress of Electricity and Gas Projects of Common Interest (2021)
- ACER Market Monitoring Report 2020 - Gas Wholesale Markets Volume
- Transporting Pure Hydrogen by Repurposing Existing Gas Infrastructure - Overview of Studies
- ACER Balancing Monitoring Report 2019-20
- ACER Market Monitoring Report 2020 – Electricity Wholesale Market Volume
- 2nd ACER Monitoring Update on Incremental Capacity Projects
- ACER Market Monitoring Report 2020 – Energy Retail and Consumer Protection Volume
- ACER Monitoring of the Implementation of the Grid Connection Network Codes - Updated Analysis
- ACER's Preliminary Assessment of Europe's High Energy Prices and the Current Wholesale Electricity Market Design
- ACER Report on the Implementation of the ITC Mechanism in 2020
- Agency Report - 2nd Analysis of the Consultation Document for Slovenia
- ACER Report on the Result of Monitoring the Margin Available for Cross-Zonal Electricity Trade in the EU in the Second Semester of 2020 in the Nordic region
- Agency Report - 2nd Analysis of the Consultation Document for Poland (National Network)
- Agency Report - 2nd Analysis of the Consultation Document for Poland (SGT)
- Transmission Tariff Structures for Gas - ACER Analyses
- ACER Implementation Monitoring Report of the Network Code on Emergency and Restoration

The Agency prepared and published during 2021 a number of position papers on different emerging issues in the energy market:

- Position Paper on the Key Regulatory Requirements to Achieve Gas Decarbonisation
- ACER Position Paper on Incentivising Smart Investments to Improve the Efficient Use of Electricity Transmission Assets
- ACER Note on High Energy Prices
- ACER-CEER White Paper on Rules to Prevent Methane Leakage in the Energy Sector
- ACER-CEER Position on Improving the Regulation on Guidelines for Trans-European Energy Networks
- ACER-CEER White Paper on the Regulatory Treatment of Power to Gas
- ACER-ENTSOG Joint Policy Paper with Recommendations to Mitigate Misconduct in EU Gas Balancing Markets

- ACER-CEER Regulatory White Paper on When and How to Regulate Hydrogen Networks

The 6th edition of the ACER Guidance on the application of Regulation (EU) No 1227/2011 of the European Parliament and of the Council of 25 October 2011 on wholesale energy market integrity and transparency was published in July 2021.

During the 2021 reporting year, the Agency implemented the tasks explained in its annual work programme within its operational areas of Electricity, Gas and Market Monitoring, as follows:

The Agency issued 16 decisions on regulatory gas and electricity files in 2021 representing a decrease as compared to the previous year (38 decisions). Many of the decisions were related to the implementation of the Clean Energy for all Europeans legislative package that entered into force from July 2019 with the review of:

- Regulation (EU) 2019/941 on risk-preparedness in the electricity sector and repealing Directive 2005/89/EC;
- Regulation (EU) 2019/942 establishing a European Union Agency for the Cooperation of Energy Regulators (recast);
- Regulation (EU) 2019/943 on the internal market for electricity (recast);
- Directive (EU) 2019/944 on common rules for the internal market for electricity and amending Directive 2012/27/EU (recast).

The Agency's Board of Appeal took during 2021 eight decisions concluding appeals against the Agency's decisions.

The Agency has delivered during the reporting year all its opinions, recommendations and reports in the areas of Electricity and Gas.

In the operational area of Wholesale market Monitoring – REMIT (Regulation on Wholesale Energy Market Integrity and Transparency), the Agency continued to collect the data that market parties have to report to it, and analysed it for suspected market misbehaviour. The Agency saw a further increase in the number of parties that have to report data records to the Agency as required by the REMIT Regulation.

The Agency's REMIT Information Systems collected 7.3 million data records a day in 2021, EUR 1.3 million a day more than in 2020 (EUR 3 million in 2019) showing an increasing trend for a number of years. With the funds collected from fees, the Agency managed during 2021 to start the upgrade of its ageing IT system used for the collection, handling and analysis of data reported by market participants and increased the quality of the services provided.

On the market surveillance side, 120 000 alerts were triggered during the year (85 000 in 2020) of which over 500 alerts have been shared with the NRAs for further investigation. The Agency achieved its target of notifying all priority cases to the relevant authorities.

The impact of the COVID-19 epidemic resulted in some budgetary savings mainly from the allocated budget for missions, physical meetings and cancelled annual conference.

The year 2021 was the first year in which the Agency collected fees from the Registered Reporting Mechanisms (RRMs) for the services it provides with the collection, handling and analysing of data reported by the energy market participants through the RRM. Being the first year of fees collection, and with no prior experience in this domain, the Agency was cautious in contracting its resources and delayed the start of several projects that were planned to be covered by fees until the settlement of the first fees instalment, namely 30 April 2021. This resulted not only in a lower implementation rate but also in a high level of carry-overs for the commitment open balances at year-end.

Budget and budget implementation

During the financial year 2021 the operations of the Agency were funded from mainly two sources of revenue, namely collected fees and the contribution from the general budget of the Union.

	2021	2020
Revenue	EUR '000	EUR '000
Subsidy from the EU general budget	14,819	17,297
Others	25	3
Fees and charges	8,760	-
TOTAL REVENUE	23,604	17,300

Initial approved appropriations for the financial year 2021 amounted to EUR 23 642 735 including contribution from EFTA states of EUR 384 372 and assigned revenue from previous year surpluses of EUR 198 348. In December 2021, the Agency amended its budget in order to align the level of planned fees and charges to the actual collection thus decreasing its budget by EUR 52 500. Recovery of undue payments occurred during 2021, and amounting to EUR 24 771 brought the total revenue for the year to EUR 23 603 506.

The Agency's final adopted budget by Title is presented below:

Heading	Commitment Appropriations	Commitment Appropriations	Variation
Fund source - C1	2021	2020	2021/2020
Title 1 - Expenditure relating to staff and resources	11,684,506	10,148,347	15.14%
Title 2 - Agency's building and associated costs	4,138,861	3,355,501	23.35%
Title 3 - Operational expenditure	7,766,868	3,793,535	104.74%
Total 2021 budget	23,590,235	17,297,383	36.38%

The increase in the appropriations of 2021 within Title 1 as compared to 2020 of 15.14% mainly related to funds allocated to cover the increase in the number of staff and related annual indexation of remuneration.

Title 2 has seen a significant increase of 23.35% in 2021 as compared to 2020 mainly related to the legal expenses incurred in defending the appeals against the Agency's decision in the Electricity operational area and the related translations of those decisions. In the course of 2021 the Agency issued 16 decisions in the field of electricity and gas to be applied by the Member States. The Agency's independent Board of Appeal registered 10 cases during the year in which the Agency's decisions have been contested.

The sudden increase seen in 2021 within Title 3 as compared to 2020 of 104.74% mainly related to a higher budget allocation derived from fees for the REMIT project, especially the upgrade of the IT infrastructure.

The implementation in terms of final adopted budget appropriations used for commitments was 94.06%, for payments it reached 65.96% and 28.10% payment appropriations were carried over to 2022.

Title	Final adopted budget (commitm. approp.)	Assigned revenue (commitm. approp.)	Carry-over of commit. approp. from 2020	Total commit. approp. available	Commitments made	Carry-over of commitment approp. to 2022	Cancelled commit. approp.
	1	2	3	4=1+2+3	5	6	7=4-5-6
1	11,685	3	0	11,687	11,211	0	476
2	4,139	25	0	4,164	3,622	10	531
3	7,767	0	0	7,767	7,370	0	397
Total	23,590	27	0	23,618	22,203	10	1,404

Due to the COVID-19 crisis, significant savings were identified under the allocated appropriations for missions and events.

Impact of the activities in the financial statements

In the financial statements, the impact of the above mentioned activities can be noted in the:

- Increase of total revenues: despite the decrease in the revenue from the Commission's balancing subsidy (2021: kEUR 13 290 versus 2020: kEUR 17 004) the total revenue has increased by 30%. As from 1 January 2021 the Agency could raise fees to cover REMIT related activities, especially for the collection, handling and analysing of data reported by the RRM's on behalf of the energy market participants, hence the increase in other revenue.
- In line with the growth of ACER's activities, an increase has been noted in all expense categories. The operating costs grew by 12%, the staff costs by 9% and other administrative expenses by 30% bringing the total expenses to kEUR 18 978 (2020: kEUR 16 545).
- Increase of the balance on the Central treasury accounts by kEUR 4 735 (2021: kEUR 8 074 versus 2020: kEUR 3 339) is a result Agency's conservative approach in starting projects funded by the RRM's fees until the first fees were collected. This resulted in lower payments on those projects and thus more of cash available to the agency.

FINANCIAL STATEMENTS AND EXPLANATORY NOTES

It should be noted that due to the rounding of figures into thousands of euros (kEUR), some financial data in the tables below may appear not to add-up.

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BALANCE SHEET

EUR '000

	Note	31.12.2021	31.12.2020
NON-CURRENT ASSETS			
<i>Computer Software</i>	2.1	30	-
<i>Property, plant and equipment</i>	2.2	782	865
		812	865
CURRENT ASSETS			
<i>Exchange receivables and non-exchange recoverables</i>	2.3	8 803	4 051
<i>Cash and cash equivalents</i>	2.4	1	1
		8 804	4 051
TOTAL ASSETS		9 616	4 917
CURRENT LIABILITIES			
<i>Payables</i>	2.5	(1 529)	(314)
<i>Accrued charges</i>	2.6	(1 360)	(984)
		(2 889)	(1 298)
TOTAL LIABILITIES		(2 889)	(1 298)
NET ASSETS		6 727	3 619
<i>Accumulated surplus</i>		3 619	3 156
<i>Economic result of the year</i>		3 108	462
NET ASSETS		6 727	3 619

STATEMENT OF FINANCIAL PERFORMANCE

	Note	2021	2020
<i>EUR '000</i>			
REVENUE			
Revenue from non-exchange transactions			
<i>Funds from the Commission</i>	3.1	13 290	17 004
		13 290	17 004
Revenue from exchange transactions			
<i>Other</i>	3.2	8 796	3
		8 796	3
Total revenue		22 086	17 007
EXPENSES			
<i>Operating costs</i>	3.3	(4 022)	(3 584)
<i>Staff costs</i>	3.4	(9 740)	(8 963)
<i>Other expenses</i>	3.5	(5 215)	(3 999)
Total expenses		(18 978)	(16 545)
ECONOMIC RESULT OF THE YEAR		3 108	462

CASHFLOW STATEMENT³

EUR '000

	2021	2020
<i>Economic result of the year</i>	3 108	462
Operating activities		
<i>Depreciation and amortization</i>	355	344
<i>(Increase)/decrease in exchange receivables and non-exchange recoverables</i>	(4 752)	(653)
<i>Increase/(decrease) in payables</i>	1 215	116
<i>Increase/(decrease) in accrued charges</i>	376	(2)
Investing activities		
<i>(Increase)/decrease in intangible assets and property, plant and equipment</i>	(302)	(268)
NET CASHFLOW	(0)	(1)
<i>Net increase/(decrease) in cash and cash equivalents</i>	(0)	(1)
<i>Cash and cash equivalents at the beginning of the year</i>	1	2
<i>Cash and cash equivalents at year-end</i>	1	1

³ Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of ACER, the treasury of ACER was integrated into the Commission's treasury system. Because of this, ACER does not have any bank accounts of its own except for an imprest account. All payments and receipts are processed via the Commission's treasury system and registered on intercompany accounts which are presented under the heading exchange receivables.

