



**COUNCIL OF
THE EUROPEAN UNION**

Brussels, 4 June 2012

10596/12

FIN 372

COVER NOTE

from:	Mr Janusz LEWANDOWSKI, Member of the European Commission
date of receipt:	1 June 2012
to:	Mr Bjarne CORYDON, President of the Council of the European Union
Subject:	Transfer of appropriations No DEC12/2012 within Section III - Commission - of the general budget for 2012

Delegations will find attached Commission document DEC12/2012.

Encl.: DEC12/2012



BRUSSELS, 30/05/2012

GENERAL BUDGET - 2012

SECTION III - COMMISSION TITLES 01, 02, 03, 04, 05, 06, 07, 08, 09, 11, 12, 13, 14, 15,
16, 17, 18, 20, 21, 22, 23, 25, 26, 27, 29, 31, 32

TRANSFER OF APPROPRIATIONS N° DEC 12/2012

EUR

FROM

CHAPTER - 0201 Administrative expenditure of the 'Enterprise' policy area		
ITEM - 02 01 02 01 External staff	Non-Diff.	- 32 712
CHAPTER - 0501 Administrative expenditure of the 'Agriculture and rural development' policy area		
ITEM - 05 01 02 01 External staff	Non-Diff.	- 109 040
ITEM - 05 01 02 11 Other management expenditure	Non-Diff.	- 320 000
CHAPTER - 0601 Administrative expenditure of the 'Mobility and transport' policy area		
ITEM - 06 01 02 01 External staff	Non-Diff.	- 410
CHAPTER - 1201 Administrative expenditure of the 'Internal market' policy area		
ITEM - 12 01 02 01 External staff	Non-Diff.	- 52 968
ITEM - 12 01 02 11 Other management expenditure	Non-Diff.	- 50 000
CHAPTER - 1701 Administrative expenditure of the 'Health and consumer protection' policy area		
ITEM - 17 01 02 11 Other management expenditure	Non-Diff.	- 160 000
CHAPTER - 2101 Administrative expenditure of the 'Development and relations with ACP States' policy area		
ITEM - 21 01 02 11 Other management expenditure of the 'EuropeAid Development and Co-operation' Directorate-General	Non-Diff.	- 18 957
CHAPTER - 2201 Administrative expenditure of the 'Enlargement' policy area		
ITEM - 22 01 02 01 External staff of the Directorate-General for 'Enlargement'	Non-Diff.	- 101 225
ITEM - 22 01 02 11 Other management expenditure of the Directorate-General for 'Enlargement'	Non-Diff.	- 30 000
CHAPTER - 2701 Administrative expenditure of the 'Budget' policy area		
ITEM - 27 01 02 09 External staff ' Non-decentralised management	Non-Diff.	- 1 650 065

