



2010

FINAL ACCOUNTS

Financial Statements & Budgetary Reports

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CERTIFICATION OF THE ACCOUNTS & STATEMENT OF THE DIRECTOR

Certification of the accounts

The annual accounts of the Executive Agency for Health and Consumers (hereafter "the Agency") for the year of 2010 have been prepared in accordance with the Financial Regulation of EC and the accounting rules adopted by Commission's Accounting Officer, as are to be applied by all institutions, agencies and joint undertakings.

I acknowledge my responsibility for the preparation, and presentation of the annual accounts of the Agency in accordance with art 61 of the Financial Regulation.

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

I hereby certify that based on this information, and on such checks as I deemed necessary to sign off the accounts, I have a reasonable assurance that the accounts present, a true and fair view of the financial position of the Agency in all material aspects.

Statement of the Director

I, the undersigned, Director of the Executive Agency for Health and Consumers, in my capacity as authorising officer :

- Declare that the information contained in this report gives a true and fair view.
- State that I have reasonable assurance that the resources assigned to the activities described in the Annual Activity Report have been used for their intended purpose and in accordance with the principles of sound management, and that the control procedures put in place give the necessary guarantees concerning the legality and regularity of the underlying transactions.

This reasonable assurance is based on my own judgement and on the information at my disposal, such as the results of the self-assessment, ex-ante controls, the work of the internal audit capability, the observations of the Internal Audit Service and the lessons learnt from the reports of the Court of Auditors for years prior to the year of this declaration.

Confirm that I am not aware of anything not reported here which could harm the interests of the institution.

Luxembourg, 16/06/2011

Ms Silvia BENTO
Accounting Officer

Mr Luc BRIOL
Director

PART I

1. Introduction

The Executive Agency for Health and Consumers is the result of the transformation of the Public Health Executive Agency, following Commission Decision (2008/544/EC) on 20th June 2008¹, amending Decision (2004/858/EC) of 15th December 2004².

By its decision the Commission extended the scope of the programmes managed by the Agency to the field of Consumers and Food Safety Measures under the following Community Programmes:

- **Public Health Programme 2003-2008** – Decision N° 1786/2002/EC
- **Public Health Programme 2008-2013** - Decision No 1350/2007/EC
- **Consumers Programme 2007-2010** - Decision No 1926/2006/EC
- **Food Safety Training Measures** - Regulation (EC) No 882/2004 and Directive 2000/29/EC:

Under the Community programmes mentioned above, EAHC is responsible for implementing the following tasks as defined in the delegation act adopted on 9th September 2008³ :

(a) Managing all the phases of the cycle of projects (for monitoring and dissemination purposes, the Agency shall take the necessary steps to create a database of projects or to continue an existing one, incorporating a project description and the final results);

(b) Monitoring projects implemented under these programmes and measures including the necessary checks;

(c) Collecting , processing and distributing data and in particular compiling, analysing and transmitting to The Commission all information required to guide implementation of the Community programmes and measures , promote coordination and synergy with other programmes of the Communities , the Member States or international organisations;

(d) Organising meetings, seminars, talks, and training measures;

(e) Helping to evaluate the programme's impact in particular the annual and/or mid term evaluation of implementation of the programmes, and implementing the follow-up actions on evaluations decided by the Commission;

(f) Disseminate the results of the information operations planned and implemented by the Commission;

(g) Producing overall control and supervision data;

(h) Participating in preparatory work on financing decisions;

The lifetime of the Agency was extended to 31/12/2015.

¹ Commission Decision (2008/544/EC) - transform the Executive Agency for the Public Health Programme into the Executive Agency for Health and Consumers

² Commission Decision (2004/858/EC) - setting up an executive agency, the Executive Agency for the Public Health Programme, for the management of Community action in the field of public health

³ Commission Decision of 9/09/2008- delegating powers to the EAHC

2. Annual Accounts

2.1 Legal Basis

The 2010 financial statements and reports on budget implementation of EAHC were prepared in conformity with:

- **Commission Regulation (EC) N° 651/2008 of 9 July 2008** -amending Regulation (EC) No 1653/2004 on a standard financial regulation for the executive agencies pursuant to Council Regulation (EC) No 58/2003 laying down the statute for executive agencies to be entrusted with certain tasks in the management of Community programmes-in absence of expressly laid down rules general financial regulation shall be applied (Commission Regulation N°2342/2002 of 23rd December, Council Regulation N°1605/2002 of 25 June 2002)
- **Accounting Rules** (based on IPSAS⁴) adopted by the Accounting Officer of the Commission in December 2004 last update in 01/01/2010.
- **Council Regulation N° 58/2003 of 19th December 2002** - laying down the statute for Executive Agencies to be entrusted with certain tasks in the management of Community Programmes
- **Commission Decision of 20th June 2008** – amending Decision 2004/858/EC in order to transform the ‘Executive Agency for the Public Health programme into the Executive agency for Health and Consumers’

⁴ International Public Sector Accounting Standards

2.2 Agency Accounts

The Agency accounts comprise the general accounts and budget accounts, kept in euros on the basis of the calendar year. Each of them follows different principles.

- **General accounts**

The general accounts allow the preparation of financial statements: Balance sheet, economic outturn, statement of changes in net capital, cash flow table and annex to the financial statements.

They are accrual accounts, which mean that the effects of the transactions or events are recognised when they occur, independently of the moment of the payment or receipt.

The purpose of the financial statements is to provide information on the financial situation, performance, as also the changes in the financial situation of the Agency.

- **Budget accounts**

The budget accounts give a detailed picture of the implementation of the budget.

They are modified cash accounts. This means that, as in any cash system any payment made or revenue received are recorded. Although they are modified, as opposed to the pure cash accounts, the payments appropriations carried over are also recorded.

They allow the preparation of the budget implementation reports as also the budgetary outturn account.

Both accounts have different purposes, therefore they are complementary.

Discrepancies between the general accounts and budget accounts are explained via a reconciliation of items as presented in point 6 of the Part II.

The accounts must be compliant with the rules, accurate, comprehensive and present a true and fair view of the financial position and also of the budget execution.

3. Accounting Principles

In conformity with the Article 53 of the Commission Regulation EC N°1653/2004, financial statements are prepared accordingly with the following generally accepted accounting principles:

- Going concern basis
- Prudence
- Consistent accounting methods
- Comparability of information
- Materiality
- No netting
- Reality over appearance
- Accrual-based accounting

4. Consolidation

According to the Article 57 of the Commission Regulation EC N°1653/2004, EAHC accounts are consolidated with the Commission's annual accounts.

5. Accounting Rules

The accounting rules applied by the agency must allow the consolidation with the Commission accounts accordingly with § 11 Commission Regulation EC N°1653/2004 and Articles 133, 185 of Financial Regulation.

Additional information is provided in the notes to financial statements (Point 5 of Part II).

