

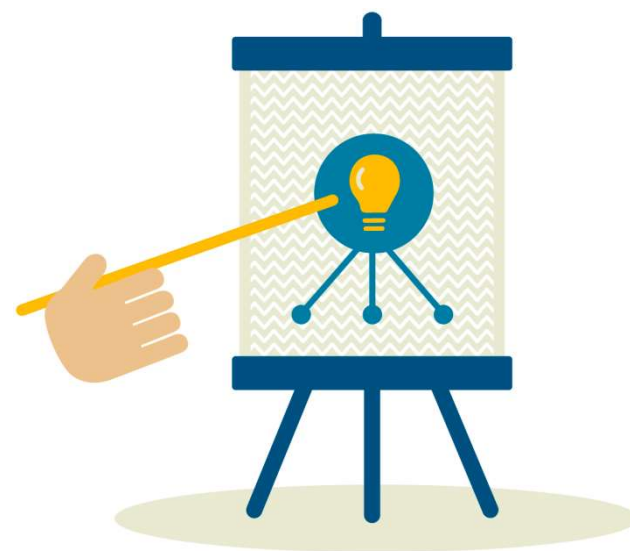
# CA reporting on irregularities

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CA network meeting

22 March 2018 | Florence, Italy

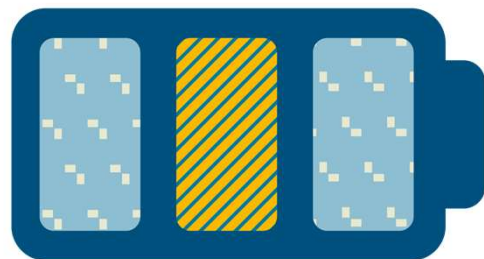
**Bogusława Łukomska, Interact**



# 6 scenarios

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On how to report irregularities

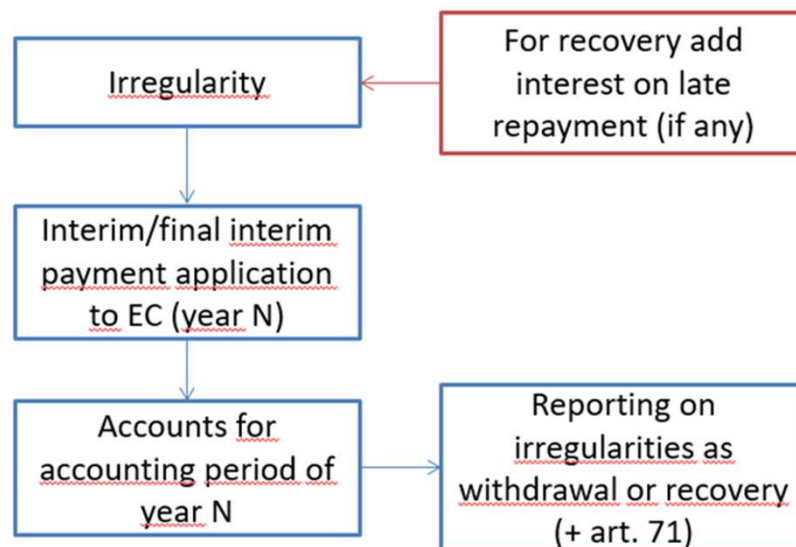


## **Discussion questions**

- Are all possible cases covered by the scenarios?
- Are any of the described scenarios/cases unclear or misleading?
- Do you understand/interpret the guidance differently and would propose different workflow for any of the mentioned cases?
- Have you already used any of the below-mentioned scenarios in practice? Can you tell us about your practical experience with reporting irregularities?
- How do you document the irregularities in your programme (i.e. paper documentation, monitoring systems, other electronic means)?

