



“The new funding mechanism – Lump Sums Type II”

Concept of Lump Sum based on Work packages

*European Education and Culture
Executive Agency*

*Centres of Vocational Excellence
Information Session*

Lump Sum and concept of work package

- Like any project, yours has a supporting budget and it has to be attached to your application with the requested grant amount
- We will ask you to present this budget as a 'build-up' of work packages (WP)
- A work package means a major sub-division of the project. For each work package, there is an objective (expected outcome) and list the activities
- Projects should normally have a minimum of 2 work packages and can be managed with less than 10 as an average
- Bear in mind that each work packages can have multiple Deliverables (a single activity is not a WP)

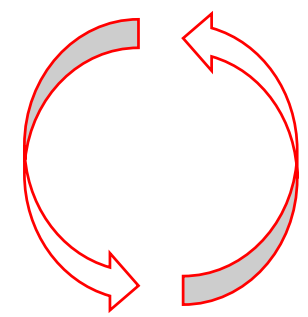
Lump Sum Type II, the mechanism

- Starting from a Budget, based on cost categories, then redistribute by Work Package

BUDGET BASED

Cost categories

Forms of funding	Estimated eligible costs (per budget category)								
	Direct costs							Indirect costs	Total costs
	A. Personnel costs		B. Subcontracting	C. Purchase costs			E. Indirect costs		
	A.1 Employees (or equivalent)	A.2Volunteers	B. Subcontracting	C.1 Travel and subsistence		C.2 Equipment	C.3 Other goods, works and	E. Indirect costs	
			Travel	Subsistence					
	Actual costs	Actual costs	Actual costs	Actual costs	Actual costs	Actual costs	Actual costs	Flat-rate costs	
Acme Inc Italy	80.000						13.458	6.542	100.000
Super Nova	140.000	-	-	-	-	30.000	16.916	13.084	200.000
Widget Ltd	90.000						3.458	6.542	100.000
Total	310.000	-	-	-	-	-	33.832	26.168	400.000



Lump Sum Based

Work Packages

BE NR/AE	WORK PACKAGES			Maximum Grant Amount
	WP 001 Design	WP 002 Build	WP 003 Test	
Acme Inc Italy	80.000	-	-	80.000
Super Nova	-	160.000	-	160.000
Widget Ltd	-	-	80.000	80.000
TOTAL	80.000	160.000	80.000	320.000

LUMP SUM (80% Co-financing)

- The mechanisms consist of converting a multi categories budget into a simple lump sum amount to be **operationally** verified in terms of delivery completion (at project closing)
- Although the Annex II of the contract (Budget Table) will be limited to an amount per WP...
- ...the applicant will have to attach to its application the detailed excel spreadsheet to allow Experts to evaluate the budget in more detail
- Live demo

Questions ?

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Thank you and good luck with your application.



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