








Procedure file

Basic information		
DEC - Discharge procedure	2023/2135(DEC)	Procedure completed, awaiting publication in Official Journal
2022 discharge: General budget of the EU - European Economic and Social Committee		
Subject 8.70.03.12 2022 discharge		

Key players			
European Parliament	Committee responsible	Rapporteur	Appointed
	CONT Budgetary Control	 FLANAGAN Luke Ming	26/05/2023
		Shadow rapporteur	
		 MARINESCU Marian-Jean	
		 RÓNAI Sándor	
		 CHASTEL Olivier	
		 PEKSA Mikuláš	
		 KUHS Joachim	
		 RAFALSKA Eizbieta	
	Committee for opinion	Rapporteur for opinion	Appointed
	AFET Foreign Affairs	The committee decided not to give an opinion.	
	DEVE Development	The committee decided not to give an opinion.	
	INTA International Trade	The committee decided not to give an opinion.	
	BUDG Budgets	The committee decided not to give an opinion.	
ECON Economic and Monetary Affairs	The committee decided not to give an opinion.		
EMPL Employment and Social Affairs	The committee decided not to give an opinion.		
ENVI Environment, Public Health and Food Safety	The committee decided not to give an opinion.		
ITRE Industry, Research and Energy	The committee decided not to give an opinion.		
IMCO Internal Market and Consumer Protection	The committee decided not to		

give an opinion.

TRAN [Transport and Tourism](#)

The committee decided not to give an opinion.

REGI [Regional Development](#)

The committee decided not to give an opinion.

AGRI [Agriculture and Rural Development](#)

The committee decided not to give an opinion.

PECH [Fisheries](#)

The committee decided not to give an opinion.

CULT [Culture and Education](#)

The committee decided not to give an opinion.

JURI [Legal Affairs](#)

The committee decided not to give an opinion.

LIBE [Civil Liberties, Justice and Home Affairs](#)

The committee decided not to give an opinion.

AFCO [Constitutional Affairs](#)

The committee decided not to give an opinion.

FEMM [Women's Rights and Gender Equality](#)

The committee decided not to give an opinion.

European Commission

Commission DG

Commissioner

[Budget](#)

HAHN Johannes

Key events

28/06/2023	Non-legislative basic document published	COM(2023)0391	
12/09/2023	Committee referral announced in Parliament		
22/02/2024	Vote in committee		
07/03/2024	Committee report tabled for plenary	A9-0072/2024	Summary
10/04/2024	Debate in Parliament		
11/04/2024	Decision by Parliament	T9-0232/2024	Summary

Technical information

Procedure reference	2023/2135(DEC)
Procedure type	DEC - Discharge procedure
Other legal basis	Rules of Procedure EP 159
Stage reached in procedure	Procedure completed, awaiting publication in Official Journal
Committee dossier	CONT/9/12851

Documentation gateway

Non-legislative basic document	COM(2023)0391	28/06/2023	EC	
Court of Auditors: opinion, report	N9-0060/2023 OJ C 000 04.10.2023, p. 0000	04/10/2023	CofA	
Committee draft report	PE753.483	13/12/2023	EP	

Amendments tabled in committee		PE758.202	31/01/2024	EP	
Committee report tabled for plenary, single reading		A9-0072/2024	07/03/2024	EP	Summary
Supplementary non-legislative basic document		06179/2024	12/03/2024	CSL	
Text adopted by Parliament, single reading		T9-0232/2024	11/04/2024	EP	Summary

2022 discharge: General budget of the EU - European Economic and Social Committee

The Committee on Budgetary Control adopted the report by Luke Ming FLANAGAN (The Left, IE) on discharge in respect of the implementation of the general budget of the European Union for the financial year 2022, Section VI European Economic and Social Committee.

The committee called on the European Parliament to grant the Secretary-General of the European Economic and Social Committee discharge in respect of the implementation of the budget of the European Economic and Social Committee for the financial year 2022.

Budgetary and financial management

The report noted that, in 2022, the final adopted budget for the Committee amounted to EUR 152 451 643, representing an overall increase of 5.1 % compared to 2021. The remuneration and allowances budget line increased by 5 % between 2021 and 2022 due to the annual indexation of salaries. It also noted that the distribution of appropriations across budget lines in the 2022 budget remained comparable to previous years distribution.

The European Economic and Social Committees budget implementation rate was 96.12 % in 2022, after two years of lower budgetary implementation due to the COVID-19 pandemic and the related travel restrictions. Members noted that the payment execution rate followed the same trend and reached 88.12 % in 2022. The carry-over of appropriations to the year 2022 amounted to EUR 20 162 518, i.e. approximately 13 % of the 2022 annual budget, which was substantially higher than the average in previous years due to the postponement of buildings works in 2020 and 2021.