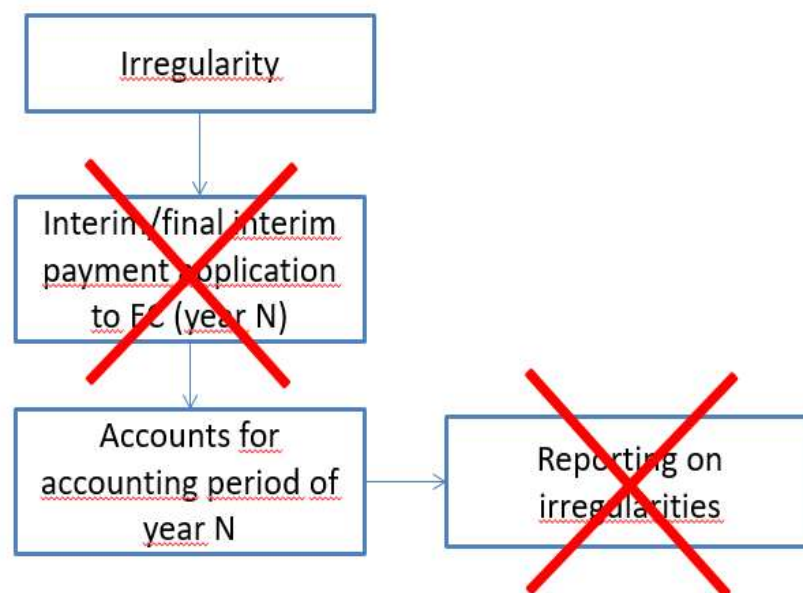
# Scenario 1

- Irregularity detected in **year N** linked to expenditure included in the interim payment application to EC in the same accounting year (year N).
- Irregularity detected **before** the final interim payment application to EC of accounting year N.



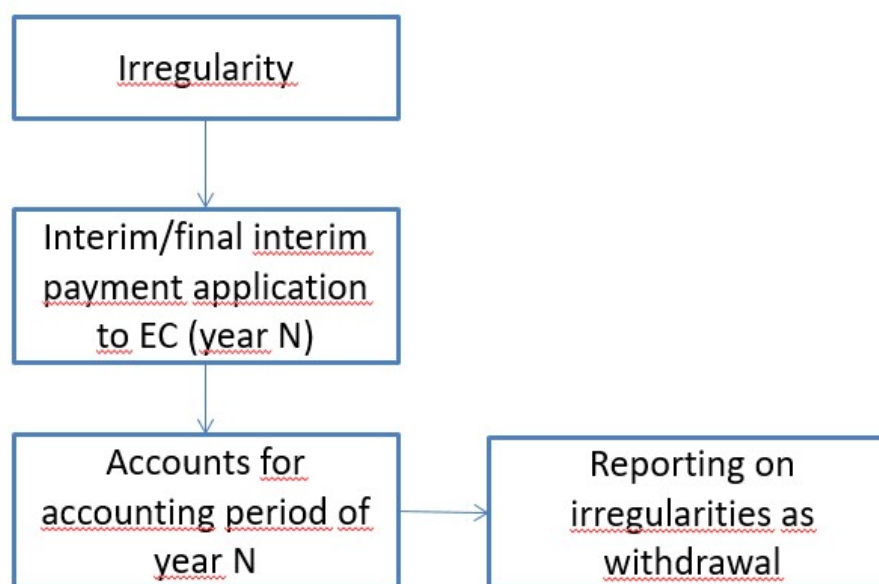
## Scenario 2

- Irregularity detected in **year N** linked to expenditure included in the interim payment application to EC in the same accounting year (year N).
- Irregularity detected **after** submission of the final interim payment application to EC of year N and before submission of the accounts for the accounting period for accounting year N.



