



# Procedure file

Basic information		
DEC - Discharge procedure	<a href="#">2004/2058(DEC)</a>	Procedure completed
2003 discharge: European Training Foundation		
Subject 8.70.03.07 Previous discharges		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	<b>CONT</b> Budgetary Control		22/09/2004
		PSE <a href="#">AYALA SENDER Inés</a>	26/07/2004
			22/09/2004
		PSE <a href="#">AYALA SENDER Inés</a>	
		Verts/ALE <a href="#">SCHLYTER Carl</a>	
	Committee for opinion	Rapporteur for opinion	Appointed
	<b>EMPL</b> Employment and Social Affairs	The committee decided not to give an opinion.	
Council of the European Union	Council configuration	Meeting	Date
	<a href="#">Economic and Financial Affairs ECOFIN</a>	<a href="#">2646</a>	08/03/2005

Key events			
20/09/2004	Non-legislative basic document published	<a href="#">N6-0210/2004</a>	Summary
10/01/2005	Committee referral announced in Parliament		
16/03/2005	Vote in committee		
16/03/2005	Additional information		Summary
23/03/2005	Committee report tabled for plenary	<a href="#">A6-0074/2005</a>	
12/04/2005	Results of vote in Parliament		
12/04/2005	Debate in Parliament		
12/04/2005	Decision by Parliament	<a href="#">T6-0108/2005</a>	Summary
12/04/2005	End of procedure in Parliament		
27/07/2005	Final act published in Official Journal		

<b>Technical information</b>	
Procedure reference	2004/2058(DEC)
Procedure type	DEC - Discharge procedure
Legal basis	Rules of Procedure EP 100
Stage reached in procedure	Procedure completed

<b>Documentation gateway</b>					
Non-legislative basic document		N6-0210/2004	20/09/2004	OS	Summary
Court of Auditors: opinion, report		C324/2004 <a href="#">OJ C 324 30.12.2004, p. 0001</a>	30/12/2004	CofA	Summary
Supplementary non-legislative basic document		<a href="#">06853/2005</a>	08/03/2005	CSL	Summary
Committee report tabled for plenary, single reading		<a href="#">A6-0074/2005</a>	23/03/2005	EP	
Text adopted by Parliament, single reading		<a href="#">T6-0108/2005</a> OJ C 033 09.02.2006, p. 0029-0268 E	12/04/2005	EP	Summary
Commission response to text adopted in plenary		<a href="#">SP(2005)2124</a>	19/05/2005	EC	

<b>Final act</b>	
<a href="#">Budget 2005/546</a> <a href="#">OJ L 196 27.07.2005, p. 0113-0113</a> Summary	

## 2003 discharge: European Training Foundation

**PURPOSE** : to present the accounts and the balance sheets of the European Training Foundation (ETF) for the financial year 2003.

**CONTENT** : this report presented by the European Training Foundation presents the expenditure accounts and the activities of the training foundation throughout the year 2003.

The Foundation's budget amounted to EUR 17.2 million which was entirely financed by the Commission.

As regards the staffing policy, the ETF, whose headquarters is based in Torino, had officially 104 posts in the establishment plan of which 99 were occupied. 31 other employees (auxiliaries, national experts, interimaire). The total staff occupied amounted to 130 of which 80 carried out operational tasks, 35 administrative tasks and 15 carrying out mixed tasks.

The main tasks of the ETF are to give assistance to define the needs and priorities for training; to provide information on initiatives and future needs; to finance pilots projects; to implement programmes of the Commission in eligible countries.

More specifically, the ETF support covers a wide range of areas including: initial vocational education; lifelong learning; continuing (adult) training; human resource development in companies;

employment policies; training of unemployed people; poverty alleviation and social inclusion and training to encourage local development.

The ETF established a network of observatories in eligible countries. It equally carried out country sector studies, statistics on education, policy advice to countries.

