

Agenda point 5.

Budget 2017

- Report on Audit of the Financial Statements for the period ending 31 December 2017***
- Director's Report under Art 75***
- Budget Committee Report on audit 2017***
- Annual Activity Report of the Budget Committee***

Agenda point 5.

*Report on Audit of the Financial
Statements for the year ended 31
December 2017*

Auditor's report: Financial statements in accordance with International Public Sector Accounting Standards (IPSAS)

- *Unqualified audit opinion*
- *Audit did not give rise to any objections*
- *The financial statements comply with legal requirements and are presented fairly in accordance with International Public Sector Accounting Standards (IPSAS)*
- *No uncorrected audit misstatements identified during our audit*
- *No material weaknesses in the internal controls over the financial reporting process noted*
- *During the audit no facts noted which indicate there could be substantial doubt about the Organization's ability to continue as a going concern, or which might indicate a material offence of the Organization's legal representatives or its employees against Austrian law or the Organization's Articles of Association*
- *No indicators for fraud*

Agenda point 5.

Director's Report under Art 75

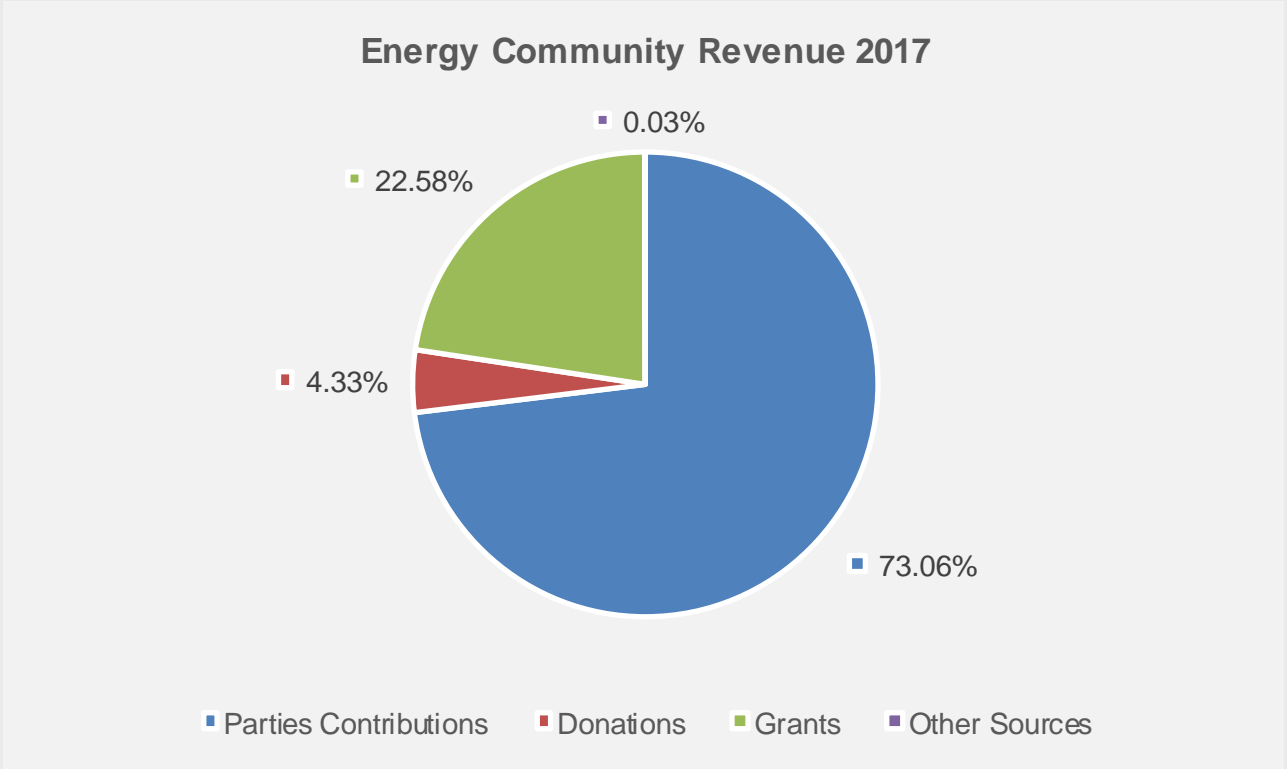
Legal basis

- Art 75 of the Treaty

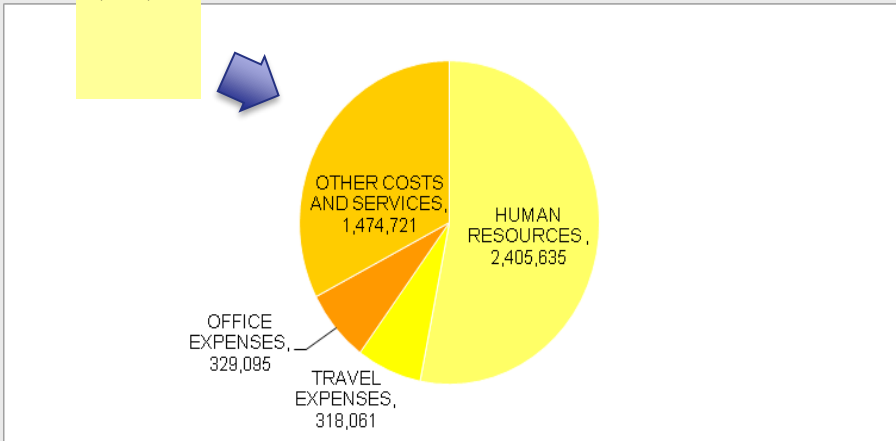
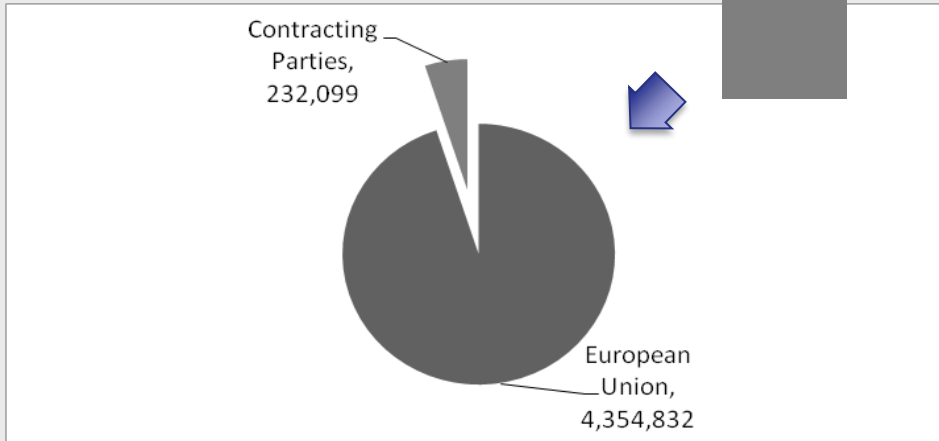
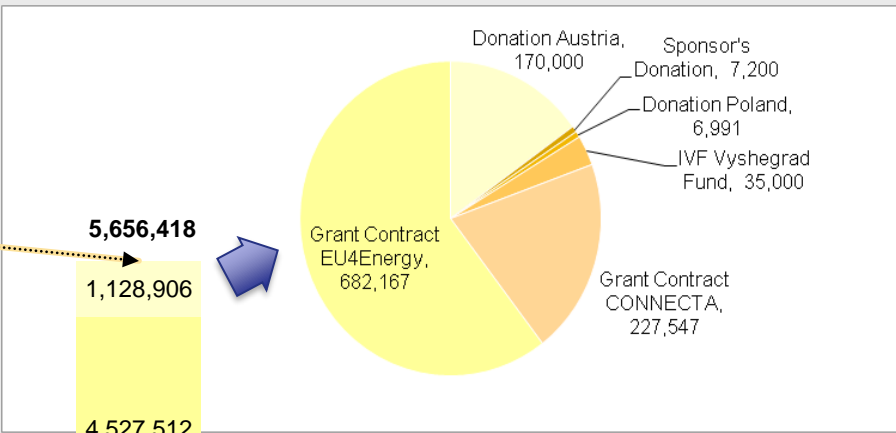
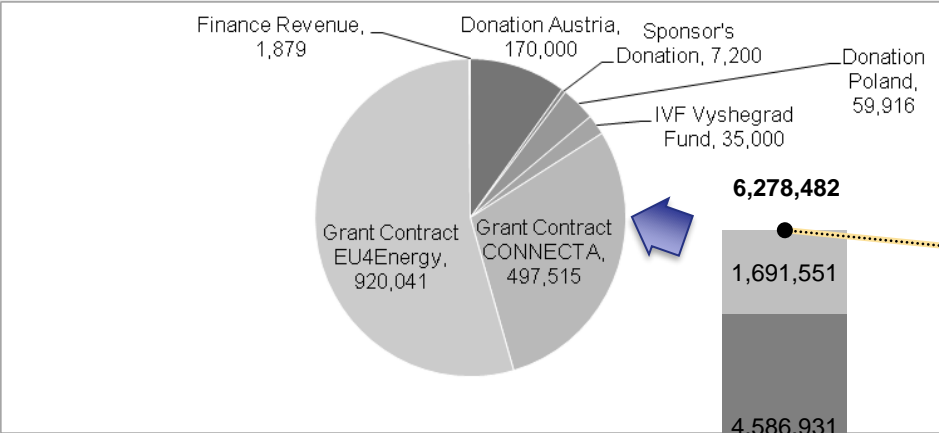
“The Director of the Secretariat shall implement the budget in accordance with the Procedural Act adopted pursuant to Article 74, and shall report annually to the Ministerial Council on the execution of the budget. (...)”

