



Brussels, 22 June 2018
(OR. en)

9713/18

BUDGET 20

EXPLANATORY MEMORANDUM

Subject: Draft amending budget No 3 to the general budget 2018: Extension of the Facility for Refugees in Turkey
– Council position of 22 June 2018

I. INTRODUCTION

On 23 May 2018, the Commission submitted to the Council draft amending budget (DAB) No 3 to the general budget for 2018.

This DAB provides the financing in 2018 of the extension of the Facility for Refugees in Turkey for an amount of EUR 500 million in commitment appropriations to be channelled through the Instrument for Pre-accession Assistance. The corresponding appropriations are to be recorded under budget line 22 02 03 02 (*Support to Turkey - Support for economic, social and territorial development and related progressive alignment with the Union acquis*).

II. CONCLUSION

On 22 June 2018, the Council adopted its position on DAB No 3 to the general budget for 2018 as set out in the ANNEX.

TECHNICAL ANNEX

VOLUME 3

SECTION III - COMMISSION

EXPENDITURE

Figures

Title	Heading	Budget 2018		Council position on DAB No 3/2018		New amount	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
01	Economic and financial affairs	2 208 268 036	2 153 674 136			2 208 268 036	2 153 674 136
		130 185 000 2 338 453 036	25 000 000 2 178 674 136			130 185 000 2 338 453 036	25 000 000 2 178 674 136
02	Internal market, industry, entrepreneurship and SMEs	2 356 185 710	2 062 361 812			2 356 185 710	2 062 361 812
03	Competition	109 841 980	109 841 980			109 841 980	109 841 980
04	Employment, social affairs and inclusion	14 504 772 962	12 207 667 532			14 504 772 962	12 207 667 532
		11 102 000 14 515 874 962	8 327 000 12 215 994 532			11 102 000 14 515 874 962	8 327 000 12 215 994 532
05	Agriculture and rural development	58 159 838 271	55 462 985 694			58 159 838 271	55 462 985 694
		1 800 000 58 161 638 271	1 350 000 55 464 335 694			1 800 000 58 161 638 271	1 350 000 55 464 335 694
06	Mobility and transport	4 007 575 953	2 267 065 045			4 007 575 953	2 267 065 045
07	Environment	498 283 862	350 533 612			498 283 862	350 533 612
		1 000 000 499 283 862	750 000 351 283 612			1 000 000 499 283 862	750 000 351 283 612
08	Research and innovation	6 890 257 765	6 472 483 396			6 890 257 765	6 472 483 396
09	Communications networks, content and technology	2 132 573 932	2 259 062 678			2 132 573 932	2 259 062 678
10	Direct research	403 727 789	397 336 829			403 727 789	397 336 829
11	Maritime affairs and fisheries	1 084 735 790	659 590 725			1 084 735 790	659 590 725
		46 565 000 1 131 300 790	43 302 703 702 893 428			46 565 000 1 131 300 790	43 302 703 702 893 428
12	Financial stability, financial services and capital markets union	94 563 454	94 367 704			94 563 454	94 367 704
13	Regional and urban policy	39 909 728 476	34 230 153 557			39 909 728 476	34 230 153 557
14	Taxation and customs union	175 802 112	168 303 344			175 802 112	168 303 344
15	Education and culture	3 806 105 904	3 502 751 391			3 806 105 904	3 502 751 391
		42 785 652 3 848 891 556	33 226 000 3 535 977 391			42 785 652 3 848 891 556	33 226 000 3 535 977 391
16	Communication	213 021 691	211 969 691			213 021 691	211 969 691
17	Health and food safety	599 104 264	562 925 962			599 104 264	562 925 962
18	Migration and home affairs	2 637 400 839	2 257 961 158			2 637 400 839	2 257 961 158
19	Foreign policy instruments	816 917 462	705 331 155			816 917 462	705 331 155
		23 750 000 840 667 462	8 673 000 714 004 155			23 750 000 840 667 462	8 673 000 714 004 155

