
PART B. ANNEXES

Annex 1 to the AAR - Statement of the Internal Control Coordinator

I declare that in accordance with the Commission's communication on clarification of the responsibilities of the key actors in the domain of internal audit and internal control in the Commission²¹, I have reported my advice and recommendations to the Director on the overall state of internal control in the Executive Agency.

I hereby certify that the information provided in Part 2 and part 3.1 of the present AAR and in its annexes 2 to 5 is, to the best of my knowledge, accurate and exhaustive.

Brussels, 31/03/2011

Milena Chakarova (signed)

21 SEC(2003)59 of 21.01.2003

Annex 2 to the AAR - Human and Financial resources by ABB activity

Code ABB Activity	ABB Activity	Human Resources by ABB activity	
		Establishment Plan posts	External Personnel
		33 temporary agents	1 consultant
		66 contract agents	1.5 man/year equivalent of interim staff
	Total:	99 staff	

Budgetary execution table - Administrative expenditure

ADMINISTRATIVE BUDGET						
Only C1 appropriations have been taken into account						
Budget line	Name of the budget line	The 2010 Administrative Budget	Execution in Commitments (*)	% of execution	Execution in Payments	% of execution
Title, Chapter, Article and Item	Description	As adopted by the Steering Committee (08/12/2010)	Total committed appropriations (without workflow)	...in the TEN-TEA's budget structure	Total paid appropriations (without workflow)	...in the TEN-TEA's budget structure
TOTAL of the ADMINISTRATIVE EXPENDITURES		9.794.000,00	9.774.071,72	99,80%	8.352.844,07	85,46%
Title 1	STAFF EXPENDITURES	6.244.500,00	6.225.771,72	99,70%	6.018.424,69	96,67%
Chapter 11	Salaries and allowances	5.877.000,00	5.860.271,72	99,72%	5.816.348,55	99,25%
Article 110	Staff occupying an employment in the establishment plan	3.092.640,00	3.082.444,19	99,67%	3.074.100,80	99,73%
Item 1100	Temporary Agents - Basic salary	2.391.000,00	2.381.839,47	99,62%	2.381.839,47	100,00%
Item 1101	Temporary Agents - Allowances and other charges	701.640,00	700.604,72	99,85%	692.261,33	98,81%
Article 111	Contract Agents	2.784.360,00	2.777.827,53	99,77%	2.742.247,75	98,72%
Item 1110	Contract Agents - Basic salary	2.143.000,00	2.137.552,52	99,75%	2.137.552,52	100,00%
Item 1111	Contract Agents - Allowances and other charges	641.360,00	640.275,01	99,83%	604.695,23	94,44%
Chapter 12	Sundries of recruitment and change of personnel	25.000,00	25.000,00	100,00%	17.794,09	71,18%
Article 120	Sundries of recruitment and change of personnel	25.000,00	25.000,00	100,00%	17.794,09	71,18%
Item 1200	Sundries of recruitment of the personnel	13.000,00	13.000,00	100,00%	7.673,83	59,03%
Item 1201	Expenses of installation of the rights	12.000,00	12.000,00	100,00%	10.120,26	84,34%
Chapter 13	Expenses of missions	131.000,00	131.000,00	100,00%	93.740,26	71,56%
Item 1300	Expenses of missions - Personnel of the Agency	131.000,00	131.000,00	100,00%	93.740,26	71,56%
	Expenses of missions - T.0 Services	15.000,00	15.000,00	100,00%	0,00%	0,00%
	Expenses of missions - T.1 Unit	7.500,00	7.500,00	100,00%	0,00%	0,00%
	Expenses of missions - T.2 Unit	75.000,00	75.000,00	100,00%	0,00%	0,00%
	Expenses of missions - T.3 Unit	45.000,00	45.000,00	100,00%	0,00%	0,00%
	Expenses of missions - T.4 Unit	7.500,00	7.500,00	100,00%	0,00%	0,00%
Chapter 14	Socio, infrastructure and training	206.500,00	206.500,00	100,00%	87.770,27	42,50%
Item 1400	Medical service	36.500,00	36.500,00	100,00%	5.696,07	15,61%
Item 1410	Training and Courses of languages	137.000,00	137.000,00	100,00%	82.027,20	59,87%
Item 1420	Other Social Expenses, restaurants and assistance to Staff	33.000,00	33.000,00	100,00%	45,00	0,14%
		0,00				
Chapter 17	Representation expenses and Events	5.000,00	3.000,00	60,00%	2.771,52	92,38%
Item 1700	Representation expenses and Events	5.000,00	3.000,00	60,00%	2.771,52	92,38%
Title 2	INFRASTRUCTURE AND OPERATING EXPENDITURES	2.860.299,68	2.859.099,68	99,96%	1.889.132,57	66,07%
Chapter 20	Offices	2.273.400,00	2.273.400,00	100,00%	1.546.163,57	68,01%
Item 2000	Rent	1.519.093,00	1.519.093,00	100,00%	1.384.238,18	91,12%
Item 2090	Charges of Rent	754.307,00	754.307,00	100,00%	161.925,39	21,47%
Chapter 21	Computer equipment purchase and maintenance	394.799,68	394.399,68	99,90%	336.277,46	85,26%
Article 210	Computer and IT purchase	394.799,68	394.399,68	99,90%	336.277,46	85,26%
Item 2100	IT equipment (hardware) and maintenance	51.999,68	51.999,68	100,00%	14.305,96	27,51%
Item 2101	Purchase and development of software, Office automation, IT Helpdesk and Provisions of services	53.000,00	53.000,00	100,00%	32.666,50	61,63%
Item 2102	Other external services for the data processing	400,00	0,00	0,00%	0,00	0,00%
Item 2103	Management expenditures and other IT expenses	289.400,00	289.400,00	100,00%	289.305,00	99,97%
Chapter 22	Goods, pieces of furniture and incidental expenses	119.000,00	118.500,00	99,58%	3.685,73	3,11%
Article 220	Material and Technical installations	0,00	0,00	0,00%	0,00	0,00%
Item 2200	First equipment in material and installations	0,00	0,00	0,00%	0,00	0,00%
Item 2201	Renewal of material and installations	0,00	0,00	0,00%	0,00	0,00%
Item 2202	Hiring and leasing of material and installations	0,00	0,00	0,00%	0,00	0,00%
Item 2203	Maintenance, use and repairs of material	0,00	0,00	0,00%	0,00	0,00%
Item 2204	Office automation material	0,00	0,00	0,00%	0,00	0,00%
Article 221	Furniture	101.000,00	101.000,00	100,00%	1.173,89	1,16%
Item 2210	Equipment purchase in furniture	95.000,00	95.000,00	100,00%	1.173,89	1,24%
Item 2211	Hiring and leasing of furniture	0,00	0,00	0,00%	0,00	0,00%
Item 2212	Maintenance, use and repair of furniture	6.000,00	6.000,00	100,00%	0,00	0,00%
Article 225	Documentation and library	18.000,00	17.500,00	97,22%	2.511,84	14,35%
Item 2250	Library and archives expenses and subscriptions	18.000,00	17.500,00	97,22%	2.511,84	14,35%
Chapter 23	Administrative running expenditures	53.100,00	52.800,00	99,44%	1.647,43	3,12%
Article 230	Paper mill and office supplies	21.500,00	21.500,00	100,00%	0,00	0,00%
Item 2300	Paper mill and office supplies	21.500,00	21.500,00	100,00%	0,00	0,00%
Article 232	Financial expenses	500,00	500,00	100,00%	0,00	0,00%
Item 2320	Bank charges and other financial expenses	500,00	500,00	100,00%	0,00	0,00%
Article 233	Legal charges	0,00	0,00	0,00%	0,00	0,00%
Item 2330	Legal charges	0,00	0,00	0,00%	0,00	0,00%
Item 2331	Damages	0,00	0,00	0,00%	0,00	0,00%
Article 235	Other administrative expenditures	31.100,00	30.800,00	99,04%	1.647,43	5,35%
Item 2350	Various insurances	7.800,00	7.800,00	100,00%	1.647,43	21,12%
Item 2351	Sundries of internal meetings	0,00	0,00	0,00%	0,00	0,00%
Item 2352	Works of handling and removal of services	23.300,00	23.000,00	98,71%	0,00	0,00%
Chapter 24	Telecommunication and Expenses of posting	20.000,00	20.000,00	100,00%	1.358,38	6,79%
Item 2400	Correspondence stamping and carriage costs	15.000,00	15.000,00	100,00%	0,00	0,00%
Item 2410	Royalties of telecommunications	5.000,00	5.000,00	100,00%	1.358,38	27,17%
Title 3	TECHNICAL AND ADMINISTRATIVE SUPPORT EXPENDITURES	689.200,32	689.200,32	100,00%	445.286,81	64,61%
Chapter 31	Meetings of experts, Conferences and Seminars	2.000,00	2.000,00	100,00%	750,32	37,52%
Item 3100	Meetings of experts, Conferences and Seminars	2.000,00	2.000,00	100,00%	750,32	37,52%
Chapter 32	Information and Publications	107.000,00	107.000,00	100,00%	58.680,43	54,84%
Item 3200	Information and Publications	77.000,00	77.000,00	100,00%	28.866,68	37,49%
Item 3201	Expenses of translation	30.000,00	30.000,00	100,00%	29.813,75	99,38%
Chapter 33	Other technical expenses and of administrative support	580.200,32	580.200,32	100,00%	385.856,06	66,50%
Item 3300	Studies	0,00	0,00	0,00%	0,00	0,00%
Item 3301	Various outside services	178.518,04	178.518,04	100,00%	123.896,49	69,40%
Item 3302	External audits	99.600,00	99.600,00	100,00%	0,00	0,00%
Item 3303	Expenditure for the common platform of evaluation of the projects	302.082,28	302.082,28	100,00%	261.959,57	86,72%

