Basic information

2001/0258(CNS) CNS - Consultation procedure Decision	Procedure completed
Macro-financial assistance to Yugoslavia Repealing Decision 2001/549/EC 2001/0112(CNS) **Subject** 6.20.07 Macro-financial assistance to third countries 6.40.03 Relations with South-East Europe and the Balkans **Geographical area** Yugoslavia, Federal Republic - 01/2003	

Key players

European Parliament

Committee responsible	Rapporteur	Appointed
BUDG Budgets	FÄRM Göran (PSE)	12/11/2001

Committee for opinion	Rapporteur for opinion	Appointed
AFET Foreign Affairs, Human Rights, Common Security, Defense	BROK Elmar (PPE-DE)	13/11/2001
CONT Budgetary Control	The committee decided not to give an opinion.	
ITRE Industry, External Trade, Research, Energy	The committee decided not to give an opinion.	

Council of the European Union

Council configuration	Meetings	Date
General Affairs	2397	2001-12-10

European Commission

Commission DG	Commissioner
Economic and Financial Affairs	

Key events

Date	Event	Reference	Summary

29/10/2001	Legislative proposal published	COM(2001)0618	Summary
12/11/2001	Committee referral announced in Parliament		
21/11/2001	Vote in committee		Summary
21/11/2001	Committee report tabled for plenary, 1st reading/single reading	A5-0410/2001	
28/11/2001	Debate in Parliament		
29/11/2001	Decision by Parliament	T5-0639/2001	Summary
10/12/2001	Act adopted by Council after consultation of Parliament		
10/12/2001	End of procedure in Parliament		
18/12/2001	Final act published in Official Journal		

Technical information

Procedure reference	2001/0258(CNS)
Procedure type	CNS - Consultation procedure
Procedure subtype	Legislation
Legislative instrument	Decision
Amendments and repeals	Repealing Decision 2001/549/EC 2001/0112(CNS)
Legal basis	EC Treaty (after Amsterdam) EC 308 Rules of Procedure EP 170
Stage reached in procedure	Procedure completed
Committee dossier	BUDG/5/15381

Documentation gateway

European Parliament

Document type	Committee	Reference	Date	Summary
Committee report tabled for plenary, 1st reading/single reading		A5-0410/2001	21/11/2001	
Text adopted by Parliament, 1st reading/single reading		T5-0639/2001 OJ C 153 27.06.2002, p. 0037-0305 E	29/11/2001	Summary

European Commission

Document type	Reference	Date	Summary
Legislative proposal	COM(2001)0618 OJ C 051 26.02.2002, p. 0324 E	29/10/2001	Summary

Additional information

Source	Document	Date
European Commission	EUR-Lex	

Final act	
Decision 2001/0901 OJ L 334 18.12.2001, p. 0030	Summary

Macro-financial assistance to Yugoslavia

2001/0258(CNS) - 10/12/2001 - Final act

PURPOSE : to provide macro-financial assistance to the Federal Republic of Yugoslavia. COMMUNITY MEASURE : Council Decision 2001/901/EC amending Council Decision 2001/549/EC providing macro-financial assistance to the Federal Republic of Yugoslavia. CONTENT : on 16 July 2001, the Council of the European Union decided to provide to the Federal Republic of Yugoslavia a macro-financial assistance of up to EUR 300 million (Council Decision 2001/549/EC) in view of reinforcing the country's economic, social and political stability as well as enhancing the its important role as a factor of stability in the region after the political and democratic changes that occured in the FRY in the last quarter of 2000. However, the financial situation in the FRY in the second half of 2001 appears to be more constrained than previously envisaged. This decision aims to increase the grant component of the Community's macro-financial assistance in order to ease the country's financial constraints. The decision provides, in this context, an increase to EUR 45 million of the grant component of this aid. The grant component of this assistance shall amount up to a maximum of EUR 120 million. ENTRY INTO FORCE : 10.12.2001.

Macro-financial assistance to Yugoslavia

2001/0258(CNS) - 29/10/2001 - Legislative proposal

PURPOSE : to provide additional macro-financial assistance to the Federal Republic of Yugoslavia. CONTENT : on 16 July 2001, the Council of the European Union decided to provide to the Federal Republic of Yugoslavia (FRY) a macro-financial assistance of up to EUR 300 million, comprising a loan element of up to EUR 225 million and a grant element of up to EUR 75 million (Council Decision 2001/549/EC). The main objective of this assistance is to contribute to bolstering the country's economic, social and political stability, as well as enhancing its important role as a factor of stability in the region after the political and democratic changes that occurred in the FRY in the last quarter of 2000. However, the financial situation in the FRY in the second half of 2001 appears to be more constrained than previously envisaged. This is largely due to delays in the Serbian privatisation process. The delay is mainly linked to the need to implement a new transparent framework for privatisation agreed with the World Bank, as well as to the postponement of the privatisation of one cement company due to the opposition by workers. As a result, previously budgeted estimated privatisation receipts in the Serbian budget have been revised downwards substantially under the IMF programme which will reduce expected FDI receipts and will put additional strain on the balance of payments. Based on revised estimates of the Serbian budget, the IMF has identified a fiscal gap of around YuD 9 billion (around EUR 150 million or 1.3% of GDP) in 2001. This comes on top of the part of the budgeted deficit that is expected to be covered by foreign grants and loans (some EUR 150 million that have largely been firmly committed in the context of the FRY Donors Conference in June 2001). The IMF has therefore agreed with the authorities that, on top of the external financing needs already identified under the programme, additional foreign financing will be required to close the new financing gap in the second half of 2001. Against this background, it seems appropriate for the Community to help easing the new financial constraints that the FRY is facing at this crucial juncture by amending Council Decision 2001/549/EC, thereby augmenting the total amount by EUR 45 million to up to EUR 345 million. In view of the high indebtedness of the FRY (above 140% of GDP) and its limited borrowing capacity, it is proposed to provide this additional amount in the form of a grant, raising the overall grant component of this assistance to up to EUR 120 million.

Macro-financial assistance to Yugoslavia

2001/0258(CNS) - 29/11/2001 - Text adopted by Parliament, 1st reading/single reading

The European Parliament adopted the report by Göran FÄRM (PES, S) concerning macro-financial assistance to the Federal Republic of Yugoslavia. (Please refer to the previous text).