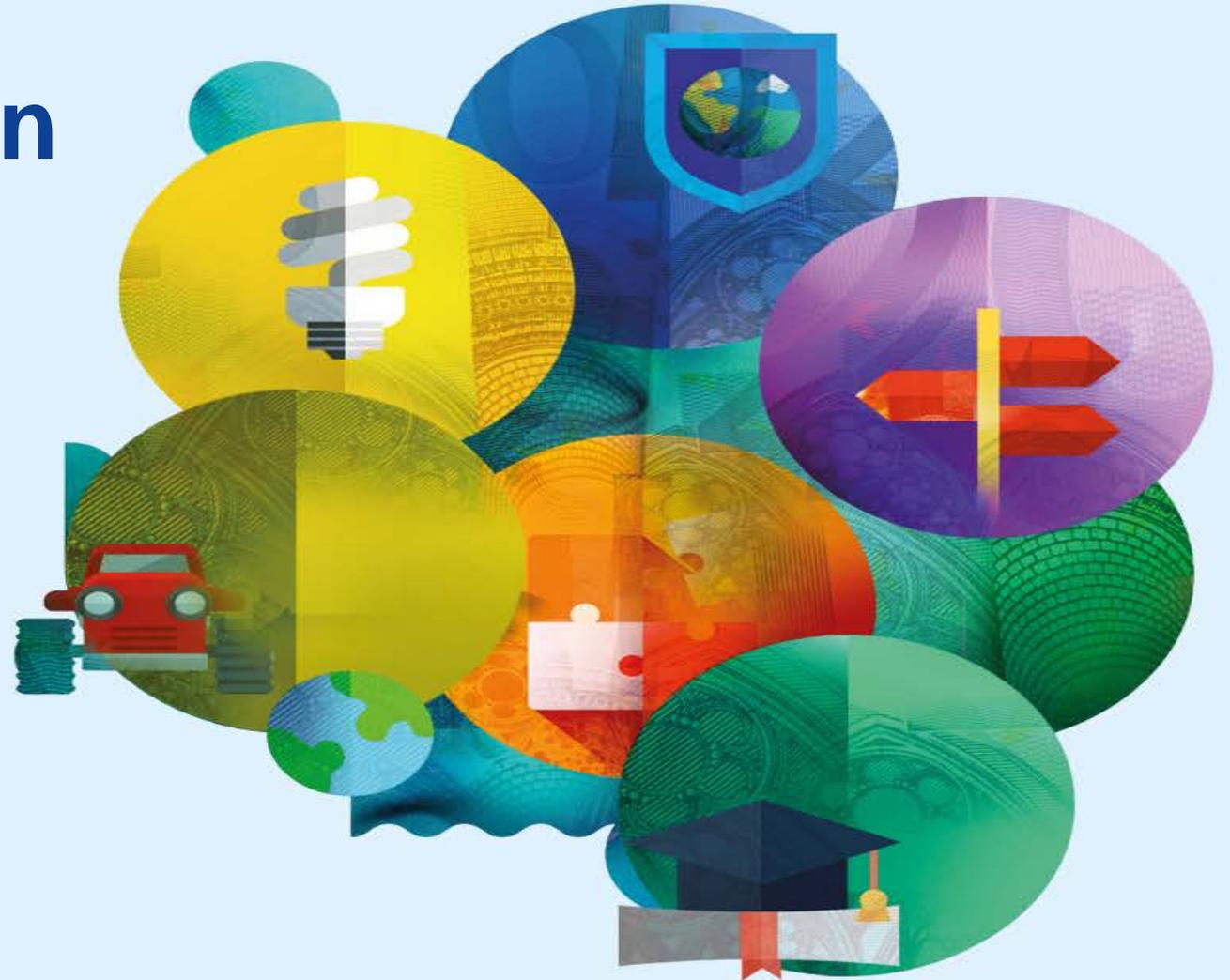


Transitional Regulation

- Direct payments

CDG Direct payments and greening
11 September 2020

#FutureofCAP



Timetable

- 31 October 2019: Commission proposal for a transitional regulation covering year 2021 (COM(2019) 581)
- November 2019 – May 2020: works in Council and EP
- 20 May 2020 – 30 June 2020: 3 trilogues and several technical meetings
- 30 June 2020: **Partial political agreement** pending MFF agreement (financial allocations for DP and RD in particular)
- Autumn 2020: Last trilogue on MFF issues
- ASAP and by end 2020: Adoption of the Transitional regulation

Partial political agreement (text of 30 June 2020)

General aspects

- Principle: ensure continuity, no disruption of payments to farmers
 - Length of the transition
 - Council and EP agreed for 2 years transition (calendar years 2021 and 2022)
 - COM opposes and recalls the importance of delivering on
 - The Green Deal ambition
 - The economic recovery after the pandemic
- So need to implement the reform from 2022.

Direct payments provisions in transition (2)

- COM proposal
 - Extension to cover 2021 of
 - Financial annexes
 - Flexibility between pillars
 - Notification of the estimated product of reduction of payments
 - Prolongation of SAPS beyond 2020
 - Certain provisions needed adaptation:
 - Option to apply further internal convergence (2020 and 2021)
 - Amnesty clause for entitlements from 2021
 - Direct Payments notifications
 - Basic Payment Scheme (adaptation to ceiling, reserve)

Direct payments provisions in transition (2)

- Partial political agreement – additional elements
 - Derogation to apply the amnesty clause from 2020 for certain Member States
 - Transitional National Aids (2020 level)
 - Adjustments for DP notifications
 - Prolongation of the empowerment to decouple VCS in case of structural market imbalances
- To be settled
 - Duration of transition
 - Financial annexes and cotton amount (MFF)
 - Deadline for DP notifications 2021 (depend on adoption timetable)