Basic information

2016/2258(BUD) BUD - Budgetary procedure	Procedure completed
Amending budget 5/2016: implementation of the Own Resources Decision See also Decision 2014/335/EU 2011/0183(CNS) **Subject** 8.70.56 2016 budget	

Key players

European Parliament

Committee responsible	Rapporteur	Appointed
BUDG Budgets	FERNANDES José Manuel (PPE)	10/10/2016
	Shadow rapporteur GEIER Jens (S&D) KÖLMEL Bernd (ECR) DEPREZ Gérard (ALDE) NÍ RIADA Liadh (GUE/NGL) TARAND Indrek (Verts/ALE) MARAGALL Ernest (Verts/ALE) ZANNI Marco (EFDD) ŻÓŁTEK Stanisław (ENF)	

Council of the European Union

Council configuration	Meetings	Date
Economic and Financial Affairs ECOFIN	3495	2016-11-08

European Commission

Commission DG	Commissioner
Budget	GEORGIEVA Kristalina

Key events

Date	Event	Reference	Summary

07/10/2016	Commission draft budget published	COM(2016)0660	Summary
08/11/2016	Council position on draft budget published	13584/2016	Summary
08/11/2016	Draft budget approved by Council		
24/11/2016	Committee referral announced in Parliament		
24/11/2016	Vote in committee		
25/11/2016	Budgetary report tabled for plenary	A8-0348/2016	Summary
01/12/2016	Decision by Parliament	T8-0469/2016	Summary
01/12/2016	Results of vote in Parliament		
01/12/2016	End of procedure in Parliament		
28/02/2017	Final act published in Official Journal		

Technical information

Procedure reference	2016/2258(BUD)
Procedure type	BUD - Budgetary procedure
Procedure subtype	Budget
Amendments and repeals	See also Decision 2014/335/EU 2011/0183(CNS)
Stage reached in procedure	Procedure completed
Committee dossier	BUDG/8/08107

Documentation gateway

European Parliament

Document type	Committee	Reference	Date	Summary
Committee draft report		PE592.347	08/11/2016	
Budgetary report tabled for plenary, 1st reading		A8-0348/2016	25/11/2016	Summary
Budgetary text adopted by Parliament		T8-0469/2016	01/12/2016	Summary

Council of the EU

Document type	Reference	Date	Summary
Council position on draft budget	13584/2016	08/11/2016	Summary

European Commission

Document type	Reference	Date	Summary
Commission draft budget	COM(2016)0660	07/10/2016	Summary

Additional information		
Source	**Document**	**Date**
European Commission	EUR-Lex	

Final act
Corrigendum to final act 32017B0304R(01) OJ L 068 14.03.2017, p. 0005 Budget 2017/0304 OJ L 052 28.02.2017, p. 0116 Summary

Amending budget 5/2016: implementation of the Own Resources Decision

2016/2258(BUD) - 07/10/2016 - Commission draft budget

PURPOSE: presentation of Draft Amending Budget No 5 to the Budget for 2016 in order to take account of the entry into force of the new Own Resources Decision No 2014/335/EU.

CONTENT: this Draft Amending Budget No 5 to the Budget for 2016 (DAB 5/2016) covers the implementation of the new Own Resources Decision No 2014/335/EU, Euratom (hereafter, ORD 2014), following the completion of the ratification process and the entry into force of ORD 2014 on 1 October 2016.

DAB 5/2016 takes into account the retroactive effect of ORD 2014 from 1 January 2014 onwards and therefore includes the adjustments for the financial years 2014, 2015 and 2016 related to the new provisions introduced by ORD 2014.

The retroactive impact is calculated by comparing the amounts that Member States should have made available for the year 2014 according to the ORD 2014 and the amounts that have already been made available for that year based on the Own Resources Decision No 2007/436/EC, Euratom. Therefore, the calculation of the retroactive effect is based on the latest available real data for each type of own resource.

The retroactive impact is calculated using the same methodology as for 2014.

Lastly, this DAB incorporates some technical amendments related to the adoption of ORD 2014 to reflect the adjustments proposed in the 2016 budget structure. The total of these changes mean that the amount of own resources of the Union after the draft amending budget amounts to **EUR 133 645 177 297**.

Amending budget 5/2016: implementation of the Own Resources Decision

2016/2258(BUD) - 01/12/2016 - Budgetary text adopted by Parliament

The European Parliament adopted by 530 votes to 83, with 29 abstentions, a resolution on the Council position on draft amending budget No 5/2016 of the European Union for the financial year 2016: Implementation of the Own Resources Decision No 2014/335/EU further to the closing of the ratification process and its entry into force on 1 October 2016.

Parliament recalled that draft amending budget (DAB) No 5/2016 results from the completion of the ratification process and the entry into force of the Decision No 2014/335/EU, Euratom on the system of own resources of the European Union, which contains:

- limited changes such as the reduction of the collection costs of Traditional Own Resources,
- a new reduced rate of call of the VAT-based resource for some Member States,
- gross reductions in GNI-based contributions for some Member States.

