O. Fedoriv

Postgraduate Student, Department of European Law, Faculty of International Relations, Ivan Franko National University of Lviv

INSTITUTIONAL MECHANISM OF EU BUDGETARY RELATIONS

The article is devoted to an important issue of the current stage of EU development. The attention is given to the historical and legal aspects of formation of the institutional mechanism of EU budgetary relations, existing approaches to the notion of the EU institutional system and the EU budget procedure.

Regarding the notion of the EU institutional system, there are two approaches in the literature. If the institutional system in the narrow meaning is a set of ruling bodies with a special status which are foreseen in the core functional treaties of the EU, than in the broad meaning it also contains other bodies and organizations which discharge auxiliary, control and administrative functions.

Having analyzed the provisions of the Treaty on European Union, Treaty on the Functioning of the European Union and

the main EU documents, the author concludes that three institutions constitute the institutional system of EU budgetary relations, namely: the Commission, the Council and the European Parliament. In order to improve budgetary procedure, it became necessary to reform the community budget, respectively to change the way it was designed and spent. The manner of setting and dividing the community budget has been changed whenever the circumstances called for it.

In view of this it can be inferred that not only have the two principal treaties and their amendments exerted an influence on the evolution of EU institution's budgetary powers, but also interinstitutional agreements as an instrument of cooperation between the Commission, the Council and the European Parliament.