ITEM - 27 01 02 11 Other management expenditure of the Directorate-General for the Budget	Non-Diff.	- 111 000
ITEM - 27 01 02 19 Other management expenditure ' Non-decentralised management	Non-Diff.	- 6 878 516
<u>TO</u>		
CHAPTER - 0101 Administrative expenditure of the 'Economic and financial affairs' policy area		
ITEM - 01 01 02 01 External staff	Non-Diff.	1 120 991
ITEM - 01 01 02 11 Other management expenditure	Non-Diff.	1 244 000
CHAPTER - 0301 Administrative expenditure of the 'Competition' policy area		
ITEM - 03 01 02 11 Other management expenditure	Non-Diff.	1 477 740
CHAPTER - 0401 Administrative expenditure of the 'Employment and social affairs' policy area		
ITEM - 04 01 02 11 Other management expenditure	Non-Diff.	206 384
CHAPTER - 0701 Administrative expenditure of the 'Environment and climate action' policy area		
ITEM - 07 01 02 11 Other management expenditure	Non-Diff.	460 000
CHAPTER - 0801 Administrative expenditure of the 'Research' policy area		
ITEM - 08 01 02 01 External staff	Non-Diff.	60 375
CHAPTER - 0901 Administrative expenditure of the 'Information society and media' policy area		
ITEM - 09 01 02 01 External staff	Non-Diff.	31 500
ITEM - 09 01 02 11 Other management expenditure	Non-Diff.	94 600
CHAPTER - 1101 Administrative expenditure of the 'Maritime affairs and fisheries' policy area		
ITEM - 11 01 02 11 Other management expenditure	Non-Diff.	72 740
CHAPTER - 1301 Administrative expenditure of the 'Regional policy' policy area		
ITEM - 13 01 02 11 Other management expenditure	Non-Diff.	12 740
CHAPTER - 1401 Administrative expenditure of the 'Taxation and customs union' policy area		
ITEM - 14 01 02 01 External staff	Non-Diff.	360 000
ITEM - 14 01 02 11 Other management expenditure	Non-Diff.	90 000
CHAPTER - 1501 Administrative expenditure of the 'Education and culture' policy area		
ITEM - 15 01 02 01 External staff	Non-Diff.	26 250
CHAPTER - 1601 Administrative expenditure of the 'Communication' policy area		
ITEM - 16 01 02 01 External staff of the Directorate-General for 'Communication': Headquarters	Non-Diff.	145 000
ITEM - 16 01 02 11 Other management expenditure of the Directorate-General for 'Communication': Headquarters	Non-Diff.	657 000
CHAPTER - 1801 Administrative expenditure of the 'Home Affairs' policy area		
ITEM - 18 01 02 11 Other management expenditure	Non-Diff.	50 000

CHAPTER - 2001 Administrative expenditure of the 'Trade' policy area		
ITEM - 20 01 02 01 External staff of the Directorate-General for Trade	Non-Diff.	72 240
CHAPTER - 2301 Administrative expenditure of the 'Humanitarian aid' policy area		
ITEM - 23 01 02 01 External staff	Non-Diff.	26 250
ITEM - 23 01 02 11 Other management expenditure	Non-Diff.	120 000
CHAPTER - 2501 Administrative expenditure of the 'Commission's policy coordination and legal advice' policy area		
ITEM - 25 01 02 11 Other management expenditure of the 'Commission's policy coordination and legal advice' policy area	Non-Diff.	946 385
CHAPTER - 2601 Administrative expenditure of the 'Commission's administration' policy area		
ITEM - 26 01 02 01 External staff	Non-Diff.	322 213
ITEM - 26 01 02 11 Other management expenditure	Non-Diff.	1 202 578
CHAPTER - 2901 Administrative expenditure of the 'Statistics' policy area		
ITEM - 29 01 02 11 Other management expenditure	Non-Diff.	327 740
CHAPTER - 3101 Administrative expenditure of the 'Language services' policy area		
ITEM - 31 01 02 01 External staff	Non-Diff.	118 125
ITEM - 31 01 02 11 Other management expenditure	Non-Diff.	38 000
CHAPTER - 3201 Administrative expenditure of the 'Energy' policy area		
ITEM - 32 01 02 11 Other management expenditure	Non-Diff.	232 042

JUSTIFICATION Clearing of Decentralised Administrative expenditure 2012

This transfer is the result of a clearing operation of appropriations concerning external personnel (contract and interim agents, seconded national experts) and other decentralised administrative expenditure (missions, meetings, conferences, committees, studies, training, development of IT systems), the so-called 'global envelope' (budget lines XX 01 02 01 and XX 01 02 11), allocated between Commission Directorates General (DGs) and split across the 33 different policy areas of the Activity-Based Budgeting (ABB) nomenclature. This movement involves only non-differentiated appropriations of the same nature which are adjusted between the various policy areas.

