



Council of the
European Union

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COVER NOTE

From:	Ms Kristalina GEORGIEVA, Vice-President of the European Commission
date of receipt:	19 November 2014
To:	Mr Enrico ZANETTI, President of the Council of the European Union
Subject:	Transfer No DEC 37/2014 within Section III - Commission - of the general budget for 2014

Delegations will find attached Commission document DEC 37/2014.

Encl.: DEC 37/2014



BRUSSELS, 18/11/2014

GENERAL BUDGET - 2014

SECTION III - COMMISSION TITLES: 02, 05, 06, 08, 09, 15, 32

TRANSFER OF APPROPRIATIONS N° DEC 37/2014

FROM**CHAPTER - 0501** Administrative expenditure of the `Agriculture and rural development` policy area

ITEM - 05 01 05 02 External personnel implementing Research and Innovation programmes -- Horizon 2020 Non-Diff -122 560,00

ITEM - 05 01 05 03 Other management expenditure for Research and Innovation programmes -- Horizon 2020 Non-Diff -350 579,00

CHAPTER - 0601 Administrative expenditure of the `Mobility and transport` policy area

ITEM - 06 01 06 01 Innovation and Networks Executive Agency -- Contribution from Connecting Europe Facility (CEF) Non-Diff -695 820,00

CHAPTER - 0801 Administrative expenditure of the `Research and Innovation` policy area

ITEM - 08 01 05 01 Expenditure related to officials and temporary staff implementing Research and Innovation programmes -- Horizon 2020 Non-Diff -2 426 645,00

ITEM - 08 01 05 03 Other management expenditure for Research and Innovation programmes -- Horizon 2020 Non-Diff -18 820 590,00

ITEM - 08 01 05 11 Expenditure related to officials and temporary staff implementing Research and Innovation programmes -- Euratom programme Non-Diff -2 440 387,00

ITEM - 08 01 06 01 European Research Council Executive Agency (ERCEA) -- Contribution from Horizon 2020 Non-Diff -4 351 450,00

ITEM - 08 01 06 02 Research Executive Agency (REA) -- Contribution from Horizon 2020 Non-Diff -6 665 038,59

ITEM - 08 01 06 03 Executive Agency for Small and Medium-sized Enterprises -- Contribution from Horizon 2020 Non-Diff -5 696 650,00

ITEM - 08 01 06 04 Innovation and Networks Executive Agency -- Contribution from Horizon 2020 Non-Diff -125 837,00

CHAPTER - 1501 Administrative expenditure of the `Education and culture` policy area

ITEM - 15 01 06 01 Education, Audiovisual and Culture Executive Agency -- Contribution from Erasmus+ Non-Diff -2 536 800,00

TO

CHAPTER - 0204 Horizon 2020 -- Research relating to enterprises

ITEM - 02 04 02 01 Leadership in space	Commitments	5 000 000,00
	Payments	5 000 000,00
ITEM - 02 04 03 01 Achieving a resource-efficient and climate change resilient economy and a sustainable supply of raw materials	Commitments	2 896 650,00

CHAPTER - 0509 Horizon 2020 -- Research and innovation related to agriculture

ITEM - 05 09 03 01 Securing sufficient supplies of safe and high quality food and other bio-based products	Commitments	473 139,00
	Payments	473 139,00

CHAPTER - 0602 European transport policy

ITEM - 06 02 01 01 Removing bottlenecks and bridging missing links	Commitments	695 820,00
ARTICLE - 06 02 51 Completion of Trans-European networks programme	Payments	695 820,00

CHAPTER - 0802 Horizon 2020 -- Research

ITEM - 08 02 01 01 Strengthening frontier research in ERC -- European Research Council	Commitments	28 039 072,00
ITEM - 08 02 03 03 Making the transition to a reliable, sustainable and competitive energy system	Commitments	125 837,00
ARTICLE - 08 02 51 Completion of previous research framework programme -- Seventh Framework Programme -- EC indirect action (2007 to 2013)	Payments	28 039 072,00

CHAPTER - 0904 Horizon 2020

ITEM - 09 04 02 01 Leadership in information and communications technology	Payments	2 896 650,00
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CHAPTER - 1502 Erasmus+

