



COMMISSION OF THE EUROPEAN COMMUNITIES

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**PRELIMINARY DRAFT AMENDING BUDGET N°10
TO THE GENERAL BUDGET 2009**

**STATEMENT OF EXPENDITURE BY SECTION
Section III - Commission**

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Having regard to:

- the Treaty establishing the European Community, and in particular Article 272 thereof,
- the Treaty establishing the European Atomic Energy Community, and in particular Article 177 thereof,
- the Council Regulation (EC, Euratom) No 1605/2002 of 25 June 2002 on the Financial Regulation applicable to the general budget of the European Communities¹, as last amended by Council Regulation (EC) No 1525/2007², and in particular Article 37 thereof,

The European Commission hereby presents to the budgetary authority the Preliminary Draft Amending Budget No 10 to the 2009 budget.

¹ OJ L 248, 16.9.2002, p. 1.

² OJ L 343, 27.12.2007, p. 9.

TABLE OF CONTENTS

1.	Introduction	4
2.	Increase in the Forecast of Revenue	4
2.1.	Revision of own resources	4
2.2.	Other revenue	4
3.	Decrease in Payment Appropriations	5
3.1.	Heading 1a Competitiveness for Growth and Employment	5
3.2.	Heading 2 Preservation and Management of Natural Resources.....	8
3.3.	Heading 4 EU as a Global Player.....	10
4.	European Economic Recovery Plan.....	11
4.1.	Heading 2 Preservation and Management of Natural Resources.....	11
4.2.	Heading 5 Administration	12
	<u>SUMMARY TABLE BY HEADING OF THE FINANCIAL FRAMEWORK</u>	<u>14</u>

CHANGES TO THE STATEMENT OF EXPENDITURE BY SECTION

The changes to the statement of expenditure by section are forwarded separately via the SEI-BUD system. An English version of the changes to the statement of expenditure by section is attached for information as a budgetary annex.

1. INTRODUCTION

Preliminary Draft Amending Budget (PDAB) No 10 for the year 2009 covers the following elements:

- a net increase in the forecast of revenue (EUR 478,7 million) after the revision of the forecasts of own resources and other revenue;
- a decrease of payment appropriations in budget lines for headings 1a, 2, and 4 (EUR 2 768,7 million), after taking into account the redeployments proposed in the so-called "global transfer" (DEC 27/2009);
- a decrease in commitment appropriations under headings 2 and 5 (EUR 359 million), leading to a corresponding increase in the respective margin, which will then be available towards the financing of the second part of the European Economic Recovery Plan (EERP). Since this concerns some budget lines which are non-differentiated, the reduction in commitment appropriations also leads to a further reduction in payments (EUR 55 million).

2. INCREASE IN THE FORECAST OF REVENUE

2.1. Revision of own resources

In accordance with Article 16 of Council Regulation (EC, Euratom) No 1150/2000 of 22 May 2000³, the Commission has revised the forecasts for own resources. This refers in particular to VAT and GNI balances and to traditional own resources.

As far as the VAT and GNI own resources balances are concerned, and on the basis of the available information, the Commission proposes to enter an amount of EUR 949,3 million. This decrease relates to chapters 31 and 32 of the revenue side of the budget.

At this stage the calculations for Member States' balances are still provisional because of the on-going verification of VAT and GNI data. This may lead the Commission to revise the figures in the course of the procedure for this PDAB.

The Commission also proposes to increase Traditional Own Resources (TOR) by EUR 400 million in chapter 12 of revenue. If new actual data for the last quarter of the year implies significant changes to this estimation, the Commission will revise its figures in the course of the budgetary procedure.

2.2. Other revenue

Taking into account the amounts that at this stage of the year are cashed or will probably be cashed, it is proposed to modify the initial forecasts for a net amount of EUR 1 028 million. The detail by line is shown in the table below.

³ OJ L 130, 31.5.2000, p. 1.