Annex 3 to the AAR - Draft annual accounts and financial reports

**Annex 3 Financial Reports - DG TENEA - Financial Year 2010
Administrative Budget**

Table 1 : Commitments

Table 2 : Payments

Table 3 : Commitments to be settled

Table 4 : Balance Sheet

Table 5 : Economic Outturn Account

Table 6 : Average Payment Time Limits

Table 7 : Income

Table 8 : Recovery of undue Payments

Table 9 : Ageing Balance of Recovery Orders

Table 10 : Waivers of Recovery Orders

Table 11 : Negotiated Procedures (excluding Building Contracts)

Table 12 : Summary of Contracts (excluding Building Contracts)

Table 13 : Building Contracts

Table 14 : Contracts declared Secret

TABLE 1: OUTTURN ON COMMITMENT APPROPRIATIONS IN 2010 (in Mio€)				
Chapter		Commitment appropriations	Commitments made	%
		1	2	3=2/1
Title A-1 STAFF EXPENDITURES				
A-11	Salaries & allowances	5,88	5,86	99,72 %
A-12	Sundries of recruitment and change of personnel	0,03	0,03	100,00 %
A-13	Expenses of missions	0,13	0,13	100,00 %
A-14	Socio, infrastructure and training	0,21	0,21	100,00 %
A-17	Representation expenses and Events	0,01	0,00	60,00 %
Total Title A-1		6,24	6,23	99,70 %
Title A-2 INFRASTRUCTURE AND OPERATING EXPENDITURES				
A-20	Offices	2,27	2,27	100,00 %
A-21	Computer equipment purchase and maintenance	0,39	0,39	99,90 %
A-22	Goods, pieces of furniture and incidental expenses	0,12	0,12	99,58 %
A-23	Administrative running expenditures	0,05	0,05	99,44 %
A-24	Telecommunication and posting expenses	0,02	0,02	100,00 %
Total Title A-2		2,86	2,86	99,96 %
Title A-3 TECHNICAL AND ADMINISTRATIVE SUPPORT EXPENDITURES				
A-31	Meetings of experts, Conferences and Seminars	0,00	0,00	100,00 %
A-32	Information and Publications	0,11	0,11	100,00 %
A-33	Other technical expenses and of administrative sup	0,58	0,58	100,00 %
Total Title A-3		0,69	0,69	100,00 %
TOTAL TENEA%		9,79	9,77	99,80 %

* Commitment appropriations authorized include, in addition to the budget voted by the legislative authority, appropriations carried over from the previous year, budget amendments as well as miscellaneous commitment appropriations for the period (e.g. interest and external assigned revenue).

