

# The EU Multi-Annual Financial Framework 2014-2020

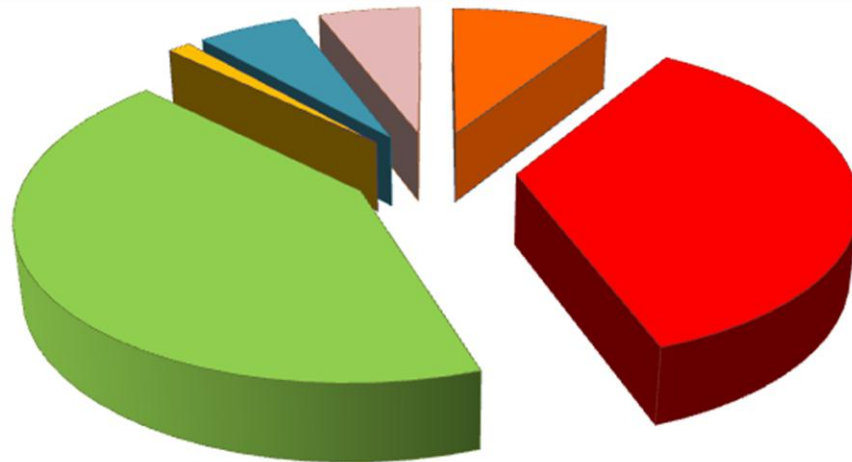


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1. How has external action fared in the 2007-2013 financial framework?
2. What are the Commission's proposals for 2014-2020 financial framework?
3. What are the key challenges, proposals and questions?
4. What is the timeline for the negotiations of the 2014-2020 financial framework?

