

FINAL

**Financial Statements
Reports on the
Implementation of the
Budget
2016**

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1.1. Introduction

The annual accounts are drawn up in accordance with the Financial Regulation of European Border and Coast Guard Agency (hereinafter Frontex). The annual accounts of Frontex include the financial statements and the report on implementation of the budget.

The objectives of financial statements are to provide information about the financial position, performance and cash flows of Frontex.

The financial statements have been prepared according to the accounting rules adopted by the European Commission's accountant, following the principles of accrual based accountancy where the economic outturn, balance and cash flow are concerned. It should be noted that under Frontex Financial Regulation, the accounts consist of the general accounts and the budget accounts, both kept in euro.

The general accounts are accrual accounts which mean that the effects of transactions and other events are recognised when those transactions or events occur (and not only when cash or its equivalent is received or paid). They are based on the IPSAS (International Public Sector Accounting Standards). The general accounts allow for the preparation of the financial statements as they show all revenues and expenses for the financial year and are designed to establish the financial position in the form of a balance sheet at 31 December.

According to Article 82 of Frontex Financial Regulation, Agency's Accounting Officer shall send to the Commission's Accounting Officer and the Court of Auditors by no later than 1st of March of the following year its provisional accounts, together with the report on budgetary and financial management during the year.

The European Court of Auditors (ECA) adopted on 16 May 2017 its preliminary observations on the 2016 provisional accounts of Frontex with their Reference-Number CH4089438 EN02-17PP-CH049-17FIN-RAS-Frontex_2016-OR.

On receiving the ECA's preliminary observations, the accounting officer draws up and signs off the final accounts of the Agency.

The Executive Director shall send the final accounts, together with the opinion of the Management Board, to the Commission's Accounting Officer, the Court of Auditors, the European Parliament and the Council, by 1st of July of the following year at the latest.

Finally the final accounts are presented to the Council and Parliament for discharge.

The final annual accounts will be published on Frontex website:

<http://frontex.europa.eu/about-frontex/governance-documents/>

1.2. Accounting principles

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

The accounting principles to be followed when preparing the financial statements are laid down in EU Accounting rule 2 and are the same as those described in IPSAS 1, that is:

Fair presentation

Financial statements shall present fairly the financial position, financial performance and cash flows of an entity. Fair presentation requires the faithful representation of the effects of transactions, other events and conditions in accordance with the definitions and recognition criteria for assets, liabilities, revenue and expenses set out in EC accounting rules. The application of EC accounting rules, with additional disclosures when necessary, is presumed to result in financial statements that achieve a fair presentation (EU Accounting Rule 2).

Accrual Basis

In order to meet their objectives, financial statements are prepared on the accrual basis of accounting. Under this basis, the effects of transactions and other events are recognised when they occur (and not as cash or its equivalent is received or paid) and they are recorded in the accounting records and reported in the financial statements of the periods to which they relate (EU Accounting Rule 2).

Going concern basis

When preparing financial statements an assessment of an entity's ability to continue as a going concern shall be made. Financial statements shall be prepared on a going concern basis unless there is an intention to liquidate the entity or to cease operating, or if there is no realistic alternative but to do so. These financial statements have been prepared in accordance with the going concern principle, which means that Frontex is deemed to have been established for an indefinite duration (EU Accounting Rule 2).

Consistency of presentation

According to this principle the presentation and classification of items in the financial statements shall be retained from one period to the next (EU Accounting Rule 2).

Aggregation

Each material class of similar items shall be presented separately in the financial statements. Items of a dissimilar nature or function shall be presented separately unless they are immaterial (EU Accounting Rule 2).

Offsetting

Assets and liabilities, and revenue and expenses, shall not be offset unless required or permitted by an EU Accounting rule (EU Accounting Rule 2).

Comparative Information

Except when an EU accounting rule permits or requires otherwise, comparative information shall be disclosed in respect of the previous period for all amounts reported in the financial statements. When the presentation or classification of items in the financial statements is amended, comparative amounts shall be reclassified unless the reclassification is impracticable (EU Accounting Rule 2).

The qualitative characteristics of financial reporting are relevance, reliability, understandability and comparability which are explained in EU Accounting Rule 2 and IPSAS 1.

Currency

Frontex financial statements are presented in euro, the euro being the European Union's functional and reporting currency.

Economic transactions in other currencies than in euro have been converted into euro on the basis of European Commission's official rate "Infor-Euro".

Due to the Agency's location outside of Euro-zone, a substantial number of transactions during reporting period occurred in Polish Zlotys. Foreign currency exchange rate gains and losses resulting from transactions in other currencies than euro have been reflected in the Statement of Financial Performance.

Year-end balances of monetary assets and liabilities denominated in foreign currencies are converted into euro on the basis of the exchange rates applying on 31 December 2016.

Chart of Accounts

The chart of accounts used by Frontex follows the structure of the chart of accounts of the European Commission (PCUE).

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, provisions, financial risk on inventories and accounts receivables, accrued income and charges, contingent assets and liabilities. Actual results could differ from those estimates. Changes in estimates are reflected in the period in which they become known.

NOTE DRAWN UP BY THE ACCOUNTING OFFICER

The annual accounts of Frontex for the year 2016 have been prepared in accordance with the Title IX of the Financial Regulation applicable to the general budget of the European Union, the accounting rules adopted by the Commission's Accounting Officer, and the accounting principles and methods adopted by myself.

I acknowledge my responsibility for the preparation and presentation of the annual accounts of Frontex in accordance with Article 68 of the Financial Regulation and with Article 50 of the Financial Regulation of the European Agency for the Management of the Operational Cooperation at the External Borders of the Member States of the European Union.

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

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

Warsaw, 21 June 2017

[signed]

Klaus Ohlmann
Accounting Officer

2. FINANCIAL STATEMENTS 2016

2.1. Balance Sheet

	Note	31.12.2016	31.12.2015	Variation
A. NON CURRENT ASSETS				
Intangible fixed assets	3.1.1.1	2.313.432,00	3.333.506,00	-1.020.074,00
Tangible fixed assets	3.1.1.2	3.939.170,00	3.448.351,00	490.819,00
Plant and equipment		108.840,00	42.735,00	66.105,00
Computer hardware		2.627.979,00	2.101.457,00	526.522,00
Furniture and vehicles		760.512,00	795.527,00	-35.015,00
Other fixtures and fittings		441.839,00	508.632,00	-66.793,00
Long-term receivables	3.1.1.3	0,00	0,00	0,00
TOTAL NON CURRENT ASSETS		6.252.602,00	6.781.857,00	-529.255,00
B. CURRENT ASSETS				
Short-term pre-financing	3.1.2.1	10.865.061,64	1.878.153,58	8.986.908,06
Short-term receivables	3.1.2.2	96.846.252,65	50.591.078,22	46.255.174,43
Current receivables		2.673.532,13	4.702.295,52	-2.028.763,39
Sundry receivables		92.885.038,57	38.212.187,45	54.672.851,12
Other		1.287.681,95	7.676.595,25	-6.388.913,30
Cash and cash equivalents	3.1.2.3	18.161,66	43.836,86	-25.675,20
TOTAL CURRENT ASSETS		107.729.475,95	52.513.068,66	55.216.407,29
TOTAL ASSETS		113.982.077,95	59.294.925,66	54.687.152,29

C. NET ASSETS		2016	2015	
Accumulated surplus/deficit		19.396.976,55	16.248.444,96	3.148.531,59
Economic result of the year		15.955.565,18	3.148.531,59	12.807.033,59
TOTAL NET ASSETS		35.352.541,73	19.396.976,55	15.955.565,18
D. CURRENT LIABILITIES				
Provisions for risks and charges	3.1.3.1	66.864,44	14.600,00	52.264,44
Accounts payables	3.1.3.2	78.562.671,78	39.883.349,11	38.679.322,67
Current payables		21.708.421,24	9.859.263,42	11.849.157,82
Sundry payables		36.433,49	99.550,91	-63.117,42
Other		56.817.817,05	29.924.534,78	26.893.282,27
Accrued charges		44.604.299,01	26.717.596,28	17.886.702,73
Accounts payable with consolidated EC entities		12.213.518,04	3.206.938,50	9.006.579,54
TOTAL CURRENT LIABILITIES		78.629.536,22	39.897.949,11	38.731.587,11
TOTAL LIABILITIES		113.982.077,95	59.294.925,66	54.687.152,29

2.2. Statement of Financial Performance

	Note	2016	2015
Operating revenue:	3.2.1		
Revenues from administrative operations		682.931,60	1.683.577,08
Other		227.906.362,75	138.698.625,19
Operating Revenue total		228.589.294,35	140.382.202,27
Operating expenses:	3.2.2		
Administrative expenses:		-46.655.367,65	-37.389.749,86
Staff expenses		-18.713.586,84	-16.389.160,42
Fixed asset related expenses		-2.983.691,12	-3.767.467,43
Other administrative expenses		-24.958.089,69	-17.233.122,01
Operating expenses:		165.977.525,58	-99.841.863,75
Other operating expenses		165.977.525,58	-99.841.863,75
Operating expenses total		212.632.893,23	137.231.613,61
Surplus/(deficit) from operating activities		15.956.401,12	3.150.588,66
Financial operations expenses	3.2.3	-835,94	-2.057,07
Surplus/(deficit) from non-operating activities		-835,94	-2.057,07
Surplus/(deficit) from ordinary activities		15.955.565,18	3.148.531,59
Economic result for the year		15.955.565,18	3.148.531,59

2.3. Cash Flow

(Indirect method)