Title	Heading	Budget 2018		Council position on DAB No 3/2018		New amount	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
20	Trade	115 924 575	114 524 575			115 924 575	114 524 575
21	International cooperation and development	3 486 428 453	3 248 829 555			3 486 428 453	3 248 829 555
		6 250 000 3 492 678 453				6 250 000 3 492 678 453	
22	Neighbourhood and enlargement negotiations	3 891 105 748	3 680 713 958	500 000 000		4 391 105 748	3 680 713 958
		70 000 000 3 961 105 748	35 000 000 3 715 713 958			70 000 000 4 461 105 748	35 000 000 3 715 713 958
23	Humanitarian aid and civil protection	1 189 000 497	1 195 508 750			1 189 000 497	1 195 508 750
		2 000 000 1 191 000 497	1 500 000 1 197 008 750			2 000 000 1 191 000 497	1 500 000 1 197 008 750
24	Fight against fraud	82 294 500	79 884 041			82 294 500	79 884 041
25	Commission's policy coordination and legal advice	244 565 633	244 015 633			244 565 633	244 015 633
26	Commission's administration	1 126 245 771	1 128 233 771			1 126 245 771	1 128 233 771
		5 915 694 1 132 161 465	5 915 694 1 134 149 465			5 915 694 1 132 161 465	5 915 694 1 134 149 465
27	Budget	78 630 924	78 630 924			78 630 924	78 630 924
28	Audit	19 359 668	19 359 668			19 359 668	19 359 668
29	Statistics	144 068 650	130 593 650			144 068 650	130 593 650
30	Pensions and related expenditure	1 899 409 800	1 899 409 800			1 899 409 800	1 899 409 800
31	Language services	398 802 462	398 802 462			398 802 462	398 802 462
32	Energy	1 640 012 879	1 579 046 002			1 640 012 879	1 579 046 002
33	Justice and consumers	257 557 182	224 742 182			257 557 182	224 742 182
34	Climate action	155 158 150	96 805 400			155 158 150	96 805 400
		500 000 155 658 150	375 000 97 180 400			500 000 155 658 150	375 000 97 180 400
40	Reserves	858 755 346	508 019 397			858 755 346	508 019 397
	Total	156 196 026 490	140 763 487 169	500 000 000		156 696 026 490	140 763 487 169
	Of which Reserves: 40 01 40, 40 02 40, 40 02 41	341 853 346	163 419 397			341 853 346	163 419 397

TITLE 22 — NEIGHBOURHOOD AND ENLARGEMENT NEGOTIATIONS

Figures

Title Chapter	Heading	FF	Budget 2018		Council position on DAB No 3/2018		New amount	
			Commitments	Payments	Commitments	Payments	Commitments	Payments
22 01	Administrative expenditure of the 'Neighbourhood and enlargement negotiations' policy area		167 697 810	167 697 810			167 697 810	167 697 810
22 02	Enlargement process and strategy	4	1 287 877 832	1 176 132 420	500 000 000		1 787 877 832	1 176 132 420
			70 000 000	35 000 000			70 000 000	35 000 000
			1 357 877 832	1 211 132 420			1 857 877 832	1 211 132 420
22 04	European Neighbourhood Instrument (ENI)		2 435 530 106	2 336 883 728			2 435 530 106	2 336 883 728
	Title 22 — Total		3 891 105 748	3 680 713 958	500 000 000		4 391 105 748	3 680 713 958
			70 000 000	35 000 000			70 000 000	35 000 000
	Total including reserves		3 961 105 748	3 715 713 958			4 461 105 748	3 715 713 958

CHAPTER 22 02 — ENLARGEMENT PROCESS AND STRATEGY

Figures

Title Chapter Article Item	Heading	FF	Budget 2018		Council position on DAB No 3/2018		New amount	
			Commitments	Payments	Commitments	Payments	Commitments	Payments
22 02	Enlargement process and strategy							
22 02 01	<i>Support to Albania, Bosnia and Herzegovina, Kosovo¹, Montenegro, Serbia and the former Yugoslav Republic of Macedonia</i>							
22 02 01 01	Support for political reforms and related progressive alignment with the Union acquis	4	199 267 000	221 500 000			199 267 000	221 500 000
22 02 01 02	Support for economic, social and territorial development and related progressive alignment with the Union acquis	4	307 100 000	166 000 000			307 100 000	166 000 000
	<i>Article 22 02 01 — Subtotal</i>		506 367 000	387 500 000			506 367 000	387 500 000

¹ This designation is without prejudice to positions on status, and is in line with the United Nations Security Council Resolution 1244(1999) and the International Court of Justice opinion on Kosovo's declaration of independence.