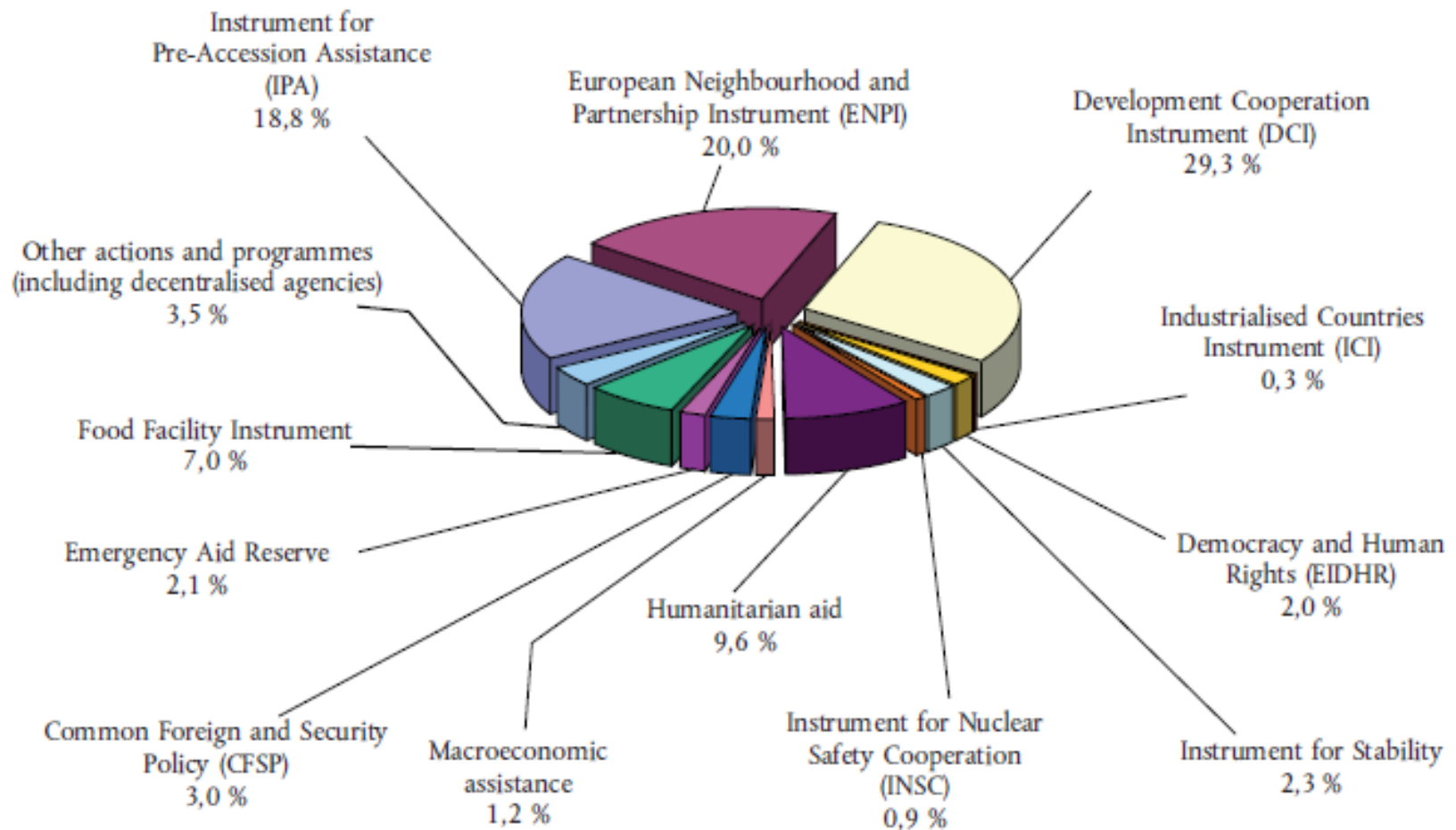
# The EU Budget: 2007-2013

Total for Heading 4 = €56 billion for 2007-2013  
5.7% of total EU budget



- 1a. Competitiveness for growth and employment - 9%
- 1b. Cohesion for growth and employment - 35.6%
- 2. Preservation and management of natural resources - 42.5%
- 3. Freedom, security, justice and citizenship - 1.3%
- 4. The EU as a global player - 5.7%
- 5. Administration - 5.8%

# Heading 4: The shares



# External actions instruments and programmes

Macro-financial Assistance				
Instrument for Democracy & Human Rights				
Instrument for Stability				
Humanitarian Aid Instrument				
Instrument for Nuclear Safety				
Food Facility Instrument				
EDF (off budget)	<b>DCI</b>	<b>ENPI</b>	<b>IPA</b>	<b>ICI</b>
	Non-State Actors			
	Food Security			
	Investing in People			
	Environment			
	Asylum & Migration			

# The Commission's Proposals for the 2014-2020 financial framework

1. Smart and  
inclusive  
growth

2. Sustainable  
Growth:  
Natural  
Resources

3. Security  
and  
Citizenship

4. Global  
Europe

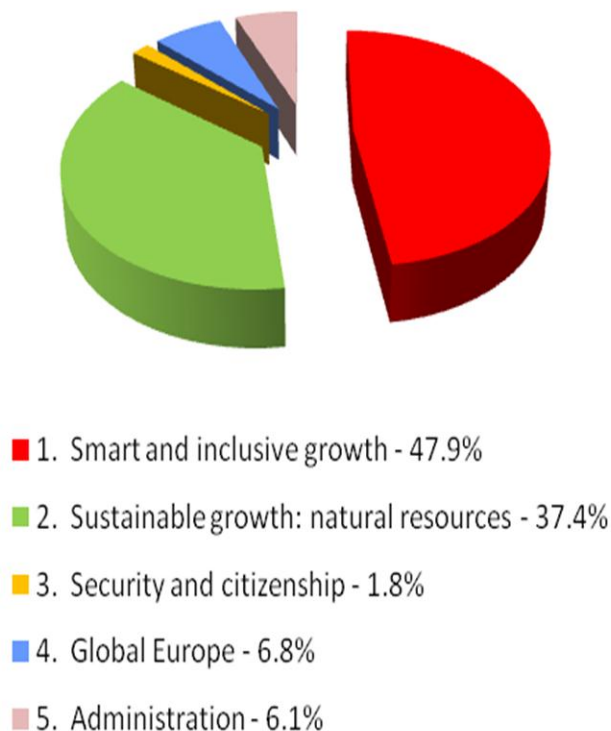
5.  
Administration

- EU added value: avoiding duplication of expenditure by Member States
- Sound financial management: coherence between spending programmes and key policies; focus on delivery of outcomes; financial control
- Flexibility: greater budget flexibility for the EU to respond to new challenges and needs
- New revenue streams: financial transactions tax and new VAT resource
- Rebates: simplification to rebates and correction mechanisms