	2016	2015
Surplus/(deficit) from ordinary activities	15.955.565,18	3.148.531,59
Operating activities		
- Amortization (intangible fixed assets)	1.595.281,35	2.012.433,97
Depreciation (tangible fixed assets)	1.378.793,11	1.074.192,42
Increase/(decrease) in Provisions for risks and liabilities	52.264,44	-5.560,00
(Increase)/decrease in Short term Pre-financing	-8.986.908,06	-1.765.856,14
(Increase)/decrease in Long term Receivables	0,00	0,00
(Increase)/decrease in Short term Receivables	-46.255.174,43	-35.314.116,12
Increase/(decrease) in Accounts payable	38.679.322,67	15.892.636,05
Net Cash Flow from operating activities	2.419.144,26	-14.957.738,23
Investing activities		
Purchase of tangible and intangible fixed assets (-)	-2.444.819,46	-3.590.994,07
Proceeds from tangible and intangible fixed assets (+)		
Net cash flow from investing activities	-2.444.819,46	-3.590.994,07
Net increase/(decrease) in cash and cash equivalents	-25.675,20	-18.548.732,30
Cash and cash equivalents at the beginning of the period	43.836,86	18.592.569,16
Cash and cash equivalents at the end of the period	18.161,66	43.836,86

2.4. Statement of Changes in Net Assets

Net assets	Reserves		Accumulated Surplus / Deficit	Economic result of the year	Capital (total)
	Fair value reserve	Other reserves			
Balance as of 31 December 2015	0,00	0,00	16.248.444,96	3.148.531,59	19.396.976,55
Allocation of the economic result of previous year	0,00	0,00	3.148.531,59	-3.148.531,59	0,00
Economic result of the year 2016	0,00	0,00		15.955.565,18	15.955.565,18
Balance as of 31 December 2016	0,00	0,00	19.396.976,55	15.955.565,18	35.352.541,73

3. ANNEX TO FINANCIAL STATEMENTS

3.1. Notes to the Balance Sheet

3.1.1. Non current assets

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

Fixed assets are assets with an acquisition price value above 420.00 euro and are expected to be used during more than one year. Assets, which do not fall under the above described criteria, have been charged against expenses and are reflected in the Statement of Financial Performance. Repairs and maintenance are recognised as running expenses during the financial period in which they are incurred.

The assets were valued in the financial statements at their purchase price minus depreciations, in order to give a fair view of Frontex assets.

Depreciation is the systematic allocation of the depreciable amount of an asset over its useful life. The depreciation method chosen is the straight-line method. Frontex fixed assets are depreciated on a monthly basis. The depreciation rates are the coefficients used at the European Commission. The applied depreciation annual percentage rates per asset types are as follows:

Intangible fixed assets:

Computer software	25.0%
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Tangible fixed assets:

Specific equipment	25.0%
Transport equipment	25.0%
Computers, servers, printers etc.	25.0%
Telecommunications and audio-visual equipment	25.0%
Security, safety and protective equipment	12.5%
Equipment for kitchen	12.5%
Office furniture	10.0%

3.1.1.1. Intangible fixed assets

	Computer Software	Other Intangible fixed assets	Intangible assets under construction	Total
Gross carrying amounts 01.01.2016	9.341.931,41	20.130,76	0,00	9.362.062,17
Additions	1.075.920,35	0,00	0,00	1.075.920,35
Transfer between headings	0,00	0,00	0,00	0,00
other changes	-500.713,00	0,00	0,00	-500.713,00
Gross carrying amounts 31.12.2016	9.917.138,76	20.130,76	0,00	9.937.269,52
Accumulated amortization and impairment 01.01.2016	-6.008.425,41	-20.130,76	0,00	-6.028.556,17
Amortization	-1.595.281,35	0,00	0,00	-1.595.281,35
Transfer between headings	0,00	0,00	0,00	0,00
Accumulated amortization and impairment 31.12.2016	-7.603.706,76	-20.130,76	0,00	-7.623.837,52
Net carrying amounts 31.12.2016	2.313.432,00	0,00	0,00	2.313.432,00

Intangible assets are identifiable non-monetary assets without physical substance.

Frontex intangible fixed assets consist mainly of computer software and intangible assets under construction. At 31.12.2016, the Agency had various projects of different scope and nature ongoing, the costs of which were capitalised in case they reached the internal threshold for capitalisation.

3.1.1.2. Tangible fixed assets

	Plant and Equipment	Computer hardware	Furniture and vehicles	Other Fixtures and Fittings	Total
Gross carrying amounts 01.01.2016	197.451,80	10.705.143,58	1.190.339,48	2.314.842,62	14.407.777,48
Additions	85.332,40	1.509.326,79	103.864,85	171.088,07	1.869.612,11
Write offs	0,00	0,00	0,00	0,00	0,00
Transfer between headings	0,00	0,00	0,00	0,00	0,00
Gross carrying amounts 31.12.2016	282.784,20	12.214.470,37	1.294.204,33	2.485.930,69	16.277.389,59
Accumulated amortization and impairment 01.01.2016	-154.716,80	-8.603.686,58	-394.812,48	-1.806.210,62	-10.959.426,48
Depreciation	-19.227,40	-982.804,79	-138.879,85	-237.881,07	-1.378.793,11
Write-back of depreciation	0,00	0,00	0,00	0,00	0,00
Transfer between headings	0,00	0,00	0,00	0,00	0,00
Other changes	0,00	0,00	0,00	0,00	0,00
Accumulated amortization and impairment 31.12.2016	-173.944,20	-9.586.491,37	-533.692,33	-2.044.091,69	-12.338.219,59
Net carrying amounts 31.12.2016	108.840,00	2.627.979,00	760.512,00	441.839,00	3.939.170,00

Tangible fixed assets are assets that are held by Frontex 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.

Frontex tangible fixed assets consist of office furniture, printing and mailing equipment, transport vehicles, computers, servers and accessories, printers, copying equipment, audiovisual equipment, security equipment and other electronic office equipment.

3.1.1.3 Financial assets

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

3.1.1.3. Long-term receivables

There are no amounts to be received after the end of the following financial year.

3.1.2. Current assets

3.1.2.1. Short-term pre-financing

Pre-financing (PF) is a payment intended to provide the beneficiary with a float, i.e. cash advance. It may be split into a number of payments over a period defined in the particular pre-financing agreement. The float or advance shall be used for the purpose for which it was provided during the period defined in the agreement. If the beneficiary does not incur eligible expenditures, he has the obligation to return the pre-financing advance to Frontex.

The amount of the pre-financing is reduced (wholly or partially) by the acceptance of eligible costs and amounts returned, and this amount is recognised as an expense.

The short-term pre-financing balance amounts to **10.865.061,64** Euro. It consists of the following items:

- 37.937.002,69 Euro pre-financing payments made to beneficiaries in relation to Frontex grant agreements and other forms of operational pre-financing, and 106.226,91 Euro administrative pre-financing payments;
- (27.178.167,96) Euro estimated eligible amounts not yet cleared at year-end but deducted from pre-financing payments made to beneficiaries.

Analysis of Pre-Financing:

A.) Operational PF	37.937.002,69
Out of the 37.9 Mio operational PF, the distinction into 4 categories was made as follows:	
1.) Grants	
PF paid	22.271.635,98
Accruals on grants	-21.832.117,91
2.) Staff missions	
PF paid	735.228,55
Accruals on staff missions	-571.366,34
3.) other operational	
PF paid	941.847,74
accruals on other operational	-675.794,21
4.) EU Agencies / int. Organisations	13.988.290,42
Accrual EUSC	-2.320.000,00
Accrual EASO	-83.041,73
Accrual international Organisations	-1.229.290,28
Accrual EMSA	-396.410,58
Accruals on operational PF	-27.108.021,05
B.) Administrative PF	106.226,91
Accruals on administrative PF	-70.146,91
C.) Total Accrued charges on PF	-27.178.167,96
Open pre-financing as of 31.12.16	10.865.061,64

3.1.2.2. Short-term receivables

Receivables from:	Balance as at 31.12.2016				Balance as at 31.12.2015			
	Total	Doubtful amounts	Amounts written off	Net value	Total	Doubtful amounts	Amounts written off	Net value
Current receivables:	2.673.532,13	0,00	0,00	2.673.532,13	4.702.295,52	0,00	0,00	4.702.295,52
VAT	2.650.469,31	0,00	0,00	2.650.469,31	4.670.038,13	0,00	0,00	4.670.038,13
Member States	1.013,69	0,00	0,00	1.013,69	29.809,01	0,00	0,00	29.809,01
Customers	1.443,99	0,00	0,00	1.443,99	866,03	0,00	0,00	866,03
Other	20.605,14	0,00	0,00	20.605,14	1.582,35	0,00	0,00	1.582,35
Other receivables:	1.287.681,95	0,00	0,00	1.287.681,95	7.676.595,25	0,00	0,00	7.676.595,25
Deferred charges	622.539,64	0,00	0,00	622.539,64	400.201,13	0,00	0,00	400.201,13
Accrued income	312.596,73	0,00	0,00	312.596,73	7.276.394,12	0,00	0,00	7.276.394,12
EFTA	352.545,58	0,00	0,00	352.545,58	0,00	0,00	0,00	0,00
Sundry receivables:	92.885.038,57	0,00	0,00	92.885.038,57	38.212.187,45	0,00	0,00	38.212.187,45
Staff	137.313,41	0,00	0,00	137.313,41	90.672,52	0,00	0,00	90.672,52
Autom.liason acc.	-167.361.769,43	0,00	0,00	167.361.769,43	11.593.502,65	0,00	0,00	11.593.502,65
Manual liason acc.	260.109.494,59	0,00	0,00	260.109.494,59	26.528.012,28	0,00	0,00	26.528.012,28
Total	96.846.252,65	0,00	0,00	96.846.252,65	50.591.078,22	0,00	0,00	50.591.078,22

Receivables are carried at original invoice amount less write-down for impairment. A write-down for impairment of receivables is established when there is objective evidence that Frontex will not be able to collect all amounts due according to the original terms of receivables.

Frontex receivables as at 31.12. 2016 comprise of following items:

Current receivables 2.673.532,13 Euro:

- VAT to be recovered from Polish Taxation Authorities relating to invoices paid during year 2016. In accordance with taxation regulations, Frontex is entitled to VAT exempt purchases with value of greater than 500.00 PLN;
- Other receivables refer to amounts to be received from debtors.

Other receivables 1.287.681,95 Euro:

- Deferred charges relate to prepaid expenses paid in 2016 but relate to year 2017 expenditure (newspapers subscriptions, insurance, rent etc);
- Accrued income of 312.596,73 includes 2016 income for which debit notes will be issued next year.