PART II- Financial Statements

**1. BALANCE SHEET
31-12-2010**

		<i>EUR</i>	
	NOTES	2010	2009
ASSETS			
I. NON-CURRENT ASSETS		83.415	107.291
Intangible fixed assets	5.2	38.410	65.896
Computer software		130.060	125.029
Acc Depreciation		-91.650	-59.133
Tangible fixed assets	5.2	45.005	41.395
Plant, Mach&Equip		2.521	2.521
Furniture		14.095	11.545
Computer hardware		162.341	134.574
Other Fixtures and fittings		22.973	21.942
Acc Depreciation		-156.925	-129.187
II. CURRENT ASSETS	5.3.1	1.799.803	1.976.105
Short time prefinancing		29.940	0
Prefinancing		29.940	0
Short time receivables	5.3.2	37.680	51.047
Amounts receivable-Public Bodies		0	770
Receivables from Consolidated Entities		11.362	41.346
Personnel and Others		26.318	8.930
Cash&Equivalents	5.3.3	1.732.183	1.925.058
BCEE		1.732.183	1.925.058
TOTAL ASSETS		1.883.218	2.083.396
LIABILITIES			
II. CURRENT LIABILITIES		1.157.949	1.040.749
Short -Term provisions	5.4.4		27.692
Short -Term provision		0	27.692
Payables to consolidated entities	5.4.1	380.883	502.346
Prof.Subsidy - Commission		357.131	473.343
Other amounts payable to Consolidated Entities		23.752	29.003
Other amounts payable	5.4.2	33.725	9.450
Suppliers		28.100	8.612
Others amounts payable		5.625	838
Invoices to be received & Accruals	5.4.3	743.341	501.261
Accrued Charges		661.768	312.804
Accrued Charges -Consolidated entities		81.573	188.458
TOTAL LIABILITIES		1.157.949	1.040.749
CAPITAL (NET ASSETS/LIABILITIES)		725.269	1.042.647
Acumulated Results from previous years	5.5	1.042.647	342.651
Economic result of the year		-317.378	699.996
TOTAL CAPITAL		725.269	1.042.647
TOTAL LIABILITIES+CAPITAL		1.883.218	2.083.396

2.ECONOMIC OUTTURN ACCOUNT
31-12-2010

EUR

	NOTES	2010	2009
OPERATING REVENUE			
Total revenue registered by the Agency	5.6	6.419.152	5.897.020
Subsidy received from the European Commission		6.774.500	6.364.880
Subsidy to be reimbursed in n+1		-357.131	-473.343
Other Adm revenue -Consolidated Entities		0	3.190
Miscellaneous Income		1.784	2.293
OPERATING / ADMINISTRATIVE EXPENSES			
Staff expenditure	5.7.1	3.214.478	3.036.145
Staff costs		2.843.319	2.666.403
Pension & Unemployment Temp		11.486	11.167
Social security		35.280	34.443
Staff Perquisites and Social Activities		75.619	39.901
Allowances		248.775	284.231
Fixed assets related Expenses	5.7.2	60.254	71.835
Depreciation of intangible fixed assets		32.517	31.253
Depreciation of tangible fixed assets		27.737	40.581
Other Administrative expenses	5.7.3	3.461.462	2.089.030
Rent Land & Buildings		590.991	592.165
Office Supplies & Maint,		185.455	113.773
Communication& Publication		1.010.103	406.332
Insurance		481	
Recruitment costs		18.444	4.608
Training costs		33.614	45.583
Missions		105.698	89.312
Experts and related expenditure		273.618	202.691
Goods&Services int,proc		1201.854	605.756
Expenses with consolidated entities	5.7.4	41.204	28.810
SURPLUS FROM OPERATING ACTIVITIES			
		-317.042	700.010
Financial operations expenses	5.7.5	-337	14
Real Exch Gains		67	
Real Exch Losses/Other Financial Expenses		-403	14
ECONOMIC RESULT FOR THE YEAR			
		-317.378	699.996

3. CASHFLOW TABLE (Indirect Method)
31-12-2010

EUR

	2010	2009
CASH FLOW FROM OPERATING ACTIVITIES		
Surplus from operating activities	-317.378	699.996
ADJUSTMENTS	160.881	-651.716
Amortization/Depreciation	60.254	71.835
Increase/(decrease) in short term provisions for risk and liabilities	-27.692	27.692
Increase/(decrease) in short term prefinancing	-29.940	0
Increase/(decrease) in short term receivables	-16.618	4.465
Increase/(decrease) in short term receivables related with consolidated entities	29.984	-19.838
Increase/(decrease) in accounts payable	266.355	-102.958
Increase/(decrease) in liabilities related to consolidated entities	-121.463	-632.911
NET CASHFLOW FROM OPERATING ACTIVITIES	-156.497	48.280
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of intangible and tangible assets	-36.378	-81.282
NET CASHFLOW FROM INVESTING ACTIVITIES	-36.378	-81.282
NET INCREASE/(DECREASE) IN CASH & CASH EQUIVALENTS	-192.875	-33.002
Cash and cash equivalents at the beggining of the year	1.925.058	1.958.060
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	1.732.183	1.925.058

4.STATEMENT OF CHANGES IN CAPITAL
31-12-2010

EUR

	Reserves		Accumulated surplus/deficit	Economic Outturn	Total Net assets/liabilities
	Fair value reserve	Other reserve			
Balance as of 31/12/2009	-	-	342.651	699.996	1.042.647
Balance as of 01/01/2010	-	-	1.042.647	-	1.042.647
Economic outturn of the year	-	-	-	-317.378	-
Balance as of 31/12/2010	-	-	1.042.647	-317.378	725.269

5. Notes to the financial statements

5.1. Currency and basis conversion

Functional and reporting currency: financial statements are presents in euros.

Transactions and balances: some payments were executed in foreign currency and gave origin to gains and losses dully booked in gains or losses exchange rate.

5.2. Intangible and tangible assets

- The intangible and tangible assets are registered at the historical amount, which comprises its purchase price, (including any import duties and non-refundable purchase taxes) and any directly attributable expenditure on preparing the asset for its intended use.
- The materiality threshold used is 420 euros, which means that below this amount the expense is booked as a charge of the exercise.
- Repairs and maintenance are charged to the economic period in which they have incurred.
- Depreciation is calculated since the month of the asset reception and booked monthly, using the straight-line method to allocate the costs to the residual values over the estimated useful lives.
- The agency does not have any finance lease.

The depreciation rates used are listed below:

Assets	Depreciation rate
Intangible assets – Computer Software	25%
Plant, machinery and equipment	25%
Furniture	10% , 25%
Fixtures and fittings	10%
Computer hardware	25%

- **Intangible net fixed assets 38.410 €**

During 2010, EAHC purchased software Coldfusion Enterprise for the total amount of 5.031€. The remaining part corresponds to net assets purchased in previous years.

- **Tangible net assets – 45.005 €**

During 2010, the purchase of fixed assets was mainly computer hardware: printers, scanner and 3 "Coffre- fort". The total of the purchases amounted to 31.347€.

The remaining net amount corresponds to assets purchased in the previous years and/or transferred from the Commission in 2007.

In 2007, the Commission transferred a group of assets which were in use in the Agency premises, bought by DG SANCO before Agency's autonomy.

The transfer was done from the management centres of DIGIT and OIL for the IT equipment and furniture respectively. The items transferred are detailed in the annex of note PHEA D (2007)/101310 signed by the Director of the Agency and the Director of Directorate C of DG SANCO. The assets were transferred at gross book value on 01/01/2007 with the accumulated depreciation on 31/12/2006.

