



## State of play in Rural Development Programming and future perspectives

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## Outline



- 1. Rural development programmes 2014 - 2020: state of play**
- 2. Communication: "The Future of Food and Farming"**
- 3. A new delivery model for the CAP**
- 4. CAP Budget for the future: the MFF 2021-2027**



## 1. State of play RD programmes 2014 - 2020

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## The two "Pillars" of the CAP



- **Pillar 1 – funded exclusively by EU (in general)**
  - Direct Payments (> 94% of Pillar 1 budget in 2014)
  - Market-related expenditure
- **Pillar 2 – co-funded by Member States**
  - Rural Development
  - 118 national or regional programmes

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## Funding of the Common Agricultural Policy 2014-2020



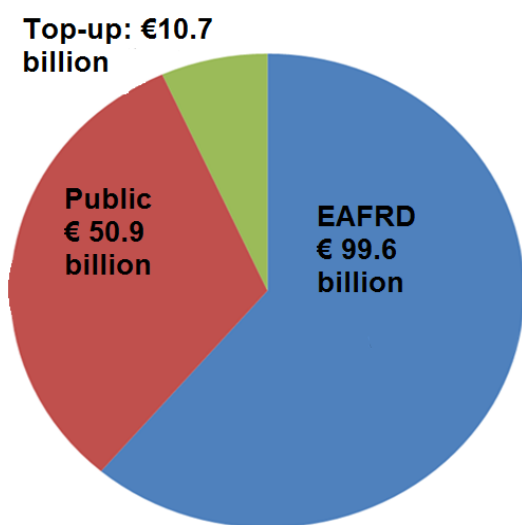
(in billion EURO – current prices)	Multiannual Financial Framework (MFF) 2014-2020	
1. Pillar: Market Measures and Direct Payments	308.7	76%
➤ of which Direct Payments	252.3	[62%]
2. Pillar: Rural Development	99.6(*)	24%
<b>Total</b>	<b>408.3</b>	<b>100%</b>

**(38 % of MFF)**

(\*) following transfers between pillars

Agriculture  
and Rural  
Development

## Total RD budget 2014-2020



**In total, around €  
161 billion of total  
public funding for  
the period 2014 -  
2020**

Agriculture  
and Rural  
Development

## The building blocks of RD programmes



### Union Strategic Priorities for Rural Development

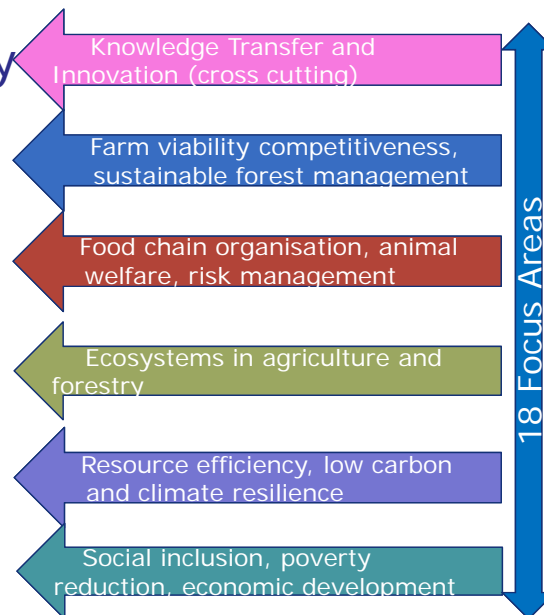
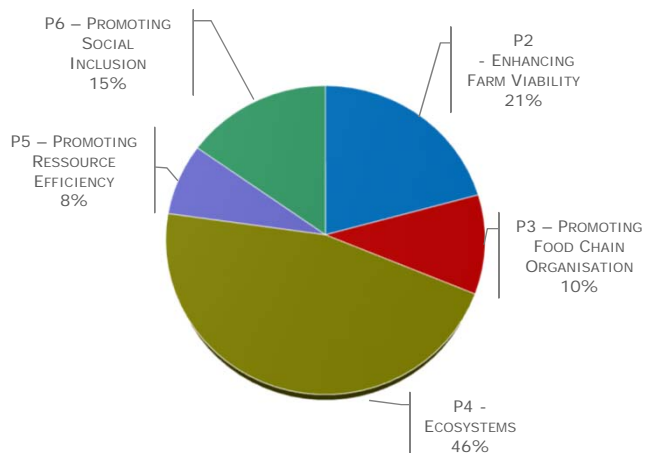


