

Certificate number: 1H-1/1/1/2022.

Articles of association

On the basis of Article 8/A of Act CXCV of 2011 on Public Finances, I hereby issue the founding act of the Integrity Authority pursuant to Act XXVII of 2022 on the Control of the Use of EU Budgetary Resources:

1. Name, head office and place of business of the budget body

1.1. The Budgetary Authority

1.1.1. Name: Integritás Authority

1.2. Foreign language name of the budgetary body

1.2.1. in English: Integrity Authority

1.2.2. in German: Integritätsbehörde

1.2.3. in French: Autorité d'intégrité

1.3. The Budgetary Authority

1.3.1. head office: 1115 Budapest, Bartók Béla út 105-113.

2. The Budgetary Authority provisions relating to the establishment and termination of the

2.1. Date of creation of the Budgetary Authority: 4 November 2022.

2.2. Legislative act establishing the Budgetary Authority: Act XXVII of 2022 on the Control of the Use of EU Budgetary Resources

2.3. The body empowered to establish, form or wind up a budgetary body

2.3.1. Title: Organizational meeting

2.3.2. headquarters: 1055 Budapest, Kossuth Lajos tér 1-3.

3. Management and supervision of the budget body

3.1. The governing body of the budget body

3.1.1. Title: Integrity Authority

3.1.2. headquarters: 1115 Budapest, Bartók Béla út 105-113.

4. Activities of the Budgetary Authority

4.1. The task of the budget body: The Integrity Authority will take action in any case where it considers that an entity with powers and responsibilities in relation to the use or control of EU funds, including the contracting authority, has failed to take the necessary steps to prevent fraud, fraud, irregularity, corruption or any other illegal or irregular situation affecting the sound financial management of the EU budget or the protection of the financial interests of the European Union, or a serious risk therefore. The Authority shall have the power of scrutiny for planned, ongoing or past actions or projects which have received financial support from the European Union, in whole or in part.

4.2. Classification of the main activity of the budget body in the general government sector:

	subject area	name of the specialised section
1	841101	Activities of public authorities

4.3. The core activity of the budget body:

(1) In the framework of the Integrity Authority's analytical and proposal tasks

- a) conducts an integrity risk assessment exercise,
- b) produces an annual analytical integrity report,
- c) publishes annual and ad hoc reports.

(2) In the framework of the Authority's investigative tasks and powers

- a) may carry out a water treatment process,
- b) may request the body with powers and responsibilities for auditing the use of EU funds to initiate proceedings,
- c) may initiate proceedings before another body.
- d) can bring default and other actions in court.

(3) In the framework of the Administrative Authority's Administrative Jurisdiction

- a) carries out official controls in connection with public contracts financed or planned to be financed in whole or in part by European Union funds,
- b) may impose information requirements in relation to public procurement contracts financed by EU funds,
- c) keeps a register of legal persons, sole proprietorships and sole traders (hereinafter together referred to as "economic operators") excluded from participation in a public procurement procedure in connection with certain acts.

(4) The Audit Authority checks the declarations of incompetence made by the employees of the body auditing European grants, as specified in the legislation.

(5) The Integrity Authority carries out the tasks set out in the Government Administration Act in conjunction with the Directorate for Internal Control and Integrity.

(6) The tasks not specified in the Statutes are defined in the Act XXVII of 2022 on the Control of the Use of EU Budgetary Resources (hereinafter referred to as Act XXVII of 2022).

4.4. Indication of the core activity of the budget body by government function:

	government function number	name of government function
1	011210	Management and control of public finances

4.5. Jurisdiction and area of operation of the budgetary body: the territory of Hungary

5. Organisation and structure of the budget body

5.1. Terms of office of the Head of the Budgetary Authority: the Integrity Authority is headed by a President. The Chairperson of the Integrity Authority shall be appointed by the Committee of Competence for the Selection of Members of the Management Board of the Integrity Authority (hereinafter referred to as the 'Competence Committee') by means of an open and public call for applications. The selection of the persons who are considered suitable for the post of Chairperson of the Integrity Authority and who are therefore proposed for the post, on the basis of merit, skills and qualifications, shall be decided by the Eligibility Committee. The President of the Integrity Authority shall be appointed for a term of six years by the President of the Republic on the recommendation of the President of the State Audit Office. The President may not be reappointed. The President of the Integrity Authority shall perform his/her duties within the framework of a civil service contract, and his/her legal status shall be governed by the provisions of Act XXVII of 2022 on Special Status Bodies and the Status of their Employees, with the exceptions provided for in Act XXVII of 2022, Act CVII of 2019, The President of the Integrity Authority shall be dismissed by the President of the Republic on the proposal of the President of the State Audit Office for the period of 2022.

in the cases provided for in Act XXVII. Public service of the chairman of the Authority not specified in Act XXVII of 2022. year XXVI I. measures designated in the Authority's rules of organisation and operation of the Authority.

S.2. Status of persons employed by the budgetary authority:

	employment relationship	the law governing the relationship
1	civil service status	Act CVII of 2019 on the status of bodies with special status and their employees
2	employment relationship	Act I. of 2012 on the Labour Code

6. Final provision

This Statutes shall apply from 4 November 2022. Done at Budapest,

4 November 2022.

Ferenc Pál Biró
President