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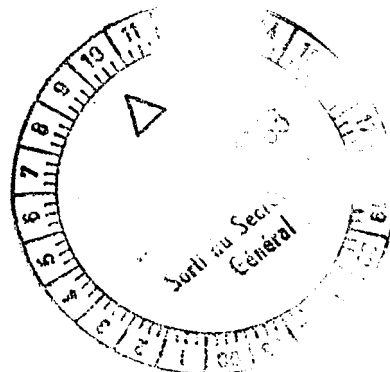
Conformément au règlement (CEE, Euratom) n° 354/83 du Conseil du 1er février 1983 concernant l'ouverture au public des archives historiques de la Communauté économique européenne et de la Communauté européenne de l'énergie atomique (JO L 43 du 15.2.1983, p. 1), tel que modifié par le règlement (CE, Euratom) n° 1700/2003 du 22 septembre 2003 (JO L 243 du 27.9.2003, p. 1), ce dossier est ouvert au public. Le cas échéant, les documents classifiés présents dans ce dossier ont été déclassifiés conformément à l'article 5 dudit règlement.

In accordance with Council Regulation (EEC, Euratom) No 354/83 of 1 February 1983 concerning the opening to the public of the historical archives of the European Economic Community and the European Atomic Energy Community (OJ L 43, 15.2.1983, p. 1), as amended by Regulation (EC, Euratom) No 1700/2003 of 22 September 2003 (OJ L 243, 27.9.2003, p. 1), this file is open to the public. Where necessary, classified documents in this file have been declassified in conformity with Article 5 of the aforementioned regulation.

In Übereinstimmung mit der Verordnung (EWG, Euratom) Nr. 354/83 des Rates vom 1. Februar 1983 über die Freigabe der historischen Archive der Europäischen Wirtschaftsgemeinschaft und der Europäischen Atomgemeinschaft (ABl. L 43 vom 15.2.1983, S. 1), geändert durch die Verordnung (EG, Euratom) Nr. 1700/2003 vom 22. September 2003 (ABl. L 243 vom 27.9.2003, S. 1), ist diese Datei der Öffentlichkeit zugänglich. Soweit erforderlich, wurden die Verschlussachen in dieser Datei in Übereinstimmung mit Artikel 5 der genannten Verordnung freigegeben.

EEC -- EAEC -- ECSC

PRELIMINARY DRAFT
SUPPLEMENTARY AND AMENDING BUDGET No 1
TO THE GENERAL BUDGET
OF THE EUROPEAN COMMUNITIES FOR 1983



COM(83)23-EN final

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Having regard to:

- Article 20 of the Treaty of 8 April 1965 establishing a Single Council and a Single Commission of the European Communities,
- Article 78 of the Treaty establishing the European Coal and Steel Community,
- Article 203 of the Treaty establishing the European Economic Community,
- Article 177 of the Treaty establishing the European Atomic Energy Community,
- Articles 1(5) and 27 of the Financial Regulation applicable to the general budget of the European Communities,
- Article 16(2) of Council Regulation (EEC, Euratom, ECSC) No 2891/77 of 19 December 1977 implementing the Decision of 21 April 1970 on the replacement of financial contributions from Member States by the Communities' own resources,

the Commission of the European Communities, for the reasons set out below, hereby presents to the budgetary authority the preliminary draft of supplementary and amending budget No 1/1983.

INTRODUCTION AND SUMMARY

Following Parliament's rejection of draft supplementary and amending budget No 1/1982 it is the Commission's duty to present to the budgetary authority new proposals to give effect to the Council conclusions of 30 May 1980 and 26 October 1982, bearing in mind the reasons which prompted Parliament to reject this budget.

The Commission is alive to the concern expressed by Parliament and to its desire to see the ad hoc solutions of recent years replaced by a permanent arrangement for strengthening Community policies and will accordingly be presenting proposals in the near future for developing these policies and for introducing a more diversified system of own resources. The Commission feels that this preliminary draft supplementary budget is a first step towards a Community solution to the budgetary problems which made the preliminary draft necessary.

Having made these proposals, the Commission expects the other Community institutions to take the appropriate decisions as soon as possible so that the budget problems will thus be resolved. It takes the view that these decisions will have to be applied in such a way that no transitional measures will need to be taken.

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In the meantime, 692 million ECU of the 1.092 million ECU contained in the 1983 budget for supplementary measures to compensate the United Kingdom will be utilized in accordance with Regulation (EEC) in the form of financial aid towards certain types of investment by the British public authorities and for certain projects which will serve the interests of the United Kingdom's socio-economic development and Community integration.

The remaining 400 million ECU will be used for special measures of Community interest under the energy strategy introduced in Regulation (EEC)

In accordance with the Council's conclusions of 26 October 1982, another 210 million ECU will be allocated for special measures in Germany provided for in the same Regulation.

Although non-differentiated appropriations are not ideally suited for the implementation of energy measures, the Commission is proposing that these new appropriations requested for the special measures in the United Kingdom and Germany should not be differentiated in view of the undertakings inherent in the Council's conclusions of 26 October 1982 and the very nature of the planned operations.

The Commission is also proposing the allocation of 35 million ECU for various energy measures (coal, new sources of energy, energy-saving programme and promotion of energy investment).

Finally, the Commission is also proposing that a new entry - Article 617 - be made in the statement of revenue to accommodate repayments of any excess provisional payments made to a Member State under the supplementary measures in favour of the United Kingdom or the special measures of Community interest under the energy strategy once the exact amounts due have been determined. It should be noted that the conclusions of the Foreign Ministers of 26 October stated that the adjustments to be made for 1980 and 1981 on the basis of actual figures would be taken into account when the subsequent solution was negotiated.

The Commission is also proposing an amendment to the heading of Item 6150 so that it can accommodate any repayment of aid not used under the supplementary measures in favour of the United Kingdom and the special measures of Community interest under the energy strategy. A token entry will be made in both these cases.

The conversion rates to be used for charging to the budget 1.092 million ECU in respect of operations in favour of the United Kingdom and 210 million ECU in respect of operations in favour of Germany (provided for in Articles 530 and 707) are those of December 1982.

