

THE COMMUNITY BUDGET: THE FACTS IN FIGURES

1988 EDITION



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THE FACTS IN FIGURES**

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Preface



The Community budget: the facts in figures has been produced by the Commission as a guide for all those who, because of their jobs, the elective office they hold, or more academic pursuits, need concise factual information — incorporating historical series and the latest figures — on Europe's finances.

This first edition is inevitably experimental. The plan is to publish a new edition in May each year to coincide with presentation by the Commission of the broad lines of its preliminary draft budget for the following year. Lay-out and content may well be amended to take account of users' wishes.

We would therefore welcome reactions to this first edition and suggestions for improvements which may be incorporated in subsequent editions.

In this way, we can all help to promote a better public awareness of the financial workings of the Community.

A handwritten signature in cursive script that reads "Hennig Christophersen".

H. Christophersen
Vice-President of the Commission

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Terms used

- I. Unless otherwise stated, all the amounts in ECU are expressed at current prices.
- II. Definitions
 - A. **Type of appropriations**
 1. **Non-differentiated appropriations (NDA)**

Non-differentiated appropriations are for operations carried out during the budget year (annual operations).

The same amount of appropriations therefore covers both commitments and payments.
 2. **Differentiated appropriations (DA)**

Differentiated appropriations are for multiannual operations. They consist of:

 - (i) **commitment appropriations (CA)**, which cover the total cost, during the current budget year, of the legal obligations entered into for operations to be carried out over a number of years;
 - (ii) **payment appropriations (PA)**, which, up to the amount entered in the budget, cover the expenditure needed to honour commitments entered into during the current budget year or in previous years and falling due in the current budget year.

In any given budget year, the totals for these two types of appropriation normally differ since commitment appropriations are required ahead of the matching payment appropriations.
 3. **Appropriations for commitments and appropriations for payments**

The appropriations for commitments and the appropriations for payments are obtained by adding together the commitment appropriations and payment appropriations corresponding to both differentiated and non-differentiated appropriations.

B. Classification of appropriations

1. **Compulsory expenditure (CE)** is expenditure which the budgetary authority is bound to enter in the budget to enable the Community to meet its internal or external obligations arising from the Treaties or from acts adopted in accordance with the Treaties.

The feature of compulsory expenditure lies in the fact that it derives unavoidably from an existing basic instrument (Council Regulation, international agreement, etc.): the budgetary authority has no alternative but to enter the corresponding appropriations in the budget and the Commission must use them.

The volume of appropriations and expenditure is thus determined in advance by the basic instruments.

2. **Non-compulsory expenditure (NCE)** is expenditure which does not fall within the category of compulsory expenditure.

The volume of appropriations is not determined by existing basic instruments but results from the allocations or amounts which the budgetary authority enters in the budget each year.

C. Maximum rate of increase for non-compulsory expenditure

Article 203(9) of the Treaty of Rome stipulates that the increase in non-compulsory expenditure in relation to the previous year may not exceed a rate fixed every year by reference to the trend, in terms of volume, of Community GDP, the average variation in the budgets of the Member States and the trend in the cost of living during the preceding financial year.

This rate is basically a statistical point of reference. Under the fifth subparagraph of Article 203(9) it may be exceeded by agreement between the Council and Parliament when required by the development of Community activities.

Article 15 of the Interinstitutional Agreement between Parliament, the Council and the Commission, which entered into force on 1 July 1988, lays down the conditions for exercising these joint decision-making powers in the light of the financial perspective 1988-92.

PART A

The Community budget yesterday

I. Overall growth of expenditure

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1. The overall size of the Community budget since the outset (1952-88)

(million ua, million EUA, million ECU)

Budgetary year	1952 ⁽¹⁾	1958 ⁽²⁾	1964	1968 ⁽³⁾	1971 ⁽⁴⁾	1973 ⁽⁵⁾	1976	1981 ⁽⁶⁾	1986 ⁽⁷⁾	1988
ECSC budget	4.6	33.4	36.0	21.2	37.4	86.9	158.9	421.0	324.3	562.0 ⁽⁸⁾
EEC/Euratom budgets	—	11.0	146.9	—	—	—	—	—	—	—
General budget	—	—	—	1 561.3 ⁽⁹⁾	2 207.1	4 505.2	7 562.8	18 434.0	35 174.1	43 820.4 ⁽⁹⁾

⁽¹⁾ First year of activity of ECSC.⁽²⁾ First year of activity of EEC and Euratom.⁽³⁾ Merger of budgets into general budget covering EEC expenditure, Euratom expenditure (except research and investment, which continued to form a separate budget until 1971) and ECSC expenditure (except operating expenditure, which still forms a separate budget).⁽⁴⁾ Incorporation of Euratom research budget into general budget.⁽⁵⁾ Accession of the United Kingdom, Denmark and Ireland.⁽⁶⁾ Accession of Greece.⁽⁷⁾ Accession of Spain and Portugal.⁽⁸⁾ Appropriations for 1988.⁽⁹⁾ Including Euratom research and investment expenditure (73.4 million ua), which formed a separate budget from 1968 to 1971.

2. Growth of Community expenditure in relation to total of Member States' budgets and Community GDP (1979-88)

Appropriations for payments

Year	Expenditure (million ECU)	Growth in money terms (%)	Growth in real terms (%) ⁽¹⁾	Per capita expenditure		Year	% of MSB ⁽²⁾	% of GDP
				(ECU)	Growth in real terms with constant population (%) ⁽²⁾			
1988	43 820.40	+ 21.16	+ 17.56 ^(*)	135.41	+ 16.36 ^(*)	1988	3.56 ^(*)	1.12
1987	36 168.40	+ 2.83	- 1.07	111.99	- 2.23	1987	3.14	0.98
1986	35 174.10	+ 23.71	+ 18.11	109.13	+ 16.86	1986	3.08	0.99
1985	28 433.20	+ 4.35	- 1.65	88.43	- 2.86	1985	2.70	0.92
1984	27 248.60	+ 8.73	+ 2.23	84.95	+ 1.06	1984	2.90	0.98
1983	25 061.10	+ 13.99	+ 5.34	78.29	+ 4.31	1983	2.70	0.96
1982	21 984.40	+ 19.26	+ 8.96	68.80	+ 7.33	1982	2.50	0.86
1981	18 434.00	+ 13.91	+ 2.91	57.83	+ 1.41	1981	2.40	0.81
1980	16 182.50	+ 12.01	- 0.99	50.97	- 2.84	1980	2.70	0.80
1979	14 447.00	+ 16.86	+ 5.86	45.69	+ 4.31	1979	2.70	0.83

(1) Deflated by means of GDP (market prices) deflator.

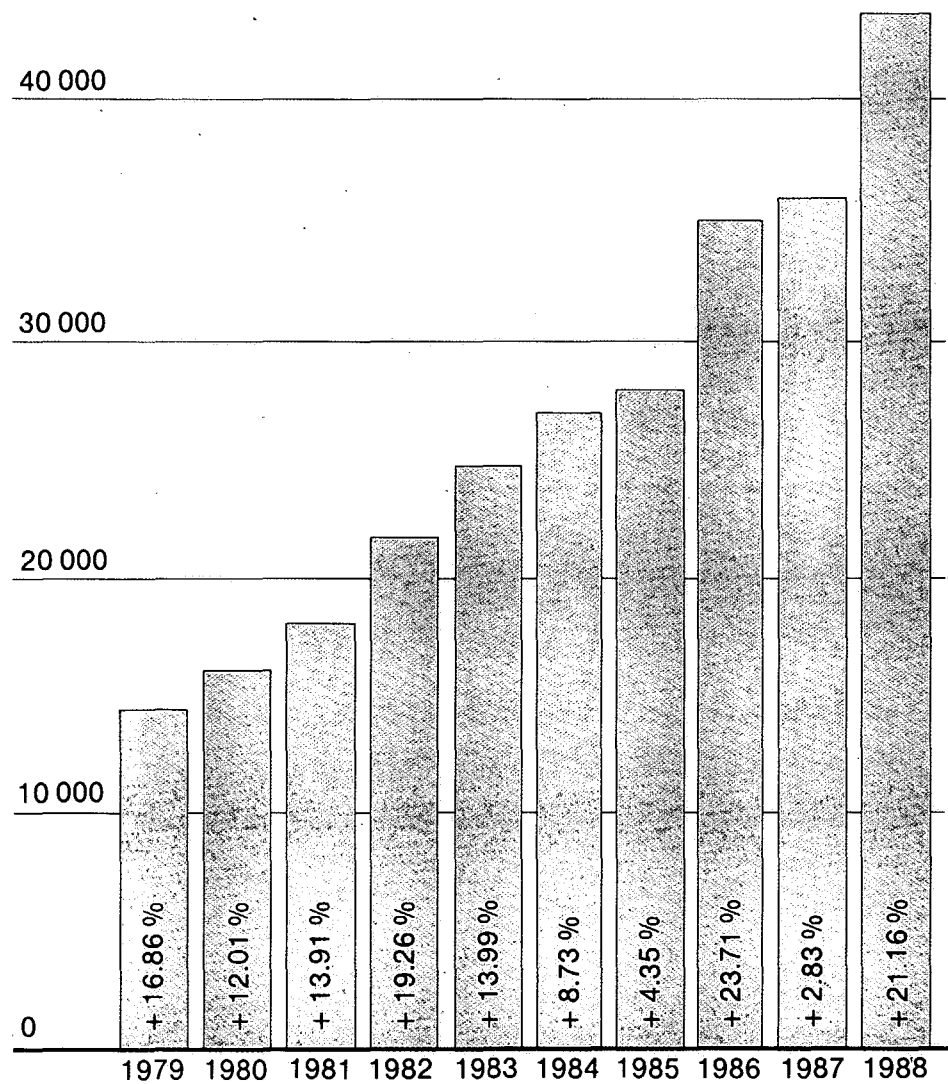
(2) Deflated by means of GDP (market prices) deflator and rate of growth of Community population.

(3) MSB: Member States' budgets (Central government).

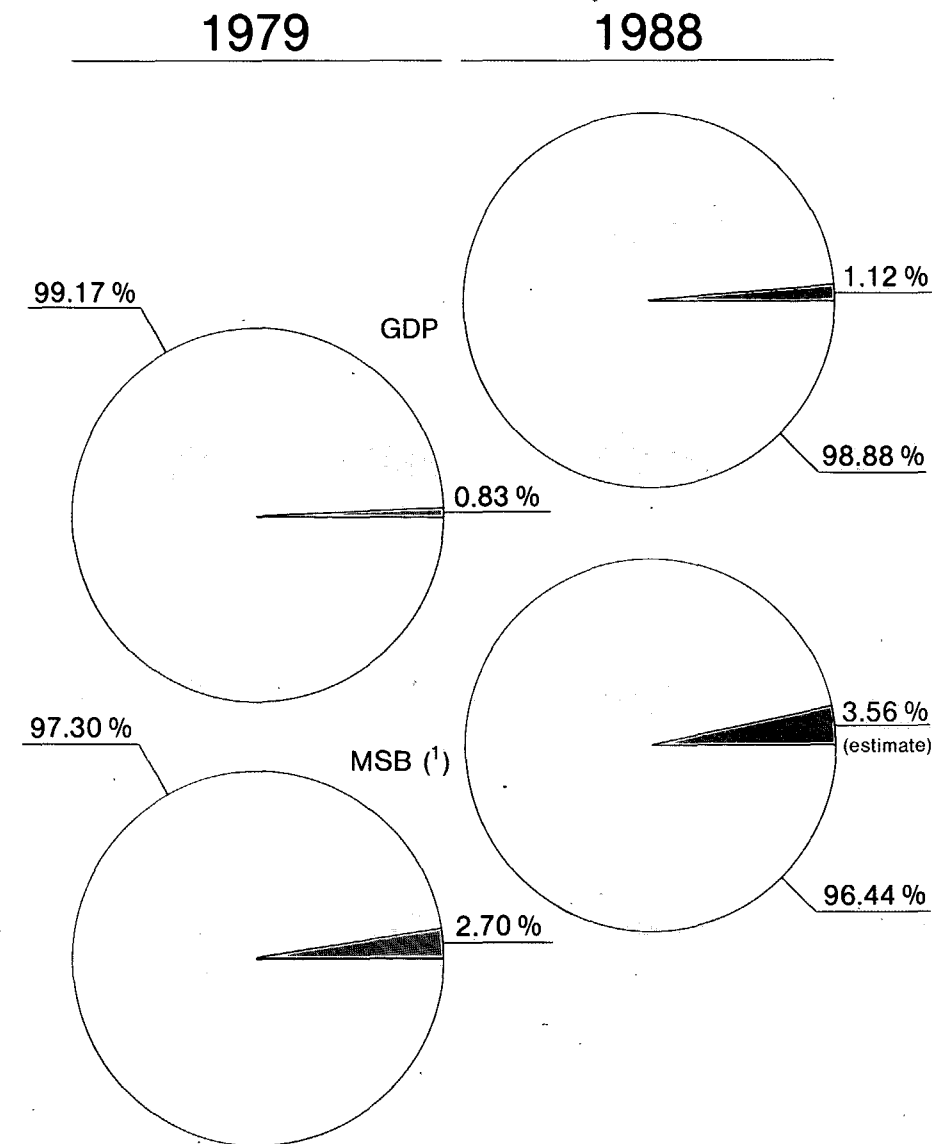
(*) Estimate.

Growth of expenditure: 1979—88
Appropriations for payments (Growth rate in money terms)

(million ECU)



General budget in relation to total of Member States' budgets and Community GDP



(1) MSB: Member States' budgets (Central government).

3. Structure of expenditure by main areas (Out-turn 1979-87)*Appropriations for commitments (million ECU)*

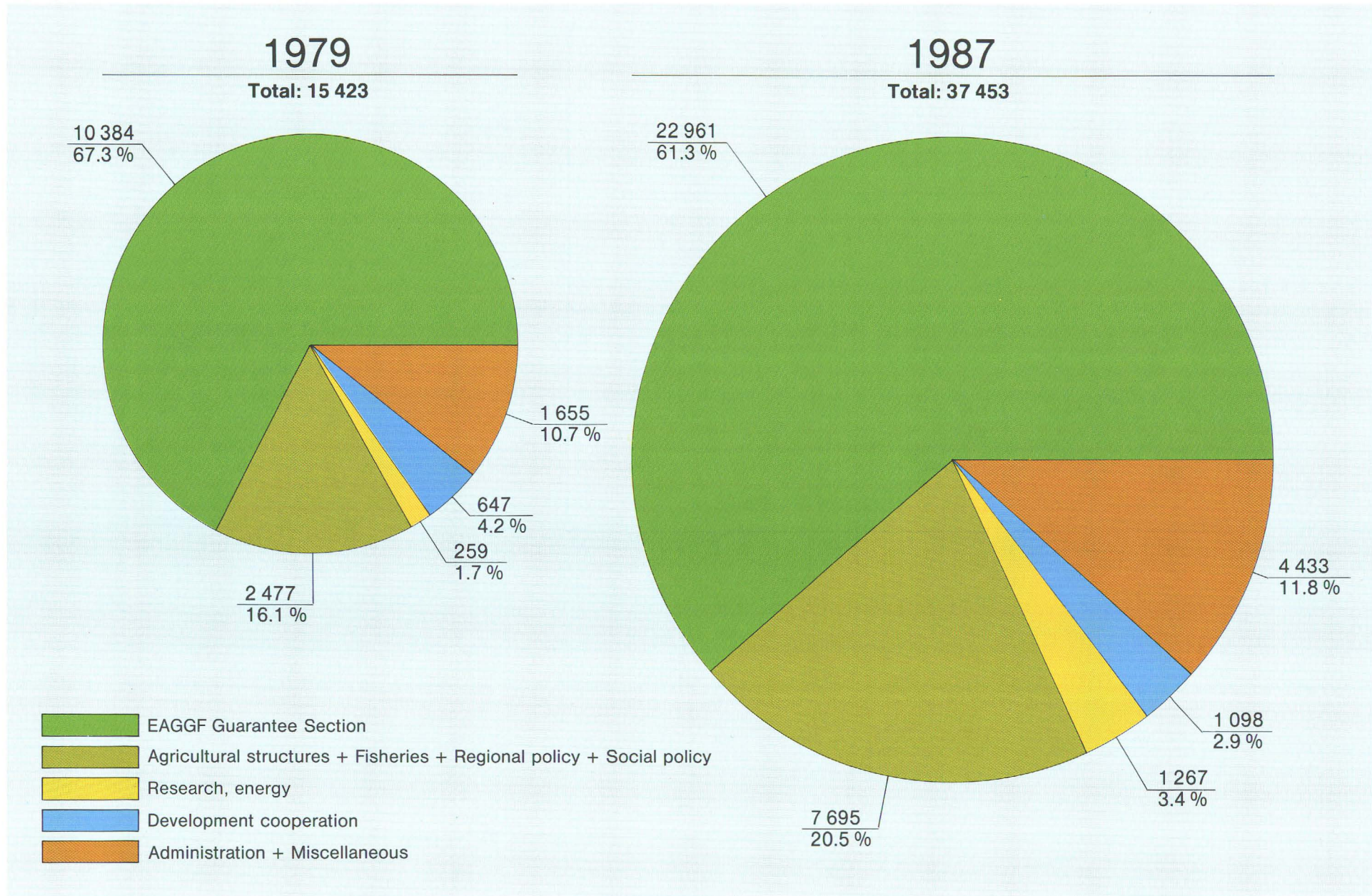
	1987	1986	1985	1984	1983	1982	1981	1980	1979
EAGGF Guarantee	22 960.8	22 112.0	19 955.0	18 333.0	15 811.0	13 671.3	11 580.0	11 485.5	10 384.1
Agricultural structures	1 076.4	876.4	712.7	810.1	839.5	780.7	707.0	460.0	467.0
Fisheries	243.3	240.9	154.5	159.1	107.2	74.7	92.5	50.1	70.7
Regional policy	3 575.2	3 466.0	2 588.7	2 267.4	3 140.4	3 632.5	2 668.8	1 484.7	1 145.0
Social policy	2 799.6	2 417.4	2 231.3	2 059.9	1 841.0	1 357.2	1 074.2	972.7	794.1
Research, energy	1 267.0	917.3	1 046.9	1 018.3	1 414.2	556.6	412.8	443.4	259.3
Development cooperation	1 097.7	1 264.2	1 322.8	1 022.8	1 124.2	957.9	972.3	804.0	647.4
Administration	1 740.0	1 603.2	1 332.6	1 236.6	1 161.6	1 103.3	1 035.4	938.8	863.9
Miscellaneous	2 692.8	3 154.8	1 271.8	2 357.2	1 093.8	1 125.9	1 443.1	852.8	791.5
Total	37 452.8	36 052.2	30 616.0	29 264.5	26 533.1	23 260.1	19 986.1	17 491.9	15 423.3

Appropriations for commitments (%)

EAGGF Guarantee	61.31	61.33	65.18	62.65	59.59	58.78	57.94	65.66	67.33
Agricultural structures	2.87	2.43	2.33	2.77	3.16	3.36	3.54	2.63	3.03
Fisheries	0.65	0.67	0.50	0.54	0.40	0.32	0.46	0.29	0.46
Regional policy	9.55	9.61	8.46	7.75	11.84	15.62	13.35	8.49	7.42
Social policy	7.48	6.71	7.29	7.04	6.94	5.83	5.37	5.56	5.15
Research, energy	3.38	2.54	3.42	3.48	5.33	2.39	2.07	2.53	1.68
Development cooperation	2.93	3.51	4.32	3.50	4.24	4.12	4.86	4.60	4.20
Administration	4.65	4.45	4.35	4.23	4.38	4.74	5.18	5.37	5.60
Miscellaneous	7.19	8.75	4.15	8.05	4.12	4.84	7.22	4.88	5.13
Total	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Structure of expenditure by main areas (Out-turn 1979-87)

Appropriations for commitments (million ECU)



Appropriations for payments (million ECU)

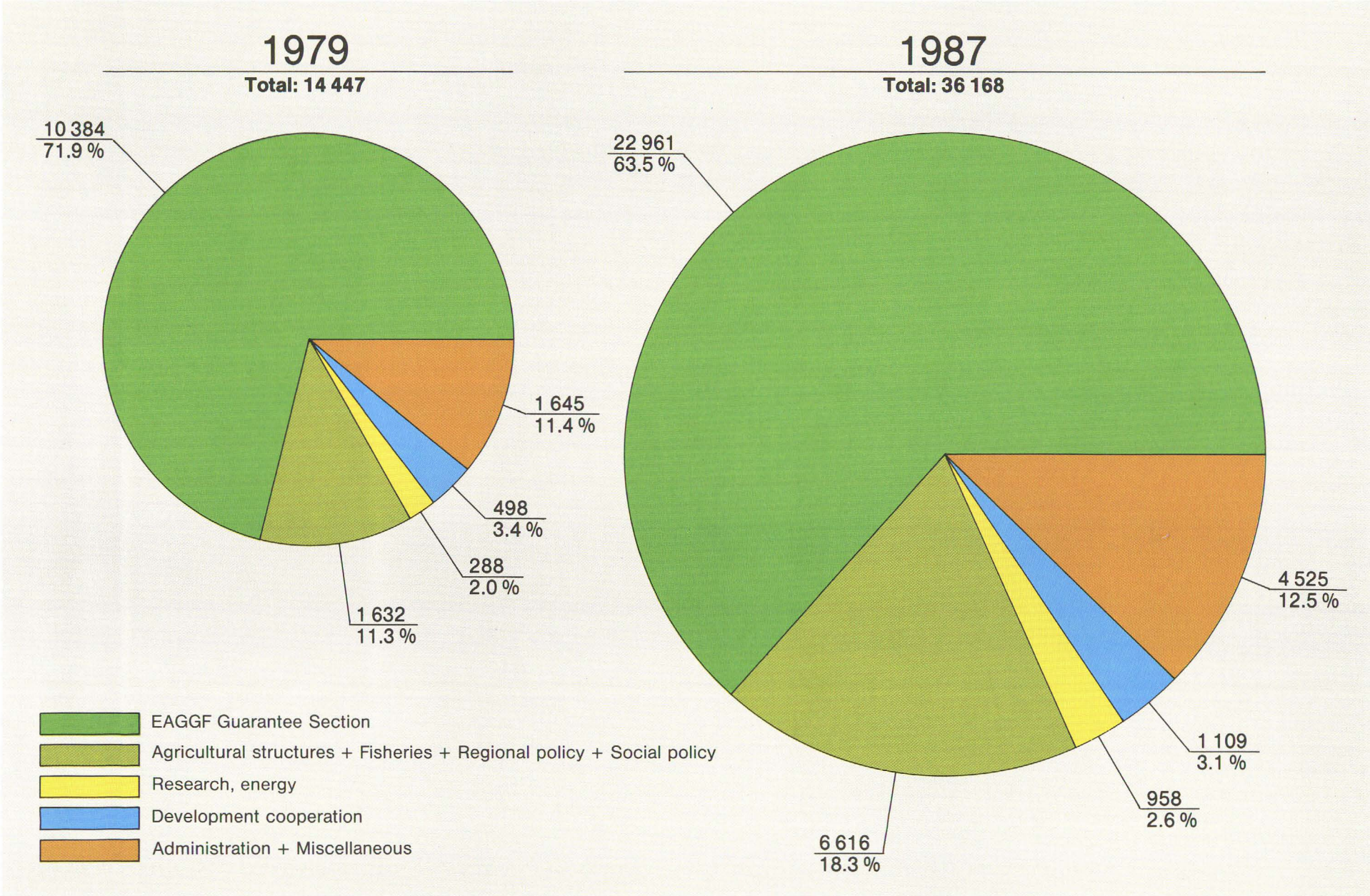
	1987	1986	1985	1984	1983	1982	1981	1980	1979
EAGGF-Guarantee	22 960.8	22 112.0	19 955.0	18 333.0	15 811.0	13 671.3	11 580.0	11 485.5	10 384.1
Agricultural structures	943.2	802.2	687.7	675.1	653.4	773.6	531.8	328.7	334.3
Fisheries	197.3	189.6	111.7	112.4	84.4	87.6	53.5	64.1	46.7
Regional policy	2 738.2	2 577.7	1 697.8	1 488.6	2 383.0	2 948.0	1 948.0	722.7	699.0
Social policy	2 737.2	2 654.3	1 626.2	1 429.4	1 495.1	1 022.2	732.8	768.8	551.9
Research, energy	957.6	758.8	706.8	719.3	1 386.5	435.7	313.9	379.5	288.0
Development cooperation	1 108.9	1 171.5	1 043.7	897.2	992.2	816.8	795.7	641.6	497.5
Administration	1 740.0	1 603.2	1 332.6	1 236.6	1 161.6	1 103.3	1 035.4	938.8	863.9
Miscellaneous	2 785.0	3 304.8	1 271.8	2 357.2	1 093.8	1 125.9	1 443.1	852.8	781.5
Total	36 168.4	35 174.1	28 433.2	27 248.6	25 061.1	21 984.4	18 434.0	16 182.5	14 447.0