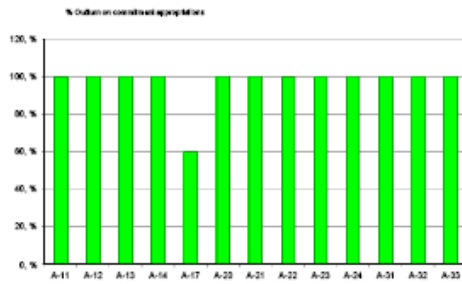


TABLE 2: OUTTURN ON PAYMENT APPROPRIATIONS IN 2010 (in Mio €)				
Chapter		Payment appropriations authorised *	Payments made	%
		1	2	3=2/1
TITLE A-1 STAFF EXPENDITURES				
A-11	Salaries & allowances	5,90	5,82	98,58 %
A-12	Sundries of recruitment and change of personnel	0,03	0,02	68,85 %
A-13	Expenses of missions	0,21	0,13	65,08 %
A-14	Socio, infrastructure and training	0,30	0,16	53,09 %
A-17	Representation expenses and Events	0,01	0,00	41,54 %
TOTAL A-1		6,45	6,14	95,18 %
TITLE A-2 INFRASTRUCTURE AND OPERATING EXPENDITURES				
A-20	Offices	2,51	1,74	69,39 %
A-21	Computer equipment purchase and maintenance	0,65	0,42	64,16 %
A-22	Goods, pieces of furniture and incidental expenses	0,35	0,21	60,37 %
A-23	Administrative running expenditures	0,08	0,02	24,56 %
A-24	Telecommunication and posting expenses	0,04	0,02	47,30 %
TOTAL A-2		3,63	2,41	66,36 %
TITLE A-3 TECHNICAL AND ADMINISTRATIVE SUPPORT EXPENDITURES				
A-31	Meetings of experts, Conferences and Seminars	0,00	0,00	37,52 %
A-32	Information and Publications	0,16	0,10	62,25 %
A-33	Other technical expenses and of administrative sup	0,74	0,52	70,69 %
TOTAL A-3		0,90	0,62	69,15 %
TOTAL TENEA%		10,98	9,17	83,52 %

* 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).

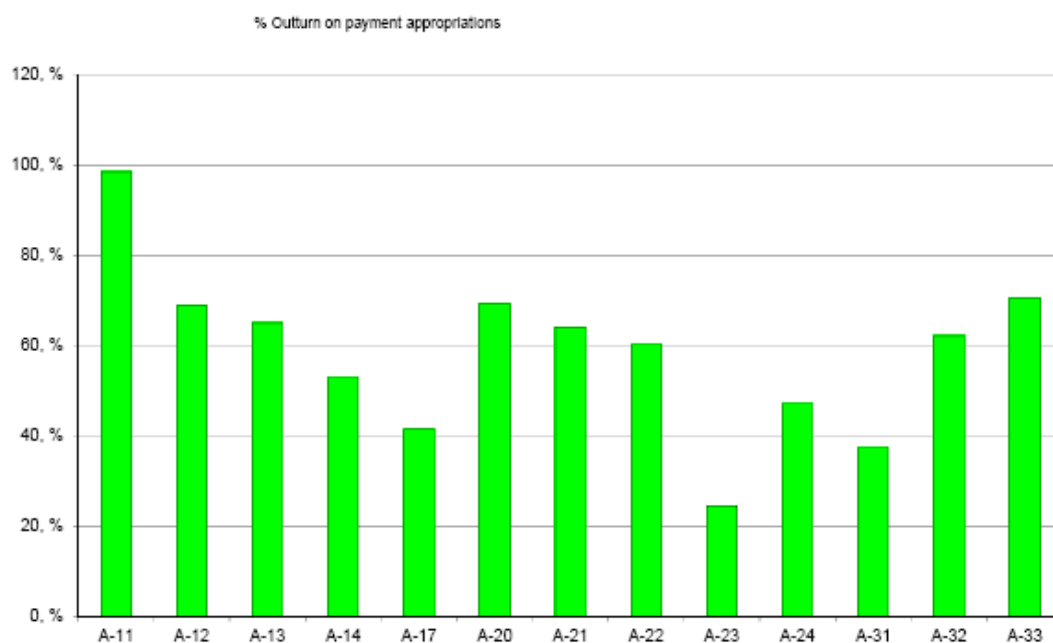


TABLE 3 : BREAKDOWN OF COMMITMENTS TO BE SETTLED AT 31/12/2010 (in Mio €)					
Chapter		2010 Commitments to be settled			
		Commitments 2010	Payments 2010	RAL 2010	% to be settled
		1	2	3=1-2	4=1-2//1
Title A-1 STAFF EXPENDITURES					
A-11	Salaries & allowances	5,86	-5,82	0,04	0,75 %
A-12	Sundries of recruitment and change of personnel	0,03	-0,02	0,01	28,82 %
A-13	Expenses of missions	0,13	-0,09	0,04	28,44 %
A-14	Socio, infrastructure and training	0,21	-0,09	0,12	57,50 %
A-17	Representation expenses and Events	0,00	0,00	0,00	7,62 %
Total Title A-1		6,23	-6,02	0,21	3,33 %
Title A-2 INFRASTRUCTURE AND OPERATING EXPENDITURES					
A-20	Offices	2,27	-1,55	0,73	31,99 %
A-21	Computer equipment purchase and maintenance	0,39	-0,34	0,06	14,74 %
A-22	Goods, pieces of furniture and incidental expenses	0,12	0,00	0,11	96,89 %
A-23	Administrative running expenditures	0,05	0,00	0,05	96,88 %
A-24	Telecommunication and posting expenses	0,02	0,00	0,02	93,21 %
Total Title A-2		2,86	-1,89	0,97	33,93 %
Title A-3 TECHNICAL AND ADMINISTRATIVE SUPPORT EXPENDITURES					
A-31	Meetings of experts, Conferences and Seminars	0,00	0,00	0,00	62,48 %
A-32	Information and Publications	0,11	-0,06	0,05	45,16 %
A-33	Other technical expenses and of administrative sup	0,58	-0,39	0,19	33,50 %
Total Title A-3		0,69	-0,45	0,24	35,39 %
TOTAL TENEA%		9,77	-8,35	1,42	14,54 %