This transaction created a profit, recognised in the accounts for the net amount of 89.218 €. Variation of fixed assets is presented below:

FIXED ASSETS					
					EUR
INTANGIBLES ASSETS					
	Computer Software 21001	Total			
Gross book value at 31-12-2009	125.029	125.029			
Additions	5.031	5.031			
Disposals	-	-			
Transfer between headings	-	-			
Other changes	-	-			
1.Gross carrying amounts 31-12-2010	130.060	130.060			
Accumulated amortization at 31-12-2009	59.133	59.133			
Amortization of the year	32.517	32.517			
Write-back of amortization	-	-			
Disposals	-	-			
Impairment	-	-			
Write-back of impairment	-	-			
Transfer between headings	-	-			
2.Accumulated amortization and impairment at 31-12-2010	91.650	91.650			
A.NET BOOK VALUE (1-2)					
	38.410	38.410			
TANGIBLES ASSETS					
	Plant.Mach. & Equipment 23001	Furniture and Rolling 24001	Computer Hardware 24101	Other Fixtures & Fittings 24201	Total
Gross book value at 31-12-2009	2.521	11.545	134.574	21.942	170.582
Additions	0	2.550	27.767	1.031	31.347
Disposals	-	-	-	-	-
Transfer between headings	-	-	-	-	-
Other changes	-	-	-	-	-
1.Gross carrying amounts 31-12-2010	2.521	14.095	162.341	22.973	201.930
Accumulated amortization at 31-12-2009	2.311	4.388	102.722	19.766	129.187
Amortization of the year	210	1.166	24.656	1.706	27.737
Write-back of amortization	-	-	-	-	-
Disposals	-	-	-	-	-
Impairment	-	-	-	-	-
Write-back of impairment	-	-	-	-	-
Transfer between headings	-	-	-	-	-
2.Accumulated amortization and impairment at 31-12-2010	2.521	5.554	127.378	21.472	156.925
B.NET BOOK VALUE (1-2)					
	0	8.541	34.963	1.501	45.005
TOTAL NET FIXED ASSETS (A+B)					
					83.415

5.3. Current Assets

5.3.1 Short Term prefinancing 29.940€

This item includes a prefinancing paid to the contractor Cowi – Specific Contract EAHC/2010/SC/32/PHP regarding ex-post evaluation of projects co-funded under the PHP and the EU Health Programme.

5.3.2 Short Term Receivables - 37.680€

- **From consolidated Entities –11.362€**

This item includes amounts to be received from other institutions concerning the monthly difference of balance that occurs when there is moving between institutions.

- **Personnel and Others – 26.318€**

This item includes amounts concerning amounts to be recovered from the staff like: Allowances regularisation, amounts to be retained in staff salaries concerning crèche/garderie.

5.3.3 Cash & Equivalents – 1.732.183 €

The amount included in this item, corresponds to bank balance at 31/12/2010 in the bank account held by EAHC at "Banque et Caisse d' Epargne de l'Etat-Luxembourg".

The bank account was opened under the framework contract signed between the Commission and BCEE.

The Agency does not manage any petty cash.

5.4. Liabilities

5.4.1 Payables to consolidated entities – 380.883 €

This item includes liabilities towards consolidated entities as detailed below:

- **Balance to be reimbursed –357.131€**

The amount of 357.131 € corresponds to the balance to be reimbursed to the Commission in 2011 . It is composed by the part of the 2010 subsidy that remains after the payments made in 2010 and the payments appropriations carried-over to 2011 (alias the non-used appropriations of 2010).

It includes also the amount to be reimbursed concerning the non-used part of payment appropriations carried over from 2009 to 2010.

According to article 18 n°3 of the Commission Decision C (2008) 4943 of 09/09/2008 the amount shall be recovered by the Commission when the accounts are closed. The details of calculation are presented in the table Budget outturn (Point 1 in Part III).

- **Interests to be reimbursed – 18.971€**

The amount of 18.971 € corresponds to the interests generated during 2010 by the bank account held by the Agency in BCEE.

The amount of interests decreased significantly in comparison with the past, as a result of the policy of maintaining lower amounts in the bank account than in previous years, and also by the decrease of interest rate.

According to article 18 n°2 of the Commission Decision C (2008) 4943 of 09/09/2008, this amount shall be recovered by the Commission when the accounts are closed.

- **Other amounts payable to consolidated entities -4.781€**

This item includes amounts concerning the difference of balances between institutions resulting from the monthly processing of salaries.

5.4.2 Other amounts payable – 33.725 €

- **Suppliers –28.100 €**

The amount of 28.100€ concerns open invoices at 31/12/2010 in the Agency's accounts as detailed below:

44001 Suppliers	28.100
PC Ware	6.962
Price WaterhouseCoopers	9.400
External Evaluators	11.250
Others	489

- **Other amounts payable - 5.625€**

This item includes small amounts to be paid to the staff , contributions from the rappel 2010 and includes also a regularisation on assets.

5.4.3 Invoices to be received & Accruals –743.341€

This item concerns the expenses for invoices not received until 31/12/2010, but nevertheless booked in charges according to the principle of accrual-based accounting.

The services were provided, the goods were received and the events took place in 2010, but the invoices or note expenses were not received until the end of the year.

The amounts were estimated according to each nature of expense:

- Missions: Estimated costs (mission order)
- Services (IT, SLA, Consultants, Audits): pro-rata temporis, % of completion if known or reasonably estimated
- Furniture, office supplies, drinks: goods receipt/order
- Meetings of experts: Estimated costs (cost declaration)

It includes as well, an estimation of the holidays not taken until 31/12/2010. According to the principle of accrual based accounting, the cost related to the days not taken must be recognised during the year the services occurred. The amount was calculated at the daily gross salary.

Below, the detail of the accruals registered:

Invoices to be received /Accruals	743.341
49055 Accrued Charges	661.768
Missions	4.607
Recruitment	348
IT Expenditure,Office Supplies &other services	29.423
Interim Services	37.511
IT Services provided by Siemens, IRIS, Serco	133.099
Experts & Related Expenditure	26.851
Staff (Holidays not taken/late interests)	75.954
Insurance and Social Activities	472
Communication (Emakina/ Media Consult)	248.413
Audits and Consultants	105.090
49055-Accrued Charges- Consolidated Entities	81.573
DG Admin	19.750
OPOCE	2.530
PMO	10.534
OIL	40.046
CDT	8.713

5.5. Capital

The capital amount to of 725.269 € is composed by the accumulated economic results from previous years + 1.042.647 € and by the economic result of 2010 -317.378€.

The economic result of the year is different from the budgetary result due the differences between the general accounts and the budgetary accounts. Additional information concerning the reconciliation between both accounts is provided in point 6 of the Part II.

The economic result can be decomposed as following:

Economic Result 2010 a)= RAL 2010-RAL 2009+Accruals 2010-Accruals 2009-Open Invoices 2010+Open invoices 2009+Capital Expenditure-Depreciations and provisions 2010

a) Difference between the carry-forwards of n+1 and n, adjusted by accruals, depreciations, provisions capital expenditure and open invoices.

5.6. Revenue

5.6.1 Subsidy: 6774.500€

- **Subsidy received from European Commission for 2010**

This amount concerns the subsidy received for 2010 from European Commission to cover operating expenditure.

The contribution by program can be splitted as following (Including EFTA Participation):

- Public Health Programme: 4.075.043€
- Consumers Programme: 1.626.635 €
- Better Training for Safer Food: 1.072.822€

- **Subsidy to be reimbursed: 357.131€**

This amount will be reimbursed to the European Commission in 2011. This amount results from the non-executed budget for 2010 and also to the appropriations payments cancelled from 2009.

The net amount booking in revenue results from the difference between the total received and the amount to be returned in 2011 : 6.417.369€

Additional information can be found in the table Budget Outturn in Point 1 of Part III.

5.6.2 Other Administrative revenue

- **Adm. Revenue-Other Consolidated Entities: 1.784€**

This amount includes miscellaneous regularisations to previous exercises.

These amounts were included in the budget outturn calculation and therefore taken into account for balance to be returned to the Commission.

5.7. Operating/Administrative expenditure

5.7.1 Staff Costs – 3.214.478 €

This item includes the staff costs (Basic salary, allowances, social security, pension, insurances) with Temporary and Contract Agents and costs incurred with staff perquisites and social activities like: bus school, contribution to crèche/garderie.

The amount has increased in absolute value 178.333€ corresponding to 6% in comparison with 2009.