Revenue lines	Budget 2009	PDAB 10/2009	New amount
5 2 1 - Revenue from investments or loans granted, bank and other interest on the accounts of organisations receiving subsidies transferred to the Commission	10 000 000	8 000 000	18 000 000
6 1 5 0 - Repayment of unused aid from European Social Fund, European Regional Development Fund, European Agricultural Guidance and Guarantee Fund, Cohesion Fund, Solidarity Fund, ISPA and IPA	p.m.	40 000 000	40 000 000
6 5 0 - Financial corrections	p.m.	213 000 000	213 000 000
6 6 0 1 - Other non-assigned contributions and refunds	10 000 000	105 000 000	115 000 000
7 0 0 0 - Interest due on late payments into the accounts held with the treasuries of the Member States	5 000 000	5 000 000	10 000 000
7 0 1 - Other interest on late payments and other interest on fines	15 000 000	82 000 000	97 000 000
7 1 0 - Fines, periodic penalty payments and other penalties	100 000 000	529 000 000	629 000 000
7 1 2 - Penalty payments and lump sums imposed on a Member State for not complying with a judgment of the Court of Justice on its failure to fulfil an obligation under the Treaty	p.m.	18 000 000	18 000 000
9 0 0 - Miscellaneous revenue	30 000 000	28 000 000	58 000 000
Total	170 000 000	1 028 000 000	1 198 000 000

3. DECREASE IN PAYMENT APPROPRIATIONS

The Commission proposes to adjust the level of payment appropriations for certain budget lines in order to align them more closely to the latest estimates of needs and working on the assumption that the rebalancing of payment appropriations between budget lines requested separately by the Commission's in the so-called 'Global Transfer' will be accepted by the Budget Authority. The proposed reduction in the level of payment appropriations amounts to EUR 2 768,7 million.

3.1. Heading 1a Competitiveness for Growth and Employment

01 04 04 Competitiveness and Innovation Framework Programme – Entrepreneurship and Innovation Programme (- EUR 70,3 million)

The payment appropriations on this budget line are paid into two separate Trust Accounts, managed on the Commission's behalf by the European Investment Fund (EIF). These accounts cover two financial instruments: Guarantees and Venture Capital. Payments in fulfilment of obligations undertaken by the EIF, on behalf of the Commission, are made by disbursements from these accounts. The disbursements are made to financial intermediaries and are related to market circumstances and investment opportunities.

The payment appropriations of the 2009 budget amount to EUR 133 217 500. Based on the payment needs forecasted at the beginning of the year, the first payment was made to the Trust Accounts as foreseen in the budget implementation plan.

The actual disbursements and forecasted disbursements revised by the EIF for venture capital investments show a rapid slowdown, linked strongly to the evolving market situation. The rhythm of signing contracts between the EIF and the venture capital funds has not been spared from the impact of co-investors withdrawing from the market.

Based on the EIF's revised disbursement needs, it is very clear that the remaining payment credits will not be used during this year. This leaves EUR 70,3 million, which cannot be absorbed.

02 02 01 Competitiveness and Innovation Framework Programme – Entrepreneurship and Innovation Programme (- EUR 28,3 million)

In the 2009 budget procedure, the Budgetary Authority increased payment appropriations by EUR 38,7 million beyond the Commission request included in the Preliminary Draft Budget (PDB) for 2009.

The Entrepreneurship and Innovation Programme (EIP) as part of the Competitiveness and Innovation Framework Programme (CIP) mostly concentrates on the provision of business services and policy support. Therefore, its payment profile is not as linear as for programmes which mainly consist of annual grants and the related calls for proposals. This makes it more difficult to proceed to payment in the same year as the commitments are made. In terms of budget, two main measures primarily determine the payment profile on the budget line, the eco-innovation first application and market replication projects and the Enterprise Europe Network.

The first eco-innovation call for proposal was launched in 2008 with the first contracts signed in 2009. First payments (pre-financing) are therefore due in the course of 2009, but these are not substantial. The same schedule applies to the 2009 call for proposal for which first payments will only be due in 2010. This implies that in 2009 the only payments for this measure relate to 2008 commitment appropriations.