The Commission's proposals in this preliminary draft amending budget will increase the volume of expenditure in the 1983 budget by 1.337,370 million ECU. The Commission is proposing that this expenditure be financed by the budget surplus from 1981 (661 million ECU) and by an advance (676 million ECU) on the estimated surplus from 1982. The Commission feels obliged to propose this approach so that the budgetary authority is able, by adopting supplementary and amending budget No 1/83, to produce the most objective and accurate instrument of authorization and estimate possible on the basis of the financial data known at this stage.

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In conclusion, the Commission is proposing that Article 203(9) of the EEC Treaty be applied: non-compulsory expenditure increases by 645 million ECU in appropriations for commitments and appropriations for payments. The total of these appropriations in the 1983 budget should therefore be 7.219.671.428 ECU and 5.882.725.428 ECU respectively.

SUMMARY OF PRELIMINARY DRAFT SUPPLEMENTARY AND AMENDING BUDGET No 1/83

Revenue

million ECU

	Heading	Amount
Article 301	Budget balance from 1981	+ 661,494
Article 300	Budget balance from 1982 (advance)	+ 675,876
	Total	+ 1.337,370

Expenditure

million ECU

	Heading	Amount
Art. B/530	Supplementary measures in favour of the United Kingdom	+ 692,000
Item B/7020	New technologies for burning solid fuels and using the residues thereof	+ 15,000
Item B/7021	Projects for the liquefaction and gasification of solid fuels	+ 3,000
Item B/7031	Projects concerning geothermal energy	+ 4,000
Item B/7032	Projects concerning solar energy and biomass	+ 4,000
Art. B/704	Community energy-saving programmes	+ 4,000
Art. B/705	Promotion of energy investments	+ 5,000
Art. B/707	Special measures of Community interest under the energy strategy	+ 610,000
Art. B/820	Financial compensation to the United Kingdom	+ 366
Art. B/821	Financial compensation to Greece	+ 4
	Total	+ 1.337,370

EXPLANATORY MEMORANDUM

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A. REVENUE

1. Entry of the balances from 1981 and 1982

The situation should be assessed from the financial and budgetary angle and from the point of view of the regulations.

1. Financial and budgetary angle

In order to understand the basic situation arising at financial and budgetary level at the end of 1982 and beginning of 1983 when the budgetary authority failed to adopt supplementary and amending budget No 1/1982, it should be borne in mind that the preliminary draft submitted by the Commission on 5 November 1982 would have enabled the following three operations to take place:

(a) the financial consequences of the supplementary measures in favour of the United Kingdom and the special energy programme for Germany (mainly covered by savings in the EAGGF Guarantee Section) could have been covered in the statement of expenditure;

(b) the estimates of traditional own resources in the statement of revenue could have been updated to reflect the actual outturn as accurately as possible;

(c) an advance on the budget balance from the previous year and the VAT balance could have been entered in the statement of revenue in accordance with Article 16(2) of Regulation No 2891/77 and Article 27 of the Financial Regulation (the VAT balances from 1979 and 1980 were also taken into account).

Although new expenditure totalling 1,308 million ECU was proposed in this preliminary draft supplementary and amending budget, this proposal would have resulted in additional final expenditure of 163 million ECU as a result of savings in the EAGGF Guarantee Section and the updating of the estimates of revenue to take into account the balance for 1981 and the VAT adjustments for previous financial years. No increase in the VAT rate would then have been required in 1982.

The fact that the budgetary authority was finally unable to adopt this supplementary budget had the following four consequences at financial and budgetary level:

- the new expenditure provided for in the supplementary budget could not be authorized in 1982 and must therefore be authorized in the 1983 budget;
- although not reflected at budgetary level by an adjustment of the estimates, the updating of the estimated revenue for 1982, including the VAT balance from 1981 and the adjustments to the VAT balances from 1979 and 1980, was actually included in the accounts for 1982 in accordance with the appropriate rules;
- the balance of 661,494 million ECU from 1981 - which could not be taken into account when the 1982 budget was being implemented because budgetary authorization had not been given - remains available in full at the end of the 1982 financial year and is therefore carried over to 1983;
- an advance on the estimated balance from 1982, arising from implementation of the budget for that financial year, is now added to the balance from 1981 in accordance with Article 15 of Regulation No 2891/77. The table on the next page records the main figures behind the estimate of 675,876 million ECU.

2. The regulations aspect

The balance from a financial year is not established definitively for accounting purposes until the accounts are finally closed in accordance with Article 15 of Regulation No 2891/77; because of the supplementary period for the EAGGF Guarantee Section which ends on 31 March of year "n+1", the final calculation is first contained in the revenue and expenditure account which the Commission draws up by 1 June.

PROVISIONAL ESTIMATE OF THE BALANCE FROM 1982million ECUAppropriations lapsingCOMMISSION

Appropriations carried over from 1981
and lapsing at the end of 1982:

- Non-differentiated appropriations	153,970
- Differentiated appropriations	85,000

1982 appropriations lapsing at the
end of 1982 (estimate)

- Non-differentiated appropriations	986,022
- Differentiated appropriations (1)	19,105

OTHER INSTITUTIONS (estimate)

Appropriations carried over from 1981 lapsing)	
1982 appropriations lapsing)	19,870

+ 1.263,967
Revenue

Shortfall in revenue (see comments in point 2 below)	- 588,091
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BALANCE (provisional) (2)

+ 675,876

- (1) These are only the appropriations remaining available in Chapter 100 (differentiated appropriations remaining available under specific budget headings are carried over automatically).
- (2) When the revenue and expenditure account and financial balance for 1982 are drawn up, the provisional balance will have to be adjusted by a certain amount to take into account exchange differences for all the institutions (changes in assets in relation to the ECU); no reliable assessment can be made at this stage.

In these circumstances, Article 27 of the Financial Regulation states that the balance shall be entered "in the budget of the subsequent financial year upon adoption of the amending budget referred to in Article 16(2) of Regulation No 2891/77" (the amending budget which takes into account the adjustments to the VAT own resources of the previous year).

