

## Summary of resource allocation from "Funds for Unforeseen Events" in the first quarter of 2019

### Funds for Unforeseen Events

Funds from the budget programme "Funds for Unforeseen Events" (hereafter – FUE) are allocated to the expenditure measures of national importance, unforeseen expenditure in the state basic budget appropriations resulting from the elimination of the consequences of catastrophes and natural disasters and other unforeseen events. Funds are requested by ministries, incl. also if the beneficiary is not a public institution, the funds required for specific expenditure measures are requested by the relevant line ministry.

The local government may request funds for the unforeseen expenditure in the state basic budget appropriations for the elimination of the consequences of catastrophes, natural disasters and fire, the compensation of losses and damage caused to municipal infrastructure, as well as unforeseen events defined in legal acts. The Ministry of Regional Protection and Regional Development (hereafter – MEPRD) makes requests on behalf of municipalities<sup>1</sup>.

Requests are reviewed by the Cabinet of Ministers. In exceptional circumstances when funds have to be granted immediately and the request cannot be reviewed at the meeting of the Cabinet of Ministers, the decision is made by the Minister of Finance.

The Minister of Finance may decide to allocate funds from the FUE budget programme without consideration to the Cabinet of Ministers also in cases where (i) the ministry is required to compensate natural and legal persons for the damage caused in accordance with the Law on Compensation for Damage Caused by Public Administration Institutions and the Law on Prevention of Money Laundering and Terrorist Financing; (ii) the Treasury shall pay compensation to politically repressed persons and persons subject to increased taxes and duties, followed by deprivation of property, eviction from homes or apartments, and (iii) if the amount of funds requested by the ministry shall not exceed 10 000 euro.

The law "On the state budget for 2019" for the budget programme FUE has been allocated 20 430 692 euro<sup>2</sup>.

### Resource Allocation from FUE in the first quarter of 2019

In the first quarter of 2019 a total **1 294 175 euro** was granted from FUE to satisfy **21 requests**.

Institution	Number of requests	Total sum
Ministry of Transport	3	620 008
Cabinet of Ministers	3	160 132
Ministry of Agriculture	3	115 418
Ministry of Culture	2	112 651
Ministry of Justice	2	87 794
Ministry of Finance	1	39 388
Ministry of Welfare	1	27 402
Ministry of Economics	1	27 103
Ministry of Health	3	23 823

<sup>1</sup> Procedures by which Changes in Appropriations Set in the Annual Budget Law shall be Performed. 17/07/2018, Regulation of the Cabinet of Ministers, Nr. 421, available at: <https://likumi.lv/ta/id/300437-kartiba-kada-veic-gadskarteja-valsts-budzeta-likuma-noteiktas-apropriācijas-izmaiņas#p41>, accessed on 12/04/2019.

<sup>2</sup> Law "On state budget for 2019". Latvijas Vēstnesis, 75 (6414), 12.04.2019. Available at: <https://likumi.lv/ta/id/306232> Annex 4 State basic budget revenues and expenditures by programmes and subprogrammes, accessed on 12/04/2019.

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Institution	Number of requests	Total sum
Ministry of Interior	1	22 563
Ministry of Defence	1	22 397
MEPRD	1	21 323
Ministry of Education and Science	1	14 173
<b>Total:</b>	<b>21</b>	<b>1 294 175</b>

In the first quarter of 2011, **2 requests above 100 000 euro** were satisfied.

1. Funds granted to the Ministry of Transport (180 000 euro). Classified.
2. Funds granted to the Ministry of Transport (409 193 euro). Classified.