



**DECISION KDT GB 2022.23**

**adopting the first amendment of the Joint Undertaking's**

**annual budget for the year 2022**

THE GOVERNING BOARD OF THE KEY DIGITAL TECHNOLOGIES JOINT UNDERTAKING,

Having regard to Council Regulation (EU) No 2021/2085 of 19 November 2021 establishing the Joint Undertakings under Horizon Europe (hereinafter "Single Basic Act - SBA") and in particular Article 17 and Article 174(12);

Having regard to KDT JU's Financial rules (KDT GB 2021.02 Annex 12) and in particular Articles 6(5), 16 and 17 thereof;

Having regard to Decision KDT GB 2021.09 approving the Key Digital Technologies Joint Undertaking's annual budget for the year 2022

WHEREAS

- (1) The financial year shall run from 1 January to 31 December;
- (2) The Annual Budget for year 2022 has been adopted by the Governing Board on 17 December 2021, per Decision KDT GB 2021.09;
- (3) The Annual Budget for year 2022 shall be amended for the first time in order to reduce the total administrative budget to EUR 5,366,500.00 commitment appropriations and adjust accordingly the Joint Undertaking's members contributions for the year 2022;
- (4) The Annual Budget for year 2022 shall be amended for the first time in order to increase the appropriations for payments for running costs under Titles 1 and 2 by reactivating (under C2 fund source) unused appropriations deriving from the Joint Undertaking's 2019, 2020 and 2021 budget exercises for a total of EUR 253,887.50 in order to honour administrative payments due under commitments entered in previous financial years. The corresponding commitment appropriations were



- automatically carried forward at the beginning of the year 2022 (under C8 fund source);
- (5) The Annual Budget for year 2022 shall be amended for the first time in order to increase the appropriations for payments for experts' costs under Title 3 by reactivating (under C2 fund source) unused appropriations deriving from the Joint Undertaking's 2021 budget exercise for a total of EUR 33,872.50 in order to honour payments due under commitments entered in 2021 related to experts costs. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source);
  - (6) The Annual Budget for year 2022 shall also be amended for the first time in order to bring the members contributions towards the administrative costs of the JU in alignment with the obligations set in Articles 28(4), 128 and 129(3) of the SBA;
  - (7) The Governing Board shall approve the budget 2022 as hereby amended for the first time;
  - (8) For sake of clarity, decision KDT GB 2021.09 should be repealed and replaced by this Decision;

HAS ADOPTED THIS DECISION:

*Article 1*

The Joint Undertaking's Budget for year 2022, as amended for the first time and as annexed to this Decision, is hereby adopted.

*Article 2*

Decision KDT GB 2021.09 is repealed and replaced by this Decision.

This Decision shall enter into force on the date of its adoption.

Done in Brussels on 08.09.2022

A handwritten signature in black ink, appearing to read 'R. Bornefeld'.

Ralf Bornefeld

Chair of the Governing Board

Annex I: KDT Joint Undertaking 1<sup>st</sup> amendment of the Annual Budget for year 2022



## KDT JOINT UNDERTAKING ANNUAL BUDGET FOR YEAR 2022

### *1. Introduction*

The budget is established in accordance with the provisions of Council Regulation (EC) 2021/2085 of 19 November 2021 establishing the Joint Undertakings under Horizon Europe and repealing Regulations (EC) No 219/2007, (EU) No 557/2014, (EU) No 558/2014.

In accordance with the provisions of the legal framework applicable to KDT JU, there are two main contributors to the budget of the JU:

- The **EU budget** (including EFTA contribution) with a decision of the European Parliament and the Council upon proposal of the Commission. This contribution is intended to fund projects (operational costs) and half of the running costs.
- The **Industry** represented by the Private Members AENEAS, EPoSS and INSIDE (former ARTEMIS-IA) contributing to half of the running costs.

### *2. Information on KDT JU 1<sup>st</sup> Amendment of the Annual Budget for year 2022*

The major factors that called for the amendment are the following:

- As per KDT Governing Decision 2021.09 approving the Key Digital Technologies Joint Undertaking's annual budget for the year 2022, the administrative budget and the operational commitment appropriations for year 2022 were to be revisited and confirmed by the end of Q1 2022. Following discussions among the Joint Undertaking's members, both administrative budget and operational commitment appropriations shall be confirmed as per the amendment decision hereby proposed.
- As of financial year 2019, all JU budget lines are differentiated. As a result, the outstanding commitments are automatically carried forward, but they are not followed by the corresponding payment appropriations. This part must be performed via reactivation as per Article 6(5) of the Financial Rules of the Joint Undertaking (KDT GB 2021.02 Annex 12). In this sense, it is hereby proposed to reactivate EUR 253,887.50 unused payment appropriations (in C2 fund source) stemming from years 2019, 2020 and 2021 in order to honour administrative payments due under commitments entered in previous financial years. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source).
- Increase of the appropriations for payments for experts costs under Title 3 by reactivating (under C2 fund source) unused appropriations deriving from the Joint Undertaking's 2021 budget exercise for a total of EUR 33,872.50 in order to honour payments due under commitments entered in 2021 related to experts costs. The



corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source). It is to be noted that upon establishment of KDT JU, the costs related to the remuneration of contract experts involved in the evaluation of projects and monitoring of their implementation are included under the operational budget lines, i.e. under Title 3.

