

Annex 3 Financial Reports - DG CLIMA - Financial Year 2018

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Additional comments

TABLE 1: OUTTURN ON COMMITMENT APPROPRIATIONS IN 2018 (in Mio €)					
			Commitment appropriations authorised	Commitments made	%
			1	2	3=2/1
Title 34 Climate action					
34	34 01	Administrative expenditure in the 'Climate action' policy area	3,67817731	3,53259942	96,04 %
	34 02	Climate action at Union and international level	40,29443708	40,1937245	99,75 %
Total Title 34			43,97261439	43,72632392	99,44%
Total DG CLIMA			43,97261439	43,72632392	99,44 %

* Commitment appropriations authorised include, in addition to the budget voted by the legislative authority, appropriations carried over from the previous exercise, budget amendments as well as miscellaneous commitment appropriations for the period (e.g. internal

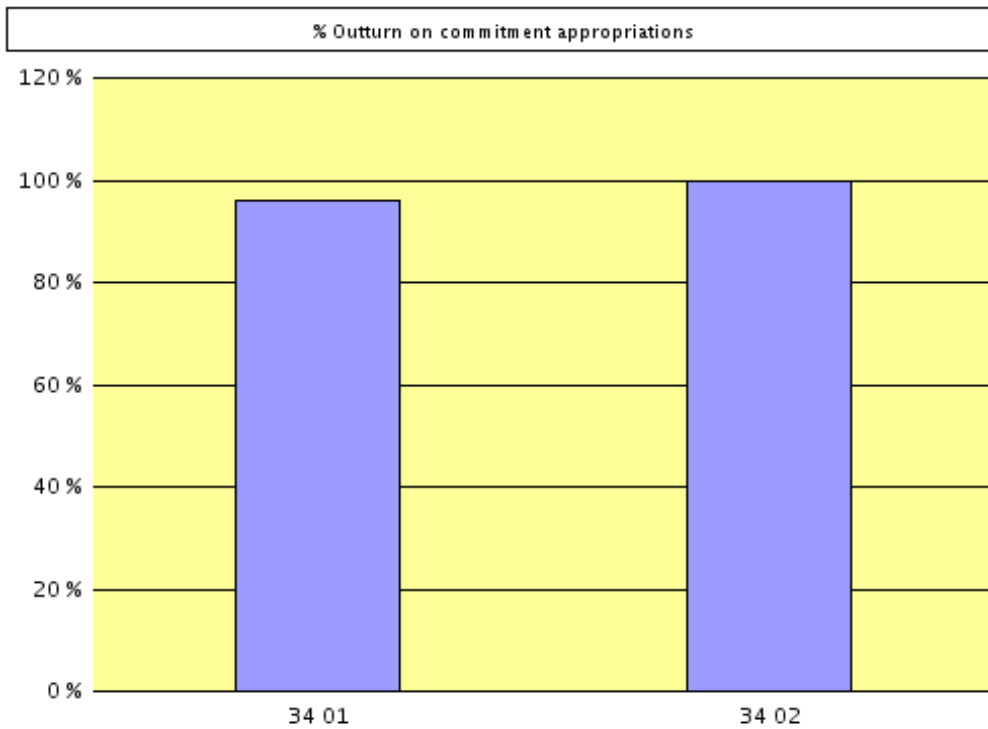


TABLE 2: OUTTURN ON PAYMENT APPROPRIATIONS IN 2018 (in Mio €)					
Chapter			Payment appropriations authorised *	Payments made	%
			1	2	3=2/1
Title 34 Climate action					
34	34 01	Administrative expenditure in the 'Climate action' policy area	5,31540577	2,29890821	43,25 %
	34 02	Climate action at Union and international level	19,31618275	16,90534245	87,52 %
Total Title 34			24,63158852	19,20425066	77,97%
Total DG CLIMA			24,63158852	19,20425066	77,97 %

* Payment appropriations authorised include, in addition to the budget voted by the legislative authority, appropriations carried over from the previous exercise, budget amendments as well as miscellaneous payment appropriations for the period (e.g. internal and external assigned revenue).

