



MINISTRY OF REGIONAL DEVELOPMENT
AND PUBLIC ADMINISTRATION



Simplified cost options in practice

FIRST LEVEL CONTROL DIRECTORATE

Tamara PAICA, Controller

18-19 April, 2018
Bucharest, Romania

WHO ARE WE?



MINISTRY OF REGIONAL DEVELOPMENT
AND PUBLIC ADMINISTRATION



FIRST LEVEL CONTROL DIRECTORATE

DEPARTMENT FOR ENI
EXPENDITURE VERIFICATION

DEPARTMENT FOR ERDF & IPA
EXPENDITURE VERIFICATION

6
CONTROLLERS



8
CONTROLLERS

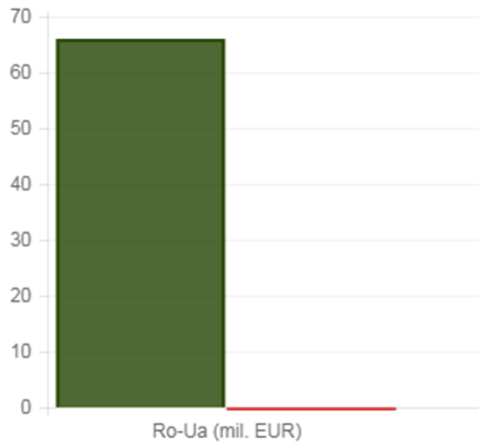
Content

- 1. Which programmes are we responsible for? What is the current state of play of the programmes' implementation (allocated and committed funds, calls launched/ planned etc.)?*
- 2. Which SCOs do we deal with in our programmes?*
- 3. How do we control different SCOs?*
- 4. Main benefits/ challenges in the SCOs?*

WHICH PROGRAMMES ARE WE RESPONSIBLE FOR?



Romania-Republic of Moldova
ENI-CROSS BORDER COOPERATION

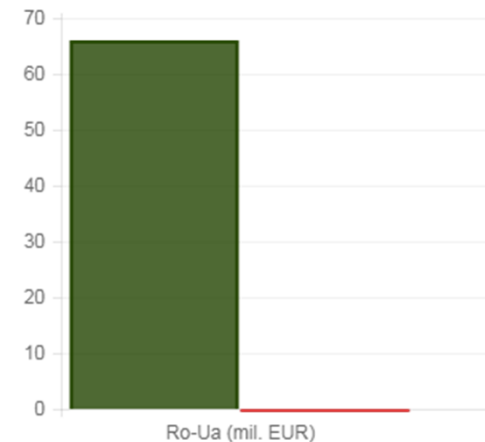


89,1 mln. EUR

2nd Call for proposals launched



România-Ucraina
ENI-COOPERARE TRANSFRONTALIERĂ

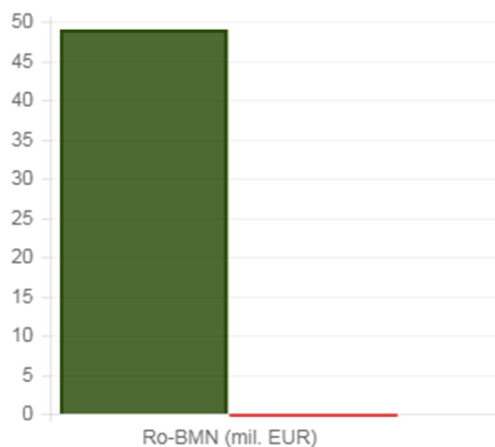


66 mln. EUR

1st call for proposals – Hard projects launched

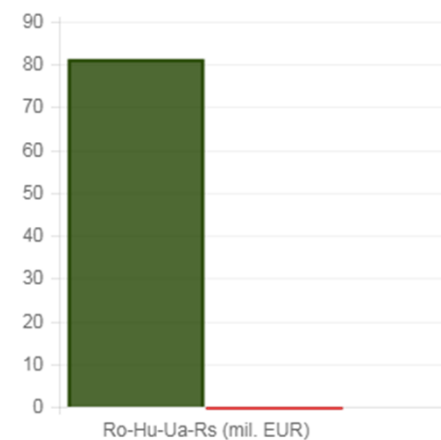
2nd call for proposals – Soft projects launched

WHICH PROGRAMMES ARE WE RESPONSIBLE FOR?