Title Chapter Article Item	Heading	FF	Budget 2018		Council position on DAB No 3/2018		New amount	
			Commitments	Payments	Commitments	Payments	Commitments	Payments
22 02 02	Support to Iceland							
22 02 02 01	Support for political reforms and related progressive alignment with the Union acquis	4	p.m.	p.m.			p.m.	p.m.
22 02 02 02	Support for economic, social and territorial development and related progressive alignment with the Union acquis	4	p.m.	p.m.			p.m.	p.m.
	<i>Article 22 02 02 — Subtotal</i>		p.m.	p.m.			p.m.	p.m.
22 02 03	Support to Turkey							
22 02 03 01	Support for political reforms and related progressive alignment with the Union acquis	4	97 400 000	13 500 000			97 400 000	13 500 000
			70 000 000 167 400 000	35 000 000 48 500 000			70 000 000 167 400 000	35 000 000 48 500 000
22 02 03 02	Support for economic, social and territorial development and related progressive alignment with the Union acquis	4	236 384 000	262 500 000	500 000 000		736 384 000	262 500 000
	<i>Article 22 02 03 — Subtotal</i>		333 784 000	276 000 000	500 000 000		833 784 000	276 000 000
			70 000 000 403 784 000	35 000 000 311 000 000			70 000 000 903 784 000	35 000 000 311 000 000
22 02 04	Regional integration and territorial cooperation and support to groups of countries (horizontal programmes)							
22 02 04 01	Multi-country programmes, regional integration and territorial cooperation	4	411 426 000	283 000 000			411 426 000	283 000 000
22 02 04 02	Erasmus+ — Contribution from the Instrument for Pre-accession Assistance (IPA)	4	30 271 000	34 352 588			30 271 000	34 352 588
22 02 04 03	Contribution to the Energy Community for South-East Europe	4	4 529 832	4 529 832			4 529 832	4 529 832
	<i>Article 22 02 04 — Subtotal</i>		446 226 832	321 882 420			446 226 832	321 882 420
22 02 51	Completion of former pre-accession assistance (prior to 2014)	4	p.m.	190 000 000			p.m.	190 000 000
22 02 77	Pilot projects and preparatory actions							
22 02 77 01	Pilot project — Preserving and restoring cultural heritage in conflict areas	4	p.m.	p.m.			p.m.	p.m.
22 02 77 02	Preparatory action — Preserving and restoring cultural heritage in conflict areas	4	p.m.	p.m.			p.m.	p.m.
22 02 77 03	Preparatory action — Enhancing regional cooperation on the issue of missing persons following the conflicts in the former Yugoslavia	4	1 500 000	750 000			1 500 000	750 000
	<i>Article 22 02 77 — Subtotal</i>		1 500 000	750 000			1 500 000	750 000
	Chapter 22 02 — Total		1 287 877 832	1 176 132 420	500 000 000		1 787 877 832	1 176 132 420
	Total including reserves		70 000 000 1 357 877 832	35 000 000 1 211 132 420			70 000 000 1 857 877 832	35 000 000 1 211 132 420

Article 22 02 03 — Support to Turkey

Item 22 02 03 02 — Support for economic, social and territorial development and related progressive alignment with the Union *acquis*

Figures

Budget 2018		Council position on DAB No 3/2018		New amount	
Commitments	Payments	Commitments	Payments	Commitments	Payments
236 384 000	262 500 000	500 000 000		736 384 000	262 500 000

Remarks

Under the Instrument for Pre-accession Assistance (IPA II), this appropriation will address the following specific objectives in Turkey:

- providing support for economic, social and territorial development, with a view to achieving smart, sustainable and inclusive growth,
- strengthening the ability of the beneficiaries listed in Annex I to Regulation (EU) No 231/2014 at all levels to fulfil the obligations stemming from Union membership in the area of economic, social and territorial development by supporting progressive alignment with and adoption, implementation and enforcement of the Union *acquis*, including preparation for management of Union Structural Funds, the Cohesion Fund and the European Agricultural Fund for Rural Development.

Any income from financial contributions from Member States and third countries, including in both cases their public agencies, entities or natural persons, to certain external aid projects or programmes financed by the Union and managed by the Commission on their behalf may give rise to the provision of additional appropriations. Such contributions under Article 6 3 3 of the statement of revenue constitute assigned revenue under point (b) of Article 21(2) of the Financial Regulation. The amounts entered on the line for administrative support expenditure will be determined, without prejudice to Article 187(7) of the Financial Regulation, by the contribution agreement for each operational programme with an average not exceeding 4 % of the contributions for the corresponding programme for each chapter.

Any appropriations used in the context of support to refugees and host communities, need to directly benefit refugees and/or the activities of civil society organisations working in this field.

Legal basis

Regulation (EU) No 231/2014 of the European Parliament and of the Council of 11 March 2014 establishing an Instrument for Pre-accession Assistance (IPA II) (OJ L 77, 15.3.2014, p. 11), and in particular points (b) and (c) of Article 2(1) thereof.