#### Procedure file

Basic information	
COS - Procedure on a strategy paper (historic) 2001/2277(COS)	Procedure completed
EU-Albania agreement: stabilisation and association agreement. Report on the work of the High Level Steering Group	
Subject 6.40.03 Relations with South-East Europe and the Balkans Geographical area Albania	

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	AFET Foreign Affairs, Human Rights, Common		12/09/2001
	Security, Defense	PPE-DE PACK Doris	
	Committee for opinion	Rapporteur for opinion	Appointed
	CULT Culture, Youth, Education, Media and Sport		16/10/2001
		GUE/NGL ALAVANOS Alexandros	
Council of the European Union	Council configuration	Meeting	Date
	General Affairs	2458	21/10/2002
	General Affairs	2406	28/01/2002
	General Affairs	2372	08/10/2001
European Commission	Commission DG	Commissioner	
	External Relations		

Key events			
06/06/2001	Non-legislative basic document published	COM(2001)0300	Summary
08/10/2001	Debate in Council	2372	
13/12/2001	Committee referral announced in Parliament		
28/01/2002	Debate in Council	2406	Summary
16/04/2002	Vote in committee		Summary
16/04/2002	Committee report tabled for plenary	<u>A5-0118/2002</u>	
15/05/2002	Debate in Parliament	<b>1</b>	

16/05/2002	Decision by Parliament	T5-0249/2002	Summary
16/05/2002	End of procedure in Parliament		
21/10/2002	Resolution/conclusions adopted by Council		
31/07/2003	Final act published in Official Journal		

Technical information	
Procedure reference	2001/2277(COS)
Procedure type	COS - Procedure on a strategy paper (historic)
Procedure subtype	Commission strategy paper
Legal basis	Rules of Procedure EP 142
Stage reached in procedure	Procedure completed
Committee dossier	AFET/5/15574

Documentation gateway				
Non-legislative basic document	COM(2001)0300	06/06/2001	EC	Summary
Committee report tabled for plenary, single reading	<u>A5-0118/2002</u>	16/04/2002	EP	
Text adopted by Parliament, single reading	<u>T5-0249/2002</u> OJ C 180 31.07.2003, p. <u>0405-0504 E</u>	16/05/2002	EP	Summary

## EU-Albania agreement: stabilisation and association agreement. Report on the work of the High Level Steering Group

PURPOSE: Commission report assessing the ability of Albania to implement the obligations of a Stabilisation and Association Agreement (SAA). CONTENT: In making the assessment and recommendations set out in this report the Commission has taken account of political, economic and regional factors. Since the failure of the pyramid schemes in 1997, major efforts have been made to restore law and order, reform economic and social life and to open Albania to the EU and the region. Much has been done to reform the electoral system. There has been an overhaul of the legal system and serious efforts are being made to align legislation with EU standards. Economic decline has been reversed and in 2000, GDP grew by 7.8%, in line with growth rates reported for 1999, (+8%) and 1998 (+7.3%). Important progress has been made in securing government revenue through reform of the customs and tax services, and Albania has become a member of the WTO. Privatisation of small and medium sized companies can now be considered as complete and, with some delay, privatisation of larger companies is proceeding. Despite these achievements, problems remain that would make it difficult for Albania to meet the obligations of a SAA and to deliver on the commitments it would make. The main difficulties lie in the functioning of the judiciary, widespread corruption, a large grey economy and lack of capacity to implement laws. Judges are ill prepared to administer the huge volume of new laws which have been adopted recently, there is still interference with the work of the Courts and Corruption is a serious problem. This situation retards economic development and inward investment, since the law is not uniformly applied and the enforcement of contracts is difficult. The size of the grey economy is threatening the viability of officially registered businesses, preventing fair competition and discouraging investment. Emigration is an important phenomenon. Albania is both a source and a centre for trafficking in human beings. Illegal migration and trade in arms are also areas of concern to the EU which require greater attention. The negotiation of a SAA is both a technical and political process. Given the mixed situation, the Commission has had to balance different elements in coming to a conclusion. The Commission considers that Albania is not yet in the position to meet the obligations of an SAA. If, however, the current pace of change is sustained and if sufficient priority is given to strengthening administrative capacity during the negotiating and transition periods, considerable improvements can be made in the areas highlighted. The perspective of opening SAA negotiations is the best way of helping maintain the momentum of recent political and economic reform, and of encouraging Albania to continue its constructive and moderating influence in the region. The Commission therefore considers it appropriate to proceed with a SAA. ?

# EU-Albania agreement: stabilisation and association agreement. Report on the work of the High Level Steering Group

The Council stressed the Union's willingness to start as soon as possible negotiations for a Stabilisation and Association Agreement with Albania. In this spirit, it recognised the efforts undertaken by the Albanian government to move forward in this direction. The Council nonetheless noted that attention has been diverted from the vital reforms, which are essential for Stabilisation and Association Agreement negotiations. It encouraged all political forces in Albania to unify their efforts in order to accelerate the implementation of such reforms.?

## EU-Albania agreement: stabilisation and association agreement. Report on the work of the High Level Steering Group

The committee unanimously adopted the report by Doris PACK (EPP-ED, D) on preparations for negotiating the agreement with Albania (for which Parliament's assent would be required). The committee was convinced of the benefits of the negotiations for strengthening democracy in Albania and, while noting the efforts made by the authorities of the country, called on the Albanians and their political parties to keep up a sustained dialogue in order to restore mutual confidence between political groupings and strengthen the credibility of the country's institutions. However, the report also argued that negotiations should not be opened until a number of conditions were fulfilled: the bipartisan committee set up to look into the irregularities identified in the 2001 general elections should start work, the electoral law should be redrafted and the new version thereof implemented, and preparations for the presidential elections should go ahead, with the country's political groupings agreeing to put forward candidates who could ensure political stability. On this point, MEPs believed that a high-profile non-party consensus candidate would be best for the country. The committee stressed the numerous remaining obstacles, such as problems with the judicial system, widespread corruption, the lack of any effective opposition to organised crime, the weakness of the economy and the very low level of administrative capacity. It therefore wanted the Commission's negotiating directives to include ensuring that Albania would be able to implement any undertakings resulting from an agreement when the time came. ?

## EU-Albania agreement: stabilisation and association agreement. Report on the work of the High Level Steering Group

Adopting by 390 votes to 7, with 11 abstentions, the report by Mrs Doris Pack (PPE-DE, D) on the preparation of a stabilisation and association agreement with Albania, the European Parliament has overwhelmingly backed the position of its lead committee (see the summary for 16 April 2002). It should be noted that the House has echoed the committee's insistence on respect for democracy, the rule of law and democratic institutions in the negotiations for a future agreement. Parliament also considers it essential that the stabilisation agreement should guarantee the right of minorities to receive education and training. In addition, the agreement must require Albania to readmit its citizens. Finally, the House wishes to see the emergence of a strong civil society in Albania. ?