Sundry receivables include various advance payments to staff that will be settled next year, and they include the “virtual” treasury position of the Agency as regards the Centralised Treasury with the European Commission:

Centralised Treasury

With the effective date of 19 Oct. 2015, Frontex had implemented the Centralised Treasury Management with the European Commission DG Budget.

The Centralised Treasury Management by DG Budget includes, amongst others, the services of:

- Bank execution of the payments
- Receipt of the European Commission subsidy and of other income
- Cash management
- Treasury

As a consequence of the implementation of the Centralised Treasury Management, the Agency closed, with exception of the imprest accounts, its main bank accounts.

The payments are now executed by DG Budget on behalf of Frontex and, at accounting level, they credit the intercompany liaison account. The intercompany liaison account is disclosed in the sundry receivables table above.

The balance of the automatic and manual account replaces the balance of the main bank accounts and represents the “virtual” treasury position of the Agency which amounts at the end of the year to EUR 92.885.038,57.

3.1.2.3. Cash and cash equivalents

	PLN	EUR	Exchange rate	Total EUR
<i>Current accounts:</i>				
Bank account PLN	0,00		4,4103	0,00
Bank account EUR		0,00	1,0000	0,00
<i>Imprest accounts:</i>				
Bank account PLN	18.782,13		4,4103	4.258,70
Bank account EUR		13.902,96	1,0000	13.902,96
Total	18.782,13	13.902,96		18.161,66

Cash and cash equivalents refer to the Agency's funds held on bank accounts.

As a consequence of the Agency's implementation of the Central Treasury with the European Commission, Frontex had closed its main bank accounts held with private banks. The balance of the automatic and manual liaison account represents the net virtual cash position with the European Commission disclosed among sundry receivables, as above.

Thus the Agency only holds a small amount of actual cash for the purpose of the imprest accounts, one bank account in Polish Zlotys and one bank account in EUR.

3.1.3. Current liabilities

3.1.3.1. Provisions for risks and charges

A provision is a liability of uncertain timing or amount. Provisions can be distinguished from other liabilities such as payables and accruals because there is uncertainty about the timing or amount of the future expenditure required in settlement.

The financial statements include estimates for legal costs with a financial impact of 66.864,44 Euro.

3.1.3.2. Accounts payables

	Balance as at 31.12.2016	Balance as at 31.12.2015
Current payables:	21.708.421,24	9.859.263,42
Member States	17.409.934,12	9.307.411,07
Vendors	1.151.982,78	404.368,05
Other payables from public bodies	54.439,28	65.512,28
Third States	498.307,45	46.273,60
EFTA	2.593.757,61	35.698,42
Sundry payables:	36.433,49	99.550,91
Other payables:	56.817.817,05	29.924.534,78
Accrued charges and deferred income	44.152.258,57	26.479.840,45
Accounts payable with consolidated EC entities	12.213.518,04	3.206.938,50
Untaken holiday leave	452.040,44	237.755,83
Total	78.562.671,78	39.883.349,11

Payables are amounts due to a creditor, including transactions arising from the purchase of goods and services. Frontex accounts payable are stated at the amount they are to be paid within one year.

Current payables of 21.708.421,24 Euro consist of amounts owed by Frontex at the end of the reporting period for invoices, claims and requests for reimbursement that have been received in 2016 but remained unpaid at year end.

Sundry payables of 36.433,49 Euro comprise of amounts to be received for goods delivered in 2016.

Accrued charges 44.152.258,57 Euro represent estimate of liabilities that are not supported by invoices or cost claims or expense summaries at the end of the reporting period. Accrued charges have been estimated on the basis of accounting information provided by authorising officers and authorising officers by delegation.

The amount of 452.040,44 Euro refers to the Agency staff untaken holidays as at 31.12.2016, i.e. holiday days carried over to next year.

By the end of 2016, the Agency had received the amount of 15.721.000 EUR under the Delegation Agreement with the European Union, represented by the European Commission (DG GROW) on the implementation of border surveillance components (COPERNICUS).

The Commission had entrusted budget implementation tasks to the Agency in accordance with the ‘Copernicus Regulation’. Discharge in respect of the delegated funds is given to the Commission (not to the agency).

Transactions relating to the delegation agreement are booked in the agency’s general accounts and included in its financial statements. The funds, received by the agency from the Commission through delegation agreements, fulfil the definition of a liability in the sense of EC accounting rule 2.

The agency consequently books the pre-financings received from the Delegation Agreement in its general accounts. Excluding these transactions from the agencies accounts would mean the financial statements would not reflect a true and fair view.

Pre-financing received in total reached the amount of 236,578,872 EUR and is composed of:

218.686.000,00	Balancing Subsidy	DG HOME
2.171.872,00	Grant for pillar assessed organisations	DG NEAR
15.721.000,00	COPERNICUS Delegation Agreement	DG GROW
236.578.872,00		

3.2. Notes to the Statement of Financial Performance

3.2.1. Operating revenue

	2016
Operating revenues:	
EC (Subsidy)	211.741.766,02
Switzerland contribution	9.878.000,00
Norway contribution	5.645.000,00
UK contribution	0,00
Exchange rate gains	565.420,79
Iceland contribution	236.000,00
Ireland contribution	0,00
Liechtenstein contribution	93.000,00
Other operating revenue	341.973,54
Fixed assets related revenue	88.134,00
Total	228.589.294,35

In accordance with the principle of accrual-based accounting, the financial statements shall show the income for the financial year, i.e. when they were recognised, regardless of the date of collection.

Frontex revenue consists mainly of non-exchange transactions. In a non-exchange transaction, 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.

As mentioned above under 3.1.3.2, the Agency had received by the end of 2016 the amount of 15.721.000 EUR from the European Commission under the Delegation Agreement COPERNICUS. Out of this amount, the Agency had generated accrued income of 4,841,130.70 EUR by the execution of entrusted implementation tasks.

According to Article 1(1) of Management Board Decision 3/2016 on the practical arrangements for participation in and financial contribution to Frontex activities by the United Kingdom and Ireland, the UK and Ireland cover their respective costs for participation in Frontex activities. This is considered as their financial contribution to the activity.

Other operating revenue takes into account reimbursements of expenses.

3.2.2. Operating expenses

	2016
Administrative Expenses:	46.655.367,65
Staff expenses	18.713.586,84
Fixed Assets Expenses	2.983.691,12
Other Administrative Expenses:	24.958.089,69
Experts and meetings	4.553.523,57
Office premises rent and maintenance	4.791.312,87
ICT supportive services	4.578.228,86
Other goods and services	8.816.230,95
Office Supplies and maintenance	671.498,98
Communications and publications	613.718,13
Missions	527.623,13
Training costs	97.348,21
Recruitment costs	210.565,55
Publicity and Legal Expenses	98.039,44
Operational Expenses:	165.977.525,58
Operational expenses	165.348.650,46
Exchange rate losses	628.875,12
Operating expenses total	212.632.893,23

In accordance with the principle of accrual-based accounting, the financial statements shall show the charges for the financial year, i.e. when they were recognised, regardless of the date of payment.

Administrative expenses in the total amount of 46.655.367,65 Euro relate to the Agency's administrative activities (budget titles 1: Staff and 2: Other administrative expenditure).

Staff expenses include Frontex staff related costs (basic salaries, allowances, contract agents, family allowances, insurance, social contributions etc.) covered by the Conditions of Employment of Other Servants of the European Communities.

Fixed assets expenses reflect depreciation charges for the year and net value of assets written off in 2016.

Administrative expenses consist of other expenses incurred from Frontex daily activities, such as rent of premises, Seconded National Experts' allowances, meetings organizing expenses, office supplies etc.

Operational expenses equalling to 165.977.525,58 Euro relate to Frontex operational activities (budget title 3: Operational activities, and budget title 4: Earmarked expenditure).

As mentioned above under 3.1.3.2, the Agency had received by the end of 2016 the amount of 15.721.000 EUR from the European Commission under the Delegation Agreement COPERNICUS. Out of this amount, the Agency had total costs of the year in amount of 4,841,130.70 EUR by the execution of entrusted implementation tasks:

Operational Expenses:	165.977.525,58
Copernicus:	4.841.130,70

3.2.3. Staff expenses

The salary calculations giving the total staff expenses included in the Statement of financial performance of Frontex are externalized to the Office for administration and payment of individual entitlements (also known as the Paymaster's Office-PMO), based on the Service Level Agreement between Frontex and PMO.

Frontex is responsible for the communication to the PMO of the necessary information allowing the determination of rights and calculation of the staff costs.

[Further information about the Paymaster's Office-PMO may be available by the official website of the European Commission. Information about audits carried out by the European Court of Auditors on the PMO may be obtained by the official website of the European Court of Auditors.]

3.2.4. Financial expenses

Financial expenses totalling to 835.94 Euro relate to paid bank fees and to late payment interests to vendors.

3.2.5. Economic result for the year

The economic result for the year is a surplus of 13.405.892,33 Euro. In the previous year, the economic result was a surplus of 3.148.531,59 Euro. This gives a total variation for both years of 10.257.360,74 Euro.

The main reason for this variation may be mainly explained by the increase in the Agency's revenues by 88.207.092,08 Euro, whereas the expenses increased by 77.949.731,34 Euro.

3.2.6. Cash Flow

By the end of 2016, the Agency hold funds in cash and cash equivalents on bank accounts in the amount of 18.161,66 Euro.

At the beginning of the reporting period the cash amounted to 43.836,86 Euro which gives a decrease in cash and cash equivalents of 25.675,20 Euro.

This significant low level of cash and cash equivalent hold by the Agency is due to the implementation of the Centralised Treasury with DG Budget, as a result of which the funds had to be reclassified as Receivables and not as Cash (see also above 3.1,2,2, and 3.1.2.3).

3.3. Off balance sheet items

3.3.1. Contingent assets

A contingent asset is a possible asset that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Agency.

As at 31.12.2016 Frontex had a guarantee in amount of 200.000 Euro.

3.3.2. Contingent liabilities

A contingent liability is a possible obligation that arises from past events and of which the existence will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Agency, or a present obligation that arises from past events but is not recognised because:

- It is not probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation; or
- The amount of the obligation cannot be measured with sufficient reliability.