The present first amendment to Annual Budget for year 2022 introduces the following changes:

### **REVENUE:**

#### **Administrative budget (Titles 1 and 2)**

##### ***Commitment appropriations:***

- Increase of EU contribution for administrative budget by EUR 182,713.00 (*was EUR 2,650,000.00 and becomes EUR 2,832,713.00*).
- Decrease of Private Members' contribution for administrative budget by EUR 306,213.00 (*was EUR 2,449,000.00 and becomes EUR 2,142,787.00*).

##### ***Payment appropriations:***

- Increase of EU contribution for administrative budget (for Horizon Europe activities from previous EU budget years) by EUR 182,713.00 (*was EUR 2,650,000.00 and becomes EUR 2,832,713.00*).
- Decrease of Private Members' contribution for administrative budget by EUR 306,213.00 (*was EUR 2,449,000.00 and becomes EUR 2,142,787.00*).
- Reactivation of EUR 253,887.50 unused payment appropriations deriving from JU's budgets for years 2019, 2020 and 2021 corresponding to payments due under commitments entered in previous financial years. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source).

#### **Operational budget (Title 3)**

##### ***Commitment appropriations:***

No change.

##### ***Payment appropriations:***

- Reactivation of EUR 33,872.50 unused payment appropriations deriving from JU's budget for year 2021 corresponding to payments due under commitments entered in 2021 related to experts' costs. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source).

**EXPENDITURE:****Administrative budget (Titles 1 and 2)*****Commitment appropriations:***

- Decrease by EUR 123,500.000 (*was EUR 5,490,000.00 and becomes EUR 5,366,500.00*).

***Payment appropriations:***

- Decrease by EUR 123,500.000 in C1 fund source (*was EUR 5,490,000.00 and becomes EUR 5,366,500.00*).
- Reactivation of EUR 253,887.50 unused payment appropriations deriving from JU's budgets for years 2019, 2020 and 2021 corresponding to payments due under commitments entered in previous financial years. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source).

**Operational budget (Title 3)*****Commitment appropriations:***

No change.

***Payment appropriations:***

- Reactivation of EUR 33,872.50 unused payment appropriations deriving from JU's budget for year 2021 corresponding to payments due under commitments entered in 2021 related to experts costs. The corresponding commitment appropriations were automatically carried forward at the beginning of the year 2022 (under C8 fund source).

The amendment hereby proposed reflects under administrative Titles 1 and 2 further internal transfers for a better allocation of the resources according to the planned actions and needs.



### 3. *Members contributions towards SBA maximum amounts*

For the purpose of alignment with the obligations set in articles 28(4), 128 and 129(3) of the SBA and taking into account the hereby amendment and a bilateral agreement between the members of the JU, the contributions of the European Commission and the Private Members towards the administrative budget of the JU for the period 2021-2022 are as per the table below:

	<b>2021 (as of KDT)-2022</b>	<b>2023-2027</b>	<b>Max per SBA</b>
Private Members	2,680,188.00	23,650,812.00	26,331,000.00
European Commission	2,680,188.00	23,650,812.00	26,331,000.00

It is to be noted, that the cash contributions of the members may differ from the resources entered in the budget of the Joint Undertaking.

The above-mentioned bilateral agreement between the European Commission and the Private Members has clearly and expressly set the terms of the closure of ECSEL Joint Undertaking and as of 2022, all financial obligations of the European Commission and the Private Members towards the ECSEL JU administrative budget as set out in Council Regulation (EU) No 561/2014, shall be deemed settled and resolved.



The table below provides a breakdown by budget line of the reactivated unused payment appropriations:

