

Ministry of Agriculture
Republic of Latvia

CAP Strategic plan 2023 – 2027

?? Strategy of Latvia towards economic growth

The 2023 EU Agricultural Outlook Conference – Sowing the Future of EU Agriculture

December, 2023



Ministry of Agriculture
Republic of Latvia

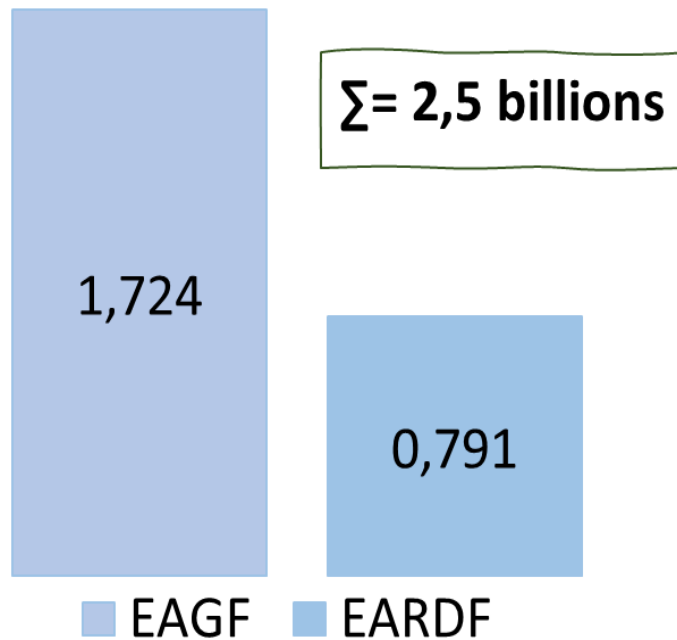
Content



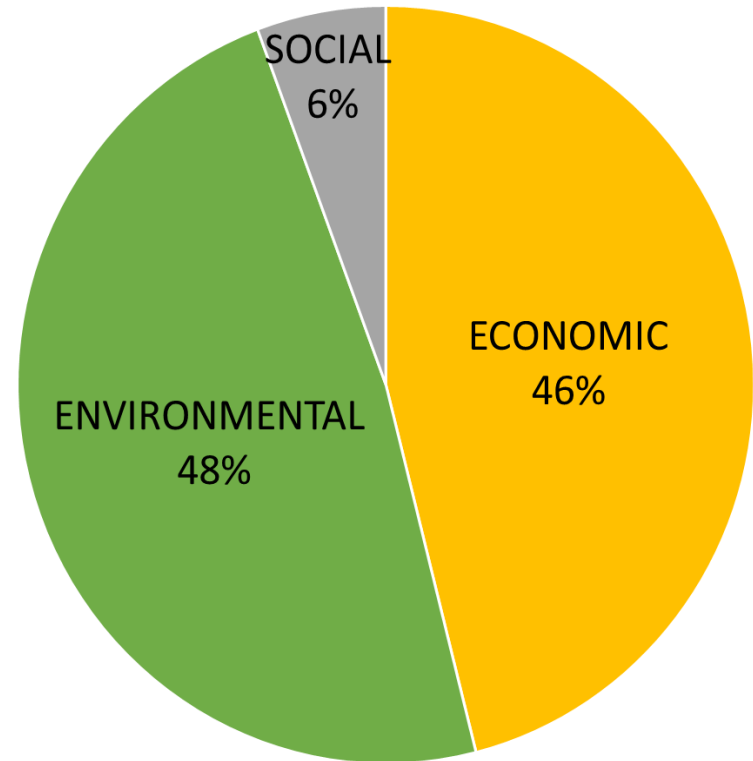
Ministry of Agriculture
Republic of Latvia

LV CAP strategic plan 2023 – 2027 funding

CAP EU funding for Latvia,



Budget allocation by CAP general objectives





Ministry of Agriculture
Republic of Latvia

Goals and strategy of the CAP strategic plan of Latvia

Latvia's strategy is aimed at:

