Basic information

2007/2162(BUD) BUD - Budgetary procedure	Procedure completed
Amending budget 5/2007: revision of the forecast of traditional own resources, VAT and GNI bases and the budgeting of the relevant UK corrections for 2003 and 2006 **Subject** 8.70.60 Previous annual budgets	

Key players

European Parliament	**Committee responsible**	**Rapporteur**	**Appointed**
	BUDG Budgets	ELLES James (PPE-DE)	11/01/2006

Council of the European Union	**Council configuration**	**Meetings**	**Date**
	Economic and Financial Affairs ECOFIN	2814	2007-07-13

Key events

Date	Event	Reference	Summary
21/06/2007	Commission preliminary draft budget published	COM(2007)0340	Summary
13/07/2007	Council draft budget published	11707/2007	Summary
13/07/2007	Draft budget approved by Council		
17/07/2007	Vote in committee		Summary
24/07/2007	Budgetary report tabled for plenary	A6-0300/2007	
03/09/2007	Committee referral announced in Parliament		
05/09/2007	Decision by Parliament	T6-0369/2007	Summary
05/09/2007	Results of vote in Parliament		
05/09/2007	End of procedure in Parliament		
20/11/2007	Final act published in Official Journal		

Technical information

Procedure reference	2007/2162(BUD)
Procedure type	BUD - Budgetary procedure

Procedure subtype	Budget
Stage reached in procedure	Procedure completed
Committee dossier	BUDG/6/50876

Documentation gateway

European Parliament

Document type	Committee	Reference	Date	Summary
Committee draft report		PE392.016	02/07/2007	
Budgetary report tabled for plenary, 1st reading		A6-0300/2007	24/07/2007	
Budgetary text adopted by Parliament		T6-0369/2007	05/09/2007	Summary

Council of the EU

Document type	Reference	Date	Summary
Council draft budget	11707/2007	13/07/2007	Summary

European Commission

Document type	Reference	Date	Summary
Commission preliminary draft budget	COM(2007)0340	21/06/2007	Summary

Additional information

Source	Document	Date
European Commission	EUR-Lex	

Final act

Budget 2007/0721
OJ L 302 20.11.2007, p. 0001 Summary

Amending budget 5/2007: revision of the forecast of traditional own resources, VAT and GNI bases and the budgeting of the relevant UK corrections for 2003 and 2006

2007/2162(BUD) - 05/09/2007 - Final act

PURPOSE: final adoption of amending budget No 5/2007.

LEGISLATIVE ACT: 2007/721/EC, Euratom.

CONTENT: the European Parliament finally adopted amending budget No 5/2007 of the European Union, in accordance with its resolution of 5 September 2007 (please see the summary of the resolution).

The aim of this amending budget is to enter a number of new budget resources into the 2007 budget. The amending budget takes account of the revision of the forecast of traditional own resources (customs duties, agricultural duties and sugar levies), VAT and GNI bases and the budgeting of the relevant UK corrections, as well as their financing. These amendments cover a change in the distribution between Member States of their own resources contributions to the EU budget, the repayment of the surplus from the Guarantee Fund for external measures, and the impact of changes in the Financial Regulation in terms of revenue.

Amending budget 5/2007: revision of the forecast of traditional own resources, VAT and GNI bases and the budgeting of the relevant UK corrections for 2003 and 2006

2007/2162(BUD) - 21/06/2007 - Commission preliminary draft budget

PURPOSE: to present the Preliminary Draft Amending Budget No 5 to the Budget for 2007 (PDAB 5/2007).

CONTENT: the Preliminary Draft Amending Budget No 5 to the Budget for 2007 (PDAB 5/2007) covers the following points:

- **the revision of the forecast of traditional own resources** (TOR, i.e. customs duties, agricultural duties and sugar levies), VAT and GNI bases and the budgeting of the relevant UK corrections as well as their financing, resulting in a change in the distribution between Member States of their own resources contributions to the EU budget;
- **the repayment of the surplus from the Guarantee Fund for external measures:** Article 7 of Council Decision (EC, Euratom) 2000/597 states that "surplus from the Guarantee Fund arising from external measures, transferred to the revenue account in the budget, shall be regarded as constituting own resources ". Thus in addition to the revision of the forecasts of own resources, the PDAB 5/2007 enters an amount of EUR 260 940 125. This amount results from the repayment to the general budget of the amount corresponding to the provision of outstanding capital liabilities for Bulgaria and Romania at 1 January 2007;
- **the impact of changes in the Financial Regulation on the revenue side**: all the recent amendments to the Financial Regulation have entered into force by 1 May 2007. Moreover Regulation (EC, Euratom) No 2342/2002 laying down detailed rules for the implementation of the Financial Regulation has been also amended. Therefore appropriate changes will need to be made in the PDAB 5/2007. Three new budget lines (6330, 6331 and 6332) have been created to accommodate financial contributions from Member States and other donor countries, including in both cases their public and parastatal agencies, or from international organisations to certain external aid projects or programmes financed by the Community and managed by the Commission on their behalf, pursuant to the relevant basic act. This is a consequence of the new point (aa) that has been inserted into Article 18 (1) of the Financial Regulation. Some budget remarks in the statement of revenue contain references to articles of the Financial Regulation that have been modified and they need to be adjusted accordingly. This is a purely technical update and concerns the following articles/items: 5000, 5001, 522, 6113, 6701, 6702, 6703, 6711, 6712 and 6802.

Amending budget 5/2007: revision of the forecast of traditional own resources, VAT and GNI bases and the budgeting of the relevant UK corrections for 2003 and 2006

2007/2162(BUD) - 05/09/2007 - Budgetary text adopted by Parliament

The European Parliament adopted a resolution drawn up by James **ELLES** (EPP-ED, UK) and approved Draft amending budget No 5/2007 unamended. The latter covers the revision of the forecast of traditional own resources (TOR, i.e. customs duties, agricultural duties and sugar levies), VAT and GNI bases and the budgeting of the relevant UK corrections as well as their financing, resulting in a change in the distribution between Member States of their own resources contributions to the EU budget. It also deals with the repayment of the surplus from the Guarantee Fund for external measures.

Amending budget 5/2007: revision of the forecast of traditional own resources, VAT and GNI bases and the budgeting of the relevant UK corrections for 2003 and 2006

2007/2162(BUD) - 13/07/2007 - Council draft budget

On 21 June 2007, the Commission forwarded to the Council Preliminary Draft Amending Budget (PDAB) No. 5/2007. This PDAB covers the following three elements:

- the revision of the forecast of traditional own resources (TOR, i.e. customs duties, agricultural duties and sugar levies), VAT and GNI bases and the budgeting of the relevant UK corrections (first update of the 2006 UK correction and the definitive amount of the 2003 UK correction)

as well as their financing, resulting in a change in the distribution between Member States of their own resources contributions to the EU budget;

- the repayment of the surplus from the Guarantee Fund for external measures, amounting to EUR 260 940 125. The Member States' contributions of own resources based on GNI are reduced correspondingly;
- as a result of changes in the Financial Regulation and its implementing rules, three new budget lines (6330, 6331 and 6332) have been created and some budget remarks in the statement of revenue (concerning Articles/Items: 5000, 5001, 522, 6113, 6701, 6702, 6703, 6711, 6712 and 6802) have been modified.

On 13 July 2007, the Council established Draft Amending Budget No. 5 for the financial year 2007 as submitted by the Commission in its Preliminary Draft Amending Budget No. 5 and set out in the technical annex to this explanatory memorandum.