Operating lease

The total of future minimum lease payments under non-cancellable operating leases for each of the following periods is estimated:

- (i) Not later than one year: 5.145.619,55 EUR
 - (ii) Later than one year and not later than five years: 10.291.239,10 EUR
 - (iii) Later than five years: not applicable,
- according to EU Accounting Rule 8 Leases.

Finance lease

Frontex has not entered into finance lease contracts.

Commitments for future funding

RAL - Commitments against appropriations not yet consumed amount to 32.761.211,25 Euro (i.e. total RAL for budgetary commitments 89.261.027,73 Euro less cut-off expenses 56.499.816,48 Euro included in the economic outturn).

Legal cases

Frontex has ongoing litigation related to staff cases; legal fees have been provided for in the Provision for risks and charges in amount of 66.864,44 EUR.

3.4. Related parties

By the end of the reporting period Frontex is managed by the Executive Director who also performs the duties of the Authorising Officer. However, in accordance with Frontex Financial Regulation Article 34, the Executive Director may delegate his powers of budget implementation to staff of the Agency covered by the Staff Regulations, in accordance with the conditions laid down by the financial rules, within the meaning of Article 185 of the general Financial Regulation, adopted by the Management Board.

As at 31.12.2016 Frontex had in total

- 1 Authorising Officer
- 31 Authorising Officers by Delegation

who were staff of the Agency covered by the Staff Regulations. No loans were provided to any staff.

3.5. Events after the balance sheet date

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

3.6. Economic result / prior period adjustment

The economic result for the year 2016 is a surplus of 15.955.565,18 Euro, for the year 2015 it is a surplus of 3.148.531,59 EUR.

Under-estimation of costs in 2015:

For the financial year 2015, after submission of the final accounts to the budgetary authority, the European Court of Auditors made the observation that the financial statements 2015 contained an under-estimation of not yet finally invoiced costs on pre-financing:

The Agency underestimated the cost incurred in 2015 but not yet finally invoiced for pre-financed services related to maritime surveillance by 1.723.336,62 million Euro.

The disclosure of the nature and amount of this under-estimation is made according to European Commission Accounting Rule 14, para 5.2.

3.7. Financial Instruments

Financial instruments comprise cash, current receivables and recoverables, current payables, amounts due to and from consolidated entities. Financial instruments give rise to liquidity, credit, interest rate and foreign currency risks, information about which and how they are managed is set out below.

The carrying amounts of financial instruments are as follows:

2016	
Financial assets	
Current receivables	2.673.532,13
Other receivables	94.172.720,52
Cash and deposits	18.161,66
Total financial assets	96.864.414,31
Financial liabilities	
Current payables	21.708.421,24
Sundry payables	36.433,49
Other payables	56.817.817,05
Total financial liabilities	78.562.671,78
Total net financial instruments	18.301.742,53

Liquidity risk

Liquidity risk is the risk that arises from the difficulty of selling an asset; for example, the risk that a given security or asset cannot be traded quickly enough in the market to prevent a loss or meet an obligation.

Liquidity risk arises from the ongoing financial obligations, including settlement of payables.

Frontex manages liquidity risk by continually monitoring forecast and actual cash flows.

The table below provides detail on the contractual maturity of all financial instruments and other assets and liabilities.

Liquidity risk				
At 31 December 2016	< 1 year	1-5 years	> 5 years	Total
Payables with third parties	21.744.854,73	0,00	0,00	21.744.854,73
Payables with consolidated entities	12.213.518,04	0,00	0,00	12.213.518,04
Totals	33.958.372,77	0,00	0,00	33.958.372,77

Bank accounts opened in the name of Frontex / the balance of the liaison accounts may not be overdrawn.

Treasury and payment operations are highly automated and rely on modern information systems. Specific procedures are applied to guarantee system security and to ensure segregation of duties in line with the Financial Regulation, the internal control standards, and audit principles.

Credit risk

Credit risk is the risk of loss due to a debtor's/borrower's non-payment of a loan or other line of credit (either the principal or interest or both) or other failure to meet a contractual obligation. The default events include a delay in repayments, restructuring of borrower repayments and bankruptcy.

Treasury resources are kept with commercial banks. The EU contribution is requested 4 times a year based on cash forecasts.

The maximum exposure to credit risk is:

Credit risk							
2016							
	Available for sale	Loans	Receivables with Member States	Receivables with Third parties	Receivables with consolidated entities	Short term deposits	Cash and cash equivalents
Counterparties with external credit rating	0,00	0,00				0,00	
Prime and high grade							
Upper medium grade							18,161,66
Lower medium grade			2,651.483,00				
Non-investment grade							
Unassigned							
Counterparties without external credit rating				94.194.378,75	390,90		
Debtors who never defaulted							
Debtors who defaulted in past							

Interest rate risk

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

It is recognised that interest rates fluctuate. Frontex does not consider it to be material.

Frontex treasury does not borrow any money; as a consequence it is not exposed to interest rate risk.

Fair value

The estimated fair values of all financial instruments of Frontex are equal/approximate to their book values as at the end of the reporting period. All financial assets and liabilities are receivable or repayable on demand or within one year.

4. REPORTS ON IMPLEMENTATION OF THE BUDGET 2016

4.1. Budgetary principles

In Accordance with Frontex Financial Regulation Title II, the establishment and implementation of the budget of the Agency shall comply with the following principles:

a) 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 Agency's budget.

An appropriation must not be entered in the budget if it is not for an item of expenditure considered necessary.

No expenditure may be committed or authorised in excess of the appropriations authorised by the budget.

b) Principle of annuality

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

c) Principle of equilibrium

This means that the budget revenue and payment appropriations must be in balance.

d) Principle of unit of account

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

e) 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.

f) Principle of specification

The appropriations in their entirety shall be earmarked for specific purposes by title and chapter; the chapters shall be further subdivided into articles and items.

g) Principle of sound financial management

Budget appropriations shall be used in accordance with the principle of sound financial management - in accordance with the principles of economy, efficiency and effectiveness.

h) Principle of transparency

The budget is established and implemented and the accounts presented in compliance with the principle of transparency - the budget and amending budgets are published in the Official Journal of the European Communities.

4.2. Statement of Comparison of Budget and Actual Amounts 2016

REVENUE								
Budget item	Original budget (1)	Budget amendments (2)	Final budget (3)	Entitlements established (4)	Cashed (5)	Difference Final-Actual (6)=(3)-(5)	Receipts as % of budget (7)=(5)/(3)	Outstanding (8)=(4)-(5)
9000 Subsidy from the Community Contributions from the Schengen Associated	238,686,000.00	-20,000,000.00	218,686,000.00	218,686,000.00	218,686,000.00	0.00	100.00%	0.00
9010 Countries	15,249,000.00	-1,278,000.00	13,971,000.00	15,852,000.00	15,852,000.00	-1,881,000.00	113.46%	0.00
9100 Other revenue	100,000.00	0.00	100,000.00	2,630,852.10	2,255,963.27	-2,155,963.27	-	374,888.83
9401 Earmarked Revenue	p.m.	p.m.	p.m.	14,892,872.00	14,892,872.00	-14,892,872.00	-	0.00
Total	254,035,000.00	-21,278,000.00	232,757,000.00	252,061,724.10	251,686,835.27	-18,929,835.27		374,888.83

EXPENDITURE									
Budget title	2016 budget (1)	Assigned revenue (2)	Carried over from 2015 (3)	Total budget (4)=(1)+(2)+(3)	Payments made (5)	% of total budget (6)=(5)/(4)	Difference Total-Actual (7)=(4)-(5)	Carried over to 2016 (8)	Not used (9)=(4)-(5)-(8)
1 Staff	25.965.000,00	14.668,30	145.739,52	26.125.407,82	23.632.968,54	90,46%	2.492.439,28	429.684,00	2.062.755,28
2 Administration	15.570.000,00	45.755,36	3.207.065,44	18.822.820,80	11.795.178,06	62,66%	7.027.642,74	6.405.342,00	622.300,74
3 Operating expenditure	191.222.000,00	2.300.215,96	40.490.357,48	234.012.573,44	155.580.731,43	66,48%	78.431.842,01	67.278.525,00	11.153.317,01
4 Earmarked expenditure	p.m.	p.m.	p.m.	21.181.426,00	8.195.994,00	38,69%	12.985.432,00	12.985.432,00	0,00
Total	232.757.000,00	2.360.639,62	43.843.162,44	300.142.228,06	199.204.872,03	66,37%	100.937.356,03	87.098.983,00	13.838.373,03

Summary of key points

The originally adopted budget of EUR 254.0m was amended twice, resulting in the final budget of EUR 232.8m.

Regular budget (C1):

- Commitment level at **98%** (EUR 227.9m out of EUR 232.8m budgeted);
- Payment level at **66%** (EUR 153.8m out of EUR 232.8m budgeted);
- EUR 4.9m cancelled;
- Funds to be carried forward from 2016 to 2017 amount to EUR 74.1m (=32%);

Automatic carry forward (C8):

- Payments: out of EUR 43.8m carried forward, EUR 37.1m were paid (=85%);
- EUR 6.7m cancelled;

Internally assigned revenue C4 and C5 (funds collected from Recovery Orders): for C4 funds 14% were committed; C5 funds 74% was committed and 69% was paid, however those amounts are not material.

The overall budget utilization rate for 2015 appropriations reached **95.3%** [(C1) 2015 + (C8) 2016].

The table below gives the budget implementation figures and percentages for 2016 together with 2015 figures for comparison.

	2016		2015	
Commitment of Regular budget (C1)	€227,9	98%	€143,1	100%
Payment of Regular budget (C1)	€153,8	66%	€99,5	69%
Payment of Automatic carry-overs (C8)	€37,1	85%	€23,6	84%

Frontex issued 1741 grants in 2016 for a total amount of EUR 169.9m. Final payments were made to 1140 grants during 2016. On average the utilisation rate of the grants finalised is at 86%.