The partners of the Enterprise Europe Network provide information and business services to SMEs. In order to provide the network partners with a more stable planning environment, multi-annual (3-year) contracts have been concluded at the beginning of 2008 with a 45 %-27 %-27 % payment pattern. The fixed payment pattern implies that in 2009 only parts of the middle payments will become due, related to commitment appropriations dating from 2007 and 2008. The fixed pattern limits the possibilities for increasing the implementation of payment credits.

After thorough revision, it is estimated that at least 30 % of the consortia will submit their interim report for 2009 with a significant delay. This implies that at least 30 % of the interim payment will be made in 2010 instead of 2009. This high percentage of delayed payments prevents the Commission from absorbing the additional payment appropriations available on the budget line, which explains the current request for decrease.

A first transfer for EUR 8,3 million has been initiated (Transfer INFO 04/2009) to decrease payment credits on the budget line. A further EUR 28,3 million will remain unused.

06 02 10 EU satellite navigation programmes (EGNOS and Galileo) (- EUR 51,2 million)

In the course of the 2009 budget procedure the Budgetary Authority increased payment appropriations by EUR 399 million for this line, representing more than double the initial request of the Commission of EUR 360 million. However, requirements in 2009 will be mainly limited to pre-financing payments and only part of this increase can be absorbed in 2009. Therefore, an amount of EUR 51,2 million can be made available.

08 04 01 Cooperation – Nanosciences, Nanotechnologies, Materials and new Production Technologies (- EUR 96,2 million)

In 2008, the Commission implemented an additional amount of EUR 63 million in payment appropriations received via a transfer of the Budgetary Authority (EUR 48 million) and the Global Transfer (EUR 15 million). This part of the implemented payments was related to the pre-financing foreseen for the beginning of 2009.

In addition, during the 2009 budgetary procedure the Budgetary Authority increased the payment appropriations for this programme by EUR 90 million. Payments to be made in 2009 with regard to research projects will consist almost exclusively of pre-financing for the 7th Framework Programme (FP7) grants directly related to the level of commitment appropriations. The increased amount is much higher than the foreseen pre-financing for 2009, and thus EUR 96,2 million is available.

08 06 01 Cooperation – Environment (including Climate Change) (- EUR 25,3 million)

In 2008, the Commission implemented an additional amount of EUR 25 million in payment appropriations received via transfer authorised by the Budgetary Authority. This part of the implemented payments was related to the pre-financing foreseen to be committed and paid in the beginning of 2009.

In addition, during the 2009 budgetary procedure the Budgetary Authority increased the payments appropriation for this programme by EUR 60 million. This increase corresponds to 42 % of the appropriations requested in the Preliminary Draft Budget 2009. Payments to be made in 2009 with regard to research projects will consist almost exclusively of pre-financing for FP7 grants directly related to the level of commitment appropriations. The increased amount is much higher than the foreseen pre-financing for 2009, and therefore EUR 25,3 million can be made available.

08 11 01 People (- EUR 67,4 million)

In 2008 the People programme was strengthened during the Global Transfer procedure by EUR 43,2 million in order to complete the pre-financing payments relating to the 2007 call for proposals and to begin the pre-financing payments relating to the 2008 call for proposals. Effectively this brought forward from 2009 to 2008 the pre-financing of 150 contracts, leading to reduced needs for 2009. This frontloading of additional payments onto the 2008 budget was not anticipated at the time of preparing the 2009 Draft budget in the first quarter of 2008..

During the 2009 budgetary procedure it was impossible to predict precisely the amount of the pre-financings and interim payments for the projects of 2008 and 2009. Indeed, the actions financed under the "People" programme have the option that beneficiaries can specify the starting date of their project which can be later (up to 12 months) than the date of signature of

the contract. The dates of pre-financing payments, which are due within 45 days of the project start date, are therefore not known in advance.

In this context EUR 67,4 million is available.