Draft amending budget No 5/2016 aims at incorporating in the revenue side of the 2016 Union budget the impact of adjustments to the own resources stemming from the implementation of Decision N0 2014/335/EU, Euratom, with retroactive effect for the financial years 2014, 2015 and 2016.

This DAB leads, therefore, to the modification of the individual contributions of all Member States, but **affects neither the overall revenue nor expenditure side** of the Union budget.

In parallel, Parliament approved, unamended, the Council position on Draft amending budget No 5/2016.

Amending budget 5/2016: implementation of the Own Resources Decision

2016/2258(BUD) - 08/11/2016 - Council position on draft budget

On 7 October 2016, the Commission submitted to the Council draft amending budget (DAB) No 5/2016.

The aim of this DAB is to implement the new Own Resources Decision 2014/335/EU, Euratom (ORD 2014) following the completion of the ratification process and the entry into force of this Decision on 1 October 2016.

DAB No 5/2016 takes into account the retroactive effect of the ORD 2014 from 1 January 2014 onwards and includes the necessary adjustments to the amounts made available by Member States in the years 2014, 2015 and 2016.

The global impact of this DAB on the 2016 budget is a result of new elements included in the ORD 2014 that were not part of the "old" Own Resources Decision of 2007.

These are:

- a new rate of collection costs for traditional own resources,
- a reduced VAT call rate for Germany, the Netherlands and Sweden,
- the use of ESA 2010 data for GNI,
- a gross reduction in the annual GNI-based contributions for Denmark, the Netherlands, Austria and Sweden.

The financing of the 2014 and 2015 UK correction had to be adjusted accordingly.

The net impact of this DAB is zero, notably as additional corrections granted to some Member States in the ORD 2014 have to be financed by the others.

On 8 November 2016, the Council adopted its position on DAB No 5 to the general budget for 2016 as set out in the annex to its position (*see the technical annex of Council doc.13584/2016*).

Amending budget 5/2016: implementation of the Own Resources Decision

2016/2258(BUD) - 01/12/2016 - Final act

PURPOSE: definitive adoption of Amending Budget (AB) No 5/2016.

LEGISLATIVE ACT: Definitive adoption (EU, Euratom) 2017/304 of Amending budget No 5 of the European Union for the financial year 2016.

CONTENT: the European Parliament adopted the amending budget 5/2016 of the European Union, in accordance with its resolution of 1 December 2016 (refer to the summary of the resolution).

This AB shall implement the new Own Resources Decision 2014/335/EU, Euratom (ORD 2014) following the completion of the ratification process and the entry into force of this Decision on 1 October 2016.

AB No 5/2016 takes into account the retroactive effect of the ORD 2014 from 1 January 2014 onwards and includes the necessary adjustments to the amounts made available by Member States in the years 2014, 2015 and 2016.

The global impact of this AB on the 2016 budget is a result of new elements included in the ORD 2014 that were not part of the "old" Own Resources Decision of 2007.

These are:

- a new rate of collection costs for traditional own resources,
- a reduced VAT call rate for Germany, the Netherlands and Sweden,
- the use of ESA 2010 data for GNI,
- a gross reduction in the annual GNI-based contributions for Denmark, the Netherlands, Austria and Sweden.

The financing of the 2014 and 2015 UK correction had to be adjusted accordingly.

The net impact of this AB is zero.

Amending budget 5/2016: implementation of the Own Resources Decision

2016/2258(BUD) - 25/11/2016 - Budgetary report tabled for plenary, 1st reading

The Committee on Budgets adopted the report by José Manuel FERNANDES (EPP, PT) on the Council position on draft amending budget No 5/2016 of the European Union for the financial year 2016: Implementation of the Own Resources Decision No 2014/335/EU further to the closing of the ratification process and its entry into force on 1 October 2016.

As a reminder, draft amending budget (DAB) No 5/2016 results from the completion of the ratification process and the entry into force of the Decision No 2014/335/EU, Euratom on the system of own resources of the European Union, which contains:

- limited changes such as the reduction of the collection costs of Traditional Own Resources,
- a new reduced rate of call of the VAT-based resource for some Member States,
- gross reductions in GNI-based contributions for some Member States.

Draft amending budget No 5/2016 aims at incorporating in the revenue side of the 2016 Union budget the impact of adjustments to the own resources stemming from the implementation of Decision N0 2014/335/EU, Euratom, with retroactive effect for the financial years 2014, 2015 and 2016.

This DAB leads, therefore, to the modification of the individual contributions of all Member States, but **affects neither the overall revenue nor expenditure side** of the Union budget.

Members called on the European Parliament to approve the Council position on Draft amending budget No 5/2016.