In parallel, the ETF concluded technical Assistance conventions with Cards, Meda and Tacis for Tempus scheme covering:

- Joint European Projects (JEP): applications received 507; funded 129;
- Structural and Complementary Measures (SCM) applications received 36; funded 12;
- Individual Mobility Grants applications received 1 246; funded 286.

The management of activities of Tempus covers the standard functions of contract management,

desk monitoring and overall support to projects in progress. 1 149 annual grants were issued to run Tempus projects and 255 reports were assessed.

## 2003 discharge: European Training Foundation

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Having examined the revenue and expenditure account for the financial year 2003, the balance sheet of revenue and expenditure at 31 December 2003 of the European Environment Agency and the Court of Auditors' report on the annual accounts of the Agency, the Council recommends that the European Parliament give a discharge to the Executive Director of the Agency in respect of the implementation of the budget for the financial year 2003.

To recall, EUR 3.7 million in appropriations carried forward from the financial year 2002 to the financial year 2003 have been used. EUR 2 million in appropriations have been carried forward from the financial year 2003 to the financial year 2004 and EUR 0.6 million has been cancelled.

Observations in the Court of Auditors' report in relation to the financial year 2003 call for certain comments by the Council, which are annexed to this Recommendation.

The Council welcomes the fact that the Court of Auditors has been able to obtain reasonable assurance that the Agency's annual accounts for the financial year ended 31 December 2003 are reliable and that the underlying transactions, taken as a whole, are legal and regular. However, some observations need to be made.

The Council invites the Agency to take the appropriate measures to improve the implementation of the budget, in respect of the principle of annuality. While noting that the Agency has decided to recruit an accountant to reinforce management of recoveries, the Council invites it to pursue further this effort regarding the management of recoveries, as well as the requirement for regular reconciliation of its seven bank accounts.

## 2003 discharge: European Training Foundation

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EP: decision of committee responsible, 1st reading/single reading

The committee adopted the report by Inés AYALA SENDER (PES, ES) and Carl SCHLYTER (Greens/EFA, SE) giving discharge to the Director of the European Training Foundation for the 2003 financial year.

In its accompanying comments, the committee made a number of general points addressed to the Commission, the Agencies and the Court of Auditors (ECA):

- before the Commission defines the framework conditions for the use of regulatory agencies, an interinstitutional agreement should spell out common guidelines;
- the Commission should carry out a cross-cutting analysis, on a standard three-year cycle, of the coherence of agency activity with EU policy in general. It should also assess "the broader European added value" of the Agencies' work in their respective fields. Before any decision is taken to propose the creation of a new agency, the need for such an agency should be carefully evaluated, bearing in mind existing structures and the principles of subsidiarity, budgetary austerity and simplification of procedures;
- the Agencies were urged to comply fully with the budgetary principles set out in the Financial Regulation, further strengthen their internal management and control procedures and pay "special attention" to procedures for the award and management of contracts. They should also step up cooperation with each other, avoid duplication of work and develop a comprehensive strategy for making the results of their work available to the general public;
- the ECA and the Agencies were urged to strengthen their cooperation and establish a methodology "that prepares the ground for a positive budget discharge from the start of the process".

## 2003 discharge: European Training Foundation

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The European Parliament adopted a resolution drafted by co-rapporteurs Inés AYALA SENDER (PES, ES) and Carl SCHLYTER (Greens/EFA, SE) giving discharge to the Director of the European Training Foundation in respect of the implementation of its budget for the financial year 2003. (Please see the summary of 16/03/05.)

Parliament's resolution is in two parts: the first concerns the discharge itself and the second part deals with an accompanying resolution on the management and implementation of the budget. The accompanying resolution also carries general points addressed to the Commission and the Agencies.

With regard to the Court of Auditors' observation regarding the correct presentation in the accounts of the Tempus programme, Parliament expected to be fully informed by the Foundation as to the solution to be applied concerning the way in which such funds are reflected in the Foundation's accounts for 2004.