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

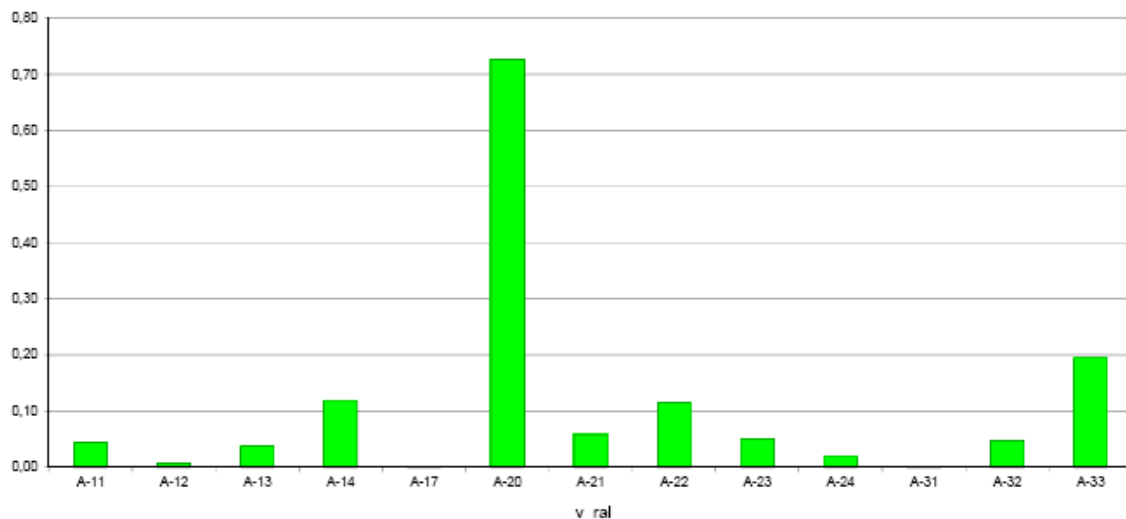


TABLE 4 : BALANCE SHEET TENEA

BALANCE SHEET	2010	2009
A.I. NON CURRENT ASSETS	160.142,41	113.226,00
A.I.1. Intangible Assets	46.021,00	35.923,00
A.I.2. Property, plant and equipment	114.121,41	77.303,00
A.II. CURRENT ASSETS	2.848.445,93	2.406.914,99
A.II.3. Short-term Receivables	926.401,35	23.689,33
A.II.5. Cash and Cash Equivalents	1.922.044,58	2.383.225,66
ASSETS	3.008.588,34	2.520.140,99
P.II. NON CURRENT LIABILITIES		-45.050,92
P.II.2. Long-term provisions		-45.050,92
P.III. CURRENT LIABILITIES	-1.561.830,47	-1.813.839,81
P.III.4. Accounts Payable	-1.561.830,47	-1.813.839,81
LIABILITIES	-1.561.830,47	-1.858.890,73
NET ASSETS (ASSETS less LIABILITIES)	1.446.757,87	661.250,26
Non-allocated central (surplus)/deficit*	1.446.757,87	661.250,26
TOTAL	0,00	0,00

* This figure is a balancing amount presented here so as to reflect the fact that the accumulated result of the Commission is not attributed to each DG

It should be noted that the balance sheet and economic outturn account presented in Annex 3 to this Annual Activity Report, represent only the (contingent) assets, (contingent) 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 economic outturn account 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 & 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 5 : ECONOMIC OUTTURN ACCOUNT TENEA

ECONOMIC OUTTURN ACCOUNT	2010	2009
II.1 SURPLUS/ DEF. FROM OPERATING ACTIVT	-798.273,16	-51.399,01
II.1.1. OPERATING REVENUES	-9.407.545,19	-7.886.577,56
II.1.1.1. Other operating revenue	-9.407.545,19	-7.886.577,56
II.1.2. OPERATING EXPENSES	8.609.272,03	7.635.178,56
II.1.2.1. Administrative Expenses	8.607.248,84	7.588.484,73
II.1.2.2. Operating Expenses	2.023,19	46.693,82
II.2. SURPLUS/DEF. NON OPERATING ACTIVIT	12.765,55	377,64
II.2. FINANCIAL OPERATIONS	12.765,55	377,64
II.2.2. Financial expenses	12.765,55	377,64
ECONOMIC OUTTURN ACCOUNT	-785.507,61	-51.021,37

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Additionally, the figures included in tables 4 & 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 TIME LIMITS FOR 2010 - TENEA

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	780	697	89,36 %	16,69	83	10,64 %	36,71
45	9	9	100,00 %	23,00			

Total Number of Payments	789	706	89,48 %		83	10,52 %	
Average Payment Time	18,86			16,77			36,71

Target Times

Target Payment Time (Days)	Total Number of Payments	Nbr of Payments within Target	Percentage	Average Payment Times (Days)	Nbr of Late Payments	Percentage	Average Payment Times (Days)
30	789	706	89,48 %	16,77	83	10,52 %	36,71

Total Number of Payments	789	706	89,48 %		83	10,52 %	
Average Payment Time	18,86			16,77			36,71

Suspensions

Average Report Approval	Average Payment Suspension Days	Number of Suspended	% of Total Number	Total Number of Payments	Amount of Suspended	% of Total Amount	Total Paid Amount
0	31	38	4,82 %	789	337.153,29	5,88 %	5.731.210,64

Late Interest paid in 2010

DG	GL Account	Description	Amount (Eur)

TABLE 7 : SITUATION ON REVENUE AND INCOME IN 2010					
Title	Description	Year of Origin	Revenue and Income recognized	Revenue and Income cashed	Ousting Balance
20-0	EU Budget Contribution to the Executive Agency	2009	0,00	0,00	0,00
20-0	EU Budget Contribution to the Executive Agency	2010	9.794.000,00	9.794.000,00	0,00
90-0	Miscellaneous revenue	2010	94.889,45	94.790,44	99,01
TOTAL			9.888.889,45	9.888.790,44	99,01