The global envelope 2012 had an important share in the Commission's effort towards budget consolidation, as the related combined appropriations decreased by 4.6% between 2011 and 2012. As a result, the final envelope for 2012 leaves very tight allocations for each service, with virtually no flexibility to adjust to evolving needs, the exact nature and magnitude of which cannot possibly be established with perfect accuracy some 20 months in advance, at the time the draft budget is prepared by the Commission. The present fine-tuning exercise aims at matching available appropriations to priority needs of each DG, and thus making the best use of the authorised appropriations, taking into account the current state of implementation.

The overall movement proposed in this transfer (reinforcements strictly compensated by corresponding reductions) represents 3.41 % (EUR 9.5 million) of the total appropriations of the global envelope of decentralised administrative expenditure for the whole Commission.

- Movements of appropriations aim in particular at:
 - First and foremost, enhancing the administrative capacity of the Task Force set to ensure appropriate coherence and coordination of the Commission's contribution to the monitoring and technical assistance for Greece;
 - Reinforcing DG ECFIN's administrative capacity to ensure enhanced in-depth surveillance of national economies (and cope with the growing number of meetings preparatory to the Eurogroup meetings, the launching of the alert mechanism or the macroeconomic imbalances procedure) and guaranteeing DG ESTAT's capacity to provide reliable statistics on income and living conditions;
 - Financing a study to be launched by DG COMP on the costs of cash and card payments across and within the 27 Member States to probe presumed anti-competitive agreement;
 - Reinforcing DG ENER missions to deliver on reinforced security measures for EU nuclear power plants;
 - Investing in IT developments to optimise the Commission e-Greffe legislative life-cycle and interoperability between systems in an effort to rationalise and streamline Commission information systems.

- The sources of the above reinforcements are the following:
 - to a limited extent, the revised needs and reprioritisation of some DGs half-way through budget implementation, essentially on studies ;
 - the use of appropriations kept provisionally unallocated to specific policy areas in order to cover the requirements of all Commission departments as they occur in the course of budget implementation (budget lines 27 01 02 09 and 27 01 02 19).

The enclosed table provides the breakdown of the budget items concerned across the policy areas, the corresponding amounts to be transferred and the percentage change for the budget item of origin/destination.