STATEMENT OF CHANGES IN NET ASSETS

EUR '000

	Accumulated Surplus/ (Deficit)	Economic result of the year	Net Assets
BALANCE AS AT 31.12.2019	3 312	(155)	3 156
<i>Allocation 2019 economic result</i>	<i>(155)</i>	<i>155</i>	<i>-</i>
<i>Economic result of the year</i>	<i>-</i>	<i>462</i>	<i>462</i>
BALANCE AS AT 31.12.2020	3 156	462	3 619
<i>Allocation 2020 economic result</i>	<i>462</i>	<i>(462)</i>	<i>-</i>
<i>Economic result of the year</i>	<i>-</i>	<i>3 108</i>	<i>3 108</i>
BALANCE AS AT 31.12.2021	3 619	3 108	6 727

NOTES TO THE FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1. ACCOUNTING PRINCIPLES

The objective of financial statements is to provide information about the financial position, performance and cashflows of an entity that is useful to a wide range of stakeholders.

The overall considerations (or accounting principles) to be followed when preparing the financial statements are laid down in EU Accounting Rule 1 'Financial Statements' and are the same as those described in IPSAS 1: fair presentation, accrual basis, going concern, consistency of presentation, materiality, aggregation, offsetting and comparative information. The qualitative characteristics of financial reporting are relevance, faithful representation (reliability), understandability, timeliness, comparability and verifiability.

1.2. BASIS OF PREPARATION

1.2.1. Reporting period

Financial statements are presented annually. The accounting year begins on 1 January and ends on 31 December.

1.2.2. Currency and basis for conversion

The annual accounts are presented in thousands of euros, the euro being the EU's functional currency. Foreign currency transactions are translated into euros 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 re-translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of financial performance. Different conversion methods apply to property, plant and equipment and intangible assets, which retain their value in euros at the date when they were purchased.

Year-end balances of monetary assets and liabilities denominated in foreign currencies are translated into euros on the basis of the European Central Bank (ECB) exchange rates applying on 31 December.

Euro exchange rates

Currency	31.12.2021	31.12.2020	Currency	31.12.2021	31.12.2020
BGN	1.9558	1.9558	PLN	4.5969	4.5597
CZK	26.8580	26.2420	RON	4.9490	4.8683
DKK	7.4364	7.4409	SEK	10.2503	10.0343
GBP	0.84028	0.8990	CHF	1.0331	1.0802
HRK	7.5156	7.5519	JPY	130.3800	126.4900
HUF	369.1900	363.8900	USD	1.1326	1.2271

1.2.3. Use of estimates

In accordance with IPSAS and generally accepted accounting principles, the financial statements necessarily include amounts based on estimates and assumptions by management based on the most reliable information available. Significant estimates include, but are not limited to: amounts for employee benefit liabilities, accrued and deferred revenue and charges, provisions, financial risk on accounts receivable, contingent assets and liabilities, and degree of impairment of assets. Actual results could differ from those estimates.

Reasonable estimates are an essential part of the preparation of financial statements and do not undermine their reliability. An estimate may need revision if changes occur in the circumstances on which the estimate was based or as a result of new information or more experience. By its nature, the revision

of an estimate does not relate to prior periods and is not the correction of an error. The effect of a change in accounting estimate shall be recognised in the surplus or deficit in the periods in which it becomes known.

1.2.4. Application of new and revised European Union Accounting Rules (EAR)

Revised EAR which is effective for annual periods beginning on or after 1 January 2021

In 2020, the Accounting Officer adopted the revised EAR 11 'Financial Instruments', which is mandatorily effective as of 1 January 2021. The revised EAR 11 is based on the new IPSAS 41 'Financial Instruments', the amended IPSAS 28 'Financial Instruments: Presentation' and the amended IPSAS 30 'Financial Instruments: Disclosures' which were issued in August 2018. It establishes the financial reporting principles for financial assets and financial liabilities. In accordance with the transition provisions of the revised EAR 11, the entity accounts for any changes from the initial application, on 1 January 2021. The revised EAR 11 does not require the restatement of prior periods.

Changes from the application of the revised EAR 11

The only financial instruments of the entity, are the receivables from exchange transactions. In accordance with the revised EAR 11 requirements, the entity has classified these receivables as 'financial assets at amortised cost' ('loans and receivables' in prior periods). The entity has applied the impairment requirements of the revised EAR 11 to the receivables, but no recognition of loss allowances in the accumulated surplus or deficit on 1 January 2021 was needed.

1.3. BALANCE SHEET

1.3.1. Intangible assets

An intangible asset is an identifiable non-monetary asset without physical substance. An asset is identifiable if it is either separable, or arises from binding arrangements. Acquired intangible assets are stated at historical cost less accumulated amortisation and impairment losses. Internally developed intangible assets are capitalised when the relevant criteria of the EU accounting rules are met and the expenses relate solely to the development phase of the asset. Intangible assets are amortised on a straight-line basis over their estimated useful lives (3 to 11 years).

1.3.2. Property, plant and equipment

All property, plant and equipment are stated at historical cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition, construction or transfer of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits or service potential associated with the item will flow to the entity and its cost can be measured reliably. Repairs and maintenance costs are charged to the statement of financial performance during the financial period in which they are incurred. Land is not depreciated, as it is deemed to have an indefinite useful life. Assets under construction are not depreciated as these assets are not yet available for use. Depreciation on other assets is calculated using the straight-line method to allocate their cost less their residual values over their estimated useful lives, as follows:

Type of asset	Straight line depreciation rate
<i>Buildings</i>	4 % to 10 %
<i>Plant and equipment</i>	10 % to 25 %
<i>Furniture and vehicles</i>	10 % to 25 %
<i>Computer hardware</i>	25 % to 33 %
<i>Other</i>	10 % to 33 %

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.

Leases

A lease is an agreement whereby the lessor conveys to the lessee, in return for a payment or series of payments, the right to use an asset for an agreed period of time. Leases are classified as either finance leases or operating leases.

Finance leases are leases where substantially all the risks and rewards incidental to ownership are transferred to the lessee.

An operating lease is a lease other than a finance lease, i.e. a lease where the lessor retains substantially all the risks and rewards incidental to ownership of an asset. When entering an operating lease as a lessee, the operating lease payments are recognised as an expense in the statement of financial performance on a straight-line basis over the lease term with neither an asset nor a liability recognised in the balance sheet.

1.3.3. Impairment of non-financial assets

Assets that have an indefinite useful life are not subject to amortisation/depreciation and are tested annually for impairment. Assets that are subject to amortisation/depreciation are tested for impairment whenever there is an indication at the reporting date that an asset may be impaired. An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable (service) amount. The recoverable (service) amount is the higher of an asset's fair value less costs to sell and its value in use.

Intangible assets and property, plant and equipment residual values and useful lives are reviewed, and adjusted if appropriate, at least once per year. If the reasons for impairments recognised in previous years no longer apply, the impairment losses are reversed accordingly.

1.3.4. Receivables and recoverables

The EU accounting rules require 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. The entity classified them as financial assets at amortised cost and measured them accordingly.

Recoverables from non-exchange transactions are carried at fair value as at the date of acquisition 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.

1.3.5. Cash and cash equivalents

Cash and cash equivalents are financial instruments and include cash at hand, deposits held at call or at short notice with banks, and other short-term highly liquid investments with original maturities of three months or less.

1.3.6. Payables

Included under accounts payable are both amounts related to exchange transactions such as the purchase of goods and services, and to non-exchange transactions e.g. to cost claims from beneficiaries, grants or other EU funding, or pre-financing received (see note **1.4.1**).

Where grants or other funding are provided to the beneficiaries, the cost claims are recorded as payables for the requested amount, at the moment when the cost claim is received. Upon verification and acceptance of the eligible costs, the payables are valued at the accepted and eligible amount.

Payables arising from the purchase of goods and services are recognised at invoice reception for the original amount. The corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the entity.

1.3.7. Accrued and deferred revenue and charges

Transactions and events are recognised in the financial statements in the period to which they relate. At year-end, if an invoice is not yet issued but the service has been rendered, or the supplies have been delivered by the entity or a contractual agreement exists (e.g. by reference to a contract), an accrued revenue 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 will be deferred and recognised in the subsequent accounting period.

Expenses are also accounted for 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 Accounting Officer. These aim at ensuring that the financial statements provide a faithful representation of the economic and other phenomena they purport to represent. By analogy, if a payment has been made in advance for services or goods that have not yet been received, the expense will be deferred and recognised in the subsequent accounting period.

1.4. STATEMENT OF FINANCIAL PERFORMANCE

1.4.1. Revenue

Revenue comprises gross inflows of economic benefits or service potential received and receivable by the entity, which represents an increase in net assets, other than increases relating to contributions from owners.

Depending on the nature of the underlying transactions in the statement of financial performance, revenue is distinguished between:

(i) Revenue from non-exchange transactions

Revenue from non-exchange transactions are taxes and transfers, because the transferor provides resources to the recipient entity, without the recipient entity providing approximately equal value directly in exchange. Transfers are inflows of future economic benefits or service potential from non-exchange transactions, other than taxes. For the EU entities, transfers mostly comprise funds received from the Commission (e.g. balancing subsidy to the traditional agencies, operating subsidy for the delegation agreements).

The entity shall recognise an asset in respect of transfers when the entity controls the resources as a result of a past event (the transfer) and expects to receive future economic benefits or service potential from those resources, and when the fair value can be reliably measured. An inflow of resources from a non-exchange transaction recognised as an asset (i.e. cash) is also recognised as revenue, except to the extent that the entity has a present obligation in respect of that transfer (condition), which needs to be satisfied before the revenue can be recognised. Until the condition is met the revenue is deferred and recognised as a liability.

(ii) Revenue from exchange transactions

Revenue from the sale of goods and services 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.

1.4.2. Expenses

Expenses are decreases in economic benefits or service potential during the reporting period in the form of outflows or consumption of assets or the incurring of liabilities that result in decreases in net assets.

They include both the expenses from exchange transactions and expenses from non-exchange transactions.

Expenses from exchange transactions arising from the purchase of goods and services are recognised when the supplies are delivered and accepted by the entity. They are valued at the original invoice amount. Furthermore, at the balance sheet date expenses related to the service delivered during the period for which an invoice has not yet been received or accepted are recognised in the statement of financial performance.

Expenses from non-exchange transactions 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 or an agreement 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 expense.

1.5. CONTINGENT ASSETS AND LIABILITIES

1.5.1. 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 entity. A contingent asset is disclosed when an inflow of economic benefits or service potential is probable.

1.5.2. Contingent liabilities

A contingent liability is either a possible obligation 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 entity; or a present obligation where it is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation.

A contingent liability also arises in the rare circumstances where a present obligation exists but cannot be measured with sufficient reliability.

Contingent liabilities are not recognised in the accounts. They are disclosed unless the possibility of an outflow of resources embodying economic benefits or service potential is remote.

1.6. CONSOLIDATION

The accounts of this entity are fully consolidated in the consolidated annual accounts of the EU.