- increasing the competitiveness of farms;
- raising farm income;
- contributing to the achievement of environmental and climate objectives;
- foster development of vibrant rural areas;
- promote knowledge-based entrepreneurial capacity;
- maintain sufficient food security;

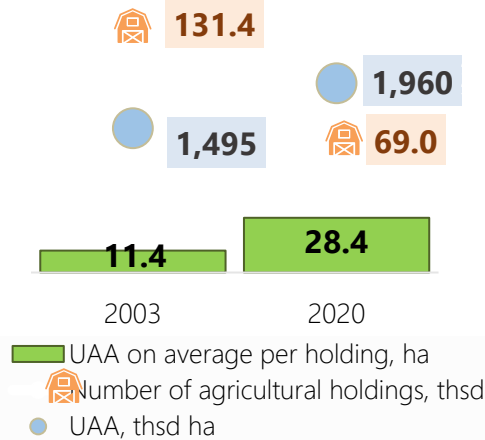
Facts about Latvian agriculture



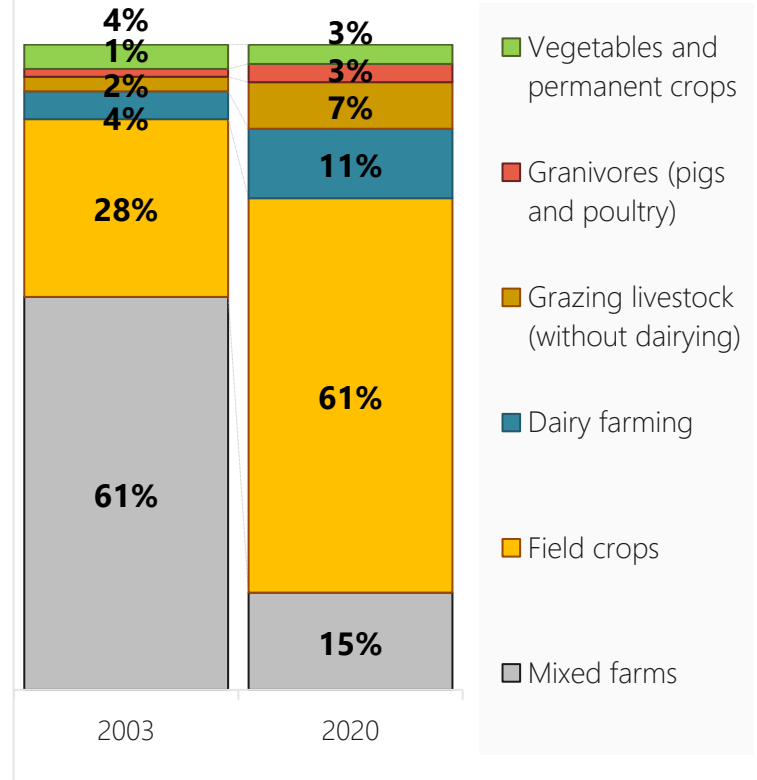
Ministry of Agriculture
Republic of Latvia



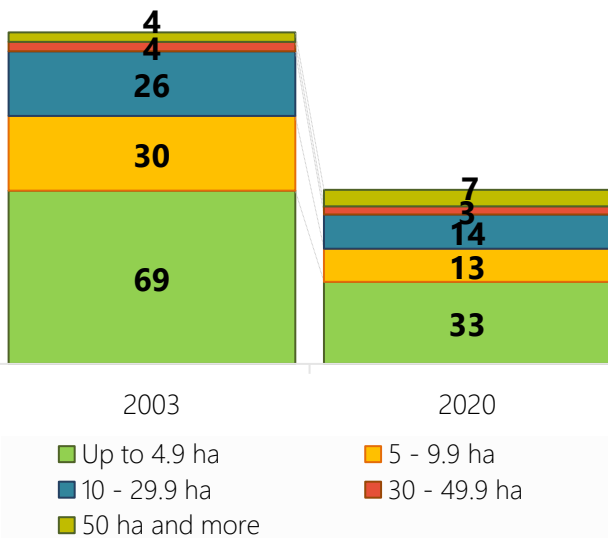
Number of agri holdings and land



Structure of farms by type of farming



Number of farms by the size of area, thousands



70% of UAA is arable land
67% of population lives in rural
and intermediate regions



