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Rialtas na hÉireann  
Government of Ireland

## PMC 17 June 2019 – Agenda Item 6

### Financial Progress Report

#### Payment Applications

- The overall expenditure under the PEIL is €1,157m with EU co-financing of €613m. Payment applications for €220.6m (reflecting EU co-financing of €129m) were submitted to the Commission in November 2018. Resultant receipts of €116.1m were received in the PEIL Suspense Account and distributed as follows, leaving a nil balance in the Suspense Account:

Department of Education & Skills Vote (A in A)	€109.4m
Department of Justice Vote (DJE)	€ 6.5m
Department of Defence Vote (DFESS)	€ 0.19m

- A second payment application will be submitted to the Commission by end June 2019 and the estimated breakdown of these applications is as follows:

Activity	ESF Contribution	YEI Contribution	National Contribution	Total
ETB Training	€67,500,000	0	€67,500,000	€135,000,000
Eures	€565,000	0	€565,000	€1,130,000
CTCs	€11,900,000	€11,900,000	€11,900,000	€35,700,000
Youthreach DDLETB	€1,616,667	€1,616,666	€1,616,667	€4,850,000
Totals	€81,581,667	€13,516,666	€81,581,667	€176,680,000

These declarations have been subjected, or are presently being subjected to, Article 125 Management Verification checks. With regard to the ETB Training for the Unemployed measure SOLAS, as Intermediate Body, has engaged external consultants to carry out management verification checks on a sample basis. The MA is awaiting the Designation of DEASP by the Independent Audit Body. When achieved the MA will process the Intra EU Mobility financial declaration.

#### Decommitment 2019

- The amount of EU co-financing (ESF and YEI) that will be decommitted if not fully reflected in payment applications in 2019 is **€53.2m**. If this co-financing is reflected in

payment applications which are co-financed at an intervention rate of 50%, these payment applications would amount to **€106.4m** gross. The estimated total ESF contribution of €172.88m expected in payment applications before end June exceeds the 2019 decommitment requirement.

#### Forecasts to Commission

- The payment application forecasts provided to the Commission under Article 112(3) of the CPR in February 2019 were for a total of **€196m**, comprising €27.5m YEI and €168.5m ESF which implies gross payment applications of **€364m**, comprising €83m YEI and €282m ESF.

#### Further Expected Payment Applications

- The CA intend to submit further payment declarations in 2019 as follows:

Activity	ESF Contribution	YEI Contribution	National Contribution	Total
ETB Training	27,500,000	0	27,500,000	55,000,000
Youthreach – Priority 2	22,500,000	0	22,500,000	45,000,000
GYDP	10,000,000	0	10,000,000	20,000,000
YPP	875,000	0	875,000	1,750,000
Tus Nua	250,000	0	250,000	500,000
Gender Equality	950,000	0	950,000	1,900,000
Adult Literacy	20,000,000	0	20,000,000	40,000,000
BTEI	17,500,000	0	17,500,000	35,000,000
Youthreach – Priority 4	2,093,000	2,093,000	2,094,000	4,150,000
DFESS	93,000	93,000	94,000	280,000
BTWEA	550,000	550,000	552,000	1,652,000
Jobsplus	3,250,000	3,250,000	3,250,000	9,752,000
<b>Totals</b>	<b>104,849,666</b>	<b>5,274,667</b>	<b>104,849,667</b>	<b>214,984,000</b>

### Performance Framework and Performance Reserve

6. The Performance Framework 2018 financial milestones for Priorities 1 to 4 of the PEIL OP, following the amendments to the OP approved by the commission in March 2019, are set out in the following table:

Priority	2018 Milestone €m	Declared in 2018 €m	Estimated Declarations June 2019 €m	2018 Declared Expenditure by June 2018 €m
1	97.034		136	136
2	14.368	14.5		14.5
3	48.369	93.87		93.87
4	134.311	112.26	40.5	152.76
<b>Total</b>	<b>294.082</b>	<b>220.63</b>	<b>176.68</b>	<b>397.13</b>

As can be seen, it is expected that the targets for the Performance Framework will be met.

7. The attached sheets set out the projections by Priority up to and including the 2020 Financial Year which can be summarised as follows:

Priority	Allocations €m	Projected Claims €m	Over / Under Claim €m
Priority 1	419.7	302.4	-117.3
Priority 2	297.6	290.5	-7.1
Priority 3	215.4	292.9	+77.5
Priority 4	204.4	218.1	+13.7
Priority 5	20	20	0
<b>Totals</b>	<b>1,157.2</b>	<b>1,123.9</b>	<b>-32.7</b>

**Note 1:** In relation to Priority 1 revised claim figures have to be agreed with the HEA in relation to both Springboard (1.2) and ICT Skills Conversion Activities (1.3). Current allocation is €67m between both measures.

**Note 2:** For all other priorities there is scope to re-allocate within the priority to meet allocation.