ITEM - 15 02 01 01 Promoting excellence and cooperation in the European education and training area and its relevance to the labour market	Commitments	2 536 800,00
	Payments	2 536 800,00

CHAPTER - 1503 Horizon 2020

ITEM - 15 03 01 01 Marie Skłodowska-Curie actions -- Generating new skills and innovation	Commitments	1 665 038,59
	Payments	1 665 038,59

CHAPTER - 3204 Horizon 2020 -- Research and innovation related to energy

ITEM - 32 04 03 01 Making the transition to a reliable, sustainable and competitive energy system	Commitments	2 800 000,00
	Payments	2 800 000,00
ARTICLE - 32 04 51 Completion of previous research framework programmes -- Seventh Framework Programme (2007 to 2013)	Payments	125 837,00

INTRODUCTION

With DEC 37 the Commission proposes to transfer the appropriations arising from savings achieved for the executive agencies and Horizon 2020 administrative lines to the operational lines of the programmes.

This redeployment of appropriations takes into account the difficult situation for several completion lines. Therefore, where necessary, it is proposed to transfer payment appropriations to the completion lines, while the commitments will be used for the new Horizon 2020 lines for high quality proposals awaiting funding.

I. DECREASE

I.1

a) Heading

05 01 05 02 - External personnel implementing Research and Innovation programmes -- Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	420 000,00
1B Appropriation in budget (EFTA)	12 600,00
2 Transfers	-38 328,00
3 Final appropriation for the year (1A+1B+2)	394 272,00
4 Utilisation of final appropriation	259 112,00
5 Amount not used/available (3-4)	135 160,00
6 Requirements up to year-end	12 600,00
7 Proposed decrease	122 560,00
8 Decrease as percentage of appropriation in budget (7/1A)	29,18 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

The amount of the appropriations required has been revised downwards on the basis of the PMO's estimates.

I.2

a) Heading

05 01 05 03 - Other management expenditure for Research and Innovation programmes -- Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	713 154,00
1B Appropriation in budget (EFTA)	21 395,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	734 549,00
4 Utilisation of final appropriation	282 209,45
5 Amount not used/available (3-4)	452 339,55
6 Requirements up to year-end	101 760,55
7 Proposed decrease	350 579,00
8 Decrease as percentage of appropriation in budget (7/1A)	49,16 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation $[(1-2)/1]$	n/a

d) Detailed grounds for the transfer

Horizon 2020, the Framework Programme for Research and Innovation, was launched on 1 January 2014.

The phasing-in during the first year of Horizon 2020 before the effective transfer to the Research Executive Agency (REA) on 1 November 2014 required putting high priority on the successful implementation of the call evaluation leading to the delivery of the ranked lists.

This focus on delivering the first steps of Horizon 2020 will result in a lower implementation of the administrative expenditure in terms of missions, meetings or communication events.

I.3

a) Heading

06 01 06 01 - Innovation and Networks Executive Agency -- Contribution from Connecting Europe Facility (CEF)

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	12 260 497,00
1B Appropriation in budget (EFTA)	18 722,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	12 279 219,00
4 Utilisation of final appropriation	11 583 398,00
5 Amount not used/available (3-4)	695 821,00
6 Requirements up to year-end	1,00
7 Proposed decrease	695 820,00
8 Decrease as percentage of appropriation in budget (7/1A)	5,68 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

The proposed decrease of the subsidy line of INEA is the result of the following:

- delays in the recruitment both with regard to external staff and detached officials, which also impact other expenses linked to medical service, IT expenditure, administrative costs linked to the management of personnel, etc. The average annual cost of personnel for 2014 was therefore lower.
- no decision on the salary adjustment for 2011 and 2012 when the budget was decided.

Moreover, in order to cope with the increase of personnel, it was foreseen to hire additional offices as from May 2014. Negotiations took longer than expected and were only finalised in July. Related costs were therefore lower than initially foreseen.

