



ANNUAL REPORT

on the implementation of the EEA Financial Mechanism
in the Republic of Hungary

by

National Focal Point
National Development Agency

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List of abbreviations

CFCU	Central Finance and Contracts Unit
EEA	European Economic Area
EUR	Euro
FM	Financial Mechanism(s)
FMO	Financial Mechanism Office
MoU	Memorandum of Understanding
GOL	Grant Offer Letter
GA	Grant Agreement
IC	Implementation Contract
NAO	National Authorizing Officer
NGO	Non-governmental Organization
NDA	National Development Agency
NDO	National Development Office
NFP	National Focal Point
PSC	Project Selection Committee
R&D	Research and Development
TA	Technical Assistance
TPF	Tempus Public Foundation

1. Introduction

The Memoranda of Understanding on the Financial Mechanisms were signed in course of June and July of 2005. Since that time the grants were made available in the framework of 3 rounds of call for proposals:

- 1) 25 January – 31 March 2006
- 2) 1 April – 30 September 2006
- 3) 1 June – 24 September 2007

Considering the experiences gained during the first two periods of application the call for proposal to the third round of applications (from 1 Oct 2006 to 31 March 2007) was suspended and a much more simplified, applicant-friendly, much less time- and money-consuming 'two-round system' procedure was elaborated and launched in June 2007. The appraisal of applications submitted under this third call is ongoing in Hungary; the proposals approved by the Hungarian Project Selection Committee will be sent to FMO during autumn 2008.

So far 63 project proposals were recommended for assistance by the National Focal Point covering a sum of ca. 40,500,000 EUR. Up to now 33 applications were approved, 3 refused with the possibility of resubmission and further 6 refused without resubmission possibility.

Within the third call 150 applications qualified for a second-round appraisal; from this 150 about 50 will be selected and recommended for granting by the Hungarian authorities.

The further details of the separate calls, the up to date status of project implementation is summarised in this annual report presented pursuant to Article 5 of the Memorandum of Understanding on the Implementation of the EEA Financial Mechanism.

The presented annual report covers the period from the cut-off date of the latest report 30 April 2007 until 31 July 2008.

The purpose of the report in general is to present the progress made towards the achievement of the overall objective of the EEA and Norwegian Financial Mechanisms, the implemented activities for the reason of project identification in Hungary.

2. Projects financed under the 2004 allocation

2.1 Implementation status - projects in the pipeline

Under the 2004 allocation 5 projects were sent to the Financial Mechanism Office in 2005, among which one individual project and one block grant are financed from the EEA Financial Mechanism, while one block grant is granted by both mechanisms. One individual project (HU-0001 - Reconstruction of the imaging system of the Hungarian respiratory prevention and care network) was unfortunately refused by the FMO.

HU 0002 International Mobility Programmes - Placements, study visits, partnerships

This block grant was submitted by Tempus Public Foundation (TPF). The proposal aims at linking the areas of mobility and policy development and supporting mobility activities focused on the Lisbon / Copenhagen / Bologna priorities. In the framework of this project, funded activities are study visits, placements for students, teaching practice for teachers, short term training courses for young graduates, participation of students at joint degree programmes at MA and PhD level and regular degree programmes, international study trips and transnational partnerships. The target groups are schools, training institutions (vocational education, higher education, adult training), chambers, SMEs, local authorities, NGOs and labour organisations.

The FMO sent the Grant Offer letter of the project to the NFP on 17 Nov. 2006, which was accepted by the beneficiary. The opening conference was held on 19 February 2007. After submitting the checked Project Implementation Plan, the signed Grant Agreements were received by the NFP and signed by the president, Dr. Márton Vági. The Implementation Contract (IC) was signed on 7 May 2007.

The submission deadline of the sub-projects was 1 October 2007. The whole available grant amount was committed: contracts with the end beneficiaries are signed, implementation is on-going.

HU0010 Re-granting programme benefiting Hungarian environmental NGO projects in order to improve the implementation of the 2nd National Environmental Program

The Ministry of Environment and Water intends to implement an open re-granting programme (block grant) benefiting Hungarian environmental NGO projects in order to improve the implementation of European and Hungarian environmental law in general, and the 2nd National Environmental Program (2004-2010) in particular.

The call for proposal was published in December 2007 with a submission deadline in January 2008. The evaluation of the applications received is reaching its end, however there is a dispute between the intermediary and the CFCU (responsible for cross-checking the application procedure of all intermediary bodies), which is to be settled before contracting any applicant.

HU0011 Noise protection of residential area along Public Road No. 3

The overall objective of the project is to increase the living standard of habitants in the 14th and 15th districts of Budapest by establishing comprehensive – both active and passive – noise protection along Public Road no. 3.

The public procurement procedures are ongoing, practical implementation – purchase of equipments, construction – is due to start about October.

3. Projects financed under the first call for proposals (25 January 2006 – 31 March 2006)

3.1 Implementation status - projects in the pipeline

For the first round of call for proposals 292 applications were registered, 248 individual projects and 44 block grants. At the Project Selection Committee meeting on 22 September 2006 17 projects were approved, the translated documentation of which were sent to the FMO at the beginning of 2007.

Until the cut-of date of this report 2 projects were refused by the FMO, 3 were modified and resubmitted, 13 were approved and decision had not been made about 2 projects.

The following 3 *individual projects* were awarded grant by the donors of the EEA Financial Mechanism:

HU 0017 Integration of Multiply Disadvantaged Children

The project was submitted by the Local Government of Aba Village in partnership with the Aba Samuel Elementary School and the Sarviz Art Elementary School. The purpose of the Project is the integration of disadvantaged children into the art education and 12-year education with the overall objective of improving the life conditions of the socially disadvantaged children and their families and decreasing the rate of migration of young people from the micro-region Sarviz. The project includes the establishment of the main building of the Sarviz Art Elementary School and the expansion of the Aba Samuel Elementary School.

The Grant Offer Letter was sent by the FMO on 31 August 2007, the Grant Agreement was signed on 6 December 2007 and the Implementation Contract was signed on 31 January 2008.

The public procurement procedures are over, contracts for the purchase of equipment and construction are signed, however implementation has not started yet.

HU 0022 Development of the Partium Knowledge Centre

The purpose of the Project of the College of Nyíregyháza is to establish the Partium Knowledge Centre, contributing to the development of a market and innovation-oriented labour market, to reduce the disparities of the regional human resources development market and increase equal chances, with the overall objective of strengthening life-long learning and specialised vocational training, and the cooperation between tertiary education and the private sector. The project includes renovation works, organisational development, purchase of equipment (hardware, software, measuring instruments ITC tools), development of a Service Centre, establishment of a Virtual Campus, development

of a Cooperative R&D centre, and activities related to Project management, publicity and sustainability.

Although the project was awarded grant on 28 January 2008 implementation has not started yet, since the project had to be notified to the European Commission. The result of the notification is awaited.

HU0031 The Renovation Programme of the Carmelite Monastery in Sopronbánfalva

The main aim of the project is to renovate the Carmelite Monastery, a national monument in Sopronbánfalva and to create new capacities for its utilization. The monastery will host an artistic and meditation center serving the purpose of connecting creative and recreational activities in a holistic manner.

The project was subject to state aid regulations, which caused a significant delay in its FMO appraisal. In the end the project promoter decided to implement the state aid concerned part of the project entirely from own resources; so the project could be approved by the donors 10 June 2008. The promoter is now expecting the PIP and intends to start implementation in September.

The following 4 *block grants* are financed by contribution from both the EEA and the Norwegian Financial Mechanisms.

HU 0013 Block grant for cross-border co-operations

Due to the official negotiations between the National Focal Point, the Ministry of Foreign Affairs in Norway and the Financial Mechanisms Office, an additional block grant on cross-border co-operation is established within the framework of the EEA and Norwegian Financial Mechanisms in Hungary.

In regard to the multi-annual experiences and convincing practical knowledge that has gained in VATI Hungarian Public Non-profit Company for Regional Development and Town Planning the National Focal Point of Hungary decided on the direct appointment of the institution as the intermediary body of cross-border co-operation block grant.

Having had the approval of 23 January 2006 from the donors, the National Focal Point initiated negotiations with VATI in relation with the framework for possible cross-border co-operations within the programme. The parties agreed that the main line of bearing of these kinds of co-operation should be turned to Ukraine, Croatia and Serbia.

In the frame of the block grant the VATI Company announced the call for proposals at the beginning of June 2008 and the applicants have 3 months to apply for assistance.

HU0025 Promotion of anti-discrimination and advocacy in Budapest

The project submitted by the Social Public Foundation of Budapest aims to promote social cohesion in Budapest by promoting legal protection and supporting anti-discrimination measures in order to help disadvantaged people.

The GOL of the project was received on 16 November 2007, the GA was signed on 3 July 2008 and the IC will also be signed soon. The project has started, the call for proposal will be published in August.

HU0027 Encouraging the involvement of non-governmental organisations (NGOs) in the field of environmental protection in the Lake Balaton Region

The main aim of the project is to provide support to local initiatives performed by public benefit companies, social actors, NGOs and other civil society organisations aiming to improve the natural environment quality, with the overall objective to preserve and improve the environment in the Lake Balaton Resort Area.

The project was approved by the donors on 21 August 2007. The call for proposal was launched in 2 April with a submission deadline of 30 June; the evaluation of the received 43 applications is ongoing, the final decision is foreseen in end of August. Contracts with the applicants are to be concluded end of autumn.

HU 0029 Equalisation of Opportunities of Access for Disabled Persons in the Social Sector

The promoter of this block grant is the Public Foundation for the Equal Opportunities of Persons with Disabilities. Its purpose is to improve the access of disabled people to buildings hosting social services and child protection institutions, with the overall objective of promoting equal opportunities and social integration of people with disabilities.

The eligibility date of the grant is 26 July 2007, the GA and the IC were signed on 22 February 2008 and 31 March 2008 respectively.

The deadline for the submission of sub-projects is over. Although appr. 60 applications were expected, only 30 were submitted, therefore probably a second call will be published, for which modification of the Annex III is necessary.

4. Projects financed under the second call for proposals (1 April 2006 – 30 September 2006)

4.1 Project selection process

Until the deadline of the second call for proposals, 30 September 2006 applicants submitted 570 applications that were registered and checked in the aspect of administrative compliance and eligibility by Promei Kht. This process consisted of an examination of completeness (submitted application form and all relevant annexes) and eligibility (eligibility of the applicant and the application). Results:

- 2 projects could be accepted immediately (no call for completion of documents was necessary);
- 257 were rejected
- 7 were withdrawn by the applicants;
- 304 were accepted after call for completion of documents.

Finally, 306 projects were forwarded for technical evaluation.

Technical evaluation was performed by two separate assessors, based on previously defined evaluation criteria published in the Application Form User Guide, therefore applicants had already been aware of the aspects according to which the experts had to assess the applications. During the technical evaluation process, the relevance, correspondence with overall objectives and priorities, efficiency, risks, economic feasibility and other professional aspects were examined. A written summary and evaluation was made about each application. These evaluations contain the scores, a consistent justification and a statement of whether the given project has achieved the minimum score of approval. For quality assurance reasons the evaluations were examined by a third assessor, as well.

The completed evaluation grids consisting of both numerical and written parts were sent to the members of the 5 working committees:

- 1st working committee: projects related to environment protection and sustainable development;
- 2nd working committee: projects related to conservation of European heritage, regional development and cross-border co-operation, justice and home affairs;
- 3rd working committee: projects related to human resource development, education;
- 4th working committee: education, healthcare, children and youth;
- 5th working committee: projects related to academic research and R&D.

Working committee meetings were held between 22-28 August 2007 with 10-12 invited members, who were representatives of the following institutions, organisations:

- professionally competent ministry or organisation with nationwide scope of authority,
- local governments (delegated by the Associations of Local Governments),
- regions (delegated by the Regional Development Councils),
- civil societies,

- social partners.

A representative of the Norwegian Embassy also took part as observer, without voting right.

Meetings of the working committees were held in accordance with the Rules of procedure previously set out by the National Focal Point. The members had received the application forms, as well as the evaluation grids of the assessors, and they had had the right to examine any of the related background documents at the premises of Promei Kht. They had 10 days to form their opinion about the evaluations.

At the working committee meetings projects with the highest scores were discussed one-by-one and decision was made on the grant amounts. In the case of 11 projects the requested grant amounts were decreased.