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

RECOVERY ORDERS ISSUED IN 2010 Year of Origin (commitment)	TOTALS	
	Nbr	RO Amount
Sum:		

EXPENSES		
	Nbr	Amount
INCOME LINES IN INVOICES	0,	

NON ELIGIBLE AMOUNT IN COST CLAIMS	No error / irregularity	
	Nbr	Amount
	3,	3.317,21

	Error				Irregularity				No error / irregularity			
	Credit Note	Context	Nbr	Amount	Credit Note	Context	Nbr	Amount	Credit Note	Context	Nbr	Amount
CREDIT NOTES									TEA.77	TEA.43	1,	-318,40
CREDIT NOTES	TEA.78	TEA.48	1,	-110,83								
CREDIT NOTES					TEA.83	TEA.45	1,	-19,85				
CREDIT NOTES	TEA.84	TEA.47	1,	-1.980,00								
CREDIT NOTES									TEA.86	TEA.48	1,	-127,50
CREDIT NOTES									TEA.87	TEA.49	1,	-38,45
CREDIT NOTES	TEA.89	TEA.50	1,	-56,60								
CREDIT NOTES									TEA.97	TEA.51	1,	-226,48

TABLE 9: AGEING BALANCE OF RECOVERY ORDERS AT 31/12/2010 FOR TENEA

Year of Origin	Number at 01/01/2010	Number at 31/12/2010	Evolution	Open Amount (Eur) at 01/01/2010	Open Amount (Eur) at 31/12/2010	Evolution
2010		2			234,36	
Totals		2			234,36	

TABLE 10 : RECOVERY ORDER WAIVERS IN 2010 >= EUR 100.000						
	Waiver Central Key	Linked RO Central Key	RO Accepted amount (Eur)	LE Account Group	Commission Decision	Comments

Total TENEA	
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Number of RO waivers	0
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Justifications:

TABLE 11 : CENSUS OF NEGOTIATED PROCEDURES - DG TENEA - YEAR 2010

Negotiated Procedure Legal base	Number of Procedures
Total	

No data to be reported

TABLE 12 : SUMMARY OF PROCEDURES OF DG TENEA EXCLUDING BUILDING CONTRACTS

Internal procedures > €60,000
Contract Class
TOTAL

Procedure Type
TOTAL

External procedures > €10,000
Contract Class
TOTAL

Procedure Type
TOTAL

Additional comments

No data to be reported

TABLE 13 : BUILDING CONTRACTS

TABLE 13 : BUILDING CONTRACTS				
			Total number of contracts :	1
			Total amount :	5.236.612,10
Legal base	Contract Number	Contractor Name	Description	Amount (€)
Art. 126 1h	0382110	AG INSURANCE NV*	RENTING OF 4632 SQUARE METERS OF OFFICES, 234 SQUARE METERS OF ARCHIVES AND 30 PARKING PLACES IN THE BUILDING "ESPACE ROLIN" , SIS 910 CHAUSSÉE DE WAVRE , 1040 BRUXELLES	5.236.612,10

TABLE 14 : CONTRACTS DECLARED SECRET

TABLE 14 : CONTRACTS DECLARED SECRET					
				Total Number of Contracts :	0
				Total amount :	
Legal base	Contract Number	Contractor Name	Type of contract	Description	Amount (€)

No data to be reported

**Annex 3 Financial Reports - DG TENEA - Financial Year 2010
Operational Budget**

Table 1 : Commitments

Table 2 : Payments

Table 3 : Commitments to be settled

Table 4 : Balance Sheet

Table 5 : Economic Outturn Account

Table 6 : Average Payment Time Limits

Table 7 : Income

Table 8 : Recovery of undue Payments

Table 9 : Ageing Balance of Recovery Orders

Table 10 : Waivers of Recovery Orders

TABLE 1: OUTTURN ON COMMITMENT APPROPRIATIONS IN 2010 (in Mio€)				
Chapter		Commitment appropriations	Commitment outlay	%
		1	2	3=2/1
Title 06 : Energy and transport				
06 03	Trans-European networks	935,59	823,87	88,75 %
Total Title 06		935,59	823,87	88,75 %
Total DG TENEA		935,59	823,87	88,75 %

* Commitment appropriations authorized include, in addition to the budget voted by the legislative authority, appropriations carried over from the previous exercise, budget amendments as well as retrospective commitment appropriations for the period (e.g. internal and external assigned revenues).

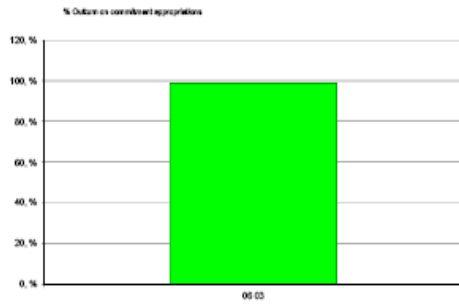


TABLE 2: OUTTURN ON PAYMENT APPROPRIATIONS IN 2010 (in Mio€)				
Chapter		Payment appropriations	Payments made	%
		1	2	3=2/1
Title 06 : Energy and transport				
06 03	Trans-European networks	820,80	817,61	99,61 %
Total Title 06		820,80	817,61	99,61 %
Total DG TENEA		820,80	817,61	99,61 %

* 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).

