



Council of the European Union
General Secretariat

**Interinstitutional files:
2018/0218 (COD)**

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WK 8231/2018 INIT

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WORKING PAPER

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MEETING DOCUMENT

From:	General Secretariat of the Council
To:	Delegations
N° Cion doc.:	9556/18 + REV 1 (en, de, fr) + COR 1
Subject:	Regulation on common market organisation (CMO) of agricultural products - Presentations from the Presidency and the Commission

Delegations will find attached the PowerPoint presentations which were presented at the Working Party on Agricultural Products on 4 July 2018. Delegations are also kindly reminded to submit any written comments on the provisions of the abovementioned Commission proposal that were discussed during the meeting by **27 July 2018** **cob** to secretariat.dgb1a@consilium.europa.eu

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Austrian Presidency of the Council of the European Union

A Europe that protects
Ein Europa, das schützt
Une Europe qui protège

Federal Ministry for Sustainability and Tourism

Presidency Video

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■ LINK

Federal Ministry for Sustainability and Tourism

- The ministry consists of seven core areas:
 - Environment and Water Management
 - Agriculture and Rural Development
 - Forestry and Sustainability
 - Climate
 - Waste Management, Chemicals Policy and Environmental Technology
 - Energy and Mining
 - Tourism and Regional Policy

Federal Minister of Sustainability and Tourism



- Ms. Elisabeth Köstinger

Ms. Köstinger is represented during her maternity leave by the Federal Minister for Women, Families and Youth



- Ms. Juliane Bogner-Strauß

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Thank You!

- Official website: www.eu2018.at
- Official Twitter account: @EU2018AT
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COMMON AGRICULTURAL POLICY

post-2020

Legislative CMO proposal

#FutureofCAP





CAP Reform – key elements

The CAP
proposal
in
5 points
&
3 texts

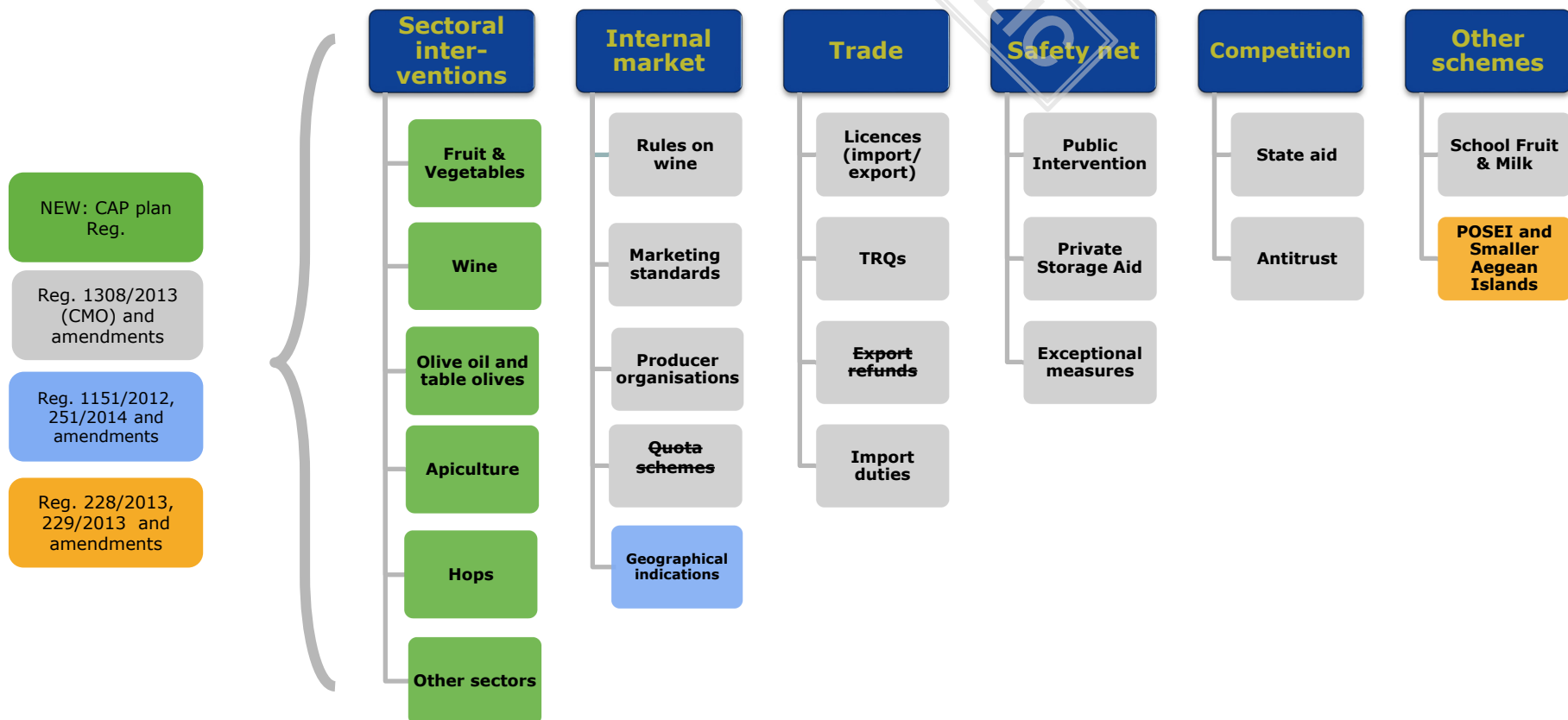
- Rebalancing responsibilities between the EU and Member States (more **subsidiarity**)
- More targeted, result and **performance** based support
- **Fairer** distribution of direct payments
- Enhancing **environmental and climate** ambition
- **Simplifying and modernising** the policy

