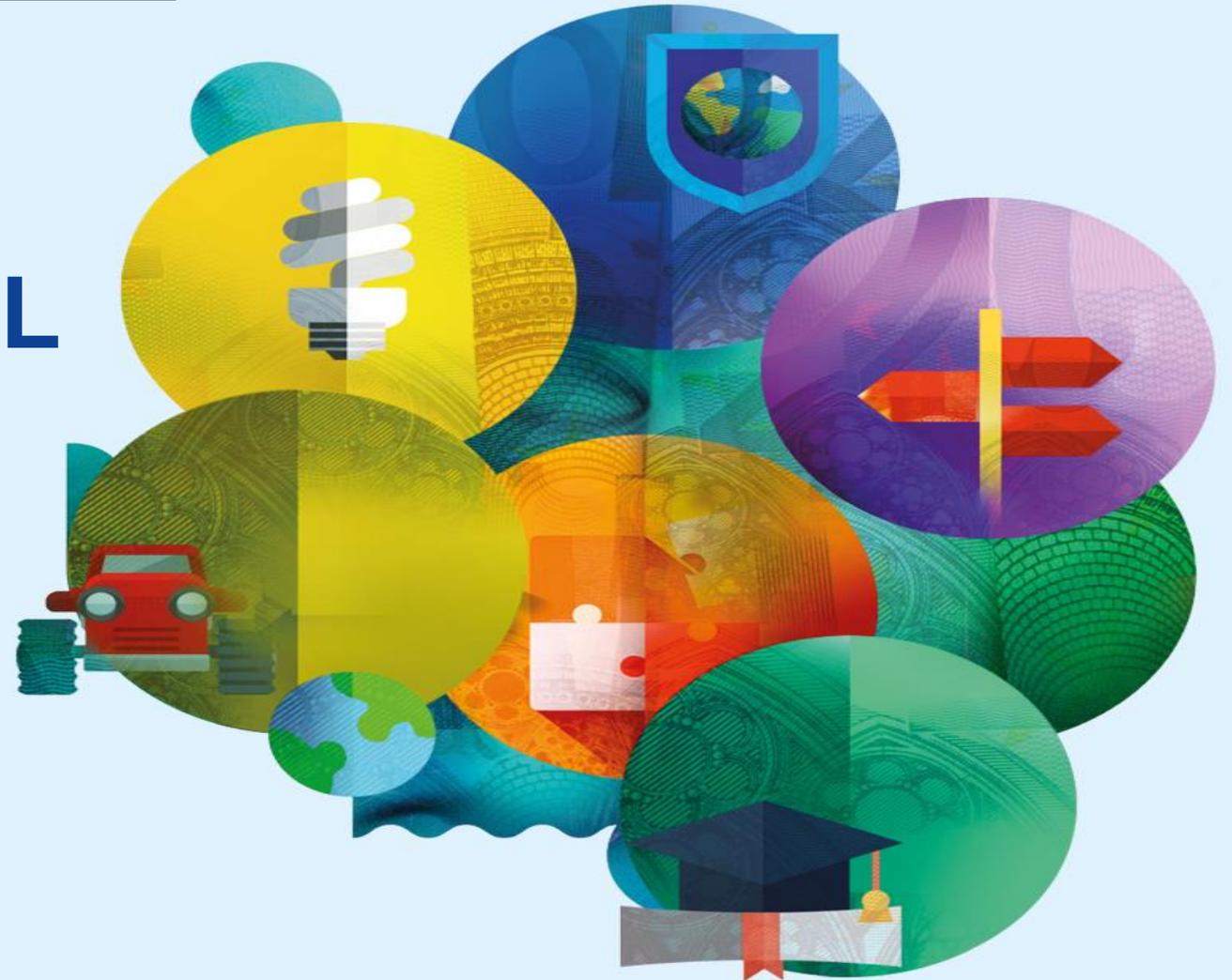


COMMON AGRICULTURAL POLICY

post-2020

Co-decision state of play
Key issues at stake



#FutureofCAP

Where we are with European Parliament

- June 2018: presentation by the Commission of reform package in COMAGRI
- April 2019: Vote and adoption of COMAGRI reports (1/04 CMO, 2/04 SPR, and 8/04 HZR)
- May 2019: European Parliament Elections
- 4 September 2019: COMAGRI decision to resume work on CAP proposals and submit reports to Plenary (not before November).
- Mid-September 2019: rapporteurs confirmed
 - SPR – Jahr (EPP/DE)
 - HZR – Mueller (RE/DE)
 - CMO – Andrieu (S&D/FR)
- The lists of articles to be reopened confirmed. Rapporteur and Shadows mandated to continue work on finding as broad a consensus as possible on the list of articles to be reopened, with a view to Political Groups tabling amendments to Plenary.

