

***European Aviation Safety Agency***

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## **Annex 2: Explanatory Note on the EASA 2009 Amending Budget**



## **EASA MB 02/2009**

Cologne, 09 June 2009

### **MB Decision 09-2009 Annex 2 Explanatory note on the EASA 2009 Amending Budget**



As mentioned in the Business Plan document for 2009 and in the explanatory note on 2009 Budget, the Budget adopted in December 2008 did not include the budgetary surplus of 2007 in amount of 2.4 M€. The Agency had indicated at that time that, in order to balance the 2009 budget, it had to cut operational expenditure in Title 3 at a level which was below the level of the 2008 amending budget.

The present draft amending budget is the result of the re-assessment of the resources needed by the Agency taking into consideration the savings which have been identified, especially in the area of Standardisation and the need to restore, at least partially, the amount of appropriations initially forecasted in the areas of Rulemaking studies, International Cooperation and Publication and Communication. It takes also into account the inscription of the carry forward of assigned revenues from Fees and Charges which have been generated in 2008.

The changes can be summarized as follows (amounts in K€):

	2009 Budget			2009 Amending Budget			Variance		
	Fees financed activities	Subsidy financed activities	EASA Total	Fees financed activities	Subsidy financed activities	EASA Total	Fees financed activities	Subsidy financed activities	EASA Total
<b>Income</b>									
F& C Revenue	58.942		<b>58.942</b>	58.942		<b>58.942</b>			
F&C assigned revenues carried over	12.708		<b>12.708</b>	29.509		<b>29.509</b>	16.801		<b>16.801</b>
Subsidy		31.540	<b>31.540</b>		31.540	<b>31.540</b>			
Balance from 2007 Outturn					1.565	<b>1.565</b>		1.565	<b>1.565</b>
Third country contribution		1.554	<b>1.554</b>		1.554	<b>1.554</b>			
Other revenue		1.906	<b>1.906</b>		1.906	<b>1.906</b>			
<b>Total Income</b>	<b>71.650</b>	<b>35.000</b>	<b>106.650</b>	<b>88.451</b>	<b>36.565</b>	<b>125.016</b>	<b>16.801</b>	<b>1.565</b>	<b>18.366</b>
<b>Expenditure</b>									
T1 Staff	28.487	20.552	<b>49.039</b>	28.487	20.601	<b>49.088</b>		49	<b>49</b>
T2 Buildings equipments	8.420	5.788	<b>14.208</b>	8.420	5.788	<b>14.208</b>		0	<b>0</b>
T3 Operating	22.034	7.630	<b>29.665</b>	22.544	9.147	<b>31.691</b>	510	1.516	<b>2.026</b>
T4 Special programmes		1.030	<b>1.030</b>		1.030	<b>1.030</b>			
T5 Provisions	12.708		<b>12.708</b>	28.999		<b>28.999</b>	16.291		<b>16.291</b>
<b>Total Expenditure</b>	<b>71.650</b>	<b>35.000</b>	<b>106.650</b>	<b>88.451</b>	<b>36.565</b>	<b>125.016</b>	<b>16.801</b>	<b>1.565</b>	<b>18.366</b>



### **On the revenue side:**

- Inscription of 1565 K€ as partial use of the balance of the Outturn account from 2007 amounting 2 360 K€
- Inscription of the balance from assigned revenues generated by Fees and Charges, on the Outturn 2008, amounting 16 801 K€.

This amount of Fees and charges assigned revenue carried over will become definitive at the latest on July 1 when the Executive Director has signed the final accounts for 2008 after receiving the Court of Auditor's observations and the opinion of the Management Board.

### **On the expenditure side:**

#### **1. Subsidy financed activities:**

- a. Savings have been identified in the area of Standardisation in amount of **0.5 M€** (Postponement beyond the SAP implementation of a study for performance monitoring systems, alignment of the Technical training contracts with the financial year, more precise assumptions regarding mission cost)
- b. Rulemaking studies have been increased by **1.1 M€** in order to buy the necessary expertise to cover all domains of the extension related to OPS and FCL.
- c. International cooperation expenditure needs to be increased by **0.8 M€** to respond to the increasing expectations from foreign partners that have adopted the European regulations.
- d. Publication and communication budget which had been cut by **0.2 M€** needs to be re-established to increase the communication efforts linked to the Agency's new responsibilities as well as finalise and test the Agency's crisis management and communication procedures.

All those savings and expenses are related to the subsidy financed activities. The net impact amounting 1.6 M€ is financed by the partial use of the Balance of the 2007 Outturn.

#### **2. Fee financed activities:**

Additional appropriations are necessary to cover consultancy expenditures essentially related to the project of reviewing the fees and charges Regulation (0.5M€). It is proposed to finance those expenditures from the fees and charges carried over assigned revenues.