STATEMENT OF EXPENDITURE		2022 (initial)		Changes in 2022 credits (C1 fund source)		Reactivated appropriations (from previous budget exercises) (C2 fund source)		2022 (proposed Amendment 1)	
Chapter	DESCRIPTION	CA	PA	CA	PA	CA	PA	CA	PA
<b>TITLE 1</b>	<b>STAFF EXPENDITURE</b>	0.00	0.00						
1100	STAFF SALARIES AND ALLOWANCES	3,720,000.00	3,720,000.00	-90,000.00	-90,000.00		37,415.96	3,630,000.00	3,667,415.96
local line in C1	<i>of which Staff salaries</i>	2,889,000.00	2,889,000.00	0.00	0.00			2,889,000.00	2,889,000.00
local line in C2	<i>of which Staff salaries</i>	391,000.00	391,000.00	0.00	0.00			391,000.00	391,000.00
local line	<i>of which OIB (childcare facilities) and European schools</i>	150,000.00	150,000.00	0.00	0.00			150,000.00	150,000.00
local line	<i>of which PMO services (salaries calculation)</i>	40,000.00	40,000.00	0.00	0.00			40,000.00	40,000.00
local line	<i>of which Interim staff</i>	230,000.00	230,000.00	-85,000.00	-85,000.00			145,000.00	145,000.00
local line	<i>of which Trainees</i>	20,000.00	20,000.00	-5,000.00	-5,000.00			15,000.00	15,000.00
1200	RECRUITMENT & TRANSFER COSTS	5,000.00	5,000.00	81,500.00	81,500.00			86,500.00	86,500.00
1300	MISSIONS EXPENSES	80,000.00	80,000.00	0.00	0.00		366.69	80,000.00	80,366.69
1400	SOCIO-MEDICAL INFRASTRUCTURE & TRAINING COSTS	100,000.00	100,000.00	-20,000.00	-20,000.00		3,396.43	80,000.00	83,396.43
<b>0</b>	<b>Total Title 1</b>	<b>3,905,000.00</b>	<b>3,905,000.00</b>	<b>-28,500.00</b>	<b>-28,500.00</b>		<b>41,179.08</b>	<b>3,876,500.00</b>	<b>3,917,679.08</b>
<b>TITLE 2</b>	<b>ADMINISTRATIVE EXPENDITURE</b>								
2000	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	600,000.00	600,000.00	0.00	0.00		298.90	600,000.00	600,298.90
2100	IT AND TECHNICAL SUPPORT COSTS	380,000.00	380,000.00	0.00	0.00		112,980.90	380,000.00	492,980.90
2200	MOVABLE PROPERTY AND ASSOCIATED COSTS	5,000.00	5,000.00	-5,000.00	-5,000.00			0.00	0.00
2300	CURRENT ADMINISTRATIVE EXPENDITURE	120,000.00	120,000.00	-20,000.00	-20,000.00		5,361.43	100,000.00	105,361.43
2400	POSTAGE AND TELECOMMUNICATIONS	20,000.00	20,000.00	0.00	0.00		4,364.27	20,000.00	24,364.27
2500	MEETINGS AND REPRESENTATION COSTS	20,000.00	20,000.00	0.00	0.00			20,000.00	20,000.00
2600	MEETING EXPERTS COSTS	60,000.00	60,000.00	0.00	0.00			60,000.00	60,000.00
2602	ECSEL REVIEWS EXPERTS COSTS	line deleted	line deleted	0.00	0.00	line deleted	line deleted	line deleted	line deleted
2700	INNOVATION ACTIVITIES	line deleted	line deleted	0.00	0.00	line deleted	line deleted	line deleted	line deleted
2800	COMMUNICATION ACTIVITIES	320,000.00	320,000.00	-70,000.00	-70,000.00		64,452.92	250,000.00	314,452.92
2900	AUDITS AND LEGAL COSTS	60,000.00	60,000.00	0.00	0.00		25,250.00	60,000.00	85,250.00
<b>0</b>	<b>Total Title 2</b>	<b>1,585,000.00</b>	<b>1,585,000.00</b>	<b>-95,000.00</b>	<b>-95,000.00</b>		<b>212,708.42</b>	<b>1,490,000.00</b>	<b>1,702,708.42</b>
<b>0</b>	<b>Total ADMINISTRATIVE budget (Title 1 and 2)</b>	<b>5,490,000.00</b>	<b>5,490,000.00</b>	<b>-123,500.00</b>	<b>-123,500.00</b>		<b>253,887.50</b>	<b>5,366,500.00</b>	<b>5,620,387.50</b>
<b>TITLE 3</b>	<b>OPERATIONAL EXPENDITURE</b>								
3100	7TH FRAMEWORK PROGRAMME (FP7) PROJECTS	0.00	14,719.28	0.00	0.00			0.00	14,719.28
3200	ECSEL PROJECTS UNDER HORIZON 2020 PROGRAMME	0.00	98,967,820.00	0.00	0.00			0.00	98,967,820.00
3300	KDT PROJECTS UNDER HORIZON EUROPE PROGRAMME	254,523,430.00	116,088,133.00	0.00	0.00			254,523,430.00	116,088,133.00
3400	CONTRACT EXPERTS COSTS	700,000.00	700,000.00	0.00	0.00		33,872.50	700,000.00	733,872.50
	<b>Total OPERATIONAL budget (Title 3)</b>	<b>255,223,430.00</b>	<b>215,770,672.28</b>	<b>0.00</b>	<b>0.00</b>		<b>33,872.50</b>	<b>255,223,430.00</b>	<b>215,804,544.78</b>
	<b>TOTAL EXPENDITURE</b>	<b>260,713,430.00</b>	<b>221,260,672.28</b>	<b>-123,500.00</b>	<b>-123,500.00</b>		<b>287,760.00</b>	<b>260,589,930.00</b>	<b>221,424,932.28</b>

