



Brussels, 17.11.2023
C(2023) 7968 final

COMMISSION IMPLEMENTING DECISION

of 17.11.2023

on the financing of the annual action plan in favour of Mongolia for 2023

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THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union (TFEU),

Having regard to Regulation (EU, Euratom) 2018/1046 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 966/2012¹, and in particular Article 110 thereof,

Having regard to Regulation (EU) 2021/947 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 480/2009², and in particular Article 23(2) thereof,

Whereas:

- (1) In order to ensure the implementation of the annual action plan in favour of Mongolia for 2023, it is necessary to adopt an annual financing decision, which constitutes the annual work programme, for 2023. Article 110 of Regulation (EU, Euratom) 2018/1046 ('the Financial Regulation') establishes detailed rules on financing decisions.
- (2) The envisaged assistance is to comply with the conditions and procedures set out by the restrictive measures adopted pursuant to Article 215 TFEU³.
- (3) The actions provided for in this Decision contribute to climate and biodiversity mainstreaming in line with Commission Communication 'The European Green Deal'⁴ and in the Inter-institutional Agreement of 16 December 2020 between the European Parliament, the Council of the European Union and the European Commission on budgetary discipline, on cooperation in budgetary matters and on sound financial management, as well as on new own resources, including a roadmap towards the introduction of new own resources⁵.

¹ OJ L 193, 30.7.2018, p.1.

² OJ L 209, 14.6.2021, p.1.

³ www.sanctionsmap.eu. 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, the OJ prevails.

⁴ COM (2019) 640 final of 11 December 2019.

⁵ OJ L 433I, 22.12.2020, p. 28.

- (4) The Commission has adopted the National Multiannual Indicative Programme for the period 2021-2027⁶, which sets out the following priorities: Green Sustainable Development and Democratic and Economic Development.
- (5) The objectives pursued by the annual action plan to be financed under the Regulation (EU) 2021/947 geographic programme ‘Asia and the Pacific’ are to foster green economic diversification through sustainable natural resource management, value chain development and green energy while improving the efficiency and credibility of the justice system and ensuring transparent management of public finances. Meanwhile, strategic communication aims at positioning the EU as a partner of reference for Mongolia among selected target audiences.
- (6) The action entitled ‘Sustainable ecosystem and agriculture management for rural development in Mongolia’ aims at strengthening Mongolia’s capacity to transition to a greener economy based on sustainable and resilient ecosystem and agricultural management, while at the same time, bring direct and sustainable benefits to local communities from both existing and newly developed productive sectors.
- (7) The action entitled ‘Effective implementation of justice reforms in Mongolia’ aims at supporting Mongolia in the implementation of its justice reforms to ensure an increasingly qualified, transparent, efficient and independent people-centered justice system in line with international human rights standards, while at the same time creating a more enabling environment for businesses and investors.
- (8) The action entitled ‘Strengthening policy and performance-oriented PFM systems in Mongolia’ aims at strengthening the public financial management cycle under principles of transparency and sustainability in Mongolia, thus contributing to fighting against corruption across sectors, increasing investors’ and citizens’ trust in Government institutions and ensuring support for climate-sensitive policies.
- (9) The measure entitled ‘Support Measures – Cooperation Facility for Mongolia – Strategic Communication’ aims at positioning the EU as a partner of reference for Mongolia among selected target audiences by supporting the implementation of strategic communication activities designed to raise awareness, understanding and perception of the European Union and its partnership with the country.
- (10) Pursuant to Article 26(1) of Regulation (EU) 2021/947 indirect management is to be used for the implementation of the actions I, II and III.
- (11) 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 Regulation⁷ and, if necessary, to appropriate supervisory measures in accordance with Article 154(5) thereof before a contribution agreement can be signed.
- (12) 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.

⁶ Commission Implementing Decision adopting the multiannual indicative programme for Mongolia for the period 2021-2027 C(2021) 9051 final of 14.12.2021.

⁷ Except for the cases of Article 154(6) of Regulation (EU, Euratom) 2018/1046, where the Commission may decide, not to require an ex-ante assessment.

- (13) 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.
- (14) The action plan provided for in this Decision is in accordance with the opinion of the NDICI-Global Europe 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 action plan for the implementation of the annual action plan in favour of Mongolia for 2023, as set out in the Annexes, is adopted.

The action plan shall include the following actions and measure:

- (a) ‘Sustainable ecosystem and agriculture management for rural development in Mongolia’ set out in Annex I;
- (b) ‘Effective implementation of justice reforms in Mongolia’ set out in Annex II;
- (c) ‘Strengthening policy and performance-oriented PFM systems in Mongolia’ set out in Annex III;
- (d) ‘Support Measures – Cooperation Facility for Mongolia – Strategic Communication’ set out in Annex IV.

Article 2
Union contribution

The maximum Union contribution for the implementation of the annual action plan for 2023 is set at EUR 18 550 000, and shall be financed from the appropriations entered in the following line of the general budget of the Union : 14.020131 - South and East Asia.

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 Annexes, 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 I, 4.3.2 of the Annex II and 4.3.1 of the Annex III.

Article 4
Flexibility clause

Increases or decreases of up to EUR 10 000 000 and not exceeding 20% of the contribution set in the first paragraph of Article 2, or cumulated changes⁸ to the allocations of specific actions not exceeding 20% of that contribution, as well as extensions of the implementation

⁸ These changes can come from assigned revenue made available after the adoption of the financing decision.

period shall not be considered substantial for the purposes 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. Those changes shall be applied in accordance with the principles of sound financial management and proportionality.

Done at Brussels, 17.11.2023

For the Commission
Jutta URPILAINEN
Member of the Commission