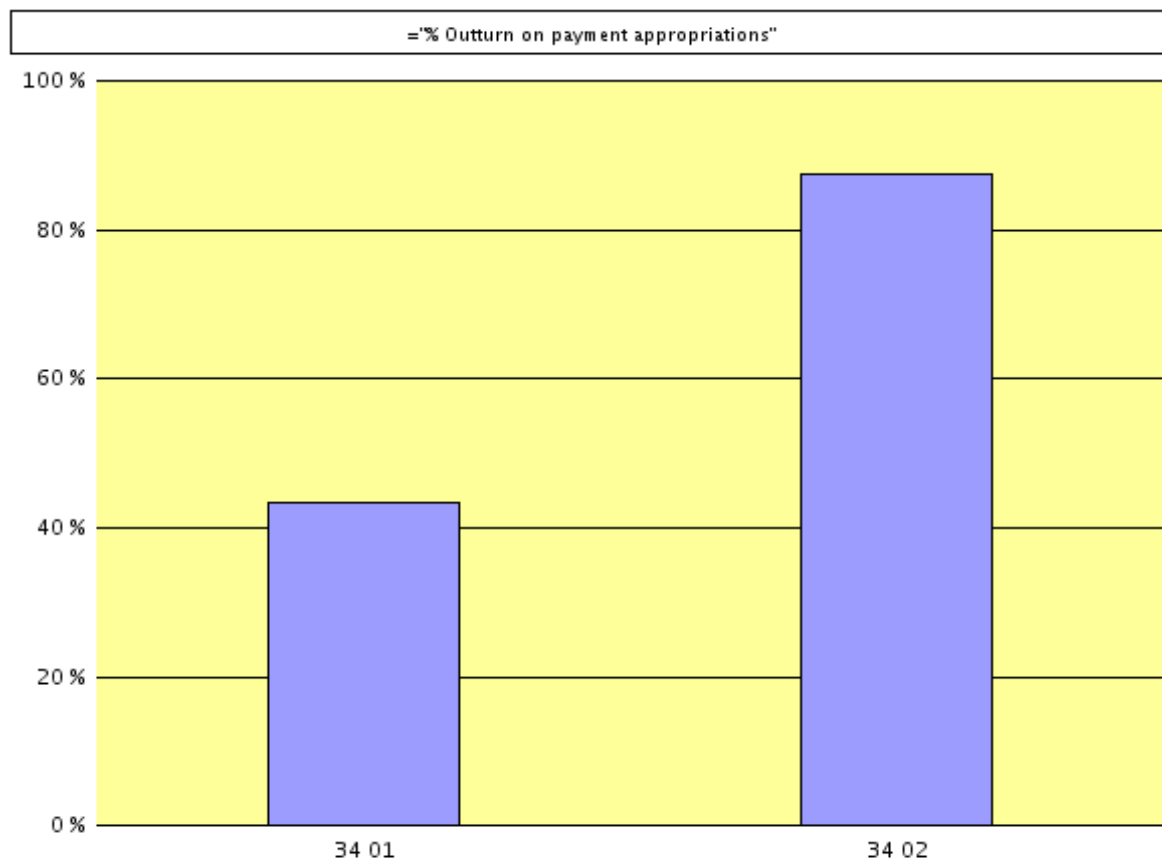


TABLE 3 : BREAKDOWN OF COMMITMENTS TO BE SETTLED AT 31/12/2018 (in Mio €)

Chapter			2018 Commitments to be settled				Commitments to be settled from financial years previous to 2018	Total of commitments to be settled at end of financial year 2018	Total of commitments to be settled at end of financial year 2017
			Commitments 2018	Payments 2018	RAL 2018	% to be settled			
			1	2	3=1-2	4=1-2/1	5	6=3+5	7
Title 34 : Climate action									
34	34 01	Administrative expenditure in the 'Climate action' policy area	3,53259942	1,87	1,66210499	47,05 %	0,00	1,66	1,72
	34 02	Climate action at Union and international level	40,1937245	2,80	37,3906924	93,03 %	77,12	114,51	92,17
Total Title 34			43,72632392	4,67	39,05279739	89,31%	77,1159531	116,1687505	93,89055261
Total DG CLIMA			43,72632392	4,67	39,05279739	89,31 %	77,1159531	116,1687505	93,89055261

"Breakdown of Commitments remaining to be settled (in Mio EUR)"

