

Coupled Income Support

**CIVIL DIALOGUE GROUP ON ARABLE CROPS
- DRIED FODDER, ENERGY AND NON-FOOD CROPS -**

21/05/2021
9H30 – 13H00



CAP Post-2020

COUPLED INCOME SUPPORT (CIS) FOR ALFALFA (DRIED FODDER & FRESH) AND RAPESEED (BIOFUELS)

INFORMATION AND EXCHANGE OF VIEWS

Disclaimer

This presentation is based upon the Commission's legislative proposal that was adopted in June 2018.

Considering that discussions within and between the EU institutions are still under-way, the proposed EU rules may be subject to further changes.

Alfalfa(*Medicago sativa*)/Lucerne

VCS - CY 2021:

- BG, CZ, EL, ES, HR, LV, LT, LU, RO

Rapeseed/colza

VCS - CY 2021:

- ES, IT

COM - legislative proposals

01/06/2018:

COM presents the legislative proposals for the future CAP (post 2022)

- [COM\(2018\)392](#) - CAP Strategic Plans (repealing Regulations (EU) 1305/2013 & 1307/2013)
- [COM\(2018\)393](#) - Financing, management and monitoring of the CAP
- [COM\(2018\)394](#) - Common organisations of the markets (CMO)

Since then:

- ongoing negotiations with the EP and Council
- long process, complex circumstances, close to finish line
- objective => overall political compromise during the PT Presidency

01/01/2023:

- Provisional start date
- Period to cover => 01/01/2023-31/12/2027

For years 2021 and 2022:

=> Transitional Regulation: [Regulation \(EU\) 2020/2220](#)

Coupled income support CIS - main elements of the proposal (1/2)

Key principles:

- Optional scheme
- Limited list of sectors/productions:
cereals, oilseeds, protein crops, grain legumes, flax, hemp, rice, nuts, starch potato, milk and milk products, seeds, sheepmeat and goatmeat, beef and veal, olive oil, silkworms, dried fodder, hops, sugar beet, cane and chicory, fruit and vegetables, short rotation coppice and **non-food crops (NEW)**, with potential to replace fossil material in the **bio-economy** (e.g.: use for energy-, or bio-plastic production)
- Undergoing **difficulties** = 'cornerstone'
- **Importance:** for economic, social, environmental reasons
- **Aim (NEW):** MS' interventions should address the difficulties by improving the quality, competitiveness or sustainability of the sectors

CIS - main elements of the proposal (2/2)

Finer targeting:

- possibility to better target specific types of farming
- with potential to improve the sector's competitiveness, quality, sustainability

Financial elements:

- 10% (+2% for protein crops) of DP envelope, to be decided by MS
- few possible exceptions under conditions
- annual payment per hectare/animal
- enhanced financial flexibility between CIS interventions

WTO:

Blue box → Amber box, however...

- Not for boosting production!
- Strict limitations remain!

Trilogues: COM – EP – Council

2 Super-Trilogues:

- 11/11/2020 for the 3 proposals
- 26/03/2021

Several trilogues:

- since 19/11/2020,
- last one on 11/05/2021 (10th)

Jumbo trilogue:

- 25-26-27 May

Main open issues (1/3)

Derogation from difficulty for PC

COM proposal:

- Difficulty to be demonstrated for all sectors/production to be supported

EP amendment:

- to exempt PC from the difficulty
- political priority to improve self-sufficiency

Council:

- seems to show openness

Main open issues (2/3)

Scope

COM proposal:

- status quo
- only change proposed: bio-economy extension
- Justification:
 - to be in line with the green ambition of this reform (Green Deal, F2F)
 - strengthen the link between CIS (often criticised) and the environmental/climate objectives (Annex XI)

EP

- preference to avoid any extension of the scope
- opposes the bio-economy extension in fear of promoting mono-culture
- show openness for Council AM 'legumes+grass'

Council amendment:

- Mix between legumes and grasses in view of promoting self-sufficiency of animal feeding in the EU
- no strong preference (pro, or contra) with regard to bio-economy

Main open issues (3/3)

VCS %

COM proposal:

- 10% (+2% for protein crops) of DP envelope, to be decided by MS
- few possible exceptions under conditions

EP amendment:

- 10 (+ 2)%
- possible transfer from CIS to 'other sectors' under sectoral types of interventions (includes cereals and dried fodders)

Council amendment:

- 13 (+2)%
- possible transfer from CIS to 'other sectors' under sectoral types of interventions (includes cereals and dried fodders)

=> Discussions to take place at a later stage.

**Thank you for your
attention!**