Line / Heading								
Non-Diff / Commitments/ Payments	Initial Budget ±AB (1A)	EFTA (1B)	Transfers (2)	Utilisation (3)	Available amount (4)=(1A)+(1B)+(2)-(3)	Transfer proposed (5)	Change (5/1A)	Total (4±5)
01 01 02 01 - Administrative expenditure of the 'Economic and financial affairs' policy area - External staff								
Non-Diff	4 337 593	0	442 783	2 440 720	2 339 656	1 120 991	25.84%	3 460 647
01 01 02 11 - Administrative expenditure of the 'Economic and financial affairs' policy area - Other management expenditure								
Non-Diff	5 127 344	0	-442 783	3 895 368	789 193	1 244 000	24.26%	2 033 193
02 01 02 01 - Administrative expenditure of the 'Enterprise' policy area - External staff								
Non-Diff	5 819 863	0	0	3 975 797	1 844 066	-32 712	-0.56%	1 811 354
03 01 02 11 - Administrative expenditure of the 'Competition' policy area - Other management expenditure								
Non-Diff	5 123 619	0	34	1 919 323	3 204 330	1 477 740	28.84%	4 682 070
04 01 02 11 - Administrative expenditure of the 'Employment and social affairs' policy area - Other management expenditure								
Non-Diff	5 101 560	0	0	4 491 043	610 517	206 384	4.05%	816 901
05 01 02 01 - Administrative expenditure of the 'Agriculture and rural development' policy area - External staff								
Non-Diff	3 883 348	0	101 522	3 013 153	971 717	-109 040	-2.81%	862 677
05 01 02 11 - Administrative expenditure of the 'Agriculture and rural development' policy area - Other management expenditure								
Non-Diff	8 528 713	0	-101 522	4 482 628	3 944 563	-320 000	-3.75%	3 624 563
06 01 02 01 - Administrative expenditure of the 'Mobility and transport' policy area - External staff								
Non-Diff	2 522 065	0	0	1 496 323	1 025 742	-410	-0.02%	1 025 332
07 01 02 11 - Administrative expenditure of the 'Environment and climate action' policy area - Other management expenditure								
Non-Diff	5 926 675	0	0	4 762 484	1 164 191	460 000	7.76%	1 624 191
08 01 02 01 - Administrative expenditure of the 'Research' policy area - External staff								
Non-Diff	210 031	0	0	210 031	0	60 375	28.75%	60 375
09 01 02 01 - Administrative expenditure of the 'Information society and media' policy area - External staff								
Non-Diff	2 264 044	0	0	1 946 332	317 712	31 500	1.39%	349 212
09 01 02 11 - Administrative expenditure of the 'Information society and media' policy area - Other management expenditure								
Non-Diff	1 856 338	0	0	1 512 240	344 098	94 600	5.10%	438 698
11 01 02 11 - Administrative expenditure of the 'Maritime affairs and fisheries' policy area - Other management expenditure								
Non-Diff	2 779 656	0	-255 075	2 240 228	284 353	72 740	2.62%	357 093
12 01 02 01 - Administrative expenditure of the 'Internal market' policy area - External staff								
Non-Diff	6 568 336	0	0	3 776 292	2 792 044	-52 968	-0.81%	2 739 076
12 01 02 11 - Administrative expenditure of the 'Internal market' policy area - Other management expenditure								
Non-Diff	3 394 875	0	0	2 773 810	621 065	-50 000	-1.47%	571 065
13 01 02 11 - Administrative expenditure of the 'Regional policy' policy area - Other management expenditure								
Non-Diff	3 094 285	0	0	2 040 125	1 054 160	12 740	0.41%	1 066 900

Line / Heading									
Non-Diff / Commitments/ Payments	Initial Budget ±AB (1A)	EFTA (1B)	Transfers (2)	Utilisation (3)	Available amount (4)=(1A)+(1B)+(2)-(3)	Transfer proposed (5)	Change (5/1A)	Total (4±5)	
14 01 02 01 - Administrative expenditure of the 'Taxation and customs union' policy area - External staff									
Non-Diff	5 852 798	0	0	3 142 514	2 710 284	360 000	6.15%	3 070 284	
14 01 02 11 - Administrative expenditure of the 'Taxation and customs union' policy area - Other management expenditure									
Non-Diff	2 773 625	0	0	2 457 050	316 575	90 000	3.24%	406 575	
15 01 02 01 - Administrative expenditure of the 'Education and culture' policy area - External staff									
Non-Diff	3 973 490	0	0	2 909 042	1 064 448	26 250	0.66%	1 090 698	
16 01 02 01 - Administrative expenditure of the 'Communication' policy area - External staff of the Directorate-General for 'Communication': Headquarters									
Non-Diff	7 276 540	0	-413 224	6 257 438	605 878	145 000	1.99%	750 878	
16 01 02 11 - Administrative expenditure of the 'Communication' policy area - Other management expenditure of the Directorate-General for 'Communication': Headquarters									
Non-Diff	3 299 156	0	0	3 064 658	234 498	657 000	19.91%	891 498	
17 01 02 11 - Administrative expenditure of the 'Health and consumer protection' policy area - Other management expenditure									
Non-Diff	9 661 525	0	-556 643	8 572 840	532 042	-160 000	-1.66%	372 042	
18 01 02 11 - Administrative expenditure of the 'Home Affairs' policy area - Other management expenditure									
Non-Diff	1 810 130	0	59	1 805 042	5 147	50 000	2.76%	55 147	
20 01 02 01 - Administrative expenditure of the 'Trade' policy area - External staff of the Directorate-General for Trade									
Non-Diff	3 531 000	0	294	3 458 923	72 371	72 240	2.05%	144 611	
21 01 02 11 - Administrative expenditure of the 'Development and relations with ACP States' policy area - Other management expenditure of the 'EuropeAid Development and Co-operation' Directorate-General									
Non-Diff	6 767 892	0	0	4 903 537	1 864 355	-18 957	-0.28%	1 845 398	
22 01 02 01 - Administrative expenditure of the 'Enlargement' policy area - External staff of the Directorate-General for 'Enlargement'									
Non-Diff	2 912 342	0	98 282	2 321 840	688 784	-101 225	-3.48%	587 559	
22 01 02 11 - Administrative expenditure of the 'Enlargement' policy area - Other management expenditure of the Directorate-General for 'Enlargement'									
Non-Diff	1 769 647	0	-98 282	1 026 643	644 722	-30 000	-1.70%	614 722	
23 01 02 01 - Administrative expenditure of the 'Humanitarian aid' policy area - External staff									
Non-Diff	2 044 842	0	59 543	1 473 183	631 202	26 250	1.28%	657 452	
23 01 02 11 - Administrative expenditure of the 'Humanitarian aid' policy area - Other management expenditure									
Non-Diff	2 010 969	0	-59 543	1 605 935	345 491	120 000	5.97%	465 491	
25 01 02 11 - Administrative expenditure of the 'Commission's policy coordination and legal advice' policy area - Other management expenditure of the 'Commission's policy coordination and legal advice' policy area									
Non-Diff	12 133 119	0	0	7 366 312	4 766 807	946 385	7.80%	5 713 192	
26 01 02 01 - Administrative expenditure of the 'Commission's administration' policy area - External staff									
Non-Diff	5 584 921	0	0	4 406 370	1 178 551	322 213	5.77%	1 500 764	