Members noted that Russias war of aggression against Ukraine in various ways created budgetary pressures for the Committee, including through rising inflation and salary adjustments, strongly increasing energy costs and the cost of construction and raw materials.

Moreover, the 2022 budget for staff missions increased by EUR 25 000 as compared to 2021, which was financed by a budget transfer, to cover higher expenses due to the increase in flight and hotel prices in 2022 and amounted to a total of EUR 398 974.

Internal management, performance and internal control

The report noted that the Committee pursues its mission through opinions, which refer to legislative proposals made by the Commission (referrals), own-initiative opinions, which call on the Union institutions to take action, and exploratory opinions, which feed into the Commissions work on its planned initiatives, and that the Committees positions can be highlighted in resolutions or included in evaluation and information reports. In 2022, the Committee adopted 202 opinion and reports which is in line with its average annual performance, excluding 2019 and 2020 when the activity of the Committee was lower. The Committee also enhanced its engagement in the political and legislative cycle by attending 345 high-level national, Union and international meetings, summits and conferences, and by organising 116 hearings and 29 conferences.

The report noted that the Committee continued to reinforce its internal control framework in 2022 with the simplification of the financial circuits under the light verification procedure for some low-value transactions and to develop its policy on sensitive posts.

Ethical framework and transparency

Members noted that the Committee continued its internal reform process with the adoption of new rules of procedures in March 2022 and their implementing provisions in November 2022. They also noted with satisfaction that the Committee continued to train staff and raise awareness about the ethics framework in place, in particular the new code of conduct, harassment and whistleblowing, and the role and responsibilities of the ethics counsellors whose mandate started in January 2022.

The Committee is congratulated for taking the decision to formally join, as of 1 June 2023, the EU transparency register between the European Parliament, the Council of the European Union and the European Commission.

Although the Committee has a series of measures in place to prevent fraud, Member regret that an integrated anti-fraud strategy has not yet been put in place despite previous requests from Parliament.

Buildings

The report recalled that the Committee and the Committee of Regions (CoR) lost 5 000 m² in office space following the take-over of the rental contract of the former EEAS building at Belliard 100, which took effect in September 2021, and the building exchange between the Committee and the CoRs Belliard 68 and Trèves 74 and the Commissions Van Maerlant 2 (VMA), which took effect in September 2022.

In 2022, the building strategy of the Committee and the CoR focused on the geographical concentration of the buildings which was achieved by physically connecting all the buildings used by the Committees to their main building. Members welcomed the new physical connection to Parliaments buildings which became operational in November 2022, offering a more direct, easier and 125 m shorter pathway between the buildings of the Committee and the CoR and the buildings of Parliament.

Interinstitutional cooperation

The report welcomed the budgetary and administrative savings achieved through interinstitutional cooperation, in particular the close

cooperation established at administrative level with the CoR with which the Committee shares premises and joint services in the areas of translation, infrastructure, logistics and IT while maintaining its full institutional autonomy.

Members also welcomed the Committees strengthened involvement in the legislative cycle and called on the Committee to ensure that its opinions are shared with the members of the relevant committees of Parliament in line with the cooperation agreement between Parliament and the Committee.

Communication

In 2022, the Committees overall budget for communication was EUR 1.5 million, the same amount as in 2021. This budget was primarily allocated to support the development and maintenance of the Committees website, social media communication, media monitoring, media relations and promotion of major activities and events of the Committee.

Lastly, the report welcomed that the Committee ensures that citizens have open access to its documents via a dedicated electronic register.

2022 discharge: General budget of the EU - European Economic and Social Committee

The European Parliament decided by 527 votes to 62, with 0 abstentions, to give discharge to the Secretary-General of the European Economic and Social Committee in respect of the implementation of the budget of the European Economic and Social Committee in respect of the implementation of the budget of the Court of Auditors for the financial year 2022.

In its resolution, adopted by 540 votes to 67 with 1 abstention, Parliament made the following observations:

In its annual report for the financial year 2022, the Court of Auditors did not identify any specific problems concerning the Committee. Members noted that 14 (23%) of the 60 transactions contained errors, but that the Court considers, on the basis of the five errors that could be quantified, that the error rate is below the materiality threshold.

Budgetary and financial management

In 2022, the final adopted budget for the Committee amounted to EUR 152 451 643, representing an overall increase of 5.1 % compared to 2021. The remuneration and allowances budget line increased by 5 % between 2021 and 2022 due to the annual indexation of salaries, whereas the budget line for the fitting out of premises decreased by 77 % between 2021 and 2022 and came back to usual levels after the implementation of important refurbishment works in 2021.

