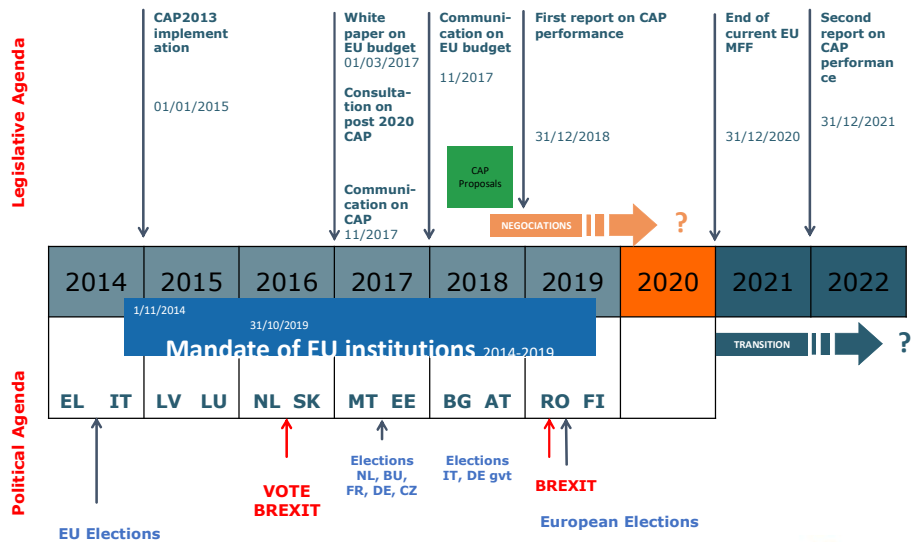


# QUE POLÍTICA AGRÍCOLA COMUM DEPOIS DE 2020?

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## 2019... Which credible agenda?



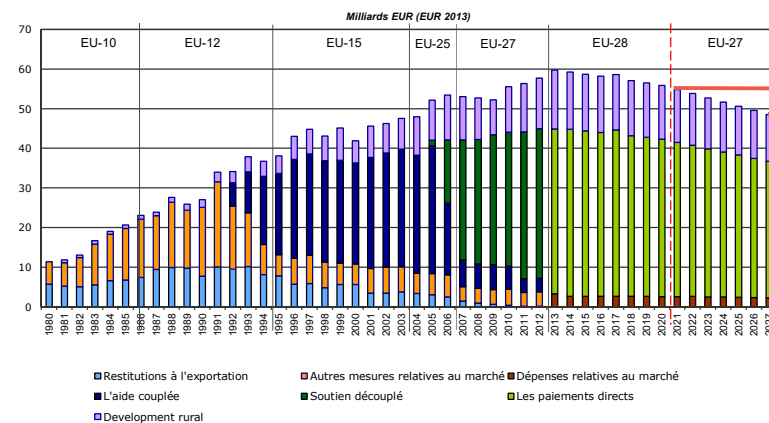
## Political challenges ahead...

- **Fragmented political landscape:** more than 210 parties able to reach the 5% threshold the 26th of May. (13 in BE, 11 in NL, 7 in FR et 6 in DE)
- **EP : possible end of EPP/S&D coalition running the EP.**

=> Building majority in EP as well as at Council level → Harder task.