08 13 01 Capacities - Research for the benefit of SMEs (- EUR 59,5 million)

The delay in the negotiations on the selected projects, partly due to characteristics of the target population of SMEs where frequent changes in the membership of consortiums occur during the negotiation process, brought delays to the budgetary and legal commitments and a delay in the payment of the pre-financing. As a result it is envisaged that a part of the pre-financing for the projects of the 2009 call will be paid in 2010 instead of 2009 as had been foreseen during the preparation of the PDB 2009.

Moreover, during the 2009 budgetary procedure the Budgetary Authority increased the payment appropriations for this programme by EUR 15 million in comparison with the appropriations requested in the preliminary draft budget. The payment schedule is part of the grant agreement signed between the Commission and the beneficiaries. Considering that projects have usually only 2 reporting periods, one first pre-financing of 80 % of the total grant is paid covering the cash flow needs for the first period plus the additional period for the preparation/review/approval of progress report, which is the basis for a subsequent interim payment of 10 %. The final balance of 10 % is paid at the end of the project. Payments to be made in 2009 will consist almost exclusively of initial pre-financing, for which the FP7 rules leave very limited flexibility concerning the amounts to be paid. Therefore the Commission will not be able to make use of the additional payments by the end of 2009. The increased amount is much higher than the foreseen pre-financing for 2009.

In this context EUR 59,5 million is available.

08 22 03 01 Completion of the sixth EC framework programme (2003 to 2006) (- EUR 107,2 million)

The payment appropriations on this budget line concern the projects of all FP6 Programmes. The majority of unused payments are related to the Human Resources Programme (EUR 83 million).

For the completion of the project all the payments are based on the reports provided by the beneficiaries and depend on the quality of these reports and on the progress of the research projects. Certain projects are often completed sooner than forecast ("early termination" of the contracts with researchers, bankruptcies of SMEs) and lead to the reduction of the Community contribution and therefore a reduction in the interim or final payments.

In addition, in 2008 this budget line was strengthened several times through transfers, allowing the acceleration of the completion of the FP6 Programme. These successive reinforcements made it possible to carry out additional payments which had originally been planned for 2009, and thus EUR 107,2 million is now available.

3.2. Heading 2 Preservation and Management of Natural Resources

05 04 Rural Development (- EUR 1 809 million)

For Rural Development 2007-2013 programmes, Member States provided their latest estimates in September based on expenditure actually due to be paid by 15 October. The revised estimates are lower than previous figures and are also lower than the budgeted payment appropriations, which were based on the share of annual payments, and for multi-annual measures (investment type, etc.), on the payment profile for the 2000-06 period.

There are different reasons for the apparent slow down in payments compared to the expected rhythm depending on the Member State concerned. Firstly, the current economic situation has in some cases caused difficulties for the provision of national co-financing. Secondly, the fact that Rural Development implementation in 2009 shows a less dynamic profile than the relevant year of the previous programming period is explained by the late approval of certain programmes as well as, in the case of Romania and Bulgaria, a lack of sufficient previous experience in the implementation of Rural Development programmes. Furthermore, there has been a delay, with respect to last year's profile, in payments in a number of Member States leading to reimbursement by the Commission only in 2010.

Reprogramming to take account of the CAP Health Check may also lead to some delays in the launch of new projects by Member States, pending adoption of the revised Rural Development programmes.

Taking into account the above, the Commission proposes to reduce payment appropriations on budget item 05 04 05 01 by EUR 1,35 billion.

Concerning the EAGGF – Guidance section, as well as Leader (2000 to 2006), the evolution of payments has shown a significant slowdown during recent months and this tendency is expected to continue. Furthermore, contrary to initial forecasts, no programme will actually be closed in 2009 and, for a number of Member States, payments will not yet reach the 95 % ceiling of amounts committed. A reduction in payment appropriations, of EUR 249,4 million and EUR 98,4 million on budget items 05 04 02 01 and 05 04 02 06 respectively, is thus proposed.

With regard to the transitional instrument for new Member States, contrary to initial plans, only three programmes will be closed in 2009 for a total of EUR 70,8 million leaving an under-spend of EUR 111,2 million.