The implementation rate was 96.12 % in 2022, after two years of lower budgetary implementation due to the COVID-19 pandemic and the related travel restrictions. Members noted that the payment execution rate followed the same trend and reached 88.12 % in 2022. The carry-over of appropriations to the year 2022 amounted to EUR 20 162 518, i.e. approximately 13 % of the 2022 annual budget, which was substantially higher than the average in previous years due to the postponement of buildings works in 2020 and 2021.

Members noted that Russias war of aggression against Ukraine in various ways created budgetary pressures for the Committee, including through rising inflation and salary adjustments, strongly increasing energy costs and the cost of construction and raw materials.

Moreover, the 2022 budget for staff missions increased by EUR 25 000 as compared to 2021, which was financed by a budget transfer, to cover higher expenses due to the increase in flight and hotel prices in 2022 and amounted to a total of EUR 398 974.

Members considered that an allowance for remote participation in meetings (a daily rate of EUR 145) is difficult for the public to understand.

Internal management, performance and internal control

Parliament noted that the Committee pursues its mission through opinions, which refer to legislative proposals made by the Commission (referrals), own-initiative opinions, and exploratory opinions, which feed into the Commissions work on its planned initiatives, and that the Committees positions can be highlighted in resolutions or included in evaluation and information reports. In 2022, the Committee adopted 202 opinion and reports which is in line with its average annual performance. The Committee also enhanced its engagement in the political and legislative cycle by attending 345 high-level national, Union and international meetings, summits and conferences, and by organising 116 hearings and 29 conferences. In 2022, Members of Parliament participated in meetings or events organised by the Committee on 68 occasions, which remained at the same level as in 2021.

The resolution noted that the Committee continued to reinforce its internal control framework in 2022 with the simplification of the financial circuits under the light verification procedure for some low-value transactions and to develop its policy on sensitive posts.

Human resources, equality and staff well-being

At the end of 2022, the Committee had a total of 706 members of staff, compared to 699 in 2021. The occupation rate of the posts in the establishment plan was 95.1 %. The Committee continued to employ a high proportion of female staff (64.6 % of all staff), including at middle management level (59 % of all managers). Members recommended improving the representation of women in senior management positions. They also encouraged the Committee to continue to take steps to achieve an adequate geographical balance among its staff.

Ethical framework and transparency

Members noted that the rules of procedure are now aligned and consistent with the code of conduct adopted in 2021 following the Committees internal audit on ethics and integrity. They noted with satisfaction that the Committee continued to train staff and raise awareness about the ethics framework in place, in particular the new code of conduct, harassment and whistleblowing, and the role and responsibilities of the ethics counsellors whose mandate started in January 2022. They believe that only a zero tolerance of harassment policy will prevent the Committee from future allegations of harassment and serious misconduct.

The Committee is congratulated for taking the decision to formally join, as of 1 June 2023, the EU transparency register between the European Parliament, the Council of the European Union and the European Commission.

Although the Committee has a series of measures in place to prevent fraud, Member regret that an integrated anti-fraud strategy has not yet been put in place despite previous requests from Parliament.

Buildings

Members recalled that the Committee and the Committee of Regions (CoR) lost 5 000 m² in office space following the take-over of the rental contract of the former EEAS building at Belliard 100, which took effect in September 2021, and the building exchange between the Committee and the CoRs Belliard 68 and Trèves 74 and the Commissions Van Maerlant 2 (VMA), which took effect in September 2022.

In 2022, the building strategy of the Committee and the CoR focused on the geographical concentration of the buildings which was achieved by physically connecting all the buildings used by the Committees to their main building. Members welcomed the new physical connection to Parliaments buildings which became operational in November 2022.

Interinstitutional cooperation

Parliament welcomed the budgetary and administrative savings achieved through interinstitutional cooperation, in particular the close cooperation established at administrative level with the CoR with which the Committee shares premises and joint services in the areas of translation, infrastructure, logistics and IT while maintaining its full institutional autonomy. It invited the Committee and the CoR to explore the possibility of setting up a single administration for their joint services.

Members also welcomed the Committees strengthened involvement in the legislative cycle and called on the Committee to ensure that its opinions are shared with the members of the relevant committees of Parliament in line with the cooperation agreement between Parliament and the Committee.

Communication

In 2022, the Committees overall budget for communication was EUR 1.5 million, the same amount as in 2021. Parliament welcomed that the Committee ensures that citizens have open access to its documents via a dedicated electronic register.

With regard to digitalisation, Members noted that the Committee adopted a digital strategy aimed at providing IT services in line with best IT management practice while optimising the use of human and financial resources. They encouraged the Committee to raise awareness of cyber security among its members and staff. With regard to the environment and sustainability, Parliament welcomed the sustainable practices adopted by the Committee and the CoR, in particular the "paperless" approach, which has enabled them to reduce their environmental footprint.

Transparency				
FLANAGAN Luke Ming	Rapporteur	CONT	17/10/2023	Secretary General of The European Economic and Social Committee