



Council of the
European Union

Brussels, 23 March 2022
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FIN 356

COVER NOTE

From:	Mr Johannes HAHN, Member of the European Commission
date of receipt:	23 March 2022
To:	Mr Bruno LE MAIRE, President of the Council of the European Union
Subject:	Proposal for transfer of appropriations No DEC 07/2022 within Section III - Commission - of the general budget for 2022

Delegations will find attached Commission document DEC 07/2022.

Encl.: DEC 07/2022



EUROPEAN COMMISSION

BRUSSELS, 23/03/2022

GENERAL BUDGET - 2022
SECTION III - COMMISSION TITLE: 08

TRANSFER OF APPROPRIATIONS N° **DEC 07/2022**

FROM

CHAPTER - 0802 European Agricultural Guarantee Fund (EAGF)

ITEM - 08 02 05 11 Reserve for crises in the agricultural sector	Non-Diff	-350 000 000,00
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TO

CHAPTER - 0802 European Agricultural Guarantee Fund (EAGF)

ITEM - 08 02 03 11 Exceptional measures	Non-Diff	350 000 000,00
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I. DECREASE

I.1

a) Heading

08 02 05 11 - Reserve for crises in the agricultural sector

b) Figures at 15/03/2022

	Non-Diff
1 Appropriations in budget (Initial Budget + AB)	497 300 000,00
2 Transfers	0,00
3 Total appropriations for the year (1+2)	497 300 000,00
4 Appropriations already used	0,00
5 Appropriations available (3-4)	497 300 000,00
6 Decrease proposed	350 000 000,00
7 Total appropriations up to year end (5-6)	147 300 000,00
8 Decrease as percentage of appropriations in budget (6/1)	70,38 %
9 Decrease, as a percentage of the final appropriations for the year, in the sum of transfers referred to in Article 30(1)(b) of the Financial Regulation	n/a

c) Receipts arising from recovery (carried over from previous year)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 15/03/2022	0,00
3 Implementation rate [(1-2)/1]	n/a

d) Detailed grounds for the decrease

Article 25 of Regulation (EU) No 1306/2013 provides for a reserve for crises in the agricultural sector, intended to provide additional support for the agricultural sector in the case of major crises affecting the agricultural production or distribution. EUR 497,3 million are available for this purpose in the budget 2022.

In view of the market disturbances caused by the crisis in Ukraine and after considering the scope for reallocating appropriations, it is proposed to call on the reserve to finance part of the package of exceptional measures to support the most affected farmers for an amount of EUR 350 million in commitment and payment appropriations, in accordance with point 22 of the Inter-Institutional Agreement 2013/C 373/01 of 2 December 2013.

II. INCREASE

II.1

a) Heading

08 02 03 11 - Exceptional measures

b) Figures at 15/03/2022

	Non-Diff
1 Appropriations in budget (Initial Budget + AB)	0,00
2 Transfers	0,00
3 Total appropriations for the year (1+2)	0,00
4 Appropriations already used	0,00
5 Appropriations available (3-4)	0,00
6 Increase requested	350 000 000,00
7 Total appropriations up to year end (5+6)	350 000 000,00
8 Increase as percentage of appropriations in budget (6/1)	n/a
9 Increase, as a percentage of the final appropriations for the year, in the sum of transfers referred to in Article 30(1)(b) of the Financial Regulation	n/a

c) Receipts arising from recovery (carried over from previous year)

	Non-Diff
1 Appropriations available at start of the year	0,00
2 Appropriations available on 15/03/2022	0,00
3 Implementation rate $[(1-2)/1]$	n/a

d) Detailed grounds for the increase

The crisis in Ukraine is likely to lead to a strong increase in feed prices that adds to already soaring prices for energy and fertilisers. Another concern is the impossibility for EU products to continue to flow to Ukraine and potentially also to Russia and Belarus. This combined poses an acute threat of market disturbances that endanger food security in the Union.

Therefore, based on Article 219 of the Regulation (EU) No 1308/2013, the Commission proposes a package of exceptional measures amounting to EUR 500 million to support the most affected farmers. The present transfer proposes to call on EUR 350 million in commitment and payment appropriations from the reserve for crises in the agricultural sector. The remaining EUR 150 million will be covered by redeployments via Commission autonomous transfers.