

**RULES OF BUDGET ALLOCATION FOR ACCREDITED APPLICANTS
UNDER ERASMUS+ KEY ACTION 1**

National Agency	MT01, Malta, European Union Programmes Agency
Field	School education
Call year	2021

This document defines detailed rules of budget allocation for accredited applicants, in line with the framework established in the Erasmus+ Programme Guide:

The quality of the applicant's Erasmus Plan has been assessed at the accreditation application stage and therefore no qualitative assessment will take place at budget allocation stage. Any eligible grant application will receive funding.

The awarded grant amount will depend on a number of elements:

- the total budget available for allocation to accredited applicants
- the requested activities
- the basic and maximum grant
- the following allocation criteria: financial performance, qualitative performance, policy priorities, and geographical balance (if applied by the National Agency)

Detailed rules on basic and maximum grant, scoring of the allocation criteria, weighting of each criterion, the allocation method, and the budget available for accredited projects will be published by the National Agency ahead of the call deadline.

1. AVAILABLE BUDGET

Total budget available for allocation to accredited applicants ¹ :	At least € 324,281.50
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The available budget will be apportioned between the applicable allocation criteria in the following way²:

Basic grants and financial performance	At least € 64,000.00
Qualitative performance and priority activities	At least € 253,781.50
Geographical balance	€ 0.00

In addition, the following amount will be reserved for budget categories based on reimbursement of real costs:

Inclusion support for participants and exceptional costs	€ 6,500.00
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In case of need, the National Agency may further increase the reserved amount. If part of the reserved funds is left unused, the National Agency may distribute them through a second allocation exercise.

2. ESTIMATING THE BUDGET REQUIRED TO IMPLEMENT THE REQUESTED ACTIVITIES

The National Agency will calculate the budget required to implement activities requested by each applicant. The estimation of the required budget will be done on the basis of unit costs defined in the Programme Guide and historical data on grants for similar activities.

A standardised estimation cannot be performed for costs that are highly dependent on each specific case, namely inclusion support for participants and exceptional costs. Requests for these types of costs will be assessed based on the description, justification and estimated amount provided by the applicant as part of the application. In addition, beneficiaries can make further requests for these types of costs during the first 12 months of project implementation by submitting a written request to the National Agency. A limit on the total amount of additional funds that can be requested may apply, as defined in the relevant grant agreement.

In all cases, the awarded grant shall not be higher than the estimated budget required to implement all activities requested by the applicant.

¹ The final allocated budget may be lower than the specified amount if all applicants have been awarded the maximum amount according to the rules set out in this document. If additional funding becomes available, the National Agency may increase the available budget.

² Exceptionally, the specified amounts may be lowered if the budget required for inclusion support and exceptional costs is higher than originally foreseen; if all applicants have already been allocated the maximum amounts according to the rules set out in this document; or if a minor correction is required due to rounding rules.

2.1. Maximum grant

The National Agency will be not setting any maximum grant.

As an exception, costs for inclusion support for participants and exceptional costs will not count towards the limits set by the rules on maximum grant.

2.2. Competitive allocation

If the total budget available for allocation to accredited applicants is not sufficient to provide each applicant with the budget required to implement their requested activities (taking into account the rules on maximum grant defined in section 2.1), then a competitive allocation will take place as described below in section 3. However, if the total available budget is sufficient to fully address requests of all applicants, then the budget allocation rules described in section 3 will not apply.

3. BUDGET ALLOCATION RULES

Budget allocation will take place in multiple phases. In each phase, the available budget will be divided between eligible applicants based on the described criteria³.

Applicants that receive the full budget required to implement their requested activities (or that reach their maximum grant) will not participate in further allocation. Any surplus funds will be divided among other applicants based on the allocation rules as specified for each phase. All allocated amounts will be rounded to the nearest whole Euro.

3.1. First phase: basic grants and financial performance

A basic grant will be provided to each applicant at the beginning of the allocation process⁴. The purpose of the basic grant is to allow all accredited organisations to implement a minimum number of mobility activities and progress towards the objectives of their Erasmus Plan.

For organisations that have already completed grant agreements under their accreditation, the amount of the basic grant will be linked to their past financial performance to ensure stable and reliable funding for good performers. In this context, financial performance refers to the applicants' ability to fully use the awarded funds, as demonstrated by their results in previous grant agreements.

The basic grant for newly accredited organisations shall be € 20,000.00.

In Call 2021, criteria on financial performance will not apply because all eligible organisations have been newly accredited. However, in view of the future calls, applicants should make sure to request an appropriate number of activities according to what they are able to implement. Failing to use up the awarded funds during the duration of the grant agreement (maximum 24 months) can lead to low financial performance and therefore a lower grant in future calls.

³ When calculating the applicants' performance, the National Agency may exclude from consideration past projects that have been negatively affected by the COVID-19 pandemic or other events outside of the beneficiary's control (*force majeure*).

⁴ Exceptionally, if the basic grant is higher than the maximum grant, then the basic grant will be capped accordingly.

3.2. Second phase: qualitative performance and policy priorities

The purpose of the qualitative performance criterion is to ensure that accredited applicants deliver good quality activities and gradually progress towards the objectives of their Erasmus Plan. In addition, applicants may score high if proposing to implement priority activities.

The budget assigned to this phase will be divided among the applicants in proportion to their score. The score of each applicant is calculated in two steps:

- a) The applicant's base score will be equal to the evaluation score of the applicant's accreditation application⁵.
- b) A bonus to the base score will be applied according on the following criteria:
 - Involvement of participants with fewer opportunities: 10 marks
 - Implementing long-term learning mobility of pupils: 10 marks

The overall score for each applicant will be calculated in the following way:

1. Overall Score obtained in the accreditation application: 100 marks

- Score between 70-79: 80 marks
- Score between 80-89: 90 marks
- Score between 90-100: 100 marks

2. Additional 10 marks when involving a minimum of 5 participants with fewer opportunities.

3. Additional 10 marks when involving a minimum of 1 long-term learning mobility of pupils.

3.3. Third phase: geographical balance

Not applicable for the Maltese context.

4. TOTAL AWARDED GRANT AND TARGETS FOR DELIVERY

For each applicant, the total awarded grant will be the sum of amounts they have received in each allocation phase. If any requests for inclusion support for participants and exceptional costs have been approved by the National Agency, these amounts will be added to the total awarded grant.

Before issuing a grant agreement, the National Agency will calculate appropriate targets for delivery. If the applicant has been awarded the full budget required to implement their requested activities, then the activities requested in

⁵ In future calls, the evaluation results of reports on progress of the Erasmus Plan objectives and the respect of Erasmus quality standards will be taken into account (once they are available).

the application will become the targets for delivery. If the awarded grant is lower than the full budget required to implement the requested activities, then the targets will also be lowered proportionally to ensure that the applicant is able to deliver them.

The National Agency can make limited modifications to the proportional adjustment in order to allow for a better fit between the awarded budget and target activities, to ensure coherence with the approved Erasmus Plan, to provide adequate support for priority activities, to maintain at least one participant in each activity type and category requested by the applicant, and to comply with any limitations defined in the Programme Guide.

Beneficiaries are able to implement the target activities with a wide flexibility, while remaining within the scope of their approved Erasmus Plan. Delivery of agreed activities and targets will be evaluated at the final report stage.