I.4

a) Heading

08 01 05 01 - Expenditure related to officials and temporary staff implementing Research and Innovation programmes -- Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	106 740 801,00
1B Appropriation in budget (EFTA)	3 202 224,00
2 Transfers	-3 438 793,00
3 Final appropriation for the year (1A+1B+2)	106 504 232,00
4 Utilisation of final appropriation	0,00
5 Amount not used/available (3-4)	106 504 232,00
6 Requirements up to year-end	104 077 587,00
7 Proposed decrease	2 426 645,00
8 Decrease as percentage of appropriation in budget (7/1A)	2,27 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

According to the latest information available related to the salary adjustment 2011 and 2012, the implementation of the administrative budget line for staff implementing Horizon 2020 can be reduced by EUR 2.4 million. It is proposed to allocate the savings to the operational lines.

I.5

a) Heading

08 01 05 03 - Other management expenditure for Research and Innovation programmes -- Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	37 484 811,00
1B Appropriation in budget (EFTA)	1 124 544,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	38 609 355,00
4 Utilisation of final appropriation	0,00
5 Amount not used/available (3-4)	38 609 355,00
6 Requirements up to year-end	19 788 765,00
7 Proposed decrease	18 820 590,00
8 Decrease as percentage of appropriation in budget (7/1A)	50,21 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	10 185 544,55
2 Appropriations available on 31/10/2014	10 185 544,55
3 Rate of utilisation $[(1-2)/1]$	0,00 %

d) Detailed grounds for the transfer

During the year 2014, there has been a focus on rationalising the expenditures for missions, meetings and communications, leading to savings on line 08 01 05 03.

In parallel, recoveries have led to an increase in assigned revenue, which can be used to reduce the needs from the 2014 budget.

In total, an amount of surplus of EUR 18,8 million in non-differentiated appropriations may be transferred..

I.6

a) Heading

08 01 05 11 - Expenditure related to officials and temporary staff implementing Research and Innovation programmes -- Euratom programme

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	11 607 000,00
1B Appropriation in budget (EFTA)	0,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	11 607 000,00
4 Utilisation of final appropriation	0,00
5 Amount not used/available (3-4)	11 607 000,00
6 Requirements up to year-end	9 166 613,00
7 Proposed decrease	2 440 387,00
8 Decrease as percentage of appropriation in budget (7/1A)	21,03 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

According to the latest information available related to the salary adjustment 2011 and 2012, the implementation of the administrative budget line for staff of EURATOM can be reduced by EUR 2,4 million. It is proposed to allocate the savings to the operational lines.

I.7

a) Heading

08 01 06 01 - European Research Council Executive Agency (ERCEA) -- Contribution from Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	39 415 000,00
1B Appropriation in budget (EFTA)	1 182 450,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	40 597 450,00
4 Utilisation of final appropriation	36 246 000,00
5 Amount not used/available (3-4)	4 351 450,00
6 Requirements up to year-end	0,00
7 Proposed decrease	4 351 450,00
8 Decrease as percentage of appropriation in budget (7/1A)	11,04 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation $[(1-2)/1]$	n/a

d) Detailed grounds for the transfer

As from 2014, the expenditure related to the common IT systems for Research (EUR 3,8 million initially foreseen from ERCEA) will be financed exclusively by the DGs benefiting from these services, and not from the administrative budget of the executive agencies. This decision was taken after the vote on the 2014 budget. In addition, the 2014 ERCEA administrative budget has been reduced by EUR 0,6 million, mainly due to the salary adjustment. The unused part of the budget in voted appropriations stands at EUR 4.4 million. This amount will be transferred to the operational budget.

I.8

a) Heading

08 01 06 02 - Research Executive Agency (REA) -- Contribution from Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	56 369 001,00
1B Appropriation in budget (EFTA)	1 691 070,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	58 060 071,00
4 Utilisation of final appropriation	51 395 032,41
5 Amount not used/available (3-4)	6 665 038,59
6 Requirements up to year-end	0,00
7 Proposed decrease	6 665 038,59
8 Decrease as percentage of appropriation in budget (7/1A)	11,82 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

From the total available budget of EUR 58 million (EUR 56,4 million + EUR 1,6 million of EFTA appropriations) a surplus of EUR 6,7 million is foreseen on this line.