2. NOTES TO THE BALANCE SHEET

ASSETS

2.1. INTANGIBLE ASSETS

	EUR '000
	TOTAL
Gross carrying amount at 31.12.2020	5 127
Additions	38
Gross carrying amount at 31.12.2021	5 165
Accumulated amortisation at 31.12.2020	(5 127)
Amortisation charge for the year	(7)
Accumulated amortisation at 31.12.2021	(5 134)
NET CARRYING AMOUNT AT 31.12.2021	30
NET CARRYING AMOUNT AT 31.12.2020	-

2.2. PROPERTY, PLANT AND EQUIPMENT

Property, plant and equipment are tangible assets that are held for use in the production or supply of goods or services, for rental to others, or for administrative purposes, and are expected to be used during more than one reporting period.

					EUR '000
	Plant and equipment	Furniture and vehicles	Computer hardware	Other	TOTAL
Gross carrying amount at 31.12.2020	2	158	2 359	281	2 799
Additions	3	46	203	13	265
Disposals			(7)		
Gross carrying amount at 31.12.2021	4	204	2 555	294	3 064
Accumulated depreciation at 31.12.2020	(2)	(101)	(1 567)	(264)	(1 934)
Depreciation charge for the year	(0)	(15)	(326)	(6)	(348)
Disposals			7		
Accumulated depreciation at 31.12.2021	(2)	(115)	(1 887)	(271)	(2 282)
NET CARRYING AMOUNT AT 31.12.2021	2	89	668	23	782
NET CARRYING AMOUNT AT 31.12.2020	-	57	792	16	865

In 2021 the Agency continued to upgrade its IT infrastructure, especially the one for its REMIT project, with the necessary software and hardware. During the year the Agency also purchased the necessary furniture in line with the growth in number of staff and the move towards ergonomic work stations.

2.3. EXCHANGE RECEIVABLES & NON-EXCHANGE RECOVERABLES

Exchange transactions are transactions in which the entity receives assets or services, or has liabilities extinguished, and directly gives approximately equal value (primarily in the form of goods, services or use of assets) to the other party in exchange. Non-exchange transactions are transactions in which an entity either receives value from another entity without directly giving approximately equal value in exchange, or gives value to another entity without directly receiving approximately equal value in exchange.

At 31 December 2021 ACER did not have any non-current receivables and recoverables. The amounts included under this heading are of current in nature and can be broken down as follows:

	<i>EUR '000</i>	
	31.12.2021	31.12.2020
Recoverables from non-exchange transactions		
<i>Member States</i>	89	28
	89	28
Receivables from exchange transactions		
<i>Central treasury liaison accounts</i>	8 074	3 339
<i>Deferred charges relating to exchange transactions</i>	614	675
<i>Customers</i>	12	
<i>Other</i>	15	10
	8 714	4 023
Total	8 803	4 051

The heading Recoverables from Member States contain VAT amounts to be recovered from the Republic of Slovenia. The Agency benefits from a direct exemption for VAT from the Republic of Slovenia for purchases where the direct exemption is impracticable to obtain, the VAT is refunded by the Republic of Slovenia. The increase under this heading relates to the fact that a request for refund for 2021 has been made to the tax authorities in January 2022.

Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of ACER, the treasury of ACER was integrated into the Commission's treasury system. Except for imprest accounts (see note 2.4 below), ACER has no bank accounts of its own since 1 October 2017. All payments and receipts are processed via the Commission's treasury system and registered on inter-company accounts, which are presented under the heading Central treasury liaison accounts. An increase of the balance on the Central treasury accounts in 2021 is a result of Agency's conservative approach in starting projects funded by the RRM fees until fees were first collected. This resulted in lower payments on those projects and thus increase of cash available to the agency.

The deferred charges consist of pre-payments made during the year for services that will be delivered in 2022. The most material deferrals include Smarts licence from Nasdaq (kEUR 263) covering the period 1 October 2021 – 31 July 2022, the payment to the European School for the school year 2021 and 2022 (kEUR 128) and the rent of the premises for the month of January 2022 (kEUR 56).

2.4. CASH AND CASH EQUIVALENTS

Following the appointment of the Accounting Officer of the Commission as the Accounting Officer of the entity, the treasury of entity has been integrated into the Commission's treasury system. The majority of payments and receipts are processed via the Commission's treasury system and registered on liaison accounts, which are presented under heading 'receivables from exchange transactions'.

	<i>EUR '000</i>	
	31.12.2021	31.12.2020
<i>Imprest accounts</i>	1	1

The amounts remaining under this heading relate to imprest accounts that are managed by ACER and reserved for small local payments where it would be impractical to process them through the central treasury system.

LIABILITIES

2.5. PAYABLES

Payables are liabilities to pay for goods or services that have been received or supplied and - unlike accrued charges - have already been invoiced or formally agreed with the supplier. Payables can relate to

both exchange transactions (such as the purchase of goods and services) and non-exchange transactions (e.g. cost claims from beneficiaries of grants, pre-financing or other EU funding).

	<i>EUR '000</i>	
	31.12.2021	31.12.2020
<i>Commission subsidy</i>	1 529	314
<i>Current Payables</i>	-	21

The heading comprises the unused pre-financing amounts received from the Commission in 2021, known as the balancing subsidy. The outstanding amount will be returned to the Commission upon request in the course of 2022.

2.6. ACCRUED CHARGES

Accruals are liabilities to pay for goods or services that have been received or supplied but - unlike payables - have not yet been invoiced or formally agreed with the supplier. They include amounts due to employees (e.g. accruals for untaken holidays). The calculation of accruals is based on the open amount of budgetary commitments at year-end. The portion of the estimated accrued charges relating to pre-financing paid has been recorded as a reduction of the pre-financing amounts.

	<i>EUR '000</i>	
	31.12.2021	31.12.2020
<i>Accrued charges</i>	1 360	984

The most material accrued expenses included under this heading are operating expenses (kEUR 770), staff expenses for untaken leave (kEUR 255), experts and related expenditure (kEUR 105), non-IT services (kEUR 111), office supplies and maintenance (kEUR 31), training costs (kEUR 42), land and the building's operating lease (kEUR 46).

3. NOTES TO THE STATEMENT OF FINANCIAL PERFORMANCE

REVENUE

NON-EXCHANGE REVENUE

3.1. FUNDS FROM THE COMMISSION

Revenue from non-exchange transactions relates to transactions where the transferor provides resources to the recipient entity without the recipient entity providing approximately equal value directly in exchange. The heading mainly includes amounts received from the Commission during the year and recoveries of operational expenses.

EUR '000

	2021	2020
<i>Funds from the Commission</i>	13 290	17 004

During 2020, the operations of ACER were fully subsidised from the EU budget. In 2021 a substantial part of the Agency's activities was financed from the fees collected from the RRM's (see note 3.2). This explains the significant decrease under this heading. As mentioned above the unused amount of kEUR 1 529 is recorded under accounts payable and will be reimbursed to the Commission in 2022 (see note 2.5).

EXCHANGE REVENUE

3.2. OTHER EXCHANGE REVENUE

EUR '000

	2021	2020
<i>Fees income</i>	8 772	–
<i>Other</i>	25	3
Total	8 796	3

The fees income comprises fees from the Registered Reporting Mechanisms (RRMs) for the services the Agency provides with the collection, handling and analysing of data reported by the energy market participants. This financial year is the first year in which those fees were collected.

EXPENSES

3.3. OPERATING COSTS

Included under this heading are expenses incurred in relation to operational activities.

EUR '000

	2021	2020
<i>Operating costs</i>	4 022	3 584

Included under operating cost are amounts spent on operational missions, workshops, public hearings, REMIT project related costs and other costs incurred so as to fulfil the mission of the Agency. The increase of the operating costs is in line with the increase of the activities of the agency.

3.4. STAFF COSTS

This heading includes the expenses for salaries, allowances and other employment-related benefits. Based on the service level agreement between the entity and the Commission, the calculations of staff-related costs is carried out by the Commission's Office for Administration and Payment of Individual Entitlements (also known as the Paymaster's Office - PMO). The pensions of the entity staff members are covered by the Pension Scheme of European Officials. This pension scheme is a defined benefit plan, i.e. the amount of benefit an employee will receive on retirement depends on several factors, the most important of which is years of service. Both the entity staff and the EU budget contribute to the pension scheme, with the contribution percentage being revised annually in line with the changes in the Staff Regulation governing the scheme. The cost to the EU Budget is not reflected in the entity accounts. Similarly, no provision related to the future pension payments is recognised in the annual accounts of the entity, as the obligation falls to the Commission. Consequently, both the annual cost to the EU budget, and the future benefits payable to the entity staff, are accounted for in the Commission's annual accounts as part of its provision for pensions and other post-employment benefits. The pension costs included in the Commission's Statement of Financial Performance represent current service cost (rights accrued during the year due to service) and interest cost (unwinding of the liability discounting) which have arisen following the year-end actuarial valuation of the employee benefits liabilities.

	<i>EUR '000</i>	
	2021	2020
<i>Staff costs</i>	9 740	8 963

The increase of staff costs in 2021 is a combined effect of an increase in the number of staff and annual indexation of salaries granted in June 2021.

3.5. OTHER EXPENSES

Included under this heading are expenses of administrative nature such as external non IT services, operating leasing expenses, communications and publications, training costs etc.

	<i>EUR '000</i>	
	2021	2020
<i>External non IT services</i>	2 097	1 228
<i>Operating leasing expenses</i>	976	911
<i>Administrative expenses with EU entities</i>	844	626
<i>Property, plant and equipment related expenses</i>	504	492
<i>Office Supplies & maintenance</i>	541	399
<i>Training costs</i>	139	156
<i>Experts and related expenditure</i>	-	88
<i>Communications & publications</i>	56	52
<i>Missions</i>	23	21
<i>Recruitment costs</i>	3	11
<i>Other</i>	32	15
Total	5 215	3 999

The significant increase of the non-IT services and administrative expenses with EU entities is mainly related to the much higher legal expenses incurred in defending the appeals against the Agency's decision in the Electricity operational area and the related translations of those decisions.

The heading operating leasing expenses includes the rental contract of the ACER offices. The future payments for this contract are as follows:

	<i>EUR '000</i>			
	Future amounts to be paid			
	< 1 year	1- 5 years	> 5 years	Total
<i>Buildings</i>	1 023	1 132		2 155

4. OTHER SIGNIFICANT DISCLOSURES

4.1. OUTSTANDING COMMITMENTS NOT YET EXPENSED

The outstanding commitments not yet expensed comprise the budgetary RAL ('Reste à Liquider') less related amounts that have been included as expenses in the current year's statement of financial performance. The RAL represents the open budgetary commitments for which payments and/or de-commitments have not yet been made. This is the normal consequence of the existence of multi-annual programmes.

	<i>EUR '000</i>	
	31.12.2021	31.12.2020
<i>Outstanding commitments not yet expensed</i>	5 494	2 349

4.2. SERVICES IN KIND

During 2021 ACER received from the Council of the European Energy Regulators offices space and logistical and secretarial support for the agency's liaison office in Brussels free of charge. The offered office space and share of common areas totalling to 32 m2 cost approximately EUR 5 150 per year.

4.3. RELATED PARTIES

The related parties of the entity are the other EU consolidated entities and the key management personnel of these entities. As transactions between the relevant entity and the parties involved take place as part of the normal operations of the entity and on terms and conditions that are normal for such transactions, no specific disclosures are required.

4.4. KEY MANAGEMENT ENTITLEMENTS

The Director, or head of entity, is remunerated in accordance with the Staff Regulations of the European Union, which establish the rights and obligations of all officials of the EU. The Staff Regulations are published on the Europa website.

