



Council of the
European Union

**Brussels, 18 November 2016
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FIN 796

COVER NOTE

From:	Ms Kristalina GEORGIEVA, Vice-President of the European Commission
date of receipt:	17 November 2016
To:	Mr Peter KAZIMIR, President of the Council of the European Union
Subject:	Proposal for transfer of appropriations No DEC 35/2016 within Section III - Commission - of the general budget for 2016

Delegations will find attached Commission document DEC 35/2016.

Encl.: DEC 35/2016



BRUSSELS, 15/11/2016

GENERAL BUDGET - 2016

SECTION III - COMMISSION TITLES: 02, 03, 04, 05, 06, 09, 13, 15, 16, 17, 19, 20, 21, 22, 23, 25, 26, 27, 28, 29, 30, 31, 32, A3

TRANSFER OF APPROPRIATIONS N° **DEC 35/2016**

INTRODUCTION

The present request for the transfer of commitment and payment appropriations of **EUR 17 909 500** intends to cover the Commission's needs of administrative expenditure in Heading 5 relating to:

1) The payment of salaries of officials of the EU in delegations (XX 01 01 02 01 - Remuneration and allowances) for which an additional need of EUR 1 138 000 has been identified until the end of the financial year 2016. This occurs because expenditure relating to the annual adjustment of salaries and pensions as of 1 July 2016 has been included in the 2016 budget at a rate of 1.8% and the final rate established in the Commission report according to Article 65(1) of Staff Regulations is 3.3%, i.e. 1.5 percentage points higher than initially estimated.

2) The payment of pension expenditure for staff in all institutions and EU bodies (30 01 15 01 – Pensions, invalidity allowances and severance grants), which are budgeted under Section III – Commission, for which an additional need of EUR 16 771 500 has been identified until the end of the financial year 2016 for the following reasons:

- An amount of EUR 9 971 500 is needed to cover expenditure relating to the annual adjustment of salaries and pensions as of 1 July 2016, as it has been included in the 2016 budget at a rate of 1.8% and the final rate established in the Commission report according to Article 65(1) of Staff Regulations is 3.3%, i.e. 1.5 percentage points higher than initially estimated.
- An amount of EUR 6 800 000 is needed to cover payments relating to severance grants and transfers-out of pensions rights which are increasing significantly due to a higher average cost per transfer file following an increase in the pension rights acquired and due to a higher number of beneficiaries for severance grants.

The Commission proposes to cover these needs by a transfer of **EUR 17 909 500** in commitment and in payment appropriations from budget lines related to administrative expenditure in several policy areas, for which the estimates of requirements up to the end of the year show available appropriations, namely:

- EUR 240 000 (02 01 02 11 - Other management expenditure, in support of the 'Internal market, industry, entrepreneurship and SMEs' policy area);
- EUR 107 780 (03 01 02 01 - External personnel, in support of the 'Competition' policy area);
- EUR 840 200 (03 01 02 11 - Other management expenditure, in support of the 'Competition' policy area);
- EUR 200 000 (04 01 02 11 - Other management expenditure, in support of the 'Employment, social affairs and inclusion' policy area);
- EUR 100 000 (05 01 02 11 - Other management expenditure, in support of the 'Agriculture and rural development' policy area);
- EUR 40 000 (06 01 02 01 - External personnel, in support of the 'Mobility and transport' policy area);
- EUR 69 949 (09 01 02 01 - External personnel, in support of the 'Communications networks, content and technology' policy area);