Budget line	Description	Reduction in payments (EUR)
05 04 02 01	Completion of the EAGGF, Guidance Section - Obj. 1 regions (2000 to 2006)	- 249 400 000
05 04 02 06	Completion of Leader (2000 to 2006)	- 98 400 000
05 04 04	Transitional instrument for the financing of rural development by the EAGGF Guarantee section for the new Member States - Completion of programmes (2004 to 2006)	- 111 200 000
05 04 05 01	Rural development programmes	- 1 350 000 000
	Total Rural Development	- 1 809 000 000

07 03 07 LIFE+ (- EUR 15 million)

With regard to LIFE+, the Budgetary Authority voted under the 2009 budget a significant increase of commitment (+ EUR 29,3 million) and payment (+ EUR 131 million) appropriations. The majority of the increase in commitment appropriations was added to the

resources of the 2009 call for proposals (global commitment), and the corresponding payment appropriations will not be needed until 2010.

An amount of payment appropriations of EUR 110 million has already been reduced under Amending Budget 9/2009.

Although it is anticipated that the pre-financing payments under the 2008 call for proposals will start earlier than first planned when preparing the 2009 PDB, it will not be possible to absorb the full amount of increased payments. It is therefore proposed to reduce payment appropriations on article 07 03 07 by EUR 15 million.

11 06 12 European Fisheries Fund (- EUR 112,4 million)

As regards the European Fisheries Fund (EFF) – convergence objective, the delayed transmission of Management and Control Systems documents (MCS) for Spain and Italy, and the late approval of the Polish Operational Programme will not allow sufficient time for acceptance of their MCS to enable payments before 31/12/2009. The three Member States account for approximately half of the payment appropriations entered in the budget for the EFF programmes. It is therefore proposed to decrease payment appropriations for article 11 06 12 by EUR 112,4 million.

40 02 41 02 Reserve for Fisheries Agreements (- EUR 28,1 million)

The reserve line 40 02 41 02 includes appropriations for the new Fisheries Agreements which might be concluded with certain third countries. However, no new agreements will enter into force before 31 December 2009. In consequence, the available payment appropriations of EUR 28,1 million are not needed.

3.3. Heading 4 EU as a Global Player

22 02 05 01 Completion of PHARE pre-accession assistance (- EUR 243,8 million)

This budget item covers PHARE programmes managed through decentralised management by the national authorities in Romania, Bulgaria and Croatia.

In Romania, contracting and implementation by the National Authorities has proceeded at a slower pace than envisaged when they presented their forecasts for payment needs for the 2009 budget in March 2008. This is partially due to stricter internal management rules and tighter supervision by the National Authorising Officer to ensure sound financial management. Consequently, the amount expected to be paid to Romania this year has decreased by more than EUR 114 million.

In July 2008, EDIS (Extended Decentralised Implementation System) accreditation was withdrawn from the two major Bulgarian Implementing Agencies. As a result the Bulgarian Implementing Agencies were not able to conclude contracts for a substantial amount due to the expiry of contracting deadlines. Consequently, the amount expected to be paid to Bulgaria by the Commission this year has decreased by more than EUR 140 million.

Of the EUR 254 million available on this budget item, EUR 10,2 million, have already been proposed for use within the global transfer exercise. It is therefore proposed to decrease the level of payments by EUR 243,8 million.

4. EUROPEAN ECONOMIC RECOVERY PLAN

At the budgetary trilogue of 2 April 2009 agreement was reached on the financing of the European Economic Recovery Plan (EERP), including through the use of the remaining margins under the 2009 ceilings.

It is now proposed to decrease the level of commitment appropriations budgeted for 2009 under headings 2 (EUR 304 million) and 5 (EUR 55 million), in accordance with actual needs. The increased margin can then be used to finance the second part of the EERP.

4.1. Heading 2 Preservation and Management of Natural Resources

05 04 05 01 Rural Development (- EUR 249,8 million)

Additional appropriations totalling EUR 249,8 million were entered in the 2009 budget by the Budgetary Authority on budget item 05 04 05 01, but it is not possible to use them as there is no appropriate legal base for their implementation. Consequently it is proposed that the appropriations on the budget line are reduced by this amount.