4.3. Budgetary Outturn Account

	2016	2015
Revenue:		
Commission subsidy	218.686.000,00	133.528.000,00
Other subsidy from Commission (Phare, IPA,...)	14.892.872,00	3.707.157,50
Fee income	0,00	0,00
Other income	18.107.963,27	9.381.458,03
Total revenue	251.686.835,27	146.616.615,53
Expenditure:		
Title I: Staff		
Payments	-23.540.348,52	-21.069.226,43
Appropriations carried over	-439.602,56	-150.047,09
Title II: Administrative Expenses		
Payments	-8.857.004,87	-5.296.206,76
Appropriations carried over	-6.411.786,70	-3.246.375,66
Title III: Operating Expenditure		
Payments	-	-74.127.364,28
Appropriations carried over	129.725.608,31	-46.839.969,84
Total expenditure	251.383.989,43	150.729.190,06
Outturn for the financial year	302.845,84	-4.112.574,53
Cancellation of unused payment appropriations carried over from previous year	6.492.085,14	4.252.898,63
Adjustment for carry-over arising from assigned revenue	6.665.160,93	4.409.474,17
Exchange differences for the year (gain +/-loss -)	-63.454,33	64.379,05
Balance of the Outturn Account for the financial year	13.396.637,58	4.614.177,32
Balance year N-1	-7.438.865,42	-12.053.042,74
Balance from year N-1 reimbursed to the Commission	0,00	0,00
Final balance of the Outturn Account for the financial year	5.957.772,16	-7.438.865,42
Commission subsidy - agency registers accrued revenue and Commission accrued expense	212.728.227,84	133.528.000,00
Pre-financing remaining open to be reimbursed by agency to Commission in year N+1	5.957.772,16	0,00
Not included in the budget outturn: Interest received by 31/12/N on the Commission subsidy funds and to be reimbursed to the Commission (liability)	0,00	0,00

4.4. Budget amendments and transfers

Budget title	Original budget	Amending budget N1	Amending budget N2	Transfers	Final budget
	(1)	(2)	(3)	(5)	(6)=(1)+(2)+(3)+(4)+(5)
Revenue:					
Subsidy from the Community	238,686,000.00	0.00	-20,000,000.00	0.00	218,686,000.00
Contributions from the Schengen Associated Countries	15,249,000.00	0.00	-1,278,000.00	0.00	13,971,000.00
Other revenue	100,000.00	0.00	0.00	0.00	100,000.00
Earmarked revenue	p.m.	p.m.	p.m.	0.00	0.00
Revenue total	254,035,000.00	0.00	-21,278,000.00	0.00	232,757,000.00
Expenditure:					
Staff	30,636,000.00	0.00	-1,278,000.00	-3,393,000.00	25,965,000.00
Administration	14,502,000.00	0.00	0.00	1,068,000.00	15,570,000.00
Operating expenditure	208,897,000.00	0.00	-20,000,000.00	2,325,000.00	191,222,000.00
Earmarked expenditure	0.00	0.00	0.00	0.00	0.00
Expenditure total	254,035,000.00	0.00	-21,278,000.00	0.00	232,757,000.00

The originally adopted budget of EUR 254.0m was amended twice, resulting in the final budget of EUR 232.8m.

The first amendment was proposed to the Management Board in October, following the entry into force of the European Border and Coast Guard Regulation. In order to implement its new and enhanced mandate it was assessed that the additional staff required should be recruited during the last quarter of 2016.

A needs assessment for the 50 Temporary Agents posts was done and subsequently the allocation of those posts was proposed as well as for the Contract Agents and Seconded National Experts' posts.

Sufficient funds were still available in the Frontex budget 2016 to secure the payments of staff recruited for those posts, therefore the 2016 budget amendment N1 adopted by the Management Board on 19 October 2016 with the Decision no 32/2016 did not change the initial financial allocations.

The Management Board adopted the proposal for the second amendment on 18 November 2016 with the Decision no 35/2016. In light of the very generous budget allocation in 2016, the revised forecast showed that the budget, although Frontex increased its activities and also achieved significant improvements compared with 2015, could not be fully implemented due to political constraints, particularly with regard to return and readmission activities. Furthermore, not all recruitment procedures could be completed by year-end; this fact combined with the decrease in the salary weighting for Poland, led to savings in staff expenditure that could not be absorbed. The amendment resulted in reducing the regular appropriations from EUR 254.0m to EUR 232.8m.

All transfers could be made on the authority of the Executive Director without prior approval of the Management Board.

4.5. Reconciliation economic outturn versus budgetary outturn

	2016
Economic result of the year	15.955.565,18
Adjustment for accrual items (items not in the budgetary result but included in the economic result):	97.788.496,13
Adjustments for Accrual Cut-off (reversal 31.12.2015)	-57.586.630,14
Adjustments for Accrual Cut-off (cut- off 31.12.2016)	90.881.831,10
Unpaid invoices at year end but booked in charges	0,00
Depreciation of intangible and tangible assets	2.838.464,46
Provisions	66.864,44
Recovery Orders issued in 2016 in class 7 and not yet cashed	0,00
Prefinancing given in previous year and cleared in the year	25.056.828,86
Prefinancing received in previous year and cleared in the year	0,00
Payments made from carry over of payment appropriations	37.153.677,05
Deferred charges	-622.539,64
Adjustment for budgetary items (item included in the budgetary result but not in the economic result):	-100.344.340,67
Asset acquisitions (less unpaid amounts)	-2.444.819,46
New pre-financing paid in the year 2016 and remaining open as at 31.12.2016	-36.719.150,59
New pre-financing received in the year 2016 and remaining open as at 31.12.2016	14.892.872,00
Budgetary recovery orders issued before 2016 and cashed in the year	30.539,04
	0,00
Budgetary recovery orders issued in 2016 on balance sheet accounts (not 7 or 6) and cashed	-89.261.027,73
Payment appropriations carried over to 2017	6.492.085,14
Cancellation of unused carried over payment appropriations from previous year	6.665.160,93
Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue	6.665.160,93
Total	13.399.720,64
Delta	3.083,06
Budgetary result	13.396.637,58

4.6. Current year appropriations C1 - committed in 2016 and paid in 2016

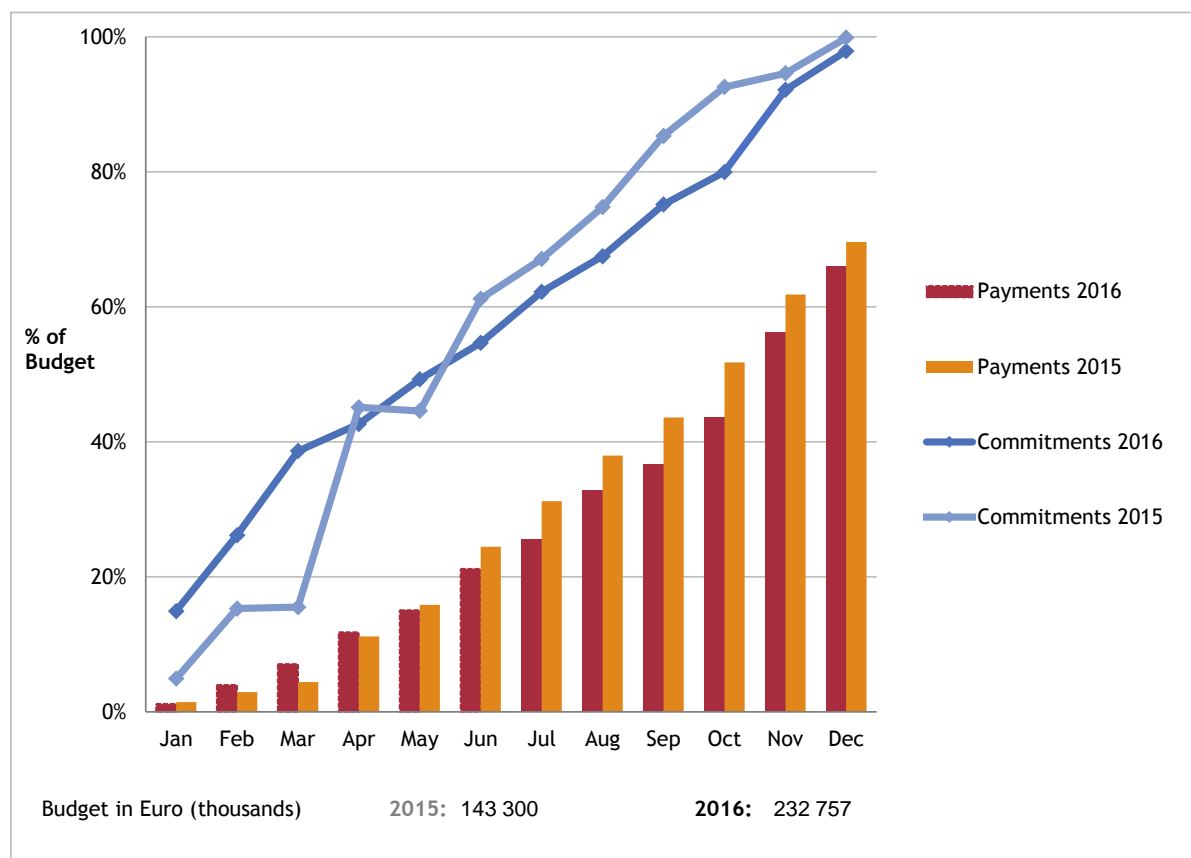
Budget item	Appropriations	Commitments		Payments		Automatic Carry Over to 2017	Cancelled
		Executed	%	Executed	%		
	(1)	(2)	(3)=(2)/(1)	(4)	(5)=(4)/(1)	(6)	(7)=(1)-(4)-(6)
Title 1 Staff related expenditure							
1100 Basic salaries	10,504,000.00	10,143,321.80	96.57%	10,143,321.80	96.57%	0.00	360,678.20
1101 Family allowances	1,720,000.00	1,706,775.41	99.23%	1,706,775.41	99.23%	0.00	13,224.59
1102 Expatriation and foreign residence allowances	1,910,000.00	1,872,103.75	98.02%	1,872,103.75	98.02%	0.00	37,896.25
1111 Contracted staff	3,280,000.00	3,050,958.42	93.02%	3,050,958.42	93.02%	0.00	229,041.58
1112 Seconded National Experts	4,500,000.00	4,090,801.85	90.91%	4,090,801.85	90.91%	0.00	409,198.15
1130 Insurance against sickness	600,000.00	521,082.44	86.85%	521,082.44	86.85%	0.00	78,917.56
1131 Insurance against accidents and occupational disease	90,000.00	77,058.47	85.62%	77,058.47	85.62%	0.00	12,941.53
1132 Insurance against unemployment	250,000.00	204,371.47	81.75%	204,371.47	81.75%	0.00	45,628.53
1140 Childbirth and death allowances and grants	15,000.00	991.55	6.61%	991.55	6.61%	0.00	14,008.45
1141 Travel expenses for annual leave	230,000.00	180,575.80	78.51%	180,575.80	78.51%	0.00	49,424.20
1142 Stand-by duty allowance	30,000.00	15,039.30	50.13%	15,039.30	50.13%	0.00	14,960.70
1149 Other allowances	50,000.00	8,979.39	17.96%	8,979.39	17.96%	0.00	41,020.61
1150 Overtime	30,000.00	13,443.81	44.81%	13,443.81	44.81%	0.00	16,556.19
1180 Travel expenses on taking up duties and at end of contract	25,000.00	14,445.46	57.78%	14,445.46	57.78%	0.00	10,554.54
1181 Installation, resettlement and transfer allowances for TA	180,000.00	124,143.35	68.97%	124,143.35	68.97%	0.00	55,856.65
1182 Removal expenses for temporary agents	50,000.00	44,969.00	89.94%	44,969.00	89.94%	0.00	5,031.00
1183 Temporary daily subsistence allowances for TA	210,000.00	128,109.71	61.00%	128,109.71	61.00%	0.00	81,890.29
1184 Temporary daily subsistence allowances: temporary	20,000.00	0.00	0.00%	0.00	0.00%	0.00	20,000.00
1200 Translation and publication of notices	50,000.00	510.00	1.02%	510.00	1.02%	0.00	49,490.00
1201 Travel and subsistence costs of applicants	200,000.00	193,000.00	96.50%	133,035.31	66.52%	59,964.69	7,000.00