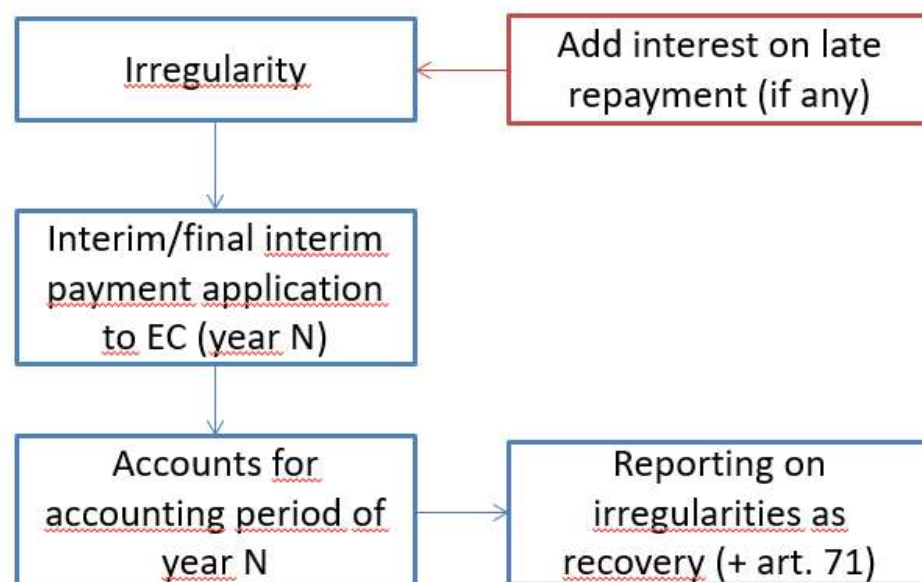
## Scenario 3

- Irregularity detected in year N linked to expenditure included in the interim payment application to EC in previous accounting years (year N-n).
- CA decides that the irregularity is a **withdrawal** (it is immediately withdrawn from the common budget of the European Union).



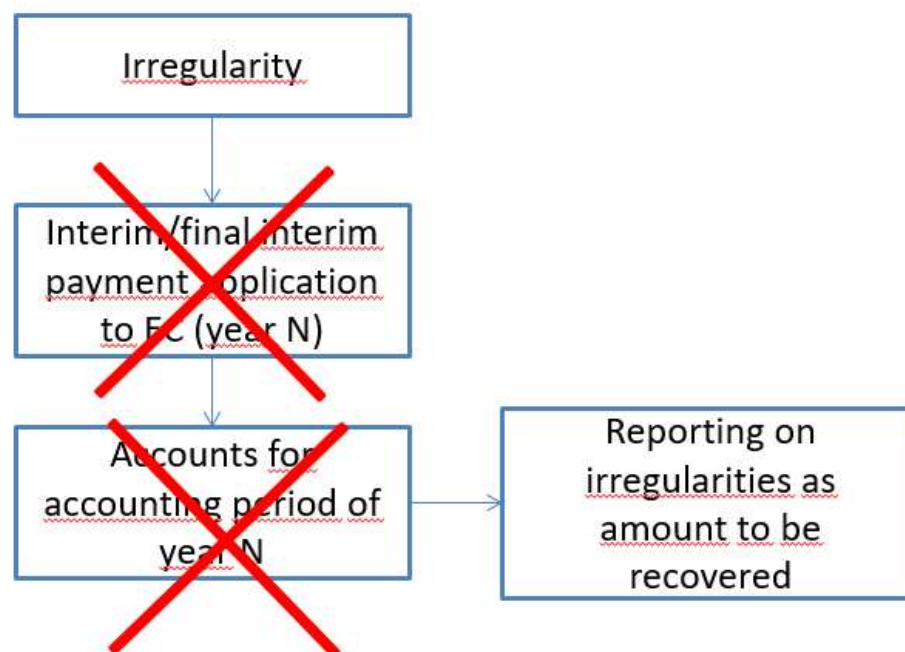
## Scenario 4

- Irregularity detected in year N linked to expenditure included in the interim payment application to EC in previous accounting years (year N-n).
- Irregularity recovered by the programme in year N.
- CA decides that the irregularity is a recovery (incl. recovery according to art. 71).



## Scenario 5

- Irregularity detected in year N linked to expenditure included in the interim payment application to EC in previous accounting years (year N-n).
- CA decides that the Irregularity will first be recovered and the recovery is not closed during the accounting year, it is therefore reported as amount to be recovered.