07 03 12 Climate Change (- EUR 20 million)

Appropriations totalling EUR 20 million were entered in the 2009 budget by the Budgetary Authority on article 07 03 12. However these appropriations cannot be used as there is no appropriate legal base for their implementation. Consequently it is proposed that the appropriations on the budget line are reduced by this amount.

Maritime Affairs and Fisheries (- EUR 34,1 million)

Budget Line	Description	Reduction in commitments (EUR)
11 03 01	International Fisheries Agreements	- 2 330 000
40 02 41 02	Reserve for Fisheries Agreements	- 28 087 000
11 03 02	Contributions to international organisations	- 1 200 000
11 03 03	Preparation Fisheries Agreements and other non compulsory contributions to international organisations	- 2 000 000
11 07 02	Support for management of fisheries resources	- 520 000
Total		- 34 137 000

For article 11 03 01 (International Fisheries Agreements), the decrease of commitment appropriations results from the analysis of the needs for additional captures.

For item 40 02 41 02 (Reserve for Fisheries Agreements), no additional agreements are expected before 31 December 2009.

For the article 11 03 02 (Contributions to international organisations), the decrease is the result of the fact that some regional organisations for Fisheries (SIOFA, IATTC, SPRFMO⁴) have not been created, and as a consequence no fee had to be paid for these organisations.

For article 11 03 03 (Preparation Fisheries Agreements and other non compulsory contributions to international organisations), the situation is the following: initially EUR 5 million was foreseen to launch a new initiative for the monitoring of regional fishery activities. However no organisation in West Africa able to perform this task has been identified. So actions in the Indian Ocean have been reinforced in partnership with the COI (Commission de l'Océan Indien). However, these actions are not able to absorb all the available appropriations.

For article 11 07 02 (Support for management of fisheries resources), the availability of commitment appropriation is the result of various delays in establishing framework contracts and agreements.

4.2. Heading 5 Administration

With the end of mandate for the Commission, the number of legislative proposals presented has decreased more than initially foreseen in the PDB 2009 of May 2008. This has had an impact on three budget lines in Heading 5:

- the decrease in the number of pages to be published, combined with the phasing-in of a new, more advantageous contract for the production of the Official Journal has resulted in a surplus for item 26 01 11 01 Official Journal of the European Union;
- the number of pages to be translated has also decreased leading to a surplus for the item 31 01 07 01 Support services for the Translation Directorate-General;
- the number of initiatives whose impact has to be studied has decreased and a surplus has arisen for the item 25 01 06 01 Impact Assessment Board.

Additional surpluses have appeared in Heading 5:

- in the item relating to salaries (XX 01 01 01), the incidence of parental leave, a reduction in real terms in the average cost of the basic salaries, and the somewhat slower filling-in of the establishment plan result in a surplus;
- in the article relating to pensions (30 01 13), the lower than expected correction coefficients, the lower than expected number of staff assigned non-active status or retired in the interests of the service, and the difficulty of implementing the transfer of pension rights of contract agents determine a surplus;
- in the item relating to interpretation services (31 01 06 01), the fact that the 2009 presidencies are applying a stricter regime than previous presidencies, and the lower than expected share of services consumed by the Commission also result in a surplus.

⁴ SIOFA - Southern Indian Ocean Fisheries Agreement; IATTC - Inter-American Tropical Tuna Commission; SPRFMO - South Pacific Regional Fisheries Management Organisation.

In absolute terms the net effect on Heading 5 is a surplus of some EUR 55 million, as shown in the table below. Since these appropriations are non-differentiated the corresponding payment appropriations will also be reduced.

