



**COUNCIL OF
THE EUROPEAN UNION**

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COVER NOTE

From: Mr Janusz LEWANDOWSKI, Member of the European Commission
date of receipt: 27 November 2013
To: Mr Algimantas RIMKUNAS, President of the Council of the European Union

Subject: Transfer of appropriations No DEC 42/2013 within Section III -
Commission - of the general budget for 2013

Delegations will find attached Commission document DEC 42/2013.

Encl.: DEC 42/2013



BRUSSELS, 26/11/2013

GENERAL BUDGET - 2013
SECTION III - COMMISSION TITLE 05

TRANSFER OF APPROPRIATIONS N° DEC 42/2013

EUR

FROM

CHAPTER - 0503 Direct aids

ITEM - 05 03 02 21 Aid for olive groves Non-Diff. - 1 700 000

ITEM - 05 03 02 26 Area payments for nuts Non-Diff. - 1 150 000

ITEM - 05 03 02 36 Payments for specific types of farming and quality production Non-Diff. - 2 600 000

ITEM - 05 03 02 99 Other (direct aids) Non-Diff. - 11 400 000

CHAPTER - 0504 Rural development

ITEM - 05 04 01 14 Rural development financed by the EAGGF Guarantee Section -
Programming period 2000 to 2006 Non-Diff. - 900 000

TO

CHAPTER - 0502 Interventions in agricultural markets

ITEM - 05 02 08 11 Aid to producer groups for preliminary recognition Non-Diff. 17 750 000

I. INCREASE

a) Heading

05 02 08 11 - Aid to producer groups for preliminary recognition

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	259 267 753
1B. Appropriation in budget (EFTA)	0
2. Transfers	72 650 000
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3. Final appropriation for the year (1A+1B+2)	331 917 753
4. Utilisation of final appropriation	259 267 753
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5. Amount not used/available (3-4)	72 650 000
6. Requirements up to year-end	90 400 000
7. Increase proposed	17 750 000
8. Increase as percentage of appropriation in budget (7/1A)	6.85%
9. Increase, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detailed grounds for the increase

The total expenditure incurred by Member States for the aid to producer groups for preliminary recognition amounts to approximately EUR 343.4 million, higher than the 2013 budget's voted appropriations which amounted to EUR 253 million. The requirements still to be covered up to the end of the year are EUR 90.4 million. Taking into account a transfer of EUR 72.65 million the Commission has made in accordance with article 26.1(c) of the Financial Regulation, it is proposed to reinforce item 05 02 08 11 for the remaining part of EUR 17.75 million.

II. DECREASE

II.A

a) Heading

05 03 02 21 - Aid for olive groves

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	2 026 303
1B. Appropriation in budget (EFTA)	0
2. Transfers	0
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3. Final appropriation for the year (1A+1B+2)	2 026 303
4. Utilisation of final appropriation	289 547
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5. Amount not used/available (3-4)	1 736 756
6. Requirements up to year-end	36 756
7. Proposed decrease	1 700 000
8. Decrease as percentage of appropriation in budget (7/1A)	83.90%
9. Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detail grounds for the transfer

The expenditure incurred by Member States for the outstanding balance of the aid for olive groves was lower than the amount forecasted in the 2013 budget.

Therefore, it is proposed to transfer an amount of EUR 1.7 million not needed on item 05 03 02 21 in order to cover part of the funding needs of item 05 02 08 11.

II.B

a) Heading

05 03 02 26 - Area payments for nuts

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	2 159 002
1B. Appropriation in budget (EFTA)	0
2. Transfers	0
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3. Final appropriation for the year (1A+1B+2)	2 159 002
4. Utilisation of final appropriation	814 094
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5. Amount not used/available (3-4)	1 344 908
6. Requirements up to year-end	194 908
7. Proposed decrease	1 150 000
8. Decrease as percentage of appropriation in budget (7/1A)	53.27%
9. Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detail grounds for the transfer

The expenditure incurred by Member States for the outstanding balance of the area payment for nuts was lower than the amount forecasted in the 2013 budget.

