


Procedure file

Basic information		
BUD - Budgetary procedure	2011/2139(BUD)	Procedure completed
Mobilisation of the European Globalisation Adjustment Fund: redundancies in the graphic media industry in the Netherlands (Noord-Holland and Flevoland)		
Subject 3.40.06 Electronics, electrotechnical industries, ICT, robotics 4.15.05 Industrial restructuring, job losses, redundancies, relocations, Globalisation Adjustment Fund (EGF) 8.70.60 Previous annual budgets		
Geographical area Netherlands		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	BUDG Budgets		28/06/2011
		PPE MATERA Barbara	
		Shadow rapporteur	
		ALDE PICKART ALVARO Alexander Nuno	
	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
	General Affairs	3109	12/09/2011
European Commission	Commission DG	Commissioner	
	Budget	LEWANDOWSKI Janusz	

Key events			
28/06/2011	Non-legislative basic document published	COM(2011)0389	Summary
05/07/2011	Committee referral announced in Parliament		
08/09/2011	Vote in committee		Summary
08/09/2011	Budgetary report tabled for plenary	A7-0306/2011	
12/09/2011	Draft budget approved by Council		
14/09/2011	Results of vote in Parliament		

14/09/2011	Decision by Parliament	T7-0375/2011	Summary
14/09/2011	End of procedure in Parliament		
07/10/2011	Final act published in Official Journal		

Technical information

Procedure reference	2011/2139(BUD)
Procedure type	BUD - Budgetary procedure
Procedure subtype	Mobilisation of funds
Other legal basis	Rules of Procedure EP 159
Stage reached in procedure	Procedure completed
Committee dossier	BUDG/7/06372

Documentation gateway

Non-legislative basic document	COM(2011)0389	28/06/2011	EC	Summary
Committee draft report	PE469.716	29/06/2011	EP	
Amendments tabled in committee	PE469.979	25/07/2011	EP	
Budgetary report tabled for plenary, 1st reading	A7-0306/2011	08/09/2011	EP	
Budgetary text adopted by Parliament	T7-0375/2011	14/09/2011	EP	Summary

Final act

[Decision 2011/657](#)
[OJ L 263 07.10.2011, p. 0014](#) Summary

Mobilisation of the European Globalisation Adjustment Fund: redundancies in the graphic media industry in the Netherlands (Noord-Holland and Flevoland)

PURPOSE: to mobilise the European Globalisation Adjustment Fund (EGF) in respect of redundancies in the graphic media industry in the Netherlands (Noord- Holland and Flevoland).

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

CONTENT: the European Globalisation Adjustment Fund (EGF) was established by [Council Regulation No 1927/2006](#) 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 on budgetary discipline](#) allows for the mobilisation of the European Globalisation Adjustment Fund (EGF) through a flexibility mechanism, within the annual ceiling of EUR 500 million over and above the relevant headings of the financial framework.

The Commission services have carried out a thorough examination of the application submitted by the Netherlands.

The main elements of the assessment are as follows:

The Netherlands: application EGF/2010/030 NL/Noord-Holland and Flevoland Division 18: on 20 December 2010, the Netherlands submitted application EGF/2010/030 NL/Noord-Holland and Flevoland Division 18 for a financial contribution from the EGF, following redundancies in 26 enterprises operating in the NACE Revision 2 Division 18 ('Printing and reproduction of recorded media') in the NUTS II regions of Noord-Holland (NL32) and Flevoland (NL23) in the Netherlands. The application was supplemented by additional information up to 3 March 2011.

In order to establish the link between the redundancies and the global financial and economic crisis, the Netherlands argues that the economic crisis resulted in a substantial decrease in demand for the graphic media industry. As a consequence the turnover in the graphic industry decreased by 8.6% in 2009. The orders from other economic sectors for printed advertising material, which represents 35% of the total turnover of the printing and publishing sector, decreased dramatically between 2008 and 2009 due to the reduction of budgets for media and advertising activities induced by the economic crisis. The application cites several examples. In the construction industry, the budget for information and publicity was cut by 36.8% following the start of the crisis; in the financial sector by 33.2% and in consumer electronics by

30.6%. In addition, the economic crisis negatively affected demand for various types of printed media material (popular magazines; newspapers; commercial newspapers distributed free of charge; etc).

In its assessment on an EGF application related to the same sector and regions, the Commission has already stated the impact of the economic and financial crisis on the enterprises operating in the NACE Revision 2 Division 18 ('Printing and reproduction of recorded media') in the NUTS II region of Noord-Holland.