Parliament welcomed the results of the co-operation between the Foundation and Cedefop, and expected that this would be further developed through the sharing of information and with a view to enhancing the dissemination of good practice. It regretted the absence of an equality plan and expected the Foundation not only to consider equality issues at the stage of recruitment but also to work proactively and on a long-term basis to promote gender equality. Finally, Parliament welcomed the Foundation's communication strategy commitment to informing the general public through debates and other means of communication.

Parliament went on to make some general observations common to all the agencies. The principal points may be summarized as follows:

General points addressed to the Commission and the Agencies: Parliament supported the Commission's efforts to establish a limited number of models, at least for future "regulatory" agencies. It took the view that the structure of current and future agencies merited in-depth consideration at inter-institutional level. Before the Commission defines the framework conditions for the use of regulatory agencies, an

inter-institutional agreement should spell out common guidelines. Parliament invited the Commission to perform by the end of 2005 a cross-cutting analysis of the evaluations carried out on individual Agencies in order to:

- reach conclusions with regard to the coherence of Agency activity with EU policies in general and as regards the synergies existing or to be developed between the agencies and Commission departments and the avoidance of overlapping between them;
- make an assessment of the broader European added value of the Agencies' outputs in their respective area of activity and of the relevance and effectiveness of the Agency model in implementing or contributing to EU policies;
- determine the impact of the Agencies' actions in terms of the proximity and visibility of the EU to its citizens.

In parallel with this exercise, the Commission should present proposals for changes to be made in the existing Agencies' Constituent Acts with a view to optimising its relationship with the Agencies. Before any decision is taken to propose the creation of a new agency, the Commission must undertake a strict evaluation of the added value of the function of this agency, bearing in mind existing structures, the principles of subsidiarity, budgetary austerity and the simplification of procedures.

General points addressed to the Agencies:

Parliament wanted to receive from each of the Agencies, the report summarizing information on the audits carried out by the Internal Auditor, the recommendations made and the action taken on these recommendations in accordance with Regulation 2343/2002/EC. Agencies should also make further efforts to apply correctly the staff regulations and rules applicable to other civil servants with regard to their staff. Parliament made some remarks on the imbalance between men and women in high-grade positions in the agencies, and stated that relevant provisions on equal opportunities must be observed.

In response to the relevant observations of the Court of Auditors, the Agencies must comply fully with the budgetary principles as set out in the Financial Regulation, in particular those of unity and budgetary accuracy.

Parliament went on to encourage the Agencies to strengthen their co-operation, thus opening up opportunities for developing synergies, and avoiding duplication of work. Parliament expected to be informed regularly on this issue.

It called on the Agencies to pay special attention to procedures for the award and management of contracts, and to strengthen their internal control procedures. Parliament suggested the setting-up of specialised units entrusted with the task of advising, on the basis of risk analysis, on how best to prepare contract award procedures.

General points addressed to the European Court of Auditors and the Agencies:

Parliament asked Court of Auditors and the Agencies to strengthen their co-operation in order to enhance the procedures and technical tools to improve the sound management of all the budgetary and finance issues. They should do this in order to establish a methodology that prepares the ground for a positive budget discharge from the start of the process.

## 2003 discharge: European Training Foundation

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OBJECTIVE: granting of discharge for implementing the EU's general budget for 2003 ? European Training Foundation.

LEGISLATIVE ACT: Decision 2005/546/EC of the European Parliament concerning the discharge for implementing the general budget of the EU for the 2003 financial year ? European Training Foundation.

CONTENT: With this Decision, the European Parliament grants discharge to the Director of the European Training Foundation for the implementation of the budget for the 2003 financial year.

This decision is in line with the European Parliament's resolution adopted on 12 April 2005 and comprises a series of observations that form an integral part of the discharge decision (please refer to the summary of the opinion of 12/04/2005).