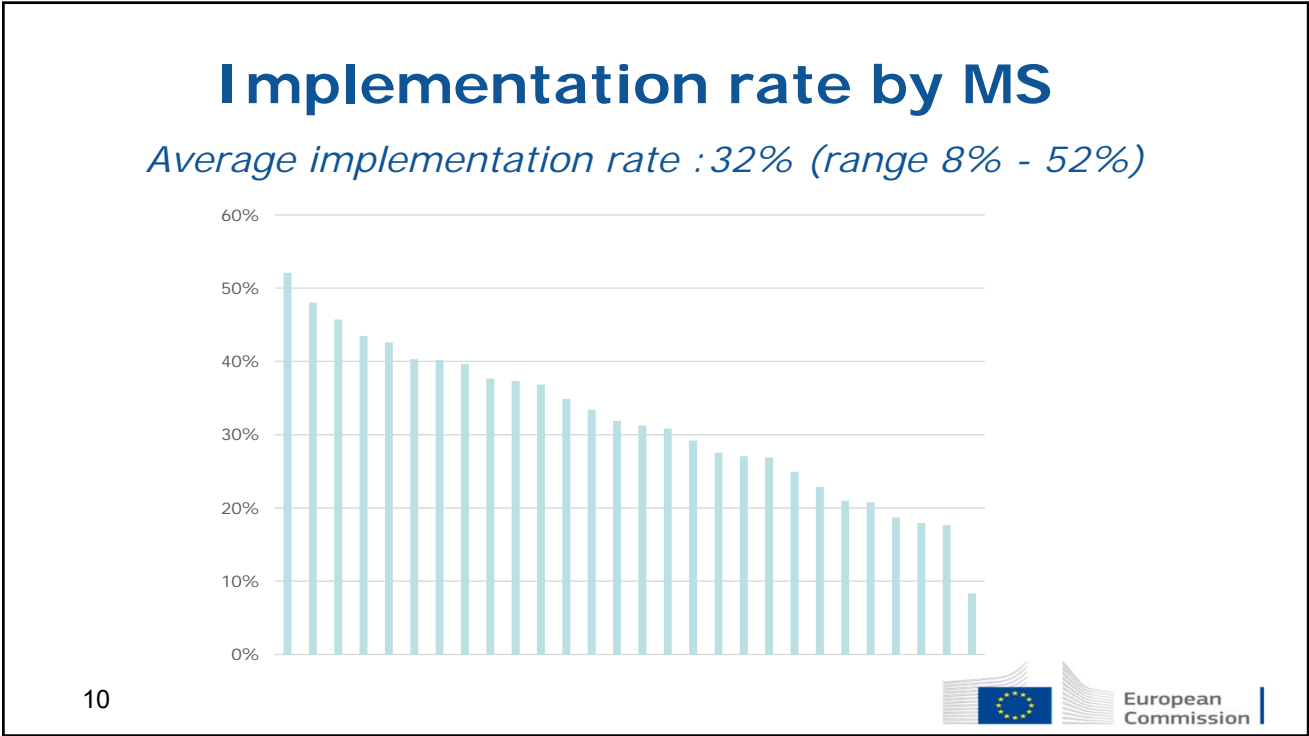
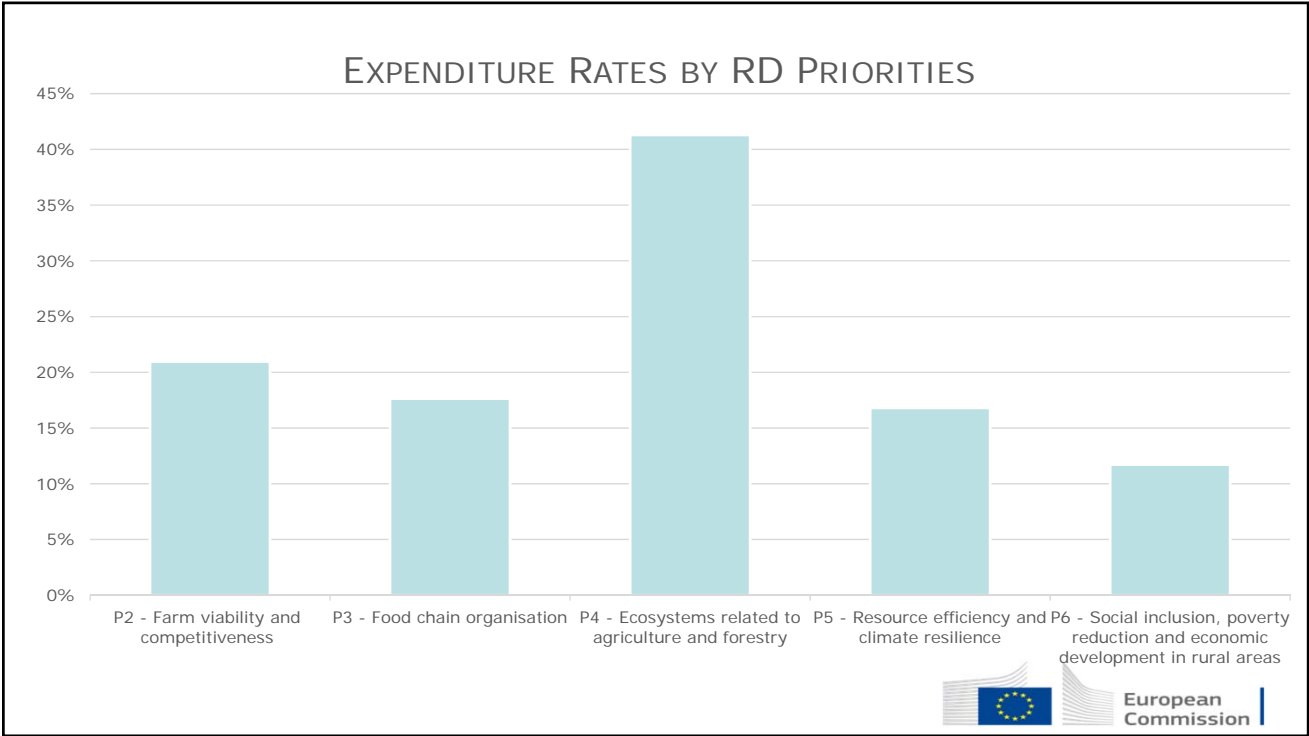
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## Programming by priority