The Netherlands submitted this application under the intervention criteria of Article 2(b) of Regulation (EC) No 1927/2006, which requires at least 500 redundancies over a nine-month period in enterprises operating in the same NACE Revision 2 Division in one region or two contiguous regions at NUTS II level in a Member State.

The application cites 551 redundancies in 26 enterprises operating in the NACE Revision 2 Division 18 ('Printing and reproduction of recorded media') in the NUTS II regions of Noord-Holland (NL32) and Flevoland (NL23) during the nine-month reference period from 16 January 2010 to 16 October 2010.

After a thorough examination of this application, the Commission has concluded in accordance with Article 10 of Regulation (EC) No 1927/2006 that the conditions for a financial contribution under this Regulation are met.

On the basis of the application from the Netherlands, the proposed contribution from the EGF to the coordinated package of personalised services is EUR 1 849 086, representing 65% of the total cost.

IMPACT ASSESSMENT: no impact assessment was carried out.

FINANCIAL IMPLICATIONS: considering the maximum possible amount of a financial contribution from the EGF under Article 10(1) of Regulation (EC) No 1927/2006, as well as the scope for reallocating appropriations, the Commission proposes to mobilise the EGF for the total amount of 1 849 086, to be allocated under heading 1a of the financial framework.

The proposed amount of financial contribution will leave more than 25 % of the maximum annual amount earmarked for the EGF available for allocations during the last four months of the year.

By presenting this proposal to mobilise the EGF, the Commission initiates the simplified dialogue procedure, as required by Point 28 of the Interinstitutional Agreement of 17 May 2006, with a view to securing the agreement of the two arms of the budgetary authority on the need to use the EGF and the amount required. The Commission invites the first of the two arms of the budgetary authority that reaches agreement on the draft mobilisation proposal, at appropriate political level, to inform the other arm and the Commission of its intentions. In case of disagreement by either of the two arms of the budgetary authority, a formal dialogue meeting will be convened.

An amount of EUR 2 657 165 remains available on the EGF Budget line 04.0501 after adoption by both arms of the Budgetary Authority of three Decisions totalling an amount of EUR 10 371 321, and taking into account the eight cases currently discussed by the Budgetary Authority for a total amount of EUR 34 580 464. This available amount will be used to cover the amount of EUR 1 849 086 needed for the present application.

Mobilisation of the European Globalisation Adjustment Fund: redundancies in the graphic media industry in the Netherlands (Noord-Holland and Flevoland)

The Committee on Budgets adopted the report drafted by Barbara MATERA (EPP, IT) on the proposal for a decision of the European Parliament and of the Council on mobilisation of the European Globalisation Adjustment Fund for an amount of EUR 1 849 086 in commitment and payment appropriations in respect of redundancies in the graphic media industry in the Netherlands (Noord-Holland and Flevoland).

Members recall that the European Union has set up the appropriate legislative and budgetary instruments to provide additional support to workers who are suffering from the consequences of major structural changes in world trade patterns and to assist their reintegration into the labour market.

Given that the Netherlands has requested assistance in respect of cases concerning 551 redundancies, all targeted for assistance, in 26 enterprises operating in the NACE Revision 2 Division 18 ('Printing and reproduction of recorded media') in the NUTS II regions of Noord-Holland (NL 32) and Flevoland (NL 23) in the Netherlands, Members request the institutions involved to make the necessary efforts to accelerate the mobilisation of the EGF for the requested amount.

Members appreciate, in this sense, the improved procedure put in place by the Commission, following the Parliament's request for accelerating the release of grants. They hope that further improvements in the procedure will be reached in the framework of the upcoming reviews of the EGF.

Members recall the institutions' commitment to ensuring a smooth and rapid procedure for the adoption of the decisions on the mobilisation of the EGF, providing one-off, time-limited individual support geared to helping workers who have suffered redundancies as a result of globalisation and the financial and economic crisis.

They also recall that:

- assistance from the EGF must not replace actions which are the responsibility of companies by virtue of national law or collective agreements, nor measures restructuring companies or sectors;
- the information provided on the coordinated package of personalised services to be funded from the EGF includes information on the complementarity with actions funded by the Structural Funds.