Appropriations for payments (%)

EAGGF Guarantee	63.48	62.86	70.18	67.28	63.09	62.19	62.82	70.97	71.88
Agricultural structures	2.61	2.28	2.42	2.48	2.61	3.52	2.88	2.03	2.31
Fisheries	0.55	0.54	0.39	0.41	0.34	0.40	0.29	0.40	0.32
Regional policy	7.57	7.33	5.97	5.46	9.51	13.41	10.57	4.47	4.84
Social policy	7.57	7.55	5.72	5.25	5.97	4.65	3.98	4.75	3.82
Research, energy	2.65	2.16	2.49	2.64	5.53	1.98	1.70	2.35	1.99
Development cooperation	3.07	3.33	3.67	3.29	3.96	3.72	4.32	3.96	3.44
Administration	4.81	4.56	4.69	4.54	4.64	5.02	5.62	5.80	5.98
Miscellaneous	7.70	9.40	4.47	8.65	4.36	5.12	7.83	5.27	5.41
Total	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Structure of expenditure by main areas (Out-turn 1979-87)

Appropriations for payments (million ECU)



4. Analysis of utilization of appropriations available (1979-87)

Appropriations for commitments (million ECU and %)

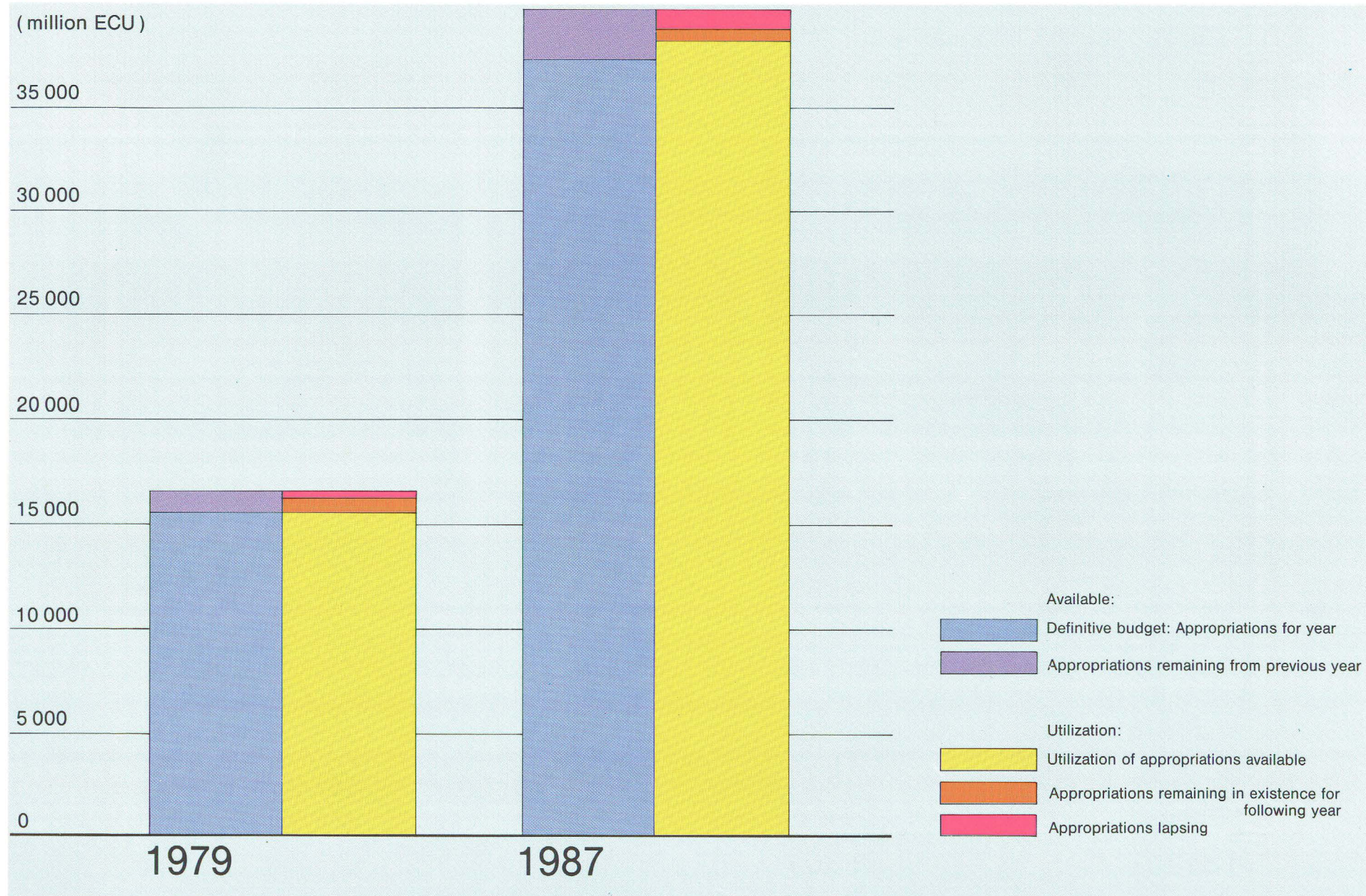
	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Preliminary draft budget	38 043.0		36 359.1		31 498.3		28 620.0		23 931.9		24 005.7		21 627.9		17 915.2		14 869.2	
Budget adopted	37 414.9		36 052.2		30 616.0		27 377.3		22 988.2		23 260.1		21 122.8		17 318.9		14 576.7	
Supplementary and amending budget	37.9						1 887.2		3 544.9				-1 136.7		173.0		851.6	
Definitive budget Appropriations for year	37 452.8	100.0	36 052.2	100.0	30 616.0	100.0	29 264.4	100.0	26 533.1	100.0	23 260.1	100.0	19 986.1	100.0	17 491.9	100.0	15 423.3	100.0
Appropriations remaining from previous year	2 345.5		2 244.6		1 700.9		1 008.6		1 141.0		908.5		694.7		718.4		891.4	
Appropriations from revenue from services for outside bodies	3.2		1.5		3.4		5.0		6.9		7.6		6.7		5.1		14.1	
Appropriations actually available	39 801.5	100.0	38 298.3	100.0	32 320.3	100.0	30 278.0	100.0	27 681.0	100.0	24 176.2	100.0	20 687.5	100.0	18 215.4	100.0	16 328.8	100.0
Utilization of appropriations for year	36 313.9	97.0	34 321.7	95.2	28 840.3	94.2	28 327.9	96.8	25 763.6	97.1	21 631.9	93.0	18 427.2	92.2	16 827.2	96.2	14 698.4	95.3
Utilization of appropriations available	38 489.5	96.7	36 379.3	95.0	30 360.0	93.9	29 324.3	96.9	26 802.9	96.8	21 950.2	90.8	19 083.0	92.3	17 497.9	96.1	15 440.9	94.6
Appropriations remaining in existence for following year	435.2	1.1	1 420.7	3.7	1 580.3	4.9	884.0	2.9	612.4	2.2	687.9	2.8	1 017.3	4.9	425.1	2.3	640.8	3.9
Appropriations lapsing	876.8	2.2	498.3	1.3	380.0	1.2	69.7	0.2	265.7	1.0	1 538.1	6.4	587.2	2.8	292.4	1.6	247.1	1.5
Total	39 801.5	100.0	38 298.3	100.0	32 320.0	100.0	30 278.0	100.0	27 681.0	100.0	24 176.2	100.0	20 687.5	100.0	18 215.4	100.0	16 328.8	100.0

Appropriations for payments (million ECU and %)

	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Preliminary draft budget	36 675.8		35 050.7		29 326.4		25 528.6		21 901.5		22 495.5		19 947.5		16 286.8		14 059.5	
Budget adopted	36 313.4		35 174.1		28 433.2		25 361.5		21 558.6		21 984.4		19 327.6		15 683.1		13 494.4	
Supplementary and amending budget	- 145.0						1 887.2		3 502.6				- 893.7		499.4		952.6	
Definitive budget																		
Appropriations for year	36 168.4	100.0	35 174.1	100.0	28 433.2	100.0	27 248.6	100.0	25 061.1	100.0	21 984.4	100.0	18 434.0	100.0	16 182.5	100.0	14 447.0	100.0
Carryovers from previous year	1 405.2	3.74	1 090.5		1 094.9		1 714.4		1 521.0		1 404.1		1 437.8		1 908.5		2 128.9	
Appropriations from revenue from services for outside bodies	2.2		3.1		2.9		4.3		7.7		9.9		4.8		12.1		11.3	
Appropriations actually available	37 575.8	100.0	36 267.7	100.0	29 531.0	100.0	28 967.3	100.0	26 589.8	100.0	23 398.4	100.0	19 876.6	100.0	18 103.1	100.0	16 587.2	100.0
Utilization of appropriations for year	34 111.0	94.3	33 450.6	95.1	27 125.3	95.4	26 131.4	95.9	23 106.3	92.2	19 324.3	87.9	16 719.6	90.7	14 821.7	91.9	12 930.0	89.5
Utilization of appropriations available	35 324.4	94.0	34 192.8	94.3	28 098.7	95.1	27 523.6	95.0	24 313.0	91.5	20 422.7	87.3	17 792.8	89.5	16 290.4	90.0	14 367.1	86.6
Carryovers to following year	1 360.5	3.6	1 405.2	3.9	1 090.5	3.7	1 094.9	3.8	1 714.4	6.4	1 521.0	6.5	1 404.1	7.1	1 437.8	7.9	1 908.5	11.5
Appropriations lapsing	890.9	2.4	669.7	1.8	341.8	1.2	348.8	1.2	562.4	2.1	1 454.7	6.2	679.7	3.4	374.9	2.1	311.6	1.9
Total	37 575.8	100.0	36 267.7	100.0	29 531.0	100.0	28 967.3	100.0	26 589.8	100.0	23 398.4	100.0	19 876.6	100.0	18 103.1	100.0	16 587.2	100.0

Analysis of utilization of appropriations available (1979-87)

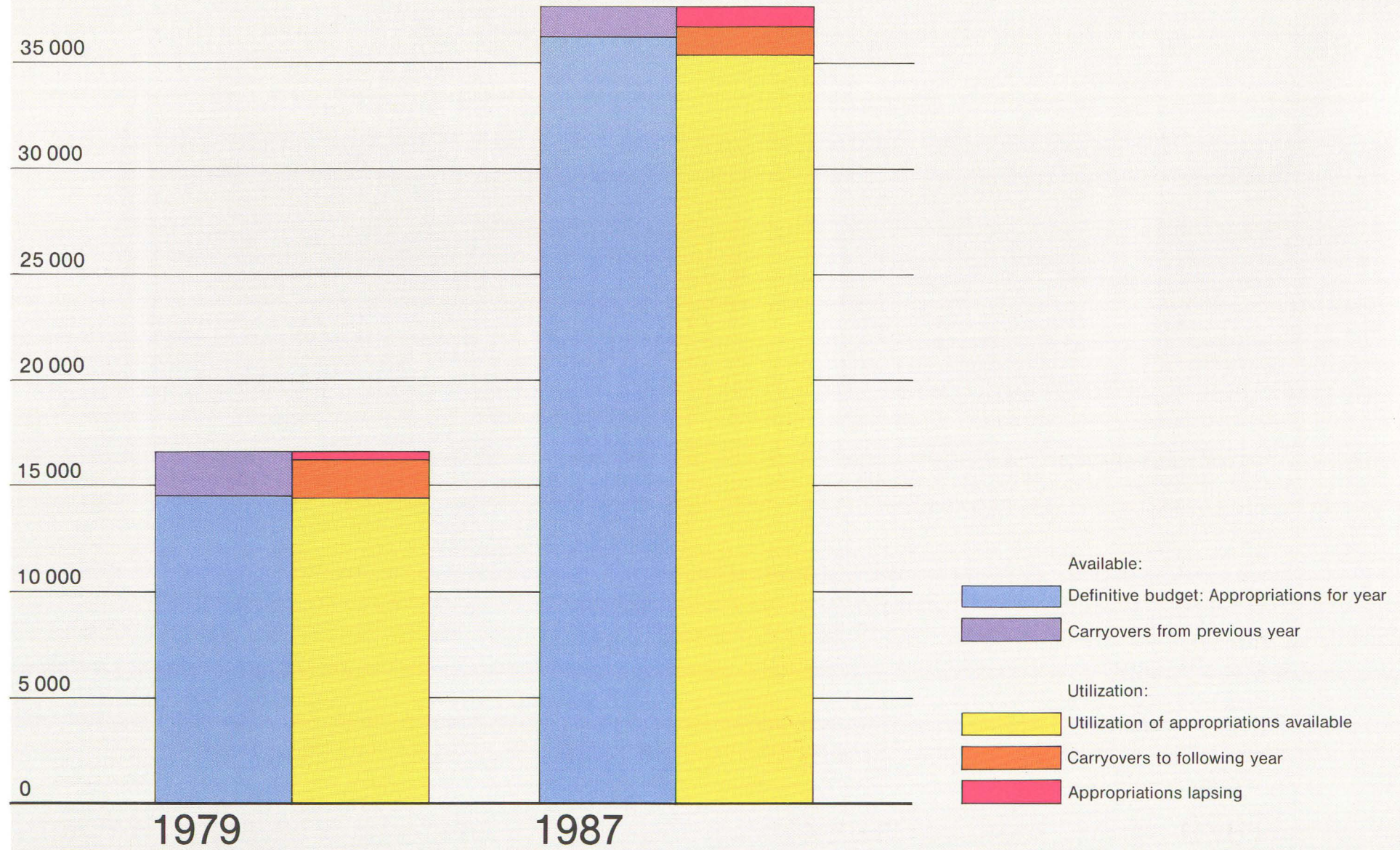
Appropriations for commitments



Analysis of utilization of appropriations available (1979-87)

Appropriations for payments

(million ECU)



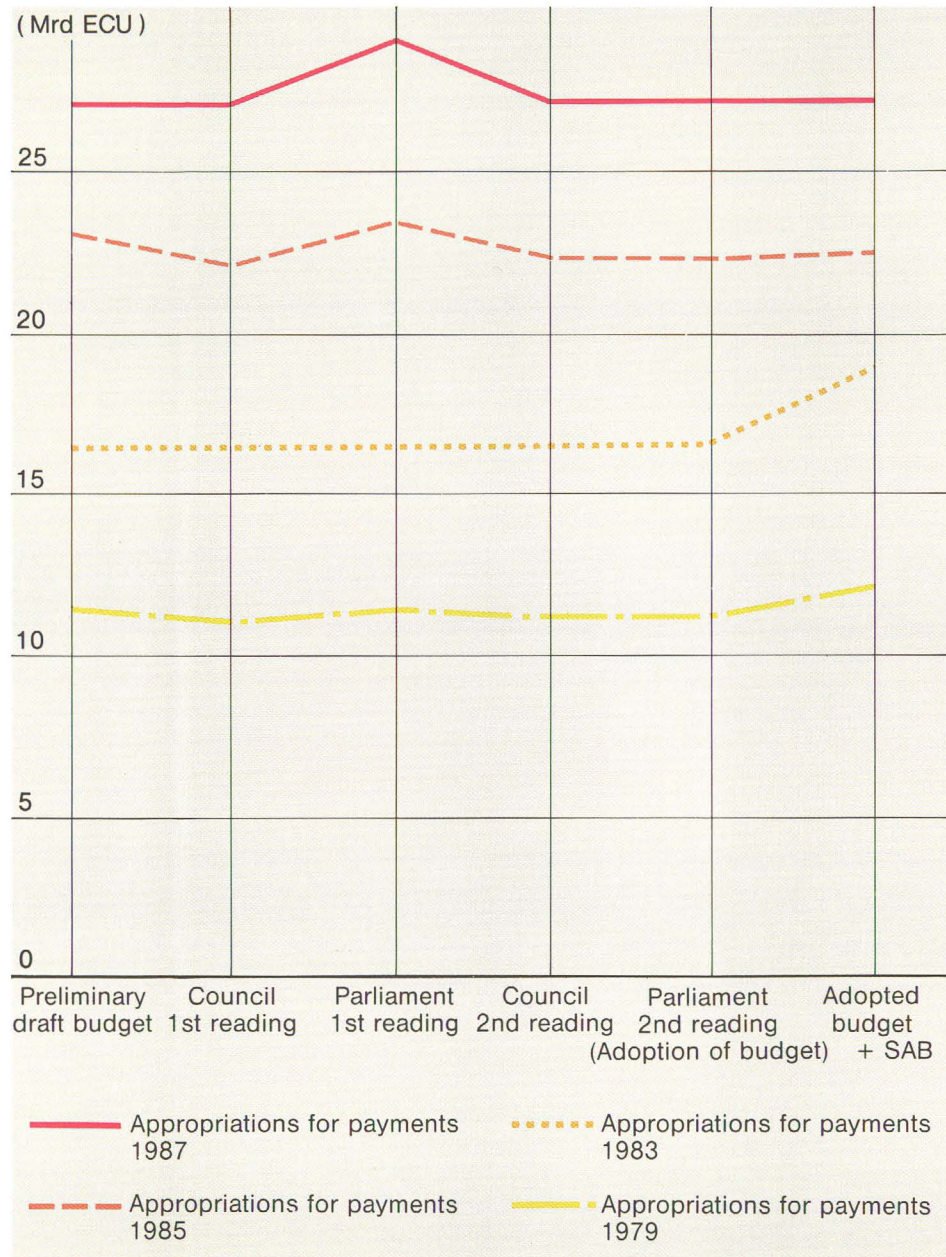
5. Preparation of the budget at the various stages of the budgetary procedure (1979-87)

Commitment appropriations (ECU)

