

**ANNEX**

The Annex is amended as follows:

- (1) The summary table at the end of Part I, section 3 is replaced by the following table:

	<b>Agreed budget 2019</b>	<b>EFTA*</b>	<b>Repayments</b>	<b>P0</b>	<b>Credits Appropriations: total</b>
PROGRESS	EUR 78 873 225	EUR 1 877 183	n/a	EUR 584 000	EUR 81 334 408
EURES	EUR 32 976 491	EUR 784 840	n/a	n/a	EUR 33 761 331
Microfinance and Social Entrepreneurship	EUR 20 811 339	EUR 29 136	EUR 26 011 086	EUR 216 000	EUR 47 067 561
	EUR 132 661 055	EUR 2 691 159	EUR 26 011 086	EUR 800 000	EUR 162 163 300

\*Proportionality factor for the 2019 Budget: 2.24 % for Norway, 0.14 % for Iceland and 0.04% for Liechtenstein.'

- (2) The introductory sentences under point (c) Microfinance and Entrepreneurships is replaced by the following:

“Point (c) Microfinance and Entrepreneurships: In 2019, the funding budgetary commitments credits for the third axis will decrease to EUR 20.8 million while it reached EUR 27 million in 2018. Yet, it is to be noted that the axis is expected to benefit in 2019 from repayments (EUR 26 million) from the former Progress financial instrument (Article 209 (3) of the FR). The total amount for the axis will therefore be EUR 47 million. The split between the two financial instruments for 2019 will be as follows: EUR 13 676 909 for social enterprises and EUR 33 176 516 for microfinance.”

- (3) Paragraph 1, under Part II is replaced by the following:

**' INTRODUCTION**

On the basis of the objectives given in the Regulation (EU) No 1296/2013 of the European Parliament and of the Council of 11 December 2013 on a European Union programme for employment and social innovation (EaSI) and amending Decision No 283/2010/EU establishing a European Progress Microfinance Facility for employment and social inclusion., this work

programme contains the actions to be financed and the budget breakdown for year 2019 as follows:

- for grants (implemented under direct management) (point 2): EUR 68 982 002
- for prizes (implemented under direct management) (point 3): N/A
- for procurement (implemented under direct management) (point 4): EUR 43 015 873
- for actions implemented under indirect management (point 5): EUR 165 000
- for contributions to trust funds (point 6): N/A
- for financial instruments (point 7): EUR 47 067 561
- for contributions to blending facilities (point 8): N/A
- for other actions or expenditure (point 9): EUR 3 147 000'

**(4) Part II, Point 2: GRANTS is amended as follows:**

**(a)** The indicative budget breakdown for grants is amended as follows:

'The global budgetary envelope for grants under this work programme amounts to EUR 68 982 002 broken down as shown :

Budget line 04.030201 (PROGRESS): EUR 43 882 002

Budget line 04.030202 (EURES): EUR 25 100 000'

**(b)** In section II.2. Grants, point 2.2(b) is added which reads :

**'2.2.b Direct grant to the OECD: Measuring the Effectiveness of Social Protection for Long-Term Care in Old Age – Phase 3** Priorities of the year, objectives pursued and expected results

This grant will contribute to the analytical knowledge and comparative information on long-term care (LTC) needs by providing indicators of effective social protection for older people with LTC needs in EU countries. Thereby it will improve the analytical and informational basis for the development, implementation, monitoring and evaluation of adequate social protection measures. This action is necessary as there is currently neither a single standardised definition across EU countries of what constitutes LTC needs nor a common understanding of which such needs merit public support.

Description of the activities to be funded

The action builds on the previous work of phase 1 and 2 which used “typical cases” to establish a methodology for cross-country comparisons and produce a database of levels of public support for LTC across countries. It extends this work by analysing and matching survey responses (SHARE) with “typical cases” of LTC needs, estimating total costs, public support and out-of-pocket spending for each respondent, and generating and analysing national-level indicators of the effectiveness of social protection for LTC in old age.

Type of applicants targeted by the direct grant

According to Article 195(f) of the Financial Regulation, grants may be awarded without a call for proposals for actions with specific characteristics that require a particular type of body on account of its technical competence, its high degree of specialisation or its administrative power, on condition that the actions concerned do not fall within the scope of a call for proposals. The OECD is well placed to implement the action given its knowledge and experience of both long-term care and statistical modelling as demonstrated by its past collaboration with EU Member States in the area of LTC. It further benefits from possible access to data of non-EU OECD members and from their experiences in the technical and methodological areas covered by the action.