Chapters receiving the reactivated payment appropriations (in C2 fund source)





#### 4. KDT Joint Undertaking Budget 2022 Amendment 1

STATEMENT OF REVENUE		2021 (finally adopted)		2022 (initial)		2022 (proposed Amendment 1)		Variance CA 2022-Amendment 1/2022-initial		Variance PA 2022-Amendment 1/2022-initial	
Budget line	DESCRIPTION	CA	PA	CA	PA	CA	PA	EUR	%	EUR	%
20	Revenue from EU Budget <sup>1</sup>	209,866,037.00	153,260,787.62	257,873,430.00	218,405,953.00	258,056,143.00	218,588,666.00	182,713.00	0.07%	182,713.00	0.08%
2001	EC contribution for administrative budget	1,850,037.00	1,850,037.00	2,650,000.00	2,650,000.00	2,832,713.00	2,832,713.00	182,713.00		182,713.00	
	of which for Horizon Europe activities			1,136,114.00	1,136,114.00	1,318,827.00	1,318,827.00				
	of which from EU Budget 2022			951,570.00	951,570.00	951,570.00	951,570.00				
	of which from previous EU Budget years <sup>2</sup>			184,544.00	184,544.00	367,257.00	367,257.00				
	of which for H2020 activities			1,513,886.00	1,513,886.00	1,513,886.00	1,513,886.00				
2002	EC contribution for operational budget for Horizon Europe	208,016,000.00		255,223,430.00	116,788,133.00	255,223,430.00	116,788,133.00	0.00	0.00%	0.00	0.00%
2003	EC contribution for operational budget for Horizon 2020	0.00	151,410,750.62	0.00	98,967,820.00	0.00	98,967,820.00	0.00	0.00%	0.00	0.00%
	of which from EU Budget 2022		94,152,250.62								
	of which from previous EU Budget years		57,258,500.00								
30	Revenue from private members	2,539,963.00	2,539,963.00	2,449,000.00	2,449,000.00	2,142,787.00	2,142,787.00	-306,213.00	-12.50%	-306,213.00	-12.50%
3001	Private members contribution for administrative budget	2,539,963.00	2,539,963.00	2,449,000.00	2,449,000.00	2,142,787.00	2,142,787.00	-306,213.00	-12.50%	-306,213.00	-12.50%
	of which from 2022 contributions			2,140,000.00	2,140,000.00	2,142,787.00	2,142,787.00	2,787.00	0.13%	2,787.00	0.13%
	of which from previous years contributions			309,000.00	309,000.00						
	of which from AENEAS	1,332,160.60	1,332,160.60								
	of which from EPoS	402,366.74	402,366.74								
	of which from INSIDE (former ARTEMIS-IA)	805,435.66	805,435.66								
50	Unused administrative appropriations from previous years <sup>3</sup>	550,000.00	886,616.56	391,000.00	391,000.00	391,000.00	644,887.50	0.00	0.00%	253,887.50	64.93%
5001	Unused administrative appropriations from year n-1	550,000.00	886,616.56	300,000.00	300,000.00	300,000.00	532,187.58	0.00	0.00%	232,187.58	77.40%
5002	Unused administrative appropriations from year n-2			59,639.30	66,389.68	59,639.30	85,689.60	0.00	0.00%	19,299.92	29.07%
5003	Unused administrative appropriations from year n-3			31,360.70	24,610.32	31,360.70	27,010.32	0.00	0.00%	2,400.00	9.75%
60	Unused operational appropriations from previous years <sup>3</sup>		41,587,909.38	0.00	14,719.28	0.00	48,591.78	0.00		33,872.50	230.12%
6001	Unused operational Horizon Europe appropriations from year n-1										
6002	Unused operational Horizon Europe appropriations from year n-2										
6003	Unused operational Horizon Europe appropriations from year n-3										
6004	Unused operational H2020 appropriations from year n-1		271,955.22				33,872.50			33,872.50	
6005	Unused operational H2020 appropriations from year n-2		1,609,395.60								
6006	Unused operational H2020 appropriations from year n-3		37,206,558.56								
6007	Unused operational FP7 appropriations <sup>4</sup>		2,500,000.00		14,719.28		14,719.28			0.00	0.00%
	<b>Total Revenues</b>	<b>212,956,000.00</b>	<b>198,275,276.56</b>	<b>260,713,430.00</b>	<b>221,260,672.28</b>	<b>260,589,930.00</b>	<b>221,424,932.28</b>	<b>-123,500.00</b>	<b>-0.05%</b>	<b>164,260.00</b>	<b>0.07%</b>

  