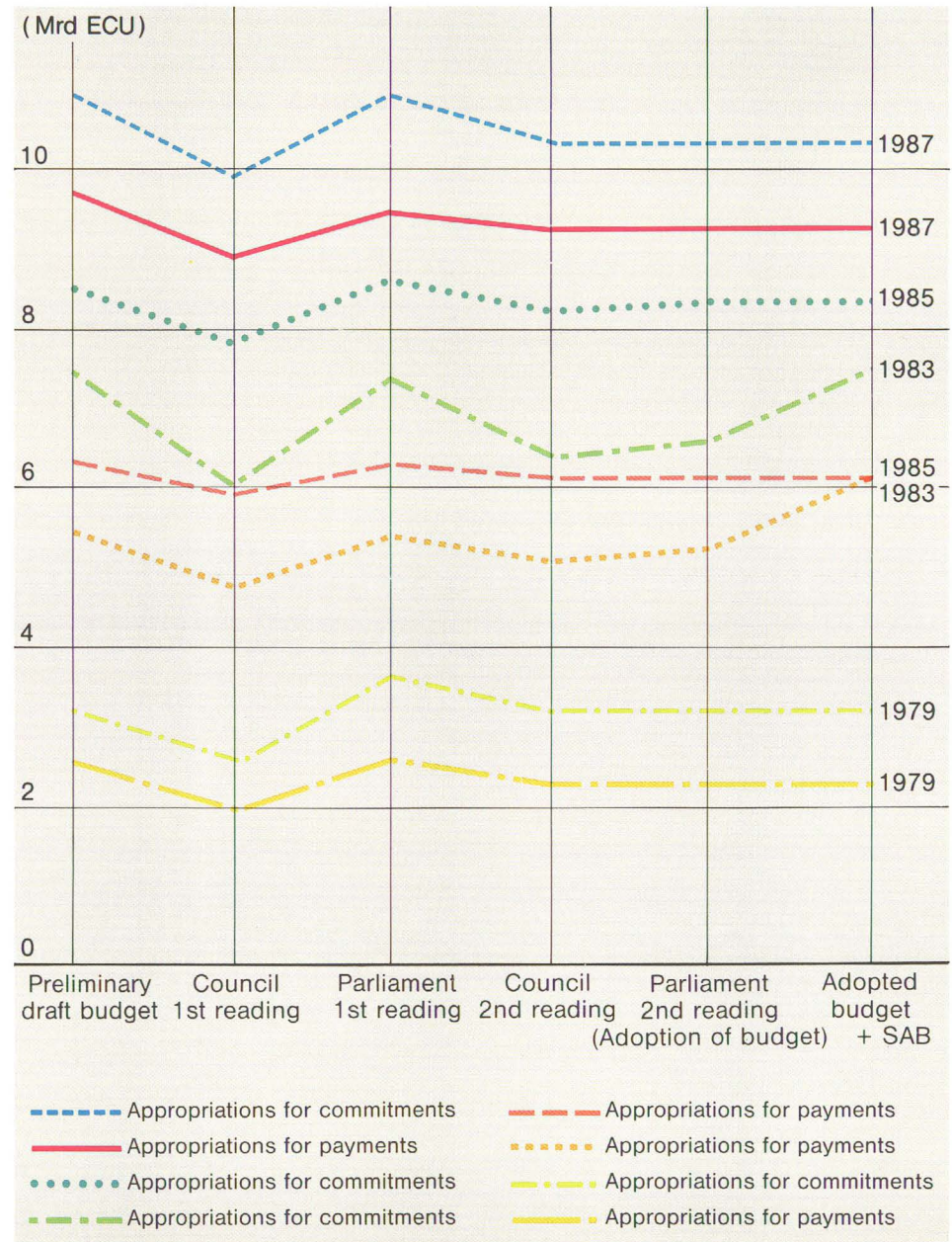
		Preliminary draft budget	Council First reading	Parliament First reading	Council Second reading	Parliament Second reading (Adoption of budget)	Definitive budget: Adopted budget + supplementary amending budget	Difference: Preliminary draft — Definitive budget	
								million ECU	%
1987	CE	27 136 460 719	27 057 552 007	29 069 013 158	27 074 020 950	27 077 601 563	27 115 532 478	- 21.0	- 0.08
	NCE	10 906 557 725	9 887 264 121	10 932 172 485	10 332 053 055	10 337 285 694	10 337 285 694	- 569.3	- 5.22
1986	CE	25 812 483 917	25 170 988 617	25 638 756 267	25 244 904 432	26 551 817 768		+ 739.3	+ 2.86
	NCE	10 546 575 788	8 781 295 681	10 556 869 796	9 403 150 616	9 500 396 296		- 1 046.2	- 9.92
1985	CE	22 964 429 876	22 125 403 298	23 376 974 198	22 321 441 959	22 321 447 976		- 643.0	- 2.80
	NCE	8 533 856 410	7 849 075 063	8 594 408 848	8 200 205 824	8 294 572 198		- 239.3	- 2.80
1984	CE	18 929 723 202	18 611 414 843	18 625 150 298	18 614 620 233	18 615 041 013	20 502 247 372	+ 1 572.5	+ 8.31
	NCE	9 690 291 294	7 983 445 450	10 447 882 048	8 450 312 650	8 762 247 350	8 762 247 350	- 928.1	- 9.58
1983	CE	16 461 447 036	16 411 392 329	16 362 642 329	16 413 289 982	16 413 561 757	19 043 895 606	+ 2 582.5	+ 15.69
	NCE	7 470 426 770	5 978 603 991	7 435 989 877	6 397 672 415	6 574 671 428	7 489 178 868	+ 18.8	+ 0.25
1982	CE	17 980 041 369	17 898 737 396	17 755 647 396	17 652 035 134	17 673 857 220		- 306.1	- 1.70
	NCE	6 025 651 240	4 922 982 820	6 035 240 210	5 354 406 720	5 586 275 920		- 439.4	- 7.29
1981	CE	16 519 505 867	16 446 547 719	16 006 020 673	16 398 063 623	16 398 346 516	15 111 434 967	- 1 408.1	- 8.52
	NCE	5 108 423 105	4 414 550 080	5 494 137 379	4 694 101 809	4 724 451 809	4 874 662 809	- 233.7	- 4.57
1980	CE	13 350 371 950	12 999 585 500	13 664 486 500	13 418 857 500	13 418 857 500	13 282 021 500	- 68.4	- 0.51
	NCE	4 564 878 481	3 399 050 741	4 322 753 166	3 889 007 761	3 900 037 761	4 209 873 761	- 355.0	- 7.78
1979	CE	11 743 246 600	11 418 798 600	12 642 359 880	11 434 798 600	11 434 798 600	12 254 451 600	+ 511.2	+ 4.35
	NCE	3 125 960 285	2 528 978 620	3 577 478 767	3 141 875 410	3 141 875 410	3 168 862 315	+ 42.9	+ 1.37

Preparation of the budget at the various stages of the budgetary procedure (1979-87)

Compulsory expenditure



Non-compulsory expenditure



Payment appropriations (ECU)

		Preliminary draft budget	Council First-reading	Parliament First-reading	Council Second-reading	Parliament Second-reading (Adoption of budget)	Definitive budget: Adopted budget + supplementary amending budget	Difference: Preliminary draft - Definitive budget	
								million ECU	%
1987	GE	27 047 480 719	27 048 872 007	29 040 833 158	27 065 340 950	27 068 921 563	26 924 352 478	- 123.2	- 0.46
	NCE	9 628 339 045	8 896 723 120	9 417 550 121	9 182 311 706	9 244 502 912	9 244 002 912	- 384.3	- 3.99
1986	GE	26 029 042 217	25 254 703 056	25 737 970 706	25 328 618 871	26 638 032 207		+ 609.0	+ 2.34
	NCE	9 021 614 788	6 536 391 681	8 322 686 296	7 357 396 616	8 536 092 796		+ 514.5	+ 6.41
1985	GE	22 974 979 876	22 068 095 098	23 321 840 298	22 300 133 759	22 300 139 776		- 674.9	- 2.94
	NCE	6 351 475 410	5 862 382 063	6 276 111 848	6 099 686 824	6 133 053 198		- 218.5	- 3.44
1984	GE	18 833 406 202	18 528 097 843	18 542 833 298	18 531 303 233	18 531 764 013	20 418 930 372	+ 1 585.5	+ 8.42
	NCE	6 695 182 664	6 320 528 977	6 853 762 048	6 697 646 177	6 829 697 350	6 829 697 350	+ 134.5	+ 2.01
1983	GE	16 400 712 036	16 318 657 329	16 269 907 329	16 320 554 982	16 320 826 757	18 938 960 606	+ 2 538.3	+ 15.48
	NCE	5 500 882 770	4 775 727 991	5 450 160 877	5 100 446 415	5 237 725 428	6 122 132 868	+ 621.2	+ 11.29
1982	GE	17 866 241 369	17 804 937 396	17 661 847 396	17 558 235 134	17 580 057 220		- 286.2	- 1.60
	NCE	4 593 297 240	3 953 613 820	4 559 512 210	4 200 325 720	4 404 384 320		- 188.9	- 4.11
1981	GE	16 371 792 821	16 287 869 014	15 856 757 627	16 239 384 918	16 239 667 811	14 922 756 262	- 1 149.0	- 8.85
	NCE	3 575 700 105	2 880 951 080	3 698 566 379	3 063 112 809	3 087 962 809	3 511 273 809	- 64.4	- 1.80
1980	GE	13 319 341 950	12 989 756 500	13 014 456 500	13 389 027 500	13 389 027 500	13 251 091 500	- 68.2	- 0.51
	NCE	2 967 462 481	2 335 032 741	2 622 854 166	2 292 039 761	2 294 069 761	2 931 405 761	- 36.1	- 1.22
1979	GE	11 471 170 600	11 193 588 600	11 437 946 600	11 206 388 600	11 206 388 600	12 129 041 600	+ 657.8	+ 5.73
	NCE	2 588 343 240	1 981 363 575	2 583 928 722	2 287 965 365	2 287 965 365	2 317 952 270	- 270.3	- 10.44

6. Growth rates in money terms for compulsory and non-compulsory expenditure (1979-87/88)

CA: commitment appropriations.

PA: payment appropriations.

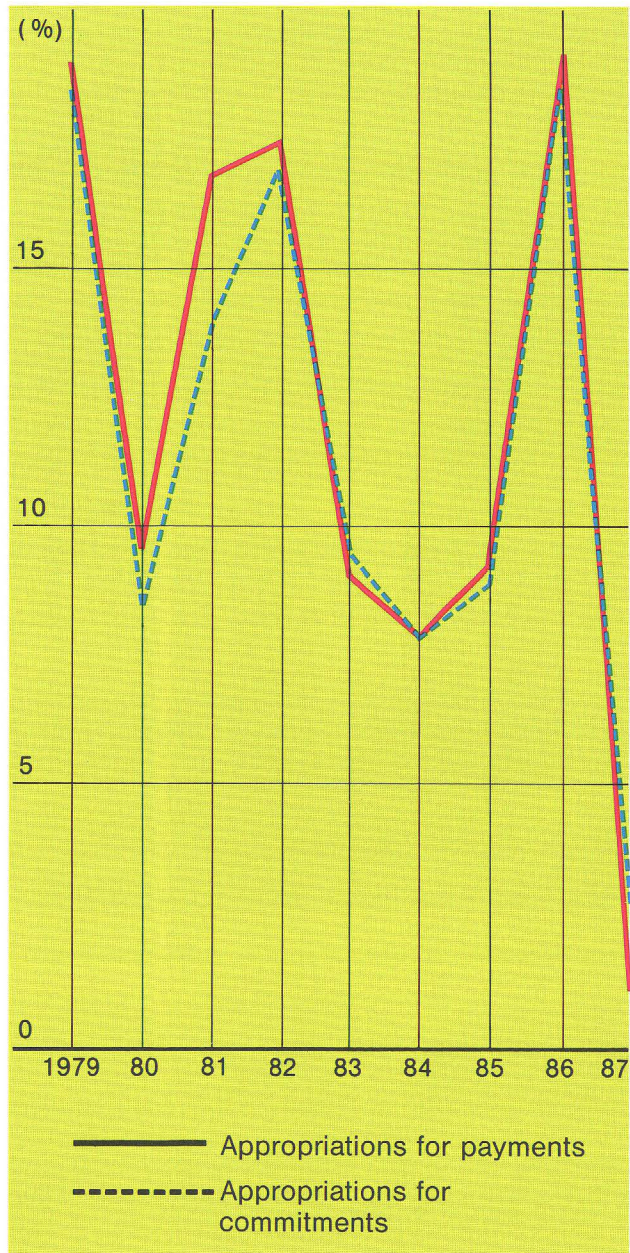
(%)

		1979	1980	1981	1982	1983	1984	1985	1986	1987	1988
Compulsory expenditure	CA	18.33	8.39	13.77	16.96	9.46	7.66	8.87	18.95	2.12	24.44
	PA	19.20	9.25	16.62	17.81	9.37	7.81	9.21	19.45	1.07	25.13
Non-compulsory expenditure	CA	35.02	32.85	15.79	14.60	27.77	17.00	- 5.34	14.54	8.90	12.22
	PA	5.97	26.47	19.78	25.44	31.16	11.56	- 10.20	39.18	8.30	9.58
Statistical maximum rate (1)		11.40	13.30	12.20	14.50	11.80	11.60	8.50	7.10	8.10	7.40
Deflator (2)		11.00	13.00	11.00	10.30	8.60	6.50	6.00	5.60	3.90	3.60

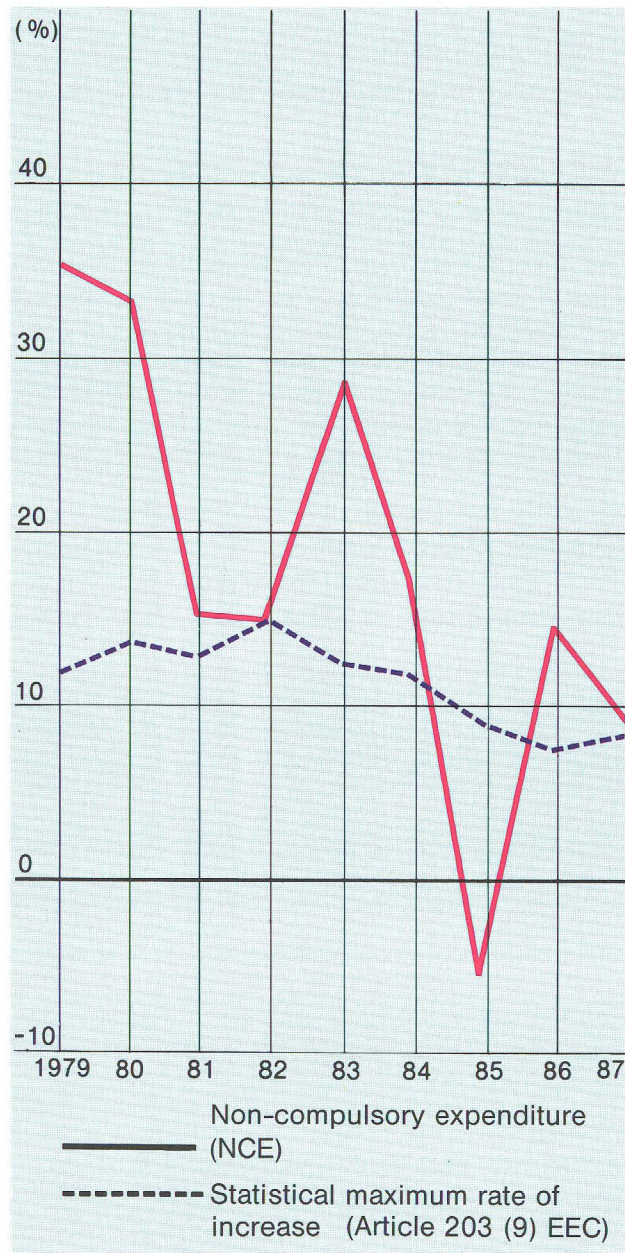
(1) Article 203(9) of the EEC Treaty.

(2) GDP (market prices) deflator.

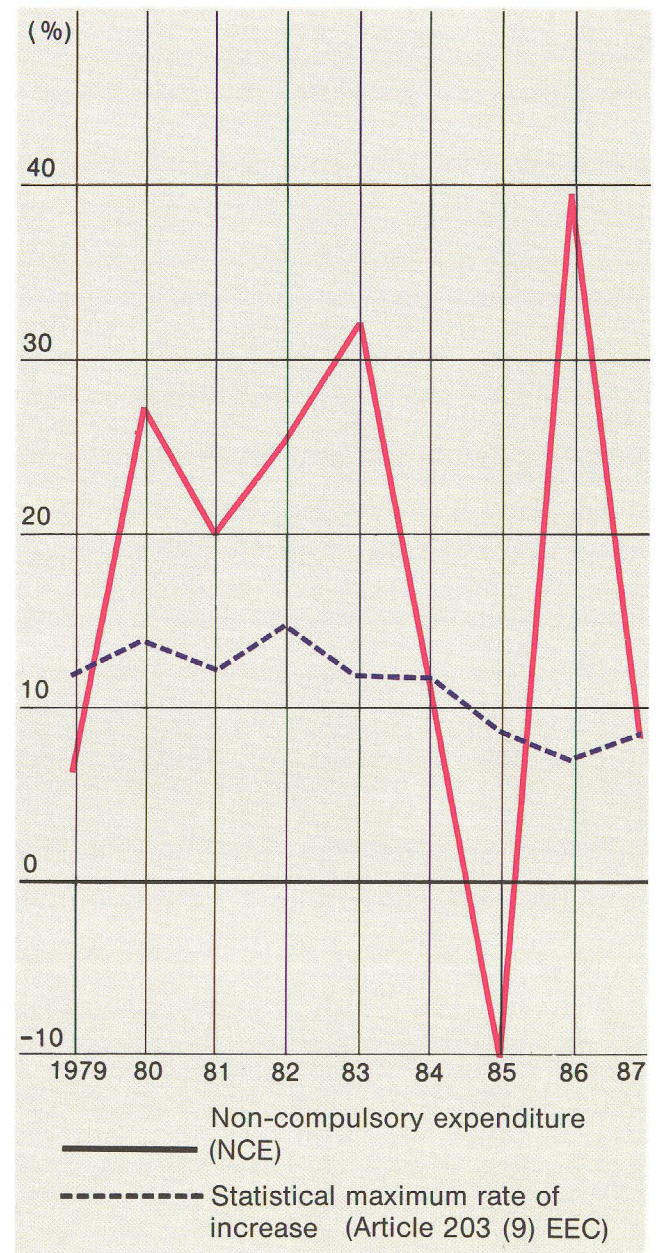
**Growth rates in money terms
for compulsory expenditure (CE)**



**Growth rates in money terms
for non-compulsory expenditure (NCE)
Appropriations for commitments**



**Growth rates in money terms
for non-compulsory expenditure (NCE)
Appropriations for payments**



7. Categories of Community expenditure in each Member State (average 1985-87)

(%)

	B	DK	D	GR	E ⁽¹⁾	F	IRL	I	L	NL	P ⁽¹⁾	UK
EAGGF Guarantee	44.6	86.9	82.7	69.4	19.5	81.8	70.4	69.6	0.6	90.0	13.9	57.1
EAGGF Guidance & Fisheries	1.0	2.3	2.4	3.8	0.6	3.1	5.4	3.3	0.7	0.8	3.0	2.9
Social Fund	2.9	4.2	2.6	5.8	11.2	5.3	14.2	9.2	0.3	1.7	24.4	13.6
Regional Fund and transport	1.1	1.4	1.6	15.7	15.0	4.1	7.4	10.5	0.3	0.7	32.9	14.2
Research, energy and industry	3.6	1.6	3.0	0.3	0.2	1.8	0.5	3.3	0.5	1.9	0.5	4.0
Administrative expenditure	42.2	0.9	1.1	0.2	0.3	0.6	0.5	0.4	95.7	0.6	0.4	0.7
Miscellaneous (including repayments to Member States)	4.6	2.7	6.6	4.8	53.2	3.3	1.6	3.7	1.9	4.3	24.9	7.5
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

⁽¹⁾ Average 1986-87.

II. Budget growth by major categories of expenditure

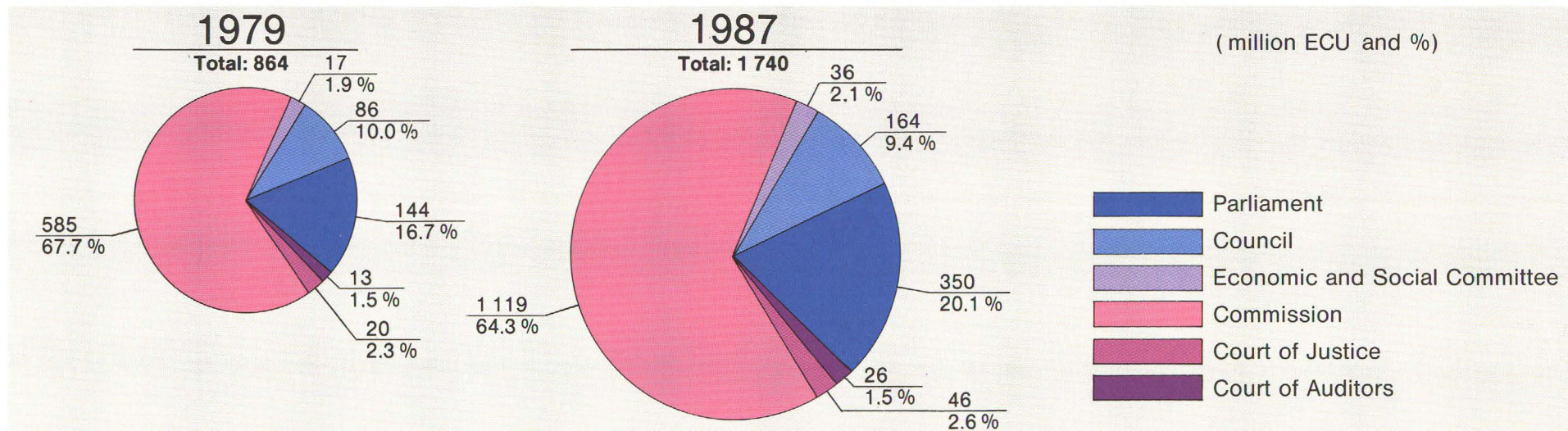
1. Administrative appropriations	33
2. Appropriations available by major categories and policies and utilization rates	34
3. The 'cost of the past'	42
4. Agricultural stocks (1983-87)	44

1. Administrative appropriations

(million ECU and %)

Institutions	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Parliament	349.5	20.1	306.1	19.1	237.8	17.8	239.1	19.3	228.0	19.6	209.2	19.0	199.4	19.3	177.4	18.9	144.2	16.7
Council	163.8	9.4	152.8	9.5	132.6	10.0	112.1	9.1	106.9	9.2	97.6	8.8	91.8	8.9	88.6	9.4	86.2	10.0
Economic and Social Committee	35.7	2.1	32.8	2.0	25.9	1.9	24.9	2.0	23.7	2.0	23.4	2.1	21.3	2.1	19.9	2.1	16.6	1.9
Commission (*)	1 119.3	64.3	1 047.9	65.4	884.6	66.4	811.0	65.6	756.8	65.2	728.8	66.1	682.7	65.9	618.1	65.8	584.6	67.7
Court of Justice	45.9	2.6	40.0	2.5	32.6	2.4	31.3	2.5	29.0	2.5	28.0	2.5	25.4	2.5	21.7	2.3	19.6	2.3
Court of Auditors	25.8	1.5	23.5	1.5	19.1	1.4	18.0	1.5	17.2	1.5	16.3	1.5	14.8	1.4	13.0	1.4	12.7	1.5
Total	1 740.0	100.0	1 603.2	100.0	1 332.6	100.0	1 236.6	100.0	1 161.6	100.0	1 103.3	100.0	1 035.4	100.0	938.8	100.0	863.9	100.0

(*) It should be borne in mind that the Commission budget includes certain items of expenditure for all the institutions.



