### Procedure file

# ACI - Interinstitutional agreement procedure 2007/2168(ACI) Procedure completed Mobilisation of the European Globalisation Adjustment Fund: redundancies in the car production sector in France Subject 4.15.05 Industrial restructuring, job losses, redundancies, relocations, Globalisation Adjustment Fund (EGF) 4.15.12 Workers protection and rights, labour law 5.03 Global economy and globalisation Geographical area France

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	BUDG Budgets		05/09/2007
		PPE-DE BÖGE Reimer	
	Committee for opinion	Rapporteur for opinion	Appointed
	EMPL Employment and Social Affairs	The committee decided not to give an opinion.	
Council of the European Union	Council configuration	Meeting	Date
	Economic and Financial Affairs ECOFIN	2822	09/10/2007
European Commission	Commission DG	Commissioner	
	Budget	GRYBAUSKAITĖ Dalia	

Key events			
12/07/2007	Non-legislative basic document published	COM(2007)0415	Summary
09/10/2007	Vote in committee		Summary
11/10/2007	Committee referral announced in Parliament		
12/10/2007	Committee report tabled for plenary	A6-0378/2007	
23/10/2007	Results of vote in Parliament		
23/10/2007	Decision by Parliament	T6-0443/2007	Summary
23/10/2007	End of procedure in Parliament		
13/11/2007	Final act published in Official Journal		

Technical information		
Procedure reference	2007/2168(ACI)	
Procedure type	ACI - Interinstitutional agreement procedure	
Procedure subtype	Mobilisation of funds	
Stage reached in procedure	Procedure completed	
Committee dossier	BUDG/6/51677	

Documentation gateway							
Non-legislative basic document	COM(2007)0415	12/07/2007	EC	Summary			
Committee draft report	PE394.029	21/09/2007	EP				
Committee report tabled for plenary, single reading	A6-0378/2007	12/10/2007	EP				
Text adopted by Parliament, single reading	T6-0443/2007	23/10/2007	EP	Summary			
Commission response to text adopted in plenary	SP(2007)6028	21/11/2007	EC				

### Final act

<u>Decision 2007/726</u> <u>OJ L 294 13.11.2007, p. 0021</u> Summary

# Mobilisation of the European Globalisation Adjustment Fund: redundancies in the car production sector in France

PURPOSE: to mobilise the European Globalisation Adjustment Fund to cover the cost of redundancies in French car production sector.

PROPOSED ACT: Decision of the European Parliament and of the Council.

CONTENT: The European Union created a European Globalisation Adjustment Fund to provide additional support to redundant workers who suffer from the consequences of major structural changes in world trade patterns and to assist them with their reintegration into the labour market.

The Interinstitutional Agreement of 17 May 2006 allows the mobilisation of the Fund within the annual ceiling of EUR 500 million.

In March 2007, France submitted applications to mobilise the Fund, in respect of two cases concerning redundancies in the automobile sector, specifically suppliers to Peugeot SA and Renault SA. The Commission considers that the two applications meet the intervention criteria and other requirements laid down in Regulation (EC) No 1927/2006.

The proposed amount of EUR 3 816 280 determined in accordance with Article 10 of Regulation (EC) No 1927/2006 should, therefore, be mobilised.

The most important elements of the assessments can be summarised as follows:

Case EGF/2007/01/FR/Peugeot SA: the application demonstrates a total of 1 345 notified redundancies, involving 18 different enterprises, operating at 38 different sites in eleven French regions, amongst the industry supplying car parts to Peugeot SA (PSA) during the four-month

period of reference (1 September 2006 to 31 December 2006). The application, however, proposes to provide assistance co-financed by the EGF, only to the 267 workers made redundant by one of these suppliers, the Ateliers de Thomé Génot in Nouzonville (Département des Ardennes), which has gone into liquidation and is no longer in a position to provide effective assistance to its workers.