STATEMENT OF EXPENDITURE		2021 (finally adopted)		2022 (initial)		2022 (proposed Amendment 1)		Variance CA 2022-Amendment 1/2022-initial		Variance PA 2022-Amendment 1/2022-initial	
Chapter	DESCRIPTION	CA	PA	CA	PA	CA	PA	EUR	%	EUR	%
TITLE 1	STAFF EXPENDITURE										
1100	STAFF SALARIES AND ALLOWANCES	3,420,000.00	3,458,020.66	3,720,000.00	3,720,000.00	3,630,000.00	3,667,415.96	-90,000.00	-2.42%	-52,584.04	-1.41%
	local line in C1 of which Staff salaries	2,637,847.73	2,637,847.73	2,889,000.00	2,889,000.00	2,889,000.00	2,889,000.00	0.00	0.00%	0.00	0.00%
	local line in C2 of which Staff salaries	550,000.00	550,000.00	391,000.00	391,000.00	391,000.00	391,000.00	0.00	0.00%	0.00	0.00%
	local line of which OIB (childcare facilities) and European schools	130,000.00	130,000.00	150,000.00	150,000.00	150,000.00	150,000.00	0.00	0.00%	0.00	0.00%
	local line of which PMO services (salaries calculation)	30,000.00	30,000.00	40,000.00	40,000.00	40,000.00	40,000.00	0.00	0.00%	0.00	0.00%
	local line of which Interim staff	62,152.27	62,152.27	230,000.00	230,000.00	145,000.00	145,000.00	-85,000.00	-36.96%	-85,000.00	-36.96%
	local line of which Trainees	10,000.00	10,000.00	20,000.00	20,000.00	15,000.00	15,000.00	-5,000.00	-25.00%	-5,000.00	-25.00%
1200	RECRUITMENT & TRANSFER COSTS	10,000.00	10,000.00	5,000.00	5,000.00	86,500.00	86,500.00	81,500.00	1630.00%	81,500.00	1630.00%
1300	MISSIONS EXPENSES	50,000.00	50,200.00	80,000.00	80,000.00	80,000.00	80,366.69	366.69	0.46%	366.69	0.46%
1400	SOCIO-MEDICAL INFRASTRUCTURE & TRAINING COSTS	70,000.00	94,744.84	100,000.00	100,000.00	80,000.00	83,396.43	-20,000.00	-20.00%	-16,603.57	-16.60%
	<b>Total Title 1</b>	<b>3,550,000.00</b>	<b>3,612,965.50</b>	<b>3,905,000.00</b>	<b>3,905,000.00</b>	<b>3,876,500.00</b>	<b>3,917,679.08</b>	<b>-28,500.00</b>	<b>-0.73%</b>	<b>12,679.08</b>	<b>0.32%</b>
TITLE 2	ADMINISTRATIVE EXPENDITURE										
2000	RENTAL OF BUILDINGS AND ASSOCIATED COSTS	540,000.00	561,618.01	600,000.00	600,000.00	600,000.00	600,298.90	298.90	0.05%	298.90	0.05%
2100	IT AND TECHNICAL SUPPORT COSTS	300,000.00	427,497.56	380,000.00	380,000.00	380,000.00	492,980.90	112,980.90	29.73%	112,980.90	29.73%
2200	MOVABLE PROPERTY AND ASSOCIATED COSTS		p.m.	5,000.00	5,000.00	0.00	0.00	-5,000.00	-100.00%	-5,000.00	-100.00%
2300	CURRENT ADMINISTRATIVE EXPENDITURE	80,000.00	91,396.48	120,000.00	120,000.00	100,000.00	105,361.43	-20,000.00	-16.67%	-14,638.57	-12.20%
2400	POSTAGE AND TELECOMMUNICATIONS	15,000.00	21,327.83	20,000.00	20,000.00	20,000.00	24,364.27	4,364.27	21.82%	4,364.27	21.82%
2500	MEETINGS AND REPRESENTATION COSTS	17,000.00	19,422.06	20,000.00	20,000.00	20,000.00	20,000.00	0.00	0.00%	0.00	0.00%
2600	MEETING EXPERTS COSTS	0.00	0.00	60,000.00	60,000.00	60,000.00	60,000.00	0.00	0.00%	0.00	0.00%
2602	ECSEL REVIEWS EXPERTS COSTS	270,000.00	290,217.95	line deleted	line deleted	line deleted	line deleted				
2700	INNOVATION ACTIVITIES			line deleted	line deleted	line deleted	line deleted				
2800	COMMUNICATION ACTIVITIES	113,000.00	158,291.17	320,000.00	320,000.00	250,000.00	314,452.92	-70,000.00	-21.88%	-5,547.08	-1.73%
2900	AUDITS AND LEGAL COSTS	55,000.00	93,880.00	60,000.00	60,000.00	60,000.00	85,250.00	25,250.00	42.08%	25,250.00	42.08%
	<b>Total Title 2</b>	<b>1,390,000.00</b>	<b>1,663,651.06</b>	<b>1,585,000.00</b>	<b>1,585,000.00</b>	<b>1,490,000.00</b>	<b>1,702,708.42</b>	<b>-95,000.00</b>	<b>-5.99%</b>	<b>117,708.42</b>	<b>7.43%</b>
	<b>Total ADMINISTRATIVE budget (Title 1 and 2)</b>	<b>4,940,000.00</b>	<b>5,276,616.56</b>	<b>5,490,000.00</b>	<b>5,490,000.00</b>	<b>5,366,500.00</b>	<b>5,620,387.50</b>	<b>-123,500.00</b>	<b>-2.25%</b>	<b>130,387.50</b>	<b>2.37%</b>
TITLE 3	OPERATIONAL EXPENDITURE										
3100	7TH FRAMEWORK PROGRAMME (FP7) PROJECTS		2,500,000.00		14,719.28		14,719.28	0.00	0.00%	0.00	0.00%
3200	ECSEL PROJECTS UNDER HORIZON 2020 PROGRAMME		190,498,660.00		98,967,820.00		98,967,820.00	0.00	0.00%	0.00	0.00%
3300	KDT PROJECTS UNDER HORIZON EUROPE PROGRAMME	208,016,000.00		254,523,430.00	116,088,133.00	254,523,430.00	116,088,133.00	0.00	0.00%	0.00	0.00%
3400	CONTRACT EXPERTS COSTS			700,000.00	700,000.00	700,000.00	733,872.50	33,872.50	4.84%	33,872.50	4.84%
	<b>Total OPERATIONAL budget (Title 3)</b>	<b>208,016,000.00</b>	<b>192,998,660.00</b>	<b>255,223,430.00</b>	<b>215,770,672.28</b>	<b>255,223,430.00</b>	<b>215,804,544.78</b>	<b>33,872.50</b>	<b>0.02%</b>	<b>33,872.50</b>	<b>0.02%</b>
	<b>TOTAL EXPENDITURE</b>	<b>212,956,000.00</b>	<b>198,275,276.56</b>	<b>260,713,430.00</b>	<b>221,260,672.28</b>	<b>260,589,930.00</b>	<b>221,424,932.28</b>	<b>-123,500.00</b>	<b>-0.05%</b>	<b>164,260.00</b>	<b>0.07%</b>