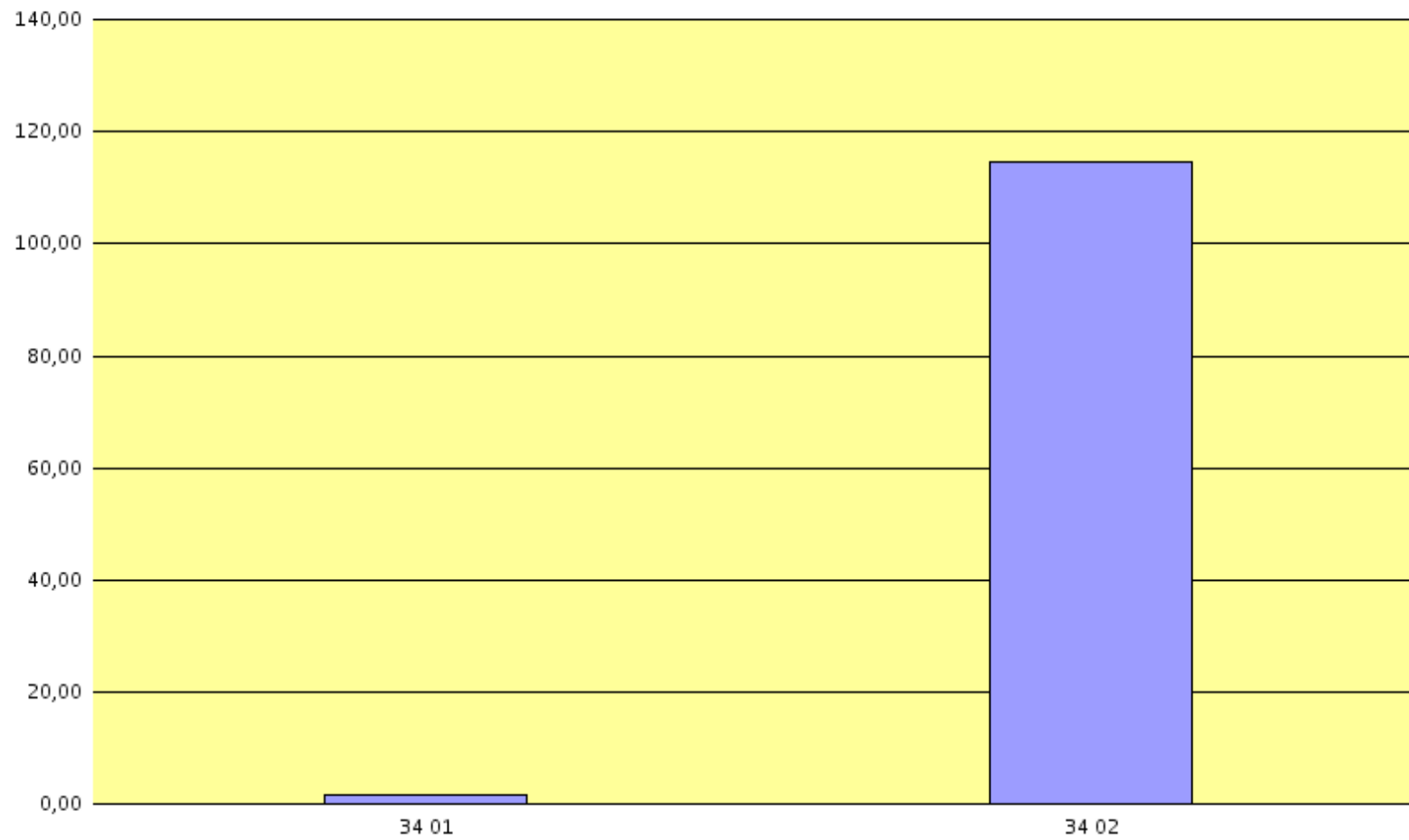


TABLE 4 : BALANCE SHEET CLIMA

BALANCE SHEET	2018	2017
A.I. NON CURRENT ASSETS	5445246,76	6682110,18
A.I.1. Intangible Assets	5.445.246,76	6.422.552,18
A.I.6. Non-Cur Exch Receiv & Non-Ex Recoverab	0,00	259.558,00
A.II. CURRENT ASSETS	51157838,31	46525228,35
A.II.2. Current Pre-Financing	16.688.582,31	15.549.741,35
A.II.3. Curr Exch Receiv & Non-Ex Recoverables	627.229,00	279.688,00
A.II.6. Cash and Cash Equivalents	33.842.027,00	30.695.799,00
ASSETS	56603085,07	53207338,53
P.II. CURRENT LIABILITIES	-256118	-758545,62
P.II.4. Current Payables	-256.118,00	-693.545,62
P.II.5. Current Accrued Charges & Defrd Income	0,00	-65.000,00
LIABILITIES	-256118	-758545,62
NET ASSETS (ASSETS less LIABILITIES)	56346967,07	52.448.792,91
P.III.2. Accumulated Surplus/Deficit	111.871.253,26	82185710,49
Non-allocated central (surplus)/deficit*	-168.218.220,33	-134634503,4
TOTAL	0,00	0,00

