

Exercise 1: impact of SCO on errors

Type of error	If you use 40% flat rate for all other costs	If you use the 15% flat rate for Indirect costs	Standard scales of unit costs	Lumpsum
no evidence to support the time charged	DSC is the basis it <u>needs to be</u> justified N of hours * salary (exception FTE fixed on project no time sheet)	DSC is the basis it needs to be justified N of hours * salary (exception FTE fixed on project no time sheet)	- If SSUC is N hours * rate - If SSUC is N day delivered in seminar you don't ask timesheet	
Ineligible training participants	Problem of the performance of the project	Problem of the performance of the project	Problem of the performance of the project	Problem of the performance of the project
Ineligible direct staff costs	YES since it is in the basis of calculation	YES since it is in the basis of calculation	? SSUC needs to be calculated properly FEV	?
Absence of separate accounting identifying all expenditure related to the project	DSC you need to identify them	DSC you need to identify them : is the staff working really on project X	No if SSUC you don't check the underlying expenditure	No if LS ; delivered upon output

Exercise 1: Impact of SCO on errors

Possible irregularity?	If you use 40% flat rate for all other costs	If you use the 15% flat rate for Indirect costs	Standard scales of unit costs	Lumpsum
Transport costs: Missing bus tickets (other direct costs)	Bus ticket is included in the %	ODC/Direct cost of trainee need the proofs (real costs basis)	Depends on SSUC definition	
Direct staff costs include both those internal experts and of external/outsourced experts				
Failure to give evidence of ESF support to the trainees – lack of compliance to publicity				
Salaries in DSC include those of the manager /DG of the project				
Non compliance to equal opportunities				