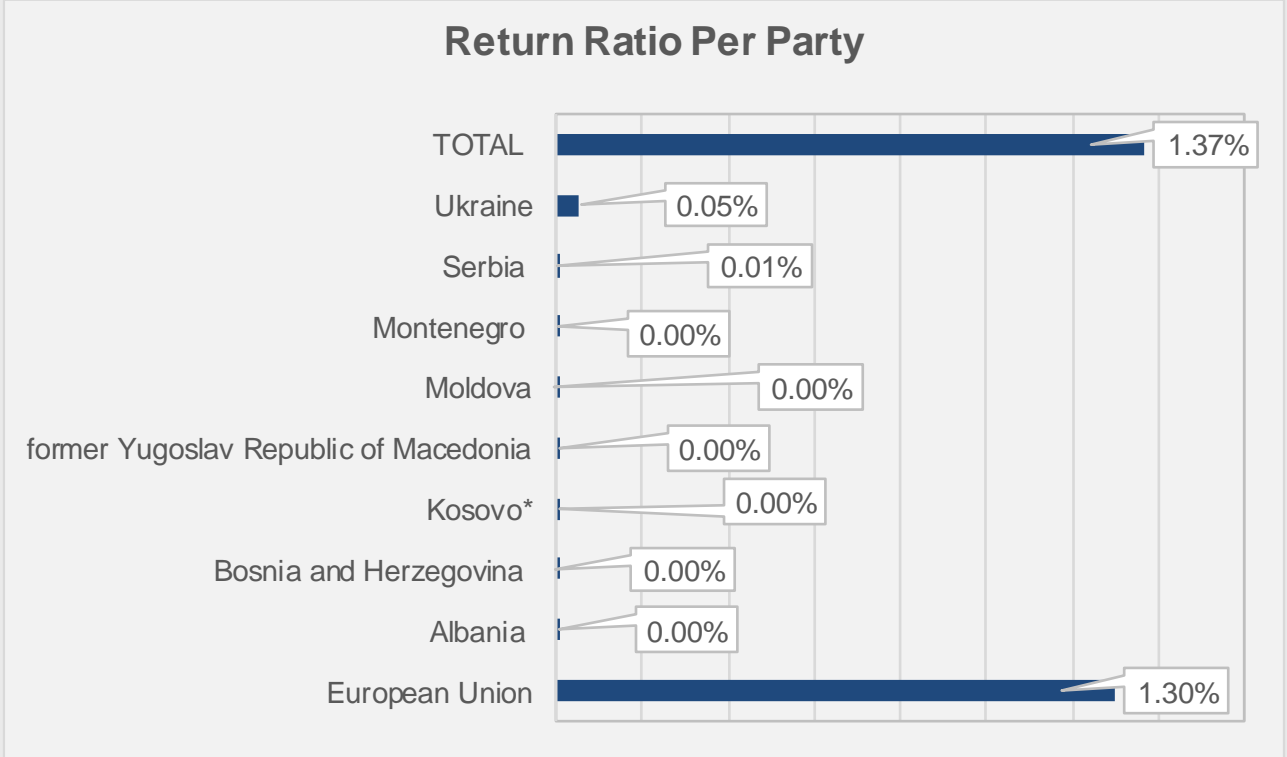
Content

- Budget (Financial Framework, budgetary procedure, management and control)
- Implementation (Overview)
- Revenue (details)
- Expenditure (details)



Energy Community Budget 2017 – Utilisation overview





Agenda point 5.

Budget Committee's Report on Audit 2017

Reporting obligation of the Budget Committee under Art 81 (5) of the Budgetary Procedures:

- Scope of Audit
- Key Finding

“In our opinion, the financial statements present fairly, in all material respects, the financial position of the Organization as of 31 December 2016, and its financial performance for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS)”.

- Financial management of the Energy Community Funds

Agenda point 5.

Annual Activity Report (AAR) of the Budget Committee to the PHLG

Reporting obligation under *Internal Rules of Procedures* of the BC, item III.3

Dates	Topics of discussion
27/6	Audit 2016 Financial Reports for MC Donations (Poland, Austria) Commission's proposal on budget 2018-2019 Methodology of calculations of the budget contribution Improved presentation of the work program (in future) Ongoing budget utilisation
19/12	Budget utilisation 2017 Budget 2018-2019 Activity based budgeting Information on staff legal case
WP 01 27/10	Preliminary Agreement on the acceptance of the donation in the amount of Eur 30k from the Republic of Poland

Agenda point 5.

*Discharge of the Director from his
management and administrative
responsibility for the year 2017*