Less Full Time Equivalent (FTE) staff, due to recruitment delays, represent around 27% of this surplus. Additionally, savings on building charges resulting from the hand-over of the contract for building management from a private company to the Commission (OIB) together with the reduction of costs for security guards and of the number of outsourced ex-post audits through better targeting high-risk operations are the main reasons for this surplus. Therefore, the total savings made available under the subsidy to the REA budget line (i.e. 08 01 06 02) amount to EUR 6,7 million.

I.9

a) Heading

08 01 06 03 - Executive Agency for Small and Medium-sized Enterprises -- Contribution from Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	19 055 000,00
1B Appropriation in budget (EFTA)	571 650,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	19 626 650,00
4 Utilisation of final appropriation	13 930 000,00
5 Amount not used/available (3-4)	5 696 650,00
6 Requirements up to year-end	0,00
7 Proposed decrease	5 696 650,00
8 Decrease as percentage of appropriation in budget (7/1A)	29,90 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation $[(1-2)/1]$	n/a

d) Detailed grounds for the transfer

The number of staff in the executive agency is to double in 2014. This involves a large number of recruitments. Following a delay in the recruitments foreseen for 2014 and savings made on building cost, the Agency has revised its administrative budget downwards. These savings can be absorbed by the projects funded on the operational lines of Horizon 2020.

I.10

a) Heading

08 01 06 04 - Innovation and Networks Executive Agency -- Contribution from Horizon 2020

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	1 915 960,00
1B Appropriation in budget (EFTA)	57 479,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	1 973 439,00
4 Utilisation of final appropriation	0,00
5 Amount not used/available (3-4)	1 973 439,00
6 Requirements up to year-end	1 847 602,00
7 Proposed decrease	125 837,00
8 Decrease as percentage of appropriation in budget (7/1A)	6,57 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation $[(1-2)/1]$	n/a

d) Detailed grounds for the transfer

The recruitment process for both external and seconded personnel took longer than initially foreseen. This had a direct impact on the non-salary staff related costs - medical service, administration and personnel management costs, IT related expenditure, logistics and building costs. In addition the decision for the salary adjustments for 2011 and 2012 has not been taken. Also in order to accommodate the INEA staff increase, the rental of the supplementary office space was foreseen as from May 2014; however the negotiation procedure could not be finalised until the beginning of July, which also affected the implementation.

I.11

a) Heading

15 01 06 01 - Education, Audiovisual and Culture Executive Agency -- Contribution from Erasmus+

b) Figure at 31/10/2014

	Non-Diff
1A Appropriation in budget (initial budget + AB)	25 897 000,00
1B Appropriation in budget (EFTA)	784 679,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	26 681 679,00
4 Utilisation of final appropriation	24 144 870,00
5 Amount not used/available (3-4)	2 536 809,00
6 Requirements up to year-end	9,00
7 Proposed decrease	2 536 800,00
8 Decrease as percentage of appropriation in budget (7/1A)	9,80 %
9 Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation $[(1-2)/1]$	n/a

d) Detailed grounds for the transfer

On 11 July 2014, the Executive Committee of EAC Executive Agency (EACEA) adopted a revised budget for the executive agency for the year 2014, according to which the running costs of the Agency were decreased. This decrease is due to the application of the real cost and budget implementation for the year 2014. The appropriations that will not be used can be transferred.

II. INCREASE

II.1

a) Heading

02 04 02 01 - Leadership in space

b) Figure at 31/10/2014

	Commitments	Payments
1A Appropriation in budget (initial budget + AB)	161 352 331,00	14 704 483,00
1B Appropriation in budget (EFTA)	4 880 635,00	441 134,00
2 Transfers	1 335 498,00	19 150 000,00
3 Final appropriation for the year (1A+1B+2)	167 568 464,00	34 295 617,00
4 Utilisation of final appropriation	163 229 823,95	29 663 303,57
5 Amount not used/available (3-4)	4 338 640,05	4 632 313,43
6 Requirements up to year-end	9 338 640,05	9 632 313,43
7 Proposed increase	5 000 000,00	5 000 000,00
8 Increase as percentage of appropriation in budget (7/1A)	3,10 %	34,00 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments	Payments
1 Appropriations available at start of the year	0,00	0,00
2 Appropriations available on 31/10/2014	0,00	0,00
3 Rate of utilisation [(1-2)/1]	n/a	n/a