2. Appropriations available by major categories and policies (million ECU) and utilization rates (%)

EAGGF Guarantee

	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Cereals, rice	4 236.7	100.0	3 485.0	100.0	2 394.0	98.6	1 698.0	100.0	2 538.1	99.8	1 983.9	94.5	1 956.0	98.2	1 748.3	98.8	1 608.3	99.9
Sugar	2 035.6	100.0	1 726.0	100.0	1 807.0	99.9	1 631.5	100.0	1 316.3	100.0	1 243.5	99.9	770.0	99.7	576.8	99.7	939.8	100.0
Olive oil	1 139.2	100.0	606.5	99.6	705.5	98.1	1 096.8	100.0	678.1	99.6	685.6	71.9	443.0	99.9	318.4	99.8	388.7	99.9
Oilseeds	2 687.4	100.0	2 028.5	100.0	1 113.0	99.8	655.6	100.0	946.6	99.9	731.0	98.6	585.0	99.6	369.6	100.0	217.8	100.0
Protein plants	587.3	100.0	460.0	100.0	374.0	99.6	215.6	100.0	142.4	99.8	84.0	98.6	66.1	84.1	60.6	99.9	61.9	100.0
Textile plants and silkworms	306.9	99.8	565.5	99.0	243.0	99.0	110.4	97.8	160.3	99.8	117.0	99.5	74.8	96.5	17.3	98.8	18.1	100.0
Fruit and vegetables	967.2	100.0	986.5	99.9	1 236.0	99.6	1 454.6	100.0	1 196.5	100.0	918.6	99.5	675.0	95.0	687.6	100.0	441.5	100.0
Wine products	800.3	100.0	632.5	99.7	925.0	99.6	1 222.6	100.0	659.3	100.0	572.0	99.8	550.0	83.5	299.6	100.0	61.3	100.0
Tobacco	803.6	100.0	785.0	99.6	865.0	99.7	777.3	99.9	671.6	100.0	633.0	98.4	364.5	99.3	309.9	99.8	225.5	100.0
Other sectors or products	52.0	85.6	56.5	99.8	56.0	97.5	55.0	93.6	55.7	99.8	57.0	93.7	47.9	97.4	38.3	99.8	40.2	100.0
Milk and milk products	5 013.7	100.0	5 409.5	99.9	5 981.0	99.2	5 446.7	99.9	4 414.2	99.6	3 510.2	94.8	3 516.0	95.1	4 909.9	96.8	4 521.4	100.0
Beef/veal	2 148.7	100.0	3 482.0	100.0	2 751.0	99.8	2 560.1	99.5	1 741.6	99.7	1 407.6	82.3	1 477.0	97.3	1 370.9	99.4	747.8	100.0
Sheepmeat and goatmeat	573.9	100.0	617.0	100.0	503.0	99.9	433.5	100.0	305.6	100.0	252.0	99.9	191.7	99.9	53.5	100.0	p.m.	—
Pigmeat	158.6	100.0	152.5	99.5	166.0	99.6	195.9	100.0	145.1	99.9	166.1	67.2	162.0	95.4	115.7	99.9	104.3	100.0
Eggs and poultrymeat	152.0	100.0	98.0	99.8	64.0	98.7	70.0	99.7	125.0	98.6	116.0	89.6	91.0	92.2	85.6	99.9	79.5	98.6
MCA's (*) accession	18.0	100.0	6.0	96.6	1.0	20.0	1.0	30.0	0.4	75.0	3.0	13.3	5.0	2.0	±	±	1.1	18.2
MCA's (*) trade	636.9	100.0	476.5	99.9	195.0	97.2	376.0	100.0	489.0	99.9	390.0	80.2	243.0	98.1	299.0	99.8	708.3	100.0
Other expenditure	642.7	99.8	561.5	99.9	479.5	99.7	357.4	99.9	236.4	99.5	415.5	99.9	320.0	37.9	221.3	100.0	252.2	100.0
Total	22 960.7	100.0	22 135.0	99.9	19 859.0	99.3	18 358.0	99.9	15 822.2	99.8	13 286.0	93.1	11 538.0	94.9	11 482.2	98.3	10 417.5	100.0

(*) Monetary compensatory amounts.

EAGGF Guidance

PA: Appropriations available for payments (million ECU).

CA: Appropriations available for commitments (million ECU).

%: Utilization rate.

Year		Guidance: improvement of structures	%	Guidance: socio-structural measures	%	Guidance: less-favoured areas	%	Guidance: market organizations	%	Other agricultural expenditure	%	Total	%
1987	PA	217.1	98.1	144.7	99.6	411.6	99.4	98.7	98.3	56.7	44.8	928.8	95.7
	CA	308.4	99.9	146.3	99.9	434.8	83.8	135.3	90.7	43.2	89.6	1 067.8	91.7
1986	PA	198.1	95.3	108.2	99.6	418.9	88.1	65.1	94.7	68.4	57.6	858.7	89.3
	CA	381.9	97.2	109.8	98.7	333.5	89.6	79.9	94.0	54.2	92.7	959.4	94.2
1985	PA	175.0	99.9	108.8	94.1	377.8	93.2	66.5	76.3	74.9	64.8	802.9	90.8
	CA	334.5	93.8	109.1	93.8	386.9	92.2	87.8	93.1	60.7	95.7	978.9	93.2
1984	PA	165.3	99.7	132.4	86.5	354.6	86.7	66.9	93.0	78.9	71.0	798.1	88.3
	CA	240.8	99.0	132.6	86.3	403.1	88.4	104.2	85.6	79.0	94.1	959.7	90.9
1983	PA	300.2	71.1	159.6	98.0	415.6	62.0	128.1	72.1	62.4	48.2	1 065.9	70.3
	CA	246.3	92.1	159.6	98.0	441.7	85.1	137.4	77.8	57.3	58.2	1 042.3	86.3
1982	PA	393.5	49.7	120.2	77.0	358.4	64.8	172.7	68.1	15.1	39.0	1 059.9	60.8
	CA	192.0	96.3	118.4	78.1	387.6	83.5	180.9	73.3	15.1	80.0	894.0	83.4
1981	PA	271.6	52.0	122.6	94.6	190.3	78.1	165.1	78.2	19.1	63.6	768.7	71.2
	CA	181.7	93.4	120.8	96.0	287.8	90.7	179.3	72.0	13.8	80.3	783.4	87.7
1980	PA	257.6	40.6	97.1	95.4	183.9	87.2	137.8	96.5	15.6	50.8	692.0	72.0
	CA	154.7	92.6	95.3	97.2	223.4	94.2	138.4	96.1	9.8	99.7	621.6	94.8
1979	PA	214.2	23.5	76.0	77.0	173.9	54.3	228.8	41.8	15.5	42.4	708.4	43.1
	CA	214.9	94.3	94.1	62.2	181.0	54.4	155.7	61.4	11.0	80.2	656.7	70.7

Regional policy

PA: Appropriations available for payments (million ECU).

CA: Appropriations available for commitments (million ECU).

%: Utilization rate.

Year		Regional Fund: operations	%	Regional Fund: specific measures	%	Other operations	%	Mediterranean programmes	%	Support programmes	%	Transport	%	Total	%
1987	PA	2 494.5	98.0	162.1	55.8	42.6	27.6	193.3	60.1	p.m.		28.8	84.2	2 921.2	92.0
	CA	3 536.4	99.9	131.6	98.0	32.0	60.5	363.2	53.5	p.m.		56.2	99.9	4 119.4	95.5
1986	PA	2 397.0	95.1	91.0	98.5	78.7	15.2	141.3	11.7	p.m.		61.9	40.3	2 769.9	87.4
	CA	3 201.3	99.5	180.0	78.9	34.9	57.8	363.3	10.7	p.m.		135.8	68.2	3 915.3	88.9
1985	PA	1 705.9	93.0	33.4	100.0	55.2	31.5	20.0	39.1	p.m.		116.0	65.6	1 930.5	89.4
	CA	2 466.9	99.1	180.9	20.9	69.1	83.2	140.0	4.9	p.m.		171.6	47.3	3 028.4	86.8
1984	PA	1 361.9	97.4	158.0	15.6	42.5	65.8	15.8	31.0	—		472.8	89.8	2 051.0	88.1
	CA	2 327.1	99.8	126.9	48.1	49.5	96.6	10.0	99.7	—		472.8	100.0	2 986.3	97.6
1983	PA	1 278.0	97.5	118.8	7.8	29.4	91.0	8.0	0.0	—		14.1	24.3	1 448.3	88.8
	CA	2 164.3	98.0	106.3	5.5	34.8	99.8	8.0	72.4	—		25.0	39.6	2 338.4	93.1
1982	PA	1 048.6	90.7	62.2	36.0	19.3	3.4	—	—	—		2.7	58.9	1 132.8	86.1
	CA	1 817.7	99.7	111.8	29.3	18.8	6.2	—	—	—		11.5	13.0	1 959.8	94.3
1981	PA	807.3	98.0	27.3	26.7	0.9	39.7	—	—	—		3.3	62.6	838.8	95.5
	CA	1 615.2	98.8	101.3	40.1	0.6	98.8	—	—	—		1.6	99.4	1 718.7	95.4
1980	PA	731.4	99.4	10.6	0.0	0.9	68.7	—	—	—		2.9	49.7	745.8	97.7
	CA	1 169.6	97.3	58.3	0.0	0.5	99.3	—	—	—		2.2	99.6	1 230.6	92.7
1979	PA	836.2		16.0		0.9		—		—		1.6		854.7	60.2
	CA	965.3	99.7	45.0	0.0	0.5	99.0	—		—		1.1	99.3	1 011.9	95.2

Social policy

PA: Appropriations available for payments (million ECU).

CA: Appropriations available for commitments (million ECU).

%: Utilization rate.

Year		Social Fund: general measures	%	Social Fund: specific measures	%	Education	%	Social protection	%	Environment	%	Information and culture	%	Aid to disaster victims	%	Total	%
1987	PA	2 669.4	99.8	84.4	61.7	84.4	48.0	44.6	70.9	46.4	54.9	6.9	38.6	44.1	77.0	2 980.2	95.6
	CA	3 464.0	98.9	101.8	96.3	73.8	76.5	35.0	97.0	38.3	94.3	6.4	99.5	38.7	97.6	3 758.0	98.3
1986	PA	2 573.9	85.5	51.6	61.9	33.4	47.3	41.8	42.1	33.2	20.8	4.6	18.4	38.6	79.1	2 777.1	82.9
	CA	2 971.9	81.8	124.8	74.6	26.9	98.1	35.7	95.9	30.9	78.9	3.6	37.7	36.8	97.6	3 230.5	81.9
1985	PA	1 477.0	94.0	28.5	87.9	23.8	69.8	30.9	58.8	26.8	40.7	3.3	66.7	39.3	76.3	1 629.6	91.5
	CA	2 459.9	86.0	76.4	95.3	17.7	99.9	24.6	94.9	26.7	73.4	2.6	100.0	36.8	86.4	2 644.7	86.3
1984	PA	1 762.4	90.4	25.5	49.9	22.2	67.6	301.4	96.2	25.0	38.9	2.7	73.5	55.2	93.7	2 194.4	90.0
	CA	1 939.6	93.4	85.0	50.1	16.8	98.8	297.0	99.3	21.2	58.5	2.1	100.0	34.1	97.4	2 395.8	92.4
1983	PA	747.5	58.6	721.3	62.8	17.5	64.9	21.4	62.2	21.9	52.3	2.1	74.3	69.1	56.0	1 600.8	60.4
	CA	1 052.9	96.8	896.3	95.8	14.6	98.0	16.8	86.5	13.2	81.3	1.9	100.0	48.8	78.8	2 044.5	95.7
1982	PA	477.8	94.2	611.1	74.6	14.7	76.8	18.6	50.5	14.0	38.7	1.6	82.4	41.1	32.6	1 178.9	80.3
	CA	746.5	95.4	831.3	96.0	10.1	99.8	14.2	66.7	13.3	94.8	0.8	99.7	30.2	98.7	1 646.4	95.5
1981	PA	336.5	99.5	488.6	84.1	15.4	64.7	24.4	70.5	16.2	66.6	0.6	100.0	61.4	95.7	943.1	89.4
	CA	500.0	89.6	608.4	90.1	10.8	98.1	12.1	96.5	17.7	84.3	0.5	99.6	21.4	88.0	1 170.9	89.9
1980	PA	389.1	87.2	544.7	72.7	14.3	66.1	19.3	62.6	15.2	50.4	0.8	73.0	67.1	15.4	1 050.6	73.8
	CA	487.1	99.7	534.8	99.0	9.8	99.7	11.5	93.1	11.3	76.7	0.7	91.8	45.3	99.6	1 100.5	99.0
1979	PA	347.3	66.1	482.2	75.9	11.7	58.8	15.5	68.9	15.2	46.6	0.4	66.8	5.3	58.5	877.6	71.1
	CA	400.6	94.4	423.1	93.7	8.9	97.9	19.4	89.7	14.8	55.1	0.4	83.0	5.3	58.5	872.5	93.1

Energy, industry, technology, research, nuclear safeguards, information market and innovation

PA: Appropriations available for payments (million ECU).

CA: Appropriations available for commitments (million ECU).

%; Utilization rate.

		1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Energy policy	PA	91.118	98.3	82.806	97.4	171.6	73.5	663.8	82.2	913.1	90.7	78.9	55.9	107.4	58.8	116.2	34.8	96.6	29.7
	CA	159.473	95.9	188.553	88.2	169.6	91.8	673.0	98.2	951.9	98.1	136.7	61.4	137.5	46.6	131.9	79.2	123.9	55.9
Nuclear safeguards	PA	6.191	55.6	5.301	54.5	5.0	55.3	4.1	58.5	3.3	63.6	2.6	57.7	2.2	63.6	2.0	65.0	1.6	56.3
	CA	4.267	95.1	3.950	95.6	3.5	82.4	58.5	100	2.3	100	2.0	100	1.7	94.1	1.5	86.7	1.5	73.3
Research and investment	PA	842.570	85.7	768.949	88.4	668.5	76.3	572.9	77.0	487.1	86.9	429.9	85.5	369.7	79.9	360.8	69.3	317.9	70.8
	CA	1 162.782	91.8	997.355	87.2	1 046.7	70.2	812.8	72.9	535.5	91.4	508.2	87.2	427.2	83.5	398.2	66.8	330.6	75.1
Information market/ innovation	PA	27.031	97.8	25.343	82.1	23.4	64.5	20.0	44.5	16.2	46.9	12.4	53.2	8.9	75.3	9.6	69.8	9.4	57.4
	CA	21.516	99.9	27.595	91.9	31.8	69.5	23.9	56.9	19.0	65.8	14.4	47.9	7.5	96.0	8.2	78.0	10.4	74.0
Modernization of industry in new Member States	PA	p.m.	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	CA	p.m.	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Industry and internal market	PA	107.098	57.7	94.579	53.9	85.7	58.1	87.3	50.3	76.7	53.5	39.4	35.3	16.1	41.6	15.5	64.5	31.9	54.9
	CA	100.307	90.2	80.024	77.7	69.8	84.2	74.6	59.5	92.3	92.0	62.6	28.4	15.6	55.1	19.7	89.3	55.2	31.3
Scientific and technological projects	PA	p.m.	—	p.m.	—	—	—	516.4	83.4	15.5	23.9	1.5	26.7	—	—	—	—	—	—
	CA	p.m.	—	p.m.	—	—	—	567.7	85.9	26.4	42.4	11.5	13.0	—	—	—	—	—	—
Financial engineering	PA	2.000	5.0	p.m.	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
	CA	2.000	5.0	p.m.	—	—	—	—	—	—	—	—	—	—	—	—	—	—	—
Total	PA	1 076.007	83.5	982.657	85.3	959.9	73.6	1 870.4	78.9	1 516.6	86.2	566.8	76.7	504.3	74.0	504.1	61.2	457.4	60.7
	CA	1 450.345	92.1	1 300.798	86.9	1 324.3	73.8	2 158.7	83.6	1 630.7	94.3	737.5	75.6	589.5	74.4	560.2	70.7	521.6	65.9

Cooperation with developing countries and non-member countries

PA: Appropriations available for payments (million ECU).

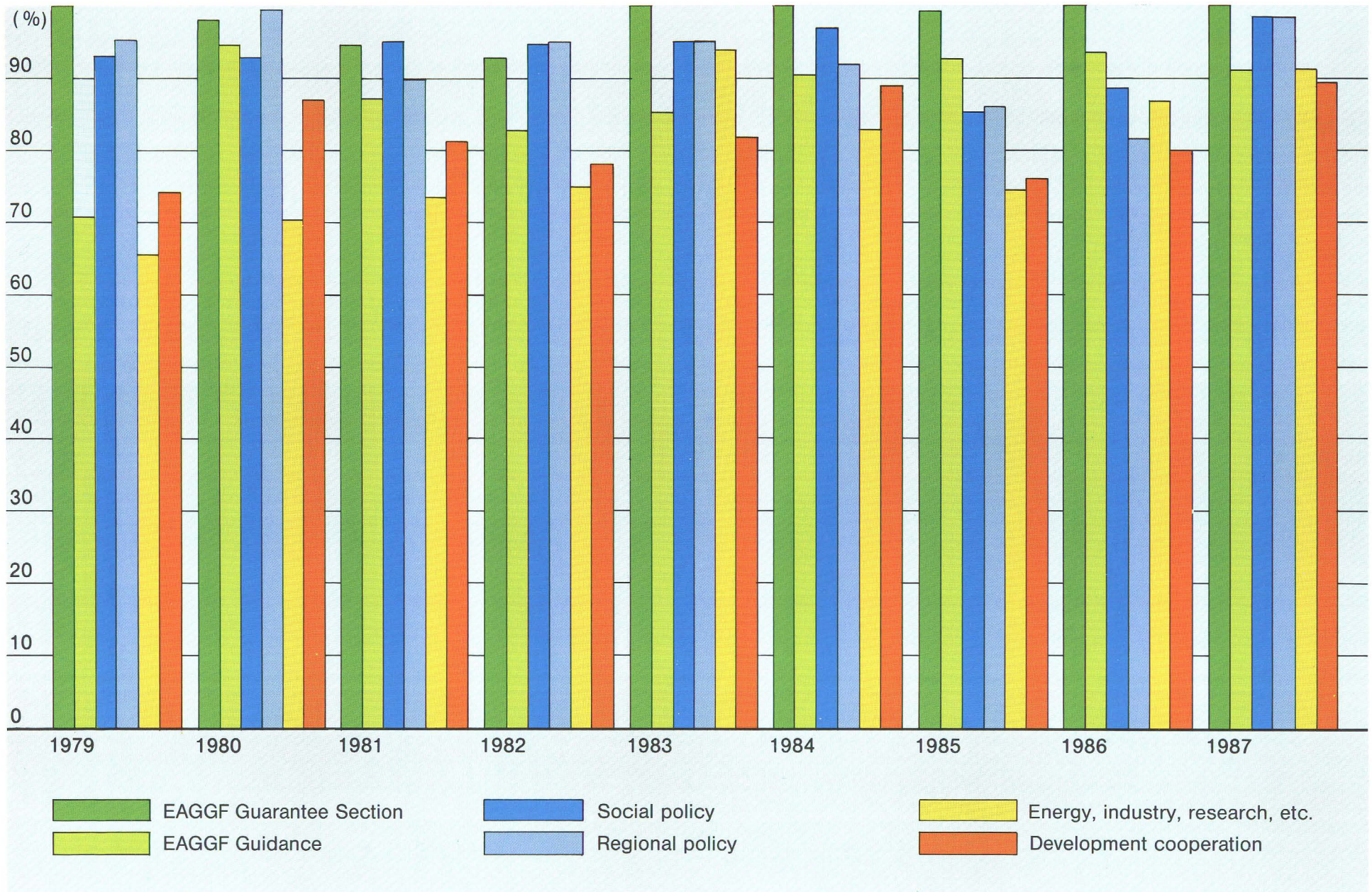
CA: Appropriations available for commitments (million ECU).

%: Utilization rate.

		1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Food aid and food projects in the food aid sector	PA	733.658	41.6	578.228	71.3	568.8	95.6	721.6	98.3	614.2	63.3	614.3	87.9	722.9	83.2	532.6	59.9	396.1	65.4
	CA	604.456	94.7	698.610	95.7	689.1	100	505.0	100	541.9	99.9	503.6	99.8	509.3	99.9	395.5	99.9	296.0	100
Cooperation with Latin American and Asian developing countries	PA	328.206	54.7	228.626	80.3	164.8	96.8	201.2	76.4	239.8	57.6	191.8	38.9	108.2	86.9	64.3	68.1	100.3	23.0
	CA	409.905	94.9	480.316	60.4	384.4	45.0	366.8	73.6	369.5	65.2	289.6	50.4	196.7	81.6	182.7	76.2	184.2	67.4
Specific measures for cooperation with developing countries	PA	73.887	94.0	45.081	83.3	53.2	65.0	56.1	49.7	42.6	53.3	30.3	65.3	15.7	93.0	12.9	92.2	15.3	91.5
	CA	87.296	99.6	55.750	97.6	44.2	99.5	46.6	83.9	38.0	77.4	29.9	94.6	16.2	98.8	15.8	19.4	17.2	95.9
Exceptional measures to assist developing and other non-member countries	PA	82.608	71.8	87.473	58.8	207.7	76.7	271.5	34.5	147.9	45.0	76.9	46.9	27.4	96.7	66.5	92.9	42.0	91.7
	CA	72.591	88.9	74.952	46.4	65.0	54.5	209.5	99.8	107.5	98.0	76.0	99.3	23.0	100	63.0	99.7	42.0	100
Cooperation with Mediterranean countries	PA	194.223	55.7	394.845	26.6	298.2	43.0	167.7	64.2	232.3	61.6	245.5	29.5	284.8	29.2	245.5	16.1	198.8	35.6
	CA	183.455	50.9	185.122	73.0	241.7	55.7	160.3	73.3	183.2	50.4	209.5	48.9	322.4	48.5	305.4	73.7	396.0	55.1
Cooperation in the field of commodities	PA	p.m.	—	—	—	—	—	—	—	p.m.	—	—	—	—	—	—	—	—	—
	CA	p.m.	—	—	—	—	—	—	—	p.m.	—	—	—	—	—	—	—	—	—
Operation of Commission delegations in developing countries	PA	63.641	100.0	61.000	99.8	58.2	99.8	56.0	100	49.0	100	42.2	100	—	—	—	—	—	—
	CA	63.641	100.0	61.000	99.8	58.2	99.8	56.0	100	49.0	100	42.2	100	—	—	—	—	—	—
Cooperation with non-member countries	PA	16.676	51.5	12.935	22.4	6.3	23.8	3.8	60.5	3.9	61.5	2.8	25.0	39.2	99.0	33.0	99.7	—	—
	CA	10.059	91.1	8.500	92.7	5.0	100	2.5	100	2.4	100	2.6	84.6	39.1	99.7	33.0	99.7	—	—
Total	PA	1 493.098	53.2	1 408.188	60.6	1 357.2	79.9	1 477.9	77.85	1 329.7	61.0	1 203.8	65.3	1 198.2	71.6	854.8	53.3	752.5	53.9
	CA	1 431.403	89.3	1 564.250	80.0	1 487.6	76.6	1 446.7	89.0	1 291.5	82.1	1 153.4	78.0	1 106.7	81.6	995.4	87.5	935.4	74.5

