



**COUNCIL OF
THE EUROPEAN UNION**

**Brussels, 26 July 2013
(OR. en)**

12769/13

FIN 481

COVER NOTE

From:	Secretary-General of the European Commission, signed by Mr Jordi AYET PUIGARNAU, Director
date of receipt:	25 July 2013
To:	Mr Uwe CORSEPIUS, Secretary-General of the Council of the European Union

No. Cion doc.:	COM(2013) 557 final
Subject:	Draft amending budget No 7 to the general budget 2013 - General statement of revenue - Statement of expenditure by Section - Section III - Commission

Delegations will find attached document COM(2013) 557 final.

Encl.: COM(2013) 557 final



EUROPEAN
COMMISSION

Brussels, 25.7.2013
COM(2013) 557 final

**DRAFT AMENDING BUDGET N° 7
TO THE GENERAL BUDGET 2013**

GENERAL STATEMENT OF REVENUE

**STATEMENT OF EXPENDITURE BY SECTION
Section III – Commission**

**DRAFT AMENDING BUDGET N° 7
TO THE GENERAL BUDGET 2013**

GENERAL STATEMENT OF REVENUE

**STATEMENT OF EXPENDITURE BY SECTION
Section III – Commission**

Having regard to:

- the Treaty on the Functioning of the European Union, and in particular Article 314 thereof, in conjunction with the Treaty establishing the European Atomic Energy Community, and in particular Article 106a thereof,
- the Regulation (EU, Euratom) No 966/2012 of the European Parliament and of the Council of 25 October 2012 on the Financial Regulation applicable to the general budget of the Union¹, and in particular Article 41 thereof,
- the general budget of the European Union for the financial year 2013 adopted on 12 December 2012²,
- the amending budget No 1/2013, adopted on 4 July 2013,
- the draft amending budget No 2/2013³, adopted on 27 March 2013,
- the draft amending budget No 3/2013⁴, adopted on 15 April 2013,
- the draft amending budget No 4/2013⁵, adopted on 29 April 2013,
- the draft amending budget No 5/2013⁶, adopted on 2 May 2013,
- the draft amending budget No 6/2013⁷, adopted on 10 July 2013,

The European Commission hereby presents to the budgetary authority the draft amending budget No 7 to the 2013 budget.

CHANGES TO THE STATEMENT OF REVENUE AND EXPENDITURE BY SECTION

The changes to the statement of revenue and expenditure by section are available on EUR-Lex (<http://eur-lex.europa.eu/budget/www/index-en.htm>). An English version of the changes to this statement is attached for information as a budgetary annex.

¹ OJ L 298, 26.10.2012, p. 1.

² OJ L 66, 8.3.2013, p. 1.

³ COM(2013) 183.

⁴ COM(2013) 224.

⁵ COM(2013) 254.

⁶ COM(2013) 258.

⁷ COM(2013) 518.

1. INTRODUCTION

Draft amending budget (DAB) No 7 for the year 2013 covers an increase of commitment appropriations of EUR 150,0 million in heading 1b of the multi-annual financial framework (MFF). This is with the aim of addressing certain issues resulting from the final outcome of the negotiations of the MFF for the years 2014-2020, affecting France, Italy and Spain. The European Council of 27 and 28 June 2013 considered that a budgetary solution should be given to that matter.

Having regard to the current economic crisis and as a contribution to the special effort needed to address the specific situations of unemployment, in particular youth unemployment, and of poverty and social exclusion in these Member States, the Commission considers that the most appropriate way to assist them is by increasing the European Social Fund (ESF). As the existing allocations have already been fully committed in the EU budget, the Commission proposes to increase the ESF allocations to those three Member States for the year 2013. The reinforcement of EUR 150 million in commitment appropriations will be covered by the margin under the expenditure ceiling of heading 1b (EUR 16,0 million), and by the mobilisation of the Flexibility Instrument (EUR 134,0 million) targeted to this specific action.

2. ADDRESSING THE SPECIFIC SITUATIONS OF UNEMPLOYMENT, IN PARTICULAR YOUTH UNEMPLOYMENT, AND OF SOCIAL EXCLUSION IN THE AFFECTED MEMBER STATES

The proposed amounts will be added to existing ESF programmes. To ensure the effectiveness of the increase of commitment appropriations for the year 2013 and facilitate the implementation of the programmes, the Commission has taken into account the absorption capacity of the Member States concerned for the two objectives of the Funds: ‘Convergence objective’ and ‘Regional competitiveness and employment objective’.