If this Article were to be applied literally, the surplus from 1982 would not be entered in the budget until autumn 1983; however, in view of the present circumstances, it goes without saying that the estimated balance from 1982 should be entered in the budget now as an advance for two reasons:

- the size of the surplus already known for 1982, made up mainly of lapsed EAGGF Guarantee appropriations;
- the possibility of covering supplementary expenditure for 1983 without having to increase the VAT rate (which would be superfluous at this stage).

The Commission is therefore making a cautious estimate, as is evident from the figures contained in the table above. It feels obliged to propose this approach so that the budgetary authority is able, by adopting supplementary and amending budget No 1/1983, to produce the most objective and accurate instrument of authorization and estimate possible on the basis of the financial data known at this stage.

2. Comments concerning the revenue shortfall in 1982

The provisional figure for revenue in 1982 is 588,091 million ECU lower than the budget estimates and is unlikely to change significantly, since the final figure for own resources is already known. Only the figure for other revenue, currently estimated at 233,730 million ECU, is not yet final.

The breakdown of the shortfall is as follows:

		<u>million ECU</u>
Own resources - estimates in preliminary draft supplementary and amending budget No 2/82		
- agricultural levies	-	370,960
- sugar and isoglucose levies	-	51,255
<u>subtotal:</u>		- 422,215
- additional shortfall in outturn		- 158,757
		- 580,972
VAT balance from 1981 and adjustments to the balances from 1979 and 1980 (estimates in preliminary draft supplementary and amending budget No 2/82):		
- 1981 VAT balance	-	141,934
- adjustments to 1979 VAT balance	+	4,611
- adjustments of 1980 VAT balance	+	60,986
<u>subtotal:</u>		- 76,337
Surplus of other revenue		+ 69,218
Total		- 588,091 =====

If the supplementary and amending budget had been adopted the shortfall would have been no more than some 89,539 million ECU, since the VAT balance and the major portion of the shortfall in own resources would have been included.

The sizeable additional shortfall in own resources is due to the fall in sugar storage levies (~ 21,480 million ECU), probably as a result of a drop in disposals at the end of the year, and customs duties (~ 123,683 million ECU). As regards the latter, preliminary draft supplementary and amending budget No 2/82 made no provision for adjusting the estimates. The downward trend observed in the third quarter became more pronounced over the last three months of the year, with the recession probably causing imports of goods subject to heavy duties to shrink. However, full figures on imports giving rise to customs duties in the third quarter will not be available for some time.

The surplus in other revenue is made up of both revenue where outturn was higher than the estimates, which was the case in particular with revenue from bank interest, the commercial exploitation of projects in the hydrocarbons sector and revenue from services provided by the Joint Research Centre to third parties, and of incidental revenue for which only a token entry can be made under the relevant headings. This includes, in particular, repayments of unused Community aid, interest on late payments, fines and penalties and revenue available for re-use but not used.

It should also be noted that whereas an estimate would normally have been entered against the heading for revenue from the levy on staff remunerations, only a token entry was made in the 1982 budget because detailed arrangements for the application of the levy had not yet been adopted when the budget was drawn up.

B. EXPENDITURE

1. Supplementary measures in favour of the United Kingdom

Regulation (EEC) No 2744/80 of 27 October 1980 establishing supplementary measures in favour of the United Kingdom (OJ L 284 of 29 October 1980), which was designed to give effect to the Council conclusions of 30 May 1980, provided for net compensation to be paid to the United Kingdom in order to limit its contributions to the 1980 and 1981 budgets.

Regulation (EEC) No /83 (amending the above regulation and designed to give effect to the Council conclusions of 26 October 1982) provides that, out of the total of 1,092 million ECU required to produce net compensation to the United Kingdom of 850 million ECU, 692 million ECU shall be devoted to financing new supplementary measures. This amount is entered in Chapter 53.

This payment, which covers the last of the three years provided for in the conclusions of 30 May 1980, is charged to the existing Article 530 and classified as compulsory expenditure.

There is a provision that 10% of the Community's contribution may only be paid after the Commission has duly satisfied itself about all aspects of the projects being carried out.

2. Energy policy

The Commission has grouped under Article 707 (Special measures of Community interest under the energy strategy) the budgetary proposals which it had presented earlier and which were the result of the political undertakings given by the Council on 26 October. It also took account of Parliament's comments made when rejecting draft supplementary and amending budget No 1/82.

Hence:

- Expenditure under this article is part of an overall energy strategy which includes special measures of Community interest. In addition to the 210 million ECU originally earmarked exclusively for Germany, it includes 400 million ECU of the total of 1,092 million ECU to be paid under the supplementary measures to the United Kingdom. These special measures of Community interest will be the subject of a Council regulation.

The total appropriations under this article amount to 610 million ECU.

- The Commission proposes that, since a new Community policy is concerned, expenditure under Article 707 should be classified as non-compulsory. All expenditure in the energy sector, of which this forms part, is already so classified.
- In the proposal for a regulation, the methods of financing and inspection have been brought into line with the general rules and with the suggestions previously made by Parliament. Hence 10% of the Community contribution may be paid only after the Commission has duly satisfied itself about all aspects of the projects being carried out.

The Commission also proposes that supplementary appropriations be entered under the following headings:

- 7020 - New technologies for burning solid fuels and using the residues thereof
- 7021 - Projects for the liquefaction and gasification of solid fuels
- 7031 - Projects concerning geothermal energy
- 7032 - Projects concerning solar energy and biomass
- 704 - Community energy-saving programme
and
- 705 - Promotion of energy investments.

The total amount involved is 35 million ECU in commitment and payment appropriations.

These appropriations are required because of the development of operations in these sectors and are broken down as follows:

- 15 million ECU for Item 7020;
- 3 million ECU for Item 7021;
- 4 million ECU for Item 7031;
- 4 million ECU for Item 7032;
- 4 million ECU for Article 704;
- 5 million ECU for Article 705.