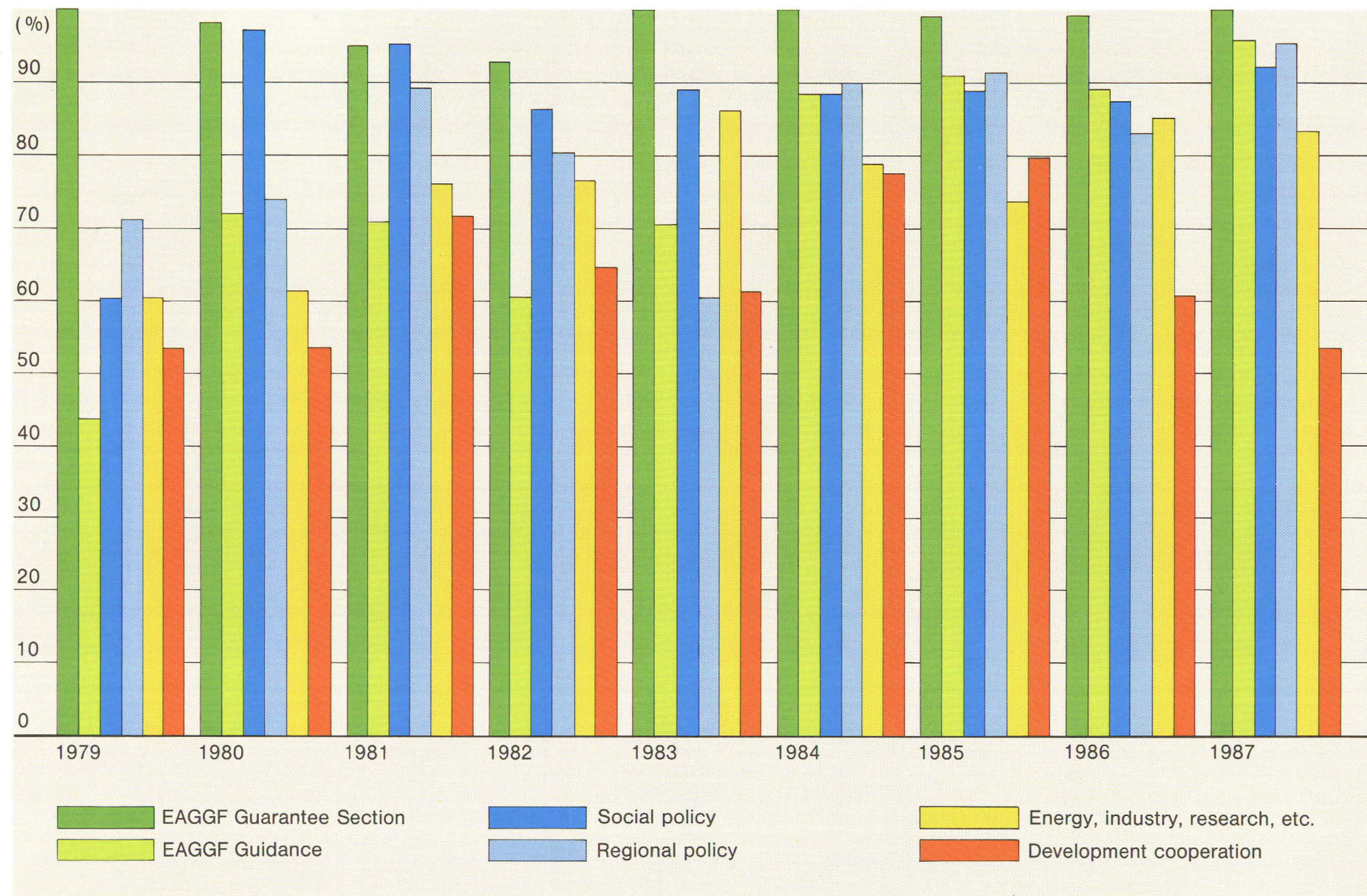
Appropriations available by major policy area and utilization rates

Appropriations for commitments



Appropriations available by major policy area and utilization rates

Appropriation for payments



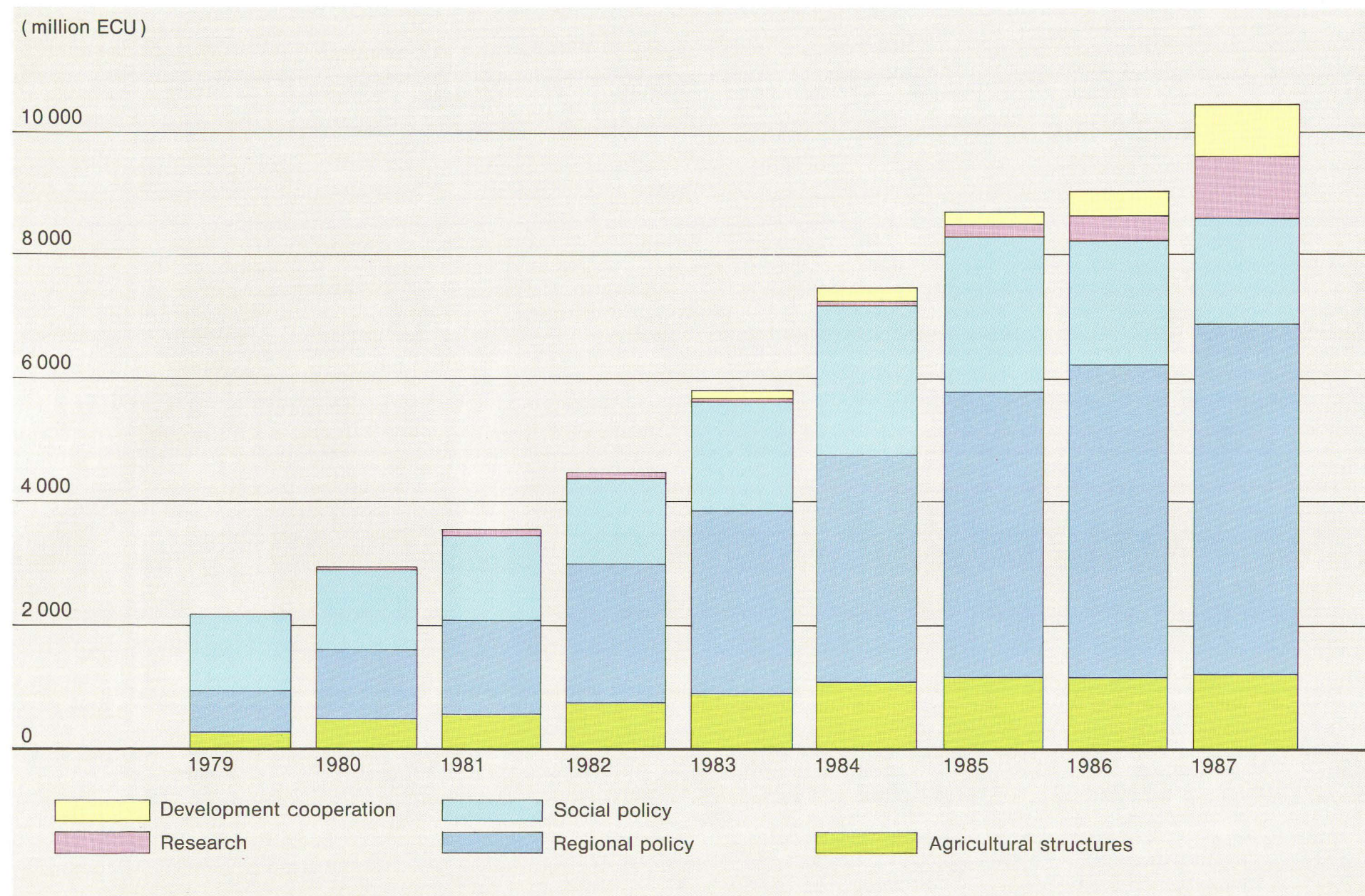
3. The 'cost of the past' (1)

(million ECU)

	1987	1986	1985	1984	1983	1982	1981	1980	1979
<i>Agricultural structures</i>	1 193.3	1 141.9	1 151.7	1 048.5	870.7	728.5	574.3	469.3	287.4
EAGGF Guidance	1 160.5	1 108.5	1 127.0	1 041.6	865.2	724.4	574.3	469.3	287.4
Specific measures	32.8	33.4	24.7	6.9	5.5	4.1	—	—	—
<i>Regional policy</i>	5 782.9	5 156.7	4 663.4	3 772.0	3 062.5	2 281.0	1 529.3	1 132.9	705.8
Regional Fund	5 589.1	5 015.1	4 619.9	3 758.0	3 062.5	2 281.0	1 529.3	1 132.9	705.8
Transport	117.0	70.6	17.2	7.6	—	—	—	—	—
Other measures	76.8	71.0	26.3	6.4	—	—	—	—	—
<i>Social policy</i>	1 717.1	2 005.2	2 527.0	2 499.3	1 792.0	1 398.6	1 399.9	1 341.4	1 221.1
Social Fund	1 650.5	1 836.3	2 519.5	2 493.8	1 785.7	1 395.7	1 399.9	1 341.4	1 221.1
Other measures	66.6	168.9	7.5	5.5	6.3	2.9	—	—	—
<i>Research</i>	972.4	398.8	168.5	66.0	26.4	14.4	5.6	8.2	0.9
<i>Development cooperation</i>	844.0	401.9	201.5	183.0	89.0	61.0	60.3	25.9	15.9
Total	10 509.7	9 104.5	8 712.1	7 568.8	5 840.6	4 483.5	3 569.4	2 977.7	2 231.1

(1) Commitments entered into before budget year in question, to be covered by new payment appropriations.

The 'cost of the past'



4. Agricultural stocks (1983-87)

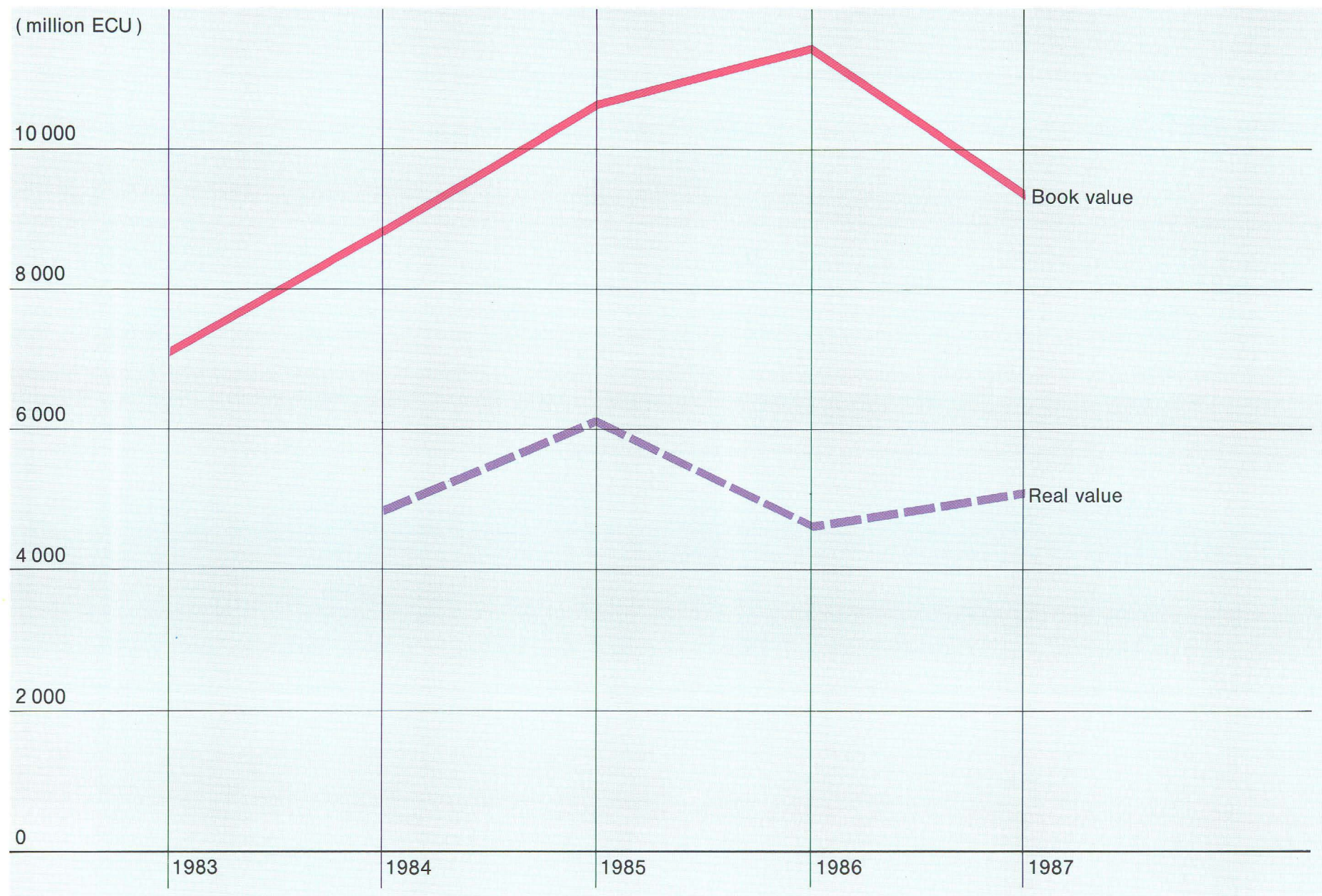
a: Quantity.

b: Book value.

c: Real value.

		1987	1986	1985	1984	1983
Cereals	a (tonnes)	10 513 142	14 716 861	18 647 693	9 394 187	9 541 553
	b (million ECU)	2 313.9	2 976.8	3 820.7	1 901.7	1 853.8
	c (million ECU)	645.0	1 774.5	3 026.8	1 696.7	nd
Olive oil	a (hectolitres)	312 807	283 140	75 413	167 280	120 745
	b (million ECU)	487.7	421.1	115.6	272.6	174.5
	c (million ECU)	487.7	421.1	115.6	272.6	
Alcohol	a (hectolitres)	1 687 959	666 421	501 365	—	—
	b (million ECU)	160.4	64.8	47.3	—	—
	c (million ECU)	10.1	1.5	7.2	—	—
Skimmed milk powder	a (tonnes)	593 590	846 836	513 774	773 377	957 201
	b (million ECU)	1 136.7	1 593.0	866.7	1 242.4	1 457.8
	c (million ECU)	899.3	881.5	490.2	528.4	nd
Butter	a (tonnes)	888 376	1 297 298	1 018 135	972 760	686 278
	b (million ECU)	2 941.7	4 254.1	3 415.7	3 536.8	2 474.6
	c (million ECU)	1 951.2	874.4	1 251.8	1 286.8	nd
Beef/veal	a (tonnes)	735 824	671 995	803 123	595 476	390 084
	b (million ECU)	2 280.9	1 995.6	2 270.2	1 731.9	1 042.5
	c (million ECU)	1 112.5	602.7	1 208.0	1 010.9	nd
Total	b (million ECU)	9 321.3	11 305.4	10 536.2	8 685.4	7 003.2
	c (million ECU)	5 105.8	4 555.7	6 099.6	4 795.4	nd

Agricultural stocks (1983-87)



III. Growth of revenue

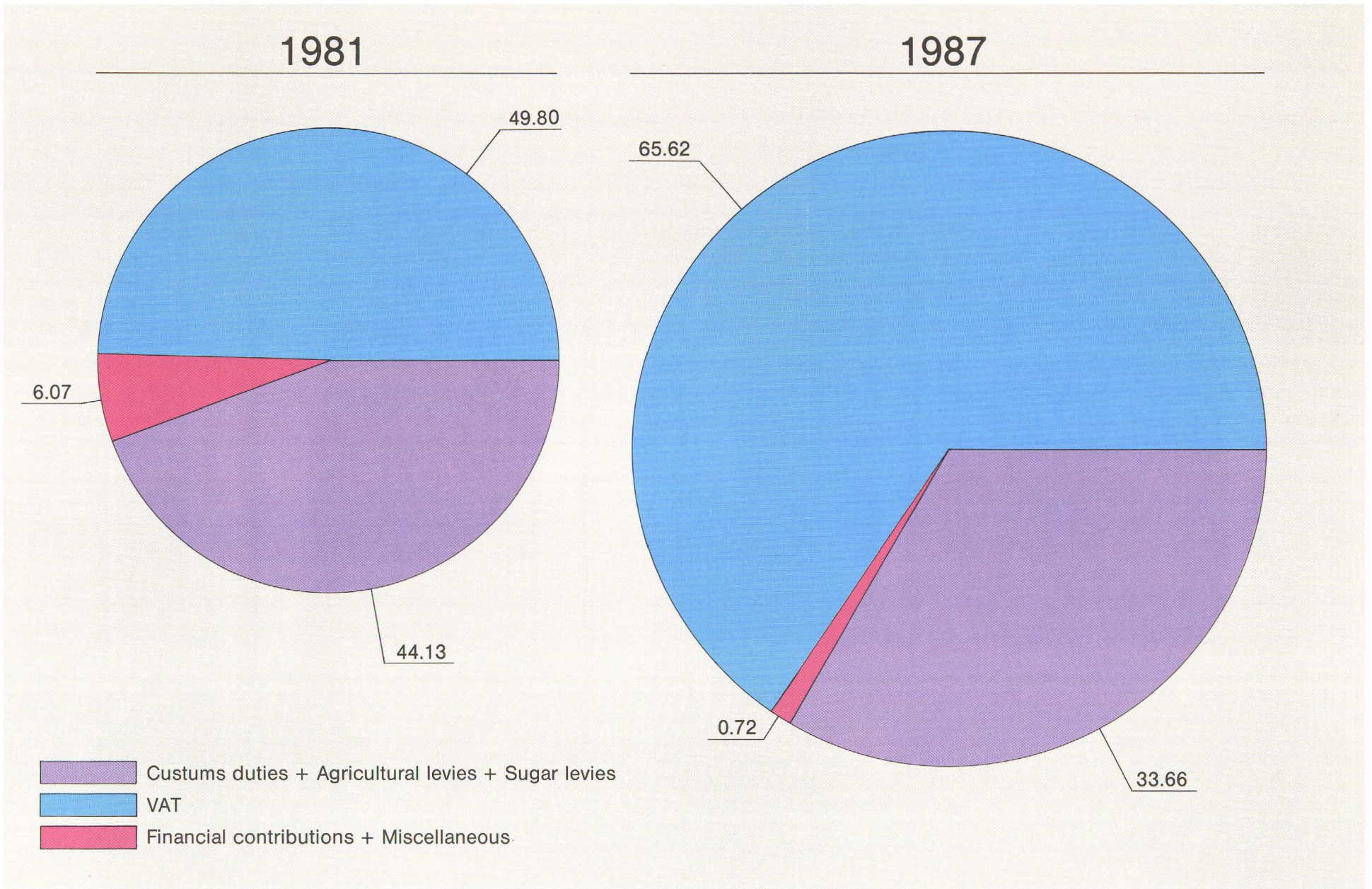
1. Structure of revenue	49
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(a) Member States' contributions to Community revenue	54
(b) Structure of revenue flows from Member States (average 1985-87)	58

1. Structure of revenue (1979-87)

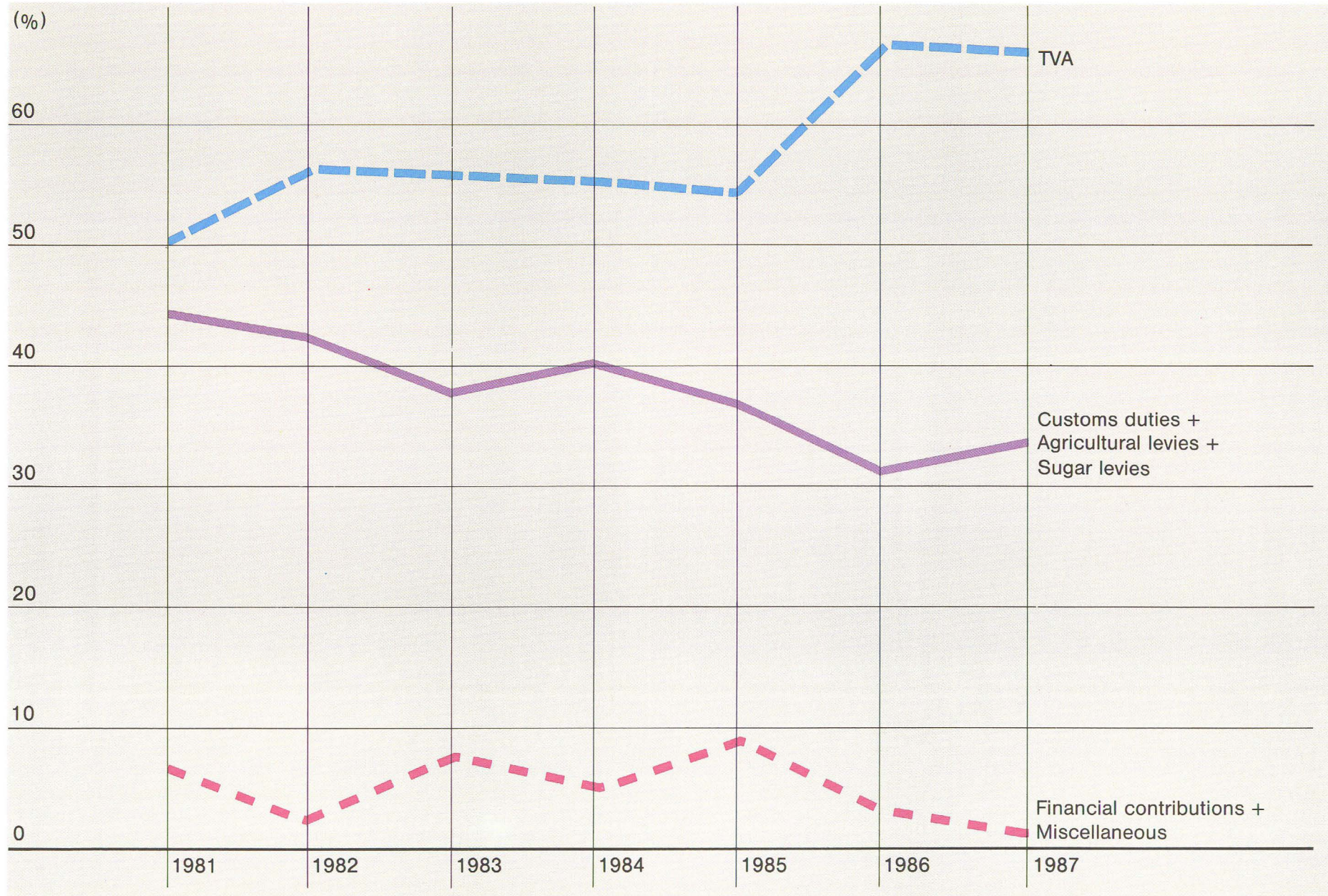
(% of total revenue)

Revenue \ Year	1987	1986	1985	1984	1983	1982	1981	1980	1979
Customs duties	24.97	24.28	29.59	30.56	28.22	31.81	34.65	37.13	35.54
Agricultural levies	4.55	3.49	3.99	4.84	5.44	7.10	6.86	9.65	11.50
Sugar levies	4.11	3.30	3.76	4.52	3.83	3.29	2.62	2.94	3.18
VAT	65.57	66.01	54.19	55.16	55.31	56.00	49.80	44.61	32.44
Financial contributions	0.59	0.62	0.93	0.85	0.88	0.92	0.90	0.10	15.84
Balance from previous year	—	—	—	—	—	—	—	—	—
VAT balances and adjustments to financial contributions	- 1.00	1.12	0.40	- 0.43	5.25	—	2.95	1.64	—
Miscellaneous	1.21	1.02	1.26	2.22	1.07	1.24	2.22	4.02	1.50
Intergovernmental advances	—	0.16	5.88	2.28	—	- 0.36	—	—	—
Total	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00	100.00

Structure of revenue (1981-87)
(% of total revenue)



Structure of revenue (1981-87)
(% of total revenue)



2. Revenue out-turn

F: Forecasts.