Each working committee created a list of projects that were presented to the Project Selection Committee, which held its meeting on 27 September 2007. The Project Selection Committee was composed of representatives from the National Development Agency, the European State Secretariat of the Ministry of Foreign Affairs, the Ministry of Foreign Affairs, the Ministry of Finance and the EFTA Working Group within the Ministry of Economy and Transport. Its members decided upon the final list of projects to be recommended for assistance. 41 projects were chosen to be sent to the FMO and 4 were put on a reserve list.

All application were examined by the Central Finance and Contracting Unit, the State Aid Monitoring Office (SAMO) and the National Development Agency (NDA) in aspect of technical implementation/feasibility and eligibility for the grant rate.

After the decision was made by the PSC, there were personal negotiations held with all project promoters, whereby members of the NDA informed them about the decision of the PSC regarding the projects, the rules and procedures of the EEA and Norwegian Financial Mechanisms and agreement was made on the updating and modification of the projects. The updated project documentation had to be translated by the project promoters.

All applications were forwarded to the FMO between December 2007 and May 2008.

4.2 Implementation status - projects in the pipeline

For the second round of call for proposals 570 applications were registered, 493 individual projects and 75 block grants, while in the case of 2 projects the indicated type of grant assistance was not clear enough. The Project Selection Committee meeting was held on 27 September 2007, whereby 41 projects were approved.

Until the cut-of date of this report, among the projects recommended for grant assistance by the PSC, one project was withdrawn by the promoter and 3 were refused by the FMO, while one project got the chance to be resubmitted after modification.

The following 5 *individual projects* were awarded grant by the donors of the EEA Financial Mechanism.

HU 0038 Renewing REC Conference Centre

The goal of the renewal project is to reduce fossil-fuel based energy consumption to zero, and thereby eliminate all carbon-dioxide emissions. The REC would also like to demonstrate that the applied technologies and the CO₂ emission-free system are feasible and favourable in operation, thereby promoting the use of renewable energy.

However, the project is already completed official opening of the centre was held on 27 June 2008, the implementation period is prolonged till September to ensure smooth financial project closure.

HU 0039 Small Regional Example Project Energy Effective Investments and Introducing Revolving Energy

The promoter of the project is the Local Authority of Hernad. The purpose of the project is to carry out a successful pilot project for energy savings and renewable energy in the primary school and kindergarten of Hernad, with the overall objective of creating a model of energy efficiency excellence for other public schools and institutions throughout the region and the country.

The project was approved on 30 April 2008, implementation has started.

HU 0040 Community House and Post Office Reconstruction in Balatonarács

The direct aim of the project is restoring two historical buildings promoting communal activities in the old town-centre, providing room for local and regional NGOs, museums, exhibitions and the town library.

The grant decision was made on 10 June 2006. At the moment procurement documents are under elaboration.

HU 0066 Passport to Health

The project was submitted by Multipurpose Association of Local Governments of Zalaegerszeg City and its Region. Its purpose is to strengthen the health consciousness and prevention of heart and vascular diseases due to obesity and prevention of malignant tumours, with the overall objective of improving the quality of life of the inhabitants in Zalaegerszeg city and its region.

Costs of the project are eligible from 9 July 2008.

HU 0070 Health Olympics of Óbuda for the Prevention of Illness and for the Promotion of Health

The purpose of the project submitted by the Óbuda-Békásmegyer Health Servicing Public Benefit Organisation is strengthening health consciousness of participants of the Óbuda Health Olympics, and prevention of heart and vascular diseases due to obesity and high blood pressure, with the overall objective of improving the quality of life of the inhabitants in Óbuda's 3rd district.

At the working group meeting the amount requested by the applicant was reduced, but later during the appraisal process - for the request of the applicant - the grant was increased to the original amount.

The GOL of the project was received on 10 July 2007.

3 individual projects are financed by contribution from both the EEA and the Norwegian Financial Mechanisms.

HU 0048 Complex Utilization of a Unique Historic Building

The main purpose of the project is to renovate the Göncöl House, the headquarters of Göncöl Foundation and several environmental organizations in order to establish suitable office spaces for these organizations and create a conference room equipped with state-of-the-art education technologies that allows the Foundation to host international conferences.

The project was approved on 29 July 2008, a Grant Agreement is expected soon.

HU 0052 Development of the Arboretum and Educational Center of Püspökszentlászló

The project was submitted by the Gaudium Nostrum Diocese of Pecs Foundation. Its purpose is preserving the natural values of the Arboretum of Püspökszentlászló and improving tourism attractiveness, with the overall objective of expanding the possibilities of environmentally conscious education.

The GOL of the project was received on 5 June 2008.

HU 0065 A-HA! Nationwide Sex and Mental Hygiene Education Programme

The promoter of the project is the Hungarian Preventive Scientific Society of Obstetrics and Gynaecology. Its purpose is to further develop the A-HA! Nationwide Sex and Mental Hygiene Education Program, with the overall objective of reducing the number of abortions as well as the proportions of teenagers diagnosed with a sexually transmitted disease in the under 18 age group in Hungary.

The project was approved on 3 July 2008.

5. Projects financed under the third call for proposals (1 June 2007 – 24 September 2007)

5.1 Revision of the application procedure – the two-round system

Based on the experience gained during the first two rounds of application it can be concluded that the program is popular in Hungary, the priorities are well set at the same time there is a definite need for the decrease the number of the rejected – due to formal reasons – applications and to minimize the administrative burden on the applicants.

Considering these experiences the call for proposal to the third round of applications (from 1 Oct 2006 to 31 March 2007) was suspended from 2 February 2007 on.

The suspension aimed to elaborate and introduce a much more simplified, applicant-friendly, much less time- and money-consuming procedure.

According to this new application procedure, the selection of projects to be supported has two phases.

In the *first phase*, the applicant should submit an outline application (project proposal) which should include a short description of the fundamental features of the project. The instrument of describing the project proposal is the „Outline Application Form”, which contains simple, directed questions in order to understand the project.

On the basis of the evaluation, the selected project proposals (cca. 150 pieces), supported with the necessary authorisations/permissions and background materials, are given the opportunity to apply as projects in the *second phase* of the application procedure for the non-refundable support from the EEA and Norwegian Financial Mechanisms. Outline applications suffering from lack of financial resources might have the possibility to receive financial support from Seed Money facility within this call for proposals.

Through this approach the rate of successful applications will grow significantly and rejections on formal grounds will diminish, while transparency remains.

5.2 Call for proposals relevant for the period

The National Development Agency as National Focal Point of the EEA and the Norwegian Financial Mechanisms in Hungary announced on 1st June 2007 a call for proposals for the submission of outline applications within the framework of the EEA Financial Mechanism and the Norwegian Financial Mechanism.

The allocation of this third call for proposals is cca. 45 million euro. Depending on the decision of the Financial Mechanism Committee and/or the Norwegian Ministry of Foreign Affairs on the final amount of grant allocated to the projects submitted until 31st September 2006, this amount will probably increase.

In this call the Financial Mechanisms offer solely the Individual Projects type of assistance.

The priority sectors and focus areas offered by the call for proposals were defined in line with the MoU among the governments of the Republic of Iceland, the Principality of Liechtenstein, the Kingdom of Norway and the Republic of Hungary.

Eligible applicants were defined in line with the document of Rules and Procedures for the implementation of the Financial Mechanism.

The amount of grant assistance applied for from the sources of the Financial Mechanisms could not be less than 250,000 EUR and more than 3,000,000 EUR in case of Individual projects.

The maximum contribution from the Financial Mechanisms in the form of grants may not exceed 60% of the total eligible project cost except for projects otherwise financed by central, regional or local government budget allocations, where the contribution may not exceed 85% of the total eligible cost. In the case of applicants that are NGOs (such as voluntary and community organisations, social partners), and where the application can be supported from both of the Mechanisms, grant support can be above 85%, but generally not exceed 90% of total expenditure.

The call for proposals was planned to be open from 1st June to 31st August 2007 but at the request of the donor states this period was prolonged to 24th September 2007.

The call for proposals was published in Hungarian and English language and applications had to be completed in both languages.

5.3 Seed Money Fund

The Seed Money Fund in Hungary is part of the implementation of the EEA Financial Mechanism 2004-2009 and the Norwegian Financial Mechanism 2004-2009. In the two-round third call, among the 1477 registered and evaluated project outlines there were 565 applications that applied also for Seed Money facility. Out of the 565 applicants 20 succeeded to become winners, according to the judgement of the Project Selection Committee.

Generally, the Seed Money facility will provide small grants for these 20 Hungarian end-recipients for the preparation of proposals for their individual projects. It is also intended to facilitate the development of their promising project ideas of high relevance to the Financial Mechanisms' priorities and to support the preparation of the applications that are to be submitted to the Financial Mechanisms. It also aims at supporting innovative approaches, complex project themes and the establishment of new partnerships relevant and necessary for designing the new projects. Seed money grants will be provided in the range from €5.000 to € 20.000 per winner.

Eligible actors and activities under the Seed Money facility are:

- Applicants from the less wealthy Hungarian regions
- NGOs applying for project support
- Projects containing bilateral partnership with donor country(ies)

In February 2008 an agreement was made for the implementation of the Seed Money Fund in Hungary between the **Financial Mechanism Office** (FMO) and the **Regional Development Holding Ltd.** (Regionális Támogatás-közvetítő Kht.) The size of the fund is 450,000 EUR, including the management fee. This agreement laid down in detail the rights and obligations of the Parties regarding the implementation of the Seed Money Fund.

5.4 Project selection process

Thanks to the extension of the original application period to 24 September 2007 the number of submitted applications almost doubled so finally 1477 outline applications were registered.

The evaluation process of the applications submitted in the 3rd call for proposals was followed in compliance with the Government Decree regulating the Hungarian implementation of the financial mechanisms no. 242/2006 (XII. 5.) and the Memoranda of Understanding on the implementation of the EEA and the Norwegian Financial Mechanisms in order to ensure a profound and prudent procedure of project selection.

After the registration of project-concepts the main information *like registration number, applicant name, title of the project, priority sector, contact information, total project cost, grant requested, grant rate, summary of the project etc.* were compiled into a database concluded for this purpose. In the meanwhile the accomplishment of the evaluation of outline applications began as well.

In the frame of the evaluation process each project-concept was assessed by two independent assessors, based on previously defined evaluation criteria. These criteria were published in the Application Form User Guide, therefore applicants had already been aware of the aspects according to which the experts had to assess the applications.

During the technical evaluation process, the relevance, correspondence with overall objectives and priorities, efficiency, risks, economic feasibility and other professional aspects were examined and scored.

Based on the average of the points given by the two independent assessors the order of project concepts evolved that was checked by two other evaluators for guarantee the transparency of the evaluation.

Regarding the massive number of the submitted applications for the purpose to accelerate the evaluation process we decided to make the final decision in two sections. When approximately the half of the totally submitted applications had already been incorporated into the database and were checked from a formal evaluation point of view and also content-wise the Project Selection Committee (PSC) was organised to select the first part of the applications who qualify themselves to the second round of application-stage. The Project Selection Committee is composed of representatives from the National Development Agency, the European State Secretariat of the Ministry of Foreign Affairs, the Ministry of Foreign Affairs, the Ministry of Finance and the EFTA Working Group within the Ministry of Economy and Transport.

The project list with scores and the electronic database on all submitted project-concepts were presented to the members of the Project Selection Committee (PSC) some days

before the first meeting which was held on 21 January 2008. The PSC made a decision on the number and range of projects concepts recommended to be further developed and 10 applicants received additional Seed Money grant to the preparation of fully fledged application to the 2nd round.

On the 2nd meeting of the PSC held on 6 February 2008 the second part of the total 150 project-concepts including Seed Money winners were selected. The final decision was made on the totality of the 1477 outline applications except applications that had already been considered worth further developing on the first meeting.

We then were in a position to post hard copies of notification letters, in addition of electronic versions, to all the applicants on the outcome of their application.

After we had informed the applicants about the result of their project-concepts some of them indicated their intent to withdraw the application. This was the reason why the NDA decided to select additional 15 projects to provide the final cca. 10% proportion of projects qualified for the second phase out of the total mass of submitted outline applications.

In this way the 3rd PSC selected these additional 15 projects on 11 April 2008.

The final list of 165 projects including 20 seed money winners selected by the Project Selection Committee to the next round can be found in Annex 12.2.

5.5 Analysis of the applications (figures concern both Financial Mechanisms combined)

In the framework of the third call for proposals being open from 1 June 2007 to 24 September 2007 1477 outline applications were registered. Out of these project-concepts 165 pieces were selected to the second phase of the two-round application system.