	31.12.2021	31.12.2020
<i>Director</i>	<i>AD 14</i>	<i>AD 14</i>

4.5. OTHER EVENTS

At the end of the financial year 2021, the Agency had fifteen legal cases ongoing before the General Court requesting annulment of decisions taken by the Agency and one case where an application of intervention by ACER is requested. All cases are still ongoing. At this stage, any claim for damages against ACER is assessed as unlikely.

4.6. EVENTS AFTER REPORTING DATE

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 and also of 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, in particular the evolving situation, the financial effect of the war in Ukraine on ACER cannot be reliably estimated.

5. FINANCIAL RISK MANAGEMENT

5.1. TYPES OF RISK

Market risk is the risk that the fair value or future cashflows of a financial instrument will fluctuate, because of variations in market prices. Market risk embodies not only the potential for loss, but also the potential for gain. It comprises currency risk, interest rate risk and other price risk (the entity has no significant interest rate risk and other price risk).

(1) *Currency risk* is the risk that the entity operations will be affected by changes in exchange rates. This risk arises from the change in the price of one currency against another.

(2) *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. The entity does not have any securities thus it is not exposed to the interest rate risk.

Credit risk is the risk of loss due to a debtor's non-payment or other failure to meet a contractual obligation. The default events include a delay in repayments, and bankruptcy.

Liquidity risk is the risk that an EU entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

5.2. CURRENCY RISKS

At the end of the year, the financial assets are composed of exchange receivables. The financial liabilities are composed of accounts payable. Their ending balances are mainly quoted in EUR, the entity is thus not exposed to currency risk.

5.3. CREDIT RISK

At the end of the year, the financial assets comprise exchange receivables that are not past due for more than 30 days. As no credit loss is expected during the life time of those receivables the entity is not exposed to any significant credit risk.

5.4. LIQUIDITY RISK

The financial liabilities are mainly composed of accounts payable. All the accounts payable have remaining contractual maturity of less than 1 year.

THE BUDGET IMPLEMENTATION REPORTS AND EXPLANATORY NOTES

It should be noted that due to the rounding of figures into thousands of euros, some financial data in the tables below may appear not to add-up.

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1. BUDGETARY PRINCIPLES AND STRUCTURE

1.1. BUDGETARY PRINCIPLES

The establishment and implementation of the ACER budget is governed by the following basic principles set out in the Title II of the ACER Financial Regulation 2014:

Principles of unity and budget accuracy

This principle means that no revenue shall be collected and no expenditure effected unless booked to a line in the ACER budget. No expenditure may be committed or authorised in excess of the appropriations authorised by the budget. An appropriation may be entered in the budget only if it is for an item of expenditure considered necessary.

Principle of annuality

The appropriations entered in the budget shall be authorised for a financial year which shall run from 1 January to 31 December.

Principle of equilibrium

Revenue and payment appropriations shall be in balance.

Principle of unit of account

The budget shall be drawn up and implemented in euros and the accounts shall be presented in euros.

Principle of universality

Total revenue shall cover total payment appropriations and all revenue and expenditure shall be entered in full without any adjustment against each other.

Principle of specification

Appropriations shall be earmarked for specific purposes by title and chapter. The chapters shall be further subdivided into articles and items.

Principle of sound financial management

Appropriations shall be used in accordance with the principle of sound financial management, namely in accordance with the principles of economy, efficiency and effectiveness.

Principle of transparency

The budget shall be established and implemented and the accounts presented in accordance with the principle of transparency. The budget and any amending budgets shall be published in the Official Journal of the European Union within three months of their adoption.

1.2. STRUCTURE AND PRESENTATION OF THE BUDGET

Following the provisions of the ACER Financial Regulation approved by Administrative Board decision no 22/2013 of 12 December 2013, the budget accounts shall consist of a statement of revenue and a statement of expenditure. The statement of expenditure must be set out on the basis of a nomenclature with a classification by purpose. That nomenclature shall be determined by ACER and shall make a clear distinction between administrative appropriations and operating appropriations:

Title 1

Budget lines relating to staff expenditure such as salaries and allowances for personnel working with ACER. It also includes recruitment expenses, staff missions, expenses for the socio-medical infrastructure and representation costs.

Title 2

Budget lines relating to all buildings, equipment and miscellaneous administrative expenditure.

Title 3

Budget lines providing for the implementation of the activities and tasks assigned to the ACER by its establishing Regulation (EU) No. 713/2009 of the European Parliament and of the Council of 13 July 2009.

Assigned revenue

Budget lines relating to financing of specific items of expenditure. They can be externally or internally assigned.

2. RESULT OF THE IMPLEMENTATION OF THE BUDGET

EUR '000

	Title	2021	2020
Revenue		23 604	17 300
of which:			
Revenue	9	23 604	17 300
Expenditure		(15 567)	(14 052)
of which:			
Staff expenditure	1	(10 792)	(9 783)
Administrative expenditure	2	(2 301)	(1 839)
Operational expenditure	3	(2 474)	(2 431)
Payment appropriat. carried over to the following year		(6 628)	(3 079)
of which:			
Staff expenditure	1	(419)	(263)
Administrative expenditure	2	(1 313)	(1 460)
Operational expenditure	3	(4 896)	(1 357)
Cancellation of unused appropri. carried over from year n-1		136	93
Evolution of assigned revenue (B)-(A)		(16)	31
Unused appropriations at the end of current year (A)		18	3
Unused appropriations at the end of previous year (B)		3	33
Exchange rate differences		(0)	1
Budget result		1 529	293

3. RECONCILIATION OF ECONOMIC RESULT WITH BUDGET RESULT

EUR '000

	2021	2020
ECONOMIC RESULT OF THE YEAR	3 108	462
Adjustment for accrual items (items not in the budgetary result but included in the economic result)	4 086	2 787
<i>Adjustments for accrual cut-off (net)</i>	437	(444)
<i>Unpaid invoices at year end but booked in expenses</i>	1	21
<i>Depreciation of intangible and tangible assets</i>	355	344
<i>Recovery orders issued in the year and not yet cashed</i>	(12)	(3)
<i>Payments made from carry-over of payment appropriations</i>	3 305	2 868
Adjustment for budgetary items (item included in the budgetary result but not in the economic result)	(5 665)	(2 956)
<i>Asset acquisitions (less unpaid amounts)</i>	(296)	(268)
<i>New pre-financing received in the year and remaining open as at 31 December</i>	1 391	166
<i>Payment appropriations carried over to next year</i>	(6 647)	(3 079)
<i>Cancellation of unused carried over payment appropriations from previous year</i>	136	93
<i>Other individually immaterial</i>	(250)	132
BUDGET RESULT OF THE YEAR	1 529	293

4. IMPLEMENTATION OF BUDGET REVENUE

4.1. Implementation of budget revenue – Title 9

EUR '000

Item	Income appropriations		Entitlements established			Revenue				Out-standing
	Initial budget	Final budget	Current year	Carried over	Total	On entitlements of current year	On entitlements carried over	Total	%	
	1	2	3	4	5=3+4	6	7	8=6+7	9=8/2	
901 Subsidy from the EU general budget	14 236	14 236	14 819	-	14 819	14 819	-	14 819	104 %	-
902 Others	198	198	25	-	25	25	-	25	12 %	0
904 EFTA Contributions	384	384	0	0	0	0	0	0	-	0
905 Fees and charges	8 824	8 772	8 772	-	8 772	8 760	-	8 760	100 %	12
Total Chapter 90	23 643	23 590	23 615	-	23 615	23 604	-	23 604	100 %	12
Total Title 9	23 643	23 590	23 615	-	23 615	23 604	-	23 604	100 %	12
GRAND TOTAL	23 643	23 590	23 615	-	23 615	23 604	-	23 604	100 %	12

5. IMPLEMENTATION OF BUDGET EXPENDITURE

5.1. Breakdown & changes in commitment appropriations

5.1.1. Breakdown & changes in commitment appropriations – Title 1

EUR '000

Item	Budget appropriations				Additional appropriations			Total apppr. available
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	
1100 Basic salaries and correction	5 213	–	26	5 239	–	–	–	5 239
1101 Family allowances	834	–	62	896	–	–	–	896
1102 Expatriation and foreign residence allowances	838	–	1	839	–	–	–	839
1110 Contract agents	2 303	(53)	(230)	2 020	–	–	–	2 020
1111 Seconded National Experts	175	–	5	180	–	–	–	180
1120 Training and information for staff	274	–	–	274	–	–	–	274
1130 Insurance against sickness	215	–	(6)	210	–	–	–	210
1131 Insurance against accidents and occupational disease	27	–	(3)	24	–	–	–	24
1132 Unemployment insurance for temporary staff	82	–	(1)	81	–	–	–	81
1140 Birth and death grants	3	–	(2)	1	–	–	–	1
1141 Annual travel expense from place of work to origin	92	–	(6)	86	–	–	–	86
1142 Schooling fees	585	–	(5)	580	–	3	3	583
1150 Overtime	43	–	(43)	–	–	–	–	–
1160 Expenditure related to recruitment	72	–	(62)	10	–	–	–	10
1161 Travel expenses taking up duty	10	–	(9)	1	–	–	–	1
1162 Installation, resettlement and transfer allowances	23	–	25	48	–	–	–	48
1163 Temporary daily subsistence allowances	77	–	(59)	19	–	–	–	19
1170 Supplementary clerical and interim services	460	–	76	536	–	–	–	536
1171 Administrative assistance	250	–	(25)	225	–	–	–	225
1172 Trainees	188	–	48	236	–	–	–	236
Total Chapter 11	11 764	(53)	(207)	11 505	–	3	3	11 507

EUR '000

Item	Budget appropriations			Additional appropriations			Total appropri- available	
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue		Total
	1	2	3	4=1+2+3	5	6		7=5+6
1200 Mission expenses -Corporate Services	45	-	(30)	15	-	-	-	15
1201 Mission expenses - Director	35	-	(4)	32	-	-	-	32
1202 Mission expenses - Strategy Delivery and Communications	55	-	(25)	30	-	-	-	30
Total Chapter 12	135	-	(59)	77	-	-	-	77
1300 Medical services and equipment	67	-	(7)	60	-	-	-	60
Total Chapter 13	67	-	(7)	60	-	-	-	60
1401 Social welfare of staff	27	-	-	27	-	-	-	27
1410 Staff Committee	17	-	-	17	-	-	-	17
Total Chapter 14	44	-	-	44	-	-	-	44
Total Title 1	12 009	(53)	(272)	11 685	-	3	3	11 687

5.1.2. Breakdown & changes in commitment appropriations – Title 2

EUR '000

Item	Budget appropriations			Additional appropriations			Total appropri- available	
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue		Total
	1	2	3	4=1+2+3	5	6		7=5+6
2000 Rent	674	-	(7)	667	-	-	-	667
2001 Removal costs	15	-	(6)	9	-	-	-	9
2010 Utilities	180	-	(15)	165	-	-	-	165
2011 Cleaning and maintenance	182	-	(12)	170	-	-	-	170
2020 Insurance	20	-	(7)	14	-	-	-	14
2030 Security and surveillance of buildings	170	-	(40)	130	-	-	-	130
2031 Health and safety at work	4	-	3	7	-	-	-	7
2040 Other expenditure on buildings	45	-	133	177	-	-	-	177
Total Chapter 20	1 290	-	49	1 339	-	-	-	1 339
2100 Consumables	15	-	(8)	7	-	-	-	7
2101 Software	42	-	(16)	26	-	-	-	26