5.7.2 Fixed assets related expenses – 60.254€

This item includes the depreciation of the year of the intangible and tangible fixed assets. The amount is calculated using the straight-line method at the aforementioned depreciation rates. The depreciations are booked monthly starting at the asset reception month. Details in point 5.2 of Part II.

5.7.3 Other Administrative Expenses -3.461.462 €

This item includes the remaining operating costs as detailed bellow. A significant increase is registered from 2009 to 2010.

- **Rent Land and Buildings – 590.991€**

This item includes the expensed amounts in the rent and charges of the Drosbach building regarding the year 2010 (operating lease).

- **Office supplies & Maintenance– 185.455 €**

This item includes expensed amounts in offices supplies , furniture and IT equipment not registered as assets in compliance with the threshold established by the Commission⁵. It includes as well maintenance of equipment.

⁵ Under 420€ the material should be booked as an expense of the year

- **Communication & Publications –1.010.103€**

This item includes charges with: translations, publications, communication services including DIGIT.

An increase of 603.771€ corresponding to 70% was registered in comparison with 2009 due to an increase in the communication activities (Emakina, Media Consulta and Ligaris contracts).

- **Recruitment costs – 18.444 €**

This item includes the costs concerning travel costs and daily allowances if applicable reimbursed to candidates who came for interviews in the Agency.

- **Training costs – 33.614 €**

This item includes the costs related to training provided by DG ADMIN, DG BUDGET, DIGIT and Third parties.

- **Missions – 105.698 €**

This item includes the expenses concerning mission's expenses of the staff: travel costs, hotel, daily allowances, etc.

- **Experts and related expenditure – 273.618€**

This item includes the amounts related to experts (daily allowances, travel costs) the reimbursement of the travel expenses to the participants in the meetings organized by EAHC in the context of the Public Health Programme and also expenses incurred with the evaluators of the call of proposals and also expenses with ex-post evaluators.

- **Goods, services and internal procurement – 1.201.854€**

This item includes several services provided as detailed below:

Goods & Services Intern, procurement	Amount	Nature of service
Tempo Team Luxembourg	277.431	Interim services
Siemens, Iris, ONE 4 EU, Serco, Systemat, Trasys	588.859	IT services
Deloitte, PWC, Moore Stephens, COWI, others	266.245	Audit Services, Consultants, others
Total	1.201.854	

This item increased significantly in comparison with 2009, due mainly to the increase of expenses in IT and ex-post evaluations (technical and financial).

5.7.4 Expenses with consolidated entities – 41.203€

This item includes all expenses with consolidated entities regarding annual fees regarding the Service Legal Agreement with PMO, DG ADMIN for the medical Service .

5.7.5 Real exchange gains and losses -337 €

This item includes the Losses and Gains from exchange rates occurred during 2010 .

5.8. Other disclosures

Contingent assets / liabilities

There are no contingent assets and liabilities to disclose for the year ended 31/12/2010.

Commitments against appropriations not yet consumed: RAL " Reste à Liquider" is an amount representing open commitments for which payments have not been made. The amount to be disclosed as a future commitment to be funded is the RAL less related amounts that have been booked as accrued charges in 2010⁶. The net amount is to 716.722€.

Related Parties disclosure

Key management personnel hold positions of responsibility within an entity. They are responsible for the strategic direction and operational management of an entity and are entrusted with significant authority.

For the purpose of presenting information on related party transactions concerning the key management of the agency, 1 person has to be disclosed.

Highest grade description	Grade	Number of persons of this grade
Director	A*14	1

Salaries and Allowances are established by Staff Regulations of Officials and the Conditions of Employment of Other Servants of the European Economic Community and the European Atomic Energy Community.

Post Balance sheet events

No material issues had come to the attention of the Accounting Officer or were reported to her that would require separate disclosure. The annual accounts were prepared using the most recently and available information and this is reflected in the information presented above.

⁶ Accrual for holidays not taken in 2010 not included

6. RECONCILIATION OF THE ECONOMIC RESULT WITH THE BUDGET RESULT

<i>EUR</i>			
	sign +/-	2010	2009
Economic result (Economic Outturn)	+/-	-317.378	699.996
<i>Ajustment for accrual items (items not in the budgetary result but included in the economic result)</i>			
A Adjustments for Accrual Cut-off n-1	-	-501.261	-602.581
B Adjustments for Accrual Cut-off (cut- off n	+	743.341	501.261
C Unpaid invoices at year end but booked in charges (class 6)	+	27.957	17.572
D Depreciation of intangible and tangible fixed assets	+	60.254	71.835
E Provisions	+	-27.692	27.692
F Payments made from carry over of payment appropriations	+	1.250.820	541.699
G Invoices booked in previous year	+/-	-16.734	-8.796
<i>Ajustment for budgetary items (item included in the budgetary result but not in the economic result)</i>			
H Asset acquisitions (less unpaid amounts)	-	-36.378	-81.281
I Prefinancing remaining open as at 31/12/N	+	357.131	473.343
J Payment appropriations carried over to N+1	-	-1.384.108	-1.481.940
K Cancellation of unused carried over payment appropriations from previous year	+	231.120	314.543
L Prefinancing Short term	+/-	-29.940	0
total		357.131	473.343
Budgetary result (Budgetary Outturn)		357.131	473.343
Delta not explained		0	0

As previously explained, the results of general accounts and budget accounts are different due to the difference of approach between the two accounting systems.

The Economic result is -317.378 € while the Budgetary result is + 357.131 €

While the budgetary accounts give a picture of the budget implementation based in the principle of cash modified⁷, the general accounts⁸ provide information about the financial position, performance and changes in capital.

The differences between the Economic and Budgetary results for 2010 exercise can be explained as follows:

- A) Reversal of Accruals 2009 – 501.261 € Costs charged in 2009 considering that the transaction or event has occurred in 2009 but which payments were done in 2010.
- B) Accruals 2010 + 743.3411€ Costs charged in 2010 exercise considering that the transaction or event has occurred in 2010, nevertheless the payment will be done in 2011. In this amount is also included the provision booked in the general accounts to cover the holidays not taken in 2010 and the late interests to be paid to the staff regarding the increase of 1,85% due from 2009.

⁷ This means that the expenses or revenues are recorded when an in- or outflow occurs. The appropriations carried over are also recorded.

⁸ This means that the effects of the transactions or events are recognised when they occur, independently of the moment of the payment or receipt.

It is not considered as an expense in the budgetary accounts, since no outflow has occurred.

- C) Invoices to be received + 27.957 € Costs charged in 2010 exercise, nevertheless the payment will occur in 2011.
- D) Depreciation + 60.254 € In general accounts, the cost to be charged to the exercise corresponds to the depreciation of the assets.
Although in budget accounts the charge corresponds to the amount paid 36.378€
- E) Reversal of Provisions – 27.692€: Provision booked in 2009 regarding the non adopted adjustment in salaries from July to December 2009 by the Council (1,85 %). Payment took place in 2010 and charged to staff costs.
- F) Payments made from carry over of payments appropriations + 1.250.820€: This amount has to be adjusted to the economic outturn since the impact in charges was registered in 2010, while in budget accounts the impact was in 2009.
- G) Invoices booked in previous year – 16.734€: This amount has to be adjusted since the payment and the recognition of the charges occurred in different exercises.
- H) Asset acquisitions -36.378€: This amount has to be adjusted since the economic result includes the depreciations. Please refer to alinea D)
- I) Pre-financing open in 31/12/2010 + 357.131€: This amount is adjusted to the economic results since, it is not considered as revenue. Furthermore, the amount is to be returned to the Commission so it is treated as a liability, while in budgetary accounts this amount is considered as revenue.
- J) Payments appropriations carried 2010 over to 2011 – 1.384.108€: This amount intends to cover commitments from 2010 carried to 2011. It is recorded in budgetary accounts, but not in general accounts.
- K) Non-used carried over payments appropriations from 2009 + 231.120€: This amount corresponds to the non-used payment appropriations carried from 2009 to 2010. The amount has to be adjusted
- L) Short Term Prefinancing – 29.940€: This amount is a budgetary expense not reflected in the economic outturn , since it is considered in the balance sheet as a receivable, therefore it has to be adjusted.