Chapters receiving the reactivated payment appropriations (in C2 fund source)



Notes:*CA (Commitment Appropriations) – PA (Payment Appropriations)*

1. The EU contribution is based on the budget foreseen for JUs in the general Union budget. The amount deriving from the 2022 estimated general Union budget is subject to its adoption by the budgetary authority and may be updated accordingly. Including EFTA contribution whose factor for is of +2.47% for KDT/Horizon Europe and +2.11% for ECSEL/Horizon 2020.
2. Amount already cashed by KDT JU in financial year 2021 which has not been entered in KDT JU budget neither as commitment nor as payment appropriations at the year of cashing. In 2021, ECSEL/KDT JUs recovered from EC a total amount of EUR 167,267,537.00 (EUR 3,834,037.00 for administrative budget and EUR 163,433,500.00 for operational budget). Regarding the administrative budget, out of the total EUR 3,834,037.00, EUR 1,850,037.00 correspond to ECSEL legacy administrative budget and EUR 1,984,000.00 to KDT administrative budget. During 2021, only the amount of EUR 1,850,037.00 was entered as C1 appropriations in the administrative budget, with the EUR 1,984,000.00 remaining as cash. Out of this remaining cash amount, EUR 367,257.00 shall be entered in budget 2022 as administrative C1 appropriations and as a result in 2022, KDT JU shall remain with an EC administrative cash of EUR 1,616,743.00. Regarding the operational budget, out of the total EUR 163,433,500.00 recovered in 2021, EUR 111,429,500.00 correspond to ECSEL legacy H2020 projects and EUR 52,004,000.00 to KDT Horizon Europe projects. Out of these amounts, only EUR 94,152,250.62 were entered as C1 appropriations for ECSEL legacy H2020 projects in budget 2021. The remaining EUR 69,281,249.38 operational appropriations (EUR 52,004,000.00 for KDT/Horizon Europe projects and EUR 17,277,249.38 for ECSEL/Horizon Europe projects) remain with the JU as cash. Any administrative and operational remaining cash amount shall be inscribed as budget appropriations either later during 2022 or in future budget exercises according to the estimated needs and for the respective activities.
3. Unused appropriations from the previous budget exercises [Art.6(5) of the KDT Financial Rules: “Given the needs of the JU, the unused appropriations may be entered in the estimate of revenue and expenditure of up to the following three financial years. These appropriations may be used first”].
4. For 2022, the amount of EUR 14,719.28 (PA) derives initially from ECSEL JU 2020 budget.