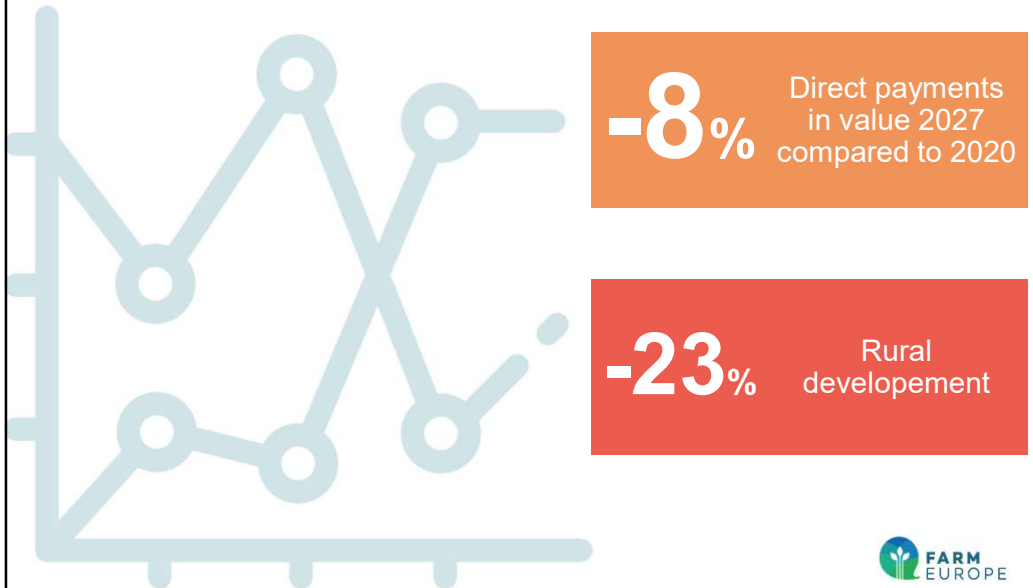
## CAP budget : more than a challenge



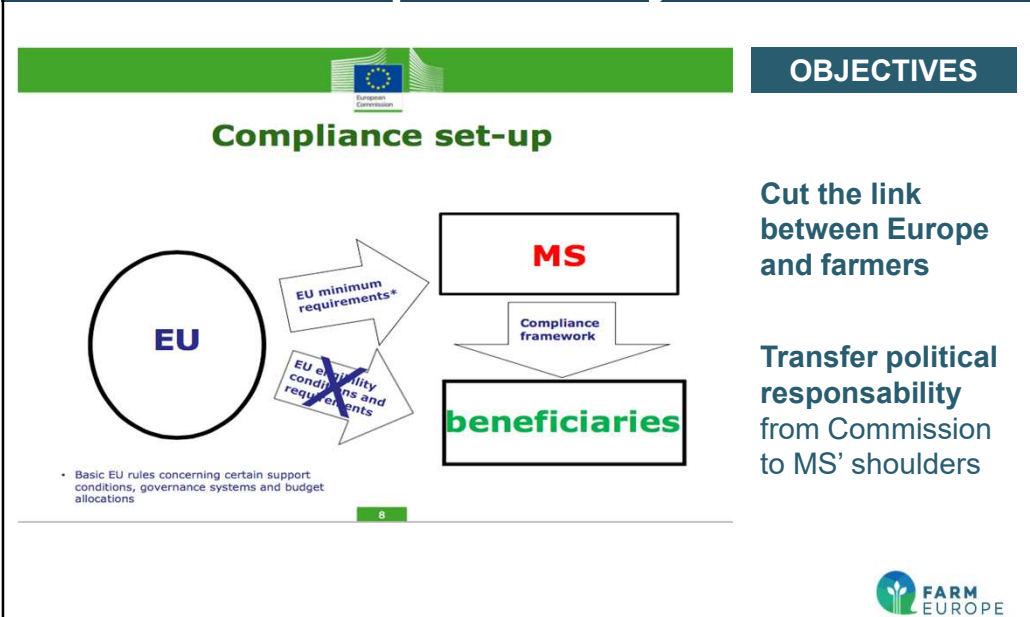
-12%



## Cut of CAP budget : Which economic consequences?



## CAP reform : Transfer of responsibility...

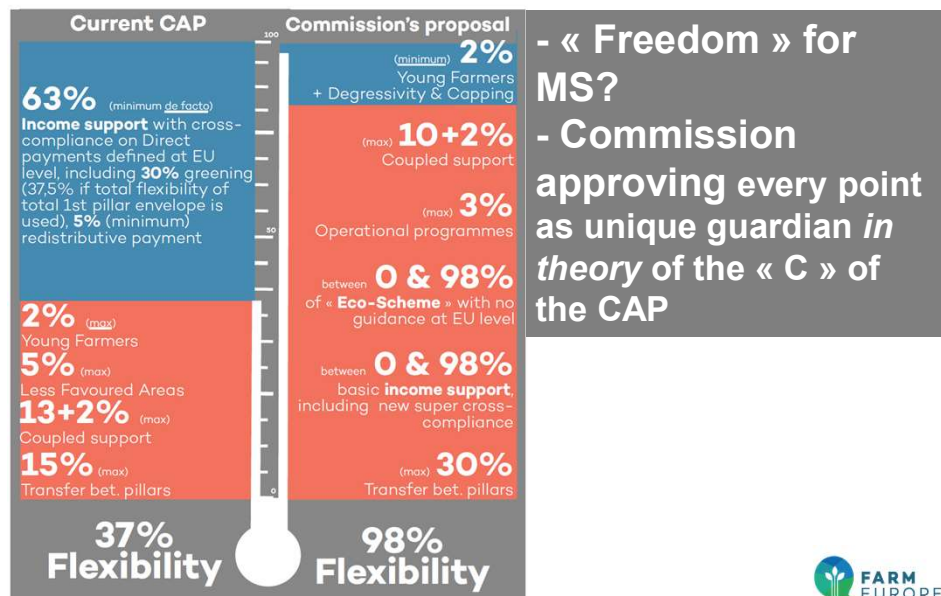


# CAP reform : Commission's proposals

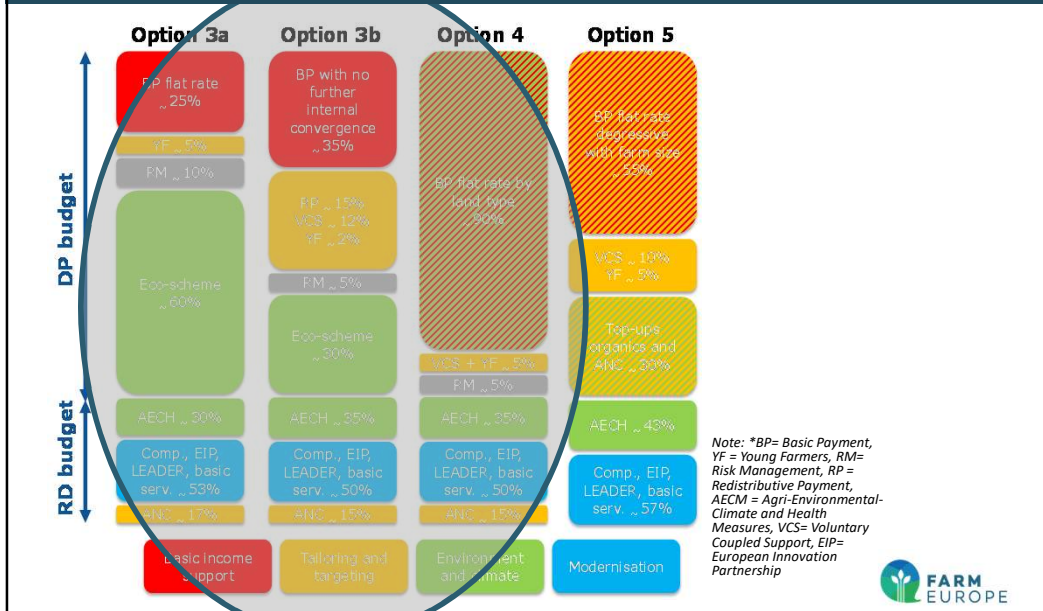
- **1st Pillar:**
  - **100 % new conditionality** (cross-compliance & Greening+), National definitions of rules. End of exemptions
  - **Decoupled payments : from 0% to 98 % of 1st pillar,**
  - Coupled payments (10%+2%)
  - **New voluntary Eco-scheme** : EAM or incitation. No limit, no threshold, no EU rules. Mandatory for MS, « voluntary » for farmers
  - **Mandatory Capping and degressivity** : from €60 000 – cap at €100 000 plus wages (eco-scheme and YF schemes included)
  - Operational programmes : voluntary, all sectors, up 3% 1st pillar
  - **Transfer to 2<sup>nd</sup> pillar: up to 30 % . MS choice**
- **2<sup>nd</sup> pillar : (-23% budget)**
  - **Cofinancing decreased by 10 points** → 43% as a base, 80% EAMs
  - EAMs, Natura : **30% mini 2<sup>nd</sup> pillar budget, LFAs excluded**
  - Risk management tools (Threshold 20%, 70 % CAP cofinancing)
  - Cooperation, innovation, leader (5% mini), knowledge, investments: Nothing new
- **Crisis reserve:** a good principle but empty → multiannual, but **no money** (400 millions max, incl intervention schemes)