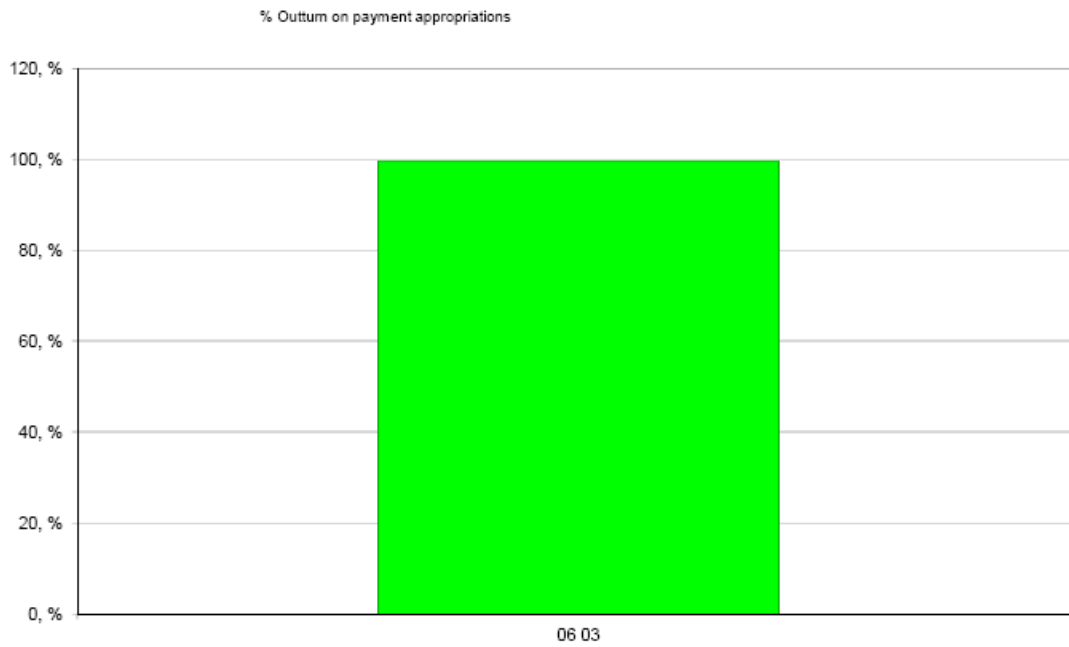


TABLE 3 : BREAKDOWN OF COMMITMENTS TO BE SETTLED AT 31/12/2010 (in Mio€)								
Chapter		2010 Commitments to be settled				Commitments to be settled from financial years previous to 2010	Total of Commitments to be settled at end of financial year 2010 (incl.corrections)	Total of Commitments to be settled at end of financial year 2009 (incl.corrections)
		Commitments 2010	Payments 2010	RAL 2010	% to be settled			
		1	2	3=1-2	4=1-2/1	5	6=3+5	7
Title 06 : Energy and transport								
06 03	Trans-European networks	923,87	183,60	740,28	80,13 %	1.040,97	1.781,25	1.815,68
Total Title 06		923,87	183,60	740,28	80,13 %	1.040,97	1.781,25	1.815,68
Total DG TENEA		923,87	183,60	740,28	80,13 %	1.040,97	1.781,25	1.815,68

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

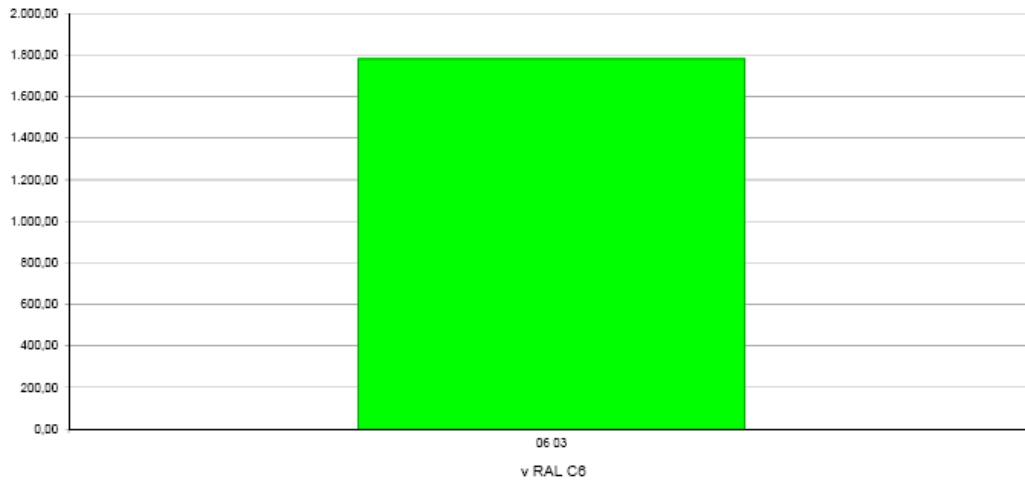


TABLE 4 : BALANCE SHEET TENEA

BALANCE SHEET	2010	2009
A.I. NON CURRENT ASSETS	51.870.964,68	87.515.049,96
A.I.3. Long-term investments	0,00	57.804.186,13
A.I.4. Loans		0,00
A.I.5. LT Pre-Financing	51.870.964,68	29.710.863,83
A.II. CURRENT ASSETS	306.487.064,88	277.757.739,25
A.II.2. Short-term Pre-Financing	149.845.292,85	168.726.262,78
A.II.3. Short-term Receivables	4.293.834,57	3.833.143,71
A.II.4. Short-term Investments	111.320.567,34	61.083.651,91
A.II.5. Cash and Cash Equivalents	41.027.370,12	44.114.680,85
ASSETS	358.358.029,56	365.272.789,21
P.I. NET ASSETS/LIABILITIES	2.956.160,79	-79.877,53
P.I.1. Reserves	2.956.160,79	-79.877,53
P.III. CURRENT LIABILITIES	-612.876.749,46	-380.516.632,33
P.III.4. Accounts Payable	-612.876.749,46	-380.516.632,33
LIABILITIES	-609.920.588,67	-380.596.509,86
NET ASSETS (ASSETS less LIABILITIES)	-251.562.559,11	-15.323.720,65
P.I.2. Accumulated Surplus / Deficit	0,00	0,00
Non-allocated central (surplus)/deficit*	251.562.559,11	15.323.720,65
TOTAL	0,00	0,00

* This figure is a balancing amount presented here so as to reflect the fact that the accumulated result of the Commission is not attributed to each DG

It should be noted that the balance sheet and economic outturn account presented in Annex 3 to this Annual Activity Report, represent only the (contingent) assets, (contingent) 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 economic outturn account 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 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 5 : ECONOMIC OUTTURN ACCOUNT TENEA

