

# 2012 budget: priorities - other sections

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[The Committee on Budgets adopted the report by José Manuel FERNANDES \(EPP, PT\) on the guidelines for the 2012 budget procedure for the other institutions.](#)

It recalls that the ceiling for heading 5 of the multiannual financial framework (MFF) for the EU's budget in 2012 is EUR 8 754 million (representing an increase of EUR 340 million, or 4%, compared to 2011, including 2% for inflation). Members note that in its capacity as colegislator Parliament has decided to find a reasonable match between its human resources and its new competences following the entry into force of the Lisbon Treaty (19.67% of the heading 5 total in 2009, 19.99% in 2010 and 20.03% in 2011). They insist that s essential to monitor movements in heading 5 spending throughout 2011, in order to develop an appropriate forecast for the forthcoming budgets.

**General framework and priorities for the 2012 budget:** Members underline the difficult situation with respect to the heading 5 expenditure ceiling for 2012, and is fully aware of the fact that the institutions may encounter problems in meeting all financing requirements while maintaining budgetary discipline. In a context of economic crisis, the heavy burden of public debt and restraint in times of ongoing national budgetary consolidation efforts, the European Parliament and the other institutions should show **budgetary responsibility and self-restraint.**

The committee feels that Parliament's goal should be to develop legislative excellence and that all the necessary resources should be available for this purpose. At the same time, it takes the view that the **budget of Parliament and the other institutions for 2012 should be a budget of consolidation**, not least because it may also serve as a reference for the next multiannual financial framework. Consolidation effort should not, however, prevent investments (e.g. in technology). The principles of good management, namely economy, efficiency and effectiveness are viewed as another priority in the budget of the Parliament and of the other institutions. In this connection, Members consider that that thought should be given to the advantages of centralisation, so as to generate **economies of scale** (e.g.: centralised procurement, shared services between the institutions), as well as to what should remain, or be, decentralised.

To strengthen budgetary rigour, they request the submission of an **organisation chart** for each institution, together with the respective cost of each constituent unit. They request, moreover, that each expense be clearly specified and justified, with a clear distinction between fixed and variable expenses in order to fulfil the principles of a zero-based budget.

They also consider that, at the latest starting from the next multiannual financial framework, Parliament's budget and the budgets of the other institutions should be the result of multiannual planning covering the duration of that framework.

Members go on to ask that the budget :

- integrate the prospect of a possible enlargement of the EU to Croatia ;
- take into account environmental policy and EMAS so far as possible;
- take in to account the need for a fully integrated knowledge management system and an ambitious and far-reaching digital strategy with regard to the Web 2.0 tools and social networks, and electronic governance;

- use teleworking where appropriate and considers the introduction of a cloud computing system to reduce the operating costs of the computer system, improve its performance and bring greater mobility to Parliament's work.

The committee also asks for use to be made of staff redeployment and of retraining in order to enhance mobility as well as for active non-discrimination policies to ensure easier access for people with disabilities.

**Parliament:** in accordance with these general recommendations, Members take the view that Parliament's goal should be to develop legislative excellence and show budgetary responsibility and self-restraint by staying around the inflation rate.

With regard to the future enlargement of the EU and its consequences for the institutions, the report notes that for Parliament this will be marked by the arrival of the **18 new MEPs** following the Lisbon Treaty will be integrated by an amending letter or amending budget.

Members consider that they must be given access to quality services in order to be able to perform their duties on an equal footing, and stress the importance of equal treatment of Members of all nationalities and **languages** in terms of possibility for them to carry out the duties and political activity incumbent upon them in their own language if they wish. They find for instance, the absence of interpretation in committee meetings to be unacceptable. They are also of the opinion that all means must be sought to increase **the flexibility of interpretation** as a crucial step in ensuring good working practices.

Members also request the following:

- a thorough review should be implemented as to whether the right of freedom of access for European citizens to meet with their European representatives could be more effectively matched with the urgent need to provide security for those who work in the institutions;
- rationalisation of the allocation of its existing space and to realise cost savings and economies of scale (they point out that the KAD extension project currently under way, the cost of which is estimated at about EUR 549.6 million will allow the geographical concentration of Parliament's Administration in Luxembourg, thus enabling substantial savings to be made);
- the development of a medium- and long-term buildings strategy ;
- the need for further information regarding the House of European History (a detailed business plan, the global cost of this project as well as further information regarding the architectural design competition which has been ongoing since 2009);
- information and communication policy reaching all European citizens;
- follow-up action in relation to a number of policies with financial implications, such as EMAS, public procurement and action taken in response to budget discharge recommendations.

The committee believes that, as is the case for all big organisations, an **independent external viewpoint on how resources are used and how work is organised** is sometimes necessary. While stressing that a political European institution such as Parliament is unique in character, it considers that, in the long term, consideration should be given to carrying out such an external analysis.

Lastly, it is concerned about the proposal to create a European Added Value Assessment Unit to measure the cost of non-Europe. Members question whether such an office is necessary and request more detailed information regarding the creation of this office.

**Other institutions:** Members call for **realistic and cost-based budget requests from the other institutions** which take full account of the need to manage scarce resources in an optimal way. They welcome the establishment of a new Section X in the EU budget for the European External Action Service, with an allocation of EUR 464 million.