Applications in the context of the different priorities are as follows:

Priorities	Number of project- concepts	Number of projects selected to the second phase
1 st Priority sector: Protection of the environment	253	42
2 nd Priority sector: Sustainable development	141	6
3 rd Priority sector: Conservation of European heritage	270	24
4 th Priority sector: Human resource development, education	238	26
5 th Priority sector: Health care	247	23
6 th Priority sector: Children and youth	153	17
7 th Priority sector: Regional development and cross-border co-operation	28	1

8 th Priority sector: Justice and home affairs	23	6
9 th Priority sector: Academic research	124	20
Total	1477	165

The greatest number of applications was submitted to the 3rd Priority sector: *Conservation of European heritage*. Besides the 1st Priority sector: *Protection of the environment*, the 4th Priority sector: *Human resource development, education* and the 5th Priority sector: *Health care* were also popular.

The least interest was shown in the 7th Priority sector: *Regional development and cross-border co-operation* and the 8th Priority sector: *Justice and home affairs*.

Regarding the selected 165 projects the 1st Priority sector: *Protection of the environment* has the greatest proportion and then the 4th Priority sector: *Human resource development, education* comes.

Applications in the context of the applicants type are as follows:

Applicants	Number of project-concepts	Number of applications selected to the second phase
Companies (Ltd., Incorporation)	219	22
NGO-s (associations, foundations, chambers etc.)	478	44
Public Utility Company.	79	6
Church	68	5
Municipalities	260	43
Budgetary Institutions	209	27
Others	164	18
Total	1477	165

Basically NGO-s and municipalities were represented in the greatest proportion among the submitted applications but the number of different companies and budgetary institutions were also high.

Applications in the context of the regions are as follows:

Regions	Number of project- concepts	Number of applications selected to the second phase
Central Hungary	454*	49**
Central Transdanubia	101	11
Southern Great Plain	177	19

Southern Transdanubia	158	17
Northern Great Plain	191	31
North Hungary	185	21
Western Transdanubia	124	10
Unspecified	87	7
Total	1477	165

*of which Budapest is 276 applications

**of which Budapest is 30 applications

It is important to emphasise that from Central Hungary which was the most active region 276 applications out of the total 454 related to Budapest. It means that 18% of the total number of applications are planned to be implemented in the capital.

This is the same rate in the case of the 165 winner projects where 30 projects related to Budapest.

Applications with partners from the Donor States are as follows:

Donor States	Number of project- concepts	Number of applications selected to the second phase
Norway	536	108
Iceland	23	7
Liechtenstein	10	0
Others/no partner	908	50
Total	1477	165

The partnership was almost indispensable for the qualification for the next phase of application process as according to the evaluation criteria the partnership agreement with organisations from the donor states meant automatically 10 points out of the total 100 points generating significant advantage for certain applicants.

5.6 The second phase of the application procedure in the third open call

In the second phase of the application procedure the applicants had 2 months for the submission of projects equipped with all relevant documents. Those applicants who won seed money grant had additional 2 months for preparation. The deadline for submission of applications was different depending on the differing date of the notification letter sent to applicants about the result of their project-concept.

Deadline	Number of project
5 April 2008	59 projects
12 May 2008	71 projects
5 June 2008	10 seed money
12 July 2008	10 seed money

16 June 2008	15 additional projects
TOTAL	165

In the preparation period for the second round we have been in close contact with the winners and have been answering their questions and giving them guidance on how to compile their fully fledged applications.

In order to giving detailed information to applicants whose outline concept papers had been selected by the Project Selection Committee and invited to submit full applications for the 3rd Call we held two information days, one on 25 February and one on 27 March. Following general comments on the Mechanisms and some technical details about the evaluation process the applicants had the possibility to ask special questions referring to their concrete project.

The evaluation of the projects submitted for the 2nd round of the third call for proposals started from 5 April 2008 when the first deadline for submission had expired.

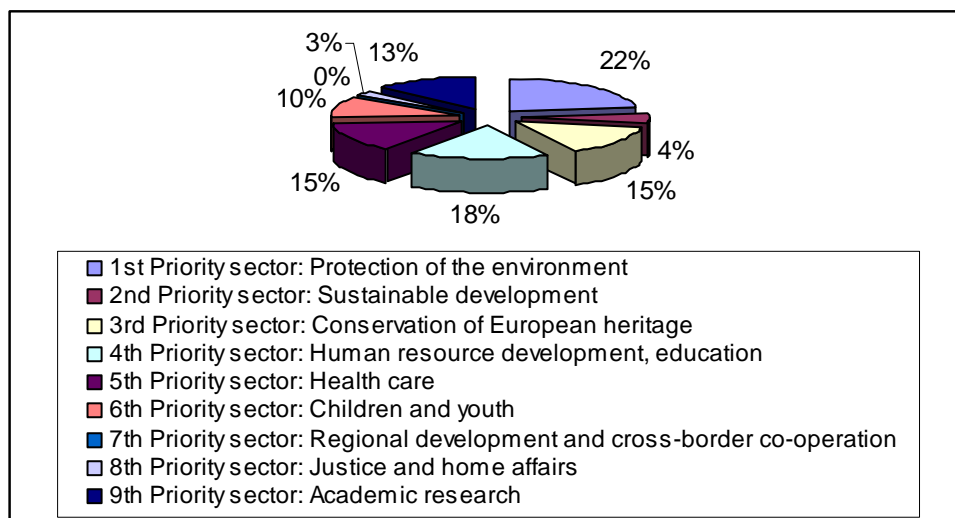
The submitted projects were firstly registered and checked in the aspect of administrative compliance and eligibility by the colleagues of the NDA. This process consisted of an examination of completeness (submitted application form and all relevant annexes) and eligibility (eligibility of the applicant and the application). Some projects could be accepted immediately but the most of them had to be called for completion of documents. Applicants had 8 working days to forward the requested materials but in reasonable cases we allowed further 8-day prolongation.

Out of the 165 selected projects in the first phase finally 147 applications arrived to the NDA. On the present occasion formal checking wasn't as strict as in the previous two calls so any projects were rejected due to formal reasons and all applications were forwarded for technical evaluation. According to our present time schedule the final list of projects recommended for assistance to the donor states are planned to be selected in autumn this year.

Applications in the context of the different priorities are as follows:

Priorities	Submitted projects in the 2nd phase
1 st Priority sector: Protection of the environment	34
2 nd Priority sector: Sustainable development	6
3 rd Priority sector: Conservation of European heritage	22
4 th Priority sector: Human resource development, education	26
5 th Priority sector: Health care	22
6 th Priority sector: Children and youth	14
7 th Priority sector: Regional development and cross-border co-operation	0
8 th Priority sector: Justice and home affairs	4
9 th Priority sector: Academic research	19

TOTAL	147
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Applications in the context of the regions are as follows:

Regions	Submitted projects in the 2 nd phase
Central Hungary	45
Central Transdanubia	9
Southern Great Plain	16
Southern Transdanubia	15
Northern Great Plain	28
North Hungary	18
Western Transdanubia	10
Unspecified	6
TOTAL	147

In the Central Hungarian Region out of the 45 applications 28 related to Budapest.

Applications with partners from the Donor States are as follows:

Donor states	Submitted projects in the 2 nd phase
Norway	100
Iceland	5
Liechtenstein	0
Others	42
TOTAL	147

6. NGO representation in the Financial Mechanisms - NGO Fund

In April 2008 the Hungarian Environmental Partnership Foundation - Ökotárs Alapítvány (HEPF) in co-operation with the Autonomia Foundation, Foundation for Development of Democratic Rights (DemNet) and the Carpathian Foundation – Hungary, announced a call for proposals in the framework of the NGO Fund of the EEA/Norwegian Financial Mechanism 2004-2009 for Hungarian NGOs in four thematic areas. These target areas represent the priority sectors of the EEA and Norwegian Financial Mechanisms, and they are as follows:

- Environment protection and sustainable development
- Civil liberties and capacity building
- Social cohesion, and health and childcare
- Cultural heritage

Based on the **general principles** of the program the NGO Fund was set up to support applications within the above listed thematic areas, namely and specifically which:

- are innovative and employ approaches or methods not used in the target area so far and employ a holistic approach overstepping the usual sectoral ones (or when the applied approach is new in relation to the target group);
- have concrete and viable vision about project outcomes or about the sustainability of the initiated activity /service/ after the project period, and
- are effectively communicating the social values (solidarity, gender equality, environmental consciousness, sustainable development, good governance, etc.) expressed in their projects
- strengthen the grass-root nature of civic organizations and use direct actions to achieve their goals
- strengthen NGOs' membership, social acceptance and relationship with the public
- improve cooperation of the NGO and other sectors of society (other NGOs, governmental, local governmental and business sector)
- build on already existing, but unexploited potentials of the local community, using local resources with the involvement of the target groups
- are implemented mainly in rural areas and aim at developing disadvantaged communities.

The conditions and procedure of the program are regulated by the Agreement between the Hungarian Environmental Partnership Foundation (HEPF), (Ökotárs Alapítvány) and the EEA/EFTA Financial Mechanism Office. HEPF is responsible for managing the NGO Fund in consortium with the three partner organizations mentioned above, each managing the applications of one thematic area. The responsibilities of the member organizations of the Consortium are as follows:

- Environmental protection and sustainable development - Ökotárs Alapítvány

- Civil liberties and capacity building - Foundation for Development of Democratic Rights (DEMNET)
- Social cohesion, and health and childcare - Autonomia Foundation
- Cultural heritage - Carpathian Foundation - Hungary

The leader organization in charge of the implementation of the NGO Fund in Hungary is the Hungarian Environmental Partnership Foundation (Ökotárs Alapítvány) which is also responsible for receiving the proposals, signing the contracts and transferring the grants to the approved winners.

The total amount to be distributed under the fund until 2011 is EUR 5,932,540. In the first open call between 10 April 2008 and 9 June 2008, an allocation of EUR 4,128,000 was made available. (The second call is scheduled for the period of 1 February 2009 and 1 April 2009,)

The allocation was evenly distributed among the four thematic areas. The Operators may decide to re-allocate funds between the four categories. However, no individual thematic area can receive more than 30 percent of the total re-granted amount.

Grants are divided into two categories:

- For macro grants, the amount of grants per project shall be between 25,000 EUR and 80,000 EUR; the overall amount is half of the distributed funds
- For micro grants, the amount of grants per project shall be between 5,000 EUR and 25,000 EUR; the overall amount is half of the distributed funds

The NGO Fund can provide up to 90 percent of the eligible costs of the projects. The applicants shall provide or obtain the remaining eligible costs (min 10%). Up to 80 percent of the co-financing can be provided as in-kind, i.e. a minimum of 20 percent has to be the financial contribution of the project promoters. Own contributions provided as in kind have to meet the conditions defined in the Call.

The duration of macro projects is minimum 12 months and maximum 24 months.

The duration of micro projects launched in the first open call can be implemented within a period of maximum 24 months. The projects launched in the second open call can be implemented within a period of maximum 12 months. There is no minimum duration set here.

In the assessment process special emphasis was put on the so-called horizontal aspects:

- sustainable development
- equal opportunities
- good governance

The National Focal Point was involved in the evaluation process as an observer in the meetings of the project selection committee.

The number and fund allocations of the first Call are as follows:

Thematic Target Areas	Macro Grants		Micro Grants		Total	
	No.	Sum in Euros	No.	Sum in Euros	No.	Sum in Euros
Envir. Protect. & sustainable dev.	13	684 175	17	308 693	30	992 868
Civil liberties and capacity building	12	791 950	12	300 923	24	1 092 873
Social cohesion, and health and childcare	13	825 162	6	115 240	19	940 402
Cultural heritage	11	624 927	11	243 507	22	868 434
TOTAL (No. and Sum)	49	2 926 214	46	968 363	95	3 894 577

The announcement of the results (list of winner projects) was put on the relevant website on 7 August 2008. All applicants receive notification, and the winners will be in a position to sign the grant contracts in due course organized by Ökotárs Alapítvány (HEPF), based on the provisions of the Agreement made with the FMO.

7. EMIR

Retrospective Review on the Setting-up of an Electronic Monitoring System for the EEA-Norwegian FM Projects in Hungary (2006-2008)

Steps taken in 2006

In 2006 the forbear of the Department for International Co-operation Programmes initiated an important software development work in order to set up an efficient electronic monitoring system for the implementation of the EEA-Norwegian FM projects. This plan was called “EMIR-EGT Plan” and three modules of the software were partly completed by December 2006, moreover, the NFP started to test these three modules of the overall monitoring system. The first three modules were the following ones: **registering**, **decision-making** and **contracting** modules.

Revision of the application procedure – introduction of a new, two round system in June 2007

In early 2007, after the second EEA-Norwegian call, the whole application system was revised and as a result, the third call was suspended. As the decision had a quite decisive influence on the content of the software, developing an electronic monitoring system had to be suspended either for a while, until the new procedures were set up.