49 mln. EUR

UNDER CONTRACTING

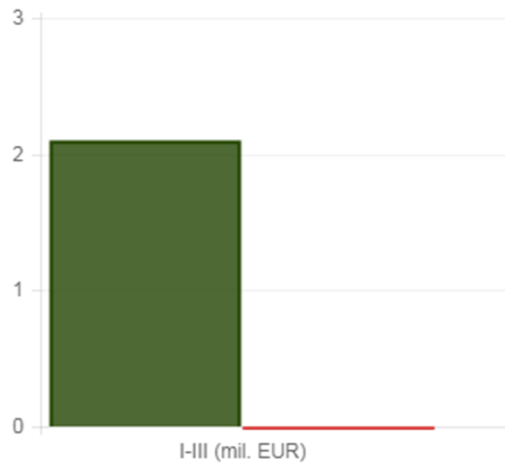


81,3 mln. EUR

2nd Call for proposals closed

Pending contracting

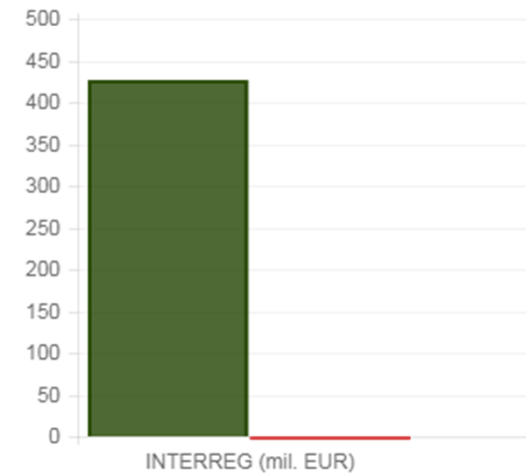
WHICH PROGRAMMES ARE WE RESPONSIBLE FOR?



2,1 mln. EUR

Project contracted under 1st Call for proposals - under verification

2nd Call for proposals – under contracting

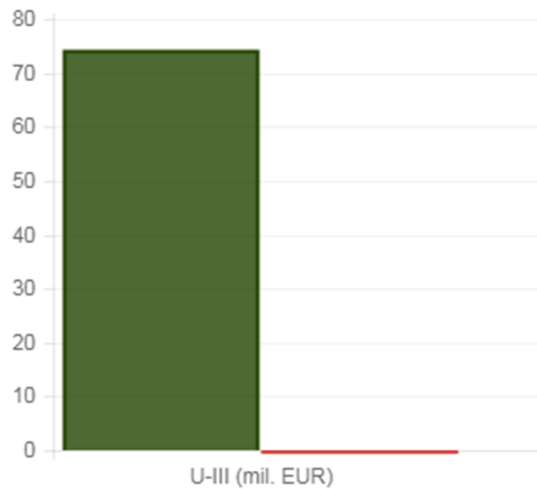


426,3 mln. EUR

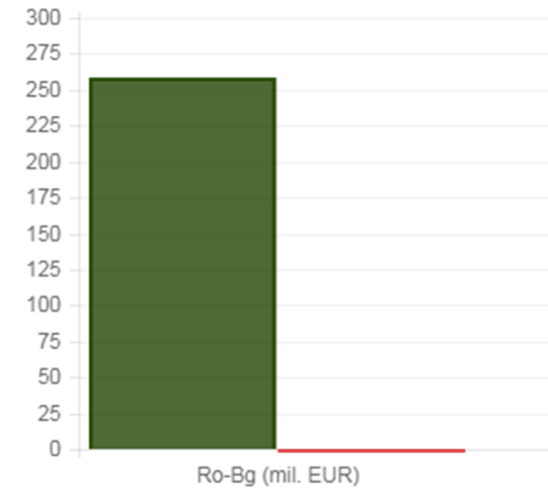
Project contracted under 1st Call and 2nd Call for proposals - under verification

3rd Call for proposals – under contracting

WHICH PROGRAMMES ARE WE RESPONSIBLE FOR?



74,3 mln. EUR



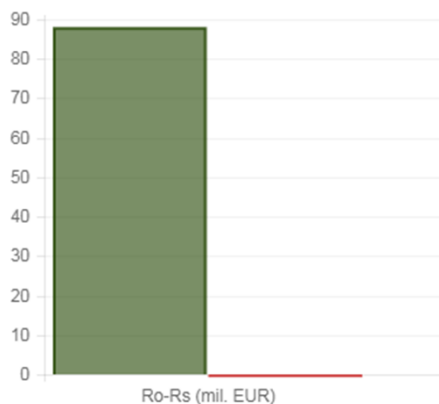
258,5 mln. EUR

call for the creation of up to 25 Transfer Networks launched

TA projects under verification

WHICH PROGRAMMES ARE WE RESPONSIBLE FOR?