- EUR 70 000 (09 01 02 11 - Other management expenditure, in support of the 'Communications networks, content and technology' policy area);
- EUR 17 000 (13 01 02 01 - External personnel, in support of the 'Regional and urban policy' policy area);
- EUR 55 500 (13 01 02 11 - Other management expenditure, in support of the 'Regional and urban policy' policy area);
- EUR 60 000 (15 01 02 11 - Other management expenditure, in support of the 'Education and culture' policy area);
- EUR 65 000 (16 03 01 05 – European Public Spaces);
- EUR 1 600 000 (17 01 02 11 - Other management expenditure, in support of the 'Health and food safety' policy area);
- EUR 123 703 (19 01 02 01 - External personnel, in support of the 'Foreign policy instruments' policy area);
- EUR 176 998 (22 01 02 01 - External personnel, in support of the 'Neighbourhood and enlargement negotiations' policy area);
- EUR 138 294 (22 01 02 11 - Other management expenditure, in support of the 'Neighbourhood and enlargement negotiations' policy area);
- EUR 157 939 (23 01 02 01 - External personnel, in support of the 'Humanitarian aid and civil protection' policy area);
- EUR 1 000 000 (24 01 07 – European Anti-fraud Office – OLAF);
- EUR 300 000 (25 01 01 03 – Salaries, allowances and payments of Members of the institution);
- EUR 179 000 (25 01 02 01 - External personnel, in support of the 'Commission's policy coordination and legal advice' policy area);
- EUR 50 000 (25 01 02 11 - Other management expenditure, in support of the 'Commission's policy coordination and legal advice' policy area);
- EUR 134 900 (25 01 08 - Legal advice, litigation and infringements - Legal expenses);
- EUR 83 400 (26 01 02 11 - Other management expenditure, in support of the 'Commission's administration' policy area);
- EUR 2 173 148 (27 01 02 09 - External personnel – Non-decentralised management);
- EUR 140 000 (27 01 02 11 - Other management expenditure, in support of the 'Budget' policy area);
- EUR 4 795 378 (27 01 02 19 - Other management expenditure – Non-decentralised management);
- EUR 168 000 (28 01 02 01 - External personnel, in support of the 'Audit' policy area);
- EUR 75 000 (29 01 02 01 - External personnel, in support of the 'Statistics' policy area);
- EUR 15 000 (29 01 02 11 - Other management expenditure, in support of the 'Statistics' policy area);
- EUR 366 810 (31 01 02 01 - External personnel, in support of the 'Language services' policy area);
- EUR 75 000 (31 01 02 11- Other management expenditure, in support of the 'Language services' policy area);
- EUR 1 706 501 (31 01 07 01 - Interpretation expenditure);
- EUR 1 825 000 (31 01 08 01 - Translation expenditure);
- EUR 60 000 (32 01 02 01 - External personnel, in support of the 'Energy' policy area).
- EUR 700 000 (XX 01 03 02 - Buildings and related expenditure relating to Commission staff in Union delegations).

GENERAL BUDGET - 2016

SECTION III - COMMISSION TITLES: 02, 03, 04, 05, 06, 09, 13, 15, 16, 17, 19, 20, 21, 22, 23, 25, 26, 27, 28, 29, 30, 31, 32, A3

TRANSFER OF APPROPRIATIONS N° DEC 35/2016

FROM

CHAPTER - 0201 Administrative expenditure of the `Internal market, industry, entrepreneurship and SMEs` policy area

ITEM - 02 01 02 11 Other management expenditure Non-Diff -240 000,00

CHAPTER - 0301 Administrative expenditure of the `Competition` policy area

ITEM - 03 01 02 01 External personnel Non-Diff -107 780,00

ITEM - 03 01 02 11 Other management expenditure Non-Diff -840 200,00

CHAPTER - 0401 Administrative expenditure of the `Employment, social affairs and inclusion` policy area

ITEM - 04 01 02 11 Other management expenditure Non-Diff -200 000,00

CHAPTER - 0501 Administrative expenditure of the `Agriculture and rural development` policy area

ITEM - 05 01 02 11 Other management expenditure Non-Diff -100 000,00

CHAPTER - 0601 Administrative expenditure of the `Mobility and transport` policy area

ITEM - 06 01 02 01 External personnel Non-Diff -40 000,00

CHAPTER - 0901 Administrative expenditure of the `Communications networks, content and technology` policy area

ITEM - 09 01 02 01 External personnel Non-Diff -69 949,00

ITEM - 09 01 02 11 Other management expenditure Non-Diff -70 000,00

CHAPTER - 1301 Administrative expenditure of the `Regional and urban policy` policy area

ITEM - 13 01 02 01 External personnel Non-Diff -17 000,00

ITEM - 13 01 02 11 Other management expenditure Non-Diff -55 500,00

CHAPTER - 1501 Administrative expenditure of the `Education and culture` policy area

