The CAP towards 2020

DG Agriculture and Rural Development
European Commission

Iman Boot
Outline

CAP reform
  - Budget
  - Greening
  - Rural Development Policy

What does this mean for the Alpine region?
## How will the CAP be financed?

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>in billion €</td>
<td>in billion €</td>
<td>in %</td>
</tr>
<tr>
<td><strong>Heading 2</strong></td>
<td>373.179</td>
<td>386.472</td>
<td>-13.293</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>-3.4%</td>
</tr>
<tr>
<td><strong>CAP (Total)</strong></td>
<td>362.787</td>
<td>375.018</td>
<td>-12.231</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>-3.3%</td>
</tr>
<tr>
<td><strong>Pillar 1</strong></td>
<td>277.851</td>
<td>283.051</td>
<td>-5.200</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>-1.8%</td>
</tr>
<tr>
<td><strong>Pillar 2</strong></td>
<td>84.936</td>
<td>91.967</td>
<td>-7.031</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>-7.6%</td>
</tr>
<tr>
<td><strong>Crises reserve</strong></td>
<td>2.800</td>
<td>3.500</td>
<td></td>
</tr>
<tr>
<td><strong>Pillar 1 &amp; crises reserve</strong></td>
<td>277.851</td>
<td>286.551</td>
<td>-8.700</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>-3%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>% share of CAP in MFF</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CAP (excluding crises reserve)</strong></td>
</tr>
</tbody>
</table>

**15% from 1st to 2nd (without co-financing)**

**Possibility of transfers between pillars**

**15% from 2nd to 1st (+10% for some MS)**
Allocation of Rural Development 2014-2020

Source: DG Agriculture and Rural Development.
The new greening architecture of the CAP

Agricultural area (eligible for direct payments)

Cross compliance

Greening

Rural development

Cumulative environmental benefits

Implementation mechanism

Voluntary with compensation for cost incurred and income forgone

Mandatory with financial support (decoupled “green” payment per hectare)

Regulatory (Statutory Management Requirements and Good Agricultural Environmental Conditions)

Farm Advisory System

European Innovation Partnership

Agricultural Research
Rural development Programming

- Ex-ante evaluation
- SWOT analysis and needs assessment in the programme area
- Strategic response:
  - SWOT analysis and identification of needs
  - Choice of relevant priorities/focus areas and approach towards cross-cutting objectives
  - Setting appropriate targets for each focus area selected
  - Establishing and justifying the choice and combination of measures in the light of the SWOT analysis
  - Establishing financial allocations to measures/operations and appropriate indicators
1. Knowledge transfer and Innovation

(a) innovation, cooperation, and the development of the knowledge base;
(b) links between agriculture, food production and forestry and research and innovation;
(c) lifelong learning and vocational training.

2. Farm viability, competitiveness, innovative farm technologies, sustainable forest management

(a) economic performance of all farms and farm restructuring and modernisation, notably to increase market participation/orientation and diversification;
(b) facilitating entry of adequately skilled farmers and generational renewal.

3. Food chain organisation, incl. processing/marketing, animal welfare and risk management

(a) integration of primary producers into the agri-food chain: quality schemes, adding value, promotion in local markets and short supply circuits, producer groups/ organisations;
(b) farm risk prevention and management.

4. Restoring, preserving and enhancing ecosystems

(a) biodiversity, including in Natura 2000 areas, areas facing natural or other specific constraints and high nature value farming, and the state of European landscapes;
(b) water management, including fertiliser and pesticide management;
(c) prevention of soil erosion and soil management.

5. Resource efficiency and shift towards a low carbon and climate resilient economy

(a) efficiency in water use
(b) efficiency in energy use
(c) renewable sources of energy, by products, wastes and non-food raw material for the bio-economy
(d) reduction of greenhouse gas and ammonia emissions
(e) carbon conservation and sequestration

6. Social inclusion, poverty reduction and economic development in rural areas

(a) diversification, creation and development of small enterprises and job creation
(b) local development in rural areas
(c) information and communication technologies (ICT) in rural areas
Environment

- Agri-environment-climate
- Organic farming
- Natura 2000 payments
- Forestry measures
- Ares facing natural or other specific constraints
- Environment & climate linked investments
- Knowledge transfer & advisory services
- Basic services & village renewal
- WFD payments
- Animal welfare
- Co-operation
- Leader
Alpine Region

What are the issues you want to address with rural development?
- priorities
- focus areas

**Mix** of measures
Thank you for your attention!