Ministry of Agriculture
Republic of Latvia

Interventions for viability and competitiveness of small and medium-sized farms

EAGF

BISS
income support

+ **capping** if BISS is above 100 000 eur



CRIS
redistributive payment

For all farms from 3ha with different rates:
3 to 30ha: 53 – 61 eur/ha
30,1 to 100ha: ~12 eur/ha

153,7 MEur

**Payment for
Small farmers**

500 eur/per farm
for very small farms up to 3,5ha

37,7 MEur

AND

EARDF

**Investments for
small and medium
size farms**
3 interventions

For small farms (turnover <15 000) provide **grant**
(support rate up to 85%) 5 000 – 30 000 eur :

- ✓ purchase of land (up to 10%), machinery, equipment
- ✓ building, reconstruction
- ✓ measures to mitigate & adapt to climate change

20 MEur

Financial instrument: **loan for investments** up to 100 000
EUR, with the capital rebate element and loan for working
capital up to 50 000 EUR.

17 MEur

For small/medium farms (turnover 15 000 – **350 000**) **cover costs** for purchase of fixed assets and small reconstructions.

56 MEur



Ministry of Agriculture
Republic of Latvia

Interventions for generation renewal

EAGF

**Income support for
young farmers**

Rate: 35 (2023) – 45 (2027) eur/ha
for the first 150 ha

11,8 MEur



AND

EARDF

**Setting-up of
young farmers**

Lump sum payment for the implementation of
the business plan
* 40 000 EUR

37,3 MEur

Financial instrument:
Loan for setting-up a farm up to 150 000 EUR
(purchase of land, farm, animals, plans,
equipment etc)

6 MEur

43,3 MEur



Ministry of Agriculture
Republic of Latvia

Collaboration and Cooperation

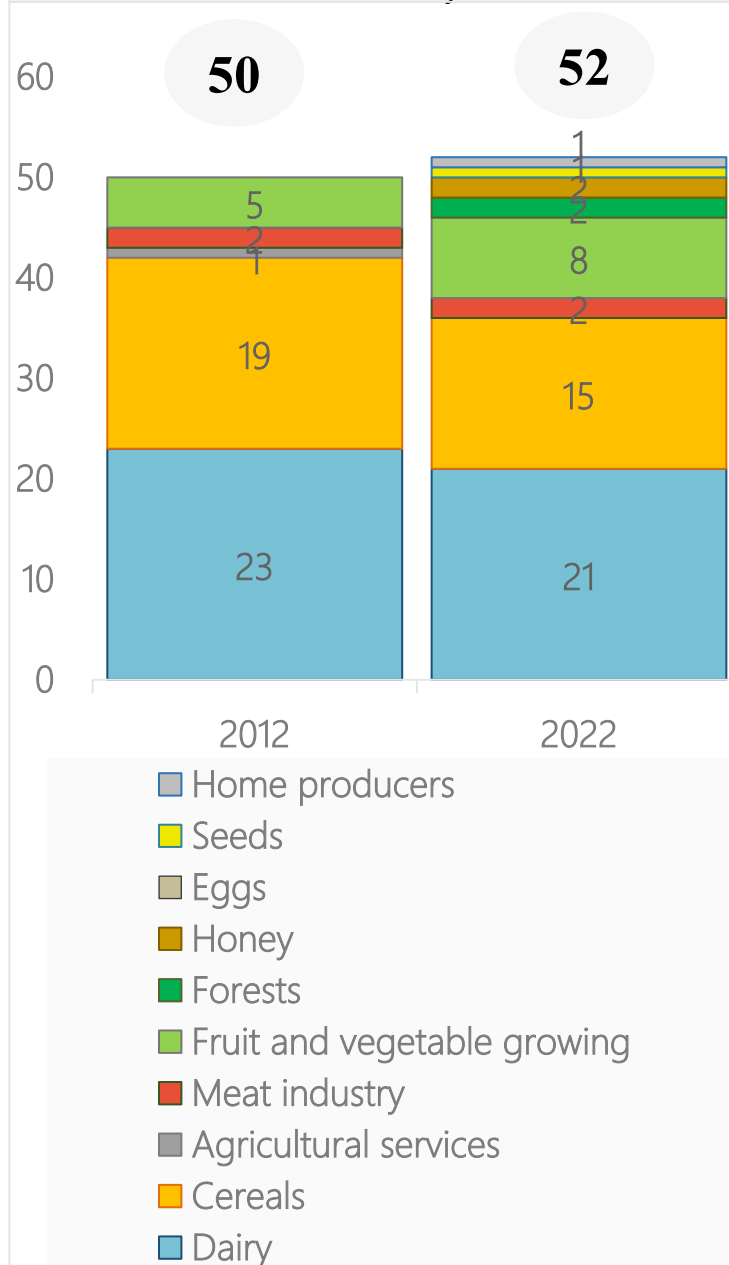
**5 Producer's organisations
in Fruit&vegetable sector**