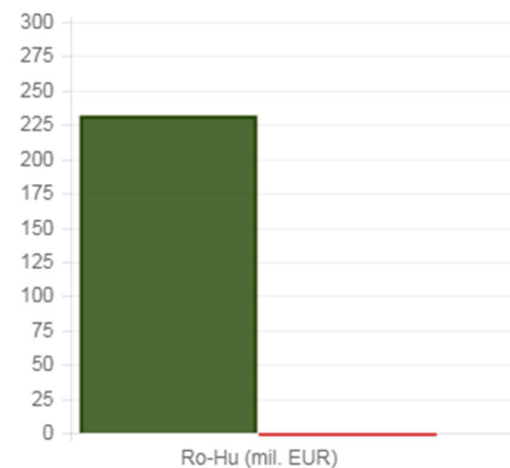
Interreg - IPA CBC 
România - Serbia



88,1 mln. EUR

TA projects under verification

 **Interreg** 
România-Ungaria
Fondul European de Dezvoltare Regională



231,8 mln. EUR

TA projects under verification

SCOs IN OUR PROGRAMMES

LUMP SUM

PROGRAM LEVEL

Preparation costs = Lump sum of EUR 15,000 (ex. Interreg Europe)

NATIONAL LEVEL

Standard unit costs per accommodation and daily allowance per participant (for international events)

FLAT RATE

PROGRAM LEVEL

Staff costs –
Option 1 - 20% flat rate of direct costs (ex. Danube)

Administration costs = flat rate of 3% of partners' eligible staff costs (ex. URBACT)

Administration costs = flat rate of 15% of partners' eligible staff costs (ex. Interreg Europe, Danube)

Administration costs = flat rate of 7% of partners' eligible direct costs (ENI) (program level)

NATIONAL LEVEL

standard km rates for travel (7,5 l /100km)

HOW DO WE CONTROL DIFFERENT SCOs

By verifying the calculation methodology

By verifying the eligibility of direct costs to which the flat rate is applied

By verifying the correct application of the calculation

WHAT WE DON'T CONTROL IN CASE OF SCOs

No check of actual costs
and use made of flat rate

No check of public
procurement

MAIN BENEFITS/ CHALLENGES IN THE SCOs?

Easier reporting

Easier and faster verifications

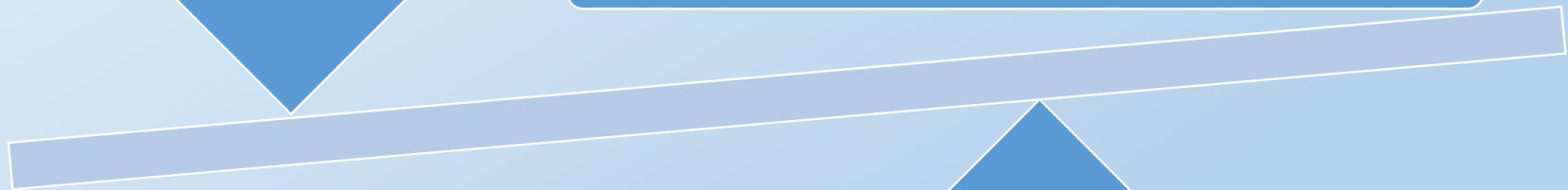
Flexibility for the beneficiaries

Reducing bureaucracy

Lower error rate



Risk of double
financing



WAYS FOR PREVENTING DOUBLE FINANCING

During 2007-2013 programming period, Romanian FLC asked the ENI beneficiaries for a list of the expenditures which were included in indirect (administrative 7% of eligible expenditures) costs. No justifying documents were asked.

Checking whether administrative costs are reported in direct costs (ERDF checklist)



EXPECTATIONS FOR THE FUTURE

MORE "SIMPLIFIED
COSTS OPTIONS" IN
FUTURE CALLS FOR
PROPOSAL

ONE CLEAR "THE REAL
COST" STAFF
CALCULATION METHOD

CLEAR
IMPLEMENTATION OF
SIMPLIFIED COSTS
OPTIONS IN THE NEW
PROGRAMMING PERIOD

THANK YOU!



**Presentation
Finished.**

Any questions?