



**COUNCIL OF
THE EUROPEAN UNION**

Brussels, 2 April 2013

7467/13

**FIN 138
INST 123
PE-L 20**

"I/A" ITEM NOTE

from :	Budget Committee
to :	Permanent Representatives Committee/Council
No. Cion prop. :	6985/13 FIN 105 SOC 141 - COM(2013) 90 final 6986/13 FIN 106

Subject :	<ul style="list-style-type: none">- Proposal for a Decision of the European Parliament and of the Council on the mobilisation of the European Globalisation Adjustment Fund in accordance with Point 28 of the Interinstitutional Agreement of 17 May 2006 between the European Parliament, the Council and the Commission on budgetary discipline and sound financial management (application EGF/2011/023 IT/Antonio Merloni SpA from Italy)- Proposal for transfer of appropriations No DEC 02/2013 within Section III - Commission - of the general budget for 2013
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1. The Commission submitted to the Council a proposal for a Decision of the European Parliament and of the Council on the mobilisation of the European Globalisation Adjustment Fund (EGF), as recorded in document 6985/13 FIN 105 SOC 141, accompanied by the corresponding proposal for transfer of appropriations No DEC 02/2013, as recorded in document 6986/13 FIN 106.

2. The proposal aims at mobilising an amount of EUR 5 037 482 under the EGF to meet an application from Italy to deploy the Fund in connection with redundancies in the sector of domestic appliances. The Italian producer of domestic appliances suffered from a significant downturn in its production due to a drop in the domestic and European demand and growing competition from China and Turkey, as a consequence of a global financial and economic crisis.

The purpose of the proposed transfer is to move an amount of EUR 5 037 482 in commitment appropriations from Article 40 02 43 (*Reserve for the European Globalisation Adjustment Fund*) to Article 04 05 01 (*European Globalisation Adjustment Fund*).

3. At the simplified trilogue procedure provided for in Point 28 of the Interinstitutional Agreement of 17 May 2006, an agreement was reached on the mobilisation of the EGF and on the amount proposed by the Commission.
4. The Budget Committee examined both proposals at its meeting on 12 March 2013.
5. Following that examination, the Budget Committee agreed, by a qualified majority, to suggest that the Permanent Representatives Committee advise the Council to:
 - adopt the proposed Decision on the mobilisation of the EGF;
 - approve the proposed transfer of appropriations;
 - approve the draft letter in the ANNEX to that effect.

DRAFT LETTER

from : President of the Council
to : President of the European Parliament
copy : President of the Commission

Sir,

In accordance with Point 28 of the Interinstitutional Agreement of 17 May 2006 and with Article 12(5) of Regulation (EC) No 1927/2006 of the European Parliament and of the Council of 20 December 2006 establishing the European Globalisation Adjustment Fund¹, the Council has approved the Decision on the mobilisation of the European Globalisation Adjustment Fund (application EGF/2011/023 IT/Antonio Merloni SpA from Italy), as presented by the Commission on 21 February 2013 (COM(2013) 90 final).

In accordance with Article 27 of the Financial Regulation of 25 October 2012², I inform you that the Council has approved transfer of appropriations No DEC 02/2013 within Section III - Commission - of the general budget for 2013, accompanying the abovementioned Decision.

(Complimentary close).

¹ As amended by Regulation (EC) No 546/2009 of the European Parliament and of the Council of 18 June 2009.

² Regulation (EU, Euratom) No 966/2012 of the European Parliament and of the Council of 25 October 2012 on the financial rules applicable to the general budget of the Union and repealing Council Regulation (EC, Euratom) No 1605/2002.