d) Detailed grounds for the transfer

The commitment appropriations to be transferred to the "Horizon 2020 – Leadership in enabling and industrial technologies – Space programme" ("H2020 – LEIT – SPACE") will allow funding of two proposals from the reserve list of the Call for proposals "H2020 – Competitiveness of the European Space Sector: Technology and Science-2014" ("H2020-COMPET-2014") and one from the reserve list from the Call for proposals "H2020–Earth Observation-2014" ("H2020-EO-2014"), within the 20% margins of each call for proposals.

The payment appropriations to be transferred to the programme "H2020 – LEIT – SPACE" will allow for the payment of the pre-financing payments of three projects in 2014. These projects belong to the main list of the call for proposals "H2020-COMPET-2014".

II.2

a) Heading

02 04 03 01 - Achieving a resource-efficient and climate change resilient economy and a sustainable supply of raw materials

b) Figure at 31/10/2014

	Commitments
1A Appropriation in budget (initial budget + AB)	69 306 327,00
1B Appropriation in budget (EFTA)	2 073 144,00
2 Transfers	-201 522,00
3 Final appropriation for the year (1A+1B+2)	71 177 949,00
4 Utilisation of final appropriation	69 762 525,00
5 Amount not used/available (3-4)	1 415 424,00
6 Requirements up to year-end	4 312 074,00
7 Proposed increase	2 896 650,00
8 Increase as percentage of appropriation in budget (7/1A)	4,18 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

These additional appropriations are needed in order to fund the high quality proposals currently on the reserve list and awaiting funds. These projects are particularly important in a period when resources may become scarce and climate change has become a major concern. As these issues are now political priorities and will become even more important in the years to come, it is necessary to fund as many good projects as possible, especially in the initial phase of the Horizon 2020 programme

II.3

a) Heading

05 09 03 01 - Securing sufficient supplies of safe and high quality food and other bio-based products

b) Figure at 31/10/2014

	Commitments	Payments
1A Appropriation in budget (initial budget + AB)	52 163 000,00	2 290 968,00
1B Appropriation in budget (EFTA)	1 503 567,00	68 729,00
2 Transfers	-2 044 102,00	0,00
3 Final appropriation for the year (1A+1B+2)	51 622 465,00	2 359 697,00
4 Utilisation of final appropriation	624 014,00	419 680,36
5 Amount not used/available (3-4)	50 998 451,00	1 940 016,64
6 Requirements up to year-end	51 471 590,00	2 413 155,64
7 Proposed increase	473 139,00	473 139,00
8 Increase as percentage of appropriation in budget (7/1A)	0,91 %	20,65 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments	Payments
1 Appropriations available at start of the year	0,00	0,00
2 Appropriations available on 31/10/2014	0,00	0,00
3 Rate of utilisation [(1-2)/1]	n/a	n/a

d) Detailed grounds for the transfer

The additional appropriations will be used to finance projects included in the reserve list under the "Call for an Innovative, Sustainable and Inclusive Bioeconomy" ("H2020-ISIB-2014"). The commitment appropriations to be transferred to 05 09 03 01 will allow to give a suitable reply to the high subscription to this specific Call, and fund projects which were distinguished by their high quality and policy relevance. In this way there will be an optimal use of the budget for proposals of the highest quality.

II.4

a) Heading

06 02 01 01 - Removing bottlenecks and bridging missing links

b) Figure at 31/10/2014

	Commitments
1A Appropriation in budget (initial budget + AB)	816 618 378,00
1B Appropriation in budget (EFTA)	0,00
2 Transfers	301 211 223,00
3 Final appropriation for the year (1A+1B+2)	1 117 829 601,00
4 Utilisation of final appropriation	1 095 608 000,00
5 Amount not used/available (3-4)	22 221 601,00
6 Requirements up to year-end	22 917 421,00
7 Proposed increase	695 820,00
8 Increase as percentage of appropriation in budget (7/1A)	0,09 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	3 316 491,44
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

The additional commitment appropriations are needed for the call for proposals CEF-Transport 2014 which has been launched on 11 September 2014. The amount of the Call (total Call size EUR 12 billion) corresponding to budget line 06 02 01 01 is over EUR 6 billion. The additional appropriation is therefore needed to cover the financing needs for the first two years of the actions that will be selected under the multi-annual call for proposals.

