Basic information

2006/2265(BUD) BUD - Budgetary procedure	Procedure completed
Amending budget 6/2006: revision of the forecasts for traditional own resources and of VAT and GNI balances, decrease of appropriations for the EAGGF and the Structural Funds and Cohesion Fund **Subject** 3.10.13 European Agricultural Guidance and Guarantee Fund, EAGGF and EAGF 8.70.01 Financing of the budget, own resources 8.70.60 Previous annual budgets	

Key players

European Parliament	**Committee responsible**	**Rapporteur**	**Appointed**
	BUDG Budgets	PITTELLA Gianni (PSE)	06/12/2004
Council of the European Union	**Council configuration**	**Meetings**	**Date**
	Employment, Social Policy, Health and Consumer Affairs	2767	2006-11-30
European Commission	**Commission DG**	**Commissioner**	
	Budget	GRYBAUSKAITĖ Dalia	

Key events

Date	Event	Reference	Summary
31/10/2006	Commission preliminary draft budget published	SEC(2006)1410	Summary
30/11/2006	Council draft budget published	15635/2006	Summary
30/11/2006	Vote in committee		Summary
30/11/2006	Draft budget approved by Council		
04/12/2006	Budgetary report tabled for plenary	A6-0444/2006	
12/12/2006	Committee referral announced in Parliament		
12/12/2006	Debate in Parliament		
13/12/2006	Decision by Parliament	T6-0558/2006	Summary
13/12/2006	Results of vote in Parliament		

13/12/2006	End of procedure in Parliament		
30/12/2006	Final act published in Official Journal		

Technical information

Procedure reference	2006/2265(BUD)
Procedure type	BUD - Budgetary procedure
Procedure subtype	Budget
Stage reached in procedure	Procedure completed
Committee dossier	BUDG/6/42303

Documentation gateway

European Parliament

Document type	Committee	Reference	Date	Summary
Budgetary report tabled for plenary, 1st reading		A6-0444/2006	04/12/2006	
Budgetary text adopted by Parliament		T6-0558/2006	13/12/2006	Summary

Council of the EU

Document type	Reference	Date	Summary
Council draft budget	15635/2006	30/11/2006	Summary

European Commission

Document type	Reference	Date	Summary
Commission preliminary draft budget	SEC(2006)1410	31/10/2006	Summary

Additional information

Source	Document	Date
European Commission	EUR-Lex	

Final act

Budget 2006/0995
OJ L 402 30.12.2006, p. 0001 Summary

Amending budget 6/2006: revision of the forecasts for traditional own resources and of VAT and GNI balances, decrease of appropriations for the EAGGF and the Structural Funds and Cohesion Fund

2006/2265(BUD) - 13/12/2006 - Final act

PURPOSE: final adoption of amending budget **6/2006**.

LEGISLATIVE ACT: 2006/995/EC, Euratom.

CONTENT: the European Parliament has definitively adopted amending budget 6/2006 of the European Union, in line with its resolution of 13 December 2006 (refer to resolution summary).

This amending budget essentially aims to reduce Member States' contributions to the 2006 budget by **EUR 7.373 billion**.

Amending budget 6/2006: revision of the forecasts for traditional own resources and of VAT and GNI balances, decrease of appropriations for the EAGGF and the Structural Funds and Cohesion Fund

2006/2265(BUD) - 31/10/2006 - Commission preliminary draft budget

PURPOSE: to present the Preliminary Draft Amending Budget No 6 to the General Budget 2006.

CONTENT: the Commission presents this Preliminary Draft Amending Budget (PDAB) No 6 for the year 2006 (Section III-Commission) to take into account the following exceptional circumstances:

- the need to budget a substantial increase in the forecast of revenue, in particular for the revision of the forecasts of VAT and GNI balances and traditional own resources (**EUR 2 470 million**);

- the need for a decrease of payment appropriations in budget lines for the following Headings:

§ **1a: EAGGF-Guarantee**: the Commission has identified for sub-heading 1a a significant surplus of appropriations, for which this PDAB proposes to annul the commitments where there is an important excess of the budget. The under-utilisation is due to more favourable developments of agricultural markets in 2005/2006 also relates to some agricultural direct aids so that savings are generated;

§ **2: Structural Funds and Cohesion Fund**: this PDAB proposes a reduction of EUR 2 500 million in payment appropriations. The bulk of the downward revision sought by this PDAB concerns the 2000-2006 Structural Funds programmes and is linked to the Spanish payment claims. This may lead the Commission to revise the figure in the course of the procedure concerning this PDAB;

§ **7: Pre-accession**: essentially due to the under-utilisation of expenditure relating to SAPARD, ISPA and the aid programme for Cyprus.

The total reduction of payment appropriations for all the headings amounts **EUR 3 906 million**, after taking into account redeployments from other headings proposed in the global transfer.

- the Commission proposes the modification of the remarks of budget article 1 1 1 concerning the sugar storage, as well as of article 13 03 08 – European Development Fund (ERDF), Technical assistance and innovative measures.

Overall, the budget shall be reduced by EUR 860 million in commitment appropriations and EUR 3 906 million in payment appropriations.

Amending budget 6/2006: revision of the forecasts for traditional own resources and of VAT and GNI balances, decrease of appropriations for the EAGGF and the Structural Funds and Cohesion Fund

2006/2265(BUD) - 13/12/2006 - Budgetary text adopted by Parliament

The European Parliament adopted a resolution drafted by Giovanni **PITTELLA** (PES, IT) adopting the Council's Draft Amending Budget No. 6/2006 unamended. (Please see the summary of proceedings in committee dated 30/11/2006.)

Amending budget 6/2006: revision of the forecasts for traditional own resources and of VAT and GNI balances, decrease of appropriations for the EAGGF and the Structural Funds and Cohesion Fund

2006/2265(BUD) - 30/11/2006 - Council draft budget

PURPOSE: to present the draft amending budget 6/2007 as established by the Council.

CONTENT: on 3 November 2006, the Commission forwarded to the Council Preliminary Draft Amending Budget (PDAB) No. 6/2006 to the general budget for 2006. At that time the figures therein were still to be considered provisional.

Thus, the Commission proposed to present the updated amounts affecting the revenue and the expenditure sides at a later stage of the procedure.

The final amounts to be taken into consideration were communicated to the Budget Authority on 17 November 2006.

The final version of this PDAB takes into account the following:

- the need to budget a substantial increase in the forecast of revenue concerning the revision of the forecasts of VAT and GNI balances, traditional own resources and other revenue (**EUR 2 668 million**); accordingly to this proposed revision Member States will reduce their contributions based on the GNI;

- the need for a decrease of payment appropriations in budget lines for Headings 1, 2 and 7 (**EUR 4 706 million**), after taking into account redeployments from other Headings proposed in the global transfer.

Additionally, the Commission proposes the modification of the remarks of budget article 1 1 1 concerning the sugar storage, as well as of article 13 03 08 - European Regional Development Fund (ERDF), Technical assistance and innovative measures.

According to the final Commission proposal on PDAB No. 6/2006, total contributions from Member States to the 2006 budget will be thus reduced by **EUR 7 374 million**.

On 30 November 2006, the Council established - on this basis - Draft Amending Budget No. 6 for the financial year 2006 as set out in the technical annex to this explanatory memorandum (refer to Council document *15635/2006*).