It should be noted that the balance sheet and statement of financial performance presented in Annex 3 to this Annual Activity Report, represent only the assets, liabilities, expenses and revenues that are under the control of this Directorate General. Significant amounts such as own resource revenues and cash held in Commission bank accounts are not included in this Directorate General's accounts since they are managed centrally by DG Budget, on whose balance sheet and statement of financial performance they appear. Furthermore, since the accumulated result of the Commission is not split amongst the various Directorates General, it can be seen that the balance sheet presented here is not in equilibrium.

Additionally, the figures included in tables 4 and 5 are provisional since they are, at this date, still

TABLE 5 : STATEMENT OF FINANCIAL PERFORMANCE CLIMA

STATEMENT OF FINANCIAL PERFORMANCE	2018	2017
II.1 REVENUES	2883237,02	1896211,01
II.1.1. NON-EXCHANGE REVENUES	-1665,18	-446188,05
II.1.1.4. FINES		-446.188,05
II.1.1.5. RECOVERY OF EXPENSES	-1.665,18	
II.1.2. EXCHANGE REVENUES	2884902,2	2342399,06
II.1.2.2. OTHER EXCHANGE REVENUE	2.884.902,20	2.342.399,06
II.2. EXPENSES	19950940,72	27789331,76
II.2. EXPENSES	19950940,72	27789331,76
II.2.10. OTHER EXPENSES	5.290.832,03	5.285.004,91
II.2.2. EXP IMPL BY COMMISS&EX.AGENC. (DM)	12.069.934,63	14.730.595,54
II.2.4. EXP IMPL BY 3RD CNTR & INT ORG (IM)	2.590.174,06	7.772.368,20
II.2.8. FINANCE COSTS		1.363,11
STATEMENT OF FINANCIAL PERFORMANCE	22.834.177,74	29.685.542,77

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TABLE 5bis : OFF BALANCE SHEET CLIMA

OFF BALANCE	2018	2017
OB.1. Contingent Assets	0	0
GR for pre-financing	0,00	0,00
OB.2. Contingent Liabilities	-4632128	-2038177
OB.2.1. Guarantees given for EU FI	-4.632.128,00	-2.038.177,00
OB.2.7. CL Legal cases OTHER		0,00
OB.4. Balancing Accounts	4632128	2038177
OB.4. Balancing Accounts	4.632.128,00	2.038.177,00
OFF BALANCE	0,00	0,00

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Additionally, the figures included in tables 4 and 5 are provisional since they are, at this date, still subject to audit by the Court of Auditors. It is thus possible that amounts included in these tables may have to be adjusted following this audit.

TABLE 6: AVERAGE PAYMENT TIMES FOR 2018 - DG CLIMA

Legal Times							
Maximum Payment Time (Days)	Total Number of Payments	Nbr of Payments within Time Limit	Percentage	Average Payment Times (Days)	Nbr of Late Payments	Percentage	Average Payment Times (Days)
30	214	212	99,07 %	10,5	2	0,93 %	49,5
45	2	2	100,00 %	21,5			
60	75	75	100,00 %	18,85333333			
90	8	8	100,00 %	43,75			

Total Number of Payments	299	297	99,33 %		2	0,67 %	
Average Net Payment Time	13,81939799			13,57912458			49,5
Average Gross Payment Time	18,00334448			17,79124579			49,5

Suspensions							
Average Report Approval Suspension Days	Average Payment Suspension Days	Number of Suspended Payments	% of Total Number	Total Number of Payments	Amount of Suspended Payments	% of Total Amount	Total Paid Amount
0	40	31	10,37 %	299	#####	12,60 %	26.694.308,23

DG	GL Account	Description	Amount (Eur)

Chapter	Revenue and income recognized			Revenue and income cashed from			Outstanding balance
	Current year RO	Carried over RO	Total	Current Year RO	Carried over RO	Total	
	1	2	3=1+2	4	5	6=4+5	
Total DG							

TABLE 8 : RECOVERY OF PAYMENTS
(Number of Recovery Contexts and corresponding Transaction Amount)

Year of Origin (commitment)	Total undue payments recovered		Total transactions in recovery context(incl. non-qualified)		% Qualified/Total RC	
	Nbr	RO Amount	Nbr	RO Amount	Nbr	RO Amount
Sub-Total						