II.5

a) Heading

06 02 51 - Completion of Trans-European networks programme

b) Figure at 31/10/2014

	Payments
1A Appropriation in budget (initial budget + AB)	759 405 150,00
1B Appropriation in budget (EFTA)	0,00
2 Transfers	0,00
3 Final appropriation for the year (1A+1B+2)	759 405 150,00
4 Utilisation of final appropriation	706 764 234,33
5 Amount not used/available (3-4)	52 640 915,67
6 Requirements up to year-end	53 336 735,67
7 Proposed increase	695 820,00
8 Increase as percentage of appropriation in budget (7/1A)	0,09 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Payments
1 Appropriations available at start of the year	3 525 040,67
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	100,00 %

d) Detailed grounds for the transfer

The Innovation and Networks Executive Agency (INEA) is facing a significant lack of payment appropriations which amounts to EUR 89 million to cover 2014 payments. This modest increase in payment appropriations will be needed to proceed with pre-financing of some priority projects.

II.6

a) Heading

08 02 01 01 - Strengthening frontier research in ERC -- European Research Council

b) Figure at 31/10/2014

	Commitments
1A Appropriation in budget (initial budget + AB)	1 641 772 694,00
1B Appropriation in budget (EFTA)	48 776 713,00
2 Transfers	-15 882 262,00
3 Final appropriation for the year (1A+1B+2)	1 674 667 145,00
4 Utilisation of final appropriation	1 674 532 650,00
5 Amount not used/available (3-4)	134 495,00
6 Requirements up to year-end	28 173 567,00
7 Proposed increase	28 039 072,00
8 Increase as percentage of appropriation in budget (7/1A)	1,71 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	170 553,12
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

Since its creation, European Research Council (ERC) has been funding frontier research in a successful manner building a very high reputation within the top-end researchers around the globe. Its beneficiaries, which include various Noble Price Winners over the years, three of which freshly awarded this year for Medicine and Economics, have held ERC high up in the distinct global research fields. In this particular year, with extremely tight budgets, and reaching more than 20% cut in its payment appropriations, along with the inception of the innovative H2020 programme, the European Research Council Executive Agency ERCEA has sought to maintain a high quality of research, in order to keep the European Research Area well recognised within the worldwide scientific community. Funding of a maximum number of projects already this year is vital to guarantee ERCEA's successful story.

The total of EUR 28 million in commitment appropriations will allow for the reinforcement of the 2014 calls and fund high potential projects from the reserve lists.

II.7

a) Heading

08 02 03 03 - Making the transition to a reliable, sustainable and competitive energy system

b) Figure at 31/10/2014

	Commitments
1A Appropriation in budget (initial budget + AB)	278 434 628,00
1B Appropriation in budget (EFTA)	8 806 100,00
2 Transfers	15 102 034,00
3 Final appropriation for the year (1A+1B+2)	302 342 762,00
4 Utilisation of final appropriation	20 476 830,00
5 Amount not used/available (3-4)	281 865 932,00
6 Requirements up to year-end	281 991 769,00
7 Proposed increase	125 837,00
8 Increase as percentage of appropriation in budget (7/1A)	0,05 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	728 553,06
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

These additional appropriations will be absorbed by the call for proposal Smart Cities and Communities, topic SCC14-1 solutions integrating energy, transport, ICT sectors through lighthouse (large scale demonstration - first of the kind) projects and will contribute to financing of a project which is currently on the reserve list. These projects will give further input on the topic, and will facilitate reaching the main purpose of the call.