3. Correction of an error concerning financial compensation to Member States which are not effectively and fully participating in the European Monetary System
-

The compensation to the United Kingdom entered under Article 820 has been increased by 366.000 ECU and that for Greece, entered under Article 821, by 4.000 ECU. In both cases this is a result of the revision of the Member States' VAT bases.

Because of the small increase in the United Kingdom's share in the Community base, the amounts payable to the United Kingdom and to Greece to compensate for their contribution towards financing interest subsidies granted under the European Monetary System need also be increased.

C. AMENDMENTS TO THE NOMENCLATURE OF THE STATEMENT OF REVENUE

The Commission has decided to adopt the ideas contained in two of Parliament's amendments (Nos 3 and 4) to the statement of revenue in draft supplementary and amending budget No 1/82. It has therefore introduced a new heading, Article 617, to accommodate repayments of any excess provisional payments to a Member State under the supplementary measures in favour of the United Kingdom or the special measures of Community interest under the energy strategy once the exact amounts due have been determined. It should be noted that on 26 October 1982 the Foreign Ministers agreed that corrections in respect of 1980 and 1981 to be made on the basis of actual figures would be taken into account when the subsequent solution was negotiated.

The Commission is also proposing an amendment to the heading of Item 6150 so that it can accommodate any repayment of aid not used under the supplementary measures in favour of the United Kingdom and the special measures of Community interest under the energy strategy. A token entry would be made in both cases.

PART I

A. Revenue

The estimated revenue of the Communities is:

Title	Heading	ECU		
		1983 budget	Prelim. draft suppl. and amending budget No 1/83	New total
1	Own resources	21.198.671.611	-	21.198.671.611
2	Financial contributions	175.139.189	-	175.139.189
3	Surpluses available			
	- Balance from previous year	p.m.	+ 1.337.370.000	1.337.370.000
	- VAT own resources and corresponding financial contributions	p.m.	-	p.m.
4	Miscellaneous Community taxes, levies and dues	116.029.985	-	116.029.985
5	Revenue accruing from the administrative operation of the institution	32.201.500	-	32.201.500
6	Contributions to Community programmes, repayment of expenditure and revenue from services rendered against payment	33.751.500	-	33.751.500
7	Interest on late payments and fines	p.m.	-	p.m.
8	Borrowing and lending operations	1.367.400	-	1.367.400
9	Miscellaneous revenue	1.391.000	-	1.391.000
GRAND TOTAL		21.558.552.185	+ 1.337.370.000	22.895.922.185

SURPLUSES AVAILABLE

CHAPTER 30 - SURPLUS AVAILABLE FROM THE PRECEDING FINANCIAL YEAR

CHAPTER 31 - SURPLUS FROM PREVIOUS FINANCIAL YEARS OF OWN RESOURCES ACCRUING FROM VAT AND FINANCIAL CONTRIBUTIONS:

APPLICATION OF ARTICLE 10(4) AND (5) OF COUNCIL REGULATION (EEC, EURATOM, ECSC) No 2891/77 AND ARTICLE 12(1) AND ARTICLE 10(3) OF COUNCIL REGULATION (EEC, EURATOM, ECSC) No 2892/77 OF 19 DECEMBER 1977

Art.	Item	Heading	ECU		
			1983 budget	Preliminary draft supplementary and amending budget No 1/83	New total
		CHAPTER 30			
300		Surplus available from the preceding financial year	p.m.	+ 675.875.885	675.875.885
301		Surplus available from 1981		+ 661.494.115	661.494.115
		CHAPTER 30 - TOTAL	p.m.	+ 1.337.370.000	1.337.370.000
		CHAPTER 31	p.m.	-	p.m.
		TITLE 3 - TOTAL	p.m.	+ 1.337.370.000	1.337.370.000

SURPLUSES AVAILABLE

CHAPTER 30 - SURPLUS AVAILABLE FROM THE PRECEDING FINANCIAL YEAR

CHAPTER 31 - SURPLUS FROM PREVIOUS FINANCIAL YEARS OF OWN RESOURCES ACCRUING FROM VAT AND FINANCIAL CONTRIBUTIONS:
APPLICATION OF ARTICLE 10(4) AND (5) OF COUNCIL REGULATION (EEC, EURATOM, ECSC) No 2891/77 AND ARTICLE 12(1)
AND ARTICLE 10(3) OF COUNCIL REGULATION (EEC, EURATOM, ECSC) No 2892/77 OF 19 DECEMBER 1977

Art. Item	REMARKS
300	Article 27 of the Financial Regulation of 21 December 1977 (OJ No L 356, 31.12.1977, p.1), states that the balance from each financial year, whether surplus or deficit, shall be entered in an amending budget of the subsequent financial year. A deficit is entered in Article 851 of the statement of expenditure of Part B of Section III (Commission) of the general budget. In the light of the provisional estimate of the 1982 balance, an advance of 675.875.885 ECU can be entered in this supplementary and amending budget.
301	<u>New article</u> Article 27 of the Financial Regulation of 21 December 1977 (OJ No L 356, 31.12.1977, p.1), states that the balance from each financial year, whether surplus or deficit, shall be entered in an amending budget of the subsequent financial year. A deficit is entered in Article 851 of the statement of expenditure of Part B of Section III (Commission) of the general budget. The balance from 1981 was not entered in an amending budget for 1982.