PART III-Reports on budget Implementation

1. Budget Outturn Account

EUR

		2010	2009
REVENUE			
Commission subsidy (for the operating budget -Titles 1,2 and 3 - of the agency)	+	6.774.500	6.364.880
Phare funds from Commission	+		
Other contributions and funding received via the Commission	+		
Other donors	+		
Fee income	+		
Other revenue	+	1.784	5.483
TOTAL REVENUE (a)		6.776.284	6.370.363
EXPENDITURE			
<i>Title I: Staff</i>			
Payments	-	3.525.525	3.219.124
Appropriations carried over	-	105.250	123.897
<i>Title II: Administrative Expenses</i>			
Payments	-	941.111	806.271
Appropriations carried over	-	124.528	245.279
<i>Title III: Operating Expenditure</i>			
Payments	-	799.192	704.228
Appropriations carried over	-	1.154.331	1.112.764
TOTAL EXPENDITURE (b)		6.649.936	6.211.563
OUTTURN FOR THE FINANCIAL YEAR (a-b)		126.348	158.800
Cancellation of unused payment appropriations carried over from previous year	+	231.120	314.543
Adjustment for carry-over from the previous year of appropriations available at 31.12 arising from assigned revenue	+		
Exchange differences for the year (gain +/-loss -)	+/-	-337	
BALANCE OF THE OUTTURN ACCOUNT FOR THE FINANCIAL YEAR		357.131	473.343
Balance year N-1	+/-	473.343	1.031.271
Positive balance from year N-1 reimbursed in year N to the Commission	-	-473.343	-1.030.271
Result used for determining amounts in general accounting		357.131	474.343
Commission subsidy - agency registers accrued revenue and Commission accrued expense		6.417.369	
Pre-financing remaining open to be reimbursed by agency to Commission in year N+1		357.131	
Not included in the budget outturn:			
Interest generated by 31/12/N on the Commission subsidy funds and to be reimbursed to the Commission (liability)		18.971	19.386

2. Budget Implementation Reports

CREDIT OF THE YEAR -2010-C1

REVENUE		Initial Budget	Revised Budget 1st Amendment	Revised Budget 2nd Amendment	Revised Budget 3rd Amendment								
I01000 European Community Contribution		7.110.000	6.859.866	6.640.867	6.640.867								
I02000 EFTA Contribution		144.000	138.934	133.633	133.633								
TOTAL		7.254.000	6.998.800	6.774.500	6.774.500								
EXPENDITURE	Title	Initial Budget	Revised Budget 1st Amendment	Revised Budget 2nd Amendment	Revised Budget 3rd Amendment	Transfers Between Bud.Lines	Final Budget After Amend. and Transfers	Commitments Execution 31-12-2010	%	Payments Execution 31-12-2010	%	Commitments carried forward RAL	
B10A01100 Basic Salaries	1	1.350.000	1.125.000	1.125.000	1.137.500	12.500	1.137.500	1.117.587	98%	1.117.587	100%	0	
B10A01110 Contractual Agents	1	2.165.000	2.090.000	1.980.000	2.001.000	21.000	2.001.000	1.970.183	98%	1.970.183	100%	0	
B10A01120 Cov.risks dis.,acc.	1	42.000	42.000	36.500	39.500	3.000	39.500	35.609	90%	35.609	100%	0	
B10A01121 Cov.risk unemp.&pens	1	14.000	14.000	12.000	13.500	1.500	13.500	11.593	86%	11.593	100%	0	
B10A01200 Recruitment expenses	1	14.500	29.500	29.500	24.500	-5.000	24.500	21.000	86%	18.539	88%	2.461	
B10A01210 Services provided by	1	42.500	42.500	42.500	42.500	0	42.500	42.500	100%	31.966	75%	10.534	
B10A01300 Services provided -D	1	51.500	51.500	16.500	16.500	0	16.500	9.000	55%	0	0%	9.000	
B10A01301 Train.,lang.cr.staff	1	80.000	80.000	80.000	60.000	-20.000	60.000	48.000	80%	26.314	55%	21.686	
B10A01302 Other Infrastructure	1	59.000	71.000	71.000	83.000	12.000	83.000	83.000	100%	61.011	74%	21.989	
B10A01400 Interim Agents	1	200.000	280.000	280.000	280.000	0	280.000	279.500	100%	239.920	86%	39.580	
B10A01401 In-service training	1	18.500	13.000	13.000	13.000	0	13.000	12.803	98%	12.803	100%	0	
1 Total		4.037.000	3.838.500	3.686.000	3.711.000	25.000	3.711.000	3.630.774	98%	3.525.525	97%	105.249	
B10A02000 Rent& Ch.:W/E/H/S/C	2	615.000	601.000	591.000	591.000	0	591.000	590.991	100%	590.991	100%	0	
B10A02001 Oth.Expend.on build.	2	15.000	15.000	0	0	0	0	0	-	0	-	0	
B10A02100 P&M eq./soft./U.sup.	2	150.000	150.000	150.000	150.000	0	150.000	145.197	97%	122.373	84%	22.824	
B10A02102 U.Sup.&Telecom-DIGIT	2	160.000	160.000	145.000	145.000	0	145.000	144.736	100%	144.736	100%	0	
B10A02210 Purch.& maintenance	2	10.000	10.000	10.000	7.100	-2.900	7.100	7.100	100%	6.263	88%	837	
B10A02220 Lib.stocks: B,N,Tmag	2	5.000	5.000	5.000	3.000	-2.000	3.000	1.170	39%	0	0%	1.170	
B10A02300 Office supplies	2	17.000	17.000	17.000	17.000	0	17.000	16.998	100%	1.938	11%	15.060	
B10A02310 Bank Charges	2	2.000	2.000	500	500	0	500	500	100%	0	0%	500	
B10A02320 Legal Advice	2	5.000	5.000	0	0	0	0	0	-	0	-	0	
B10A02330 Other insurances	2	1.000	1.000	500	500	0	500	500	100%	28	6%	472	
B10A02331 Exp.internal meeting	2	1.000	1.500	1.500	1.500	0	1.500	650	43%	311	48%	339	
B10A02400 Postal Charges	2	7.000	6.500	6.200	6.200	0	6.200	6.188	100%	0	0%	6.188	
B10A02500 Other Services	2	175.000	175.000	175.000	154.900	-20.100	154.900	151.609	98%	74.471	49%	77.138	
2 Total		1.163.000	1.149.000	1.101.700	1.076.700	-25.000	1.076.700	1.065.639	99%	941.111	88%	124.528	
B10B03100 Meetings & Info.days	3	350.000	186.800	186.800	186.800		186.800	186.800	100%	58.067	31%	128.733	
B10B03101 Mis.&All.ext.exp.	3	357.000	280.000	280.000	280.000		280.000	279.993	100%	199.233	71%	80.760	
B10B03102 Missions of staff	3	135.000	154.500	154.500	154.500		154.500	130.600	85%	105.910	81%	24.690	
B10B03103 Repres. Allowance	3	2.000	2.000	0	0		0	0	-	0	-	0	
B10B03200 Data collection IT	3	410.000	365.000	365.000	365.000		365.000	365.000	100%	118.023	32%	246.977	
B10B03201 Dedic.IT syst.sup.op	3	140.000	140.000	137.500	137.500		137.500	137.472	100%	137.472	100%	0	
B10B03300 Co.,Ed.,Pu.,Web,Co.	3	350.000	550.000	550.000	550.000		550.000	548.631	100%	88.931	16%	459.701	
B10B03310 Other services link	3	310.000	333.000	313.000	313.000		313.000	305.026	97%	91.555	30%	213.471	
3 Total		2.054.000	2.011.300	1.986.800	1.986.800	0	1.986.800	1.953.523	98%	799.191	41%	1.154.332	
Grand Total		7.254.000	6.998.800	6.774.500	6.774.500	0	6.774.500	6.649.936	98%	5.265.827	79%	1.384.109	

