

Source: FFG Chairman

Title: Year 2003 Financial Status and calculation of Year End Surplus

Agenda item: 6.2

Document for:

Decision	X
Discussion	
Information	

1 Introduction

Document OP#11(04)06 provides a detailed description of the income and expenditure for MCC in year 2003. This present document uses that detailed description to calculate an income and expenditure summary relevant to 3GPP to determine the resources to be carried forward to 2004 and the surplus to be returned to the Organizational Partners.

2 Year 2003 income and expenditure by budget heading

2.1 Income

The payments expected to be received from the Partners during 2003, and the purpose for which the payments were expected, are tabulated below. In order to calculate the surplus to be returned to each Partner it is necessary to find the proportional value of the payments expected and these too are shown in the table. It should be noted that the proportional value of the contribution received from CWTS and other additional sources is not calculated since surplus is not expected to be returned to them. It should also be noted that where payment from a Partner was not received in full, this has been taken into account after the calculations have been performed.

Source	A		B		C(=A+B)		D		E(=C+D)	
	Support(SA etc.)		Support(GERAN)		Support		Specific Tasks		Total	
ARIB	550,65	12,49%			550,65	10,51%	55,63	12,50%	606,28	10,67%
ETSI	2335,55	52,99%	566,39	68,18%	2901,94	55,40%	111,25	25,00%	3013,19	53,02%
T1	529,71	12,02%	264,31	31,82%	794,02	15,16%	111,25	25,00%	905,27	15,93%
TTA	493,07	11,19%			493,07	9,41%	111,25	25,00%	604,32	10,63%
TTC	498,31	11,31%			498,31	9,51%	55,63	12,50%	553,94	9,75%
Subtotal	4407,29	100,00%	830,70	100,00%	5237,99	100,00%	445,01	100,00%	5683,00	100,00%
CWTS	300,00				300,00				300,00	
Sub Total	4707,29		830,70		5537,99		445,01		5983,00	
Qualcomm							13		13	
B/F from 2002							469		469	
Total	4707,29		830,70		5537,99		927,01		6465,00	

(all figures in kEUR)

2.1 MCC Staff

The following table shows the 3GPP income and expenditure relating to the budget line MCC Staff.

It can be seen that there is a difference of -20 kEUR to be accommodated by the Partners. (It should be noted that 80 kEUR was allocated from the original budget for non-3GPP related tasks and that the actual income and expenditure for 3GPP related activities is therefore 970 (1050-80) and 991 (1071-80) kEUR respectively).

Resource description	MCC income	MCC expenditure	Year end situation
MCC Staff (3GPP activity only)	970	991	-20
Totals (kEUR)	970	991	-20

The proportions of the payments received for this budget line are as indicated below (according to column C of the main table).

C(=A+B)		
Support		
ARIB	550,65	10,51%
ETSI	2901,94	55,40%
T1	794,02	15,16%
TTA	493,07	9,41%
TTC	498,31	9,51%
	5237,99	100,00%

The difference from the Staff budget should be allocated to the Partners in the same proportion as derived from the income source as shown below:

ARIB	-2,10
ETSI	-11,08
T1	-3,03
TTA	-1,88
TTC	-1,90
Subtotal	-19,99

(all figures in kEUR)

2.1.1 Additional MCC Staff

The following table shows the 3GPP income and expenditure relating to the budget line “Additional MCC Staff” (exclusively Shicheng Hu supporting TTCN development).

It can be seen that there is no difference to be accommodated by the Partners.

Resource description	MCC Income	MCC expenditure	Year end situation
MCC Additional Staff	150	150	0
Totals (kEUR)	150	150	0

2.2 MCC Contractor support to TSGs SA, RAN, CN and T (inc non-remunerated experts)

The following table shows the income and expenditure relating to the budget line for Contractor support to TSGs SA, CN, RAN and T. It can be seen that there is a difference of –2,80 kEUR to be allocated to the Partners.

It should be noted that the manpower provided voluntarily by ARIB and TTA has been shown as an income of 136,2 kEUR each (227 days * 600 EUR) although the total of the actual days worked may differ.