CONTRIBUTIONS TO COMMUNITY PROGRAMMES,
REPAYMENT OF EXPENDITURE AND REVENUE FROM SERVICES RENDERED AGAINST PAYMENT

CHAPTER 61 - REPAYMENT OF MISCELLANEOUS EXPENDITURE

Art. Item	Heading	ECU		
		1983 budget	Preliminary draft supple- mentary and amending budget No 1/83	New total
	CHAPTER 61			
615	Repayment of unused Community aid			
6150	Repayment of unused aid from the European Social Fund, the European Regional Development Fund, the European Agricultural Guidance and Guarantee Fund, the supplementary measures in favour of the United Kingdom and the special measures of Community interest under the energy strategy	p.m.	—	p.m.
617	Repayment of any excess amounts provisionally granted to a Member State in connection with the supplementary measures in favour of the United Kingdom or the special measures of Community interest under the energy strategy, once the exact amounts to be granted have been determined	p.m.	—	p.m.
Title 6 - Total		33.751.500	—	33.751.500

TITLE 6

CONTRIBUTIONS TO COMMUNITY PROGRAMMES,
REPAYMENT OF EXPENDITURE AND REVENUE FROM SERVICES RENDERED AGAINST PAYMENT

CHAPTER 61 - REPAYMENT OF MISCELLANEOUS EXPENDITURE

Art. Item	REMARKS
6150	Repayment of unused aid from the European Social Fund, the European Regional Development Fund, the European Agricultural Guidance and Guarantee Fund the supplementary measures in favour of the United Kingdom and the special measures of Community interest under the energy strategy which cannot be re-used under the rules governing the operation concerned or under Article 22 of the Financial Regulation of 21 December 1977 (OJ No L 356, 31.12.1977, p. 1).
617	<u>New Article</u> Annex II to Council Regulation (EEC) No 2744/80 of 27 October 1980 establishing supplementary measures in favour of the United Kingdom (OJ No L 284, 29.10.1980, p. 4), as amended by Council Regulation (EEC) No /83 of 1983 (OJ), and the conclusions of 26 October 1982 of the Ministers of Foreign Affairs on compensation to the United Kingdom for 1982.

B. Financing of the budget

B. FINANCING OF THE BUDGET

Appropriations to be covered during the financial year 1983 under Article 4 of the Decision of 21 April 1970 on the replacement of financial contributions from Member States by the Communities' own resources, Article 10 of the Treaty of 22 April 1970 amending certain budgetary provisions of the Treaties establishing the European Communities and of the Treaty establishing a single Council and a single Commission of the European Communities

Expenditure	Amount
A. Section III (B) — Commission	
1. Agricultural market guarantees (Chapters 10 to 29)	14.050.000.000
2. Fisheries (Chapters 30 to 36)	84.392.000
3. Agricultural structures (Chapters 40 to 43 and 48)	651.182.950
4. Regional policy (Chapters 50 to 54)	2.177.800.000
5. Social policy (Chapters 60 to 69)	1.475.106.000
6. Research, energy, industry and transport (Chapters 70 to 73, 75, 77 and 78)	1.198.255.000
7. Cooperation with developing and other non-member countries (Chapters 90 to 99)	977.512.800
8. Repayments and reserves (Chapters 79, 80 to 86 and 101)	1.128.303.757
Section III (B) — Sub-total	21.742.552.607
B. Section III (A) — Commission	
Commission — Sub-total	748.554.800
C. Sections I, II, IV and V — Other institutions	
Total expenditure	22.491.107.407
	404.814.778
	22.895.922.185
Revenue	
Miscellaneous revenue	
Surplus available from preceding financial years	184.741.385
Total revenue	1.337.370.000
	1.522.111.385
Appropriations to be covered pursuant to the Decision of 21 April 1970	21.373.810.800

FINANCING OF THE BUDGET

Financial year 1983

Expenditure to be financed pursuant to the Decision of
21 April 1970

21.373.810.800

Customs duties, agricultural levies and sugar and
isoglucose levies (see Table 3)

10.146.220.000

Own resources accruing from VAT and the financial
contributions relating to previous financial years
resulting from the difference between provisional
and real VAT bases of assessment (see Table 3)

p.m.

Amount remaining to be financed

11.227.590.800

TABLE 1

Financial contributions based on GNP

Member State not applying the VAT base on 1 January 1983	GNP scale ⁽¹⁾	Financial contribution to be paid
Greece	1,5599	175.139.189
Total	1,5599	175.139.189
(1) See Annexes		

Amount remaining to be financed by own resources accruing from VAT:
11.227.590.800 ECU - 175.139.189 ECU = 11.052.451.611 ECU

TABLE 2

VAT own resources payments

Member State	1 % of VAT base	VAT own resources rate	VAT own resources to be paid
Belgium	488.000.000	0,7941 (1)	387.498.842
Denmark	285.000.000		226.305.676
Germany	4.050.000.000		3.215.922.769
France	3.300.000.000		2.620.381.516
Ireland	135.000.000		107.197.426
Italy	1.950.000.000		1.548.407.259
Luxembourg	31.000.000		24.615.705
Netherlands	750.000.000		595.541.254
United Kingdom	2.930.000.000		2.326.581.164
Total	13.919.000.000		11.052.451.611
(1) Calculation of rate: $\frac{11.052.451.611}{13.919.000.000} = 0,794055004742$			

TABLE 3

Recapitulation of financing of expenditure

Financial year 1983

Member State	Sugar and isoglucose levies	Agricultural levies	Common Customs Tariff duties	Financial Contributions		VAT own resources		Total
				Previous financial years	Current financial year	Previous financial years	Current financial year	
Belgium	68 140 000	175 550 000	415 000 000				387.498.842	1.046.188.842
Denmark	39 600 000	6 200 000	150 000 000				226.305.676	422.105.676
Germany	264 810 000	209 800 000	2 200 000 000				3.215.922.769	5.890.532.769
Greece	21 310 000	39 800 000	120 000 000		175.139.189		-	356.249.189
France	328 610 000	97 700 000	1 250 000 000				2.620.381.516	4.296.691.516
Ireland	9 100 000	2 800 000	105 000 000				107.197.426	224.097.426
Italy	122 990 000	307 900 000	770 000 000				1.548.407.259	2.749.297.259
Luxembourg	—	150 000	4 500 000				24.615.705	29.265.705
Netherlands	81 240 000	222 800 000	660 000 000				595.541.254	1.559.581.254
United Kingdom	77 420 000	495 800 000	1 900 000 000				2.326.581.164	4.799.801.164
Total	1 013 220 000	1 558 500 000	7 574 500 000		175.139.189		11.052.451.611	21.373.810.800

PART II

SECTION III - COMMISSION

Expenditure

EXPENDITURE (Appropriations for commitments)