Major Functions of the New Monitoring System (EMIR-EGT)

Time Schedule for 2008

It was only then, end of the 2nd quarter of 2007 that we, the Focal Point were in a position to see clearly all the monitoring-related aspects of the complete procedure of project life. Consequently, we then decided on the re-planning of the three, previously developed EMIR-EGT modules, and also decided to have the necessary additional modules.

Already in July 2007, together with our IT coordination unit, the NFP held a preparatory talk with the developer company; the same that had done (developed) the original EMIR EGT modules for us. We drafted the technical specifications and made the necessary budgeting. Then the NFP invited also the representatives of the NAO and CFCU in order to set up the concrete technical and functional aspects and specified the main parameters of the new, re-shaped monitoring system. We concluded that only those projects are to be incorporated in the monitoring system that have already been assessed and approved by Hungary.

Accordingly, two out of the three original modules were revised and restructured, namely the registering and the project managing modules.

Having re-developed these two modules, we are now able (and the work has already begun) to have the remaining three modules developed, which are as follows:

- “Contracts, documents and reports” module (by totally reshaping the 2006 module including the incorporation of public procurement processes and re-granting functions);
- “Financing” module (entirely new module, including the incorporation of irregularities management functions); and
- “Statistics” module (entirely new module).

In the meantime, unfortunately, the chief official of the external software company, who was in charge of supervising the development tasks of the above modules, went on a maternity leave in December 2007. This fact inevitably meant a considerable delay for the accomplishment of the ongoing activities of the monitoring system, because a new expert had to take over the job.

The implementation of the IT-development is now smoothly ongoing. The development activities of the first two re-shaped modules were completed by mid-July and now the testing period is in under way. The developments of the remaining three modules have already been started and the whole process is intended to be speeded up in order to finish the new modules possibly by mid-November 2008.

8. Technical Assistance

The National Development Agency submitted to the FMO its project entitled “Technical Assistance for the Management of the EEA and Norwegian Financial Mechanisms in Hungary” on 18 September 2006 requesting 3 201 168 €. After correspondence with the FMO dated 7 November 2006, a Grant Offer Letter dated 9 January 2007 was received offering a grant amount of 2 854 746 €.

The implementation of the Technical Assistance fund is performed in partnership, the National Development Agency (NDA) being the main applicant and the Central Finance and Contracts Unit (CFCU) and the National Authorising Officer's (NAO) Office within the Ministry of Finance, as its partners.

The support available from the Technical Assistance enables these institutions to effectively manage and coordinate the EEA and Norwegian Financial Mechanisms, and contribute to the achievement of their objectives, namely to the reduction of economic and social disparities in the European Economic Area.

The Project Implementation Plan of the project, accompanied by new justifications and a modified budget including the costs related to the revised system of application was sent to the FMO in July 2007 and the Grant Agreement was signed in November.

Due to technical problems related to the disbursed advance payment, the PIP had to be modified in June 2008. According to the cut-off-date of the present report the first PIR of the project is being prepared and is to be forwarded to the FMO as soon as possible.

9. Publicity activity

This section of the report is aimed at summarising all the main communication steps and relevant events that have been taken place in Hungary concerning the measures, milestones and achievements of the EEA and Norwegian Financial Mechanisms since the previous report of 2007.

Over the past months we have experienced a very busy period, concerning the different and sometimes overlapping phases of the implementation process of the Financial Mechanism.

As far as the accomplishment process of the earliest winner projects of the first open call is concerned, the National Focal Point (NFP) maintains a close and daily contact with the promoters of these ongoing projects and gives guidance to them in co-operation with the Central Finance and Contracts Unit of the National Development Agency. The number of the winner projects in this call is 17.

With regard to the second open call, here we have 41 projects. Once the project plans had been translated into English, they were sent to FMO for evaluation. In these cases we had different types, means and goals in communication. Continuous contacts with the project promoters on the one hand, and close working relations with the FMO on the other hand. For example, we successfully managed requests for additional information, most of which were on state aid, grant intensity, clarification of revenue-generation and public procurement. Concerning the evaluation process of the second round for call for proposals, we managed to uphold a constant and continuous communication on the phone and on the web with those who had submitted their application and still had not been informed on the outcome thereof.

In the modified two-round third open call, we received an unexpectedly high number of 1477 applications by the deadline of the submission of project outlines (that is by 24 September 2007).

During the whole evaluation period of the project outlines, despite the regular and timely communications released on our website, there was an ongoing inflow of questions from the applicants asking for more information on the result of their application and on the scoring. By the beginning of February 2008, we had managed to finish this process. Then the Project Selection Committee succeeded in selecting 165 project outlines, including 20 seed money winner applications. We then were in a position to post hard copies of notification letters, in addition to the electronic versions, to all the applicants, on the outcome of their application.

Since February 2008 we have been in close contact with the winners and have been answering their questions and giving them guidance on how to compile their fully fledged applications.

In order to facilitate the applicants' work we held two info days in the first half of 2008, one in February and one in March. The Frequently Asked Questions section of our website and the Central Helpdesk of the National Development Agency (NDA) have been doing a good job of giving information to those who need it, on a wide range of questions and queries concerning application and implementation aspects of the EEA and

Norwegian FMs. However, many of the more difficult questions are usually forwarded from the central helpdesk to us (NFP) in order to give appropriate replies.

Review of the communication actions planned for the current reporting period

The list below gives an overview of the previously planned activities indicating whether they have been fulfilled or not. The table is followed by a “Remarks” section containing the details and information related to the fulfilment of the planned activities.

Target group	Measures/Events	Means	Status
All potential applicants, general public	Websites continuously to be updated	Internet	Fulfilled
	Helpdesk service	Fax, e-mail	Fulfilled
	Presentations, workshops	Presentation	Fulfilled
	Consultation hours at the NFP	Personal consultation	Partly fulfilled
	Press conference introducing the projects that have been approved by the FMC / NMFA	Media	Fulfilled
	List of projects approved by the Project Selection Committee to be made public	Internet	Fulfilled
	Publicity of the start of implementation of projects	Media, Internet	Fulfilled
	Documents necessary for the submission of the complete projects to be made public	Internet	Fulfilled
	Press release about the third deadline of submission	Media	Fulfilled
	Dialogue with the general public	Internet	Fulfilled
	Update of the application Form User Guide	Internet	Fulfilled
Applicants	Letters about the decision of the FMC / NMFA	Direct mail	Fulfilled
	Letters about the registration of the project proposals submitted in the third round	Direct mail	Not fulfilled

	Letters about the result of technical evaluation of the project proposals submitted in the second round	Direct mail	Fulfilled
	Letters about the decision of the FMC/NMFA about the results of projects of the second round	Direct mail	Fulfilled
	Letters about the results of the PSC on the projects submitted in the second round	Direct mail	Fulfilled
	Letters about the automatic refusal of the project concepts submitted in the third round	Direct mail	Fulfilled
	Project-starting workshops	Workshop	Fulfilled
	Appeals, complaints to be handled	E-mail, direct mail	Fulfilled
	Letters about the result of formal evaluation of the project proposals submitted in the third round	Direct mail	Fulfilled
All potential applicants, general public	Website will be continuously updated	Internet	Fulfilled
	Helpdesk service	E-mail	Fulfilled
	Presentations, workshops	Presentation	Fulfilled
	Press conference introducing those projects that have been approved by the FMC / NMFA	Media	Fulfilled
	List of selected project concepts (appr.165) will be made public	Internet	Fulfilled
	Publicity of the start of	Media, Internet	Fulfilled

	implementation of projects		
	Documents necessary for the submission of the complete projects will be made public		Fulfilled
Applicants	The list of submitted project concepts will be put on the website	Internet	Partly fulfilled
	Letters about the decision of the FMC / NMFA about the results of projects of the second round	Hard copy mail	Fulfilled
	Letters to applicants of the selected project concepts	Hard copy mails and E-mail	Fulfilled
	Project-starting workshops	Workshop	Fulfilled
	Appeals will be handled	E-mail, Hard copy mail	Fulfilled

Remarks

On the website of the National Development Agency (www.nfu.hu) all the necessary information, special and general, on the Mechanisms, up-to-date news and statistics can be found. Potential applicants and the general public have been and are being continuously informed about the latest news concerning the EEA and Norwegian Financial Mechanisms, especially up-to date information on the appraisal of the second call for proposals. On 1st June 2007 the 3rd call for proposal was announced and since then, all the necessary documents for the application have been made available on the website both in Hungarian and in English. There are also links to the documents and guidelines of the central website of the FMO, www.eeagrants.org.

Due to the fact that the application procedure has been suspended, the originally planned consultation hours haven't been held. After the launch of the new application round, communication via the e-mail became the main form of contacting the general public and also for giving information to potential applicants. However, there have been a few instances, when we personally handled some cases of those planning to submit application.

Project promoters of the second round of call for proposals were informed about the decision of the PSC. 41 letters were sent to those applicants whose projects were proposed to be granted, 196 to those, who were rejected, and 4 to those who are on the reserve list.

The direct helpdesk of the National Focal Point, through which questions of the potential applicants are answered and which was formerly operated by an external operator

(Promei Kht), has become a very popular and efficient means of communication. Questions and queries sent in written form via email or fax are answered at the latest in 3 to 5 working days. Also the central helpdesk of the National Development Agency (NDA) could be called and contacted by the applicants or by potential applicants, whenever they deemed it necessary. The helpdesk operators are educated, trained and well-informed people who are able to answer any kind of incoming questions. They all know very well the latest news and, of course, the rules and procedures concerning the programme of the EEA and Norwegian Financial Mechanisms.

There was a constant and continuous communication between the NDA and the project promoters in order to inform them and get information from them on the ongoing projects.

Then, having evaluated and selected the most eligible projects of the second call, the NFP held personal consultations with all the 41 winners.

On the website of the National Development Agency (www.nfu.hu) all the necessary information, special and general, on the Mechanisms, up-to-date news and statistics can be found. Applicants and the general public have been and are being continuously informed about the latest news concerning the EEA and Norwegian Financial Mechanisms, including up-to date information on the appraisal of the second call for proposals and also information on the outcome of the selection process of the first round of the third call. The whole evaluation procedure was closed on 6 March 2008. All the necessary documents needed for a successful submission of an application have been made available on the website.

Through the Central Helpdesk of the NDA and also through the helpdesk service of our Department (called: Managing Authority for International Co-operation Programmes as being the National Focal Point), many questions of the potential applicants were answered. This means of communication has become a very popular and efficient way of giving information to those who really need it. Questions and queries sent in written form via email or fax have been answered in 3 to 5 working days at the latest. In the reporting period the NFP has received and answered 1150 incoming questions sent by phone and 1480 questions sent by email.

Due to the high number of project concepts (1477) submitted until 24 September 2007, the project promoters have not been informed about the registration of their proposals through hard copy notification letters, however they got information on the outcome of their application, once the evaluation and selection procedures were finished.

In this reporting period, project promoters of the first and second rounds of call for proposals were continuously informed about the decisions made by the FMC / NMFA through official letters.

The NFP is proud to announce that in this present reporting period the first project has already been completed which was financed by the EEA Financial Mechanism (HU 0038 Renewing REC Conference Centre) and of which official opening was held on 27 June 2008.

Publicity activities/main events done by the Senior staff-members of the NFP (NDA):

Date	Place / Event	Target group
5 June 2007.	Budapest / Workshop	Directly: Staff of the Call Center of the NDA, indirectly: the general public and the potential applicants
6 June 2007.	Budapest / Press Conference	Potential applicants
21 June 2007.	Budapest / Presentation	Project Consultants (National Association)
28 June 2007.	Győr / Presentation	Local Authorities, general public
30 August 2007.	Budapest / Presentation	Environmentalist
10 September 2007.	Budapest / Talks	Staff of Ministry of Defence
18 September 2007.	Budapest / Presentation	Project Consultants (National Association)
4 October 2007	Budapest / Press Conference	Potential applicants, General public
7 November 2007	Budapest / University discussions	Students
30 November 2007	Budapest / NDA	Representatives of Churches
25 February 2008	Conference, Budapest	Winner project promoters of the first round
27 March 2008	Conference, Budapest	Winner project promoters of the first round
27 June 2008	Project Closing Conference (REC), Szentendre	General public, Media

10. Irregularities; compliance on legal issues

Based on the regular reports of the CFCU the NFP states that no irregularities in the framework of the Financial Mechanisms were detected.

Implementation of the Financial Mechanisms is in line with all relevant laws and regulations, no legal problems are expected either during the application procedure or during projects' implementation.