CREDITS CARRIED OVER 2009-2010 -C8

Commitment Item	Title	Commitments Carried over 2009-2010	Commitments Execution 31-12-20010	%	Available Amount Budget-Commitments (Commitments not used)	Payments Execution 31-12-2010
B10A01200 Recruitment expenses	1	799	355	44%	444	355
B10A01210 Services provided by PMO	1	8.618	6.557	76%	2.060	6.557
B10A01300 Services provided -D	1	15.361	1.684	11%	13.677	1.684
B10A01301 Train.,lang.cr.staff	1	40.857	32.072	78%	8.785	32.072
B10A01302 Other Infrastructures	1	6.417	6.417	100%		6.417
B10A01400 Interim Agents	1	51.845	49.246	95%	2.598	49.246
	1 Total	123.897	96.332	78%	27.565	96.332
B10A02100 P&M eq./soft./U.sup.	2	68.845	66.269	96%	2.576	66.269
B10A02210 Purchase and maintenance	2	18.996	18.996	100%		18.996
B10A02220 Lib.stocks: B,N,Tmag	2	3.000	1.573	52%	1.427	1.573
B10A02300 Office supplies	2	12.767	10.030	79%	2.737	10.030
B10A02310 Bank Charges	2	486		0%	486	
B10A02330 Other insurances	2	250	15	6%	235	15
B10A02331 Exp.internal meeting	2	400	315	79%	85	315
B10A02400 Postal Charges	2	8.000	6.200	78%	1.800	6.200
B10A02500 Other Services	2	132.535	128.493	97%	4.041	128.493
	2 Total	245.279	231.892	95%	13.387	231.892
B10B03100 Meetings & Info.days	3	76.351	26.946	35%	49.405	26.943
B10B03101 Mis.&All.ext.exp.	3	22.500	21.150	94%	1.350	21.150
B10B03102 Missions of staff	3	34.259	17.824	52%	16.435	17.824
B10B03200 Data collection IT	3	259.735	259.235	100%	500	259.235
B10B03201 Dedic.IT syst.sup.op	3	119.000	119.000	100%		119.000
B10B03300 Co.,Ed.,Pu.,Web,Co.	3	390.091	332.918	97%	10.683	286.428
B10B03310 Other services link	3	210.828	192.013	91%	18.815	192.013
	3 Total	1.112.764	969.086	91%	97.188	922.593
	Grand Total	1.481.940	1.297.310	90%	138.140	1.250.817

Note: Decommitments on 31/12/2010

3. Notes on Budget Implementation

EAHC as an Executive Agency has an operating budget governed by the Commission Regulation N°1653/2004. According to Article 15 of Regulation EC N°58/2003, the operating budget covers exclusively the administrative expenditure for the financial year.

The subsidy is transferred to the Agency in several instalments according Article n°18 of Commission Decision C(2008)-4943 of 09/09/2008.

The budget consists only of non-differentiated appropriations.

During 2010 the budget was amended in June, October and December.

The 1st amendment has reduced the budget in 255.200€ and the 2nd amendment has reduced the budget in 224.000€, meaning a total of 479.500€ of reduction in the initial budget. Both amendments gave the possibility to the DG tutelle to re-use the saved budget .

Regarding the 1st amendment, the reduction was mainly reflected in title 1 in staff costs. In title 3 , although the reduction in the total , a reallocation of budget was made between budget lines reinforcing Communication and reducing the budget for experts and IT.

Regarding the 2nd amendment, the reduction in title 1 was mainly due to the delay on the Service Level Agreement with DG HR, the reduction in title 2 was possible to lowers amounts than expected initially regarding the rent and charges expenses and expenses debited with DIGIT. In title 3 a reduction of 25.000 was possible in the translation expenses.

Regarding the 3rd amendment, the total amount of the budget was maintained , but reallocation of amounts between budget lines were needed due the 1,85 % salaries increase due from 2009 and also in order to insure sufficient coverage in the budget line regarding social contributions (school bus, crèche, garderie etc.

Exercise 2010

Credits of the Year – C1

- Revenue is composed by an annual subsidy transferred by the Commission. Initially the subsidy for 2010 was 7.254.000 €, but it was decreased in June to 6.998.800€, then in October to 6.774.500 €

The subsidy was received in 3 instalments March , September and December .

- The budget for 2010 was committed for an amount of 6.649.936 € corresponding to 98% of the budget.
The payment execution reached the amount of 5.265.827€ corresponding to 78% of the committed budget.

A total amount of 1.384.109€ was carried over to 2011 representing 21% of the commitments of the year. It is to be noticed that the amount carried over has decreased 6% in comparison with carried over from 2009 to 2010 .

The major amounts carried over concerns the activities of Communication (Video Clips, brochures) regarding Consumers programme and Better Training for safer food and also financial audits contracted with Moore Stephens during 2010.

Compliant with the Financial Regulation, the unused staff expenses were decommitted at the end of the year. Additionally a review of the provisional commitments took place, in order to ensure that only justified commitments would be carried over to 2011.

Expenditure is divided into 3 titles:

- Title 1: Expenses for personnel linked to the Agency

This title includes expenses for: salaries, allowances and social costs, recruitment expenses, training, services provided by DG Admin and PMO, social perquisites and interim services.

Title 1	2010 €	%	2009 €	Delta 2010-2009 €	Delta 2010-2009 %
Budget Allocated	3.711.000	55% of the total Budget	3.461.000	250.000	7%
Commitments Execution	3.630.774	98%	3.343.021	287.753	9%
Payments Execution	3.525.525	97%	3.219.124	306.401	10%
RAL	105.249	3% of the Commitments execution	123.897	-18.648	-15%

Comments:

- Title 1 represents 55% of the total budget
- 98% of the budget was committed and 97% was paid and only 3% were transferred in RAL
- The carry-over amounts from 2010 to 2011 concerns:
 - Services provided by PMO and DG ADMIN – medical service and training (SLA)
 - Travel expenses to be paid to candidates who attended interviews
 - Interim services committed in 2010 exercise but to be paid in 2011
- The expenses in Title 1 has increased for more than 9% due to increases in expenses with contract staff and interim staff

- Title 2: Central Support costs

This title includes expenses related to: rent and charges, purchase of equipment, furniture, office supplies, service legal agreements with DG Budget, DIGIT and other services related to the operating activity.