A: Actual revenue.

(ECU)

Year		1987	1986	1985	1984	1983	1982	1981	1980	1979
Revenue										
Customs duties	F	8 396 700 000	9 700 500 000	8 596 100 000	7 883 500 000	7 234 600 000	6 939 000 000	6 366 000 000	6 000 000 000	5 045 500 000
	A	8 936 471 836	8 172 950 059	8 310 105 814	7 960 804 763	6 988 646 860	6 815 316 508	6 392 349 737	5 905 743 550	5 189 107 872
Agricultural levies	F	1 763 900 000	1 584 900 000	1 081 550 000	1 946 650 000	1 475 400 000	1 899 100 000	1 310 150 000	1 520 000 000	1 706 000 000
	A	1 626 092 704	1 175 506 334	1 121 694 795	1 259 964 811	1 347 063 547	1 522 023 552	1 264 927 782	1 535 436 308	1 678 555 761
Sugar levies	F	1 438 600 000	1 113 800 000	1 025 000 000	1 225 280 000	958 549 000	786 000 000	463 500 000	504 500 000	459 800 000
	A	1 471 756 890	1 111 502 232	1 057 388 741	1 176 383 390	947 960 833	705 788 294	482 536 483	466 938 944	464 929 840
VAT	F	23 432 980 888	22 257 252 180	15 198 074 849	14 377 000 000	13 691 023 482	11 998 304 940	9 190 201 202	7 256 413 201	4 739 562 609
	A	23 463 452 168	22 223 410 025	15 218 928 706	14 372 127 394	13 699 040 695	12 000 451 832	9 187 799 158	7 093 527 451	4 737 711 780
VAT balances and adjustments to financial contributions	F	p.m.	p.m.	p.m.	- 207 298 607	- 190 888 557	p.m.	546 116 190	261 017 649	—
	A	- 359 285 352	377 271 818	111 806 539	- 111 759 808	- 186 877 777	- 76 336 994	544 950 535	261 017 649	—
Subtotal Own resources	F	35 032 180 888	34 656 452 180	25 900 724 849	25 225 131 393	23 168 683 925	21 622 404 940	17 875 967 392	15 541 930 850	11 950 862 609
	A	35 138 488 246	33 060 640 468	25 819 924 595	24 657 520 550	22 795 834 158	20 967 243 192	17 872 563 695	15 262 663 902	12 070 305 253
Accession financial contributions	F	211 572 764	210 982 494	263 472 911	224 156 962	216 950 486	197 523 640	151 332 852	—	2 299 719 331
	A	210 629 680	210 064 551	260 923 236	222 516 842	217 727 744	196 978 594	151 438 537	—	2 302 136 882
Miscellaneous revenue	F	924 601 738	306 690 329	287 380 930	795 920 742	1 675 459 063	164 512 960	406 729 827	640 566 411	196 411 930
	A	434 226 874	342 610 531	353 549 138	578 943 439	1 751 944 317	263 194 870	425 134 690	640 784 203	230 218 298
Repayable advances	P	—	—	—	1 003 418 618	—	—	—	—	—
	E	—	—	408 302 311	593 454 061	—	—	—	—	—
Non-repayable advances	F	—	—	1 981 614 284	—	—	—	—	—	—
	A	—	53 871 472	1 242 404 629	—	—	—	—	—	—
Subtotal Other revenue	F	1 136 174 502	517 672 823	2 532 468 125	2 023 496 329	1 892 409 549	362 036 600	558 062 679	640 566 411	2 496 131 261
	A	644 856 554	606 546 554	2 265 179 314	1 394 914 342	1 969 672 061	460 173 464	576 573 227	640 784 203	2 532 355 180
Total	F	36 168 355 390	35 174 125 003	28 433 192 974	27 248 627 722	25 061 093 474	21 984 441 540	18 434 030 071	16 182 497 261	14 446 993 870
	A	35 783 344 800	33 667 187 022	28 085 103 909	26 052 434 892	24 765 506 219	21 427 416 656	18 449 136 922	15 903 448 105	14 602 660 433
Balance	A-F	- 385 010 590	- 1 406 937 981	- 348 089 065	- 1 196 192 830	- 395 587 255	- 557 024 884	+ 15 106 841	- 279 049 156	+ 165 667 563

3. Financing of the budget by Member States**(a) Member States' contributions to Community revenue**

VAT, financial contributions and traditional own resources (Trad. OR)

(million ECU and %)

	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Belgium	1 702.7	4.8	1 442.8	4.3	1 292.6	5.0	1 238.3	5.0	1 215.9	5.3	1 148.3	5.4	990.5	5.5	950.6	6.2	966.5	6.6
comprising:																		
– Trad. OR	920.1	7.7	706.2	6.8	764.9	7.3	764.9	7.4	783.4	8.4	686.7	7.6	614.6	7.6	612.8	7.7	596.3	8.1
– VAT and balances	782.6	3.4	736.6	3.2	527.7	3.4	473.4	3.3	432.5	3.2	461.6	3.8	375.9	3.8	337.8	4.5	370.2	5.1
Denmark	844.7	2.4	788.0	2.4	620.4	2.4	532.9	2.1	479.9	2.1	402.2	1.9	354.4	2.0	346.3	2.2	337.3	2.3
comprising:																		
– Trad. OR	268.4	2.2	275.1	2.6	261.4	2.5	243.3	2.3	205.6	2.2	175.4	1.9	164.6	2.0	156.8	2.0	153.4	2.1
– VAT and balances	576.3	2.5	512.9	2.2	359.0	2.3	289.6	2.0	274.3	2.0	226.8	1.9	189.8	1.9	189.5	2.5	183.9	2.5
FR of Germany (*)	9 384.6	26.5	8 756.1	26.3	7 495.3	28.8	7 052.4	28.4	6 472.1	28.1	5 698.5	26.9	5 057.1	28.0	4 610.2	29.9	4 591.2	31.6
comprising:																		
– Trad. OR	3 167.1	26.3	2 839.8	27.3	2 842.8	27.1	2 818.4	27.1	2 433.3	26.2	2 358.5	26.1	2 250.6	27.6	2 153.5	27.2	1 996.6	27.2
– VAT, financial contributions, balances, adjustments	6 217.5	26.7	5 916.3	25.9	4 652.5	29.9	4 234.0	29.2	4 038.8	29.4	3 340.0	27.6	2 806.5	28.5	2 456.7	32.7	2 594.6	36.0
Greece	340.4	1.0	631.7	1.9	387.9	1.5	353.6	1.4	377.7	1.6	381.5	1.8	254.5	1.4				
comprising:																		
– Trad. OR	123.9	1.0	124.8	1.2	125.9	1.2	135.5	1.3	162.0	1.7	185.2	2.0	103.1	1.3				
– VAT, financial contributions	216.5	0.9	506.9	2.2	262.0	1.7	218.1	1.5	215.7	1.6	196.3	1.6	151.4	1.5				
Spain	2 708.7	4.8	2 320.6	7.0														
comprising:																		
– Trad. OR	513.6	4.3	216.5	2.1														
– VAT	1 195.1	5.1	2 104.1	9.2														
France	7 330.0	20.7	6 859.8	20.6	5 319.2	20.4	4 802.3	19.3	4 506.5	19.6	4 225.9	20.0	3 491.0	19.4	2 992.1	19.4	2 886.4	19.8
comprising:																		
– Trad. OR	1 773.5	14.7	1 612.0	15.5	1 596.8	15.2	1 600.5	15.4	1 424.4	15.3	1 353.1	15.0	1 234.9	15.2	1 149.7	14.5	1 003.0	13.7
– VAT and balances	5 556.5	23.8	5 247.8	23.0	3 722.4	23.0	3 201.8	22.1	3 082.1	22.4	2 872.8	23.7	2 256.1	22.8	1 842.4	24.5	1 883.4	26.1

(*) The VAT own resources system entered into force in 1978. However, FR of Germany, Ireland and Luxembourg continued to pay financial contributions until 1980.

(cont'd)

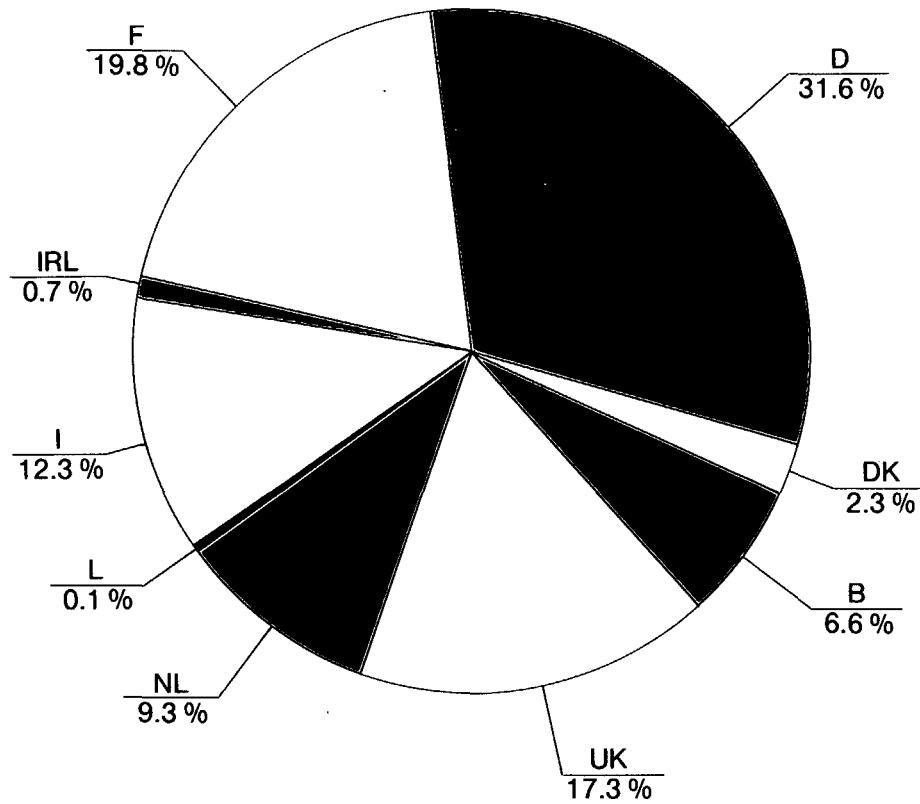
(million ECU and %)

	1987	%	1986	%	1985	%	1984	%	1983	%	1982	%	1981	%	1980	%	1979	%
Ireland (1)	337.5	1.0	342.9	1.0	296.4	1.1	286.3	1.2	269.6	1.2	208.4	1.0	159.0	0.9	139.3	0.9	104.7	0.7
comprising:																		
- Trad. OR	129.8	1.1	129.8	1.2	158.1	1.5	150.4	1.4	119.0	1.3	100.8	1.1	90.8	1.1	75.6	1.0	65.3	0.9
- VAT, financial contributions, balances, adjustments	207.7	0.9	213.1	0.9	138.3	0.9	135.9	0.9	150.6	1.1	107.6	0.9	68.2	0.7	63.7	0.8	39.4	0.5
Italy	5 191.6	14.7	4 714.4	14.2	3 629.5	13.9	3 443.4	13.8	2 998.6	13.0	2 487.1	11.8	2 526.0	14.0	1 929.3	12.5	1 793.2	12.3
comprising:																		
- Trad. OR	1 453.6	12.1	1 195.8	11.5	1 210.3	11.5	1 123.5	10.8	1 075.3	11.6	1 029.4	11.4	943.1	11.6	1 070.6	13.5	953.7	13.0
- VAT and balances	3 738.0	16.0	3 518.6	15.4	2 419.2	15.5	2 319.9	16.0	1 923.3	14.0	1 457.7	12.0	1 582.9	16.0	858.7	11.4	839.5	11.6
Luxembourg (1)	73.5	0.2	65.9	0.2	50.7	0.2	51.3	0.2	43.9	0.2	30.1	0.1	27.2	0.2	19.6	0.1	19.4	0.1
comprising:																		
- Trad. OR	7.5	0.1	6.7	0.1	6.1	0.1	6.0	0.1	4.7	0.1	4.4	0.1	4.6	0.1	4.4	0.1	3.9	0.1
- VAT, financial contributions, balances, adjustments	66.0	0.3	59.2	0.3	44.6	0.3	45.3	0.3	39.2	0.3	25.7	0.2	22.6	0.2	15.2	0.2	15.5	0.2
The Netherlands	2 366.1	6.7	2 225.9	6.7	1 889.3	7.2	1 687.7	6.8	1 564.9	6.8	1 466.4	6.9	1 287.1	7.1	1 272.6	8.2	1 344.1	9.3
comprising:																		
- Trad. OR	1 040.1	8.6	995.9	9.6	1 017.2	9.7	949.5	9.1	851.3	9.2	816.6	9.0	787.3	9.7	811.0	10.3	836.6	11.4
- VAT and balances	1 326.0	5.7	1 230.0	5.4	872.1	5.6	738.2	5.1	713.6	5.2	649.8	5.4	499.8	5.1	461.6	6.2	507.5	7.0
Portugal	341.8	1.0	278.7	0.8														
comprising:																		
- Trad. OR	135.6	1.1	68.6	0.7														
- Financial contributions	206.2	0.9	210.1	0.9														
United Kingdom	5 727.5	16.2	4 821.5	14.6	5 090.3	19.5	5 429.4	21.8	5 084.4	22.1	5 115.5	24.2	3 877.2	21.5	3 167.8	20.6	2 513.6	17.3
comprising:																		
- Trad. OR	2 501.1	20.8	2 220.4	21.4	2 505.4	23.9	2 605.0	25.1	2 224.7	24.0	2 332.8	25.7	1 946.4	23.8	1 873.8	23.7	1 723.9	23.6
- VAT and balances	3 226.4	13.8	2 601.1	11.4	2 584.9	16.6	2 824.4	19.6	2 859.7	20.8	2 782.7	23.0	1 930.8	19.5	1 294.0	17.2	789.7	10.9

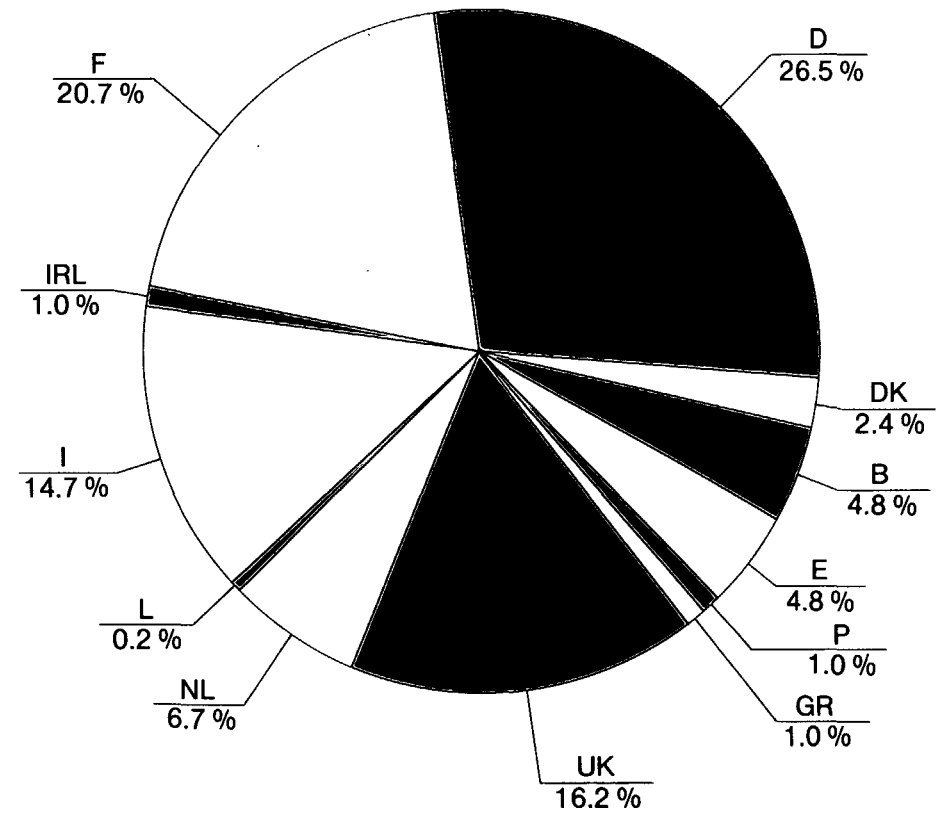
(1) The VAT own resources system entered into force in 1978. However, FR of Germany, Ireland and Luxembourg continued to pay financial contributions until 1980.

Financing of the budget by Member States
Member States' contributions to Community revenue
(Total budget revenue)

1979



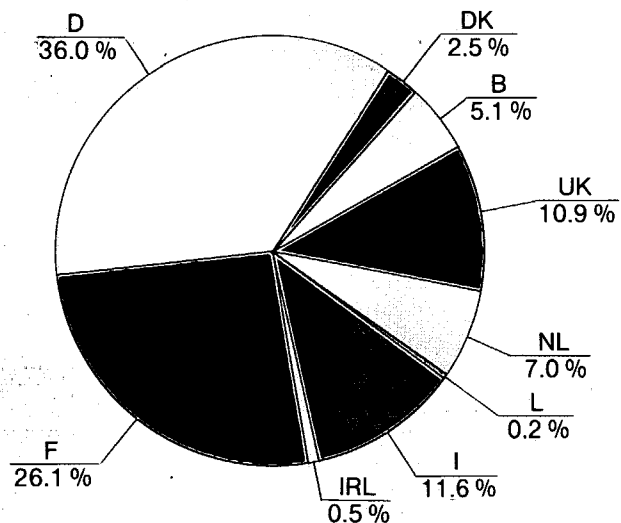
1987



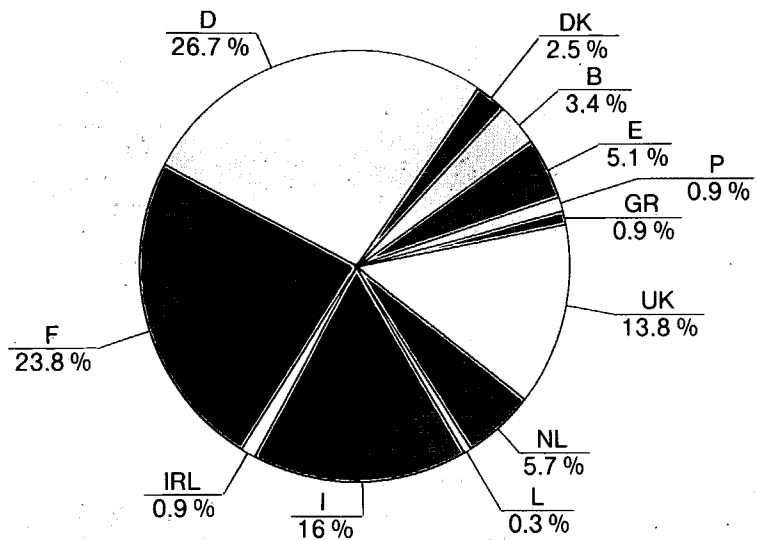
Financing of the budget by Member States

Member States' contributions to Community revenue
(VAT + financial contributions and miscellaneous revenue)

1979

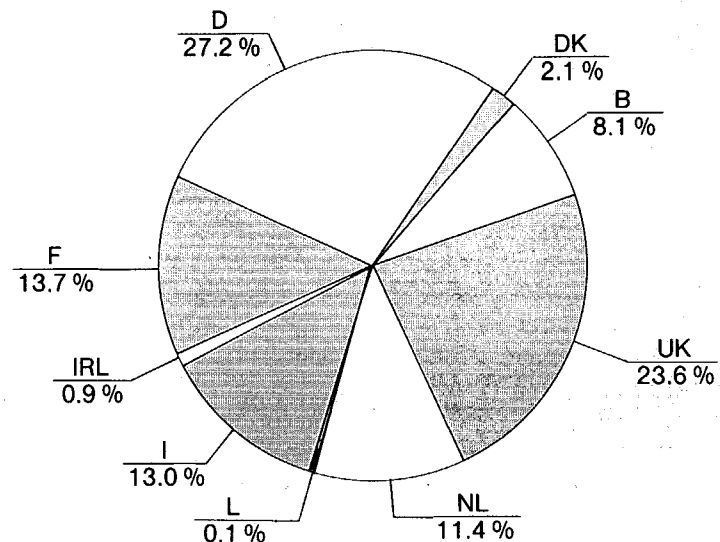


1987

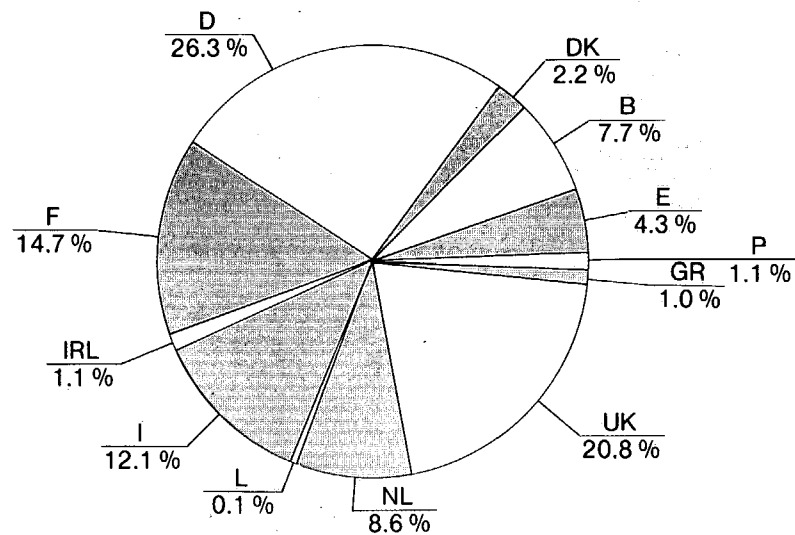


Member States' contributions to Community revenue
(Traditional own resources)

1979



1987



(b) Structure of revenue flows from Member States (average 1985-87)

	B	DK	D	GR	E (*)	F	IRL	I	L	NL	P (*)	UK
Customs duties	33.6	27.1	28.6	19.6	14.3	17.6	36.5	17.8	10.2	36.4	23.2	37.7
Agricultural levies and sugar levies	19.6	8.1	5.4	7.3	3.7	7.4	5.6	10.1	0.3	10.1	9.7	7.4
VAT	41.0	57.2	60.2	64.1	74.0	65.8	50.7	63.2	78.6	47.2	60.5(*)	80.7
Contribution to correction of budgetary imbalances in favour of the UK	4.4	5.9	3.7	6.8	8.0	7.0	5.5	6.8	8.3	4.8	6.6	- 28.4
Advances granted by Member States(†)	1.4	1.7	2.1	2.2	—	2.2	1.7	2.1	2.6	1.5	—	2.6
Total	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0	100.0

(*) Average 1986-87.