Budget item	Appropriations	Commitments		Payments		Automatic Carry Over to 2017	Cancelled
		Executed	%	Executed	%		
1202 Medical examinations	30,000.00	30,000.00	100.00%	5,537.93	18.46%	24,462.07	0.00
1203 Other recruitment costs	6,000.00	0.00	0.00%	0.00	0.00%	0.00	6,000.00
1300 Administrative missions	425,000.00	425,000.00	100.00%	383,204.38	90.17%	41,795.62	0.00
1410 Medical service	60,000.00	21,100.00	35.17%	6,882.96	11.47%	14,217.04	38,900.00
1430 Other expenditure	10,000.00	0.00	0.00%	0.00	0.00%	0.00	10,000.00
1500 Training and information of staff	460,000.00	351,173.42	76.34%	141,391.64	30.74%	209,781.78	108,826.58
1510 Translation and interpretation services	20,000.00	0.00	0.00%	0.00	0.00%	0.00	20,000.00
1511 Costs of organising stages	270,000.00	180,360.00	66.80%	174,600.00	64.67%	5,760.00	89,640.00
1512 Supplementary clerical and interim services	510,000.00	372,143.38	72.97%	318,662.43	62.48%	53,480.95	137,856.62
1513 Other external services including expenses for Commission	210,000.00	194,825.00	92.77%	174,603.61	83.14%	20,221.39	15,175.00
1600 Special assistance grants	20,000.00	0.00	0.00%		0.00%	0.00	20,000.00
Total Title 1	25,965,000.00	23,965,282.78	92.30%	23,535,599.24	90.64%	429,683.54	1,999,717.22
Title 2 Other Administrative Expenditure							
2000 Rent	3,834,000.00	3,832,460.21	99.96%	3,809,460.21	99.36%	23,000.00	1,539.79
2010 Insurance	13,500.00	12,583.42	93.21%	12,583.42	93.21%	0.00	916.58
2020 Water gas electricity and heating	190,000.00	180,915.96	95.22%	120,814.09	63.59%	60,101.87	9,084.04
2030 Cleaning and maintenance	1,110,000.00	1,100,152.56	99.11%	993,664.56	89.52%	106,488.00	9,847.44
2040 Facility management related costs	75,000.00	74,873.68	99.83%	24,281.72	32.38%	50,591.96	126.32
2090 Miscellaneous premises expenditure	41,500.00	41,407.09	99.78%	10,826.27	26.09%	30,580.82	92.91
2100 Purchase of data processing equipment	2,433,000.00	2,429,393.15	99.85%	464,462.96	19.09%	1,964,930.19	3,606.85
2101 Software	815,000.00	811,160.46	99.53%	612,119.81	75.11%	199,040.65	3,839.54
2102 Maintenance and repair of data processing equipment	1,041,000.00	1,039,962.78	99.90%	391,353.36	37.59%	648,609.42	1,037.22
2103 Consultancy and studies	2,897,000.00	2,870,504.33	99.09%	378,641.46	13.07%	2,491,862.87	26,495.67
2110 Telecommunications subscriptions and charges	350,000.00	347,530.89	99.29%	271,718.87	77.63%	75,812.02	2,469.11
2111 Purchase installation and maintenance of telecomm.	56,000.00	55,249.00	98.66%	48,386.05	86.40%	6,862.95	751.00
2210 Furniture	130,000.00	129,568.36	99.67%	89,975.97	69.21%	39,592.39	431.64
2230 Purchases and long-term lease of transport equipment	47,000.00	46,932.00	99.86%	45,838.91	97.53%	1,093.09	68.00

Budget item	Appropriations	Commitments		Payments		Automatic Carry Over to 2017	Cancelled
		Executed	%	Executed	%		
2231 Maintenance use and repair and other expenditures	9,000.00	8,346.45	92.74%	4,851.80	53.91%	3,494.65	653.55
2232 Car insurance	6,000.00	2,991.16	49.85%	2,868.53	47.81%	122.63	3,008.84
2233 Fuel	10,000.00	9,700.00	97.00%	8,574.84	85.75%	1,125.16	300.00
2250 Documentation and library expenditure	55,000.00	49,683.29	90.33%	12,963.60	23.57%	36,719.69	5,316.71
2300 Stationery and office supplies	170,000.00	169,827.06	99.90%	150,860.78	88.74%	18,966.28	172.94
2310 Translation services	370,000.00	370,000.00	100.00%	369,975.70	99.99%	24.30	0.00
2311 Petty expenditure	90,000.00	89,503.45	99.45%	78,458.02	87.18%	11,045.43	496.55
2313 Health and safety at work	100,000.00	99,848.40	99.85%	20,557.26	20.56%	79,291.14	151.60
2320 Bank charges	1,000.00	0.00	0.00%	0.00	0.00%	0.00	1,000.00
2330 Legal expenses	35,000.00	35,000.00	100.00%	14,550.00	41.57%	20,450.00	0.00
2331 Damages and compensation	20,000.00	8,800.00	44.00%	8,800.00	44.00%	0.00	11,200.00
2332 LEGNET meetings	35,000.00	29,111.34	83.18%	13,954.47	39.87%	15,156.87	5,888.66
2333 Missions legal team	40,000.00	20,460.54	51.15%	18,344.97	45.86%	2,115.57	19,539.46
2340 Audit, Evaluation	27,000.00	27,000.00	100.00%	0.00	0.00%	27,000.00	0.00
2341 Quality Management improvement activities	104,000.00	103,717.00	99.73%	51,858.50	49.86%	51,858.50	283.00
2350 Security equipment	70,000.00	34,489.57	49.27%	4,689.48	6.70%	29,800.09	35,510.43
2351 Security services	25,000.00	23,599.00	94.40%	2,767.35	11.07%	20,831.65	1,401.00
2352 Uniforms and working clothes	20,000.00	17,505.00	87.53%	9,896.04	49.48%	7,608.96	2,495.00
2360 Representation costs	40,000.00	38,365.48	95.91%	24,273.65	60.68%	14,091.83	1,634.52
2400 Postal and delivery charges	130,000.00	119,000.00	91.54%	96,288.41	74.07%	22,711.59	11,000.00
2500 Interpretation services and equipment	130,000.00	124,377.00	95.67%	93,377.00	71.83%	31,000.00	5,623.00
2501 Travel and subsistence costs of delegates	166,000.00	160,000.00	96.39%	108,868.32	65.58%	51,131.68	6,000.00
2502 Other expenditure	85,000.00	81,602.47	96.00%	48,186.74	56.69%	33,415.73	3,397.53
2510 Other meetings and visits	85,000.00	74,020.01	87.08%	40,714.07	47.90%	33,305.94	10,979.99
2520 Consultative Forum	70,000.00	67,269.93	96.10%	35,005.39	50.01%	32,264.54	2,730.07
2600 Corporate Identity	20,000.00	16,779.25	83.90%	16,519.76	82.60%	259.49	3,220.75
2650 Press Office activities	85,000.00	56,855.37	66.89%	38,855.03	45.71%	18,000.34	28,144.63
2651 Press Office missions	45,000.00	45,000.00	100.00%	38,394.42	85.32%	6,605.58	0.00