ITEM - 15 01 02 11 Other management expenditure Non-Diff -60 000,00

CHAPTER - 1603 Communication actions

ITEM - 16 03 01 05 European Public Spaces Commitments -65 000,00

Payments -65 000,00

CHAPTER - 1701 Administrative expenditure of the `Health and food safety` policy area		
ITEM - 17 01 02 11 Other management expenditure	Non-Diff	-1 600 000,00
CHAPTER - 1901 Administrative expenditure of the `Foreign policy instruments` policy area		
ITEM - 19 01 02 01 External personnel -- Headquarters	Non-Diff	-123 703,00
ITEM - 19 01 03 02 Buildings and related expenditure -- Union delegations	Non-Diff	-3 313,00
CHAPTER - 2001 Administrative expenditure of the `Trade` policy area		
ITEM - 20 01 03 02 Buildings and related expenditure -- Union delegations	Non-Diff	-164 024,00
CHAPTER - 2101 Administrative expenditure of the `International cooperation and development` policy area		
ITEM - 21 01 03 02 Buildings and related expenditure -- Union delegations	Non-Diff	-417 515,00
CHAPTER - 2201 Administrative expenditure of the `Neighbourhood and enlargement negotiations` policy area		
ITEM - 22 01 02 01 External personnel -- Headquarters	Non-Diff	-176 998,00
ITEM - 22 01 02 11 Other management expenditure -- Headquarters	Non-Diff	-138 294,00
ITEM - 22 01 03 02 Buildings and related expenditure -- Union delegations	Non-Diff	-115 148,00
CHAPTER - 2301 Administrative expenditure of the `Humanitarian aid and civil protection` policy area		
ITEM - 23 01 02 01 External personnel	Non-Diff	-157 939,00
CHAPTER - 2401070001 ADMINISTRATIVE EXPENDITURE		
ARTICLE - A3 01 01 Expenditure related to officials and temporary staff	Non-Diff	-1 000 000,00
CHAPTER - 2501 Administrative expenditure of the `Commission's policy coordination and legal advice` policy area		
ITEM - 25 01 01 03 Salaries, allowances and payments of Members of the institution	Non-Diff	-300 000,00
ITEM - 25 01 02 01 External personnel	Non-Diff	-179 000,00
ITEM - 25 01 02 11 Other management expenditure	Non-Diff	-50 000,00
ARTICLE - 25 01 08 Legal advice, litigation and infringements -- Legal expenses	Non-Diff	-134 900,00
CHAPTER - 2601 Administrative expenditure of the `Commission's administration` policy area		
ITEM - 26 01 02 11 Other management expenditure	Non-Diff	-83 400,00

CHAPTER - 2701 Administrative expenditure of the `Budget` policy area		
ITEM - 27 01 02 09 External personnel -- Non-decentralised management	Non-Diff	-2 173 148,00
ITEM - 27 01 02 11 Other management expenditure	Non-Diff	-140 000,00
ITEM - 27 01 02 19 Other management expenditure -- Non-decentralised management	Non-Diff	-4 795 378,00
CHAPTER - 2801 Administrative expenditure of the `Audit` policy area		
ITEM - 28 01 02 01 External personnel	Non-Diff	-168 000,00
CHAPTER - 2901 Administrative expenditure of the `Statistics` policy area		
ITEM - 29 01 02 01 External personnel	Non-Diff	-75 000,00
ITEM - 29 01 02 11 Other management expenditure	Non-Diff	-15 000,00
CHAPTER - 3101 Administrative expenditure of the `Language services` policy area		
ITEM - 31 01 02 01 External personnel	Non-Diff	-366 810,00
ITEM - 31 01 02 11 Other management expenditure	Non-Diff	-75 000,00
ITEM - 31 01 07 01 Interpretation expenditure	Non-Diff	-1 706 501,00
ITEM - 31 01 08 01 Translation expenditure	Non-Diff	-1 825 000,00
CHAPTER - 3201 Administrative expenditure in the `Energy` policy area		
ITEM - 32 01 02 01 External personnel	Non-Diff	-60 000,00

TO

CHAPTER - 2001 Administrative expenditure of the `Trade` policy area

ITEM - 20 01 01 02 Expenditure related to officials and temporary staff -- Union delegations	Non-Diff	136 476,00
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CHAPTER - 2101 Administrative expenditure of the `International cooperation and development` policy area

ITEM - 21 01 01 02 Expenditure related to officials and temporary staff -- Union delegations	Non-Diff	791 211,00
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CHAPTER - 2201 Administrative expenditure of the `Neighbourhood and enlargement negotiations` policy area

ITEM - 22 01 01 02 Expenditure related to officials and temporary staff -- Union delegations	Non-Diff	210 313,00
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CHAPTER - 3001 Administrative expenditure of the `Pensions and related expenditure` policy area