In accordance with the Irregularities Guideline the Hungarian Focal Point reports on irregularities with the completion of the irregularities reporting template. We have already forwarded 3 reports regarding the periods October - December 2007, January - March 2008 and April - June 2008 in two months following each quarters.

11. Work plan and audit plan

11.1 Work Plan for the next year

Date (month, year)	Activity				
	General	“2004 projects”	1 st round projects	2 nd round projects	3 rd round projects
August, 2008	Development of EMIR modules	Project implementation	Grant decisions, GAs, ICs, RAIs	Grant decisions, GAs, ICs, RAIs	Closure of formal checks, beginning of technical evaluation
9 August 2008			Project completion, opening ceremony of project HU 0021 Baroque heritage, prosperous community. Reconstruction of the Hiemer-Font-Caraffa block, Phase II.		
11 August 2008	Deadline for submission of Annual Reports				
September, 2008	Monitoring Committee meeting, Development of EMIR modules, project monitoring, preparation of Procedures manual and an Audit trail	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Technical evaluation, quality assurance, working committee-meetings
10-11 September, 2008	Annual Meeting				
October, 2008	Development of EMIR modules, project monitoring, public procurement procedure in order to select a company for project	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Project Selection Committee meeting, translation of winner projects, answering complaints, forwarding translated projects to the

	support, preparation of Procedures manual and an Audit trail				FMO (if any)
November, 2008	Development of EMIR modules, project monitoring, preparation of Procedures manual and an Audit trail	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Forwarding translated projects to the FMO
December, 2008	Testing of EMIR modules, project monitoring, preparation of Procedures manual and an Audit trail	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Forwarding translated projects to the FMO
January, 2009	Filling-in the EMIR modules with the available data, project monitoring	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	RAIs, Grant decisions
February, 2009	Filling-in the EMIR modules with the available data, project monitoring	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	RAIs, Grant decisions
March, 2009	Project monitoring	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	RAIs, Grant decisions
April, 2009	Project monitoring	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	RAIs, Grant decisions, GAs
May, 2009	Project monitoring, Monitoring Committee meeting	Project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	Grant decisions, GAs, ICs, RAIs, project implementation	GAs, ICs, project implementation

11.2 Audit plan

The Government Control Office carried out an audit in the beginning of 2008. The findings of their report are the following:

- *A Procedures manual and an Audit trail should be prepared* - steps have been taken
- *A contract should be concluded with the developer of the EMIR system* - the contract has been signed and the deadline set for finishing the development of the relevant modules is 31 December 2008.
- *Members of the Project Selection Committee should make a declaration on secrecy and incompatibility* - declarations were requested in the selection process of the third round and will also be requested in the future
- *An agreement should be made with the head of the CFCU about the system called “ Previous and Post Executive Control Embedded in the Processes” (Folyamatba Épített Előzetes és Utólagos Vezetői Ellenőrzés)* - steps have been taken to conclude the agreement until the set deadline (30 September 2008)
- *The directive of the president of the NDA about the rules of filing should be completed with the rules related to the EEA and Norwegian FMs* - steps have been taken
- *The list of the projects financed from the 2004 allocation should be made public* - the list is put on the website.

The Internal Audit Department of the NDA is planning an audit for the functioning of the FMs during the next reporting period.

12. Annexes

12.1 Relevant laws and regulations

Government Resolution No. 2091/2005. (V.19.) on the elaboration of the Memoranda of Understanding with the EEA countries, that empowered the Minister Without Portfolio to sign the Memoranda of Understanding on the implementation of the EEA and the Norwegian Financial Mechanisms 2004-2009.

Government Decree 201/2005. (IX.27) on the publication of the EEA and the Norwegian Financial Mechanisms (201/2005. (IX. 27.) Korm. rendelet a Norvég és az EGT Finanszírozási Mechanizmusok 2004-2009 közötti végrehajtásáról szóló együttműködési megállapodások kihirdetéséről)

Government Decree 85/2004 (IV.19) on the regional aid map and on state aid procedures in accordance with Art. 87 (1) of the Treaty establishing the European Community (85/2004 (IV.19) Korm. Rendelet az Európai Közösséget létrehozó Szerződés 87.cikkének (1) bekezdése szerinti állami támogatásokkal kapcsolatos eljárásról és a regionális támogatási térképről)

Act LXXIV of 1992 on Value Added Tax (1992. évi LXXIV. törvény az általános forgalmi adóról)

Act LXXVIII of 1997 on the formation and protection of the built environment (1997. évi LXXVIII. törvény az épített környezet alakításáról és védelméről)

Act XXXVIII of 1992 on the Public Finances (1992. évi XXXVIII. Törvény az államháztartásról)

Government Decree No. 217/1998 (XII.30.) on the Rules of operation of Public Finance (217/1998. (XII.30. Korm. Rendelet az államháztartás működési rendjéről)

Act CXIX of 2005 on the modification of acts on taxes, levies and other payments to the government budget (2005. évi CXIX. törvény az adókról, járulékokról és egyéb költségvetési befizetésekről szóló törvények módosításáról)

Act CXXIX of 2003 on Public Procurement (2003. évi CXXIX. törvény a közbeszerzésekről)

Act C of 2000 on Accounting (2000. évi C. törvény a számvitelről)

Government Decree No. 242/2006 (XII.5.) on the implementation of the Norwegian Financial Mechanism and the EEA Financial Mechanism (242/2006 (XII. 5.) Korm.

rendelet az EGT Finanszírozási Mechanizmus és a Norvég Finanszírozási Mechanizmus végrehajtási rendjéről)

12.2 Statistics of the latest application period, the third call for proposals (figures concern both Financial Mechanisms combined)

Final list of the 165 projects selected by the Project Selection Committee out of the submitted 1477 outline applications

It is important to note that the first 20 projects in the list received Seed Money grant as well for facilitate the preparation of the necessary documentation to the 2nd phase of the application procedure in the third Call for proposals.

No.	Applicant name	Title of the project
1	József Mindszenty Catholic Primary School	“Serving the community” – Norwegian – Hungarian Cooperation to Implement Integrated Kindergarten Education in Esztergom
2	Bélkő Non-Profit Regional Development Company	Innovation Center for Renewable Energy Technologies
3	“Skanzen” Value Conservation, Traditionalist and Tourism Public Benefit Association	Creating of the “South – Zala Skansen” Outdoor Museum and Traditional Center
4	Ignác Semmelweis Foundation	Genetic examinations in foetal stage for developing European-level healthcare
5	Babuka Services Non-profit Ltd	Integration of disadvantaged and Roma children by establishing and maintaining a network of family day care centers
6	Budapest University of Technology and Economics - Faculty of Electrical Engineering and Informatics	Integrated utilization of biomass and geothermal energy sources: staged realization of a model mini power plant, its components and design
7	HYDRO POWER CONSULTING Hungarian Consultation Limited Liability Company	Low-power hydroelectric power station on Bársonyos
8	Autism Foundation	Establishment of a Unique, Demanded Autism Education Centre in Hungary (Extension of the adult training and professional educational program of the Autism Foundation, improvement of the conditions)
9	Local government of Tetétlen	Building an integrated institution for handicapped children aged 0-18 including the building of a rehabilitation centre, a day care centre and support service, as well as a speech and movement developmental centre
10	Social Welfare Public Foundation of the Hungarian Defence Forces	Education programme to support the reintegration of ex-soldiers in the labour market
11	Multipurpose Association of Salgótarján Micro-Region	‘Co-operation in order to elaborate integrated education in the micro-region’
12	Local Government of Gelse	Establishing a complex health care centre in Gelse
13	Health Care - IT Research & Development Centre - Faculty of Information Technology, University of Pannonia	More efficient allocation of health care resources by the aid of RFID

14	Rom Som Foundation	Assisting of under-educated adults living in settlements and surroundings to continue their education with initiating a target integrated training and service potential
15	Municipality of Csenger	The construction of the geothermal system of public utilities and swimming pool for Csenger town and micro-region centre
16	First Hungarian Project House Investment, Development and Services Ltd.	“Egészségváros” – Centre for children and adult rehabilitation – Health care development program for the area of Csongrád
17	Foundation for the Reformed Church of Mezőcsát	Reconstruction of the Reformed School of Mezőcsát and organisation of after-school care activities
18	Municipal Government of Kisújszállás	The Modernization of Public Electricity Supply in the Public Institutions of Kisújszállás Utilizing Renewable Energy Resources (solar and wind-power)
19	Szigetvári Egészségügyi Ellátó és Szolgáltató Kft.	Modernising the Usable Hot-Water Supplying System of Szigetvár Hospital and Outpatient Centre through Utilisation of Renewable Energy and Waste-Heat
20	‘Roma’ Education Fund	Civil extra-curricular study group programmes – promotion of co-operation and institutionalisation
21	Tűzmadár Foundation for Quality Life	Foundation of a Center for Psycho-Oncological Rehabilitation, establishing a detached infrastructural background
22	Magyary-Kossa mansion in Gyönk	Renovation and revitalization of the Magyary-Kossa mansion in Gyönk based on utilization plans
23	Youth for the Future - Association of Public Benefit	„The Outstanding Talents of the Sub-region” – Programme (A sub-regional Talent Enhancing Organization for poverty-stricken children).
24	Reguly Antal Secondary Technical School and Hostel	Redeeming the fuel energy needs of buildings of Reguly Antal Secondary Technical School and Hostel with the help of renewable energy
25	Biokontroll Hungária Checking and Certifying Public Utility Company	Chemical safety factors in ecological (organic) agricultural production practices
26	Local government of Zalacsány	Enlargement of the sewage cleaning plant of Zalacsány – facilitating introduction of technologies not causing pollution
27	International Children's Safety Service Hungarian Association	Rehabilitation, healing and integration of children with chronic bad health and social conditions
28	Zrínyi Miklós National Defence University (ZMNDU)	The Principles, Possibilities, Forces, Means, and Methods of Re-establishment of Border Control on the Internal Schengen Borders with the Use of the Experience of the Norwegian National Police Forces and of the Results from
29	St. Nicholas Foundation	The creation and development of the Youth Hostel of Nyíregyháza to promote and support equal opportunities for all school age children, and students in higher education
30	Ópusztaszer National Historical Memorial Park Public Company	Development of the National Historical Memorial Park into an international thematic tourism product by modernizing the building of the museum and establishing a collection on “Europe in the IX - XIIth Centuries.”
31	Municipality of Gödöllő	Rehabilitation and multifunctional utilization of

		areas forming integral part of historical and cultural heritage
32	Hungarian League Against Cancer	The establishment of a complex network to treat and prevent cancer related illnesses more effectively in Somogy County in the co-operation of the Hungarian League Against Cancer and the micro-regions
33	Acheuron Hungary Ltd.	Discovery of plaque dissolving agents to prevent/cure amyloid diseases such as Alzheimer's, Parkinson's, type 2 diabetes and macular degeneration
34	Municipality of Békés	A sound mind in a sound body - Mens sana in corpore sano" i.e. Development of Physio-therapeutic Health Center in Békés City
35	DEKUT Research&development Public Utility Company in Debrecen	GENOMEGRID
36	Institute of Ecology and Botany of the Hungarian Academy of Sciences (IEB)	Innovative geothermal and biomass based heating system at Vácrátót
37	Municipality of Siklós	Renovation of castle at Tenkes
38	National Centre for Epidemiology	Monitoring of HIV pandemic in Hungary by molecular virological methods
39	Mateszalka Technical Secondary School and Dormitory	Establishing modern conditions for the human resource service from the aspect of rare professions and adult education
40	Hungarian National Association of Local Authorities	Local Government capacity-building program based on Norwegian experiences 2009-2010
41	National Security Office (NBH)	Professional Training for the Personnel of the National Security Office; Establishment of Training Center
42	Ministry of Social Affairs and Labour, State Secretariat for Equal Opportunities	Main title: Gender equality: an opportunity for the society Subtitle: National training program for the public and NGO sector to tackle gender-related problems of the labour market.
43	Local Government of Sümeg Town	Past, Present And Future In The 400-year-old Episcopal Palace
44	Municipality of the Village Nagykörű	Establishment of the Sustainable Development along the Middle-Tisza
45	Hungarian Association of Hairdressers, Dental – Technicians, Beauticians, Manicurists, Chiropodists and Nailmakers, Sodawater Manufacturers, Dry-Cleaners (MOSZI)	Provide technicians to Europe!
46	Csongrád County Police Headquarters	HU-NOR: Cooperation of Norwegian and Hungarian Police Institutions in Crime Prevention
47	University of All Knowledge Scientific Public Utility Company ("Encompass": ENCyclopedic knOwledge Made a Popular ASSet)	Hungarian results and social benefits of research, development and innovation: awareness-raising and incorporation into education curricula
48	Diótörés (Nut-crack) Foundation	"The walnut clicks here" – support for disadvantaged people in order to prevent various diseases developing due to their life-circumstances and lifestyles, contributing to their social integration this way
49	Municipality of Anarcs	Development of historical village centre in Anarcs;