EUR '000

Item	Budget appropriations				Additional appropriations			Total appropri- available
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	
2102 Subscriptions IT	450	-	-	450	-	-	-	450
2103 Disaster recovery site	45	-	(31)	14	-	-	-	14
Total Chapter 21	552	-	(55)	497	-	-	-	497
2210 Purchase of furniture	90	-	26	116	-	-	-	116
2220 Transportation costs	71	-	(7)	64	-	-	-	64
2230 Library acquisitions	127	-	(13)	114	-	-	-	114
Total Chapter 22	288	-	6	294	-	-	-	294
2300 Stationery and office supplies	58	-	(6)	52	-	-	-	52
2310 Bank charges	0	-	-	0	-	-	-	0
2320 Legal expenses	250	-	(25)	225	-	-	-	225
2325 External audit expenses	24	-	-	24	-	-	-	24
2326 Information security	75	-	-	75	-	-	-	75
2328 Data protection	40	-	-	40	-	-	-	40
2330 Administrative Board meetings	35	-	-	35	-	-	-	35
2331 Board of Regulators meetings	114	-	(51)	63	-	-	-	63
2332 Board of Appeal	1 050	-	(100)	950	-	-	-	950
2333 External participants to meetings	8	-	-	8	-	-	-	8
2334 EU Agencies Network	6	-	-	6	-	-	-	6
Total Chapter 23	1 660	-	(182)	1 478	-	-	-	1 478
2400 Postal charges	16	-	(6)	10	-	-	-	10
2410 Telecommunications subscriptions and charges	89	-	(40)	50	-	25	25	74
2420 Hardware and other equipment	410	-	61	471	-	-	-	471
Total Chapter 24	515	-	16	531	-	25	25	556
Total Title 2	4 304	-	(165)	4 139	-	25	25	4 164

5.1.3. Breakdown & changes in commitment appropriations – Title 3

EUR '000

Item	Budget appropriations			Final adopted budget 4=1+2+3	Additional appropriations			Total 8=4+7
	Initial adopted budget 1	Amending budgets 2	Transfers 3		Carry-overs 5	Assigned revenue 6	Total 7=5+6	
3000 Representation expenses - Director	5	-	-	5	-	0	0	5
3001 Representation expenses - Corporate Services	1	-	-	1	-	-	-	1
3002 Representation expenses - Electricity	2	-	(1)	1	-	-	-	1
3003 Representation expenses - MIT	1	-	(1)	-	-	-	-	-
3004 Representation expenses - Gas	1	-	-	1	-	-	-	1
3005 Representation expenses - MSC	1	-	(1)	-	-	-	-	-
Total Chapter 30	10	-	(3)	7	-	0	0	7
3100 Operational missions - Gas Department	70	-	(50)	20	-	-	-	20
3101 Operational missions - Electricity Department	120	-	(90)	30	-	-	-	30
3102 Operational missions - MIT	30	-	(25)	5	-	-	-	5
3103 Operational missions - MSC	25	-	(15)	10	-	-	-	10
Total Chapter 31	245	-	(180)	65	-	-	-	65
3200 Public hearings, workshops, conferences	105	-	(45)	60	-	-	-	60
3201 Website set-up and maintenance	200	-	(100)	100	-	-	-	100
3202 Publications, information material	27	-	-	27	-	-	-	27
Total Chapter 32	332	-	(145)	187	-	-	-	187
3300 Translation at CDT	514	-	(274)	240	-	-	-	240
Total Chapter 33	514	-	(274)	240	-	-	-	240
3400 Insurance	7	-	-	7	-	-	-	7
Total Chapter 34	7	-	-	7	-	-	-	7
3500 Infrastructure, hardware licenses, deployment, service desk and operations	1 530	-	1 025	2 555	-	-	-	2 555
3501 Software maintenance, development, testing and software licenses	1 250	-	274	1 524	-	-	-	1 524
3502 Surveillance and BI tools customisation, licenses and consultancy	900	-	250	1 150	-	-	-	1 150
3503 Studies, technical writing, coordination, QA and information security	800	-	-	800	-	-	-	800
3505 Business enhancements and development of surveillance and conduct tools - Market Surveillance and Conduct Department	150	-	-	150	-	-	-	150
Total Chapter 35	4 630	-	1 549	6 179	-	-	-	6 179
3600 Expert consultations - MIT	400	-	40	440	-	-	-	440

EUR '000

Item	Budget appropriations			Additional appropriations			Total appropri- available	
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue		Total
	1	2	3	4=1+2+3	5	6		7=5+6
3601 Expert consultations - Gas	380	-	(140)	240	-	-	-	240
3602 Expert consultations - Electricity	301	-	(100)	201	-	-	-	201
3603 Expert consultations - Corporate Services	210	-	(10)	200	-	-	-	200
3604 Expert consultations - MSC	300	-	(300)	-	-	-	-	-
Total Chapter 36	1 591	-	(510)	1 081	-	-	-	1 081
Total Title 3	7 329	-	438	7 767	-	0	0	7 767
GRAND TOTAL	23 643	(53)	(0)	23 590	-	27	27	23 618

5.2. Breakdown & changes in payment appropriations

5.2.1. Breakdown & changes in payment appropriations – Title 1

EUR '000

Item	Budget appropriations				Additional appropriations			Total appropriable
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	
1100 Basic salaries and correction	5 213	-	26	5 239	-	-	-	5 239
1101 Family allowances	834	-	62	896	-	-	-	896
1102 Expatriation and foreign residence allowances	838	-	1	839	-	-	-	839
1110 Contract agents	2 303	(53)	(230)	2 020	-	-	-	2 020
1111 Seconded National Experts	175	-	5	180	-	-	-	180
1120 Training and information for staff	274	-	-	274	107	-	107	381
1130 Insurance against sickness	215	-	(6)	210	-	-	-	210
1131 Insurance against accidents and occupational disease	27	-	(3)	24	-	-	-	24
1132 Unemployment insurance for temporary staff	82	-	(1)	81	-	-	-	81
1140 Birth and death grants	3	-	(2)	1	-	-	-	1
1141 Annual travel expense from place of work to origin	92	-	(6)	86	-	-	-	86
1142 Schooling fees	585	-	(5)	580	42	3	45	625
1150 Overtime	43	-	(43)	-	-	-	-	-
1160 Expenditure related to recruitment	72	-	(62)	10	1	-	1	11
1161 Travel expenses taking up duty	10	-	(9)	1	-	-	-	1
1162 Installation, resettlement and transfer allowances	23	-	25	48	-	-	-	48
1163 Temporary daily subsistence allowances	77	-	(59)	19	-	-	-	19
1170 Supplementary clerical and interim services	460	-	76	536	16	-	16	552
1171 Administrative assistance	250	-	(25)	225	6	-	6	231
1172 Trainees	188	-	48	236	-	-	-	236
Total Chapter 11	11 764	(53)	(207)	11 505	173	3	176	11 681
1200 Mission expenses -Corporate Services	45	-	(30)	15	-	-	-	15
1201 Mission expenses - Director	35	-	(4)	32	3	-	3	34

EUR '000

Item	Budget appropriations			Final adopted budget	Additional appropriations			Total	Total approp. available
	Initial adopted budget	Amending budgets	Transfers		Carry-overs	Assigned revenue	Total		
	1	2	3	4=1+2+3	5	6	7=5+6	8=4+7	
1202 Mission expenses - Strategy Delivery and Communications	55	-	(25)	30	2	-	2	32	
Total Chapter 12	135	-	(59)	77	4	-	4	81	
1300 Medical services and equipment	67	-	(7)	60	7	-	7	66	
Total Chapter 13	67	-	(7)	60	7	-	7	66	
1401 Social welfare of staff	27	-	-	27	72	-	72	99	
1410 Staff Committee	17	-	-	17	6	-	6	23	
Total Chapter 14	44	-	-	44	78	-	78	122	
Total Title 1	12 009	(53)	(272)	11 685	263	3	265	11 950	

5.2.2. Breakdown & changes in payment appropriations – Title 2

EUR '000

Item	Budget appropriations			Final adopted budget 4=1+2+3	Additional appropriations			Total 8=4+7
	Initial adopted budget 1	Amending budgets 2	Transfers 3		Carry-overs 5	Assigned revenue 6	Total 7=5+6	
2000 Rent	674	-	(7)	667	-	-	-	667
2001 Removal costs	15	-	(6)	9	4	-	4	13
2010 Utilities	180	-	(15)	165	16	-	16	181
2011 Cleaning and maintenance	182	-	(12)	170	23	-	23	193
2020 Insurance	20	-	(7)	14	-	-	-	14
2030 Security and surveillance of buildings	170	-	(40)	130	12	-	12	142
2031 Health and safety at work	4	-	3	7	0	-	0	7
2040 Other expenditure on buildings	45	-	133	177	4	-	4	181
Total Chapter 20	1 290	-	49	1 339	58	-	58	1 397
2100 Consumables	15	-	(8)	7	2	-	2	9
2101 Software	42	-	(16)	26	-	-	-	26
2102 Subscriptions IT	450	-	-	450	313	-	313	763
2103 Disaster recovery site	45	-	(31)	14	22	-	22	36
Total Chapter 21	552	-	(55)	497	337	-	337	834
2210 Purchase of furniture	90	-	26	116	-	-	-	116
2220 Transportation costs	71	-	(7)	64	7	-	7	70
2230 Library acquisitions	127	-	(13)	114	39	-	39	153
Total Chapter 22	288	-	6	294	46	-	46	339
2300 Stationery and office supplies	58	-	(6)	52	0	-	0	53
2310 Bank charges	0	-	-	0	0	-	0	0
2320 Legal expenses	250	-	(25)	225	0	-	0	225
2325 External audit expenses	24	-	-	24	16	-	16	40
2326 Information security	75	-	-	75	18	-	18	93
2328 Data protection	40	-	-	40	30	-	30	70
2330 Administrative Board meetings	35	-	-	35	31	-	31	66
2331 Board of Regulators meetings	114	-	(51)	63	43	-	43	106

EUR '000

Item	Initial adopted budget	Budget appropriations			Final adopted budget	Additional appropriations			Total approp. available
		Amending budgets	Transfers			Carry-overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	8=4+7	
2332 Board of Appeal	1 050	-	(100)	950	521	-	521	1 471	
2333 External participants to meetings	8	-	-	8	4	-	4	12	
2334 EU Agencies Network	6	-	-	6	2	-	2	8	
Total Chapter 23	1 660	-	(182)	1 478	667	-	667	2 145	
2400 Postal charges	16	-	(6)	10	1	-	1	11	
2410 Telecommunications subscriptions and charges	89	-	(40)	50	14	25	39	88	
2420 Hardware and other equipment	410	-	61	471	160	-	160	631	
Total Chapter 24	515	-	16	531	175	25	200	731	
Total Title 2	4 304	-	(165)	4 139	1 283	25	1 308	5 447	