3. INCREASE OF COMMITMENTS IN HEADING 1B OF THE MFF

The overall request for reinforcement of commitment appropriations in heading 1b amounts to EUR 150 million, broken down as follows:

Budget Line	Heading 1b	Commitments (EUR)
04 02 17	European Social Fund (ESF) — Convergence	16 683 215
04 02 19	European Social Fund (ESF) — Regional competitiveness and employment	133 316 785
Total		150 000 000

The breakdown between the two budget lines could be adjusted according to the needs.

In accordance with the payment rules of the Structural Funds, all payment applications for a programme are assigned to the earliest open commitments. There is accordingly no need for additional payments in 2013 for these additional commitments.

4. SUMMARY TABLE BY HEADING OF THE FINANCIAL FRAMEWORK

Financial framework Heading/subheading	Revised 2013 Financial framework		Budget 2013 (incl. AB 1 and DAB 2 to 6/2013)		DAB 7/2013		Budget 2013 (incl. AB 1 and DAB 2 to 7/2013)	
	CA	PA	CA	PA	CA	PA	CA	PA
1. SUSTAINABLE GROWTH								
1a. Competitiveness for growth and employment	15 670 000 000		16 168 150 291 <i>1 849 709</i>	12 886 628 095			16 168 150 291 <i>1 849 709</i>	12 886 628 095
1b. Cohesion for growth and employment	54 974 000 000		54 958 049 037	56 349 544 736	150 000 000		55 108 049 037	56 349 544 736
<i>Margin⁸</i>			<i>15 950 963</i>					<i>0</i>
Total	70 644 000 000		71 126 199 328	69 236 172 831	150 000 000		71 276 199 328	69 236 172 831
<i>Margin⁹</i>			<i>17 800 672</i>				<i>1 849 709</i>	
2. PRESERVATION AND MANAGEMENT OF NATURAL RESOURCES								
Of which market related expenditure and direct payments	48 574 000 000		43 956 548 610	43 934 188 711			43 956 548 610	43 934 188 711
Total	61 289 000 000		60 159 241 416	58 095 492 961			60 159 241 416	58 095 492 961
<i>Margin</i>			<i>1 129 758 584</i>				<i>1 129 758 584</i>	
3. CITIZENSHIP, FREEDOM, SECURITY AND JUSTICE								
3a. Freedom, Security and Justice	1 661 000 000		1 440 827 200	1 046 033 652			1 440 827 200	1 046 033 652
3b. Citizenship	746 000 000		753 287 942	669 173 557			753 287 942	669 173 557
<i>Margin</i>			<i>7 320 000</i>				<i>7 320 000</i>	
Total	2 407 000 000		2 194 115 142	1 715 207 209			2 194 115 142	1 715 207 209
<i>Margin¹⁰</i>			<i>227 492 800</i>				<i>227 492 800</i>	
4. EU AS A GLOBAL PLAYER	9 595 000 000		9 583 118 711	6 898 914 260			9 583 118 711	6 898 914 260
<i>Margin¹¹</i>			<i>275 996 289</i>				<i>275 996 289</i>	
5. ADMINISTRATION	8 492 000 000		8 430 374 740	8 430 049 740			8 430 374 740	8 430 049 740
<i>Margin¹²</i>			<i>147 625 260</i>				<i>147 625 260</i>	
6. COMPENSATION	75 000 000		75 000 000	75 000 000			75 000 000	75 000 000
<i>Margin</i>								
TOTAL	152 502 000 000	144 285 000 000	151 568 049 337	144 450 837 001	150 000 000		151 718 049 337	144 450 837 001
<i>Margin^{13,14,15}</i>			<i>1 798 673 605</i>	<i>14 770 941</i>			<i>1 782 722 642</i>	<i>14 770 941</i>

⁸ EUR 134,0 million above the ceiling are financed by the mobilisation of the Flexibility Instrument in 2013.

⁹ The European Globalisation adjustment Fund (EGF) is not included in the calculation of the margin under Heading 1a (EUR 500 million).

¹⁰ The European Union Solidarity Fund (EUSF) amount is entered over and above the relevant headings as foreseen by the IIA of 17 May 2006 (OJ C 139 of 14.6.2006)

¹¹ The 2013 margin for heading 4 does not take into account the appropriations related to the Emergency Aid Reserve (EUR 264,1 million).

¹² For calculating the margin under the ceiling for heading 5, account is taken of the footnote (1) of the financial framework 2007-2013 for an amount of EUR 86 million for the staff contributions to the pension scheme.

¹³ The global margin for commitments does not take into account the appropriations related to the EGF (EUR 500 million), the EAR (EUR 264,1 million), and the staff contributions to the pensions scheme (EUR 86 million).

¹⁴ The global margin for payments does not take into account the appropriations related to the EAR (EUR 80 million), and to the staff contributions to the pensions scheme (EUR 86 million).

¹⁵ EUR 134,0 million above the ceiling are financed by the mobilisation of the Flexibility Instrument in 2013.