### Share of budget per RD priority





## Target Setting and Implementation: State of Play in 2017



### *Selected EAFRD Target indicators (implementation in brackets)*

- 3.8 million training places (6.8%)
- 333 000 agricultural holdings with RDP support for investments in restructuring or modernisation (11%)
- 17.7% of agricultural land under management contracts supporting biodiversity and/or landscape (74.6%)
- 7.7% of agricultural land under management contracts targeting reduction of GHG and/or ammonia emissions (43.7%)
- € 2.9 billion total investment in energy efficiency (3.3%)
- 18 million rural citizens benefiting from improved access to ICT services/infrastructures (8%)

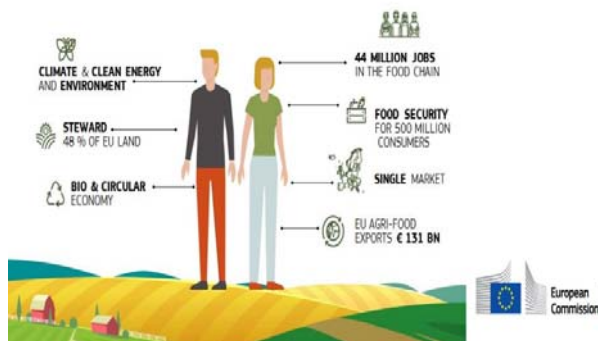


## 2. Communication: "The Future of Food and Farming"

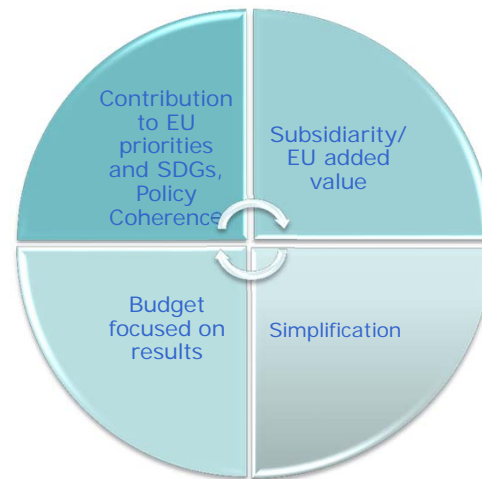
## Communication: "The Future of Food and Farming"