5.2.3. Breakdown & changes in payment appropriations – Title 3

EUR '000

Item	Budget appropriations				Additional appropriations			Total apppr. available
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	
3000 Representation expenses - Director	5	-	-	5	2	0	2	7
3001 Representation expenses - Corporate Services	1	-	-	1	-	-	-	1
3002 Representation expenses - Electricity	2	-	(1)	1	-	-	-	1
3003 Representation expenses - MIT	1	-	(1)	-	-	-	-	-
3004 Representation expenses - Gas	1	-	-	1	-	-	-	1
3005 Representation expenses - MSC	1	-	(1)	-	-	-	-	-
Total Chapter 30	10	-	(3)	7	2	0	2	9
3100 Operational missions - Gas Department	70	-	(50)	20	-	-	-	20
3101 Operational missions - Electricity Department	120	-	(90)	30	-	-	-	30
3102 Operational missions - MIT	30	-	(25)	5	-	-	-	5
3103 Operational missions - MSC	25	-	(15)	10	-	-	-	10
Total Chapter 31	245	-	(180)	65	-	-	-	65
3200 Public hearings, workshops, conferences	105	-	(45)	60	13	-	13	73
3201 Website set-up and maintenance	200	-	(100)	100	80	-	80	180
3202 Publications, information material	27	-	-	27	7	-	7	34
Total Chapter 32	332	-	(145)	187	100	-	100	287
3300 Translation at CDT	514	-	(274)	240	119	-	119	359
Total Chapter 33	514	-	(274)	240	119	-	119	359
3400 Insurance	7	-	-	7	-	-	-	7
Total Chapter 34	7	-	-	7	-	-	-	7
3500 Infrastructure, hardware licenses, deployment, service desk and operations	1 530	-	1 025	2 555	370	-	370	2 925
3501 Software maintenance, development, testing and software licenses	1 250	-	274	1 524	378	-	378	1 901
3502 Surveillance and BI tools customisation, licenses and consultancy	900	-	250	1 150	179	-	179	1 329
3503 Studies, technical writing, coordination, QA and information security	800	-	-	800	210	-	210	1 010
3505 Business enhancements and development of surveillance and conduct tools - Market Surveillance and Conduct Department	150	-	-	150	-	-	-	150
Total Chapter 35	4 630	-	1 549	6 179	1 136	-	1 136	7 315
3600 Expert consultations - MIT	400	-	40	440	-	-	-	440
3601 Expert consultations - Gas	380	-	(140)	240	67	-	67	307

EUR '000

Item	Budget appropriations				Additional appropriations			Total appropri- available
	Initial adopted budget	Amending budgets	Transfers	Final adopted budget	Carry- overs	Assigned revenue	Total	
	1	2	3	4=1+2+3	5	6	7=5+6	
3602 Expert consultations - Electricity	301	-	(100)	201	85	-	85	287
3603 Expert consultations - Corporate Services	210	-	(10)	200	-	-	-	200
3604 Expert consultations - MSC	300	-	(300)	-	24	-	24	24
Total Chapter 36	1 591	-	(510)	1 081	176	-	176	1 258
Total Title 3	7 329	-	438	7 767	1 533	0	1 533	9 300
GRAND TOTAL	23 643	(53)	(0)	23 590	3 079	27	3 106	26 696

5.3. Implementation of commitment appropriations

5.3.1. Implementation of commitment appropriations - Title 1

EUR '000

Item	Total approp. available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. revenue	Total
		1	2	3	4	5=2+3+4	6=5/1	7	8	9=7+8	10	11	12
1100	5 239	5 170	-	-	5 170	99 %	-	-	-	68	-	0	68
1101	896	878	-	-	878	98 %	-	-	-	18	-	0	18
1102	839	834	-	-	834	99 %	-	-	-	5	-	0	5
1110	2 020	1 944	-	-	1 944	96 %	-	-	-	77	-	0	77
1111	180	165	-	-	165	92 %	-	-	-	15	-	0	15
1120	274	126	-	-	126	46 %	-	-	-	148	-	0	148
1130	210	209	-	-	209	100 %	-	-	-	0	-	0	0
1131	24	24	-	-	24	98 %	-	-	-	0	-	0	0
1132	81	81	-	-	81	100 %	-	-	-	0	-	0	0
1140	1	0	-	-	0	50 %	-	-	-	0	-	0	0
1141	86	83	-	-	83	96 %	-	-	-	3	-	0	3
1142	583	580	-	-	580	100 %	-	-	-	0	-	3	3
1160	10	7	-	-	7	70 %	-	-	-	3	-	0	3
1161	1	0	-	-	0	57 %	-	-	-	0	-	0	0
1162	48	47	-	-	47	98 %	-	-	-	1	-	0	1
1163	19	18	-	-	18	99 %	-	-	-	0	-	0	0
1170	536	515	-	-	515	96 %	-	-	-	20	-	0	20
1171	225	225	-	-	225	100 %	-	-	-	-	-	0	-

Item	Total approp. available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. 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
1172 Trainees	236	214	-	-	214	91 %	-	-	-	22	-	0	22
Total Chapter 11	11 507	11 122	-	-	11 122	97 %	-	-	-	382	-	3	385
1200 Mission expenses - Corporate Services	15	4	-	-	4	27 %	-	-	-	11	-	0	11
1201 Mission expenses - Director	32	12	-	-	12	39 %	-	-	-	19	-	0	19
1202 Mission expenses - Strategy Delivery and Communications	30	8	-	-	8	27 %	-	-	-	22	-	0	22
Total Chapter 12	77	24	-	-	24	32 %	-	-	-	52	-	0	52
1300 Medical services and equipment	60	51	-	-	51	85 %	-	-	-	9	-	0	9
Total Chapter 13	60	51	-	-	51	85 %	-	-	-	9	-	0	9
1401 Social welfare of staff	27	2	-	-	2	8 %	-	-	-	25	-	0	25
1410 Staff Committee	17	11	-	-	11	68 %	-	-	-	5	-	0	5
Total Chapter 14	44	14	-	-	14	31 %	-	-	-	30	-	0	30
Total Title 1	11 687	11 211	-	-	11 211	96 %	-	-	-	474	-	3	476

5.3.2. Implementation of commitment appropriations - Title 2

EUR '000

Item	Total approp. available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing				
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. 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
2000	Rent	667	667	-	-	667	100 %	-	-	-	0	-	0	0
2001	Removal costs	9	8	-	-	8	91 %	-	-	-	1	-	0	1
2010	Utilities	165	165	-	-	165	100 %	-	-	-	-	-	0	-
2011	Cleaning and maintenance	170	158	-	-	158	93 %	-	-	-	12	-	0	12
2020	Insurance	14	12	-	-	12	91 %	-	-	-	1	-	0	1
2030	Security and surveillance of buildings	130	128	-	-	128	98 %	-	-	-	2	-	0	2
2031	Health and safety at work	7	1	-	-	1	14 %	-	-	-	6	-	0	6
2040	Other expenditure on buildings	177	175	-	-	175	99 %	-	-	-	2	-	0	2
Total Chapter 20		1 339	1 315	-	-	1 315	98 %	-	-	-	25	-	0	25
2100	Consumables	7	6	-	-	6	84 %	-	-	-	1	-	0	1
2101	Software	26	12	-	-	12	45 %	-	-	-	14	-	0	14
2102	Subscriptions IT	450	343	-	-	343	76 %	-	-	-	107	-	0	107
2103	Disaster recovery site	14	14	-	-	14	100 %	-	-	-	0	-	0	0
Total Chapter 21		497	374	-	-	374	75 %	-	-	-	123	-	0	123
2210	Purchase of furniture	116	100	-	-	100	87 %	-	-	-	15	-	0	15
2220	Transportation costs	64	16	-	-	16	24 %	-	-	-	48	-	0	48
2230	Library acquisitions	114	114	-	-	114	100 %	-	-	-	0	-	0	0
Total Chapter 22		294	230	-	-	230	78 %	-	-	-	64	-	0	64
2300	Stationery and office supplies	52	41	-	-	41	78 %	-	-	-	12	-	0	12
2310	Bank charges	0	0	-	-	0	10 %	-	-	-	0	-	0	0
2320	Legal expenses	225	224	-	-	224	100 %	-	-	-	1	-	0	1
2325	External audit expenses	24	11	-	-	11	44 %	-	-	-	13	-	0	13
2326	Information security	75	75	-	-	75	99 %	-	-	-	0	-	0	0
2328	Data protection	40	-	-	-	-	0 %	-	-	-	40	-	0	40

Item	Total approp. available	Commitments made				Appropriations carried over to 2022			Appropriations lapsing				
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. 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
2330 Administrative Board meetings	35	26	-	-	26	75 %	-	-	-	9	-	0	9
2331 Board of Regulators meetings	63	7	-	-	7	11 %	-	-	-	56	-	0	56
2332 Board of Appeal	950	904	-	-	904	95 %	-	-	-	46	-	0	46
2333 External participants to meetings	8	-	-	-	-	0 %	-	-	-	8	-	0	8
2334 EU Agencies Network	6	3	-	-	3	53 %	-	-	-	3	-	0	3
Total Chapter 23	1 478	1 291	-	-	1 291	87 %	-	-	-	187	-	0	187
2400 Postal charges	10	6	-	-	6	56 %	-	-	-	4	-	0	4
2410 Telecommunications subscriptions and charges	74	37	-	15	52	70 %	10	-	10	13	-	0	13
2420 Hardware and other equipment	471	355	-	-	355	75 %	-	-	-	116	-	0	116
Total Chapter 24	556	398	-	15	413	74 %	10	-	10	133	-	0	133
Total Title 2	4 164	3 607	-	15	3 622	87 %	10	-	10	531	-	0	531

5.3.3. Implementation of commitment appropriations - Title 3

EUR '000

Item	Total approp. available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. revenue	Total
		1	2	3	4	5=2+3+4	6=5/1	7	8	9=7+8	10	11	12
3000 Representation expenses - Director	5	2	-	-	2	31 %	0	-	0	3	-	0	3
3001 Representation expenses - Corporate Services	1	-	-	-	-	0 %	-	-	-	1	-	0	1
3002 Representation expenses - Electricity	1	-	-	-	-	0 %	-	-	-	1	-	0	1
3004 Representation expenses - Gas	1	-	-	-	-	0 %	-	-	-	1	-	0	1
Total Chapter 30	7	2	-	-	2	21 %	0	-	0	6	-	0	6
3100 Operational missions - Gas Department	20	8	-	-	8	40 %	-	-	-	12	-	0	12
3101 Operational missions - Electricity Department	30	9	-	-	9	31 %	-	-	-	21	-	0	21
3102 Operational missions - MIT	5	0	-	-	0	1 %	-	-	-	5	-	0	5
3103 Operational missions - MSC	10	4	-	-	4	40 %	-	-	-	6	-	0	6
Total Chapter 31	65	21	-	-	21	33 %	-	-	-	44	-	0	44
3200 Public hearings, workshops, conferences	60	27	-	-	27	44 %	-	-	-	34	-	0	34
3201 Website set-up and maintenance	100	100	-	-	100	100 %	-	-	-	0	-	0	0
3202 Publications, information material	27	9	-	-	9	32 %	-	-	-	18	-	0	18
Total Chapter 32	187	135	-	-	135	72 %	-	-	-	52	-	0	52
3300 Translation at CDT	240	240	-	-	240	100 %	-	-	-	-	-	0	-
Total Chapter 33	240	240	-	-	240	100 %	-	-	-	-	-	0	-
3400 Insurance	7	-	-	-	-	0 %	-	-	-	7	-	0	7
Total Chapter 34	7	-	-	-	-	0 %	-	-	-	7	-	0	7
3500 Infrastructure, hardware licenses, deployment, service desk and operations	2 555	2 436	-	-	2 436	95 %	-	-	-	119	-	0	119
3501 Software maintenance, development, testing and software licenses	1 524	1 494	-	-	1 494	98 %	-	-	-	30	-	0	30