EXPENSES BUDGET	Error		Irregularity		OLAF Notified		Total undue payments recovered		Total transactions in recovery context(incl. non-qualified)		% Qualified/Total RC	
	Nbr	Amount	Nbr	Amount	Nbr	Amount	Nbr	Amount	Nbr	Amount	Nbr	Amount
INCOME LINES IN INVOICES												
NON ELIGIBLE IN COST CLAIMS			1	1762,51			1	1762,51	1	1.762,51	100,00%	100,00%
CREDIT NOTES									5	38.227,82		
Sub-Total			1	1762,51			1	1762,51	6	39990,33	16,67%	4,41%
GRAND TOTAL			1	1762,51			1	1762,51	6	39990,33	16,67%	4,41%

TABLE 9: AGEING BALANCE OF RECOVERY ORDERS AT 31/12/2018 FOR CLIMA

	Number at 1/01/2018	Number at 31/12/2018	Evolution	Open Amount (Eur) at 1/01/2018	Open Amount (Eur) at 31/12/2018	Evolution

TABLE 10 : RECOVERY ORDER WAIVERS IN 2018 >= EUR 60.000

	Waiver Central Key	Linked RO Central Key	RO Accepted Amount (Eur)	LE Account Group	Commission Decision	Comments
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Total DG CLIMA	
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Number of RO waivers	
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There are no waivers below 60 000 €

<i>None of your Recovery Order Waivers (if any) reaches EUR 60.000</i>
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TABLE 11 : CENSUS OF NEGOTIATED PROCEDURES - DG CLIMA - 2018

External Procedures > € 20,000

Negotiated Procedure Legal base	Number of Procedures	Amount (€)
Art. 134.1(b) (Without prior publication) Work of art, technical reasons or protection of exclusive rights	1	599.369,34
Total	1	599.369,34

Internal Procedures > € 60,000

Negotiated Procedure Legal base	Number of Procedures	Amount (€)
Annex 1 - 11.1 (b) - Artistic/technical reasons or exclusive rights (technical monopoly, captive market)	2	454.115,42
Total	2	454.115,42

The number of exceptional (but recurrent) negotiated procedures in DG CLIMA amounted to three in 2018 (compared to two in 2017). It concerns 'de facto monopolies' related to the COP meetings and with international organisations (Eurocontrol).

DG CLIMA is exceeding the Commission average of recourse to negotiated procedures (compared to all procurement procedures used) by more than 50%.

It has to be born in mind that, for efficiency reasons, DG CLIMA is concluding a lot of specific contracts based on framework contracts signed by the Commission or affiliated bodies (EASME, EEA, ...): 38 in 2018 (worth 7.696.173 EUR), thereby reducing the number of (labour-intensive) open calls (13 in 2018 with total value of 4.812.927 EUR) . In such cases, one procurement procedure for the framework contract is generating multiple specific contracts that are not taken into account to calculate the Commission average.

In conclusion, DG CLIMA is faced with unavoidable exceptional negotiated procedures and a reduced number of open calls. Recourse to negotiated procedures seems excessive compared to other DGs, because of the way the Coi

TABLE 12 : SUMMARY OF PROCEDURES OF DG CLIMA EXCLUDING BUILDING CONTRACTS**External Procedures > € 20,000**

Procedure Legal base	Number of Procedures	Amount (€)
Exceptional Negotiated Procedure without publication of a contract notice (Art. 134 RAP)	1	599.369,34
Total	1	599.369,34

Internal Procedures > € 60,000

Procedure Legal base	Number of Procedures	Amount (€)
Negotiated Procedure with at least five candidates below Directive thresholds (Art. 136a RAP)	1	88.928,00
Negotiated procedure without prior publication (Annex 1 - 11.1)	2	454.115,42
Open Procedure (Art. 104(1) (a) FR)	4	1.347.888,00
Open procedure (FR 164 (1)(a))	9	3.465.059,30
Total	16	5.355.990,72

Additional Comments:

TABLE 13 : BUILDING CONTRACTS

Legal base	Contract Number	Contractor Name	Description	Amount (€)

TABLE 14 : CONTRACTS DECLARED SECRET

LC Responsible Organi	LC Contract/Grant Type	LC Date	Legal base	Contract Number	Contractor Name	Description	Amount (€)

TABLE 15 : FPA duration exceeds 4 years - CLIMA

None of your FPA (if any) exceeds 4 years