		the cultural and intellectual heritage of the cosmopolitan poetess, Czóbel Minka and presentation of rural gentry' life in their built environment
50	Foundation for the Well-equipped Tokaji Ferenc Secondary Grammar and Secondary Vocational School	The Exemplary Introduction of Waste Management Vocational Training in the Tokaji Ferenc Secondary Grammar and Secondary Vocational School Based on a Norwegian Model
51	Hungarian Academy of Sciences, Institute for Psychology	Addiction policy in Hungary in EU context
52	Upper Tisza Environment protection and Water Directorate	Development and application of environmentally sound materials and technologies in river regulation
53	European Approach for People Foundation	Creating the basis for natural wildlife management through the completion of a complex educational program
54	ÁGOTA – For the Support of Young People Living in State Care Foundation	“Ágotafalva”: Establishment a Methodology and Community Centre for the improvement of living conditions of children in state care
55	Carpathian Foundation International	Creating and achieving Equal Opportunities – Resource Mobilization and Competence Development in Communities of Small Settlements in the North-Hungarian and North-Plain Regions
56	Tizsáninnen Reformed Church District	“Giving A Chance”: developing and running a network of extracurricular complex developmental and educational programs for disadvantaged and Roma children and youth.
57	Municipality of Szerencs	The renovation of monument building complex and its surroundings in the historical town centre of szerencs
58	Municipality of Szentlőrinc	research into the utilisation of geothermal energy: the extraction of the energy of rock heat by means of rock-splitting procedure
59	Nyírségvíz Nyíregyháza and its region's Water and Sewage System Company	Expansion of the sewage works of Nyírbogdány with live-dross technology and the agricultural utilization of the spring up compost materials
60	Municipality of town Csorna	The school of equal chance
61	Municipality of Dunaszeg	Establishment of a Health Center in Dunaszeg
62	Budapest Border Guard Directorate	Fight against document fraud in the first line of Schengen borders
63	Property Foundation	Inter-Danube-Tisza area 2025 – Sustainable Development Conception
64	The Multi-Purpose Association of the Edelény Micro-Region	Fighting organized crime in the Edelény Small Region through new methods
65	Municipality of Baja	„Heritage of Treasure Bácska” – Cultural, Artistic and Community Center of Upper-Bácska
66	Hétfő Foundation	The Complex Ecological Development of Csillagjáró School
67	Local Government of Konyár	A Comprehensive Development of the Treatment of the Environment in the Derecske-Létavértes Micro-Region
68	Hungarian Society of Pathology	Technology development of a regional/national telepathology network: innovation, setting up and testing of an integrated system for routine diagnostics
69	Közgazdasági Politechnikum Secondary	Adult training, vocational education, promoting

	Vocational School	enterprise development
70	FVM –MGI Hungarian Institute of Agricultural Engineering	Establishing a National Bioenergetics Competence Centre
71	Municipality of Mezőberény	Integrated Cultural and Monument Preservation Project in Mezőberény
72	Energy Agency Development and Service Non-Profit Company	Establishment of development- and communication network for energy projects
73	HAS Biological Research Center (BRC)	Improvement of food and environmental safety in wheat by means of the significant increase of fusarium head blight resistance.
74	Municipality of Szederkény	Health in the Centre – Model Program of Szederkény
75	Local government of Érsekcsanád village	Enhancement of the energy efficiency use of alternative sources of energy in the public institutions of Érsekcsanád village
76	Civil Society Development Foundation Hungary (CSDF Hungary)	Norway House – Community Training Center
77	Piarist Convent	Renovation of the Piarist Church/Undercroft, Convent and Dormitory for reviving religious and sightseeing tourism, providing accommodation for students
78	E-misszió Nature Protection and Environmental Association	Improving the conditions of environmental education in Szabolcs-Szatmár-Bereg county
79	‘Diósdomb’ Scientific Educational and Environmental Association	WE HAVE ONLY ONE ATMOSPHERE - Establishment of an Environmental Awareness Education Centre and Scientific Themepark in Kehidakustány
80	Early Developmental Centre Foundation	Strengthening developmental chances of little babies with method of early childhood intervention
81	Hungarian Helsinki Committee (HHC)	Improving the Hungarian Law Enforcement Legislation and Practice in light of Experiences Gained from a Cooperation between Hungarian and Norwegian Police Experts
82	Fülöpjakab Local Government	With environmentally aware farming, health-conscious with thinking for our common future - joining forces on the Homokhátság
83	„Kelet-Food 2000” Élelmiszeripari Korlátolt Felelősségű Társaság (Food Industry Limited Liability Company)	Biogas from sewage water - joint responsibility for our environment
84	Csányi-Virág Ltd.	Environment Friendly Utilization of Geothermal Resources for Job Creation in Csányi-Horticulture in Balástya
85	Municipality of Hajdúböszörmény	Living regional peasant houses – the utilization program of “regional peasant houses of hajdúböszörmény” a group of ethnographical monument-buildings
86	Local Government of Edelény Town	“For the youth of the Edelény micro region”. Forming an integrated local information and advisory center, its integration into the central network.
87	Reformed Parish of Füzesgyarmat	“Conservation of national monuments and establishment of a cultural and faith life centre”
88	Sensation Event Marketing Kft.	Museum of european cultural heritage
89	Local Government of Szentpéterszeg	Modernization of Szentpéterszeg’s governmental institutions’ heating systems with renewing

		geothermal energy
90	Veszprem County Police Headquarters	Development through training and cooperation in Pannonia - improvement of conditions and circumstances for combating organized crime in the Central-transdanubian region
91	Local Government, town of Mezőtúr	“Sewage sludge treatment with the use of clean technology in the sewage treatment plant in Mezőtúr”
92	Energy Agency Development and Service Non-Profit Company	Construction of an innovative sewage sludge pelletising/incineration equipment
93	Regio Pelso Public Benefit Public Endowment	Mapping the Chemical Soil Pollution and Assessment of the Rate of the Contamination in the North-Balaton Region
94	Municipality of the city of Veresegyház	Extending of low enthalpy, geothermal energy based, zero emission district heating system in Veresegyház.
95	Municipality of the city of Gárdony	Installing geothermal water based zero emission district heating in Gárdony.
96	Hungarian Reformed Church, Mission for Saving Troubled Youth, Drug Rehabilitation Home of Ráckeresztúr	Establishing a residential home for the treatment of adolescent drug abusers
97	FULL RECYCLING Waste Management Ltd.	Recycling of post-consumer PET bottles for food industrial purposes
98	Liszt Ferenc Academy of Music, Department of Church Music	Hungarian – Norwegian tertiary education cooperation in the area of researching music traditions in the Middle Ages
99	National Széchenyi Library	Renewal of outer doors and windows in Buda Palace “F” building
100	The Local Government of the Village Hosszúhetény	Better chance for an improved standard of living
101	Local Government of Jánoshida	The Premontrean Monastic Quarters’ reconstruction and its redevelopment as a museum in Jánoshida
102	Municipality of Szarvas	Finalization of the renovation of the Mitrovszky-castle and its use for public purposes
103	Autonomy of Gáborján Settlement	Heating modernization of the autonomous institutes with exploitation of geothermal revolving energy source
104	Mentor Foundation	Let’s go together to the Forest School (Menjünk együtt Erdei Iskolába)
105	TREASURE Micro-Region Innovation Assotiation Szentendre	Establishing an Innovation and Design Center in Szentendre, in order to develop the regional/countrywide innovation.
106	Budapest University of Technology and Economics	The Modernization of the Adult Learning in the Budapest University of Technology and Economics
107	Carpe diem Recreation and General Trainee Foundation	With the help of the integration into a better Europe of the XXI. Century
108	Hárskút Renewable Energy Centre Foundation	Realization of organic goat farm and cheese dairy
109	Mátra Medical Institute (abbreviated as MÁGY)	A renewable energy utilizing heating system to replace polluting, fuel oil-based boilers
110	Kapos Innovation Transfer Centre Public Company	Regaining carbohydrate from polyethylene and polypropylene plastics in the Dombóvár small region, using an innovative technology
111	ESZTER foundation for the Rehabilitation of the Victims of Violent Sexual Attack	Extension of the capacity of the ESZTER Foundation for improvement of the mental hygiene

		care of the victims of sexual violence
112	Psychiatric Special Hospital of the Self Government of Szabolcs-Szatmár-Bereg County	'The Improvement of the Mentalhygienic Attendance of People Living in Sz-Sz-B County Applying Distant Diagnostic'
113	Zemplén Stone-works Ltd.	MINERALREAKTOR
114	My-Tech Agro	Cultivation of an Energetical Plant, Petemi (Sida hermaphrodita L. Rusby) in Hungary
115	Hungarian Maltese Charity Service	Develop the Hungarian Maltese Charity Service's health-care capacity via buying a new mobile X-ray screening centre
116	Municipality of Százhalombatta	The creation of equal opportunities for handicapped by the exemption of obstacles in primary schools
117	EGERERDŐ Forestry Corporation	Improvement of nature protection in Szalajka Valley at Szilvásvárad through education to environmental consciousness
118	Borsod Abaúj Zemplén Megyei Kórház és Egyetemi Oktató Kórház	Prevention in the field of children's audiology in Northern Hungary
119	Baranya County Local Government	Reconstruction of the Janus Pannonius Archaeological Museum and the addition of new functions
120	Nékám Foundation	„Development of infrastructural background of the 21th century's medical education. Prevention of „brain drain” from Semmelweis University's Dept. of Dermatology.”
121	Local Government of Ibrány	Energy – rationalizing of the institutes of public education of the Local Government in Ibrány involving alternative energy
122	CBp Carbon Hungary Ltd.	Research on the utilization possibilities of by-products resulting from the reprocessing of scrap tires for electrical energy production
123	Peter Cerny Foundation for Curing Sick Babies	“Equal opportunities for sick babies by provision of dedicated ambulances”
124	Majsa Foundation	Formation of Ecohouse of Kiskunmajsa, and Conveyance of our experience on the field of Renewable Energy Resources
125	Child Protecting Centre -Nógrád county	The improvement of living standards of those living under child protecting care in Nógrád county
126	Nyírkáta Reformed Congregation	Renovation of the Reformed Church of Historical Value and its Connected Catholic Church Ruins of Nyírkáta Settlement
127	NYÉK-REST AGRO Agricultural, Industrial and Service Ltd	General-purposed application of geothermal energy, establishing a sample farm in Gyöngyarló
128	NEURO CT Pécs Diagnostics Centre Ltd.	"Prevent further damage" - Applied neurological research performed by high-field fMRI
129	Cordi R&D NPC	Identification and characterization of diabetic subgroups in the Hungarian population
130	Budapest TECH (BMF)	Educational improvement at the Budapest Tech in the spirit of market adaptability
131	Apor Vilmos Catholic College	Developing family day-care centers in Vác Diocese
132	Interest-Trade Industrial, Commercial and Service Ltd.	„development and application of the phytobioreactor in the plant cell and tissue cultivation, with special regard to the industrial biomass potential and biomedicinal possibilities”
133	DEOEC - University of Debrecen, Medical and Health Sciences Center	Immunotherapy of Non-Small Cell Lung Cancer (NSCLC) Patients

