

AMENDING BUDGET 1/2023

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The main objectives of this amending budget are to present the transfer already performed under the authority of the Director and to integrate the additional revenue.

Revenue

The ETF's main source of revenue is its contribution from the European Commission. In addition, in accordance with Article 15.3 of its founding Regulation, the ETF can receive funding from other sources for activities included in its mandate.

1a. EC contribution (Titles 1, 2, 3)

There are no modifications to the appropriations the ETF expects to implement by the end of the year.

1b. Other revenue

In addition to the assigned revenue presented in its budget 2023¹ and as anticipated in the last November GB meeting the ETF has now confirmed the expected additional revenue from extra-subsidy projects with the EC that can be assigned to the budget 2023.

The new additional revenue included in this amending budget corresponds to:

- 1 750 000 EUR representing the first instalment of after having signed in March 2023 a contribution agreement with DG INTPA for the Second phase of the project on African Continental Qualifications Framework (ACQF II - PANAF/2023/443-218) for a total of 5 850 000 EUR for a total duration of 45 months, where 850 000 EUR will be ETF's contribution in terms of own expertise and 5 000 000 EUR the contribution of DG INTPA;
- 1 425 000 EUR representing the first instalment of the second service level agreement signed in April 2023 with the European Commission (DG EMPL) for the provision of services to support the international dimension of Centres of Vocational Excellence covering activities for a total duration of 24 months for a total of 1 500 000 EUR.

Expenditure

The activities performed until now and the proposed changes are aligned with the priorities and objectives in the single programming document adopted by the Board on 25 November 2022. Budget estimates have been updated considering updated information on salary adaptation, and the additional revenue.

This amending budget includes one transfer falling under the authority of the Director that has already been performed, as well as a revision of the assumptions for staff and infrastructure costs based on expected reimbursements from the extra-subsidy projects:

¹ GB/22/DEC/011 – ETF Budget 2023

- The estimated salary update for June 2023 is +4.4% applied from July 2023 as per EU Budget circular 2024² (original assumption was +2%), leading to an increase in the estimated of expenditure for temporary and contractual agents of 390 000 EUR. The contribution of the existing and newly signed extra-subsidy projects to the staffing costs of the ETF is estimated to 516 000 EUR which compensates the 390 000 EUR above, indicating a possible margin of 126 000 EUR, which could be reallocated to other activities.
- Within this margin and as part of the transfers already performed, there has been an internal reallocation of 25 000 EUR within Title 1 (administrative missions, learning and development activities; more details in tables in annex).
- A transfer from Title 2 to Title 1 of 15 000 EUR, which corresponds to appropriations for the complementary mission insurance and the Travel Risk Management, which were originally budgeted in Title 2 but that should fall within Title 1 since not linked to infrastructure nor IT related risks.

The table below summarises the changes proposed in this amending budget at the level of Title:

Budgetary title	Initial Budget (EUR)	Changes (EUR)	Amending Budget (EUR)	%
Title 1	15 949 350	15 000	15 964 350	+0.1%
Title 2	2 345 175	- 15 000	2 330 175	-0.6%
Title 3	4 333 431		4 333 431	0.0%
Total EC Contribution	22 627 956		22 627 956	0.0%
Other revenue - Title 1	60 000		60 000	
Other revenue - Title 3				
Other revenue - Title 4	2 000 000	3 175 000	5 175 000	+158.8%
Total ETF Budget	24 687 956	3 175 000	27 862 956	+13%

More detailed information on the activities can be found in the “Assumptions” column in the amending budget table.

Conclusion

ETF Governing Board approves the amending budget.

² ARES (2022)8735370 of 15/12/2022