Members welcome the fact that, following repeated requests from the Parliament, for the first time the 2011 budget shows payment appropriations of EUR 47 608 950 on the EGF budget line 04 05 01. This dedicated allocation will avoid transfers from other budget lines, as happened in the past, which could be detrimental to the achievement of the various policies objectives.

Mobilisation of the European Globalisation Adjustment Fund: redundancies in the graphic media

industry in the Netherlands (Noord-Holland and Flevoland)

The European Parliament adopted by 573 votes to 64, with 26 abstentions, a resolution on the proposal for a decision to mobilise the European Globalisation Adjustment Fund (EGF) for an amount of EUR 1 849 086 in commitment and payment appropriations in order to assist the Netherlands in respect of redundancies in the graphic media industry (Noord- Holland and Flevoland).

The European Parliament recalls that the Union has set up the appropriate legislative and budgetary instruments to provide additional support to workers who are suffering from the consequences of major structural changes in world trade patterns and to assist their reintegration into the labour market. Given that the Netherlands has requested assistance in respect of cases concerning 551 redundancies, all targeted for assistance, in 26 enterprises operating in the NACE Revision 2 Division 18 (?Printing and reproduction of recorded media) in the NUTS II regions of Noord-Holland (NL 32) and Flevoland (NL 23) in the Netherlands, Parliament requests the institutions involved to make the necessary efforts to accelerate the mobilisation of the EGF for the requested amount.

It appreciates, in this sense, the improved procedure put in place by the Commission, following Parliament's request for accelerating the release of grants. It hopes that further improvements in the procedure will be made within the framework of the upcoming reviews of the EGF.

Parliament stresses the institutions' commitment to ensuring a smooth and rapid procedure for the adoption of the decisions on the mobilisation of the EGF, providing one-off, time-limited individual support geared to helping workers who have suffered redundancies as a result of globalisation and the financial and economic crisis.

It also recalls that:

- assistance from the EGF must not replace actions which are the responsibility of companies by virtue of national law or collective agreements, nor measures restructuring companies or sectors;
- the information provided on the coordinated package of personalised services to be funded from the EGF includes information on the complementarity with actions funded by the Structural Funds.

Moreover, Parliament calls for an evaluation on the long-term integration of these workers into the labour market as a direct result of the EGF-funded measures as well as comparative evaluation on the complementarity with actions funded by the Structural Funds.

At the same time, Parliament welcomes the fact that, following repeated requests from the Parliament, for the first time the 2011 budget shows payment appropriations of EUR 47 608 950 on the EGF budget line 04 05 01. The EGF was created as a separate specific instrument with its own objectives and deadlines and that therefore deserves a dedicated allocation, superseding transfers from other budget lines, as done in the past, which could be detrimental to the achievement of the various policies objectives.

Mobilisation of the European Globalisation Adjustment Fund: redundancies in the graphic media industry in the Netherlands (Noord-Holland and Flevoland)

PURPOSE: to mobilise the European Globalisation Adjustment Fund in respect of redundancies in the graphic media sector in the Netherlands (Noord-Holland and Flevoland).

NON-LEGISLATIVE ACT: Decision 2011/657/EU of the European Parliament and of the Council on mobilisation of the European Globalisation Adjustment Fund, in accordance with 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 (application EGF/2010/030 NL/Noord-Holland and Flevoland Division 18 from the Netherlands)

CONTENT: the European Parliament and the Council have decided that for the general budget of the European Union for the financial year 2011, the European Globalisation Adjustment Fund (EGF) shall be mobilised to provide the sum of EUR1 849 086 in commitment and payment appropriations.

This amount is to assist in respect of redundancies in 26 enterprises operating in the NACE Revision 2 Division 18 (?Printing and reproduction of recorded media?) in the NUTS II regions of Noord- Holland (NL32) and Flevoland (NL23) in the Netherlands.

Noting that the application from the Netherlands fulfils the eligibility criteria set up by the [EGF Regulation](#) (Regulation (EC) No 1927/2006), the European Parliament and the Council have decided to mobilise the requested amount.

To recall, the European Globalisation Adjustment Fund (EGF) was established to provide additional support for workers made redundant as a result of major structural changes in world trade patterns due to globalisation and to assist them with their reintegration into the labour market. The Interinstitutional Agreement of 17 May 2006 allows the mobilisation of the EGF within the annual ceiling of EUR 500 million.

The scope of the EGF was broadened for applications submitted from 1 May 2009 to include support for workers made redundant as a direct result of the global financial and economic crisis.