A package of 3 legal texts:

- The **CAP Strategic Plan Regulation** (including direct payments, sectoral interventions and rural development)
- The **Amending Regulation** (notably the CMO)
- The **Horizontal Regulation** (notably on CAP financing)



A Common Framework for Markets





Changes in a nutshell

Reg.
1308/2013
(CMO)

Reg.
1151/2012,
251/2014

Reg.
228/2013,
229/2013

CAP
Strategic
Plan Reg.

CMO instruments remain largely unchanged:

- Safety net (public intervention and private storage aid)
- Exceptional measures
- Marketing standards
- Farmers' cooperation
- TRQs, import duties
- State aid, etc.

Changes limited mainly to:

- Wine planting authorisations & marketing standards
- Geographical indications
- Budget allocations following the MFF proposal
- Obsolete provisions deleted (sugar quota, export refunds)
- Aid schemes moved to the CAP Strategic Plan Regulation (for f&v, wine, olive oil, hops and apiculture) & possibility extended to other agricultural sectors



Changes in details (Art. by Art.)

Art. 1 point 1

Art. 3 Definitions

- a) sugar definition obsolete (linked to quota regime)
- b) coherence with definitions in CAP Plan Reg. and HZ Reg.
+ delegated powers to adjust definitions in Annex II
(previously only rice for historical reasons)

Point 2

Art. 5 Conversion rates for rice

Simplified because rarely used (processing costs & value of by-products deleted) – only kept for “various stages of processing”

Point 3

Art. 6 Marketing years

Deleted – no longer used as a reference for market measures



Aid schemes ⇒ sectoral interventions

Point 4

Chapter II School scheme – other aid schemes moved to CAP Plan Regulation

- a) **title** limited to school scheme as other aid schemes moved to CAP Plan Regulation
- b) **section I** deleted as only one aid scheme for the whole chapter
- c) **Art. 23a Financing provisions:** UK envelope deducted + reference to former SMS aid level removed
- d) **sections 2 (olives), 3 (f&v), 4 (wine), 5 (apiculture) and 6 (hops)** deleted – moved to the CAP Strategic Plan Regulation



Changes in details (Art. by Art.)

Point 21

Art. 124 Sugar quota regime duration deleted

Art. 127 to 144 on the sugar quota regime deleted

Art. 125 Sugar sector agreements maintained

Art. 126 Sugar price reporting maintained

Point 23

Art. 189 Special import provisions for hemp deleted

- A maximum psychotropic content is laid down for hemp (0.2% THC) in direct payment legislation (see art. 32(6) and 35(3) of Reg. 1307/2013 corresponding to Art. 4(1)c last sentence and 4(2) of the CAP Plan Regulation proposal) – grown hemp must respect it in order to benefit from CAP payments
- Provisions against illicit drugs are laid down by MS legislation
- No AGRI rules necessary as there is no specific aid anymore on hemp



Changes in details (Art. by Art.)

Point 24

Art. 192 Imports of raw sugar for refining

Art. 193 Suspension of sugar import duties

Both expired with the sugar quota regime

Point 25

Art. 193a Suspension of import duties for molasses

To allow for adequate supply, implementing powers are necessary for the Commission to suspend import duties on cane and beet molasses

Point 26

Art. 196 to 204 on export refunds deleted

Following Nairobi Ministerial Decision



Changes in details (Art. by Art.)

Point 27

Art. 225 Reporting obligations by the Commission

- Deletion of apiculture report every 3 years, of Milk Package report in 2014/2018, of school scheme extension in 2014 and of competition report in 2017
- Reporting maintained for the school scheme on application of allocation criteria by 31 July 2023 and on impact of transfers (2023)

Point 28

Art. 226 Use of the crisis reserve deleted

Moved to the HZ Regulation (Art. 14)

Point 29

Annex II, part II Definitions for sugar

Deleted (obsolete / linked to quota regime)

Point 30

Annex III, part B, section I Standard quality for sugar

Deleted (obsolete, / linked to quota regime)



Changes in details (Art. by Art.)

Art. 4 & 5

Amendments to Regulations 228/2013 (outermost regions = French overseas departments, Azores & Madeira, Canary Islands) **and 229/2013** (smaller Aegean islands)

Budget reduced by 3.9% (MFF)

Art. 6

Transitional provisions

Existing rules continue to apply for

- GI applications received before entry into force of the new rules and
- Aid schemes (olives, f&v, wine, apiculture and hops) expenditure incurred before 1 January 2021

Art. 7

Entry into force and application

1 January 2021 for aid schemes (moved to the CAP Plan Regulation) – immediate for the rest

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THANK YOU!

Further information is available at:

- https://ec.europa.eu/commission/publications/factsheets-long-term-budget-proposals_en
- http://ec.europa.eu/budget/mff/index_en.cfm
- https://ec.europa.eu/info/food-farming-fisheries/key-policies/common-agricultural-policy/future-common-agricultural-policy_en