### THE CONTRIBUTION OF EU AGRICULTURE TODAY

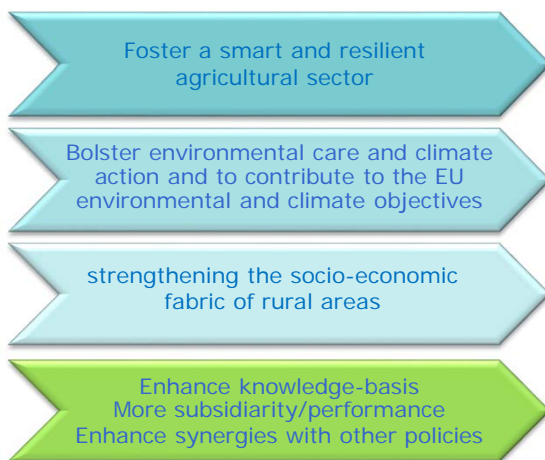


### Overall context

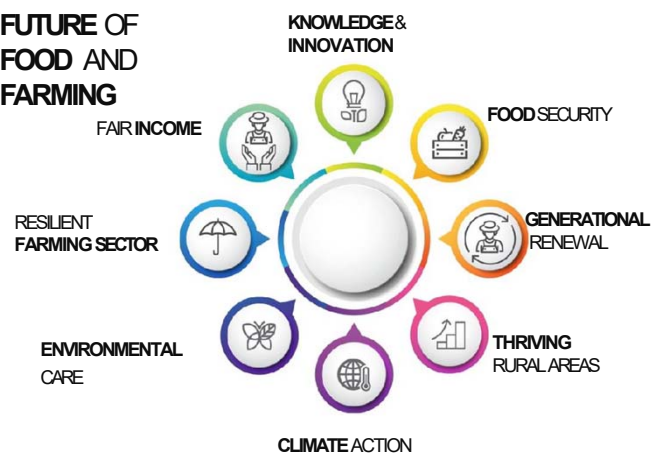


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## Future CAP: Objectives and Priorities