II.8

a) Heading

08 02 51 - Completion of previous research framework programme -- Seventh Framework Programme -- EC indirect action (2007 to 2013)

b) Figure at 31/10/2014

	Payments
1A Appropriation in budget (initial budget + AB)	2 568 132 885,00
1B Appropriation in budget (EFTA)	77 814 426,00
2 Transfers	90 177 532,00
3 Final appropriation for the year (1A+1B+2)	2 736 124 843,00
4 Utilisation of final appropriation	2 584 035 466,68
5 Amount not used/available (3-4)	152 089 376,32
6 Requirements up to year-end	180 128 448,32
7 Proposed increase	28 039 072,00
8 Increase as percentage of appropriation in budget (7/1A)	1,09 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Payments
1 Appropriations available at start of the year	2 885 213,37
2 Appropriations available on 31/10/2014	9 372,80
3 Rate of utilisation [(1-2)/1]	99,68 %

d) Detailed grounds for the transfer

The additional EUR 28 million in payment appropriations are needed to honour the legal obligations related to the completion of the Seventh Framework Programme (FP7). These appropriations are mainly needed for the completion of the following parts of the programme: Nanotechnologies, European Research Council (ERC), Transport and Climate.

II.9

a) Heading

09 04 02 01 - Leadership in information and communications technology

b) Figure at 31/10/2014

	Payments
1A Appropriation in budget (initial budget + AB)	44 192 289,00
1B Appropriation in budget (EFTA)	1 325 769,00
2 Transfers	-11 672 357,00
3 Final appropriation for the year (1A+1B+2)	33 845 701,00
4 Utilisation of final appropriation	5 839 758,25
5 Amount not used/available (3-4)	28 005 942,75
6 Requirements up to year-end	30 902 592,75
7 Proposed increase	2 896 650,00
8 Increase as percentage of appropriation in budget (7/1A)	6,55 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Payments
1 Appropriations available at start of the year	0,00
2 Appropriations available on 31/10/2014	654 316,53
3 Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the transfer

The payment appropriations will be used to pay the pre-financing of three LEIT (Leadership in Enabling and Industrial Technologies) projects that need to be paid before the year-end in order to comply with the time-to-grant and time-to-pay imposed by the Financial Regulation. These 3 projects need to be signed and start in December. If the line is not reinforced, interest for late payment will be incurred.

II.10

a) Heading

15 02 01 01 - Promoting excellence and cooperation in the European education and training area and its relevance to the labour market

b) Figure at 31/10/2014

	Commitments	Payments
1A Appropriation in budget (initial budget + AB)	1 315 662 350,00	794 000 037,00
1B Appropriation in budget (EFTA)	39 864 569,00	24 058 201,00
2 Transfers	-1 711 416,00	20 262 883,32
3 Final appropriation for the year (1A+1B+2)	1 353 815 503,00	838 321 121,32
4 Utilisation of final appropriation	1 273 914 307,50	808 672 984,55
5 Amount not used/available (3-4)	79 901 195,50	29 648 136,77
6 Requirements up to year-end	82 437 995,50	32 184 936,77
7 Proposed increase	2 536 800,00	2 536 800,00
8 Increase as percentage of appropriation in budget (7/1A)	0,19 %	0,32 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments	Payments
1 Appropriations available at start of the year	0,00	0,00
2 Appropriations available on 31/10/2014	0,00	0,00
3 Rate of utilisation [(1-2)/1]	n/a	n/a

d) Detailed grounds for the transfer

The appropriations are needed to reinforce the initial budget foreseen for the activities "Knowledge Alliances", "Sector Skills Alliances" and "European policy experimentations" funded under Key Action 3 "Support for policy reform" of the Erasmus+ Programme. The proposed increase will be used to reinforce the initial funds allocated to those activities taking into account the large number of proposals received compared with the initial forecast. This reinforcement is proposed in support of policy reform targeted at the achievement of Europe 2020 strategy goals and of the ET 2020 and Youth Strategies.

In this context, the additional grants that will be funded aims at promoting policy dialogue both for policy makers and stakeholders, and with partner countries. Finally, they aim at raising awareness of the results of policy and programme activities in the areas of education, training and youth with different groups, and at disseminating such results with a view to generating significant impacts at individual, institutional and systemic level.

