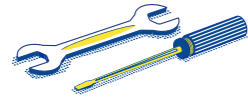


Long-term EU budget (MFF) 2021-27

#EBDGratik

Current state of negotiations

Objective of the rule of law conditionality
Linking disbursement of EU funds to rule of law principles (e.g. independence of the judiciary)



Rule of law conditionality



28 September 2020

Revised EU2020DE proposal based on the 2018 Commission draft



7 October 2020

EP reiterates in a resolution its position from 2019



30 October 2020

Agreement on the trilogue mandate by qualified majority (QM).

Blockade in the Council of Ministers

Poland and Hungary block voting on the MFF because of rule of law conditionality. Slovenia supports blockade.



10 November 2020

Compromises on both legal texts in trilogue



16 November 2020

Vote at Permanent Representatives' level



December 2020

New vote on horizontal MFF regulation (unanimity required) and QM vote on rule of law conditionality



December 2020

Vote on both legislations

MFF 2021-27 with Recovery Instrument* (expenditure side)

Horizontal MFF regulation

Trilogue negotiations on the legislation setting the ceiling for financing all EU programmes, including the Recovery Instrument. Volume: **€ 1.8 trillion**

Result of the trilogue (in 2018 prices)



Expanding i.a.:

- Horizon Europe: € 84.9 billion **+ € 4 billion**
- Erasmus+: € 23.4 billion **+ € 2.2 billion**
- EU4Health: € 5.1 billion **+ € 3.4 billion**
- InvestEU: € 9.4 billion **+ € 1 billion**



21 July 2020

Political agreement between the Heads of State and Government in the European Council



16 September 2020

EP adopts opinion

Own Resources Decision (revenue side)

✓ Important to EM Germany

- Adopt the MFF among the EU-27 without diluting the trilogue compromise on the rule of law conditionality
- Work on contingency measures in order to extend the current MFF to January 2021
- **Ultima ratio:** adopt the Recovery Instrument without blocking Member States under Enhanced Cooperation

* In parallel, more than 40 sectoral MFF regulations (e.g. on Erasmus+ and Horizon Europe) negotiated in trilogue



As of 2021

Implementation of the MFF 2021-27 and the Recovery Instrument



2021

Ratification of the Own Resources Decision by national and partly regional parliaments