

Brussels, 11.11.2022 C(2022) 8249 final

### COMMISSION IMPLEMENTING DECISION

of 11.11.2022

on the financing of the annual action plan in favour of Azerbaijan for  $2022\,$ 

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#### THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union,

Having regard to Regulation (EU, Euratom) 2018/1046<sup>1</sup> of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union, amending Regulations (EU) No 1296/2013, (EU) No 1301/2013, (EU) No 1303/2013, (EU) No 1304/2013, (EU) No 1309/2013, (EU) No 1316/2013, (EU) No 223/2014, (EU) No 283/2014, and Decision No 541/2014/EU and repealing Regulation (EU, Euratom) No 966/2012, and in particular Article 110 thereof,

Having regard to Regulation (EU) 2021/947<sup>2</sup> of the European Parliament and of the Council of 9 June 2021 establishing the Neighbourhood, Development and International Cooperation Instrument - Global Europe, amending and repealing Decision No 466/2014/EU and repealing Regulation (EU) 2017/1601 and Council Regulation (EC, Euratom) No 480/2009, and in particular Article 23(2) thereof,

#### Whereas:

- (1) In order to ensure the implementation of the annual action plan in favour of Azerbaijan for 2022, it is necessary to adopt an annual financing Decision, which constitutes the annual work programme, for 2022. Article 110 of Regulation (EU, Euratom) 2018/1046 ('the Financial Regulation') establishes detailed rules on financing decisions.
- (2) The envisaged assistance should comply with the conditions and procedures set out by the restrictive measures adopted pursuant to Article 215 TFEU<sup>3</sup>.
- (3) The action provided for in this Decision contributes to climate and biodiversity mainstreaming in line with the European Green Deal<sup>4</sup> and the inter-institutional agreement.
- (4) The Commission has adopted the Multiannual Indicative Programme for Azerbaijan<sup>5</sup> for the period 2021-2027, which sets out the following priorities: resilient, sustainable and integrated economies; accountable institutions, the rule of law and security; environmental and climate resilience; resilient digital transformation; resilient, gender-

OJ L 193, 30.7.2018, p.1.

<sup>&</sup>lt;sup>2</sup> OJ L 209, 14.6.2021, p.1.

www.sanctionsmap.eu Please note that the sanctions map is an IT tool for identifying the sanctions regimes. The source of the sanctions stems from legal acts published in the Official Journal (OJ). In case of discrepancy between the published legal acts and the updates on the website it is the OJ version that prevails

<sup>&</sup>lt;sup>4</sup> COM(2019)640 final of 11.12.2019

<sup>&</sup>lt;sup>5</sup> Commission Implementing Decision C(2022)450 of 31.1.2022 on adopting a multiannual indicative programme for Azerbaijan for the period 2021-2027

- equal, fair and inclusive societies, which are in line with the EU-Azerbaijan Partnership Priorities<sup>6</sup> extended until 2024.
- (5) The objectives pursued by the annual action plan to be financed under the Neighbourhood geographic programme of Regulation (EU) 2021/947 should support Azerbaijan in the development of a green, sustainable and inclusive economy, and promote a resilient, gender-equal and community-driven society in the country.
- (6) The action entitled 'Investment and Resilience Facility for Azerbaijan' will contribute to the implementation of the Economic and Investment Plan for the Eastern Partnership, including its flagship priorities, enhance enabling conditions and capacity for sustainable investments particularly in the green and digital sectors; improve climate change adaptation and response of local communities and micro, small and medium sized enterprises in selected areas; as well as improve gender-responsive governance and the economic and social empowerment of women and girls.
- (7) Pursuant to Article 26(1) of Regulation (EU) 2021/947, indirect management is to be used for the implementation of the action plan.
- (8) The Commission is to ensure a level of protection of the financial interests of the Union with regards to entities and persons entrusted with the implementation of Union funds by indirect management as provided for in Article 154(3) of the Financial Regulation. To this end, such entities and persons are to be subject to an assessment of their systems and procedures in accordance with Article 154(4) of the Financial Regulation<sup>7</sup> and, if necessary, to appropriate supervisory measures in accordance with Article 154(5) thereof before a contribution agreement can be signed.
- (9) It is necessary to allow for the payment of interest due for late payment on the basis of Article 116(5) of the Financial Regulation.
- (10) In order to allow for flexibility in the implementation of the action plan, it is appropriate to allow changes which should not be considered substantial for the purposes of Article 110(5) of the Financial Regulation.
- (11) The action plan provided for in this decision is in accordance with the opinion of the Committee established under Article 45 of Regulation (EU) 2021/947.

#### HAS DECIDED AS FOLLOWS:

# Article 1 The action plan

The annual financing Decision, constituting the annual work programme for the annual action plan in favour of Azerbaijan for 2022, as set out in the annex, is adopted.

The action plan shall consist of the action set out in the annex.

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<sup>6</sup> ST 13432/21 (NLA) and ST 13433/21 (LD)

Except for the cases referred to in Article 154(6) of the Financial Regulation, where the Commission may decide, not to require an ex-ante assessment.

### Article 2 Union contribution

The maximum Union contribution for the implementation of the action plan for 2022 is set at EUR 13 500 000, and shall be financed from the appropriations entered in budget line 14.020111 of the general budget of the Union.

The appropriations provided for in the first paragraph may also cover interest due for late payment.

# Article 3 Methods of implementation and entrusted entities or persons

The implementation of the actions carried out by way of indirect management, as set out in the annex, may be entrusted to the entities or persons referred to or selected in accordance with the criteria laid down in point 4.3.1 of the annex.

# Article 4 Flexibility clause

Increases<sup>8</sup> or decreases of up to EUR 10 million and not exceeding 20% of the contribution set in the first paragraph of Article 2, or cumulated changes to the allocations of specific actions not exceeding 20% of that contribution, as well as extensions of the implementation period shall not be considered substantial within the meaning of Article 110(5) of the Financial Regulation, provided that these changes do not significantly affect the nature and objectives of the actions.

The authorising officer responsible may apply the changes referred to in the first paragraph acting in accordance with the principles of sound financial management and proportionality.

Done at Brussels, 11.11.2022

For the Commission Olivér VÁRHELYI Member of the Commission

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These changes can come from external assigned revenue made available after the adoption of the financing Decision.