134	Waterworks of Budapest	Geothermic power plant
135	Hungarian Center for Democracy Studies Foundation	Research on political participation and representation towards the enlargement of democratic capacities
136	Somogy County kindergarten, Primary school, Special Vocational School, Students' and children's Home	"Hetet egy csapása" – "Seven at One Hit"
137	Hungarian News Agency MTI Zrt.	Preserving and making widely accessible, through digitalization, a part of the historical photo archives of the Hungarian News Agency (MTI)
138	Institute for Social and European Studies Foundation (ISES)	„New School at the Border” – European University Institute in Kőszeg
139	Korányi National Institute for Tuberculosis and Pulmonology (OKTPI)	Decreasing the frequency of smoking and organizing the basic research of cancerous diseases in connection with smoking
140	Medicinus Foundation	Mobil medical service for providing underdeveloped areas with more effective, quality healthcare service
141	Evangelical- Lutheran Welfare Home	„The grace of the past, the love of the present, the care of the future”
142	Séf Vocational School Commercial and Catering Public utility Company	EU standard in vocational – theoretical and practical - training in Hungary
143	Local Authority of Szentés	Overall heating modernization of the basic education institutes of the Local Authority of Szentés City, by using revolving energy sources.
144	The National Trust of Monuments for Hungary (NTMH)	Restoration of the medieval centre along Cinca – Renaissance scenes in Ozora
145	Camp Europe Felsőrs Non-profit Ltd.	Camp Europe Felsőrs – Roma Music College
146	Municipality of Nagyszénás	The use of geothermal energy at the public institutions and swimming pool of Main-village of Nagyszénás
147	National Association of Radio Distress-Signalling and Infocommunications (RSOE)	River Information Services supported Risk Assessment for the Danube Planned abbreviation: DaRISK
148	Bethesda Hospital Foundation	The Use of Renewable and Alternative Power Sources in the Bethesda Hospital
149	Autistic Foundation of Miskolc	Rest home placement and free labour market employment of intellectual injured young persons getting out of state care.
150	Fund "For the Future of Children with Tumor"	"WITH THE HELP OF NATURE" Forest clinic for mental cure – physical reinforcement (Mental hygiene model center for cancer patients, those in crisis and struggling with various conflicts)
151	Directorates of Aggtelek National Park	"Church of Nature"
152	National Pedagogical Library and Museum (hereinafter referred to as OPKM)	The renovation of the premises of the National Pedagogical Library and Museum, the extension and attendance of its collection
153	Municipality of Tiszavasvári	Renovation of the Dessewffy Castle and expansion of its use for tourism and cultural purposes
154	POLOKT Educational Public Utility non-profit Ltd.	Establishment of Joint National Law Enforcement Training Center
155	Local Government of Újszilvás	Modernization of the Heating System of Public Institutions under the Control of the Local Government of Újszilvás by Utilizing Geothermal Energy

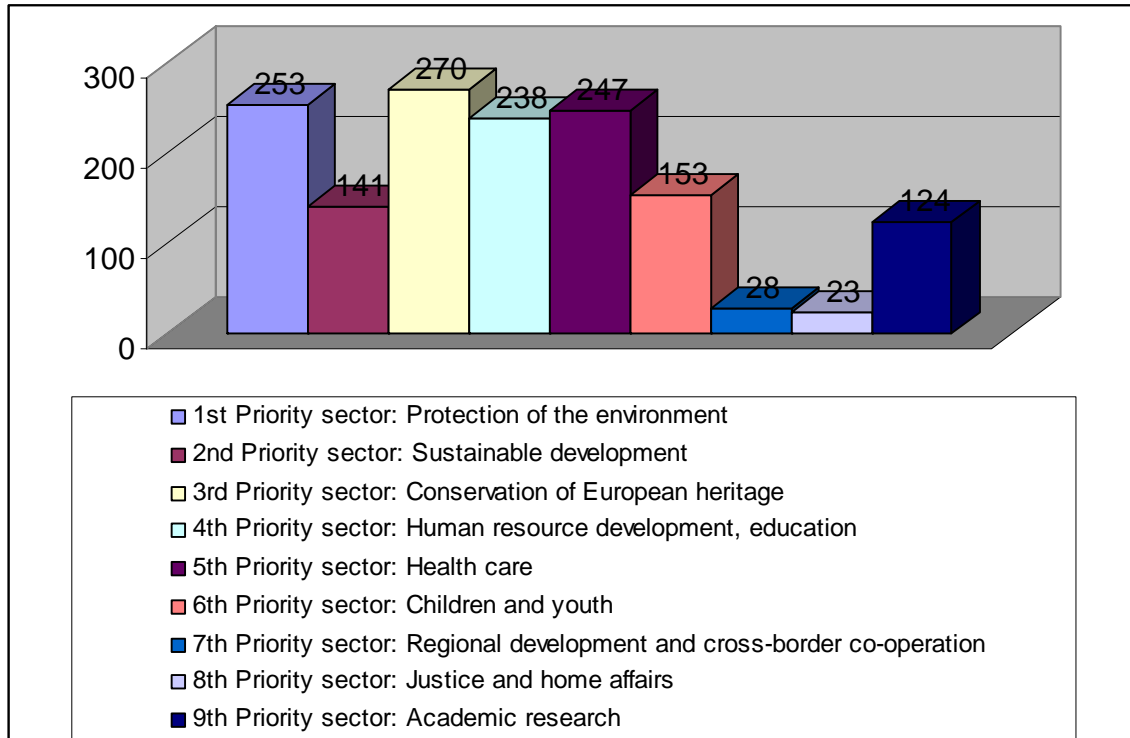
156	Local government of Mezőkövesd	Environmental utilization of the geothermal energy source of Zsóry Thermal Bath and Open-Air Pool in Mezőkövesd
157	National Institute of Oncology	Developing common innovative strategies for cancer care by genomic approaches in Hungary and in Norway
158	Corvinus University of Budapest, Faculty of Landscape Architecture	Cultural landscape heritage inventarisation and mapping for helping to launch the European Landscape Convention, and for the methodology layout of landscape character assesment in Hungary
159	Municipality of Bük	Reconstruction of the Felsőbüki Nagy Pál Elementary School and Catering Trade School, and human resource development in the small region
160	Szolnok University College	Biogas fermentation for the purposes of generating electricity and supplying hot water and heating
161	Local Government of Pomáz	Renewable energy strategy for the microregion
162	Local Government of Berettyóújfalu	Creating a Medical Center in Berettyóújfalu
163	Vichem Chemie Research Ltd.	Development of drug candidates targeting novel molecular targets to combat extreme drug resistant tuberculosis bacterium and to reduce tuberculosis-related destructive inflammatory response
164	Local Government of Újszentiván	Modernization of the institutional system of daytime and adult education system of the Szeged micro region
165	University Catholic Public School Budapest	Reconstruction of the historical building of Budapesti Egyetemi Katolikus Gimnázium locating near the Buda Castle in order to use the building according to it's original function

A/ Applications in the context of the different priorities

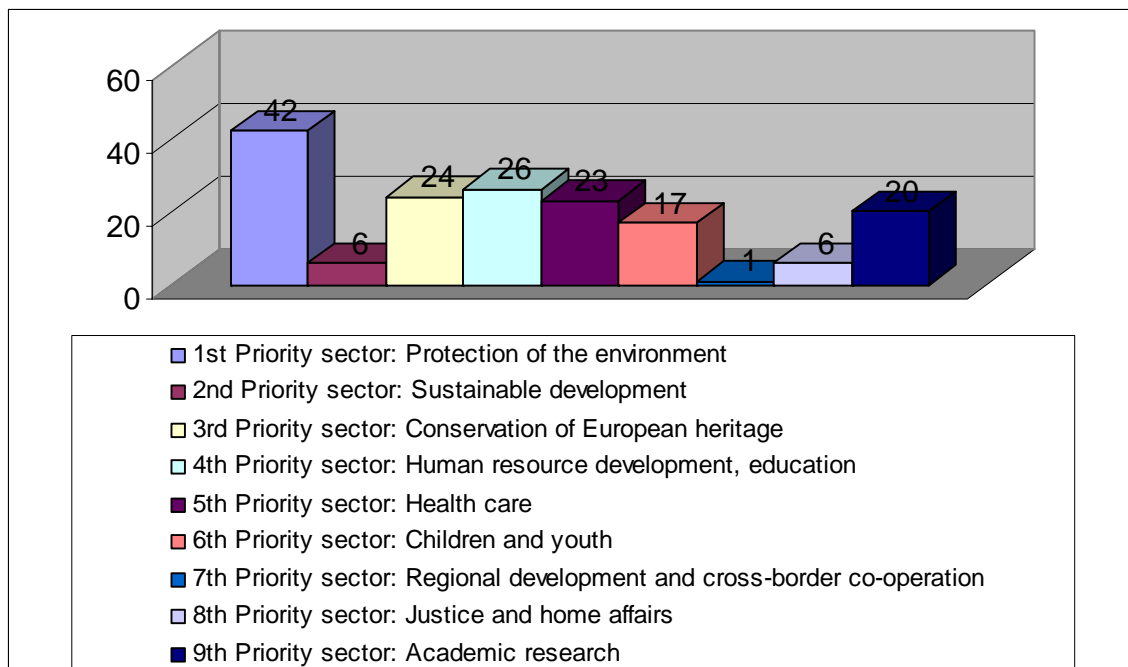
Priorities	Number of project-concepts	Projects qualified for the 2nd phase	Submitted projects in the 2nd phase
1st Priority sector: Protection of the environment	253	42	34
2nd Priority sector: Sustainable development	141	6	6
3rd Priority sector: Conservation of European heritage	270	24	22
4th Priority sector: Human resource development, education	238	26	26
5th Priority sector: Health care	247	23	22
6th Priority sector: Children and youth	153	17	14
7th Priority sector: Regional development and cross-border co-operation	28	1	0
8th Priority sector: Justice and home affairs	23	6	4

9th Priority sector: Academic research	124	20	19
TOTAL:	1477	165	147

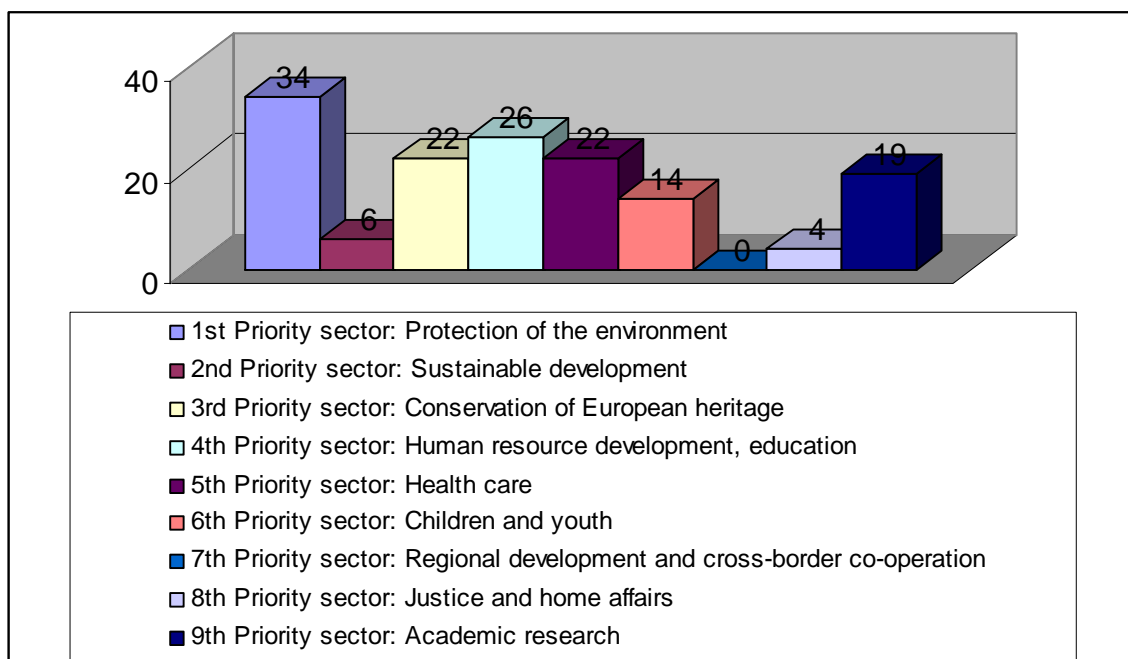
Distribution of project-concepts (1477) in the third call for proposals according to priority sectors



Distribution of project-concepts (165) qualified for the 2nd phase of the application procedure in the third call for proposals according to priority sectors



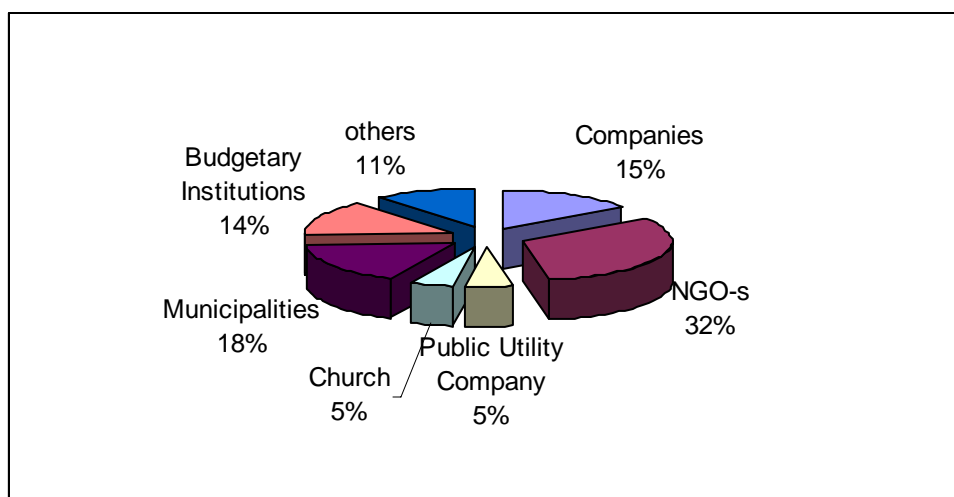
Distribution of submitted applications (147) in the 2nd phase of the application procedure in the third call for proposals according to priority sectors