ECONOMIC OUTTURN ACCOUNT	2010	2009
II.1 SURPLUS/ DEF. FROM OPERATING ACTIVT	982.950.251,64	582.190.448,13
II.1.1. OPERATING REVENUES	-2.494.155,35	-27.702,73
II.1.1.1. Other operating revenue	-2.494.155,35	-27.702,73
II.1.2. OPERATING EXPENSES	985.444.406,99	582.218.150,86
II.1.2.2. Operating Expenses	985.444.406,99	582.218.150,86
II.2. SURPLUS/DEF. NON OPERATING ACTIVIT	-1.232.568,36	36.212.319,53
II.2. FINANCIAL OPERATIONS	-1.232.568,36	-214.945,11
II.2.1. Financial revenue	-3.448.349,50	-2.993.392,34
II.2.2. Financial expenses	2.215.781,14	2.778.447,23
II.2. OTHER NON OPERATING ACTIVITIES		36.427.264,64
II.2.4. Share of net surplus/def. associ		36.427.264,64
ECONOMIC OUTTURN ACCOUNT	981.717.683,28	618.402.767,66

It should be noted that the balance sheet and economic outturn account presented in Annex 3 to this Annual Activity Report, represent only the (contingent) assets, (contingent) 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 economic outturn account 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 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 TIME LIMITS FOR 2010 - DG TENEA

Legal Times							
Maximum Payment Time	Total Number of Payments	Nbr of Payments within Time Limit	Percentage	Average Payment Times (Days)	Nbr of Late Payments	Percentage	Average Payment Times (Days)
45	316	311	98,42 %	15,26	5	1,58 %	69,00
60	7	7	100,00 %	13,14			

Total Number of Payments	323	318	98,45 %		5	1,55 %	
Average Payment Time	16,07			15,23			69,00

Target Times							
Target Payment Time (Days)	Total Number of Payments	Nbr of Payments within Target	Percentage	Average Payment Times (Days)	Nbr of Late Payments	Percentage	Average Payment Times (Days)
20	56	53	94,64 %	9,94	3	5,36 %	26,33
30	287	239	89,51 %	14,15	28	10,49 %	42,89

Total Number of Payments	323	292	90,40 %		31	9,60 %	
Average Payment Time	16,07			13,39			41,29

Suspensions							
Average Report Approval	Average Payment	Number of Suspended	% of Total Number	Total Number of Payments	Amount of Suspended	% of Total Amount	Total Paid Amount
68	19	146	45,82 %	323	338.472.148,64	41,44 %	816.759.753,60

Late Interest paid in 2010			
DG	GL Account	Description	Amount (Eur)

TABLE 7 : SITUATION ON REVENUE AND INCOME IN 2010								
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		7=3-6
Title 5: REVENUE ACCRUING FROM THE ADMINISTRATIVE OPERATION OF THE INSTITUTION								
82	REVENUE FROM INVESTMENTS OR LOANS GRANTED; BANK AND OTHER INTEREST	13.309,25	0,00	13.309,25	13.309,25	0,00	13.309,25	0,00
	Total Title 5	13.309,25	0,00	13.309,25	13.309,25	0,00	13.309,25	0,00
Title 6: CONTRIBUTIONS AND REFUNDS IN CONNECTION WITH COMMUNITY/EU AGREEMENTS AND PROGRAMMES								
66	OTHER CONTRIBUTIONS AND REFUNDS	16.470.106,41	3.833.143,71	20.303.250,12	12.176.271,84	3.833.143,71	16.009.415,55	4.293.834,57
	Total Title 6	16.470.106,41	3.833.143,71	20.303.250,12	12.176.271,84	3.833.143,71	16.009.415,55	4.293.834,57
Total DG TENEA		16.483.415,66	3.833.143,71	20.316.559,37	12.189.581,09	3.833.143,71	16.022.724,80	4.293.834,57

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

RECOVERY ORDERS ISSUED IN 2010 Year of Origin (commitment)	Error		Follow Up		Irregularity		No error / Irregularity		TOTALS	
	Nbr	RO Amount	Nbr	RO Amount	Nbr	RO Amount	Nbr	RO Amount	Nbr	RO Amount
1999			1	1.053.246,60					1	1.053.246,60
2003			1	530.415,61					1	530.415,61
2004			1	905,36	1	11.120,00	2	67.426,20	4	79.051,56
2005			4	1.295.766,64	2	810.972,37	2	787.977,00	8	2.894.736,01
2006			3	1.247.197,16			2	1.885.357,10	5	3.132.554,26
2007							2	3.578.424,60	2	3.578.424,60
2008							4	2.825.126,77	4	2.825.126,77
2010	1	534.051,00					2	1.842.500,00	3	2.376.551,00
	1	534.051,00	10	4.127.151,37	3	822.692,37	14	10.366.811,67	28	16.470.106,41

EXPENSES

	Nbr	Amount
INCOME LINES IN INVOICES	0	

	Error		Irregularity		No error / Irregularity		Follow Up	
	Nbr	Non-Eligible Amount	Nbr	Non-Eligible Amount	Nbr	Non-Eligible Amount	Nbr	Non-Eligible Amount
NON ELIGIBLE AMOUNT IN COST CLAIMS	2	878.341,31	11	4.170.227,20	30	2.814.256,77	2	1.172.131,58

	Nbr	Credit Note Amount
CREDIT NOTES	0	

TABLE 9: AGEING BALANCE OF RECOVERY ORDERS AT 31/12/2010 FOR TENEA

Year of Origin	Number at 01/01/2010	Number at 31/12/2010	Evolution	Open Amount (Eur) at 01/01/2010	Open Amount (Eur) at 31/12/2010	Evolution
2010		9			4.293.834,57	
Totals		9			4.293.834,57	

TABLE 10 : RECOVERY ORDER WAIVERS IN 2010 >= EUR 100.000

Waiver Central Key	Linked RO Central Key	RO Accepted Amount (Eur)	LE Account Group	Commission Decision	Comments
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Total DG TENEA

Number of RO waivers 0

Justifications:

Annex 4 to the AAR – Materiality criteria

The Authorising Officer by Delegation assessed the significance of any weaknesses that could lead to a formal reservation. This was done by identifying their potential impact and judging whether any weakness was material enough that its non-disclosure could influence the decisions or conclusions of the users of the declaration of assurance.