Title 2	2010 €	%	2009 €	Delta 2010-2009 €	Delta 2010-2009 %
Budget Allocated	1.076.700	16% of the total Budget	1.059.915	16.785	2%
Commitments Execution	1.065.639	99%	1.051.550	14.089	1%
Payments Execution	941.111	88%	806.271	134.840	17%
RAL	124.528	12% of the Commitments execution	245.279	-120.751	-49%

Comments:

- Title 2 represents 16% of the total budget

- 99% of the budget was committed and 88% was paid and 12% was transferred in RAL .It is to be noted that there was a significant decrease in RAL in comparison with 2009 , showing a better payment execution in 2010.
- The most significant amount carried to 2011 is related IT services related with horizontal support to be paid in 2011.
- The most significant expense, 55% in the title 2 is the expenditure with the building: rent and charges.

- Title 3: Expenditure linked to the Agency's operations

This title includes expenses for: meetings organised for DG SANCO, payments of experts participating in the evaluation of the call, missions, IT expenditures, Communication, Audit ex-post directly related with operational activities.

Title 3	2010 €	%	2009 €	Delta 2010-2009 €	Delta 2010-2009 %
Budget Allocated	1.986.800	29% of the total Budget	1.843.965	142.835	8%
Commitments Execution	1.953.523	98%	1.816.992	136.531	8%
Payments Execution	799.192	41%	704.228	94.964	13%
RAL	1.154.331	59% of the Commitments execution	1.112.764	41.567	4%

Comments:

- Title 3 represents 29% of the total budget
- 98% of the budget was committed, 41% was paid and 59% was transferred in RAL.
- In comparison with 2009 the budget allocated has increased in 8 %.
The major increase in this title 3 was expenses in Communication activities that registered an increase in 124.292 € , meaning an increase of 30%.
Expenses with external evaluators has increased 32 % meaning in absolute value an increase of 68.412€ in comparison with 2009 .
- The amount carried-over from 2010 to 2011 of 1.154.331€ includes :
 - Meetings occurred in 2010 which reimbursement expenses will be paid on 2011 and includes as well amounts for meetings planned in yearly 2011 for which experts were invited in 2010.
 - IT services : services provided in 2010 but not yet paid and services to be provided in yearly 2011)
 - Mission's expenses realised in 2010 but not paid until the 31/12/2010 to the staff concerned.
 - Communication and promotion activities in Consumers and BTSF : videos, booklets
 - Several services related with ex-post evaluation and financial audit ex-post outsourced in 2010

Credits carried over 2009 to 2010 – C8

- In 2010 the RAL amounted to 1.481.940€ :
 - Title 1: 123.897€ 9%
 - Title 2: 245.279€ 17%
 - Title 3: 1.112.764€ 74%

A review of the open commitments took place during 2010 and a total of 138.140€ was decommitted. This amount will be returned to the Commission upon the accounts are closed. For details please refer to Budget Outturn account. The non used amounts concern some expenses that in 2009 were foreseen to take place during the following exercise, but did not finally occurred.

4. Human Resources on 31-12-2010

Categories and grades	31-12-2010	Planned
Temporary Agents		
AD14	1	1
AD11	1	1
AD9	2	2
AD8		1
AD7		1
AD6	1	1
AD5	3	2
AST7	1	1
AST5	1	2
AST 3	1	-
Total Temporary Agents	11	12
Contractual Agents		
IV	18	*
III	9	*
II	6	*
I	1	*
Total Contractual Agents	34	38
TOTAL	45	50

5. Overview of contracts on 31-12-2010

Expenditure type	Commitment	CONTRACT	Amount	Contractor	Negotiated Proc.	Specific Contract Following a Framework Contract
ADM	PHE. 430	SC EAHC 01_01_09	36.300,00 €	Pricewaterhouse		X
ADM	PHE. 460	EAHC/2010/SC/29/ADM	134.352,00 €	Moore Stephens		X
ADM	PHE. 407	EAHC/2010/BDC/02/ADM	1.100,00 €	OPOCE		X
ADM	PHE. 421	EAHC/2010/BDC/05/ADM	2.200,00 €	OIL		X
ADM	PHE. 447	EAHC/2010/BDC/14/ADM	5.000,00 €	OIL		X
ADM	PHE. 442	EAHC/2010/BDC/15/ADM	5.147,44 €	OIL		X
ADM	PHE. 477	EAHC/2010/BDC/27/ADM	5.000,00 €	OIL		X
ADM	PHE. 478	EAHC/2010/BDC/28/ADM	2.300,00 €	OPOCE		X
ADM	PHE. 486	EAHC/2010/BDC/29/ADM	910,80 USD	Jonh Wiley & Sons, Ltd	X	
ADM	PHE. 479	EAHC/2010/BDC/30/ADM	471,00 €	Oxford Journals	X	
ADM	PHE. 484	EAHC/2010/BDC/32/IT	1.531,61 €	ORACLE		X
ADM	PHE. 488	EAHC/2010/BDC/34/ADM	1.900,00 €	CDT		X
ADM	PHE. 500	EAHC/2010/BDC/41/ADM	116,80 €	CDT		X
ADM	PHE. 507	EAHC/2010/BDC/46/ADM	8.600,00 €	OIL		X
ADM	PHE. 523	EAHC/2010/BDC/48/ADM	1.016,07 €	BMJ	X	
BTSF	PHE. 431	EAHC/2010/SC/11/BTSF	28.831,00 €	EMAKINA		X
BTSF	PHE. 436	EAHC/2010/SC/12/BTSF	13.697,00 €	LIGARIS		X
BTSF	PHE. 439	EAHC/2010/SC/14/BTSF	23.173,98 €	Media Consulta		X
BTSF	PHE. 440	EAHC/2010/SC/15/BTSF	53.042,45 €	Media Consulta		X
BTSF	PHE. 443	EAHC/2010/SC/16/BTSF	119.935,00 €	EMAKINA		X
BTSF	PHE. 467	EAHC/2010/SC/33/BTSF	21.060,69 €	Ligaris		X
BTSF	PHE. 493	EAHC/2010/SC/43/BTSF	5.739,50 €	Emakina		X
BTSF	PHE. 494	EAHC/2010/SC/44/BTSF	3.300,00 €	Ligaris		X
BTSF	PHE. 498	EAHC/2010/SC/45/BTSF	23.503,33 €	Media Consulta		X
BTSF	PHE. 501	EAHC/2010/SC/46/BTSF	1.358,80 €	EMAKINA		X
CP	PHE. 409	EAHC/2010/SC/01/CP	2.745,00 €	BIADRZKI pablo	X	