TITLE	HEADING	1983 APPROPRIATIONS	PRELIMINARY DRAFT SUPPL. AND AMENDING BUDGET No 1/83	NEW TOTAL
1	Expenditure relating to persons working with the institution	484.936.000	-	484.936.000
2	Buildings, equipment and miscellaneous operating expenditure	257.140.800	-	257.140.800
10	Other expenditure	6.478.000	-	6.478.000
	SECTION III/A - TOTAL	748.554.800	-	748.554.800
1/2	European Agricultural Guidance and Guarantee Fund - Guarantee Section	14.050.000.000	-	14.050.000.000
3	European Agricultural Guidance and Guarantee Fund - Guidance Section and specific agricultural measures	814.529.950	-	814.529.950
4	Common fisheries policy	50.532.000	-	50.532.000
5	Appropriations for operations in the regional sector	2.220.800.000	+ 692.000.000	2.912.800.000
6	Appropriations for operations in the social sector	1.820.986.000	-	1.820.986.000
7	Appropriations for operations in the energy, industry and technology, research, nuclear safeguards, information market and innovation and transport sectors	565.198.000	+ 645.000.000	1.210.198.000
8	Repayments and aid to Member States, loan guarantees and miscellaneous	1.122.933.757	+ 370.000	1.123.303.757
9	Cooperation with developing and other non-member countries	1.068.567.900	-	1.068.567.900
10	Other expenditure	121.316.000	-	121.316.000
	SECTION III/B - TOTAL	21.834.863.607	+1.337.370.000	23.172.233.607
	COMMISSION - TOTAL	22.583.418.407	+1.337.370.000	23.920.788.407

EXPENDITURE (Appropriations for payments)

TITLE	HEADING	1983 APPROPRIATIONS	PRELIMINARY DRAFT SUPPL. AND AMENDING BUDGET No 1/83	NEW TOTAL
1	Expenditure relating to persons working with the institution	484.936.000	-	484.936.000
2	Buildings, equipment and miscellaneous operating expenditure	257.140.800	-	257.140.800
10	Other expenditure	6.478.000	-	6.478.000
	SECTION III/A - TOTAL	748.554.800	-	748.554.800
1/2	European Agricultural Guidance and Guarantee Fund - Guarantee Section	14.050.000.000	-	14.050.000.000
3	European Agricultural Guidance and Guarantee Fund - Guidance Section and specific agricultural measures	651.182.950	-	651.182.950
4	Common fisheries policy	70.132.000	-	70.132.000
5	Appropriations for operations in the regional sector	1.469.800.000	+ 692.000.000	2.161.800.000
6	Appropriations for operations in the social sector	1.410.606.000	-	1.410.606.000
7	Appropriations for operations in the energy, industry and technology, research, nuclear safeguards, information market and innovation and transport sectors	541.699.000	+ 645.000.000	1.186.699.000
8	Repayments and aid to Member States, loan guarantees and miscellaneous	1.122.933.757	+ 370.000	1.123.303.757
9	Cooperation with developing and other non-member countries	966.512.900	-	966.512.900
10	Other expenditure	122.316.000	-	122.316.000
	SECTION III/B - TOTAL	20.405.182.607	+1.337.370.000	21.742.552.607
	COMMISSION - TOTAL	21.153.737.407	+1.337.370.000	22.491.107.407

Art. Item	Heading	Initial appropriations		Preliminary draft supplementary and amending budget No 1/83		New appropriations	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
530	CHAPTER 53 Supplementary measures in favour of the United Kingdom Non-differentiated appropriations	p.m.	p.m.	+692.000.000	+ 692.000.000	692.000.000	692.000.000
	CHAPTER 53 - TOTAL	p.m.	p.m.	+ 692.000.000	+ 692.000.000	692.000.000	692.000.000

Art. Item	REMARKS
530	Council conclusions of 30 May 1980 (OJ No C 158, 27.6.1980, p. 1) and 26 October 1982 on the United Kingdom contribution to the financing of the Community budget. Council Regulation (EEC) No 2744/80 of 27 October 1980 establishing supplementary measures in favour of the United Kingdom (OJ No L 284, 29.10.1980, p. 4). Council Regulation (EEC) No /83 of 1983 amending Council Regulation (EEC) No 2744/80 of 27 October 1980 (OJ No L , 1983, p.). In line with the Council conclusions this appropriation is to cover payments relating to supplementary measures to be implemented in favour of the United Kingdom for 1982. These supplementary measures, comprising projects to be implemented within the framework of special programmes lasting several years, must help to solve the main structural problems of the United Kingdom and hence contribute to economic convergence in the Community. The Community's financial contribution may not exceed 70% of the total cost of each sub-programme adopted within the framework of these special programmes.

CHAPTER 70 - ENERGY POLICY (cont'd)

Chap. Art. Item	Heading	Initial headings		Preliminary draft supplementary and amending budget No 1/83		New appropriations	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
702	Community projects concerning coal						
7020	New technologies for burning solid fuels and using the residues thereof						
	Differentiated approps	5.000.000	2.500.000	+15.000.000	+15.000.000	20.000.000	17.500.000
7021	Projects for the liquefaction and gasification of solid fuels						
	Differentiated approps	5.000.000	21.000.000	+ 3.000.000	+ 3.000.000	8.000.000	24.000.000