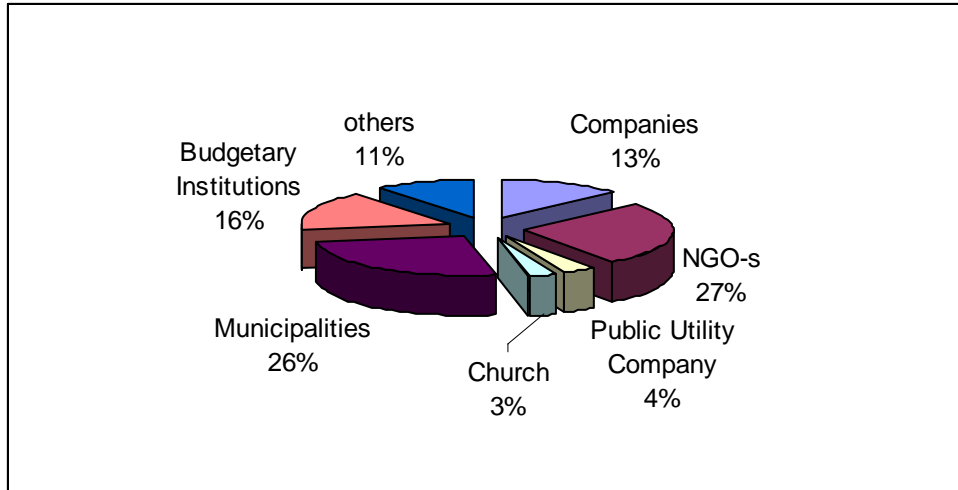
B/ Applications in the context of the applicants type

Applicants	Number of project-concepts	Projects qualified for the 2nd phase	Submitted projects in the 2nd phase
Companies (Ltd., Incorporation)	219	22	19
NGO-s (associations, foundations, chambers etc.)	478	44	41
Public Utility Company.	79	6	6
Church	68	5	3
Municipalities	260	43	37
Budgetary Institutions	209	27	26
Others	164	18	15
TOTAL:	1477	165	147

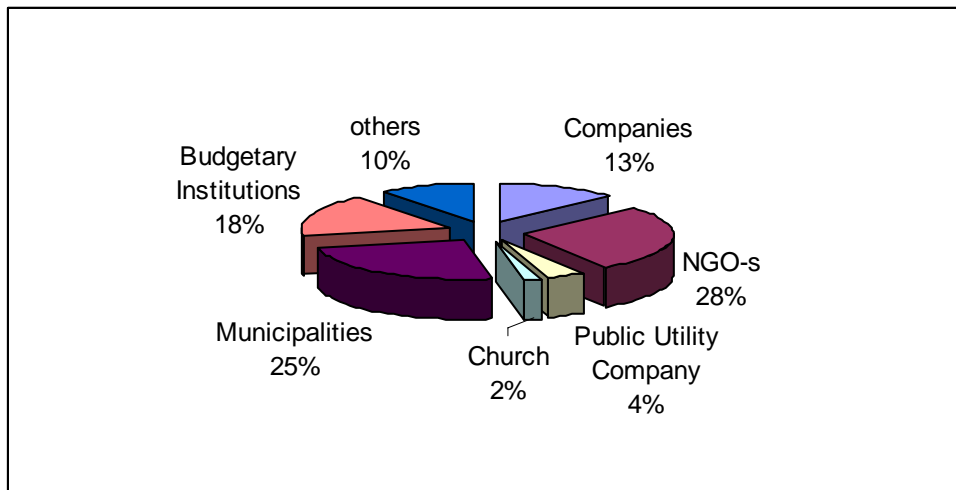
Distribution of project-concepts (1477) in the third call for proposals according to the type of applicants



Distribution of project-concepts (165) qualified for the 2nd phase of the application procedure in the third call for proposals according to the type of applicants



Distribution of submitted applications (147) in the 2nd phase of the application procedure in the third call for proposals according to the type of applicants



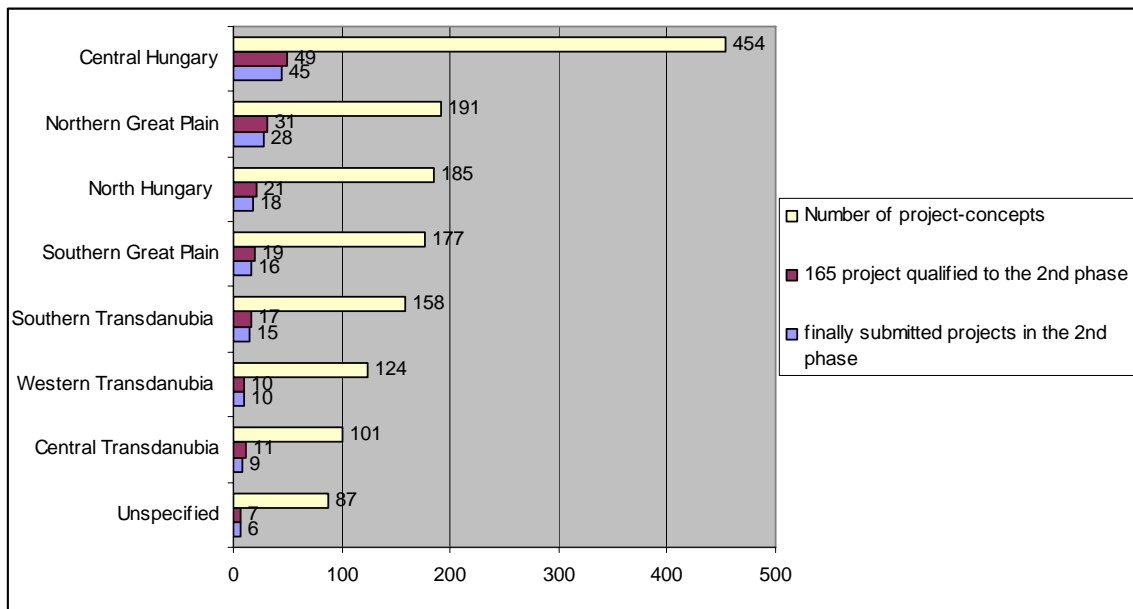
C/ Applications in the context of the regions

Regions	Number of project-concepts	Number of applications selected to the second phase	Submitted projects in the 2nd phase
Central Hungary	454*	49**	45***
Central Transdanubia	101	11	9
Southern Great Plain	177	19	16
Southern Transdanubia	158	17	15
Northern Great Plain	191	31	28
North Hungary	185	21	18
Western Transdanubia	124	10	10
Unspecified	87	7	6
Total	1477	165	147

*of which Budapest is 276 applications

**of which Budapest is 30 applications

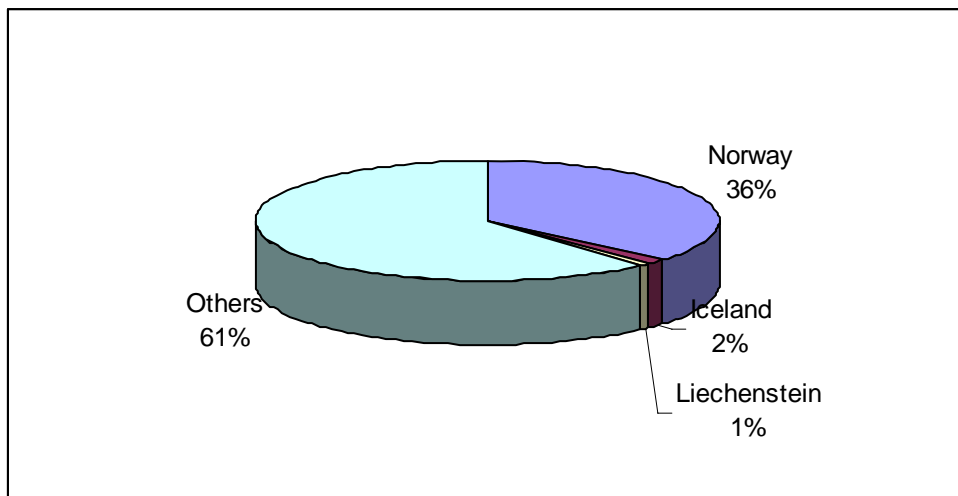
*** of which Budapest is 28 applications



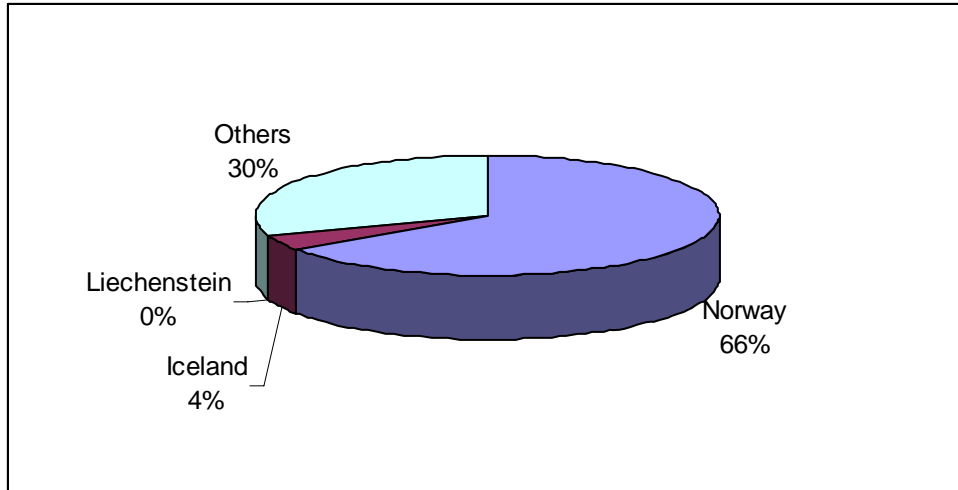
D/ Applications with partners from the Donor States

Donor States	Number of project-concepts	Number of applications selected to the second phase	Submitted projects in the 2nd phase
Norway	536	108	100
Iceland	23	7	5
Liechtenstein	10	0	0
Others/no partner	908	50	42
Total	1477	165	147

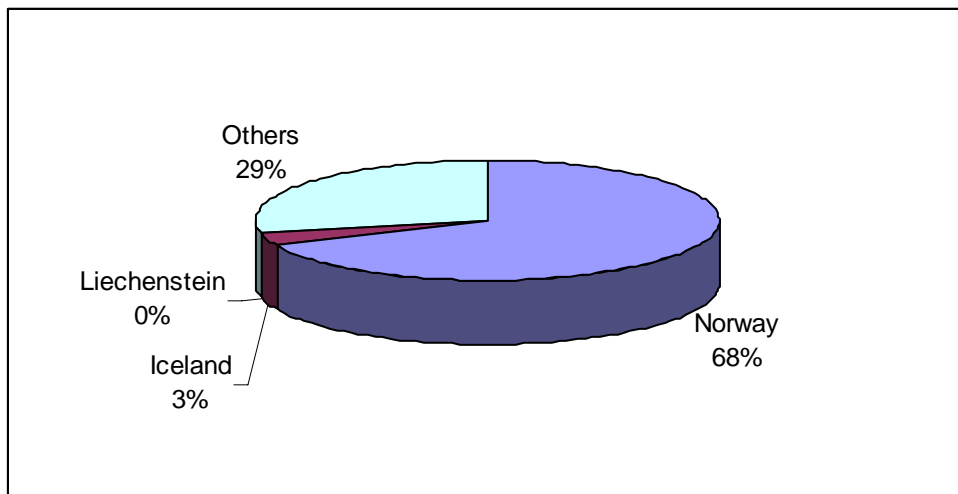
Distribution of project-concepts (1477) in the third call for proposals according to the partners



Distribution of project-concepts (165) qualified for the 2nd phase of the application procedure in the third call for proposals according to the partners



Distribution of submitted applications (147) in the 2nd phase of the application procedure in the third call for proposals according to the partners



12.3 Financial status of implementation (see Annex 1)

12.4. Summary table of project proposals submitted to FMO for approval (see Annex 2)