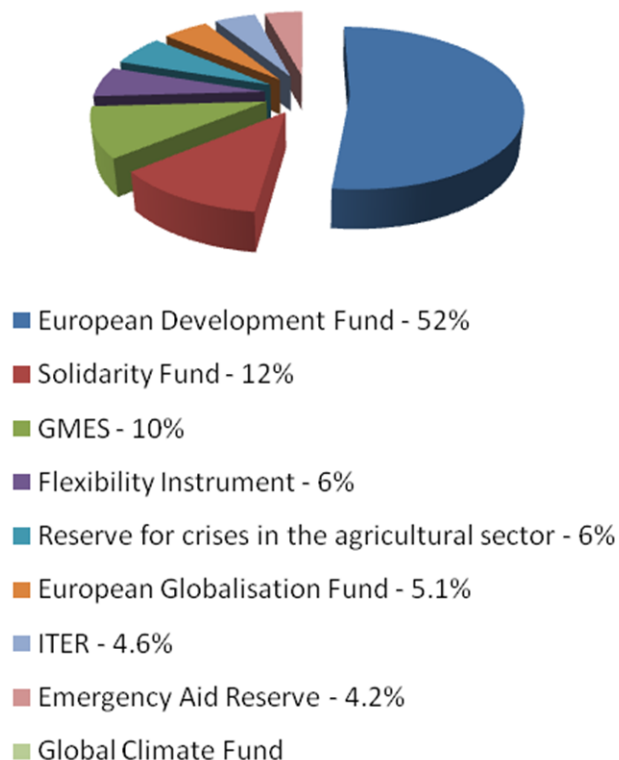
# The proposed EU Budget: 2014-2020

Total for Heading 4 = €70 billion for 2014-2020  
6.8% of total EU budget

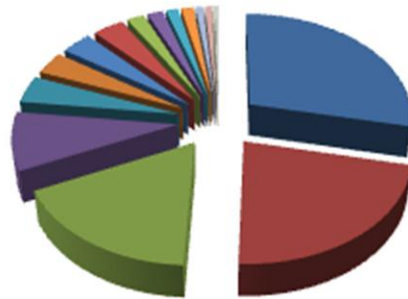
MFF



Outside the MFF



# Heading 4: The proposed shares



- Development Cooperation Instrument (DCI) - 29.4%
- European Neighbourhood Instrument (ENI) - 23%
- Instrument for Pre-Accession (IPA) - 17.9%
- Humanitarian Aid (HAI) - 9.2%
- Margin - 4.3%
- Stability (IfS) - 3.6%
- Security (CFSP) - 3.6%
- Civil Protection (CPFI) + ERC - 3.6%
- EIDHR - 2%
- Guarantee Fund for External Actions - 1.8%
- Partnership Instrument (PI) - 1.4%
- Other - 1.4%
- Macro-Financial Assistance (MFA) - 0.85%
- Instrument for Nuclear Safety Cooperation (INSC) - 0.8%
- EVHAC - 0.3%

# The proposed instruments

Macro-financial Assistance
Instrument for Democracy & Human Rights
Instrument for Stability
Humanitarian Aid Instrument
Civil Protection Mechanism
Common Foreign and Security Policy
Instrument for Nuclear Safety

European  
Dev Fund  
(off  
budget)

Development  
Cooperation  
Instrument

Geographic Programmes

Thematic Programmes

Non-State Actors & Local  
Authorities

Pan-African mechanism

European  
Neighbourhood  
Instrument

Pre-Accession  
Instrument

Partnership  
Instrument

# Challenges, proposals, questions

Challenge	EC proposal	Issues
Rethinking priorities and assistance towards MICs and emerging economies	<p>Wealthier countries not eligible for grants under the DCI</p> <p>PI to replaces ICI+</p>	<p>MIC role in achievement of MDGs?</p> <p>Individual country needs?</p> <p>EU own interests?</p> <p>Tackling regional and global problems and the provision of global public goods?</p>
Dealing with climate finance	<p>Thematic envelope in DCI for mainstreaming GPGs</p>	<p>Focus of thematic programmes on governments?</p> <p>Clear criteria, targets, indicators and monitoring systems?</p> <p>Mixing poverty eradication and mutual interest?</p>
Maintaining a separate EDF	<p>No figures proposed</p> <p>Align EDF key with EU budget</p> <p>Improve democratic scrutiny of EDF</p>	<p>Ring-fenced funding for climate change</p> <p>Less money for the ACP?</p> <p>Mutual accountability mechanisms and arbitration procedures?</p>

# The Timeline