Therefore, it is proposed to transfer an amount of EUR 1.15 million not needed on item 05 03 02 26 in order to cover part of the funding needs of item 05 02 08 11.

II.C

a) Heading

05 03 02 36 - Payments for specific types of farming and quality production

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	4 053 264
1B. Appropriation in budget (EFTA)	0
2. Transfers	0
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3. Final appropriation for the year (1A+1B+2)	4 053 264
4. Utilisation of final appropriation	1 297 420
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5. Amount not used/available (3-4)	2 755 844
6. Requirements up to year-end	155 844
7. Proposed decrease	2 600 000
8. Decrease as percentage of appropriation in budget (7/1A)	64.15%
9. Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detail grounds for the transfer

The expenditure incurred by Member States for the outstanding balance of the direct aids for specific types of farming was lower than the amount forecasted in the 2013 budget.

Therefore, it is proposed to transfer an amount of EUR 2.6 million not needed on item 05 03 02 36 in order to cover part of the funding needs of item 05 02 08 11.

II.D

a) Heading

05 03 02 99 - Other (direct aids)

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	36 334 805
1B. Appropriation in budget (EFTA)	0
2. Transfers	0
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3. Final appropriation for the year (1A+1B+2)	36 334 805
4. Utilisation of final appropriation	16 771 262
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5. Amount not used/available (3-4)	19 563 543
6. Requirements up to year-end	8 163 543
7. Proposed decrease	11 400 000
8. Decrease as percentage of appropriation in budget (7/1A)	31.37%
9. Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detail grounds for the transfer

The 2013 budget includes appropriations amounting to EUR 2 million for the reimbursement of outstanding balances for older coupled direct aids schemes which have been meanwhile incorporated in the Single Payment Scheme. Additional appropriations of EUR 34.3 million are available following recoveries of previously paid expenditure related to these older direct aid schemes. Taking into account the appropriations already used (EUR 16.8 million) and the requirements up to the end of the year (EUR 8.2 million), an amount of EUR 11.4 million will not be used on item 05 03 02 99. Therefore, it is proposed to transfer the available appropriations of EUR 11.4 million from item 05 03 02 99 in order to cover part of the funding needs of item 05 02 08 11.

II.E

a) Heading

05 04 01 14 - Rural development financed by the EAGGF Guarantee Section - Programming period 2000 to 2006

b) Figures at 18/11/2013

	Non-Diff.
1A. Appropriation in budget (initial budget + AB)	943 962
1B. Appropriation in budget (EFTA)	0
2. Transfers	0
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3. Final appropriation for the year (1A+1B+2)	943 962
4. Utilisation of final appropriation	977
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5. Amount not used/available (3-4)	942 985
6. Requirements up to year-end	42 985
7. Proposed decrease	900 000
8. Decrease as percentage of appropriation in budget (7/1A)	95.34%
9. Decrease, as a percentage of the final appropriation for the year, in the sum of transfers referred to in Article 26(1)(b) and (c) of the Financial Regulation, calculated in accordance with Article 14 of the Rules of Application	n/a

c) Receipts arising from recovery (carried over) (C5)

	Non-Diff.
1. Appropriation available at start of year	0
2. Appropriation available on the 18/11/2013	0
3. Rate of utilisation [(1-2)/1]	n/a

d) Detail grounds for the transfer

Commitment appropriations can no longer be made for Rural Development measures financed by the EAGGF Guarantee section concerning 2000-2006 programmes. However, Member States are in the process of closing these programmes and have declared recoveries of previously paid advances on this item of the 2013 budget.

Therefore, it is proposed to transfer a part of these recoveries which are available on item 05 04 01 14 in order to cover part of the funding needs of item 05 02 08 11.