Common needs:

- ✓ Investments for different forms of collaboration/cooperation, logistics and storage;
- ✓ Promote collaboration/cooperation between primary producers;
- ✓ Strengthening farmer's position in value chain;
- ✓ Foster research and use of new technologies;
- ✓ Lack of knowledge and leaders;
- ✓ Boost productivity and income level;

Number of agricultural cooperatives by industry





Ministry of Agriculture
Republic of Latvia

Collaboration/Cooperation for competitiveness

EAGF

**CMO for
Producers
organisations**

OR

Fruits&vegetables,
+ cereals, legumes,
+ milk&products,
+ veal&beef&pig meat

- ✓ Coop between primary producers;
- ✓ Advisory services, best practices;
- ✓ Marketing activities;
- ✓ Foster use of new technologies;
- ✓ Implementation of quality schemes;
- ✓ Environmental and climate actions;



6,9 MEur

EARDF

Setting up of POs

- ✓ Compensation of setting up costs;
- ✓ Equal to 10%/8%/6%/4%/2% of the annual production;
- ✓ Max 500 000 EUR per period;

1,5 MEur

**Investments
for
Cooperatives**

- For farm competitiveness
- For measures to reduce GHG and ammonia emissions and to mitigate&adapt to climate change
- For use of renewable energy and energy efficiency
- For processing

11,3 MEur

Risk management and resilience



Ministry of Agriculture
Republic of Latvia



Insurance
1 intervention

50% cover of insurance premium for potential losses caused by adverse climatic events, animal or plant diseases. Mainly used for field crops.

5% of EARDF
43,6 MEur

**Risk
management**



**Knowledge
Education**

Individual consultations for risk prevention and management



Investments
4 interventions

Equipment for risk mitigation for orchards & horticulture (climate change adaptation)

Investments for implementation of biosecurity measures (animal husbandary)



Income support

Direct payments



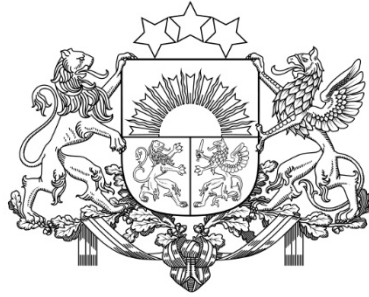
**Ecoschemes &
agrienvironmental
measures**

Implementation of environmentally friendly & climate-smart practices



Ministry of Agriculture
Republic of Latvia

2...



Ministry of Agriculture
Republic of Latvia

Thank you for your attention!