Art. Item	REMARKS					
7020	Proposal for a Council Regulation, on the basis of Article 235 of the EEC Treaty, in preparation. This appropriation is intended to cover the expenditure arising from the financial support to firms or bodies in the Community for the implementation of demonstration projects in the field of new technologies for burning solid fuels and the industrial utilisation of solid fuel residues (coal, ash, shale, etc.). The associated costs of technical and financial assessments occasioned by these operations are also charged to this item, as are the costs arising from symposia to ensure that the results are more fully utilised, the cost of publishing these results and the costs of the data-processing of proposals and contracts. The commitment appropriation authorized for 1983 is 20.000.000 ECU. The likely schedule of payments <u>vis-à-vis</u> commitments is as follows:					
COMMITMENTS		PAYMENTS				
		1982	1983	1984	1985	Subsequent years
Commitments entered into before 1982 to be covered by new payment appropriations						
Approp. outstanding from 1981						
Appropriation for 1982						
Appropriation for 1983	20.000.000	-	17.500.000	2.000.000	500.000	
Total	20.000.000	-	17.500.000	2.000.000	500.000	
7021	Former item 7030 Council Regulation (EEC) No 1302/78 of 12 June 1978 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 158, 16.6.1978, p. 3). Council Regulation (EEC) No 726/79 of 9 April 1979 fixing the maximum amount of aid to be made available pursuant to Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 2), as last amended by Regulation (EEC) No 2039/82 (OJ No L 219, 28.7.1982, p. 9). Council Regulation (EEC) No 728/79 of 9 April 1979 on the implementation in the solid fuel liquefaction and gasification sectors of Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 5). Proposal for extending and amending Council Regulations (EEC) No 1302/78, (EEC) No 726/79 and (EEC) No 728/79, in preparation. The associated costs of technical and financial assessments occasioned by these operations are also charged to this item, as are costs arising from symposia to ensure that results are more fully utilised, the cost of publishing these results, and the costs of the data-processing of proposals and contracts. The commitment appropriation authorised for 1983 is 8.000.000 ECU. The likely schedule of payments <u>vis-à-vis</u> commitments is as follows:					
COMMITMENTS		PAYMENTS				
		1982	1983	1984	1985	Subsequent years
Commitments entered into before 1982 to be covered by new payment appropriations	18.600.000	2.000.000	7.000.000	6.000.000	2.000.000	1.600.000
Approp. outstanding from 1981	22.000.000	1.000.000	7.000.000	6.000.000	4.000.000	4.000.000
Appropriation for 1982	16.000.000	2.000.000	7.000.000	6.000.000	500.000	500.000
Appropriation for 1983	8.000.000		3.000.000	2.000.000	1.000.000	2.000.000
Total	64.600.000	5.000.000	24.000.000	20.000.000	8.500.000	7.100.000

Chap. Art. Item	Heading	Initial headings		Preliminary draft supplementary and amending budget No 1/83		New appropriations	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
7031	Projects concerning geothermal energy Differentiated appropriations	6.000.000	4.000.000	+ 4.000.000	+ 4.000.000	10.000.000	8.000.000
7032	Projects concerning solar energy and biomass Differentiated appropriations	6.000.000	5.000.000	+ 4.000.000	+ 4.000.000	10.000.000	9.000.000

Chap. Art. Item	REMARKS					
7031	Council Regulation (EEC) No 1302/78 of 12 June 1978 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 158, 16.6.1978, p. 3). Council Regulation (EEC) No 726/79 of 9 April 1979 fixing the maximum amount of aid to be made available pursuant to Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 2), as last amended by Regulation (EEC) No 2039/82 (OJ No L 219, 28.7.1982, p. 9). Council Regulation (EEC) No 729/79 of 9 April 1979 on the implementation in the geothermal energy sector of Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 7). Proposal for extending and amending Council Regulations (EEC) No 1302/78, (EEC) No 726/79 and (EEC) No 729/79, in preparation. The associated costs of technical and financial assessments occasioned by these operations are also charged to this item, as are costs arising from symposia to ensure that results are more fully utilized, the costs of publishing these results, and the costs of the data-processing of proposals and contracts. The commitment appropriation authorized for 1983 is 4.000.000 ECU. The likely schedule of payments <u>vis-à-vis</u> commitments is as follows:					
		Payments				
Commitments		1982	1983	1984	1985	Subsequent years
Commitments entered into before 1982 to be covered by new payment appropriations	2.300.000	p.m.	1.000.000	1.000.000	300.000	
Appropriation outstanding from 1981	15.324.000	p.m.	3.000.000	4.000.000	4.324.000	4.000.000
Appropriation for 1982	p.m.	p.m.	p.m.	p.m.	p.m.	p.m.
Appropriation for 1983	10.000.000		4.000.000	3.000.000	2.000.000	1.000.000
Total	27.624.000	p.m.	8.000.000	8.000.000	6.624.000	5.000.000
7032	Council Regulation (EEC) No 1302/78 of 12 June 1978 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 158, 16.6.1978, p. 3). Council Regulation (EEC) No 726/79 of 9 April 1979 fixing the maximum amount of aid to be made available pursuant to Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 2), as last amended by Regulation (EEC) No 2039/82 (OJ No L 219, 28.7.1982, p. 9). Council Regulation (EEC) No 727/79 of 9 April 1979 on the implementation in the solar energy sector of Regulation (EEC) No 1302/78 on the granting of financial support for projects to exploit alternative energy sources (OJ No L 93, 12.4.1979, p. 3). Proposal for extending and amending Council Regulations (EEC) No 1302/78, (EEC) No 726/79 and (EEC) No 727/79, in preparation. The associated costs of technical and financial assessments occasioned by these operations are also charged to this item, as are costs arising from symposia to ensure that results are more fully utilized, the costs of publishing these results, and the costs of the data-processing of proposals and contracts. The commitment appropriation authorized for 1983 is 10.000.000 ECU. The likely schedule of payments <u>vis-à-vis</u> commitments is as follows:					
		Payments				
Commitments		1982	1983	1984	1985	Subsequent years
Commitments entered into before 1982 to be covered by new payment appropriations	5.205.000	700.000	1.000.000	1.000.000	1.505.000	1.000.000
Approp. outstanding from 1981	8.000.000	2.400.000	2.000.000	2.000.000	1.000.000	600.000
Appropriation for 1982	5.010.000	1.910.000	1.000.000	1.000.000	600.000	500.000
Appropriation for 1983	10.000.000		5.000.000	3.000.000	1.000.000	1.000.000
Total	28.215.000	5.010.000	9.000.000	7.000.000	4.105.000	3.100.000

hap. rt. tem	Heading	Initial headings		Preliminary draft supplementary and amending budget No 1/83		New appropriations	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
704	Community energy saving programmes Differentiated appropriations	22.000.000	8.000.000	+ 4.000.000	+ 4.000.000	26.000.000	12.000.000
705	Promotion of energy investments Non-differentiated appropriations	1.000.000 ⁽¹⁾	1.000.000 ⁽¹⁾	+ 5.000.000	+ 5.000.000	6.000.000	6.000.000
707	Special measures of Community interest under the energy strategy Non-differentiated appropriations			+ 610.000.000	+ 610.000.000	610.000.000	610.000.000

(1) In Chapter 100.

