## <u>EU budget for 2021: Council agrees</u> position



Today EU ambassadors agreed the Council's position on the 2021 EU draft budget. In total, the Council's position for next year's budget amounts to €162.9 billion in commitments and €164.8 billion in payments.

The 2021 budget will help the EU to address the damage of the COVID-19 pandemic, which has deeply affected our societies and economies. The Council's position is fully aligned with the priorities agreed by EU leaders in July for the next multiannual financial framework. It provides appropriate means to support a sustainable recovery as well as the EU's green and digital transition.

Olaf Scholz, Germany's Federal Minister for Finance and Vice Chancellor.

The 2021 budget will be complemented by actions to support the **COVID-19** recovery, which will be funded by Next Generation EU, the EU's €750 billion pandemic recovery plan.

This is the first annual budget under the long-term EU budget for 2021-2027, the **multiannual financial framework** (MFF). As the trilateral talks with the Parliament on the next MFF are ongoing, the Council will re-evaluate its position in light of the final text of the MFF and the letter of amendment expected from the Commission later in the procedure.

A summary of the Council's position is set out in the table below\*

	Council's position on DB 2021		Council's changes on DB 2021	
	c/a	p/a	c/a	p/a
MFF headings				
<ol> <li>Single Market, Innovation and Digital</li> </ol>	20 691 823	17 251 950	- 668 146	- 321 366
	712	531	388	275
2 Cohesion and Values	52 423 840	66 008 897	+ 936 690	+ 3 383
	797	578	636	715 737
<pre>2.1 Economic, Social and territorial cohesion</pre>	48 191 000	62 005 416	+ 1 041	+ 3 318
	000	732	528 559	126 194
<pre>2.2 Investing in Competitiveness, People and Values</pre>	4 232 840	4 003 480	- 104 837	+ 65 589
	797	846	923	543
3 Natural Resources and Environment	58 577 683	56 879 737	+ 136 556	+ 630 191
	873	700	868	252

	Council's position on DB 2021		Council's changes on DB 2021	
	c/a	p/a	c/a	p/a
4 Migration and Border	2 340 947	2 583 803	- 719 866	- 139 679
Management	222	611	537	938
5 Resilience, Security and Defence	1 681 907	686 561	- 507 118	-1 123 895
	319	468	461	160
6 Neighbourhood and the World	15 318 190	10 361 698	- 795 429	- 57 107
	665	045	335	310
7 European Public	10 406 729	10 408 004	- 44 495	- 44 495
Administration	663	752	508	508
Total for MFF headings	161 441	164 180	-1 661 808	+ 2 327
	123 251	653 685	725	362 798
Special instruments	1 470 834	646 362	- 2 172	- 1 015
	288	112	415 712	449 888
Emergency Aid Reserve (EAR)	1 273 449	636 724	- 1 910	- 955 087
	600	800	174 400	200
European Globalisation	197 384	9 637 312	- 212 241	- 10 362
Adjustment Fund (EGF)	688		312	688
European Union Solidarity Fund (EUSF)	p.m.	p.m.	- 50 000 000	- 50 000 000
Brexit Adjustment Reserve (BAR)	p.m.	p.m.	p.m.	p.m.
Total for Special instruments	1 470 834	646 362	- 2 172	- 1 015
	288	112	415 712	449 888
Total appropriations	162 911	164 827	- 3 834	+ 1 311
	957 539	015 797	224 437	912 910

\*in €, c/a: commitments, p/a: payments, DB: draft budget

## **Next steps**

The Council is expected to formally adopt its position at the end of September and will submit it to the Parliament on 1 October. The latter is expected to adopt its amendments to the Council's position in the week starting 9 November. If the Council's and the Parliament's positions diverge, a three-week conciliation period will start on 17 November.