The materiality threshold was established in application of Commission standards after making both a qualitative and quantitative judgement in order to assess and quantify any significant weaknesses. In qualitative terms the following factors were considered: nature, scope, duration, mitigating controls, existence of corrective actions. In quantitative terms, the potential financial impact was taken into account and an acceptable limit of error established for the % value of transactions of the Agency's budget affected by the weakness.

In establishing the materiality threshold the guidance of the Court of Auditors for materiality threshold of 2% as well as the applicable Commission standards were taken into account. Following the ex-post audits that were based on statistical sampling and risk criteria the financial adjustments recommended by ex-post control as % of the payments made were below 1% both in 2009 and 2010.

Annex 5 to the AAR – Internal Control Template(s) for Budget Implementation

ICT N°:	
Management mode:	Direct centralised for administrative expenses, 748 payments were made for an average value of 11.167€, representing 62 payments per month in average, with peaks in numbers in June, and December with respectively 123 and 124 payments. Indirect centralised for operational expenses, 335 payments were made for an average of 2,4 million €, representing 30 payments per month in average, with peaks in number in July and December with respectively 77 and 84 payments.
Key figures:	
Management and control systems: stages and main actors: The Agency's financial circuit and segregation of duties are based on the Commission's model 2: the partially de-centralised circuit. It was established along with the management and accounting systems, procedures, internal controls, reporting structures and control functions in line with the requirements of the Financial Regulations. TEN-T EA also established its own manual of contractual and financial procedures which was revised for the 2nd time in 2010. The Director acts as Authorising Officer by delegation and has delegated powers to the Heads of Unit as Authorising Officers by sub-delegation for payments, (all have signed the Commission charter). In accordance with the Financial Regulation, the Agency uses the <i>four-eyes principle</i> : all operational and financial aspects of an operation have to be verified by a second staff member before it is authorised. This verification is used to ensure compliance with rules and good financial management and is fulfilled at the level of the Head of Unit who can delegate it to their deputies or to the Senior Project Managers.	
Selection process (of beneficiaries, intermediaries, agencies, contractors etc), including preventive measures	Once its technical and financial capacity has been analysed by the agency, each eligible proposal submitted under the TEN-T Annual and Multi-Annual Calls is independently assessed against specific award criteria by at least three external experts (evaluators) who agree on a recommendation for funding/not funding for each proposal during a consensus meeting. Each of the proposals is then reviewed by the Commission's Internal Evaluation Panel composed of representatives of DG MOVE and TEN-T EA. The participation of DG ENV in this Internal Evaluation Panel ensures the conformity of all selected proposals with EU Environmental Law. The Panel agrees on a final list of proposals recommended/not recommended for funding which, once presented and agreed by DG MOVE's Evaluation Committee (composed of DG MOVE Directors), is then presented to the TEN-T Financial Assistance Committee (FAC) and to the European Parliament.
Communication and information measures to improve the quality of financial management and provision of supporting data by beneficiaries, contractors and intermediaries	Internally: Steering Committee, Management meetings, ad-hoc meetings notably for follow-up of payment processes, reporting on the intranet, workshops and improvement of the communication/understanding between financial and project officers are the main actions undertaken. Externally: combined on-site visits between financial and project officers, simplified and streamlined documents, guidelines, FAQs and other relevant information on the web are major improvements introduced in the management process as from the call for proposals up to the final payment.

<p>Detective and corrective controls: Checks and monitoring during the initial phases of the programme/contract Checks and monitoring during the final/ closure phases of the programme/contract</p>	<p>All new projects have a Kick-Off meeting/on-site visit within 6 months of the Funding Decision notification; 100% of all major projects should be subject to a visit/meeting every year, the smaller projects should be subject to a visit/progress meeting at least once every 2 years; Technical verification meetings/on-site checks are planned to be made for at least 80% of all final cost claims</p>
<p>Preventive and corrective controls and audit: Desk reviews, on-the-spot audits carried out either <i>ex-ante</i> or <i>ex-post</i>.</p>	<p><u>Ex-post controls:</u> Ex-post controls are a key element of the financial control strategy. The auditors' core tasks are the performance of on the spot financial audits and system checks of Beneficiaries/ Implementing Bodies (auditees) as well as the coordination and follow-up of audits subcontracted to external audit firms. The population out of which the annual program is established consists of all projects for which a payment has been made in the previous year (except pre-financing). The selection is a combination of statistical sampling (monetary unit sampling) and assessment of risk criteria. The risk factors addressed are the amounts at stake, the inherent risks of the recipient countries and the inherent risks of the auditees highlighted by the operational unit.</p>
<p>Feedback which enables control activities to be optimised</p>	
<p>Verification that processes are working as designed</p>	<ul style="list-style-type: none"> - Ex-ante control is carried out in all financial transactions at the level of the verifying officer both on the operational and financial aspect. An additional ex-ante quality control has been added in all payment transactions in order to enforce the error detection and the overall effectiveness of the internal control. - Monthly financial reports on the operational budget and performance indicators are prepared and presented to the management, as well as published on the Agency's intranet. - Procedures are in place in order to report exceptions and to record and correct internal weaknesses. - Discussion of risk management and ICS – conclusions of the exercise at the Agency management level; - In line with the Financial Regulation and the Delegation Act, the parent Director General verified and approved the internal control system/procedures of the Agency before they became operational and agrees on changes to the Agency's Manual of Procedures. - The accounting team performs an accounting quality review programme throughout the year and verifies the correctness of the accounting data.
<p>Monitoring of performance of independent bodies, 3rd party auditors, externally contracted auditors</p>	<p>The IAS, the TEN-T EA IAC, and the European Court of Auditors audit the operations and the activities of the Agency. TEN-T EA establishes action plans and monitors systematically the implementation of audit recommendations.</p>

High level management reporting (e.g. to the Director General and its role in monitoring problem issues)

- The Agency work programme includes the specific objectives and tasks relative to the implementation of the budget.
- A set of indicators facilitates the monitoring process.
- Bi-annual management reports sent to the parent DG and the Steering Committee include the financial indicators pertaining to the budget.
- The Steering Committee meets four times a year to review the performance of the Agency, including issues related to budget implementation.
- The Annual Activity Report (AAR) showing the progress made during the year includes the administrative budget.