Line / Heading								
Non-Diff / Commitments/ Payments	Initial Budget ±AB (1A)	EFTA (1B)	Transfers (2)	Utilisation (3)	Available amount (4)=(1A)+(1B)+(2)-(3)	Transfer proposed (5)	Change (5/1A)	Total (4±5)
26 01 02 11 - Administrative expenditure of the 'Commission's administration' policy area - Other management expenditure								
Non-Diff	17 676 594	0	0	7 543 206	10 133 388	1 202 578	6.80%	11 335 966
27 01 02 09 - Administrative expenditure of the 'Budget' policy area - External staff ' Non-decentralised management								
Non-Diff	1 652 723	0	0	0	1 652 723	-1 650 065	-99.84%	2 658
27 01 02 11 - Administrative expenditure of the 'Budget' policy area - Other management expenditure of the Directorate-General for the Budget								
Non-Diff	7 758 058	0	0	4 103 040	3 655 018	-111 000	-1.43%	3 544 018
27 01 02 19 - Administrative expenditure of the 'Budget' policy area - Other management expenditure ' Non-decentralised management								
Non-Diff	9 309 894	0	0	0	9 309 894	-6 878 516	-73.88%	2 431 378
29 01 02 11 - Administrative expenditure of the 'Statistics' policy area - Other management expenditure								
Non-Diff	3 928 587	0	0	3 225 333	703 254	327 740	8.34%	1 030 994
31 01 02 01 - Administrative expenditure of the 'Language services' policy area - External staff								
Non-Diff	11 324 662	0	-366 786	10 591 514	366 362	118 125	1.04%	484 487
31 01 02 11 - Administrative expenditure of the 'Language services' policy area - Other management expenditure								
Non-Diff	5 240 431	0	1 830	3 691 521	1 550 740	38 000	0.73%	1 588 740
32 01 02 11 - Administrative expenditure of the 'Energy' policy area - Other management expenditure								
Non-Diff	1 917 719	0	0	1 532 991	384 728	232 042	12.10%	616 770
					Total DECREASE Non-Diff	-9 514 893		
					Total INCREASE Non-Diff	9 514 893		