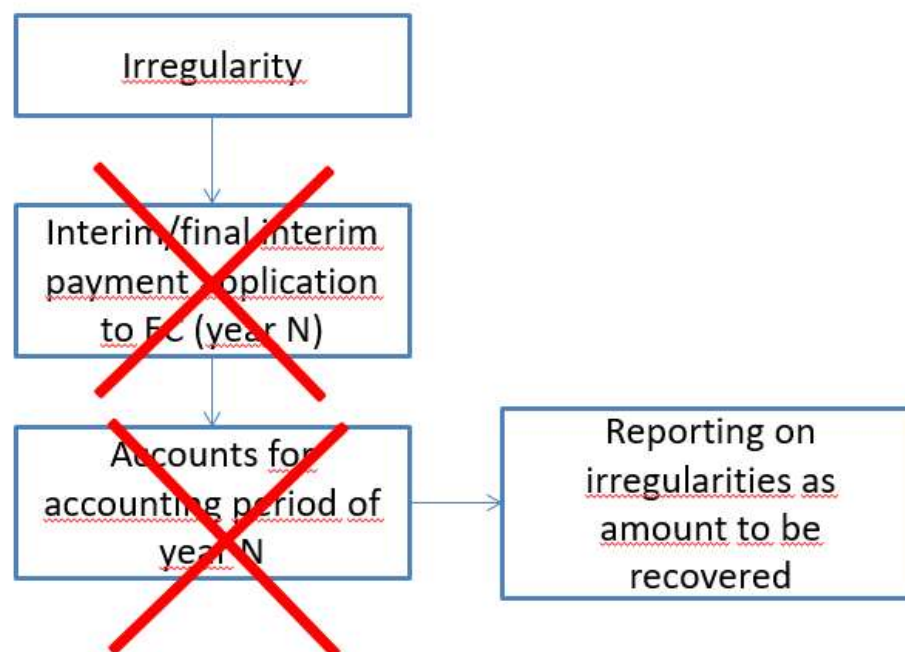




**Scenario 5 must be followed up  
yearly until the workflow is  
closed!**

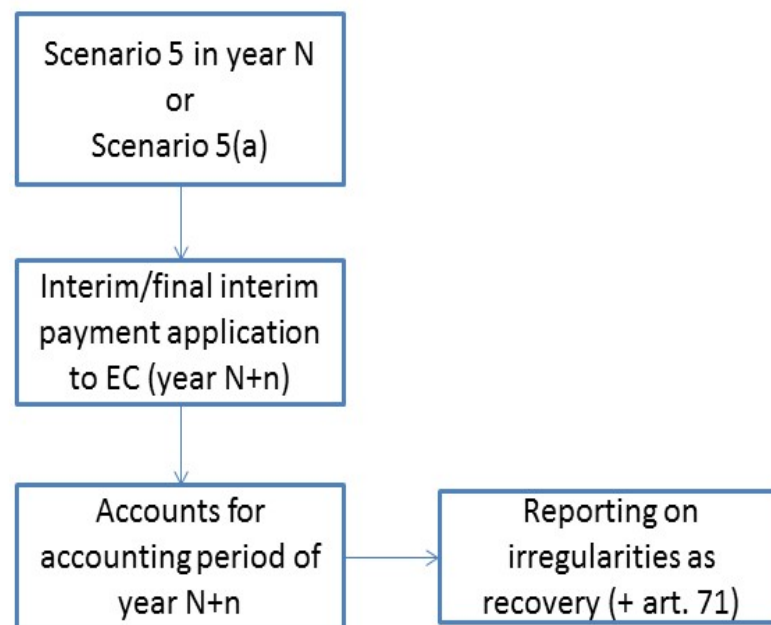
## Scenario 5a

- The amount reported as amount to be recovered in year N was not yet recovered in year N+n
- Irregularity must be reported again as amount to be recovered.