Resource description	MCC Income	MCC expenditure	Year end situation
MCC Contractor support to TSGs SA, RAN, CN and T	1557,20	1560,00	-2,80
Totals (kEUR)	1557,20	1560,00	-2,80

The proportions of the payments received for this budget line are as indicated below (according to column A of the main table).

A		
Support (SA, CN, RAN & T)		
ARIB	550,65	12,49%
ETSI	2335,55	52,99%
T1	529,71	12,02%
TTA	493,07	11,19%
TTC	498,31	11,31%
	4407,29	100,00%

The difference from the SA, RAN, CN and T contractor support budget line should be allocated to the Partners in the same proportion as derived from the income source as shown below:

ARIB	-0,35
ETSI	-1,48
T1	-0,34
TTA	-0,31
TTC	-0,32
Subtotal	-2,80

(all figures in kEUR)

2.3 MCC Contractor support to TSG GERAN

The following table shows the income and expenditure relating to the budget line for Contractor support to TSG GERAN. It can be seen that there is a difference of 15,3 kEUR to be accommodated by the Partners.

Resource description	MCC resource	MCC expenditure	Year end situation
MCC Contractor support to TSG GERAN	274,80	259,50	+15,3
Totals (kEUR)	274,80	259,50	+15,3

The proportions of the payments received for this budget line are as indicated below (according to column B of the main table).

B		
Support (GERAN)		
ARIB		
ETSI	566,39	68,18%
T1	264,31	31,82%
TTA		
TTC		
	830,70	100,00%

The difference from the TSG GERAN contractor support budget line should be allocated to the Partners in the same proportion as derived from the income source as shown below:

ARIB	
ETSI	10,43
T1	4,87
TTA	
TTC	
Subtotal	+15,30

(all figures in kEUR)

2.4 MCC Travel and subsistence

The following table shows the income and expenditure relating to the budget line for Travel and Subsistence. It can be seen that there is a difference of 161,45 kEUR to be accommodated by the Partners. (It should be noted that 20 kEUR was allocated from the original budget for non-3GPP related travel and that the actual income and expenditure for 3GPP related travel was 680 and 518,55 kEUR respectively).

Resource description	MCC resource	MCC expenditure	Year end situation
MCC Travel and Subsistence (3GPP activity only)	680	518,55	+161,45
Totals (kEUR)	680	518,55	+161,45

The proportions of the payments received for this budget line are as indicated below (according to column C of the main table).

C(=A+B)		
Support		
ARIB	550,65	10,51%
ETSI	2901,94	55,40%
T1	794,02	15,16%
TTA	493,07	9,41%
TTC	498,31	9,51%
	5237,99	100,00%

The difference from the Travel and Subsistence budget should be allocated to the Partners in the same proportion as derived from the income source as shown below:

ARIB	+16,97
ETSI	+89,44
T1	+24,48
TTA	+15,19
TTC	+15,35
Subtotal	+161,43

(all figures in kEUR)

2.5 Specific Task 160 (TTCN)

The following table shows the income and expenditure relating to the budget line for Task 160 (TTCN). It can be seen that there is a difference of 68,30 kEUR to be accommodated by the Partners.

Resource description	MCC resource	MCC expenditure	Year end situation
MCC Contractor services	(b/f from 2002) 309 (Partners) 445 (Qualcomm) 13	698,70	+68,30
Totals (kEUR)	767,000	698,70	+68,30

The Partners decided in 2002 that remaining resource from this activity should be carried forward to 2003. It is assumed that a similar decision will be made in respect of the 2003 remaining budget.

Resource description	Resource carried forward to 2004
MCC Contractor services (Task 160)	+68,30
Totals (kEUR)	+68,30

2.6 Default Codec Selection

The following table shows the 3GPP income and expenditure relating to the budget line 'Default Codec Selection'.

It can be seen that there is no difference to be accommodated by the Partners.

