

Dear friends,

As can be seen below the EACEA has made a reduction of our original budget. We had proposed a grant of 281275€ but can only get 256799.

The reduction is due to a cut in number of meeting days and in staff cost where the “experts” have moved 50% of staff days from category 2 to 3.

**ANNEX II-A and II-B to the Agreement**

CONSOLIDATED BUDGET			
Project Reference:		141783-LLP-1-2008-1-DK-LEONARDO-LMP	
COSTS			
	(Annex II-A)	(Annex II-B)	
A. OPERATIONAL DIRECT COSTS	From proposal	Eligible	
1. Staff Costs	276.905,00	249.918,00	77,92%
2. Travel and subsistence	56.430,00	52.830,00	16,47%
3. Equipment (up to 10%)	0,00	0,00	0,00%
4. Subcontracting (up to 30%)	14.000,00	14.000,00	4,36%
5. Other	4.000,00	4.000,00	1,25%
<b>TOTAL DIRECT COSTS (A)</b>	<b>351.335,00</b>	<b>320.748,00</b>	<b>100%</b>
<b>B. INDIRECT COSTS (up to 7% of A)</b>	<b>23.700,00</b>	<b>21.650,00</b>	<b>6,75%</b>
<b>TOTAL PROJECT EXPENDITURES (A+B)</b>	<b>375.035,00</b>		<b>342.398,00</b>
<b>Co-financing % (from proposal)</b>			<b>75,00%</b>
FINANCING			
	Requested		Eligible
Proposed Community Contribution	281.275,00		256.799,00
Partner's own fundings (from request)	93.760,00		85.599,00
Other sources of financing (from request)	0,00		0,00
<b>TOTAL PROJECT REVENUES</b>	<b>375.035,00</b>		<b>342.398,00</b>

I have revised the budget below to ensure that it matches the work plan and fixed costs, i.e. work tasks, travel, external quality control, printing, and cost of external audit of project costs etc. Other costs include the compulsory external audit of the project accounts (I had forgotten this in the original application):

Partner	Staff cost	Travel costs	Other costs	DVD + print etc.	Subcontract	Total	Grant
OTS	79000	19530	8000	4000	14000	124530	93398
EfVET	7068	0	1000			8068	6051
Horizon	46000	8300	4000			58300	43725
Athena	37500	13000	4000			54500	40875
SMO	81000	12000	4000			97000	72750
<b>Total</b>	<b>250568</b>	<b>52830</b>	<b>21000</b>			<b>342398</b>	<b>256799</b>

Main issue is that we still have the same number of workdays as in the original application.

Best regards  
Kent Andersen