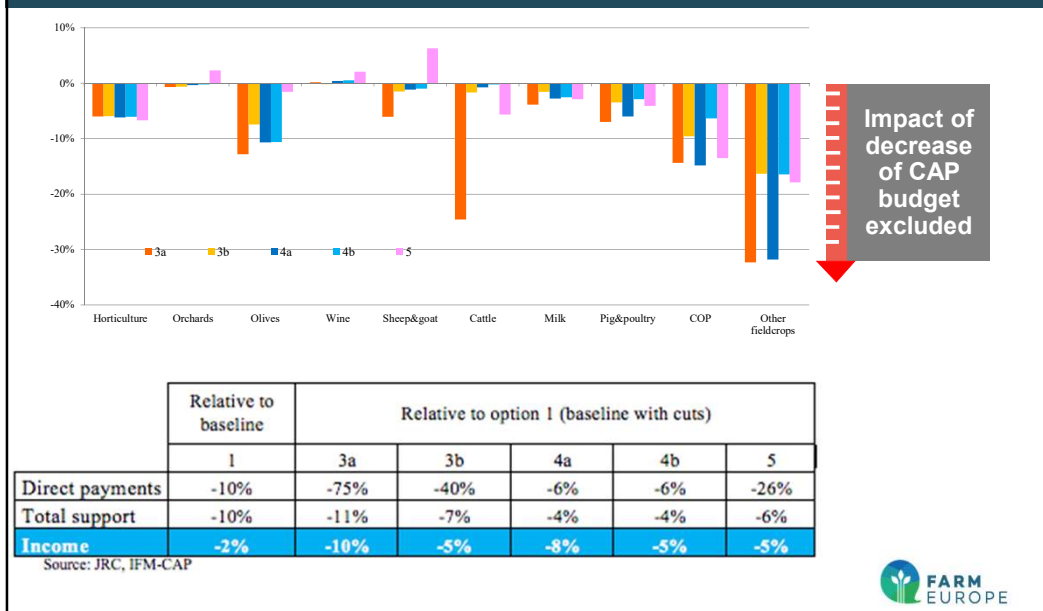
# Risk of eco & envi distortions



# High risk of eco & envi distortions between MS and Farmers



# High risk of eco & envi distortions between MS and Farmers






## Being proactive to influence the reform

2 challenges in parallel :

- **Mould the current negotiation in EP and Council**
- **Define levers for efficient definition and implementation of future national strategies.**




## 6 milestones for a more efficient and common CAP

-  **1 Put in place key parameters in the basic acts** at EU level : minimum share for direct income support at 70 %, transfer P1 to P2 at 15%
-  **2 Promote the economic dimension of the CAP** with a minimum financial objective for economic performance, investments and risk management (**30% 2<sup>nd</sup> pillar**), **oppose** Commission's proposal on **capping**
-  **3 Give a European dimension to the Eco-scheme**, focusing measures to be proposed on the taking of innovative tools and practices that can **encourage both and at the same time the environmental and economic transition** of the European agriculture.



## 6 milestones for a more efficient and common CAP

 4 Build an effective, predictable and adequately financed **crisis reserve** with guarantees that the Commission will react without delay in case of serious market disruption.

 5 Define a **European environmental basis for the new « super » conditionality**, with the possibility for MS and farmers to propose equivalent measures where this is more appropriate.

 6 **No approval process by the Commission** on the elements agreed by the co-legislators, and which are in the EU legal framework.



## Next step : To improve Comagri's position

the **Economic dimension** of the CAP still needs to be addressed:

- the **nature of the eco-scheme**
  - Risk of confusion by leaving in the eco-scheme AECM measures;
  - No axis given to the eco-scheme, and no shaping of the **objective of economic and environmental performance** displayed in the narrative;
- no **minimum level** set in the 2nd pillar **for economic measures**;
- **Need of efficient crisis reserve** in full coherence with CAP risk tools;
- the framing of the **Commission's approval authority** for strategic plans is not complete;
- the **simplification** of the levels of controls and sanctions (performance framework) is very little dealt with

