



Delegated Regulation amending Commission Delegated Regulation (EU) 2015/2195 of 9 July 2015, regarding the definition of standard scales of unit costs and lump sums for reimbursement of expenditure by the Commission to Member States (Article 14.1 ESF)

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Part 1:

Overview of Article 14(1) ESF mechanism

Article 14(1) ESF Regulation

Allows the Commission to define in a Delegated Act unit costs or lump sums which may be used as the basis on which to reimburse expenditure paid by Member States for certain types of operations, and allows for those amounts to be adjusted.

Article 14(1) ESF Regulation

Benefits of Article 14.1 DA go above and beyond advantages of using 'ordinary' simplified cost options:

- Legal certainty: The COM will not challenge the methodology or the amount of the SCO.*
- Reduced scope of audit: limited to verification of the output/result achieved*
- More operations: Can be applied to operations which are 100% publicly procured.*

Article 14(1) ESF Regulation cont..

- *Accounting Practices: Member States can continue to apply own accounting practices to the operations on the ground (i.e. can be different arrangement as from COM to MA)*
- *Automatic Adjustment: The amount of the SCO can be adjusted automatically without need ex post justification*
- *But...Article 14.1 DA only applies to ESF*

Article 14(1) – the Story so Far

- Delegated Regulation (EU) No 2015/2195 adopted on 9 July 2015
- Main Part: Covers scope, types of operations, definition of SCOs and amounts, and adjustments.
- Annexes: Definition and amounts of unit costs for France and Sweden
- FR: Allowances & activation costs for participants covered for YEI operations
- SE: Staff costs & participants allowances covered (YEI & other priority axes)

Article 14)1) ESF - The new proposal

- Seeks to amend the Delegated Regulation to include also Belgium and the Czech Republic
- No change to articles of the regulation; only change is to add 2 new annexes for CZ and BE.
- Anticipate future additional changes to add more annexes: working actively with IT, DE, MT, SK and NL to have further amendments in 2016.



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Part 2: The Czech Republic

Scope of Operations

- *5 Unit Costs - Covers all Aspects of operations to increase supply of childcare facilities*
- *Contributes to Priority Axis: Supporting Employment and Workforce Adaptability*
- *Creation of Places (new and existing facilities), running costs, rent, up-skilling of caregivers.*
- *Costs based on combination of statistical evidence, historical data from beneficiary and market surveys.*
- *Total expected amount to be covered: 160 million CZK (€6 million)*

Scope of Operations

1. Newly Created Place,

- ***Amount per new place: 20 053 CZK, (€743)***
- ***Total expected Expenditure: 1.6 million CZK (€59 260)***

2. Transformation of existing Place to meet new standards.

- ***Amount per place: 9 518 CZK. (€353)***
- ***Total expected Expenditure: 1.6 million CZK (€59 260)***

Scope of Operations

3. Occupancy of a childcare facility.

- **Amount per Place: 628 CZK (€23) per child per 6 months**
- **Total expected Expenditure: 142.6 million CZK (€5.3 million)**

4. Up-skilling of Caregivers

- **Amount per qualification gained: 14 178 CZK (€525).**
- **Total expected Expenditure: 1.8 million CZK (€66 670)**

5. Rent for facility

- **56 CZK (€2,10) per child per 6 month period**
- **Total expected Expenditure: 12.7 million CZK (€470 400)**



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Part 3: Belgium (Flanders region)

Scope of Operations

- *2 Unit Costs*
- *Covers all costs relating to:*
 - 1. In-work training leading to a job**
 - 2. Vocational Training leading to a job**
- *Costs based on historical evidence of the beneficiary (VDAB*)*
- *Results Orientated – payment only if a successful outcome (the person must work within 3 months of end of training)*
- *No adjustment to amounts foreseen*

* VDAB: Vlaamse Dienst voor Arbeidsbemiddeling en Beroepsopleiding

Scope of Operations

1. Individual Company Training (IBO)

- ***Amount per Place: €1 439 per person trained and employed***

2. Vocational Training

- ***Amount per Place: €8 466 per person trained and employed***

Total Amount expected to be reimbursed: €100m.



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The End!