

## RECEIPTS

The Beneficiary is an Institute on Medical Research, established within the public structure of the Ministry of Education and Science. It is operating entirely with public finances.

For the period 2017-2020 the Beneficiary was awarded an H2020 grant of 950 000 euro for an action ResEarchX, and one year later it has also been awarded two other H2020 grants, for action ResEarchY of 550000, and 1 120 000 for ResEarchZ, respectively for periods 2018-2021 and 2019-2022.

In 2020 the Common Audit Service of DG Research and Development of the European Commission selects the Beneficiary with its three H2020 projects for its representative sample of beneficiaries of H2020 funds, for an audit in 2021, which would cover the financial statements for which Claims for Costs have already been submitted by the Coordinators.

The auditor found that the Beneficiary was receiving grants from UN Agency for the research activities which were also used to finance some of the activities undertaken under the H2020 actions, which represented about 7% of the respective action budgets.

How would this need to be reported if at all?

- 1) The total receipt per project:  
ResEarchX:  $950\ 000 * 0,07 = 66\ 500$   
ResEarchY:  $550\ 000 * 0,07 = 38\ 500$   
ResEarchZ:  $1\ 120\ 000 * 0,07 = 78\ 400$
- 2) For each project, the receipts should be reported in the Financial Statement for the last reporting period.
- 3) The calculation of the final payment of the total EU contribution for the Consortium will then be performed by offsetting the receipts from the amount of the accepted EU contribution for the entire project period.
- 4) If the receipts were not correctly reported with the last interim periodic report, they will be considered by EC auditors for the correct calculation of the total action EU contribution and the result might lead to rejection of costs and recovery orders.