Budget Line	Description	Reduction in commitments and payments (EUR)
25 01 06 01	Impact Assessment Board	- 150 000
26 01 11 01	Official Journal of the European Union	- 1 700 000
31 01 06 01	Interpreting and conference expenditure	- 1 900 000
31 01 07 01	Support services for the Translation Directorate-General	- 1 100 000
XX 01 01 01 01	Remuneration and allowances	- 7 344 000
XX 01 01 01 02	Expenses and allowances related to recruitment, transfers and termination of service	- 5 400 000
XX 01 01 01 03	Adjustments to remuneration	- 28 256 000
30 01 13 04	Allowances for staff assigned non-active status, retired in the interests of the service or dismissed	- 4 000 000
30 01 13 07	Pensions and severance grants	- 5 135 000
		- 54 985 000

SUMMARY TABLE BY HEADING OF THE FINANCIAL FRAMEWORK

Financial framework Heading/subheading	2009 Financial framework		Budget 2009 (including AB 1-8 and PDAB 9)		PDAB 10/2009		Budget 2009 (including AB 1-8 and PDAB 9-10)	
	CA	PA	CA	PA	CA	PA	CA	PA
1. SUSTAINABLE GROWTH								
1a. Competitiveness for growth and employment	13 272 000 000		13 768 997 000	10 867 924 713		-505 436 653	13 768 997 000	10 362 488 060
1b. Cohesion for growth and employment	48 428 000 000		48 426 884 669	34 963 348 789			48 426 884 669	34 963 348 789
Total Margin⁵	61 700 000 000		62 195 881 669 <i>4 118 331</i>	45 831 273 502		-505 436 653	62 195 881 669 <i>4 118 331</i>	45 325 836 849
2. PRESERVATION AND MANAGEMENT OF NATURAL RESOURCES								
Of which market related expenditure and direct payments	46 679 000 000		41 180 696 325	41 083 823 325			41 180 696 325	41 083 823 325
Total Margin	57 639 000 000		56 770 777 011 <i>868 222 989</i>	52 305 019 321	-303 977 000	-1 964 457 000	56 466 800 011 <i>1 172 199 989</i>	50 340 562 321
3. CITIZENSHIP, FREEDOM, SECURITY AND JUSTICE								
3a. Freedom, Security and Justice	872 000 000		866 225 000	617 440 000			866 225 000	617 440 000
3b. Citizenship	651 000 000		1 265 896 701	1 293 893 701			1 265 896 701	1 293 893 701
Total Margin⁶	1 523 000 000		2 132 121 701 <i>5 812 000</i>	1 911 333 701			2 132 121 701 <i>5 812 000</i>	1 911 333 701
4. EU AS A GLOBAL PLAYER⁷	7 440 000 000		8 103 930 360 <i>-419 930 360</i>	8 324 169 158		-243 845 427	8 103 930 360 <i>-419 930 360</i>	8 080 323 731
5. ADMINISTRATION⁸	7 699 000 000		7 700 730 900 <i>76 269 100</i>	7 700 730 900	-54 985 000	-54 985 000	7 645 745 900 <i>131 254 100</i>	7 645 745 900
6. COMPENSATION	210 000 000		209 112 912 <i>887 088</i>	209 112 912			209 112 912 <i>887 088</i>	209 112 912
TOTAL Margin	136 211 000 000	121 901 000 000	137 112 554 553 <i>535 379 148</i>	116 281 639 494 <i>6 589 294 207</i>	-358 962 000	-2 768 724 080	136 753 592 553 <i>894 341 148</i>	113 512 915 414 <i>9 358 018 287</i>

⁵ The European Globalisation adjustment Fund (EGF) is not included in the calculation of the margin under heading 1a.

⁶ The European Union Solidarity Fund (EUSF) amount is entered over and above the relevant headings as foreseen by the IIA of 17 May 2006 (OJ C 139 of 14.6.2006)

⁷ The 2009 margin for heading 4 does not take into account the appropriations related to the Emergency Aid Reserve, or the mobilisation of the Flexibility Instrument.

⁸ For calculating the margin under the ceiling for heading 5, account is taken of the footnote (1) of the financial framework 2007-2013 for an amount of EUR 78 million for the staff contributions to the pension scheme.