(†) Advances corresponding to 1985.

(‡) Financial contribution.

PART B

The Community budget today

I. The 1988 budget

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The 1988 budget

1. The 1988 budget by major categories of expenditure
Appropriations for commitments

(ECU)

Title	Preliminary draft budget	Council First reading	Parliament First reading	Council Second reading	Parliament Second reading (Adoption of budget)	Difference: Preliminary draft — Definitive budget		Supplementary/ [*] Amending budget 1/88 (1)	New amounts	
						mill. ECU	%			
Administration										
1	Expenditure concerning personnel	908 188 800	843 580 000	884 373 853	880 362 000	884 473 853	- 23.7	- 2.61	—	884 473 853
2	Buildings, equipment and miscellaneous expenditure	246 013 000	218 030 000	241 372 300	239 451 000	241 372 300	- 4.6	- 1.89	—	241 372 300
3	Expenditure resulting from special functions	153 256 701	150 774 942	142 474 942	151 274 942	152 474 942	- 0.78	- 0.51	—	152 474 300
10	Other expenditure	p.m.	p.m.	p.m.	p.m.	p.m.	—	—	—	p.m.
	Administration — Total	1 307 457 701	1 212 384 942	1 278 321 095	1 271 087 942	1 278 321 095	- 29.1	- 2.23		1 278 321 095
Operations										
1/2	Agricultural market guarantee	27 250 000 000	27 500 000 000	27 500 000 000	27 500 000 000	27 500 000 000	+ 250.0	+ 0.92	—	27 500 000 000
3	Guidance (agricultural structures)	1 214 030 000	1 198 440 000	1 217 730 089	1 198 440 000	1 217 730 000	+ 3.7	+ 0.30	—	1 217 730 000
4	Fisheries	305 390 000	279 390 000	339 890 000	339 890 000	339 890 000	+ 34.5	+ 11.30	—	339 890 000
5	Regional development and transport	3 957 380 000	3 938 890 000	4 022 680 000	4 014 190 000	4 022 680 000	+ 65.3	+ 1.65	—	4 022 680 000
6	Operations in the social sector	3 087 929 200	3 032 752 900	3 109 027 100	3 067 529 900	3 109 027 100	+ 21.1	+ 0.68	—	3 109 027 100
7	Energy, technology, research, nuclear safeguards, information market and innovation	1 318 140 000	1 190 462 000	1 306 180 000	1 262 060 000	1 306 180 000	- 12.0	- 0.91	—	1 306 180 000
8	Repayments and aid to Member States	3 718 447 911	3 715 695 544	3 691 855 380	3 726 273 209	3 688 388 959	- 30.1	- 0.81	+ 41 551 194	3 729 940 053
9	Cooperation with developing countries	1 034 075 000	908 220 000	1 045 145 010	1 001 720 000	1 095 145 000	+ 61.1	+ 5.91	—	1 095 145 000
10	Other expenditure	1 005 000 000	1 000 000 000	1 049 429 921	1 000 000 000	1 049 429 921	+ 44.4	+ 4.42	—	1 049 429 921
	Operations — Total	42 890 392 111	42 763 850 544	43 281 937 401	43 110 103 109	43 328 470 980	+ 438.1	+ 1.02	+ 41 551 194	43 370 022 174
	Commission — Total	44 197 849 812	43 976 235 486	44 560 258 496	44 381 191 051	44 606 792 075	+ 408.9	+ 0.93	+ 41 551 194	44 648 343 269
	Other institutions	666 679 683	694 486 855	695 808 255	694 486 855	695 808 255	+ 29.1	+ 4.37	—	695 808 255
	Grand total	44 864 529 495	44 670 722 341	45 256 066 751	45 075 677 906	45 302 600 330	+ 438.1	+ 0.98	+ 41 551 194	45 344 151 524

(1) Supplementary and amending budget No 1/88 was presented in order to bring the revenue side of the 1988 budget into line with the Council decisions of 14 June 1988 on the new own resources system. The refunds to Spain and Portugal were adjusted accordingly.

Appropriations for payments

(ECU)

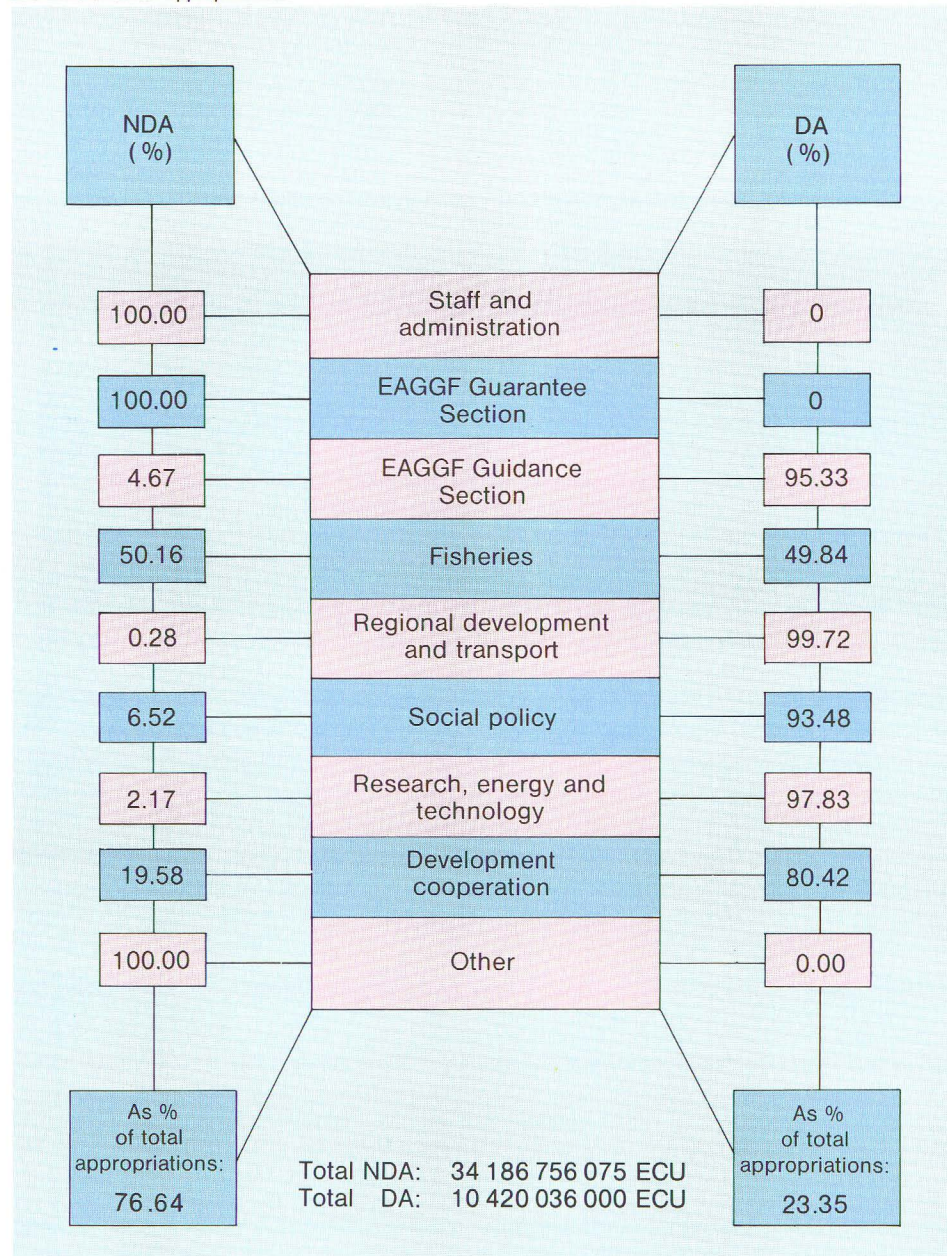
Title	Preliminary draft budget	Council First reading	Parliament First reading	Council Second reading	Parliament Second reading (Adoption of budget)	Difference: Preliminary draft — Definitive budget		Supplementary/ Amending budget 1/88 (!)	New amounts	
						mill. ECU	%			
Administration										
1	Expenditure concerning personnel	908 188 000	843 580 000	884 373 853	880 362 000	884 473 853	- 23.7	- 2.61	—	884 473 853
2	Buildings, equipment and miscellaneous expenditure	246 013 000	218 030 000	241 372 300	239 451 000	241 372 300	- 4.6	- 1.89	—	241 372 300
3	Expenditure resulting from special functions	153 256 701	150 774 842	142 474 942	151 274 942	152 474 942	- 0.78	- 0.51	—	152 474 942
10	Other expenditure	p.m.	p.m.	p.m.	p.m.	p.m.	—	—	—	p.m.
	Administration — Total	1 307 457 701	1 212 384 942	1 278 321 095	1 271 087 942	1 278 321 095	- 29.1	- 2.23	—	1 278 321 095
Operations										
1/2	Agricultural market guarantee	27 250 000 000	27 500 000 000	27 500 000 000	27 500 000 000	27 500 000 000	+ 250.0	+ 0.92	—	27 500 000 000
3	Guidance (agricultural structures)	1 215 270 000	1 213 180 000	1 218 970 000	1 213 180 000	1 218 970 000	+ 3.7	+ 0.30	—	1 218 970 000
4	Fisheries	247 870 000	239 770 000	281 870 000	281 870 000	281 870 000	+ 34.0	+ 13.72	—	281 870 000
5	Regional development and transport	3 201 110 000	3 184 520 000	3 211 410 000	3 202 920 010	3 211 410 000	+ 10.3	+ 0.32	—	3 211 410 000
6	Operations in the social sector	2 819 739 200	2 766 812 900	2 841 187 100	2 801 289 900	2 841 187 100	+ 21.4	+ 0.76	—	2 841 187 100
7	Energy, technology, research, nuclear safeguards, information market and innovation	1 146 650 000	1 054 505 000	1 120 615 000	1 114 995 000	1 120 615 000	- 26.0	- 2.27	—	1 120 615 000
8	Repayments and aid to Member States	3 718 447 911	3 715 695 644	3 691 855 380	3 726 273 209	3 688 388 959	- 30.1	- 0.81	+ 41 551 194	3 729 940 153
9	Cooperation with developing countries	860 875 000	803 420 000	882 845 000	827 420 000	892 845 000	+ 32.0	+ 3.71	—	892 845 000
10	Other expenditure	1 005 000 000	1 000 000 000	1 049 429 921	1 000 000 000	1 049 429 921	+ 44.4	+ 4.42	—	1 049 429 921
	Operations — Total	41 464 962 111	41 477 903 544	41 798 182 401	41 667 948 109	41 804 715 990	+ 339.8	+ 0.82	+ 41 551 194	41 846 267 174
	Commission — Total	42 772 419 812	42 690 288 486	43 076 503 496	42 939 036 051	43 083 037 075	+ 310.6	+ 0.73	+ 41 551 194	43 124 588 269
	Other institutions	666 679 683	694 486 855	695 808 255	694 486 855	695 808 255	+ 29.1	+ 4.37	—	695 808 255
	Grand total	43 439 099 495	43 384 775 341	43 772 311 751	43 633 522 906	43 778 845 330	+ 339.7	+ 0.78	+ 41 551 194	43 820 396 524

(!) Supplementary and amending budget No 1/88 was presented in order to bring the revenue side of the 1988 budget into line with the Council decisions of 14 June 1988 on the new own resources system. The refunds to Spain and Portugal were adjusted accordingly.

2. Breakdown of 1988 appropriations into differentiated and non-differentiated appropriations

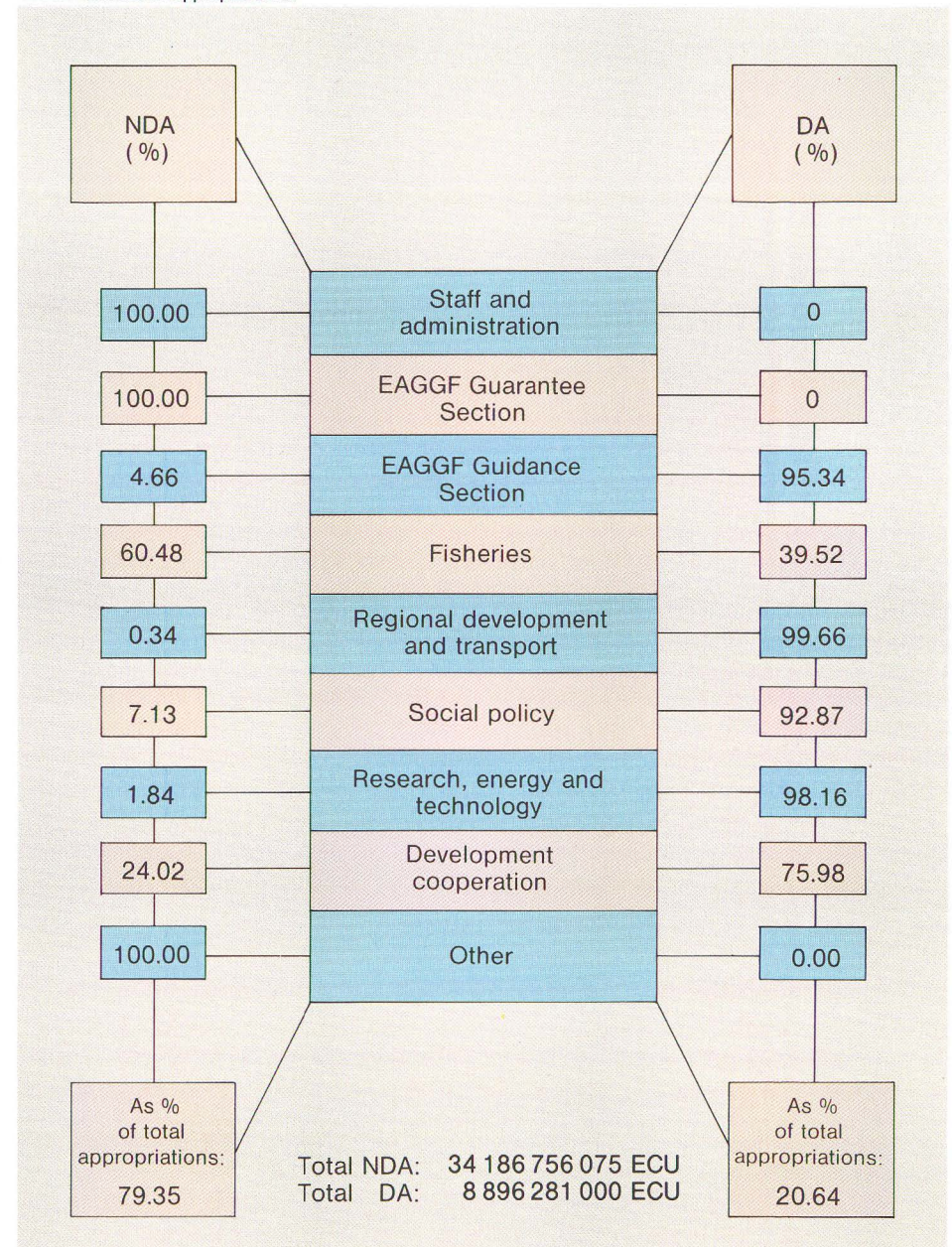
Appropriations for commitments

NDA: Non-differentiated appropriations.
DA: Differentiated appropriations.



Appropriations for payments

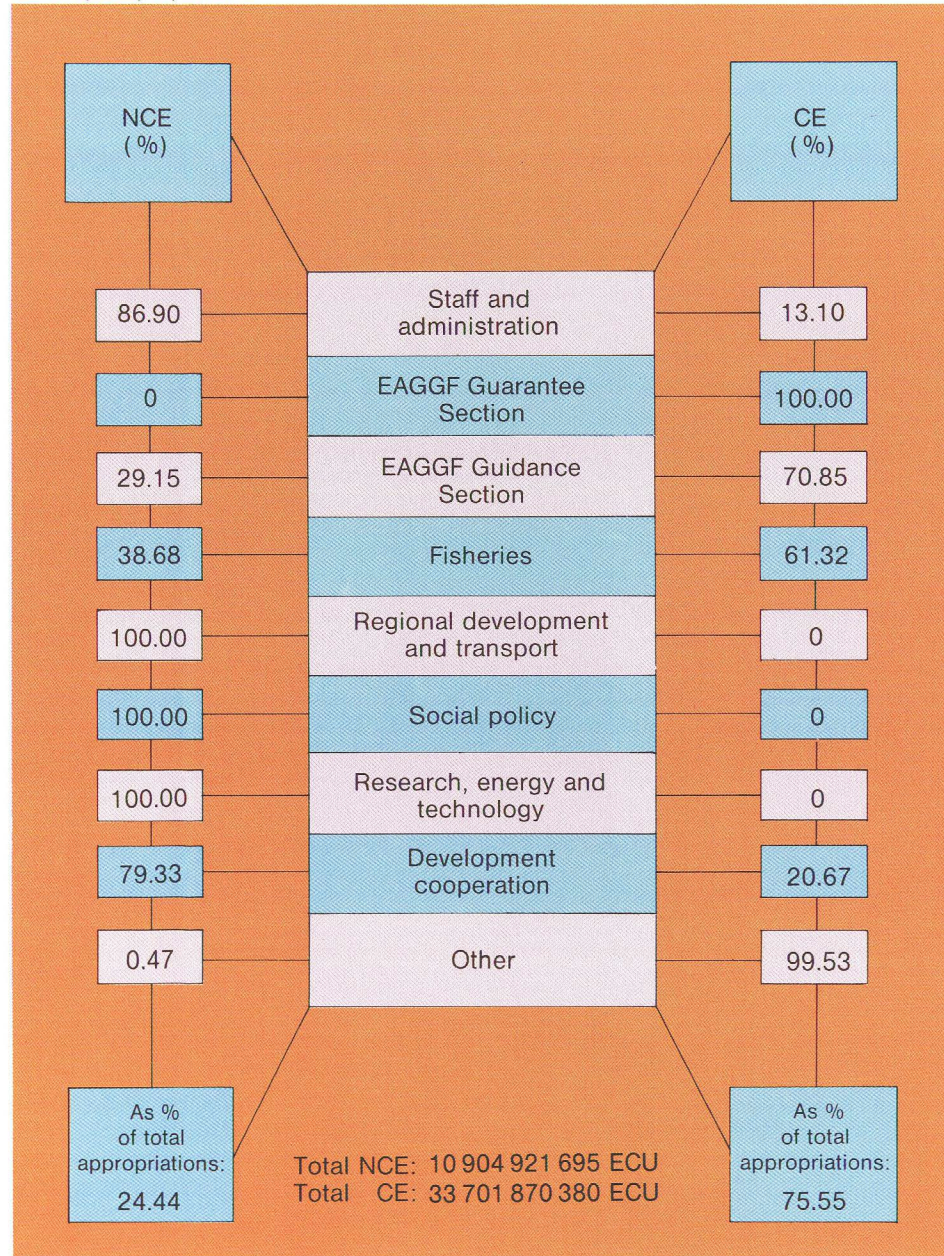
NDA: Non-differentiated appropriations.
DA: Differentiated appropriations.



3. Breakdown of 1988 appropriations into compulsory and non-compulsory expenditure

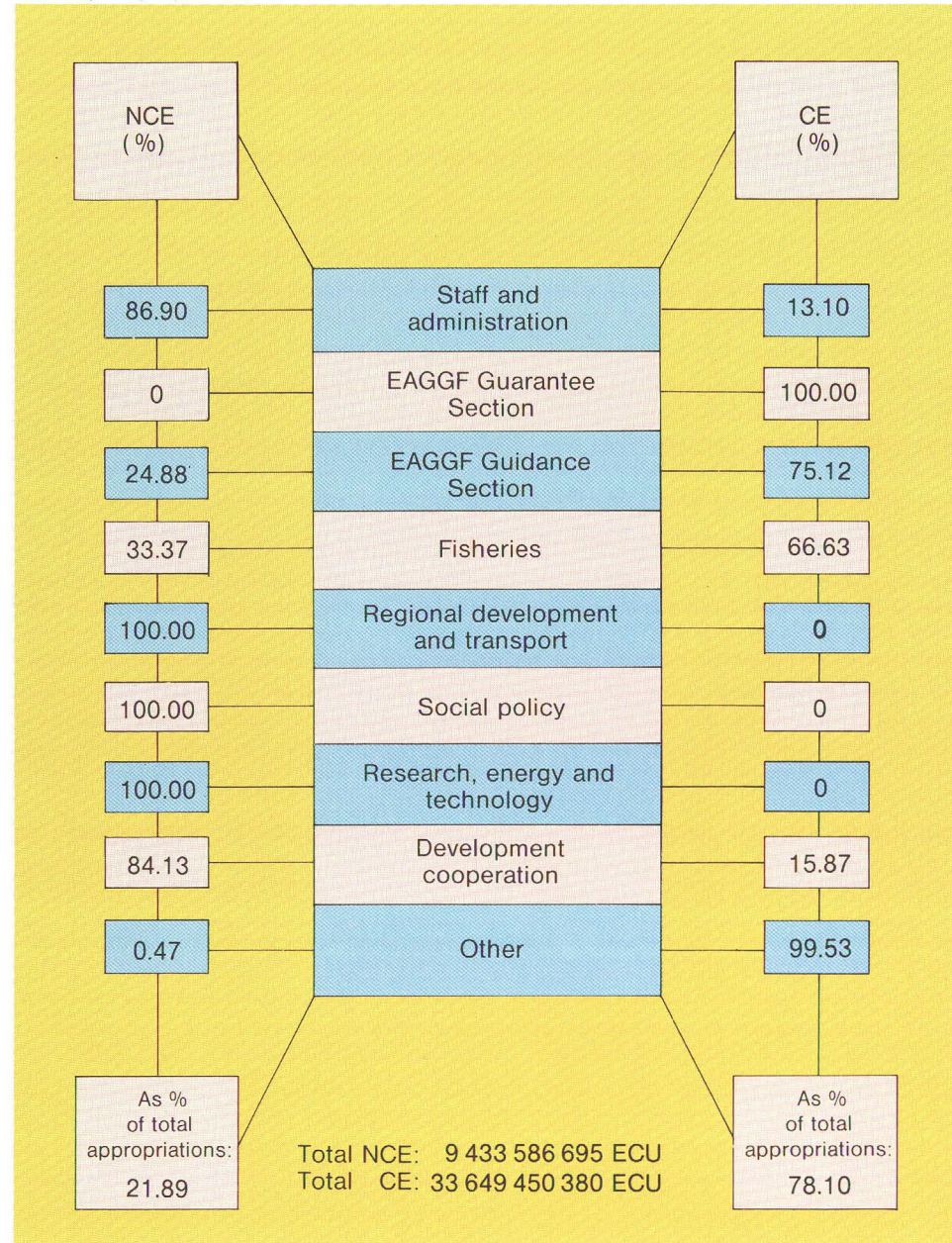
Appropriations for commitments

NCE: Non-compulsory expenditure.
CE: Compulsory expenditure.