Chap. Art. Item	REMARKS					
704	Council Regulation (EEC) No 1303/78 of 12 June 1978 on the granting of financial support for demonstration projects in the field of energy saving (OJ No L 158, 16.6.1978, p. 6). Regulation (EEC) No 725/79 of 9 April 1979 fixing the maximum amount of aid to be made available pursuant to Regulation (EEC) No 1303/78 on the granting of financial support for demonstration projects in the field of energy saving (OJ No L 93, 12.4.1979, p. 1), as last amended by Regulation (EEC) No 2038/82 (OJ No L 219, 28.7.1982, p. 8). Proposal for extending and amending Council Regulations (EEC) No 1303/78 and (EEC) No 725/79, in preparation. Appropriation to finance the following measures: - financial support for the implementation of Community demonstration projects as part of the Community programme on energy saving (COM(77)39 final), - technical and financial assessments necessary for these projects. The associated costs of technical and financial assessments occasioned by these operations are also charged to this item, as are costs arising from symposia to ensure that results are more fully utilized, the costs of the publishing these results, and the costs of data-processing of proposals and contracts. The commitment appropriation authorized for 1983 is 26.000.000 ECU. The likely schedule of payments <u>vis-à-vis</u> commitments is as follows:					
		Payments				
Commitments		1982	1983	1984	1985	Subsequent years
Commitments entered into before 1982 to be covered by new payment appropriations	26.430.000	12.800.000	2.000.000	5.000.000	3.630.000	3.000.000
Approp. outstanding from 1981	22.200.000	2.200.000	2.000.000	8.000.000	5.000.000	5.000.000
Appropriation for 1982	20.000.000	3.000.000	2.000.000	5.000.000	5.000.000	5.000.000
Appropriation for 1983	26.000.000		6.000.000	7.000.000	7.000.000	6.000.000
Total	94.630.000	18.000.000	12.000.000	25.000.000	20.630.000	19.000.000
705	Conclusions of the European Council of 28 April 1980. Council Resolution of 9 June 1980 concerning Community energy policy objectives for 1990 and convergence of the policies of the Member States (OJ No C 149, 18.6.1980, p. 1). A Community programme for the promotion of investment in energy (COM(80)220 final). Examination of energy policy objectives for 1990 and investment programmes (COM(81)64 final). Development of an energy strategy for the Community (COM(81)540). Investment in the rational use of energy (COM(82)24). This article is to cover expenditure on new measures for speeding up investments to promote the rational utilization of energy, in particular by means of interest subsidies or grants for an equivalent amount.					
707	<u>New article</u> Council Regulation (EEC) No establishing special measures of Community interest under the energy strategy. This appropriation is intended to cover expenditure relating to special measures of Community interest under the energy strategy which are in line with the energy policy defined by the Community within the framework of the energy strategy in one or more of the following areas: - energy research and technology - energy production - conservation and rational utilization of energy - measures to ensure security of energy supply. The appropriation is broken down as follows: - 400.000.000 ECU is intended for the implementation of projects and investment measures in the United Kingdom - 210.000.000 ECU is intended for the implementation of projects and investment measures in the Federal Republic of Germany.					

TITLE 8

REPAYMENTS AND AID TO MEMBER STATES, LOAN GUARANTEES AND MISCELLANEOUS

CHAPTER 82 - FINANCIAL COMPENSATION TO MEMBER STATES WHICH ARE NOT EFFECTIVELY AND FULLY PARTICIPATING IN THE EUROPEAN MONETARY SYSTEM

Chap. Art. Item	Heading	Initial headings		Preliminary draft supplementary and amending budget No 1/83		New appropriations	
		Commitments	Payments	Commitments	Payments	Commitments	Payments
	CHAPTER 82						
820	Financial compensation to the United Kingdom Non-differentiated appropriations	52.964.000	52.964.000	+	366.000	+	366.000
821	Financial compensation to Greece Non-differentiated appropriations	2.806.000	2.806.000	+	4.000	+	4.000
	Non-differentiated appropriations - Sub-total	55.770.000	55.770.000	+	370.000	+	370.000
	Differentiated appropriations - Sub-total						
	CHAPTER 82 - TOTAL	55.770.000	55.770.000	+	370.000	+	370.000
	Non-differentiated appropriations - Sub-total	1.122.933.757	1.122.933.757	+	370.000	+	370.000
	Differentiated appropriations - Sub-total						
	TITLE 8 - TOTAL	1.122.933.757	1.122.933.757	+	370.000	+	370.000

Art. Item	REMARKS
820	Council Regulation (EEC) No 3181/78 of 18 December 1978 relating to the European monetary system (OJ No L 379, 30.12.1978, p. 2). Council Regulation (EEC) No 1736/79 of 3 August 1979 on interest subsidies for certain loans granted under the European monetary system (OJ No L 200, 8.8.1979, p. 1). Appropriations for payment, by way of financial compensation, to the Member State which is not effectively and fully participating in the European monetary system and does not therefore have to help finance the costs of implementing it.
821	Council Regulation (EEC) No 3181/78 of 18 December 1978 relating to the European monetary system (OJ No L 379, 30.12.1978, p. 2). Council Regulation (EEC) No 1736/79 of 3 August 1979 on interest subsidies for certain loans granted under the European monetary system (OJ No L 200, 8.8.1979, p. 1). Appropriations for payment, by way of financial compensation, to the Member State which is not effectively and fully participating in the European monetary system and does not therefore have to help finance the costs of implementing it.

PART III

Decision on the application by the
Commission of a conversion rate for
the budgetary execution of certain
operations

For the purposes of budgetary execution, the following exchange rates are to be applied for charging to the budget 1.092 million ECU in respect of operations in favour of the United Kingdom and 210 million ECU in respect of operations in favour of Germany (provided for in Articles 530 and 707):

1 ECU = DM 2,31867

1 ECU = £ 0,577728