Item	Total approp. available	Commitments made					Appropriations carried over to 2022			Appropriations lapsing				
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Assign. revenue	By decision	Total	from final adopt. budget	from carry-overs	from assign. 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	
3502	Surveillance and BI tools customisation, licenses and consultancy	1 150	1 150	-	-	1 150	100 %	-	-	-	0	-	0	0
3503	Studies, technical writing, coordination, QA and information security	800	800	-	-	800	100 %	-	-	-	0	-	0	0
3505	Business enhancements and development of surveillance and conduct tools - Market Surveillance and Conduct Department	150	150	-	-	150	100 %	-	-	-	0	-	0	0
Total Chapter 35		6 179	6 029	-	-	6 029	98 %	-	-	-	150	-	0	150
3600	Expert consultations - MIT	440	433	-	-	433	99 %	-	-	-	7	-	0	7
3601	Expert consultations - Gas	240	229	-	-	229	95 %	-	-	-	11	-	0	11
3602	Expert consultations - Electricity	201	82	-	-	82	41 %	-	-	-	119	-	0	119
3603	Expert consultations - Corporate Services	200	198	-	-	198	99 %	-	-	-	2	-	0	2
Total Chapter 36		1 081	943	-	-	943	87 %	-	-	-	139	-	0	139
Total Title 3		7 767	7 370	-	-	7 370	95 %	0	-	0	397	-	0	397
GRAND TOTAL		23 618	22 188	-	15	22 203	94 %	10	-	10	1 402	-	3	1 404

5.4. Implementation of payment appropriations

5.4.1. Implementation of payment appropriations - Title 1

EUR '000

Item	Total approp. availab.	Payments made					Appropriations carried over to 2022					Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Autom. carry-overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. rev.	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
1100	5 239	5 170	-	-	5 170	99 %	-	-	-	-	68	-	-	68	
1101	896	878	-	-	878	98 %	-	-	-	-	18	-	-	18	
1102	839	834	-	-	834	99 %	-	-	-	-	5	-	-	5	
1110	2 020	1 944	-	-	1 944	96 %	-	-	-	-	77	-	-	77	
1111	180	165	-	-	165	92 %	-	-	-	-	15	-	-	15	
1120	381	64	83	-	147	39 %	62	-	-	62	148	24	-	172	
1130	210	209	-	-	209	100 %	-	-	-	-	0	-	-	0	
1131	24	24	-	-	24	98 %	-	-	-	-	0	-	-	0	
1132	81	81	-	-	81	100 %	-	-	-	-	0	-	-	0	
1140	1	0	-	-	0	50 %	-	-	-	-	0	-	-	0	
1141	86	83	-	-	83	96 %	-	-	-	-	3	-	-	3	
1142	625	337	42	-	380	61 %	243	-	-	243	0	0	3	3	
1160	11	4	-	-	4	35 %	3	-	-	3	3	1	-	4	
1161	1	0	-	-	0	57 %	-	-	-	-	0	-	-	0	
1162	48	47	-	-	47	98 %	-	-	-	-	1	-	-	1	
1163	19	18	-	-	18	99 %	-	-	-	-	0	-	-	0	

Item	Total approp. availab.	Payments made					Appropriations carried over to 2022					Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Autom. carry-overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. rev.	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	
1170 Supplementary clerical and interim services	552	475	16	-	492	89 %	40	-	-	40	20	-	-	20	
1171 Administrative assistance	231	189	6	-	195	84 %	36	-	-	36	-	-	-	-	
1172 Trainees	236	214	-	-	214	91 %	-	-	-	-	22	-	-	22	
Total Chapter 11	11 681	10 738	148	-	10 886	93 %	384	-	-	384	382	25	3	410	
1200 Mission expenses - Corporate Services	15	3	-	-	3	20 %	1	-	-	1	11	-	-	11	
1201 Mission expenses - Director	34	7	1	-	8	25 %	5	-	-	5	19	2	-	21	
1202 Mission expenses - Strategy Delivery and Communications	32	6	1	-	8	24 %	2	-	-	2	22	1	-	22	
Total Chapter 12	81	17	2	-	19	23 %	8	-	-	8	52	2	-	54	
1300 Medical services and equipment	66	24	6	-	30	45 %	27	-	-	27	9	1	-	10	
Total Chapter 13	66	24	6	-	30	45 %	27	-	-	27	9	1	-	10	
1401 Social welfare of staff	99	2	44	-	47	47 %	-	-	-	-	25	28	-	53	
1410 Staff Committee	23	10	3	-	13	59 %	1	-	-	1	5	3	-	8	
Total Chapter 14	122	13	47	-	60	49 %	1	-	-	1	30	31	-	61	
Total Title 1	11 950	10 792	204	-	10 995	92 %	419	-	-	419	474	59	3	535	

5.4.2. Implementation of payment appropriations - Title 2

EUR '000

Item	Total approp. availab.	Payments made					Appropriations carried over to 2022					Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Autom. carry-overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. rev.	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
2000 Rent	667	667	-	-	667	100 %	-	-	-	-	0	-	-	0	
2001 Removal costs	13	2	1	-	3	24 %	6	-	-	6	1	3	-	4	
2010 Utilities	181	149	14	-	163	90 %	16	-	-	16	(0)	2	-	2	
2011 Cleaning and maintenance	193	143	20	-	163	85 %	15	-	-	15	12	3	-	15	
2020 Insurance	14	12	-	-	12	91 %	-	-	-	-	1	-	-	1	
2030 Security and surveillance of buildings	142	114	8	-	121	86 %	14	-	-	14	2	4	-	6	
2031 Health and safety at work	7	1	-	-	1	14 %	-	-	-	-	6	0	-	6	
2040 Other expenditure on buildings	181	50	3	-	54	30 %	125	-	-	125	2	0	-	3	
Total Chapter 20	1 397	1 138	46	-	1 185	85 %	176	-	-	176	25	12	-	36	
2100 Consumables	9	4	2	-	6	63 %	2	-	-	2	1	-	-	1	
2101 Software	26	12	-	-	12	45 %	-	-	-	-	14	-	-	14	
2102 Subscriptions IT	763	103	311	-	415	54 %	239	-	-	239	107	2	-	109	
2103 Disaster recovery site	36	14	22	-	36	100 %	-	-	-	-	0	-	-	0	
Total Chapter 21	834	133	335	-	468	56 %	241	-	-	241	123	2	-	125	
2210 Purchase of furniture	116	34	-	-	34	29 %	66	-	-	66	15	-	-	15	
2220 Transportation costs	70	9	-	-	9	13 %	6	-	-	6	48	7	-	55	
2230 Library acquisitions	153	102	39	-	141	92 %	12	-	-	12	0	0	-	0	
Total Chapter 22	339	145	39	-	184	54 %	85	-	-	85	64	7	-	70	
2300 Stationery and office supplies	53	22	0	-	22	42 %	19	-	-	19	12	-	-	12	
2310 Bank charges	0	0	0	-	0	6 %	0	-	-	0	0	0	-	0	
2320 Legal expenses	225	32	-	-	32	14 %	192	-	-	192	1	0	-	1	
2325 External audit expenses	40	-	16	-	16	40 %	11	-	-	11	13	-	-	13	
2326 Information security	93	27	18	-	46	49 %	47	-	-	47	0	-	-	0	
2328 Data protection	70	-	30	-	30	43 %	-	-	-	-	40	-	-	40	

Item	Total approp. availab.	Payments made					Appropriations carried over to 2022					Appropriations lapsing			
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Autom. carry-overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. rev.	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	
2330 Administrative Board meetings	66	15	31	-	46	70 %	11	-	-	11	9	0	-	9	
2331 Board of Regulators meetings	106	7	43	-	50	47 %	-	-	-	-	56	-	-	56	
2332 Board of Appeal	1 471	642	505	-	1 147	78 %	262	-	-	262	46	16	-	62	
2333 External participants to meetings	12	-	-	-	-	0 %	-	-	-	-	8	4	-	12	
2334 EU Agencies Network	8	3	-	-	3	37 %	-	-	-	-	3	2	-	5	
Total Chapter 23	2 145	749	644	-	1 392	65 %	542	-	-	542	187	23	-	210	
2400 Postal charges	11	5	1	-	6	50 %	1	-	-	1	4	0	-	5	
2410 Telecommunications subscriptions and charges	88	36	9	6	51	58 %	1	-	18	19	13	5	-	18	
2420 Hardware and other equipment	631	89	160	-	249	39 %	266	-	-	266	116	-	-	116	
Total Chapter 24	731	130	170	6	306	42 %	268	-	18	286	133	6	-	139	
Total Title 2	5 447	2 295	1 234	6	3 535	65 %	1 313	-	18	1 331	531	49	-	581	

5.4.3. Implementation of payment appropriations - Title 3

EUR '000

Item	Total approp. availab.	Payments made				Appropriations carried over to 2022				Appropriations lapsing				
		from final adopt. budget	from carry-overs	from assign. revenue	Total	%	Autom. carry-overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry-overs	from assign. rev.	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
3000 Representation expenses - Director	7	1	-	-	1	18 %	0	-	0	0	3	2	-	6
3001 Representation expenses - Corporate Services	1	-	-	-	-	0 %	-	-	-	-	1	-	-	1
3002 Representation expenses - Electricity	1	-	-	-	-	0 %	-	-	-	-	1	-	-	1
3004 Representation expenses - Gas	1	-	-	-	-	0 %	-	-	-	-	1	-	-	1
Total Chapter 30	9	1	-	-	1	14 %	0	-	0	0	6	2	-	8
3100 Operational missions - Gas Department	20	6	-	-	6	30 %	2	-	-	2	12	-	-	12
3101 Operational missions - Electricity Department	30	5	-	-	5	17 %	4	-	-	4	21	-	-	21
3102 Operational missions - MIT	5	0	-	-	0	1 %	-	-	-	-	5	-	-	5
3103 Operational missions - MSC	10	4	-	-	4	36 %	0	-	-	0	6	-	-	6
Total Chapter 31	65	15	-	-	15	23 %	7	-	-	7	44	-	-	44
3200 Public hearings, workshops, conferences	73	20	13	-	33	45 %	7	-	-	7	34	-	-	34
3201 Website set-up and maintenance	180	35	80	-	115	64 %	65	-	-	65	0	-	-	0
3202 Publications, information material	34	9	7	-	16	46 %	-	-	-	-	18	-	-	18
Total Chapter 32	287	63	100	-	163	57 %	72	-	-	72	52	-	-	52
3300 Translation at CDT	359	87	119	-	206	57 %	153	-	-	153	-	0	-	0
Total Chapter 33	359	87	119	-	206	57 %	153	-	-	153	-	0	-	0
3400 Insurance	7	-	-	-	-	0 %	-	-	-	-	7	-	-	7
Total Chapter 34	7	-	-	-	-	0 %	-	-	-	-	7	-	-	7
3500 Infrastructure, hardware licenses, deployment, service desk and operations	2 925	562	370	-	931	32 %	1 874	-	-	1 874	119	0	-	119

