



**COUNCIL OF
THE EUROPEAN UNION**

Brussels, 11 July 2013

12075/13

**FIN 418
INST 375
PE-L 54**

"I/A" ITEM NOTE

from : Budget Committee

to : Permanent Representatives Committee/Council

No. Cion prop. : 11817/13 FIN 388 SOC 556 - COM(2013) 470 final
11819/13 FIN 389

Subject : - 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/2011/025 IT/Lombardia from Italy)

- Proposal for transfer of appropriations No DEC12/2013 within Section III - Commission - of the general budget for 2013

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 11817/13 FIN 388 SOC 556, accompanied by the corresponding proposal for transfer of appropriations No DEC12/2013, as recorded in document 11819/13 FIN 389.

2. The proposal aims at mobilising an amount of EUR 1 164 930 under the EGF to meet an application from Italy to deploy the Fund in connection with redundancies in the ICT and electronic components sector. Two Italian enterprises operating in that sector suffered over the past years from a strong competition in low-cost countries and despite reorganisation efforts, were forced to close, as a consequence of the global financial and economic crisis.

The purpose of the proposed transfer is to move an amount of EUR 1 164 930 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 9 July 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/2011/025 IT/Lombardia from Italy), as presented by the Commission on 1 July 2013 (COM(2013) 470 final).

In accordance with Article 27(4) of the Financial Regulation of 25 October 2012², I inform you that the Council, for its part, has approved transfer of appropriations No DEC 12/2013 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.