#### Implementation

Directly by the DG in Q4

(c) In section II.2. Grants, point 2.2 (c) is added which reads :

#### **2.2.c Direct grant to the OECD: Monitoring the Adequacy of Pensions**

##### Priorities of the year, objectives pursued and expected results

This grant will contribute to the monitoring of current and future pension adequacy in the Member States by supporting the calculation of Theoretical Replacement Rates (TRR). Thereby it will strengthen the analytical and informational basis for the development, implementation, monitoring and implementation of adequate social protection measures. The TRR is the main indicator for pension adequacy. It shows the pension level expressed as a percentage of previous earnings. TRRs make it possible to compare the suitability of pension systems to maintain income after retirement across countries and to quantify the impact of reforms. They are calculated for an assumed worker (by gender) in a base case and a given set of variant cases.

##### Description of the activities to be funded

The action will develop the Guidelines for the calculations of the TRRs taking into account the decision on TRRs' cases made by the SPC ISG. The action will provide detailed instructions and templates for the calculation of current and future TRRs that will be used by the Member States and the OECD to calculate the TRRs.

##### Type of applicants targeted by the direct grant

According to Article 195(f) of the Financial Regulation, grants may be awarded without a call for proposals for actions with specific characteristics that require a particular type of body on account of its technical competence, its high degree of specialisation or its administrative power, on condition that the actions concerned do not fall within the scope of a call for proposals. The OECD is well placed to implement the action given its knowledge and experience of both employment and social policies as demonstrated by its past collaboration with EU Member States in the area of social protection. It further benefits from possible access to data of non-EU OECD members and from their experiences in the technical and methodological areas covered by the action.

#### Implementation

Directly by the DG in Q4

**(5) Part II, point 4: Procurement is amended as follows:**

(a) In point 4 *Procurement* the indicative budget breakdown for procurement is replaced by the following:

*Procurement*

The overall budgetary allocation reserved for procurement contracts in 2019 amounts to EUR 43 015 873 broken down as follows:

Budget line 04.030201 (PROGRESS): EUR 34 190 406

Budget line 04.030202 (EURES): EUR 8 611 331

Budget line 04.030203 (Microfinance and Social Entrepreneurship): EUR 214 136'

**(b) In the same section a new sentence is added which reads**

'The Commission intends to launch, up to EUR 60 million, an open call for tender for the conclusion of a framework contract for services to organise external meetings and events. The maximum duration of the contract will be 4 years, starting in 2020.'

**(6) Part II, point 7: Financial instruments implemented in direct or indirect management is amended as follows:**

'The overall budgetary allocation reserved for financial instruments in 2019 amounts to EUR 47 067 561.

**7.1. EaSI Financial Instruments:**

Specific financial instrument to be used

Developing the social investment market and enhancing access to finance for social enterprises

Amount allocated per financial instrument

EUR 13 676 909

Description

The instrument aims at supporting the development of the social investment market and facilitate access to finance for social enterprises by making loan instruments of up to EUR 500 000 available to complying social enterprises.

Implementation

Directly by the DG (funded instrument)

**7.2. EaSI Financial Instruments:**

Specific financial instrument to be used

Enhancing access to and availability of microfinance

Amount allocated per financial instrument

EUR 25 185 840

Description

The instrument aims at increasing access to, and the availability of, microfinance for: (i) vulnerable persons who are in a disadvantaged position with regard to access to the conventional credit market and who wish to start up or develop their own micro- enterprises (ii) micro-enterprises in both start-up and development phase.

Implementation

Directly by the DG (funded instrument)

### **7.3. EaSI Financial Instruments:**

Specific financial instrument to be used

Enhancing access to and availability of microfinance

Amount allocated per financial instrument

EUR 7 990 676

Description

The instrument aims at increasing access to, and the availability of, microfinance for: (i) vulnerable persons who are in a disadvantaged position with regard to access to the conventional credit market and who wish to start up or develop their own micro- enterprises (ii) micro-enterprises in both start-up and development phase.

Implementation

Indirect management by the EIF

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### **(7) Part II, point 9: Other actions or expenditure is amended as follows**

(a) In section II, Point 9, the overall budget allocation for other actions is replaced by the following:

'The overall budgetary allocation reserved for other actions in 2019 amounts to EUR 3 147 000'

(b) In section II, Point 9, a new point 9.0 is added as follows:

#### **' 9.0 Studying the impact of taxation on social protection**

Amount

EUR 300.000

Description

A service level agreement with the JRC to study the impact of taxation on pensions and the universality of social protection.

Implementation : service-level agreement with the JRC

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