## ***5. Details on the use of financial resources***

### ***TITLE 1 - STAFF EXPENDITURE***

#### **1100 – Staff salaries and allowances**

This appropriation is intended to cover the cost of remuneration of temporary and contract staff in accordance with the Staff Regulations. It also covers the costs of the employer's social security contributions in accordance with the applicable Staff Regulations, as well the cost of non-statutory staff like interim and trainees who are contracted for a short period. Salaries are expected to remain at substantially the same level in 2022 as no new posts are foreseen, thus recruitments will be limited to the filling of any vacant posts. However, an increase of +2% annual indexation is applied. The increase compared to previous years is for the major part related to the provision for external personnel that is deemed necessary in view of the expected workload in 2022 (2 KDT Calls during the year and operational and financial management of running ECSEL projects). For the other part, the increase is justified by the increased number of attendances in the European Schools where KDT JU as employer is financing the schooling fees, as well as by the expected increase on PMO services fees (for staff salaries calculation).

#### **1200 – Recruitment and transfer**

This chapter covers the recruitment costs for new staff as well as some expenditure foreseen in the relevant provisions of the Staff Regulations. The increase is due to the estimated costs related to the recruitment of the new Executive Director.

#### **1300 – Mission expenses**

The missions' appropriation is intended to cover expenditure on transport, payment of daily mission allowances and ancillary or exceptional expenses incurred by staff in interest of the service, in accordance with the Staff Regulations. The amount hereby proposed is meant to cover mission needs in 2022 comparable to their levels prior to the pandemic.

#### **1400 – Socio-medical infrastructure & training**

This appropriation relates to costs of the annual medical check-up of staff members and the complementary health insurance. Under this chapter are also covered the costs for the staff training and the HR tools under the SLA with DG HR. In 2022, these costs are expected to be slightly higher mainly due to the increased training needs of the staff in the context of the new programme Horizon Europe. Given the sanitary context, a minor increase is also expected for costs related to medical services.

### ***TITLE 2 - ADMINISTRATIVE EXPENDITURE***

#### **2000 – Rental of buildings and associated costs**

The JU is operating since 2011 in its premises located in the White Atrium building, 60 Avenue de la Toison d'Or in Brussels. The office location, the meeting rooms and consequently a number of expenses, such as security and safety of staff and installations, cleaning and



maintenance are shared with five other JUs. In 2022, the rental, security, cleaning and maintenance costs are estimated to remain substantially at the same level as in 2021 with an increase for the yearly indexation. Some additional costs related to the building are foreseen in the context of IT related developments and upgrade of common meeting rooms.

### **2100 – IT and technical support costs**

This chapter covers the cost for IT infrastructure and technical support of KDT JU.

The costs are covering the following topics, some of which are implemented in coordination with the other JUs in the context of the common annual IT work plan.

- Service management contract: a new procurement procedure shall be launched in 2022 for the award of a new IT managed services contract
- IT equipment of KDT JU in both hardware and software
- Costs related to services and tools provided by the European Commission under Service Level Agreements (SLAs): financial and accounting tools (ABAC and SAP), document and mail management tool ARES, fees for the procurement services provided by DIGIT, web hosting and support for KDT website and cybersecurity services by CERT-EU
- Study on the setup of common back office as provided for in the Single Basic Act (SBA): a feasibility study will be conducted in 2022 to explore the possible economies of scale in horizontal support functions to the Joint Undertakings
- Development of new IT tools and databases in support of the central management of financial contributions, calculation and reporting on in-kind contributions (for both ECSEL and KDT projects)
- Finalisation of the “Upgrade of AV Equipment in Common Meeting Rooms” project deployment.

### **2200 – Movable property and associated costs**

This chapter relates to purchase of furniture, office equipment and archiving facilities. No expenses are foreseen during 2022.

### **2300 – Current administrative expenditure**

Under this appropriation are covered the costs related to office supplies and translations, as well as the costs for the provision of accounting services under the SLA with DG BUDG which are feared to be terminated by October 2022. As a result, during 2022 the launch of a procurement procedure for the award of an accounting services contract will likely be needed, justifying the proposed increase under this chapter.

### **2400 – Postage and telecommunications**

This chapter relates to the costs for internet connections and telecommunications services (including for replacement and upgrade). During 2022, a new telecommunications contract is planned to be signed.

### **A-2500 – Meetings and representation costs**

The chapter covers the costs of meetings that are taking place inside or outside of the JU premises. Under this chapter are also covered the costs of the Governing Board and the Public



Authorities Board meetings. The expected needs in 2022 shall cover for GB and PAB physical meetings, as well as logistics for project reviews and evaluations.

#### **2600 – Meeting experts’ costs**

Under this appropriation are covered all the costs related to experts-advisers (like scientific advisers, senior experts) that are not directly involved to reviews or evaluations of projects.

#### **2800 – Communication activities**

In 2022, the communication activities will be focussed on the branding, promotion and visibility of the new KDT JU. This is detailed in the Work Programme for 2022. In summary, it includes:

- Online and physical (“presential”) events, including a Brokerage, Technology Conference and various institutional events.
- Design and production of supporting material, including both backwall, roll-ups, signage materials, flyers and brochures, stationary, merchandising items, etc.
- Development of a completely new website (for reasons of economy, the initial KDT JU website will use the framework of the existing ECSEL JU website, updated with the new corporate branding and logo).
- Media partner services.