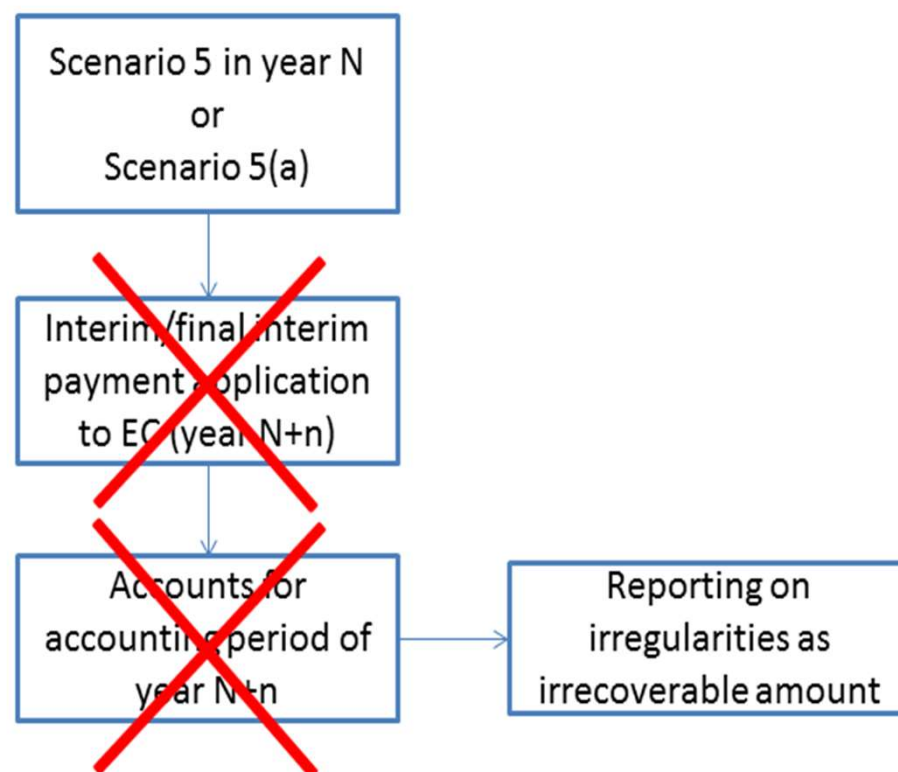
## Scenario 5b

- The amount reported as amount to be recovered in year N was recovered in year N+n (follow up of scenario 5 or 5a)
- Irregularity becomes a **recovery** or recovery according to art. 71.



## Scenario 5c

- The amount reported as amount to be recovered in year N becomes irrecoverable in year N+n (follow up of scenario 5 or 5a)





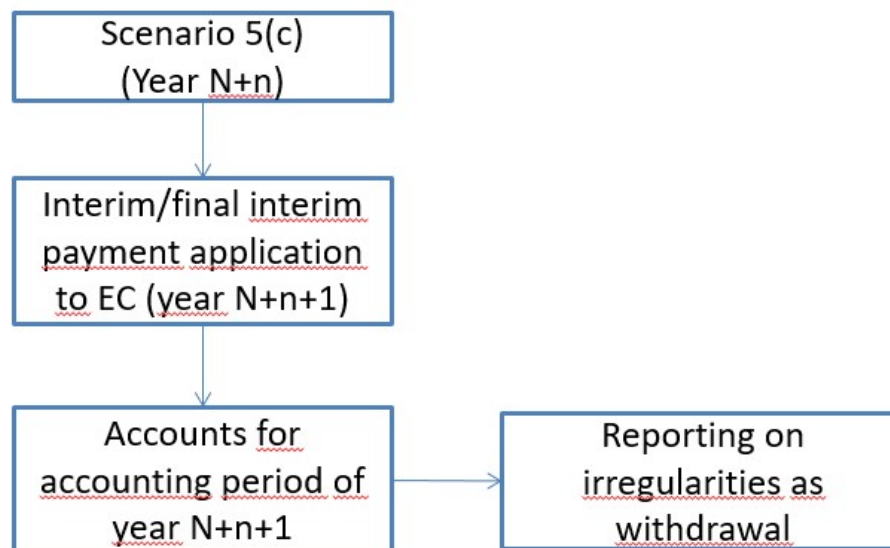
**Irrecoverable amount might  
be covered either by  
common budget of the EU or  
by the Member State.  
The Scenario 5c must be  
followed up accordingly!**

## **Scenario 5c(a)**

- In the accounting year  $N+n+1$  the Commission decides that the Programme **does not have to repay the irrecoverable amount** to the common budget of the European Union.
- Nothing happens, the amount will no longer be reported as irrecoverable and the workflow is closed.

## Scenario 5c(b)

- In the accounting year  $N+n+1$  the Commission decides that the Programme **has to repay the irrecoverable amount** to the common budget of the European Union.
- Irregularity becomes a **withdrawal**.



## **Scenario 6**

- Irregularity below 250EUR (counted for operation in one accounting year).
- Such irregularity doesn't have to be recovered from the beneficiary or reported to the European Commission.



# Cooperation works

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All materials will be available on:

**[www.interact-eu.net](http://www.interact-eu.net)**