Expenditure type	Commitment	CONTRACT	Amount	Contractor	Negotiated Proc.	Specific Contract Following a Framework Contract
CP	PHE. 408	EAHC/2010/SC/02/CP	2.745,00 €	BOZHILOVA Martrichka	X	
CP	PHE. 416	EAHC/2010/SC/03/CP	1.397,50 €	BEHAEGHEL VINCENT	X	
CP	PHE. 437	EAHC/2010/SC/13/CP	10.794,00 €	LIGARIS		X
CP	PHE. 495	EAHC/2010/SC/39/CP	97.262,90 €	Media Consulta		X
CP	PHE. 496	EAHC/2010/SC/40/CP	42.089,00 €	Media Consulta		X
CP	PHE. 428	EAHC/2010/BDC/09/CP	3.825,00 €	CDT		X
CP	PHE. 446	EAHC/2010/BDC/16/CP	5.610,00 €	CDT		X
CP	PHE. 445	EAHC/2010/BDC/17/CP	1.300,00 €	OPOCE		X
CP	PHE. 506	EAHC/2010/BDC/47/CP	17.000,00 €	CDT		X
IT	PHE. 417	EAHC/2010/SC/07/IT	83.067,60 €	ONE4EU		X
IT	PHE. 418	EAHC/2010/SC/08/IT	51.909,00 €	SERCO		X
IT	PHE. 424	EAHC/2010/SC/09/IT	58.018,40 €	SERCO		X
IT	PHE. 461	EAHC/2010/SC/28/IT	81.032,40 €	ONE4EU		X
IT	PHE. 470	EAHC/2010/SC/34/IT	75.228,80 €	ONE4EU		X
IT	PHE. 419	EAHC/2010/BDC/06/IT	562,02 €	SYSTEMAT		X
IT	PHE. 426	EAHC/2010/BDC/07/IT	5.253,85 €	XEROX		X
IT	PHE. 427	EAHC/2010/BDC/08/IT	1.150,12 €	DELL S.A.		X
IT	PHE. 435	EAHC/2010/BDC/11/IT	6.075,59 €	MICROSOFT/ FUJITSU		X
IT	PHE. 448	EAHC/2010/BDC/18/IT	2.300,00 €	RICOH		X
IT	PHE. 456	EAHC/2010/BDC/19/IT	1.078,00 €	SYSTEMAT		X
IT	PHE. 457	EAHC/2010/BDC/20/IT	3.403,28 €	SYSTEMAT		X
IT	PHE. 464	EAHC/2010/BDC/21/IT	475,80 €	SYSTEMAT		X
IT	PHE. 465	EAHC/2010/BDC/22/IT	2.816,83 €	PC-WARE		X
IT	PHE. 468	EAHC/2010/BDC/23/IT	14.396,33 €	GETSYS		X
IT	PHE. 473	EAHC/2010/BDC/26/IT	16.459,81 €	DELL S.A.		X
IT	PHE. 487	EAHC/2010/BDC/33/IT	166,75 €	SYSTEMAT		X
IT	PHE. 489	EAHC/2010/BDC/36/IT	3.829,00 €	PC-WARE		X
IT	PHE. 497	EAHC/2010/BDC/40/IT	10.318,52 €	GETSYS		X

Expenditure type	Commitment	CONTRACT	Amount	Contractor	Negotiated Proc.	Specific Contract Following a Framework Contract
IT	PHE. 502	EAHC/2010/BDC/42/IT	1.950,93 €	PC-WARE		X
IT	PHE. 525	EAHC/2010/BDC/44/IT	2.228,62 €	STraker Europe LTD	X	
IT	PHE. 505	EAHC/2010/BDC/45/IT	572,60 €	Systemat		X
IT	PHE. 524	EAHC/2010/BDC/49/IT	398,41 €	Systemat		X
PHP	PHE. 413	EAHC/2010/SC/04/PHP	2.250,00 €	I. Kravcenkiene	X	
PHP	PHE. 414	EAHC/2010/SC/05/PHP	2.700,00 €	G. BROERING	X	
PHP	PHE. 412	EAHC/2010/SC/06/PHP	2.250,00 €	PELLICER Antonio	X	
PHP	PHE. 455	EAHC/2010/SC/18/PHP	2.250,00 €	D'HOOGHE	X	
PHP	PHE. 441	EAHC/2010/SC/19/PHP	2.700,00 €	HANSEN	X	
PHP	PHE. 450	EAHC/2010/SC/21/PHP	2.250,00 €	Bottomley	X	
PHP	PHE. 451	EAHC/2010/SC/22/PHP	2.250,00 €	Sanchez	X	
PHP	PHE. 452	EAHC/2010/SC/23/PHP	2.700,00 €	D'Ancona	X	
PHP	PHE. 453	EAHC/2010/SC/24/PHP	2.250,00 €	Kulling	X	
PHP	PHE. 454	EAHC/2010/SC/25/PHP	2.700,00 €	Popa	X	
PHP	PHE. 458	EAHC/2010/SC/27/PHP	66.128,00 €	Media Consulta		X
PHP	PHE. 462	EAHC/2010/SC/30/PHP	4.500,00 €	Van den Brouke	X	
PHP	PHE. 463	EAHC/2010/SC/31/PHP	2.250,00 €	Hawkes	X	
PHP	PHE. 466	EAHC/2010/SC/32/PHP	99.800,00 €	COWi		X
PHP	PHE. 474	EAHC/2010/SC/35/PHP	3.150,00 €	Chereches	X	
PHP	PHE. 475	EAHC/2010/SC/36/PHP	3.600,00 €	Broering	X	
PHP	PHE. 480	EAHC/2010/SC/37/PHP	3.150,00 €	De La Cruz	X	
PHP	PHE. 485	EAHC/2010/SC/38/PHP	9.570,00 €	Silvia Perel	X	
PHP	PHE. 492	EAHC/2010/SC/41/PHP	21.892,12 €	Media Consulta		X
PHP	PHE. 491	EAHC/2010/SC/42/PHP	3.150,00 €	Mrs Valiente	X	
PHP	PHE. 503	EAHC/2010/SC/47/PHP	4.150,00 €	Brentari	X	
PHP	PHE. 504	EAHC/2010/SC/48/PHP	3.250,00 €	Lindert	X	
PHP	PHE. 401	EAHC/2010/BDC/01/PHP	2.189,00 €	Oxford Journal	X	
PHP	PHE. 415	EAHC/2010/BDC/03/PHP	935,00 €	CDT		X

Expenditure type	Commitment	CONTRACT	Amount	Contractor	Negotiated Proc.	Specific Contract Following a Framework Contract
PHP	PHE. 438	EAHC/2010/BDC/13/PHP	1.100,00 €	CDT		X
PHP	PHE. 469	EAHC/2010/BDC/24/PHP	500,00 €	CDT		X
PHP	PHE. 472	EAHC/2010/BDC/25/ADM	2.000,00 €	CDT		X
PHP	PHE. 490	EAHC/2010/BDC/37/PHP	4.345,00 €	NIVEL	X	

6. Report on Financial Management in 2010

The Executive Agency for Health and Consumers is the result of the transformation of Public Health Executive Agency.

On 9th September 2008 EAHC was entrusted with a new mandate enlarged to Consumers and Food Safety measures.

The implementation of the Agency's Administrative budget - an annual subsidy transferred by the Commission to the Agency's bank account - is regulated by the Commission Regulation (EC) N 1653/2004 on a standard financial regulation for Executive Agencies amended by Commission regulation EC n°651/2008 of 9/07/2008.

- **Financial Management and Internal Control**

The Executive Agency for Health and Consumers has implemented a centralised organisational structure based on Commission designed Financial Circuit Model 4, « Full centralisation of financial transactions »⁹. According to the Model, the verification of financial aspects of a transaction must ensure that the operation is legal, regular and in due respect of the principle of sound financial management and that all related steps have been carried out correctly in conformity with the applicable regulatory requirements.

The financial circuits in place are compliant with the "four eyes principle", meaning that the roles of initiation and verification are separated to ensure clearer accountability. The centralised financial ex-ante control function is not involved in the initiation of financial operations. All main financial procedures are documented and published on the intranet.

The Agency operates in respect of the Commission-wide 16 Internal Control Standards, which aim at an effective operation of the control environment. In this perspective, and with the help of an external audit and consultancy company, the Agency performed a full risk assessment and internal control review.

- **Accounting systems**

Having concluded a Service Level Agreement with DG BUDG, the Agency implemented and uses the Commission hosted ABAC and SAP accounting tools. Since December 2007 the Agency also disposes of ABAC Assets, a specific ABAC module to manage fixed assets.

To cash its operation grant and to effectuate payments, the Agency has opened a bank account in EUR benefiting from the same framework contract conditions as the Commission does. All transactions via this account are systematically made through the Commission managed ABAC, SAP and SWIFT systems.

⁹ provided for in the Annex to the Action 79 of the White Paper on reforming the Commission, 2002/2000/COM, "Reforming the Commission – a White Paper – Part II – Action Plan" dated 01.03.2000.