Item	Total approp. availab.	Payments made					Appropriations carried over to 2022					Appropriations lapsing			
		from final adopt. budget	from carry- overs	from assign. revenue	Total	%	Autom. carry- overs	By decision	Assigned rev.	Total	from final adopt. budget	from carry- overs	from assign. rev.	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	
3501 Software maintenance, development, testing and software licenses	1 901	367	375	-	742	39 %	1 127	-	-	1 127	30	3	-	33	
3502 Surveillance and BI tools customisation, licenses and consultancy	1 329	841	175	-	1 015	76 %	309	-	-	309	0	4	-	4	
3503 Studies, technical writing, coordination, QA and information security	1 010	146	200	-	346	34 %	654	-	-	654	0	10	-	10	
3505 Business enhancements and development of surveillance and conduct tools - Market Surveillance and Conduct Department	150	75	-	-	75	50 %	75	-	-	75	0	-	-	0	
Total Chapter 35	7 315	1 991	1 118	-	3 109	43 %	4 039	-	-	4 039	150	17	-	167	
3600 Expert consultations - MIT	440	268	-	-	268	61 %	165	-	-	165	7	-	-	7	
3601 Expert consultations - Gas	307	27	60	-	87	28 %	202	-	-	202	11	7	-	18	
3602 Expert consultations - Electricity	287	22	83	-	104	36 %	61	-	-	61	119	3	-	122	
3603 Expert consultations - Corporate Services	200	-	-	-	-	0 %	198	-	-	198	2	-	-	2	
3604 Expert consultations - MSC	24	-	24	-	24	100 %	-	-	-	-	-	-	-	-	
Total Chapter 36	1 258	317	167	-	484	39 %	626	-	-	626	139	9	-	148	
Total Title 3	9 300	2 474	1 505	-	3 978	43 %	4 896	-	0	4 896	397	28	-	425	
GRAND TOTAL	26 696	15 560	2 942	6	18 509	69 %	6 628	-	18	6 647	1 402	136	3	1 541	

6. OUTSTANDING COMMITMENTS

6.1. Outstanding commitments – Title 1

EUR '000

Item	Commitments outstanding at the end of previous year				Commitments of the current year				Total commitm. outstanding at year-end
	Commitm. carried for- ward from pre- vious year	Decommit. Revaluation Cancel- lations	Pay- ments	Total	Commit- ments made during the year	Pay- ments	Cancel- lation of commit. which cannot be carried forward	Commit. outstand- ing at year-end	
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	
1100 Basic salaries and correction	-	-	-	-	5 170	5 170	-	-	-
1101 Family allowances	-	-	-	-	878	878	-	-	-
1102 Expatriation and foreign residence allowances	-	-	-	-	834	834	-	-	-
1110 Contract agents	-	-	-	-	1 944	1 944	-	-	-
1111 Seconded National Experts	-	-	-	-	165	165	-	-	-
1120 Training and information for staff	107	(24)	83	-	126	64	-	62	62
1130 Insurance against sickness	-	-	-	-	209	209	-	-	-
1131 Insurance against accidents and occupational disease	-	-	-	-	24	24	-	-	-
1132 Unemployment insurance for temporary staff	-	-	-	-	81	81	-	-	-
1140 Birth and death grants	-	-	-	-	0	0	-	-	-
1141 Annual travel expense from place of work to origin	-	-	-	-	83	83	-	-	-
1142 Schooling fees	42	(0)	42	-	580	337	-	243	243
1160 Expenditure related to recruitment	1	(1)	-	-	7	4	-	3	3
1161 Travel expenses taking up duty	-	-	-	-	0	0	-	-	-
1162 Installation, resettlement and transfer allowances	-	-	-	-	47	47	-	-	-
1163 Temporary daily subsistence allowances	-	-	-	-	18	18	-	-	-
1170 Supplementary clerical and interim services	16	-	16	-	515	475	-	40	40
1171 Administrative assistance	6	-	6	-	225	189	-	36	36
1172 Trainees	-	-	-	-	214	214	-	-	-
Total Chapter 11	173	(25)	148	-	11 122	10 738	-	384	384
1200 Mission expenses -Corporate Services	-	-	-	-	4	3	-	1	1

Item	Commitments outstanding at the end of previous year				Commitments of the current year				Total commitm. outstanding at year-end
	Commitm. carried forward from previous year	Decommit. Revaluation Cancellations	Pay-ments	Total	Commit-ments made during the year	Pay-ments	Cancel-lation of commit. which cannot be carried forward	Commit. outstand-ing at year-end	
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
1201 Mission expenses - Director	3	(2)	1	-	12	7	-	5	5
1202 Mission expenses - Strategy Delivery and Communications	2	(1)	1	-	8	6	-	2	2
Total Chapter 12	4	(2)	2	-	24	17	-	8	8
1300 Medical services and equipment	7	(1)	6	-	51	24	-	27	27
Total Chapter 13	7	(1)	6	-	51	24	-	27	27
1401 Social welfare of staff	72	(28)	44	-	2	2	-	-	-
1410 Staff Committee	6	(3)	3	-	11	10	-	1	1
Total Chapter 14	78	(31)	47	-	14	13	-	1	1
Total Title 1	263	(59)	204	-	11 211	10 792	-	419	419

6.2. Outstanding commitments – Title 2

EUR '000

Item	Commitments outstanding at the end of previous year				Commitments of the current year				Total commitm. outstanding at year-end
	Commitm. carried for- ward from pre- vious year	Decommit. Revaluation Cancel- lations	Pay- ments	Total	Commit- ments made during the year	Pay- ments	Cancel- lation of commit. which cannot be carried forward	Commit. outstand- ing at year-end	
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	
2000 Rent	-	-	-	-	667	667	-	-	-
2001 Removal costs	4	(3)	1	-	8	2	-	6	6
2010 Utilities	16	(2)	14	-	165	149	-	16	16
2011 Cleaning and maintenance	23	(3)	20	-	158	143	-	15	15
2020 Insurance	-	-	-	-	12	12	-	-	-
2030 Security and surveillance of buildings	12	(4)	8	-	128	114	-	14	14
2031 Health and safety at work	0	(0)	-	-	1	1	-	-	-
2040 Other expenditure on buildings	4	(0)	3	-	175	50	-	125	125
Total Chapter 20	58	(12)	46	-	1 315	1 138	-	176	176
2100 Consumables	2	-	2	-	6	4	-	2	2
2101 Software	-	-	-	-	12	12	-	-	-
2102 Subscriptions IT	313	(2)	311	-	343	103	-	239	239
2103 Disaster recovery site	22	-	22	-	14	14	-	-	-
Total Chapter 21	337	(2)	335	-	374	133	-	241	241
2210 Purchase of furniture	-	-	-	-	100	34	-	66	66
2220 Transportation costs	7	(7)	-	-	16	9	-	6	6
2230 Library acquisitions	39	(0)	39	-	114	102	-	12	12
Total Chapter 22	46	(7)	39	-	230	145	-	85	85
2300 Stationery and office supplies	0	-	0	-	41	22	-	19	19
2310 Bank charges	0	(0)	0	-	0	0	-	0	0
2320 Legal expenses	0	(0)	-	-	224	32	-	192	192
2325 External audit expenses	16	-	16	-	11	-	-	11	11
2326 Information security	18	-	18	-	75	27	-	47	47

Item	Commitments outstanding at the end of previous year				Commitments of the current year				Total commitm. outstanding at year-end
	Commitm. carried for- ward from pre- vious year	Decommit. Revaluation Cancel- lations	Pay- ments	Total	Commit- ments made during the year	Pay- ments	Cancel- lation of commit. which cannot be carried forward	Commit. outstand- ing at year-end	
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
2328 Data protection	30	-	30	-	-	-	-	-	-
2330 Administrative Board meetings	31	(0)	31	-	26	15	-	11	11
2331 Board of Regulators meetings	43	-	43	-	7	7	-	-	-
2332 Board of Appeal	521	(16)	505	-	904	642	-	262	262
2333 External participants to meetings	4	(4)	-	-	-	-	-	-	-
2334 EU Agencies Network	2	(2)	-	-	3	3	-	-	-
Total Chapter 23	667	(23)	644	-	1 291	749	-	542	542
2400 Postal charges	1	(0)	1	-	6	5	-	1	1
2410 Telecommunications subscriptions and charges	14	(5)	9	-	52	42	-	10	10
2420 Hardware and other equipment	160	-	160	-	355	89	-	266	266
Total Chapter 24	175	(6)	170	-	413	136	-	276	276
Total Title 2	1 283	(49)	1 234	-	3 622	2 301	-	1 321	1 321

6.3. Outstanding commitments – Title 3

EUR '000

Item	Commitments outstanding at the end of previous year				Commitments of the current year					Total commitm. outstanding at year-end
	Commitm. carried for- ward from pre- vious year	Decommit. Revaluation Cancel- lations	Pay- ments	Total	Commit- ments made during the year	Pay- ments	Cancel- lation of commit. which cannot be carried forward	Commit. outstand- ing at year-end		
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8	
3000 Representation expenses - Director	2	(2)	-	-	2	1	-	0	0	
Total Chapter 30	2	(2)	-	-	2	1	-	0	0	
3100 Operational missions - Gas Department	-	-	-	-	8	6	-	2	2	
3101 Operational missions - Electricity Department	-	-	-	-	9	5	-	4	4	
3102 Operational missions - MIT	-	-	-	-	0	0	-	-	-	
3103 Operational missions - MSC	-	-	-	-	4	4	-	0	0	
Total Chapter 31	-	-	-	-	21	15	-	7	7	
3200 Public hearings, workshops, conferences	13	-	13	-	27	20	-	7	7	
3201 Website set-up and maintenance	80	-	80	-	100	35	-	65	65	
3202 Publications, information material	7	-	7	-	9	9	-	-	-	
Total Chapter 32	100	-	100	-	135	63	-	72	72	
3300 Translation at CDT	119	(0)	119	-	240	87	-	153	153	
Total Chapter 33	119	(0)	119	-	240	87	-	153	153	
3500 Infrastructure, hardware licenses, deployment, service desk and operations	370	(0)	370	-	2 436	562	-	1 874	1 874	
3501 Software maintenance, development, testing and software licenses	378	(3)	375	-	1 494	367	-	1 127	1 127	
3502 Surveillance and BI tools customisation, licenses and consultancy	179	(4)	175	-	1 150	841	-	309	309	
3503 Studies, technical writing, coordination, QA and information security	210	(10)	200	-	800	146	-	654	654	
3505 Business enhancements and development of surveillance and conduct tools - Market Surveillance and Conduct Department	-	-	-	-	150	75	-	75	75	
Total Chapter 35	1 136	(17)	1 118	-	6 029	1 991	-	4 039	4 039	
3600 Expert consultations - MIT	-	-	-	-	433	268	-	165	165	
3601 Expert consultations - Gas	67	(7)	60	-	229	27	-	202	202	

Item	Commitments outstanding at the end of previous year				Commitments of the current year				Total commitm. outstanding at year-end
	Commitm. carried for- ward from pre- vious year	Decommit. Revaluation Cancel- lations	Pay- ments	Total	Commit- ments made during the year	Pay- ments	Cancel- lation of commit. which cannot be carried forward	Commit. outstand- ing at year-end	
	1	2	3	4=1+2-3	5	6	7	8=5-6-7	9=4+8
3602 Expert consultations - Electricity	85	(3)	83	-	82	22	-	61	61
3603 Expert consultations - Corporate Services	-	-	-	-	198	-	-	198	198
3604 Expert consultations - MSC	24	-	24	-	-	-	-	-	-
Total Chapter 36	176	(9)	167	-	943	317	-	626	626
Total Title 3	1 533	(28)	1 505	-	7 370	2 474	-	4 896	4 896
GRAND TOTAL	3 079	(136)	2 942	-	22 203	15 567	-	6 637	6 637

7. 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.