2 ➤ Intention to aim for Plenary adoption in June 2020 at the latest

Where we are with Council

- June 2018: presentation by the Commission of reform package in AGRIFISH
- December 2018: AT Presidency final Progress Report on 3 Regulations
- June 2019: RO Presidency final Progress Report on 3 Regulations
- Dec 2019: FI Presidency final Progress Report on 3 Regulations
- Jan – June 2020: HR Presidency
 - January Council: Green Deal – agri related aspects
 - Further drafting suggestions (if needed)
 - By June 2020 (objective): general approach (allowing to start negotiations with the EP)
depending on MFF deal concluded
- July 2020 – December 2020: DE presidency

Key points under the FI Presidency (1/3)

➤ Environmental ambition:

- Suggestion of a ring-fencing of expenditure for climate/environment across pillars, replacing 30% ring-fencing under rural development and mandatory eco-schemes. Minimum spending under F&V maintained, although lowered to 15%

➤ Conditionality / eco-schemes:

- Continued mixed positions on ambition level: some in favor of e.g. limiting conditionality or making eco-schemes voluntary, but other oppose...
- Importance of financial flexibility (in particular under Direct payments for eco-schemes)

Key points under the FI Presidency (2/3)

➤ New Delivery Model – CAP plans, Performance clearance and performance review:

- Intense discussions on reporting (performance clearance (outputs) and performance review (results)), in particular performance clearance for non-area/animal related interventions and sectorial interventions (so-called “Option 1”).
- Other points:
 - CAP plan content
 - Frequency of performance review / triggering level of deviation for possible action plans
 - Deadline of annual performance report

Key points under the FI Presidency (3/3)

➤ Rural Development:

- Possibility to revise ANC definition
- Investments – less limitations regarding purchase of land; aid intensities; specifications / extension of exceptions for 100% support rate
- Specific support for the development of small farms added
- Cooperation – some precisions regarding LEADER
- Risk management voluntary

➤ Direct Payments:

- General trend for turning down proposals for improved targeting; i.e. voluntary reduction of payments/capping, optional application of redistributive payment, no EU definition of genuine farmer and optional implementation
- Fine-tuning of definitions (e.g. eligible hectare)

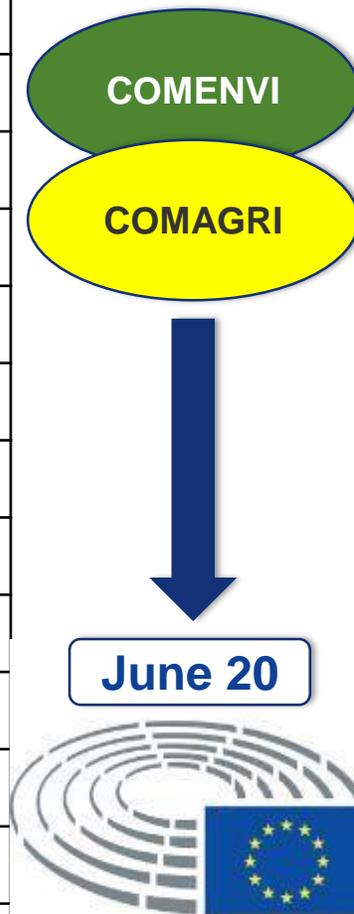
Key points under the FI Presidency (4/4)

➤ Sectorial interventions

- Other sectors – implementation mode (wine vs F&V)
- Olive oil - support programme (like wine model)
- Decrease environmental ambition under F&V to 15%

List of articles to be opened EP

Articles	Matter
Art 4(1)(b)(iii) – (d)	Permanent pasture and Genuine farmer
Art 5-6	General and Specific Objectives
Art 11-12	Conditionality
Art 28	Eco-schemes
Art 42-60	Sectorial interventions
Art 64-67	RD – commitments, ANC, Natura2000/WFD
Art 70	RD – risk management
Art 71(8)	RD – Cooperation – limitation of support
Art 86(2)	RD - 30% ring-fencing
Art 87	Climate tracking
Art 90	Flexibility between pillars
Art 92	No backsliding principle
Art 97 (2)(a)-(b)	Intervention strategy – green architecture
Art 106	CAP Plan approval
Art 114(4)(a)	Monitoring Committee – opinion on CSP
Art 123-124	Performance bonus
Annex I-II-III-IXaa-XI-XII	Annexes



CAP reform proposals – European Parliament

COMAGRI report (April 2019)

key points

➤ Rural Development:

- Additional types of intervention (“women in rural areas” and “installation of digital technologies”)
- Incentive element for management commitments and ANC
- Overly detailed specifications of the types of interventions
- Voluntary character of risk management
- Including ANC (max. 40%) in the 30% EAFRD ring fencing for environment and climate
- CAP strategic plans starting only in 2023

CAP reform proposals – European Parliament

COMAGRI report (April 2019)

key issues

➤ Direct Payments:

- Mandatory elements kept (e.g. reduction of payments/capping – but watered down, genuine farmer, redistributive payment)
- More prescriptions in basic act as for rural development (e.g. definitions, support to young farmers, redistributive payment, small farmers, coupled support)
- Ring-fencing of funds for most types of interventions (e.g. basic income support + redistributive – min 60%, eco-schemes – min 20%)

➤ Conditionality and eco-schemes:

- Conditionality: GAECs/SMRs watered down or become eco-schemes
- Eco-schemes: less flexibility for MS + addition of animal welfare

CAP reform proposals – European Parliament

COMAGRI report (April 2019)

key issues

- **New Delivery Model - CAP Plans, performance clearance and performance review**
 - Fear risk of renationalization – more EU-based requirements (compliance >< performance)
 - CAP Plans to include in annex “regional intervention programmes”
 - No strict annuality of planning (milestones and financial plan information could be multi-annual “where appropriate”) and of performance monitoring (performance reports and review meetings)

CAP reform proposals – European Parliament

COMENVI compromise amendments (April 2019)

Some key issues

- Reformulation of objectives with stronger stance on environmental ones
- Setting of targets at the level of impact indicators
- Conditionality extended to sectoral types of interventions
- AECMC: only "beneficial for environment" (quid of animal welfare?) and incentive element
- Investments: demonstrate no negative effect on environment ; negative list extended
- Ring-fencing EAFRD: 40% for environment (but including ANC)

Thank you!