The Commission is proposing to accept application EGF/2007/01/FR/PSA submitted by France relating to the redundancies in the suppliers of Peugeot SA, as evidence has been provided that these redundancies result from major structural changes in world trade patterns which have led to a serious economic disruption, which, in the case of the Ateliers de Thomé Génot, the company for whose workers assistance is sought, affects the local economy. A coordinated package of eligible personalised services for the amount of EUR 5 116 500 has been proposed of which the requested contribution of the EGF is EUR 2 558 250.

Case EGF/2007/02/FR/Renault SA: according to the details provided by the French authorities 1 057 redundancies amongst 10 different suppliers to Renault SA, have come into effect during the four month period between 01/12/2006 and 31/03/2007. EGF support is only requested for the 628 workers of Cadence Innovation, with production sites in Burhaupt-le-Haut (Alsace), Vernon (Haute Normandie), Noeux-les-Mines (Nord-Pas-de-Calais) and Pouancé (Pays de la Loire). This enterprise is being wound-up by court order and as such is no longer in a position to provide effective assistance to its workers.

The Commission is proposing to accept application EGF/2007/02/FR/Renault submitted by France relating to the redundancies in the suppliers of Renault Société Anonyme (RSA), as evidence has been provided that these redundancies result from major structural changes in world

trade patterns which have led to a serious economic disruption, which, in the case of Cadence Innovation, the company for whose workers assistance is sought, affects the local economy. A coordinated package of eligible personalised services for the amount of EUR 2 516 060 has been proposed of which the requested contribution of the EGF is EUR 1 258 030.

## Mobilisation of the European Globalisation Adjustment Fund: redundancies in the car production sector in France

The Committee on Budgets adopted the report by Reimer BÖGE (EPP-ED, DE) and approved the proposal for a decision of the European Parliament and of the Council on the mobilisation of the European Globalisation Adjustment Fund for an amount of EUR 3 816 280 to be allocated under heading 1a of the financial framework 2007-2013.

This proposal follows on from the request from France for assistance in respect of two cases concerning redundancies in the automobile sector, specifically suppliers to Peugeot SA and Renault SA.

In its resolution, the committee states that the European Union's financial assistance to workers made redundant should be dynamic and made available as quickly and efficiently as possible. Therefore, it requests the institutions involved to make the necessary efforts to accelerate the mobilisation of the Fund.

### Mobilisation of the European Globalisation Adjustment Fund: redundancies in the car production sector in France

The European Parliament adopted a resolution drafted by Reimer BÖGE (EPP-ED, DE) and approved the proposal on the mobilisation of the European Globalisation Adjustment Fund for an amount of EUR 3 816 280 to be allocated under heading 1a of the financial framework 2007-2013.

This proposal follows on from the request from France for assistance in respect of two cases concerning redundancies in the automobile sector, specifically suppliers to Peugeot SA and Renault SA.

Parliament requested the institutions involved to make the necessary efforts to accelerate the mobilisation of the Fund.

## Mobilisation of the European Globalisation Adjustment Fund: redundancies in the car production sector in France

PURPOSE: to mobilise the European Globalisation Adjustment Fund to cover the cost of redundancies in the French car production sector.

LEGISLATIVE ACT: Decision 2007/726/EC of the European Parliament and of the Council on the mobilisation of the European Globalisation Adjustment Fund, in application of point 28 of the Interinstitutional Agreement of 17 May 2006 between the European Parliament, the Council and the Commission on budgetary discipline and sound financial management.

CONTENT: the European Union has created a European Globalisation Adjustment Fund to provide additional support to redundant workers who suffer from the consequences of major structural changes in world trade patterns and to assist their reintegration into the labour market.

The Interinstitutional Agreement of 17 May 2006 allows the mobilisation of the Fund within the annual ceiling of EUR 500 million. Regulation (EC) No 1927/2006 (EGF Regulation) contains the provisions whereby the Fund may be mobilised. France submitted applications to mobilise the Fund, concerning two cases of redundancies in the automobile sector: Peugeot SA and Renault SA.

In this context, the Parliament and the Council decided that, for the general budget of the European Union for the financial year 2007, the European Globalisation Adjustment Fund shall be mobilised for a total amount of EUR 3 816 280.