Budget item	Appropriations	Commitments		Payments		Automatic Carry Over to 2017	Cancelled
		Executed	%	Executed	%		
2660 Communications activities	324,000.00	277,219.90	85.56%	177,444.33	54.77%	99,775.57	46,780.10
2661 Communications missions	20,000.00	8,500.00	42.50%	5,702.88	28.51%	2,797.12	11,500.00
2662 Communications publications	150,000.00	90,633.35	60.42%	54,828.35	36.55%	35,805.00	59,366.65
Total Title 2	15,570,000.00	15,231,898.91	97.83%	8,826,557.35	56.69%	6,405,341.56	338,101.09
Title 3 Operational Activities							
3000 Operations and projects, land borders	14,700,000.00	14,699,179.59	99.99%	10,617,960.92	72.23%	4,081,218.67	820.41
3010 Operations and projects, sea borders	107,825,000.00	107,825,000.00	100.00%	65,479,971.74	60.73%	42,345,028.26	0.00
3020 Operations and projects, air borders	3,152,000.00	3,144,392.64	99.76%	2,714,543.36	86.12%	429,849.28	7,607.36
3100 Risk analysis	1,976,000.00	1,929,463.03	97.64%	1,232,653.67	62.38%	696,809.36	46,536.97
3110 Frontex Situation Center	680,000.00	679,912.03	99.99%	357,435.09	52.56%	322,476.94	87.97
3120 EUROSUR	11,732,000.00	11,717,007.78	99.87%	7,147,568.21	60.92%	4,569,439.57	14,992.22
3200 Training	5,180,000.00	4,427,500.64	85.47%	2,459,317.68	47.48%	1,968,182.96	752,499.36
3300 Research and development	1,600,000.00	799,166.68	49.95%	464,906.40	29.06%	334,260.28	800,833.32
3400 Pooled Resources network	4,275,000.00	3,534,727.58	82.68%	2,885,541.70	67.50%	649,185.88	740,272.42
3510 IT services for Operational activities	758,000.00	756,547.80	99.81%	0.00	0.00%	756,547.80	1,452.20
3520 European Day for Border Guards (ED4BG)	420,000.00	378,335.18	90.08%	370,612.38	88.24%	7,722.80	41,664.82
3620 Missions-Fundamentals Rights Officer	140,000.00	136,115.37	97.23%	34,077.47	24.34%	102,037.90	3,884.63
3700 Return Support	38,529,000.00	38,529,000.00	100.00%	27,524,298.01	71.44%	11,004,701.99	0.00
3800 International and European cooperation	255,000.00	121,303.82	47.57%	110,240.66	43.23%	11,063.16	133,696.18
Total Title 3	191,222,000.00	188,677,652.14	98.67%	121,399,127.29	63.49%	67,278,524.85	2,544,347.86
Grand total	232,757,000.00	227,874,833.83	97.90%	153,761,283.88	66.06%	74,113,549.95	4,882,166.17

Figure 1. Regular budget (C1) cumulative trend comparison with 2015



A significant increase of 77% was observed in Frontex budget 2016 compared with the budget of 2015. In terms of percentages, the 2016 level of commitments and payments, compared with 2015, was significantly higher in the first quarter whereas as of April the implementation levels slowed down to a steady increase without peaks.

After the budget amendment reducing the regular appropriations from EUR 254.0m to EUR 232.8m an improved budget implementation could be observed in percentages in November and December 2016. However, the overall percentage level of commitments and payments implemented remained lower than the one observed for the same period last year, reaching 98% in commitments and 66% in payments, compared with 100% and 69% respectively in 2015. Percentage wise slightly more funds are carried forward to the following year (32% compared with 31% in 2015), and 2% of the available appropriations needed to be cancelled.

Figure 2. Co-financing of 2016 joint activities

Sector (amounts in Euro)	Specific decisions		Pre financing		Total final payments	
	#	Amount	#	Amount	#	Amount
Land borders	459	14 191 875	239	3 752 918	310	7 536 701
Sea borders	574	111 112 265	330	34 224 174	333	41 804 722
Air borders	224	2 200 588	107	460 798	160	1 323 813
Return support	410	41 358 093	141	6 361 775	298	25 570 203
Situation center	72	873 381	26	175 175	37	355 988
Pooled Resources	1	12 000	0	0	1	12 000
Training unit	1	117 321	0	0	1	22 879
	1 741	169 865 523	843	44 974 840	1 140	76 626 306

4.7. Automatic carry over C2 - Non-automatic carry over

Non-automatic carry-overs are appropriations that were not yet committed in 2015, but for which the procedures and/or negotiations had reached an advanced stage at year end. These appropriations have to be committed before 31 March 2016 and paid before 31 December 2016.

In the year 2016 no request for a non-automatic carry over was submitted.

4.8. Automatic carry over C4 - internal assigned revenue

Budget item	Appropriations	Commitments		Payments		Carried Over to 2017	
		Executed	%	Executed	%	Automatic Carry Over	Carry over commitment appropriations
	(1)	(2)	(3)=(2)/(1)	(4)	(5)=(4)/(1)	(6)=(2)-(4)	(7)=(1)-2
Title 1 Staff related expenditure							
1111 Contract staff	2,591.05	0.00	0.00%	0.00	0.00%	0.00	2,591.05
1112 Seconded national experts	4,479.81	4,479.81	100.00%	441.71	9.86%	4,038.10	0.00
1300 Administrative missions	825.66	0.00	0.00%	0.00	0.00%	0.00	825.66
1513 Other external services	2,464.21	0.00	0.00%	0.00	0.00%	0.00	2,464.21
Total Title 1	10,360.73	4,479.81	43.24%	441.71	4.26%	4,038.10	5,880.92
Title 2 Other Administrative Expenditure							
2100 Purchase of data processing equipment	1,542.14	0.00	0.00%	0.00	0.00%	0.00	1,542.14
2333 Missions legal team	122.40	0.00	0.00%	0.00	0.00%	0.00	122.40
2500 Interpretation services and equipment	4,780.60	0.00	0.00%	0.00	0.00%	0.00	4,780.60
Total Title 2	6,445.14	0.00	0.00%	0.00	0.00%	0.00	6,445.14
Title 3 Operational Activities							
3000 Operations and pilot projects etc. land borders	16,658.73	16,658.73	100.00%	0.00	0.00%	16,658.73	0.00
3010 Operations and pilot projects etc. sea borders	432,689.44	210,486.96	48.65%	62,430.44	14.43%	148,056.52	222,202.48
3020 Operations and pilot projects etc. air borders	6,392.32	6,022.17	94.21%	4,818.88	75.39%	1,203.29	370.15
3100 Risk analysis	725.46	0.00	0.00%	0.00	0.00%	0.00	725.46
3110 FSC	32,548.08	32,050.78	98.47%	16,006.00	49.18%	16,044.78	497.30
3120 EUROSUR	1,742,749.44	50,000.00	2.87%	5,802.62	0.33%	44,197.38	1,692,749.44
3200 Training	171.16	0.00	0.00%	0.00	0.00%	0.00	171.16
3300 Research and development	718.47	0.00	0.00%	0.00	0.00%	0.00	718.47
3400 Pooled Resources network	2,456.50	1,916.50	78.02%	852.32	34.70%	1,064.18	540.00
3620 Missions-Fundamentals Rights Officer	430.18	0.00	0.00%	0.00	0.00%	0.00	430.18
3700 Return Support	3,617.62	3,617.62	100.00%	3,565.13	98.55%	52.49	0.00
Total Title 3	2,239,157.40	320,752.76	14.32%	93,475.39	4.17%	227,277.37	1,918,404.64
Grand total	2,255,963.27	325,232.57	14.42%	93,917.10	4.16%	231,315.47	1,930,730.70

Internal assigned revenue concerns funds recovered from third parties. These funds initially stem from the regular budget (C1) voted by the budgetary authority. Their reuse is not conditioned by specific contracts or agreements with third parties. The sums can be used in the same way as the voted appropriations without further restrictions. Recovery orders amounting to EUR 2.3m were issued in 2016.

The amount EUR 2.2m that was not committed as of 31.12.2016 is available for commitments in 2016, i.e. carried over to Fund Source C5. The amount of EUR 231 316 are commitments made in 2016 and not paid as of 31.12.2016, therefore they are carried over to Fund Source C8.

4.9. Automatic carry over C5 - internal assigned revenue carried over

Budget item	Appropriations	Commitments		Payments		Carried Over to 2017	
		Executed	%	Executed	%	Automatic Carry Over	Cancelled
	(1)	(2)	(3)=(2)/(1)	(4)	(5)=(4)/(1)	(6)=(2)-(4)	(7)=(1)-(2)
Title 1 Staff related expenditure							
1300 Administrative missions	4,307.57	4,307.57	100.00%	4,307.57	100.00%	0.00	0.00
Total Title 1	4,307.57	4,307.57	100.00%	4,307.57	100.00%	0.00	0.00
Title 2 Other Administrative Expenditure							
2030 Cleaning and maintenance	29,937.29	29,937.00	100.00%	28,847.52	96.36%	1,089.48	0.29
2231 Maintenance use and repair and other expenditures	9,268.04	5,400.00	58.26%	1,600.00	17.26%	3,800.00	3,868.04
2311 Petty expenditure	104.89	0.00	0.00%	0.00	0.00%	0.00	104.89
Total Title 2	39,310.22	35,337.00	89.89%	30,447.52	77.45%	4,889.48	3,973.22
Title 3 Operational Activities							
3000 Operations and pilot projects etc. land borders	5,540.70	5,540.70	100.00%	5,001.35	90.27%	539.35	0.00
3010 Operations and pilot projects etc. sea borders	381.28	381.28	100.00%	381.28	100.00%	0.00	0.00
3110 FSC	31,583.75	9,784.85	30.98%	9,784.85	30.98%	0.00	21,798.90
3120 EUROSUR	23,524.55	21,843.96	92.86%	21,843.96	92.86%	0.00	1,680.59
3400 Pooled Resources network	28.28	28.28	100.00%	0.00	0.00%	28.28	0.00
Total Title 3	61,058.56	37,579.07	61.55%	37,011.44	60.62%	567.63	23,479.49
Grand total	104,676.35	77,223.64	73.77%	71,766.53	68.56%	5,457.11	27,452.71

Appropriations of funds source C4 available at 31 December of Year N-1 are carried over as Internal Assigned revenue carried over (C5) in the current year. Unused C5 appropriations will not be carried over to the following year. Of the EUR 104 676 carried over from the 2015 C4 funds there will be no further payments. EUR 32 910, which were not used, have been cancelled.