Resource description	MCC Income	MCC expenditure	Year end situation
Default Codec Selection	160	160	0
Totals (kEUR)	160	160	0

2.7 Allocations from the Contingency

The following table shows the income and expenditure relating to the Contingency. It can be seen that there is a difference of 195,62 kEUR to be accommodated by the Partners. (Note: the Contingency is an allocation included in the budget planning at the beginning of the year to cope with unforeseen expenditure during the year.)

Resource description	MCC resource	MCC expenditure	Year end situation
Contingency	200	(PCG/OP hosting) 4,38	+195,62
Totals (kEUR)	200	4,38	+195,62

The proportions of the payments received for this budget line are as indicated below (according to column C of the main table).

C(=A+B)		
Support		
ARIB	550,65	10,51%
ETSI	2901,94	55,40%
T1	794,02	15,16%
TTA	493,07	9,41%
TTC	498,31	9,51%
	5237,99	100,00%

The remainder of the contingency should be allocated to the Partners in the same proportion as derived from the income source as shown below:

ARIB	+20,56
ETSI	+108,37
T1	+29,66
TTA	+18,41
TTC	+18,60
Subtotal	+195,60

(all figures in kEUR)

3 Year 2003 surplus to be returned to 3GPP Partners

The following table summarises the year 2003 surplus to be returned to 3GPP Partners:

	Staff	Add Staff	SA/RAN/ CN/T etc	GERAN	Travel	Contingency	Total
ARIB	-2,10	0	-0,35	0,00	16,97	20,56	35,08
ETSI	-11,08	0	-1,48	10,43	89,44	108,37	195,68
T1	-3,03	0	-0,34	4,87	24,48	29,66	55,64
TTA	-1,88	0	-0,31	0,00	15,19	18,41	31,41
TTC	-1,90	0	-0,32	0,00	15,35	18,60	31,73
Subtotals	-19,99	0	-2,8	15,3	161,43	195,60	349,54

All figures in kEUR

Summary of surplus to be returned to each Partner:

Partner	Surplus to be returned
ARIB	+35,08
ETSI	+195,68
T1	(see note below) +55,64
TTA	+31,41
TTC	+31,73
(kEUR)	+349,54

All figures in kEUR

Partner T1 had underpaid contributions in 2003 to the value of 189,980. The net effect of the 2003 surplus for Partner T1 is therefore **-134,34 kEUR** (55,64-189,980).

4 3GPP Income and Expenditure Summary for year 2003

All figures in kEUR

INCOME		EXPENDITURE	
Monetary payments received from 3GPP Partners for project support (including contingency). <i>Note 1</i>	5265,59	MCC costs relating to 3GPP support. <i>Note 5</i>	5189,43
Expert resources provided by 3GPP Partners in lieu of monetary payment. <i>Note 2</i>	272,40	MCC costs relating to 3GPP specific tasks(TTCN). <i>Note 6</i>	698,70
Monetary payments received from 3GPP Partners for specific tasks. <i>Note 3</i>	445	MCC costs relating to Default Codec Selection.	160,00
Monetary payments received from Qualcomm for specific tasks. <i>Note 4</i>	13		
Monetary payments carried forward from 2002. <i>Note 8</i>	469		
TOTAL INCOME	6465	TOTAL EXPENDITURE	6048

2003 year end situation = 417 kEUR

Resources to be carried forward to 2004 = 68 kEUR

Note 7

Surplus to be returned to Partners = 349 kEUR

Note 1 Including underpaid contributions of 189,98 kEUR.

Note 2 Mr Sasaki/Mr Kim/Yoon, provided by ARIB and TTA in lieu of monetary payment

Note 3 445 kEUR Provided by Partners for TTCN Task

Note 4 TTCN (13 kEUR) from Qualcomm

Note 5 3GPP expenditure for Staff (991 kEUR), add Staff (150 kEUR), RAN/CN/T/SA and GERAN contractors (1819,5 kEUR), travel (518,55 kEUR), overheads (1706 kEUR) and contingency (4,38 kEUR).

Note 6 3GPP expenditure on Task 160

Note 7 Continuation of TTCN (LCR TDD) task in 2004

Note 8 309 kEUR for TTCN task and 160 kEUR for Default Codec Selection both carried forward from 2002