II.11

a) Heading

15 03 01 01 - Marie Skłodowska-Curie actions -- Generating new skills and innovation

b) Figure at 31/10/2014

	Commitments	Payments
1A Appropriation in budget (initial budget + AB)	731 611 715,00	57 002 709,00
1B Appropriation in budget (EFTA)	23 873 317,00	1 710 081,00
2 Transfers	64 165 531,00	10 065 993,00
3 Final appropriation for the year (1A+1B+2)	819 650 563,00	68 778 783,00
4 Utilisation of final appropriation	496 118 815,50	7 280 850,65
5 Amount not used/available (3-4)	323 531 747,50	61 497 932,35
6 Requirements up to year-end	325 196 786,09	63 162 970,94
7 Proposed increase	1 665 038,59	1 665 038,59
8 Increase as percentage of appropriation in budget (7/1A)	0,23 %	2,92 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments	Payments
1 Appropriations available at start of the year	0,00	0,00
2 Appropriations available on 31/10/2014	0,00	0,00
3 Rate of utilisation [(1-2)/1]	n/a	n/a

d) Detailed grounds for the transfer

These appropriations will be used for “Horizon 2020 – Excellent science – Marie Skłodowska-Curie Actions — Generating new skills and innovation” (“H2020-MSCA”). The EUR 1 7 million in commitments will reinforce the budget for the Innovative Training Networks-2014 call for proposals (“H2020-ITN-2014”), for which the funding is insufficient. The reinforcement in payment appropriations will allow for one additional grant agreement in 2014, and its subsequent pre-financing.

II.12

a) Heading

32 04 03 01 - Making the transition to a reliable, sustainable and competitive energy system

b) Figure at 31/10/2014

	Commitments	Payments
1A Appropriation in budget (initial budget + AB)	292 962 845,00	28 886 164,00
1B Appropriation in budget (EFTA)	9 421 860,00	866 585,00
2 Transfers	21 099 162,00	-20 900 000,00
3 Final appropriation for the year (1A+1B+2)	323 483 867,00	8 852 749,00
4 Utilisation of final appropriation	133 210 986,38	2 120 440,32
5 Amount not used/available (3-4)	190 272 880,62	6 732 308,68
6 Requirements up to year-end	193 072 880,62	9 532 308,68
7 Proposed increase	2 800 000,00	2 800 000,00
8 Increase as percentage of appropriation in budget (7/1A)	0,96 %	9,69 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a	n/a

c) Receipts arising from recovery (carried over) (C5)

	Commitments	Payments
1 Appropriations available at start of the year	0,00	0,00
2 Appropriations available on 31/10/2014	0,00	0,00
3 Rate of utilisation [(1-2)/1]	n/a	n/a

d) Detailed grounds for the transfer

The call 'Energy Efficiency – topic 'Manufacturing of prefabricated modules for renovation of building PPP EeB and SPIRE' (H2020-EE-2014-1-PPP) was closed in March. Two projects were selected for funding, the deadline for the time-to-grant is end of November (8 months under H2020), and therefore pre-financing will need to be paid out in December.

II.13

a) Heading

32 04 51 - Completion of previous research framework programmes -- Seventh Framework Programme (2007 to 2013)

b) Figure at 31/10/2014

	Payments
1A Appropriation in budget (initial budget + AB)	125 175 972,00
1B Appropriation in budget (EFTA)	3 792 832,00
2 Transfers	-26 000 000,00
3 Final appropriation for the year (1A+1B+2)	102 968 804,00
4 Utilisation of final appropriation	72 440 705,53
5 Amount not used/available (3-4)	30 528 098,47
6 Requirements up to year-end	30 653 935,47
7 Proposed increase	125 837,00
8 Increase as percentage of appropriation in budget (7/1A)	0,10 %
9 Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Payments
1 Appropriations available at start of the year	331 374,17
2 Appropriations available on 31/10/2014	0,00
3 Rate of utilisation [(1-2)/1]	100,00 %

d) Detailed grounds for the transfer

There is a severe deficit of payment appropriations on the budget line 32 04 51 00. The estimated need for additional appropriations in 2014 is EUR 38,6 million, but the scope for redeployment is extremely limited, and the reinforcement proposed in this transfer will only cover a very small part of the actual payment needs.