#### **2900 – Audit and legal costs**

This appropriation covers external and internal audits and consultancy needs, legal assistance and related costs. In 2022, a new external auditors contract for the audit of ECSEL JU annual accounts for the years 2022 and 2023 is expected to be awarded following a public procurement procedure.

### ***Title 3 OPERATIONAL EXPENDITURE***

#### **3100 – 7th Framework Programme (FP7) projects**

This shall exclusively cover costs related to payments of FP7 projects.

#### **3200 – ECSEL projects under Horizon 2020 programme**

This shall exclusively cover costs related to payments for ECSEL projects under H2020 programme.

#### **3300 – KDT projects under Horizon Europe programme**

This shall exclusively cover costs related to commitments and payments for KDT projects under Horizon Europe programme and studies by public procurement related to operational activities in line with KDT Annual Work Programme.



As far as the Calls 2022 are concerned, the appropriations will be allocated as follows:

ACTION	DESCRIPTION	ESTIMATED EU EXPENDITURE (in M€)*
Call 2022-1-IA T1	Topic-1-General according to ECS SRIA 2022 (IA)	120.00
Call 2022-1-IA T2	Focus Topic 2: Industrial supply chain for silicon photonics (IA)	20.00
Call 2022-1-IA T2	Focus Topic 3: Design of Customisable and Domain Specific Open-source RISC-V Processors (IA)	20.00
Call 2022-2-RIA T1	Topic-1-General according to ECS SRIA 2022 (RIA)	74.50
Call 2022-2-RIA T2	Focus Topic 2-Ecodesigned smart electronic systems supporting the Green Deal objectives (RIA)	20.00
<b>TOTAL EU BUDGET</b>		<b>254.50</b>

(\*) The EU contribution is based on the budget foreseen in the general Union budget. The amount deriving from the 2022 estimated general Union budget is subject to its adoption by the budgetary authority and may be updated accordingly.

#### Schedule of payments (in Million Euro):

Payment Appropriations			
			In Million Euro
Call	Open commitments	Year 2022	2023 and after
FP7	0.01	0.01	
<b>H2020</b>			
Call 2014	0.2	0.2	
Call 2015	5	5	
Call 2016	12	12	
Call 2017	20	20	
Call 2018	25	17.8	7.2
Call 2019	50	19	31
Call 2020	81	25	56
<b>Total H2020</b>	<b>193.2</b>	<b>99</b>	<b>94.2</b>
<b>Horizon Europe</b>			
Call 2021	<b>208</b>	<b>117</b>	<b>91</b>
<b>Total payments</b>	<b>401.21</b>	<b>216</b>	<b>185.2</b>

#### 3400 – Contract experts' costs

Under this appropriation are covered all the costs related to the remuneration of contract experts involved in the evaluation of projects and monitoring of their implementation.



## 6. STAFF ESTABLISHMENT PLAN

### HUMAN RESOURCES

Staff category	2021 authorised	2021 filled at 31/12/2021	2022 proposed
Temporary agents	14	13	14
Contract agents	16	16	16
Seconded National Experts	1	0	0
<b>Total staff</b>	<b>31</b>	<b>29</b>	<b>30</b>

### *Establishment plan posts for temporary agents*

Grade	2021		2021		2022	
	Authorised		Filled at 31/12/2021		Proposed	
	Permanent posts	Temporary posts	Permanent posts	Temporary posts	Permanent posts	Temporary posts
AD 16						
AD 15						
AD 14		1		1		1
AD 13		1		1		1
AD 12		3		2		3
AD 11		1				1
AD 10		3		2		3
AD 9		5		5		5
AD 8				2		
AD 7						
AD 6						
AD 5						
AD total		14		13		14
AST 11						
AST 10						
AST 9						
AST 8						
AST 7						
AST 6						
AST 5						
AST 4						
AST 3						
AST 2						
AST 1						
AST total						
AST/SC 6						
AST/SC 5						
AST/SC 4						
AST/SC 3						
AST/SC 2						
AST/SC 1						
AST/SC total						
<b>TOTAL</b>		<b>14</b>		<b>13</b>		<b>14</b>



### ***Contract agents***

<b>Group</b>	<b>2021 authorised</b>	<b>2021 filled at 31/12/2021</b>	<b>2022 proposed</b>
<b>Function Group IV</b>	5	2	5
<b>Function Group III</b>	10	11	10
<b>Function Group II</b>	1	3	1
<b>Function Group I</b>			
<b>Total</b>	<b>16</b>	<b>16</b>	<b>16</b>

*Estimated full-time equivalent units (FTE) on the basis of average costs.*

### ***Seconded national experts***

<b>Seconded National Experts</b>	<b>2021 authorised</b>	<b>2021 filled at 31/12/2021</b>	<b>2022 proposed</b>
<b>Total</b>	<b>1</b>	<b>0</b>	<b>0</b>

*Estimated full time equivalent units (FTE) on the basis of average costs.*

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