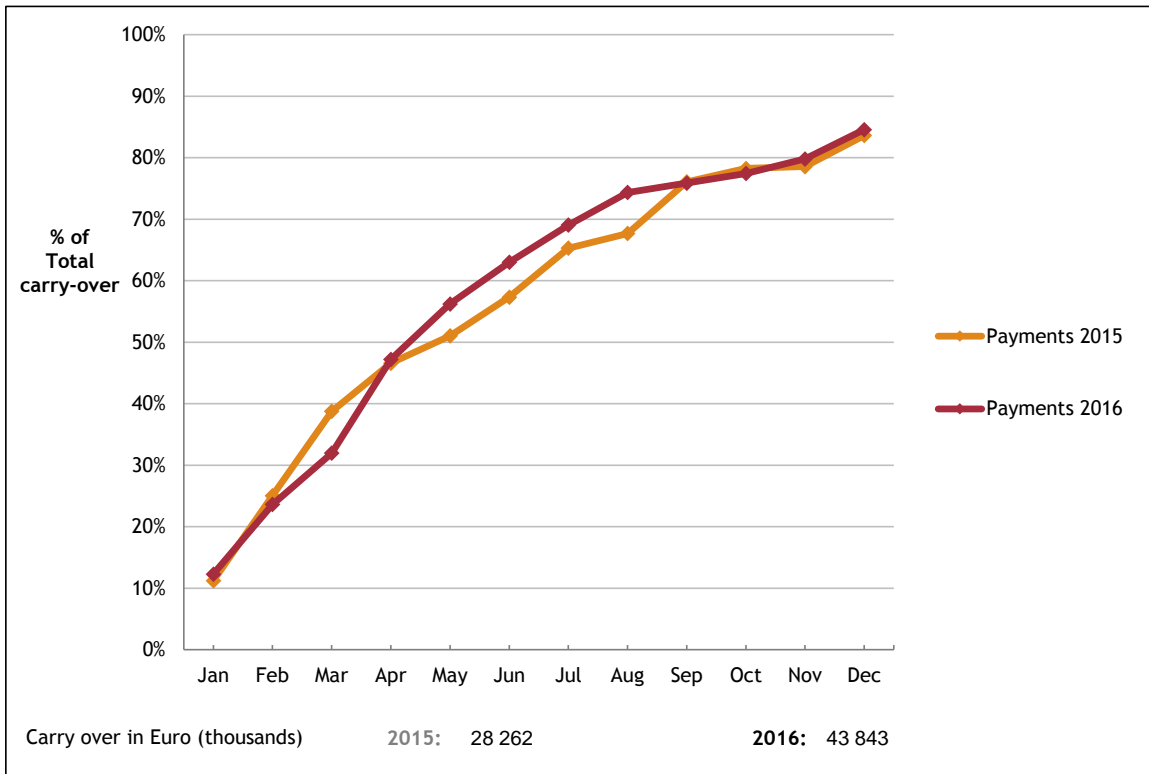
4.10. Automatic carry over C8 - committed in 2015 and paid in 2016

Budget item	Carried Over from 2015	Executed Payments	Cancelled
	(1)	(2)	(3)=(1)-(2)
Title 1 Staff expenditure:			
1112	76.19	76.19	0.00
1200	480.00	480.00	0.00
1201	8,981.07	8,438.38	542.69
1202	6,284.80	5,085.60	1,199.20
1300	34,796.32	19,048.05	15,748.27
1410	3,000.00	1,886.76	1,113.24
1500	34,270.38	17,358.30	16,912.08
1511	9,360.00	9,360.00	0.00
1512	44,790.56	27,657.13	17,133.43
1513	3,700.20	3,229.61	470.59
Total Title 1	145,739.52	92,620.02	53,119.50
Title 2 Other Administrative Expenditure:			
2000	77,300.00	23,300.00	54,000.00
2010	3,000.00	3,000.00	0.00
2020	27,838.94	22,066.40	5,772.54
2030	50,819.64	29,708.00	21,111.64
2040	28,153.02	18,022.32	10,130.70
2090	16,980.03	11,736.87	5,243.16
2100	664,733.56	662,022.81	2,710.75
2101	261,723.30	260,618.19	1,105.11
2102	354,148.60	353,585.67	562.93
2103	1,227,770.00	1,216,362.44	11,407.56
2110	50,023.76	31,338.59	18,685.17
2111	1,195.07	1,112.80	82.27
2210	16,701.10	14,775.03	1,926.07
2231	1,930.18	1,005.72	924.46
2232	49.48	0.00	49.48
2233	2,108.74	1,495.47	613.27
2250	952.93	800.21	152.72
2300	3,190.33	2,308.93	881.40
2310	2,211.60	0.00	2,211.60
2311	1,864.65	1,357.40	507.25
2313	78,617.48	58,028.64	20,588.84
2320	1,000.00	0.00	1,000.00
2330	38,669.58	20,425.00	18,244.58
2331	2,000.00	2,000.00	0.00
2332	19,134.50	13,374.24	5,760.26

Budget item	Carried Over from 2015	Executed Payments	Cancelled
2333 Missions legal team	5,965.35	2,136.48	3,828.87
2341 Quality Management improvement activities	14,000.00	14,000.00	0.00
2351 Security services	18,011.52	15,152.52	2,859.00
2360 Representation costs	13,151.57	722.11	12,429.46
2400 Postal and delivery charges	16,816.21	11,348.25	5,467.96
2500 Interpretation services and equipment	20,756.72	20,256.72	500.00
2501 Travel and subsistence costs of delegates	17,067.28	10,534.95	6,532.33
2502 Other expenditure	1,343.47	0.00	1,343.47
2510 Other meetings and visits	19,952.66	5,832.44	14,120.22
2520 Consultative Forum	19,884.32	5,726.55	14,157.77
2600 Corporate Identity	24,640.50	23,058.03	1,582.47
2610 Internal communications activities	33,453.43	30,448.59	3,004.84
2620 Communication and information activities	23,949.09	18,430.97	5,518.12
2630 Official publications/tender publications	45,956.83	32,080.85	13,875.98
Total Title 2	3,207,065.44	2,938,173.19	268,892.25
Title 3 Operational Activities:			
3000 Operations and pilot projects etc. land borders	2,676,038.70	2,280,358.33	395,680.37
3010 Operations and pilot projects etc. sea borders	28,621,871.08	23,484,753.81	5,137,117.27
3020 Operations and pilot projects etc. air borders	607,120.72	521,252.98	85,867.74
3050 Return co-operation	2,829,617.05	2,692,521.14	137,095.91
3100 Risk analysis	411,394.74	381,061.45	30,333.29
3110 FSC	399,487.03	349,607.95	49,879.08
3120 EUROSUR	2,265,824.97	2,067,311.26	198,513.71
3200 Training	1,484,671.24	1,217,709.39	266,961.85
3300 Research and development	345,119.42	324,263.48	20,855.94
3400 Pooled Resources network	482,655.77	417,680.20	64,975.57
3510 IT services for Operational applications	238,140.00	238,140.00	0.00
3520 European Day for Border Guards (ED4BG)	22,181.66	2,317.41	19,864.25
3600 Meetings-External relations 3rd countries	78,499.88	63,144.75	15,355.13
3601 Missions-External relations 3rd countries	12,476.52	2,742.06	9,734.46
3610 Missions-External relations Int'l Organisations	7,054.85	5,292.09	1,762.76
3620 Missions-Fundamentals Rights Officer	8,203.85	2,961.01	5,242.84
Total Title 3	40,490,357.48	34,051,117.31	6,439,240.17
Grand Total	43,843,162.44	37,081,910.52	6,761,251.92

Automatic carry-overs are appropriations that were committed during 2015 but not paid by 31.12.2015. Payments had to be made before 31 December 2016.

Figure 3. Automatic carry-overs (C8) cumulative payment trend compared with 2015



4.11. Earmarked expenditure

External assigned revenue concerns funds which do not find their origin in voted Community appropriations for the Agency, but which are received for the execution of specific contracts or agreements from external financing parties or from other DGs. According to the Financial Regulations, these appropriations cannot be mixed with others, therefore they are shown separately under Title 4 of Frontex budget.

The appropriations corresponding to assigned revenue are made available automatically, both as commitment appropriations and as payment appropriations, once the revenue has been received by the Agency. External assigned revenue is carried over automatically and must be fully used by the time all the operations relating to the programme or action to which it is assigned have been carried out.

Frontex has signed three grant agreements and one Delegation Agreement, all funded by the European Commission:

- Grant agreement “Eastern Partnership IBM” (Regional Capacity Building Project) signed with EC (DG DEVCO) on the 20 June 2014; total budget of EUR 4.5m for three years starting in 2014.
- Cooperation agreement “Promoting the participation of Tunisia and Morocco in the work of EASO and Frontex” signed on 8 July 2014; total budget of EUR 54 694.
- Grant agreement “IPA II” (regional support to protection-sensitive migration management in the Western Balkans and Turkey) signed on the 22 December 2015; total budget EUR 5.5m, implementation period of 36 months from 1 January 2016.
- Delegation Agreement on “Copernicus 2015-2020” with the European Commission, represented by DG GROW, signed on 10 November 2015, entrusting Frontex the service component implementation tasks, in line with Regulation (EU) 377/2014 establishing the Copernicus Programme. The indicative total budget amounts to EUR 47.6m, implemented until 31 December 2020.

Budget item	Appropriations	Commitments		Payments		Carried Over to 2017
		Executed	%	Executed	%	Automatic Carry Over
	(1)	(2)	(3)=(2)/(1)	(4)	(5)=(4)/(1)	(6)=(2)-(4)
Title 4 Earmarked Expenditure						
4100 External Relations Activities	5,460,425.80	4,298,345.92	78.72%	1,612,873.09	29.54%	3,847,552.71
<i>EAP- EASTERN PARTNERSHIP</i>	3,272,306.50	2,756,234.49	84.23%	310,816.61	9.50%	2,961,489.89
<i>EASO- PROMOTING THE PARTICIPATION OF TUNISIA AND MOROCCO</i>	16,247.30	1,600.19	9.85%	1,600.19	9.85%	14,647.11
<i>IPA II- REGIONAL SUPPORT MIGRATION MANAGEMENT</i>	2,171,872.00	1,540,511.24	70.93%	1,300,456.29	59.88%	871,415.71
4200 Copernicus Security Service Activities	15,721,000.00	11,242,680.09	71.51%	6,583,121.10	41.87%	9,137,878.90
Total Title 4	21,181,425.80	15,541,026.01	73.37%	8,195,994.19	38.69%	12,985,431.61
Grand total	21,181,425.80	15,541,026.01	73.37%	8,195,994.19	38.69%	12,985,431.61