ITEM - 30 01 15 01 Pensions, invalidity allowances and severance grants	Non-Diff	16 771 500,00
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Line/Heading							
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)
Non-Diff - 02 01 02 11 - Other management expenditure							
5 290 863,00	0,00	-116 000,00	4 904 916,72	269 946,28	-240 000,00	-4,54 %	29 946,28
Non-Diff - 03 01 02 01 - External personnel							
5 514 128,00	0,00	-340 812,00	5 065 532,00	107 784,00	-107 780,00	-1,95 %	4,00
Non-Diff - 03 01 02 11 - Other management expenditure							
7 750 421,00	0,00	410 542,00	5 707 354,88	2 453 608,12	-840 200,00	-10,84 %	1 613 408,12
Non-Diff - 04 01 02 11 - Other management expenditure							
5 218 111,00	60 000,00	-350 000,00	4 650 934,53	277 176,47	-200 000,00	-3,83 %	77 176,47
Non-Diff - 05 01 02 11 - Other management expenditure							
6 692 410,00	0,00	-327 298,00	5 342 312,00	1 022 800,00	-100 000,00	-1,49 %	922 800,00
Non-Diff - 06 01 02 01 - External personnel							
2 276 288,00	0,00	289 554,00	2 339 683,00	226 159,00	-40 000,00	-1,76 %	186 159,00
Non-Diff - 09 01 02 01 - External personnel							
2 536 752,00	0,00	0,00	2 466 803,00	69 949,00	-69 949,00	-2,76 %	0,00
Non-Diff - 09 01 02 11 - Other management expenditure							
1 891 695,00	103 500,00	-31 140,00	1 748 834,22	215 220,78	-70 000,00	-3,70 %	145 220,78
Non-Diff - 13 01 02 01 - External personnel							
2 350 612,00	0,00	-160 198,00	2 173 414,00	17 000,00	-17 000,00	-0,72 %	0,00
Non-Diff - 13 01 02 11 - Other management expenditure							
2 752 720,00	0,00	-75 353,00	2 590 901,06	86 465,94	-55 500,00	-2,02 %	30 965,94
Non-Diff - 15 01 02 11 - Other management expenditure							
2 337 864,00	237 000,00	-294 984,00	1 806 472,19	473 407,81	-60 000,00	-2,57 %	413 407,81
Payment - 16 03 01 05 - European Public Spaces							
1 246 000,00	0,00	0,00	1 011 178,34	234 821,66	-65 000,00	-5,22 %	169 821,66
Commitment - 16 03 01 05 - European Public Spaces							
1 246 000,00	0,00	0,00	862 613,35	383 386,65	-65 000,00	-5,22 %	318 386,65
Non-Diff - 17 01 02 11 - Other management expenditure							
7 996 482,00	109 000,00	-554 650,00	5 853 832,00	1 697 000,00	-1 600 000,00	-20,01 %	97 000,00
Non-Diff - 19 01 02 01 - External personnel -- Headquarters							
2 001 400,00	0,00	58 504,00	1 936 201,00	123 703,00	-123 703,00	-6,18 %	0,00
Non-Diff - 19 01 03 02 - Buildings and related expenditure -- Union delegations							
140 274,00	0,00	-4 949,00	132 009,41	3 315,59	-3 313,00	-2,36 %	2,59
Non-Diff - 20 01 01 02 - Expenditure related to officials and temporary staff -- Union delegations							
13 507 444,00	0,00	52 600,00	13 382 954,31	177 089,69	136 476,00	1,01 %	313 565,69
Non-Diff - 20 01 03 02 - Buildings and related expenditure -- Union delegations							
6 943 590,00	0,00	-245 073,00	6 534 491,56	164 025,44	-164 024,00	-2,36 %	1,44
Non-Diff - 21 01 01 02 - Expenditure related to officials and temporary staff -- Union delegations							
78 479 959,00	0,00	133 600,00	77 638 276,30	975 282,70	791 211,00	1,01 %	1 766 493,70
Non-Diff - 21 01 03 02 - Buildings and related expenditure -- Union delegations							