Appropriations for payments

NCE: Non-compulsory expenditure.
CE: Compulsory expenditure.



**II. Summary presentation of expenditure in the 1988 budget
and in the 1989 preliminary draft budget**

**Appropriations for commitments
and appropriations for payments 1988 and 1989**

Summary presentation of expenditure in the 1988 budget and in the 1989 preliminary draft budget

Appropriations for commitments

(ECU)

Title	1988 (1)	1989 preliminary draft	Difference %
Administration			
1	899 318 353	1 006 379 000	+ 11.90
2	246 500 900	286 097 500	+ 16.06
3	125 563 642	133 136 548	+ 6.03
10	p.m.	p.m.	—
	Administration — Total	1 425 613 048	+ 12.13
Operations			
1/2	27 500 000 000	28 190 000 000	+ 2.50
3	1 201 566 000	1 599 000 000	+ 33.07
4	337 066 000	361 100 000	+ 7.13
5	4 006 310 000	4 946 550 000	+ 23.46
6	3 119 486 600	3 688 255 000	+ 18.23
7	1 360 363 800	1 773 677 600	+ 30.38
8	3 774 370 074	2 993 050 496	- 20.70
9	1 072 797 900	1 303 207 000	+ 21.47
10	1 005 000 000	1 005 000 000	—
	Operations — Total	45 859 840 096	+ 5.72
	Commission — Total	47 285 453 144	+ 5.90
	Other institutions	736 165 134	+ 5.80
	Grand total	48 021 618 278	+ 5.90

(1) Including supplementary and amending budget No 1/88.

Appropriations for payments

(ECU)

Title		1988 (1)	1989 Preliminary draft	Difference %
	Administration			
1	Expenditure concerning personnel	899 318 353	1 006 379 000	+ 11.90
2	Buildings, equipment and miscellaneous expenditure	246 500 900	286 097 500	+ 16.06
3	Expenditure resulting from special functions	125 563 642	133 136 548	- 6.03
10	Other expenditure	p.m.	p.m.	—
	Administration — Total	1 271 382 895	1 425 613 048	+ 12.13
	Operations			
1/2	Agricultural market guarantee	27 500 000 000	28 190 000 000	+ 2.50
3	Guidance (agricultural structures)	1 222 006 000	1 567 000 000	+ 28.23
4	Fisheries	281 046 000	395 600 000	+ 40.75
5	Regional development and transport	3 201 410 000	4 325 450 000	+ 35.11
6	Operations in the social sector	2 845 276 600	3 273 755 000	+ 15.05
7	Energy, technology, research, nuclear safeguards, information market and innovation	1 153 598 800	1 479 217 600	+ 28.22
8	Repayments and aid to Member States	3 774 370 074	2 993 050 496	- 20.70
9	Cooperation with developing countries	870 497 900	1 084 907 000	+ 24.63
10	Other expenditure	1 005 000 000	1 005 000 000	0
	Operations — Total	41 853 205 374	44 313 980 096	+ 5.87
	Commission — Total	43 124 588 269	45 739 593 144	+ 6.06
	Other institutions	695 808 255	736 165 134	+ 5.80
	Grand total	43 820 396 524	46 475 758 278	+ 6.00

(1) Including supplementary and amending budget No 1/88.

III. Expenditure in the 1988 budget and in the 1989 preliminary draft budget: comparison by major categories and policies

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8. Cooperation with developing countries and non-member countries	84

1. Administration — all institutions

Institutions	1988 budget (1)		1989 preliminary draft	
	million ECU	%	million ECU	%
Commission	1 271.383	64.63	1 425.613	65.95
Parliament	399.990	20.33	423.190	19.58
Council	174.214	8.86	184.318	8.53
Economic and Social Committee	39.792	2.02	42.100	1.95
Court of Justice	52.980	2.69	56.053	2.59
Court of Auditors	28.831	1.47	30.504	1.41
Total	1 967.190	100.00	2 161.778	100.00

(1) Including supplementary and amending budget No 1/88.

2. EAGGF Guarantee Section

(million ECU)

Products	1988 budget	%	Preliminary draft	%
Cereals, rice	3 264.0	11.4	3 690.0	12.4
Sugar	2 010.0	7.0	2 099.0	7.1
Oils and fats, protein plants	5 266.0	18.3	5 604.0	18.9
Textile plants and silkworms	448.0	1.6	533.0	1.8
Fruit and vegetables	1 091.0	3.8	1 187.0	4.0
Wine products	1 409.0	4.9	1 208.0	4.1
Tobacco	911.0	3.2	927.0	3.1
Milk and milk products	5 363.0	18.7	4 616.0	15.6
Beef/veal	2 080.0	7.2	1 896.0	6.4
Sheepmeat and goatmeat	1 000.0	3.5	1 213.0	4.1
Pigmeat	183.0	0.6	228.0	0.8
Eggs and poultrymeat	178.0	0.6	222.0	0.7
Refunds for processed products	597.0	2.1	674.0	2.3
MCAs	496.0	1.7	425.0	1.4
Disposal of stocks	1 695.0	5.9	1 150.0	3.9
Depreciation	2 075.0	7.2	3 219.0	10.9
Other/miscellaneous	674.0	2.3	768.0	2.6
Total	28 740.0	100.0	29 659.0	100.0

3. EAGGF Guidance Section

Appropriations for commitments.
Appropriations for payments.

(million ECU)

	1988 budget				1989 preliminary draft			
	Commitments	%	Payments	%	Commitments	%	Payments	%
Guidance — Improvement of structures	240.000	19.97	237.000	19.39				
Guidance — Socio-structural measures	205.700	17.12	204.700	16.75				
Guidance — Less-favoured areas	556.000	46.27	569.900	46.64				
Guidance — Market organizations	129.000	10.74	141.000	11.54				
<i>Subtotal</i>	<i>1 130.700</i>	<i>94.32</i>	<i>1 152.600</i>	<i>94.32</i>	<i>1 413.000</i>	<i>88.37</i>	<i>1 384.000</i>	<i>88.32</i>
Other agricultural expenditure	70.866	5.90	69.406	5.68	86.000	5.38	93.000	5.30
Income aids	—	—	—	—	100.000	6.25	100.000	6.38
Total	1 201.566	100.00	1 222.006	100.0	1 599.000	100.0	1 567.000	100.0

4. Regional policyAppropriations for commitments.
Appropriations for payments.*(million ECU)*

	1988 budget				1989 preliminary draft			
	Commitments	%	Payments	%	Commitments	%	Payments	%
Regional Fund — Operations	3 684.000	91.95	2 980.000	93.08	4 495.000	90.87	3 920.000	90.63
Other operations	7.500	0.19	4.600	0.14	20.200	0.41	26.100	0.60
Mediterranean programmes	234.000	5.84	136.000	4.25	354.000	7.16	335.000	7.74
Support programmes	9.700	0.24	9.700	0.30	10.000	0.20	7.000	0.16
Transport	71.110	1.77	71.110	2.22	67.350	1.36	37.350	0.86
Total	4 006.310	100.00	3 201.410	100.0	4 946.550	100.00	4 325.450	100.00

5. Social policyAppropriations for commitments.
Appropriations for payments.

(million ECU)

	1988 budget				1989 preliminary draft			
	Commitments	%	Payments	%	Commitments	%	Payments	%
Social Fund	2 865.640	91.89	2 600.000	91.38	3 387.000	91.83	2 970.000	90.72
Social support programmes	p.m.	—	p.m.	—	p.m.	—	p.m.	—
Education	71.349	2.29	71.349	2.51	110.000	2.98	110.000	3.36
Social protection	68.518	2.20	60.248	2.12	67.725	1.84	76.825	2.35
Environment	32.209	1.03	32.909	1.16	43.285	1.17	38.655	1.18
Information	40.700	1.31	40.700	1.43	38.330	1.04	36.330	1.11
Aid to disaster victims	40.070	1.28	40.070	1.41	41.915	1.14	41.915	1.28
Total	3 118.486	100.00	2 845.277	100.00	3 688.255	100.00	3 273.755	100.00

6. Structural FundsAppropriations for commitments.
Appropriations for payments.*(million ECU)*

	1988 budget				1989 preliminary draft			
	Commitments	%	Payments	%	Commitments	%	Payments	%
1. EAGGF Guidance	1 201.566	15.50	1 222.006	17.97	1 599.000	16.87	1 567.000	18.53
2. Regional Fund	3 684.000	47.53	2 980.000	43.81	4 495.000	47.41	3 920.000	46.35
3. Social Fund	2 865.640	36.97	2 600.000	38.22	3 387.000	35.72	2 970.000	35.12
Total	7 751.206	100.00	6 802.006	100.00	9 481.000	100.00	8 457.000	100.00

7. Energy, industry, technology and research, nuclear safeguards, information market and innovation

Appropriations for commitments.
Appropriations for payments.

(million ECU)

	1988 budget				1989 preliminary draft			
	Commitments	%	Payments	%	Commitments	%	Payments	%
Energy policy	125.940	9.26	106.940	9.27	133.000	7.50	121.000	8.18
Nuclear safeguards	4.200	0.31	4.200	0.36	4.830	0.27	4.830	0.33
Research and investment	1 075.200	79.04	915.675	79.38	1 449.982	81.75	1 200.550	81.16
Information market and innovation	26.700	1.96	22.700	1.97	28.950	1.63	23.000	1.55
Statistical information	14.724	1.08	14.724	1.28	23.700	1.34	16.800	1.14
Industry/internal market	62.520	4.60	48.130	4.17	80.027	4.51	67.549	4.57
Scientific and technological projects	43.900	3.23	34.050	2.95	46.000	2.59	38.300	2.59
Eureka	0.180	0.01	0.180	0.02	0.189	0.01	0.189	0.01
Financial engineering	7.000	0.51	7.000	0.61	7.000	0.39	7.000	0.47
Total	1 360.364	100.00	1 153.599	100.00	1 773.678	100.0	1 479.218	100.00

8. Cooperation with developing countries and non-member countries

Appropriations for commitments.
Appropriations for payments.

(million ECU)

	1988 budget (1)				1989 preliminary draft (1)			
	Commitments	% (2)	Payments	% (2)	Commitments	% (2)	Payments	% (2)
Food aid	421.800	39.32	352.400	40.48	511.400	39.24	526.600	48.54
Latin America and Asia	318.450	29.68	269.050	30.91	356.900	27.39	244.600	22.55
Mediterranean countries	141.500	13.19	72.000	8.27	246.000	18.88	145.000	13.37
Other	191.048	17.81	177.048	20.34	188.907	14.50	168.707	15.55
Total (3)	1 072.798	100.00	870.498	100.00	1 303.207	100.00	1 084.907	100.00

(1) Including Chapter 100.

(2) Percentages are calculated without EDF expenditure.

(3) The appropriations for cooperation with the 66 countries signatory to the Lomé Conventions are not at present entered in the budget. They are covered by the operations of the European Development Funds (EDF), the volume of which for 1988 is estimated at 2 555 million ECU (commitments) and 1 247 million ECU (payments).

IV. Revenue in the 1988 budget and in the 1989 preliminary draft budget

1. Revenue forecasts in the 1988 budget and in the 1989 preliminary draft budget	88
2. Structure of revenue	89
3. Member States' contributions to financing in the 1988 budget and the 1989 preliminary draft budget	90

The new own resources system

At the Brussels European Council meeting on 11 and 12 February 1988 the Heads of State or Government of the Community countries decided to introduce a new resource for the Community budget, to be calculated by applying a uniform rate to a base made up of the sum of Member States' GNP. This new resource (known as the 'fourth resource') is in addition to those deriving from:

- (i) agricultural and sugar levies and customs duties (traditional own resources);
- (ii) VAT (with a maximum call-in rate of 1.4 %).

The new financing arrangements for the Community budget are to apply, for the first time, to the 1988 budget.

However, pending completion of the ratification procedures for the new own resources decision of 24 June 1988, the revenue corresponding to the GNP-based fourth resource will be provided in the form of national contributions under an intergovernmental agreement.

1. Revenue forecasts in the 1988 budget and in the 1989 preliminary draft budget

(ECU)

Revenue	Forecasts	
	1988 (*)	1989 (?)
Traditional resources	11 416 050 000	11 945 950 000
VAT resource	24 266 575 665	26 291 838 508
GNP-based resource	7 113 737 522 (*)	7 961 312 161
Financial contribution (°)	212 755 666	—

(*) 1988 budget, including preliminary draft supplementary and amending budget No 1.

(°) Preliminary draft.

(°) Paid only by Portugal until 1 January 1989.

(°) Financed in 1988 by national contributions under an intergovernmental agreement.

2. Structure of revenue (1988-89)

(% of total revenue)

	1988	1989
Customs duties	19.62	19.90
Agricultural levies	3.28	2.88
Sugar levies	3.16	2.92
VAT	54.58	56.57
GNP-based resource ⁽¹⁾	16.23	17.13
Financial contribution ⁽²⁾	0.48	—
Balance from previous year	1.14	—
VAT balances and adjustments to financial contributions	0.80	—
Miscellaneous	0.71	0.60
Total	100.00	100.00

⁽¹⁾ Financed in 1988 by national contributions under an Intergovernmental agreement.

⁽²⁾ Paid only by Portugal until 1 January 1989.

3. Member States' contributions to financing in the 1988 budget and the 1989 preliminary draft budget

VAT/financial contributions and traditional own resources (Trad. OR) and GNP-based resource

(million ECU and %)

	1988 forecast	%	1989 forecast	%
Belgium	1 880.1	4.4	1 901.9	4.1
comprising:				
— Trad. OR	793.8	7.0	804.1	6.7
— VAT and balances	836.3	3.4	840.0	3.2
— GNP-based resource (*)	250.0	3.5	257.8	3.2
Denmark	965.0	2.2	1 011.8	2.2
comprising:				
— Trad. OR	235.6	2.1	253.2	2.1
— VAT and balances	559.6	2.3	581.0	2.2
— GNP-based resource (*)	169.8	2.4	177.6	2.2
FR of Germany	11 677.3	27.2	12 169.0	26.3
comprising:				
— Trad. OR	3 015.0	26.4	3 112.6	26.1
— VAT, financial contributions, balances and adjustments	6 933.6	28.3	7 059.6	26.9
— GNP-based resource (*)	1 728.7	24.3	1 996.8	25.1
Greece	422.5	1.0	566.1	1.2
comprising:				
— Trad. OR	126.5	1.1	141.7	1.2
— VAT, financial contributions and adjustments	213.4	0.9	322.0	1.2
— GNP-based resource (*)	82.6	1.1	102.4	1.3
Spain	3 158.0	7.3	3 403.5	7.4
comprising:				
— Trad. OR	675.3	5.9	714.7	6.0
— VAT	1 984.1	8.1	2 127.2	8.1
— GNP-based resource (*)	498.6	7.0	561.6	7.0
France	9 332.6	21.7	9 472.7	20.5
comprising:				
— Trad. OR	1 717.5	15.0	1 844.9	15.5
— VAT and balances	6 177.0	25.2	6 059.5	23.0
— GNP-based resource (*)	1 438.1	20.2	1 568.3	19.7

(*) Financed in 1988 by national contributions under an Intergovernmental agreement.

(Cont'd)

(million ECU and %)

	1988 forecast	%	1989 forecast	%
Ireland	328.2	0.8	362.2	0.8
comprising:				
— Trad. OR	130.9	1.1	135.5	1.1
— VAT, financial contributions, balances and adjustments	155.5	0.6	181.4	0.7
— GNP-based resource (1)	41.8	0.6	45.3	0.6
Italy	6 771.8	15.7	7 126.2	15.4
comprising:				
— Trad. OR	1 338.8	11.7	1 361.5	11.4
— VAT and balances	4 061.2	16.6	4 284.0	16.3
— GNP-based resource (1)	1 371.8	19.3	1 480.7	18.6
Luxembourg	83.6	0.2	81.7	0.2
comprising:				
— Trad. OR	6.9	0.1	7.4	0.1
— VAT, financial contributions, balances and adjustments	62.7	0.3	59.4	0.2
— GNP-based resource (1)	14.0	0.2	14.9	0.2
The Netherlands	2 775.1	6.5	2 758.7	6.0
comprising:				
— Trad. OR	991.0	8.7	1 018.0	8.5
— VAT and balances	1 429.8	5.8	1 368.1	5.2
— GNP-based resource (1)	354.3	5.0	372.6	4.7
Portugal	432.5	1.0	520.1	1.1
comprising:				
— Trad. OR	157.4	1.4	170.5	1.4
— Financial contributions	212.7 (2)	0.9	279.7	1.1
— GNP-based resource (1)	62.4	0.9	69.9	0.9
United Kingdom	5 182.4	12.0	6 825.2	14.8
comprising:				
— Trad. OR	2 227.4	19.5	2 381.7	19.9
— VAT and balances	1 853.4	7.6	3 129.9	11.9
— GNP-based resource (1)	1 101.6	15.5	1 313.6	16.5

(1) Financed in 1988 by national contributions under an Intergovernmental agreement.

(2) Corresponds to a financial contribution.

PART C

The Community budget tomorrow



I. The financial perspective 1988-92: Scope

The financial perspective 1988-92 is the central feature of the new budgetary discipline arrangements adopted as part of the reform of Community finances approved at the Brussels European Council of 11 and 12 February 1988. It forms an integral part of the Interinstitutional Agreement between Parliament, the Council and the Commission on budgetary discipline and improvement of the budgetary procedure, which entered into force on 1 July 1988.

The perspective 1988-92 shows all the Community's policy priorities for each year of this five-year period. It offers guarantees for an orderly increase in expenditure in terms of both commitment appropriations and payment appropriations; it enshrines the new rules to contain agricultural expenditure (the agricultural guideline) as well as the ambitious objectives set for the structural policies and multiannual programmes (structural Funds, integrated Mediterranean programmes, research).

Subject to the procedures for technical adjustment (in line with GNP and prices) and revision provided for in the Interinstitutional Agreement, Parliament, the Council and the Commission have acknowledged that the financial objectives contained in the perspective constitute expenditure ceilings which are binding on the Community. For the first time ever, the Community therefore has a medium-term reference framework which will have to be respected in each annual budget procedure.

II. The financial perspective 1988-92: Content

II. The financial perspective 1988-92: Content

Appropriations for commitments.

(million ECU, at 1988 prices)

	1988	1989	1990	1991	1992
1. EAGGF Guarantee	27 500	27 700	28 400	29 000	29 600
2. Structural operations	7 790	9 200	10 600	12 100	13 450
3. Policies with multiannual allocations (IMPs, research) ⁽¹⁾	1 210	1 650	1 900	2 150	2 400
4. Other policies, of which non-compulsory	2 103 1 646	2 385 1 801	2 500 1 860	2 700 1 910	2 800 1 970
5. Repayments and administration (including financing of stock disposal)	5 700 1 240	4 950 1 400	4 500 1 400	4 000 1 400	3 550 1 400
6. Monetary reserve ⁽²⁾	1 000	1 000	1 000	1 000	1 000
Total	45 303	46 885	48 900	50 950	52 800
of which ⁽³⁾ : compulsory	33 698	32 607	32 810	32 980	33 400
non-compulsory	11 605	14 278	16 090	17 970	19 400
Payment appropriations required	43 779	45 300	46 900	48 600	50 100
of which ⁽³⁾ : compulsory	33 640	32 604	32 740	32 910	33 110
non-compulsory	10 139	12 696	14 160	15 690	16 990
Payment appropriations as % of GNP	1.12	1.14	1.15	1.16	1.17
Margin for unforeseen expenditure	0.03	0.03	0.03	0.03	0.03
Own resources required as % of GNP	1.15	1.17	1.18	1.19	1.20

⁽¹⁾ Chapter F on budget estimates of the European Council indicates a figure of 2 400 million ECU (1988 prices) for policies with multiannual allocations in 1992. The policies in question are research and development and integrated Mediterranean programmes. Only expenditure for which a legal basis exists may be financed under this heading. The present framework programme provides a legal basis for research expenditure of 863 million ECU (current prices) for 1992.

The regulation on integrated Mediterranean programmes provides a legal basis for an estimated amount of 300 million ECU in 1992 (current prices).

The two arms of the budgetary authority undertake to respect the principle that further budget appropriations within this ceiling for 1990, 1991 and 1992 will require a revision of the existing framework programme or, before end 1991, a decision on a new framework programme based on a proposal from the Commission in accordance with the legislative provisions in Chapter 130q of the Single European Act.

⁽²⁾ Current prices.

⁽³⁾ Based on the classification proposed by the Commission in the 1989 preliminary draft budget. The requested decision by the budgetary authority will be implemented as a technical adjustment.

Questionnaire

In order to improve the lay-out and content of subsequent editions and to take account of users' wishes, we would welcome suggestions and views on the following points:

Do you find that the general lay-out makes for easy reference?

YES

NO

If no, what changes would you like made?

Are the time series sufficiently long?

YES

NO

Are the tables and charts sufficiently explicit and clear?

YES

NO

If no, what improvements would you like to see?

Do you find the figures on the latest budget ('The Community budget today') adequate?

YES

NO

What further information would you like?

Please send your replies to the following address:

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Commission of the European Communities
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