17 674 595,00	0,00	-623 825,00	16 633 253,42	417 516,58	-417 515,00	-2,36 %	1,58
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Line/Heading							
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)
Non-Diff - 22 01 01 02 - Expenditure related to officials and temporary staff -- Union delegations							
20 859 597,00	0,00	36 800,00	20 636 769,39	259 627,61	210 313,00	1,01 %	469 940,61
Non-Diff - 22 01 02 01 - External personnel -- Headquarters							
1 879 556,00	0,00	550 490,00	2 253 048,00	176 998,00	-176 998,00	-9,42 %	0,00
Non-Diff - 22 01 02 11 - Other management expenditure -- Headquarters							
2 218 855,00	0,00	55 653,00	2 097 128,00	177 380,00	-138 294,00	-6,23 %	39 086,00
Non-Diff - 22 01 03 02 - Buildings and related expenditure -- Union delegations							
4 874 541,00	0,00	-172 046,00	4 587 345,61	115 149,39	-115 148,00	-2,36 %	1,39
Non-Diff - 23 01 02 01 - External personnel							
2 021 943,00	0,00	597 998,00	2 462 002,00	157 939,00	-157 939,00	-7,81 %	0,00
Non-Diff - 25 01 01 03 - Salaries, allowances and payments of Members of the institution							
9 939 000,00	0,00	0,00	9 639 000,00	300 000,00	-300 000,00	-3,02 %	0,00
Non-Diff - 25 01 02 01 - External personnel							
6 365 994,00	0,00	1 549 821,00	7 415 763,00	500 052,00	-179 000,00	-2,81 %	321 052,00
Non-Diff - 25 01 02 11 - Other management expenditure							
12 491 630,00	0,00	3 303 829,00	13 825 737,39	1 969 721,61	-50 000,00	-0,40 %	1 919 721,61
Non-Diff - 25 01 08 - Legal advice, litigation and infringements -- Legal expenses							
3 700 000,00	0,00	-329 100,00	2 400 000,00	970 900,00	-134 900,00	-3,65 %	836 000,00
Non-Diff - 26 01 02 11 - Other management expenditure							
20 341 282,00	0,00	335 785,00	16 727 104,86	3 949 962,14	-83 400,00	-0,41 %	3 866 562,14
Non-Diff - 27 01 02 09 - External personnel -- Non-decentralised management							
4 621 420,00	0,00	-2 448 272,00	0,00	2 173 148,00	-2 173 148,00	-47,02 %	0,00
Non-Diff - 27 01 02 11 - Other management expenditure							
7 715 145,00	0,00	-151 086,00	5 724 130,61	1 839 928,39	-140 000,00	-1,81 %	1 699 928,39
Non-Diff - 27 01 02 19 - Other management expenditure -- Non-decentralised management							
8 456 008,00	0,00	-3 660 630,00	0,00	4 795 378,00	-4 795 378,00	-56,71 %	0,00
Non-Diff - 28 01 02 01 - External personnel							
733 388,00	0,00	-99 785,00	465 035,50	168 567,50	-168 000,00	-22,91 %	567,50
Non-Diff - 29 01 02 01 - External personnel							
5 163 482,00	202 932,00	58 212,00	5 349 591,00	75 035,00	-75 000,00	-1,45 %	35,00
Non-Diff - 29 01 02 11 - Other management expenditure							
3 322 719,00	153 000,00	132,00	3 433 982,93	41 868,07	-15 000,00	-0,45 %	26 868,07
Non-Diff - 30 01 15 01 - Pensions, invalidity allowances and severance grants							
1 516 912 000,00	0,00	0,00	1 516 912 000,00	0,00	16 771 500,00	1,11 %	16 771 500,00
Non-Diff - 31 01 02 01 - External personnel							
10 057 341,00	0,00	-506 244,00	8 716 326,00	834 771,00	-366 810,00	-3,65 %	467 961,00
Non-Diff - 31 01 02 11 - Other management expenditure							
4 727 753,00	0,00	418 751,00	4 359 373,90	787 130,10	-75 000,00	-1,59 %	712 130,10
Non-Diff - 31 01 07 01 - Interpretation expenditure							

18 262 000,00	0,00	-337 072,00	14 248 800,00	3 676 128,00	-1 706 501,00	-9,34 %	1 969 627,00
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Line/Heading							
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)
Non-Diff - 31 01 08 01 - Translation expenditure							
14 500 000,00	0,00	-175 000,00	12 499 792,00	1 825 208,00	-1 825 000,00	-12,59 %	208,00
Non-Diff - 32 01 02 01 - External personnel							
2 491 646,00	0,00	363 704,00	2 765 350,00	90 000,00	-60 000,00	-2,41 %	30 000,00
Non-Diff - A3 01 01 - Expenditure related to officials and temporary staff							
40 471 000,00	0,00	0,00	39 467 500,00	1 003 500,00	-1 000 000,00	-2,47 %	3 500,00
Total DECREASE Payments					-65 000,00		
Total INCREASE Payments					0,00		
Total DECREASE Commitments					-65 000,00		
Total INCREASE Commitments					0,00		
Total DECREASE Non-Diff					-17 844 500,00		
Total INCREASE Non-Diff					17 909 500,00		