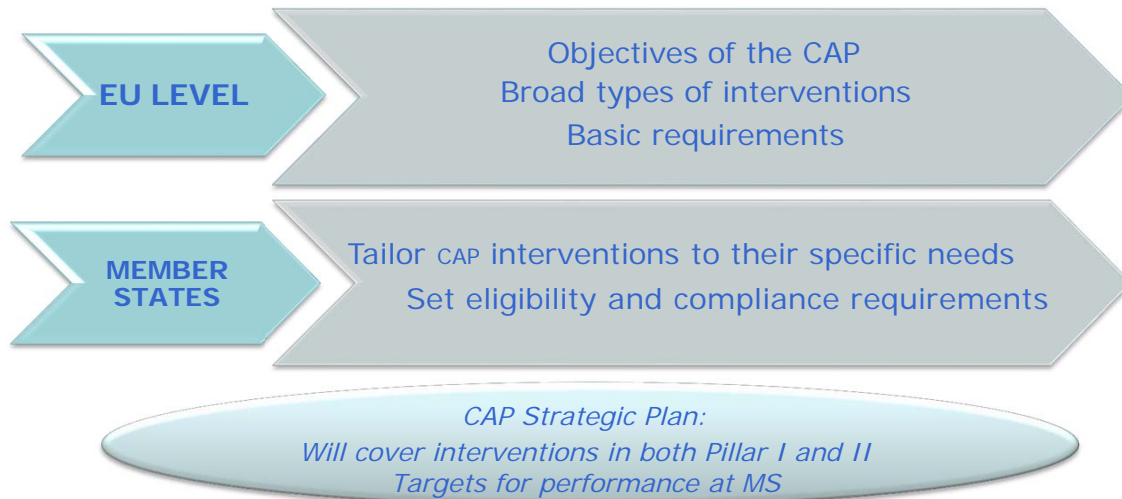


### FUTURE OF FOOD AND FARMING



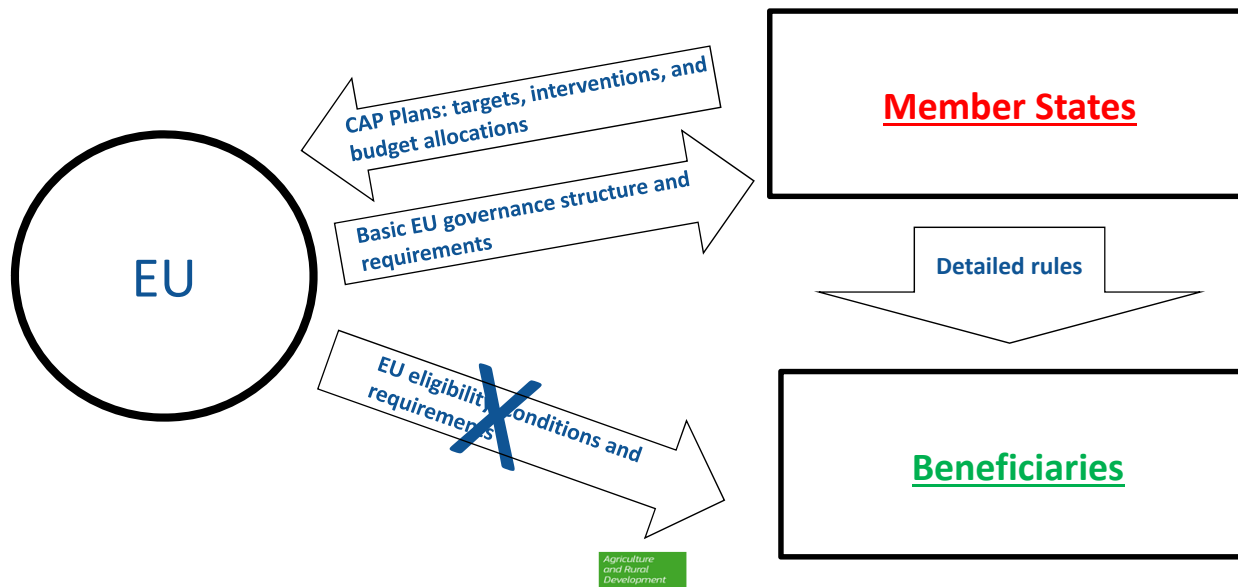
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## Towards a New Delivery Model



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## Compliance Set-up







### 3. The outline of the delivery model

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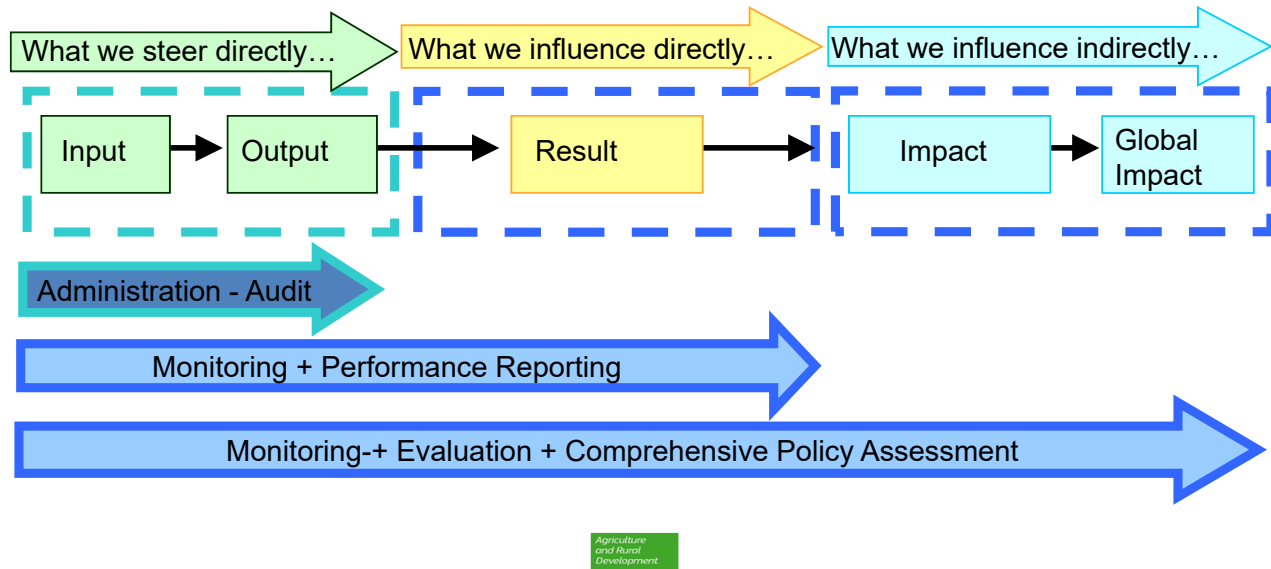
#### *The outline of the new delivery model*



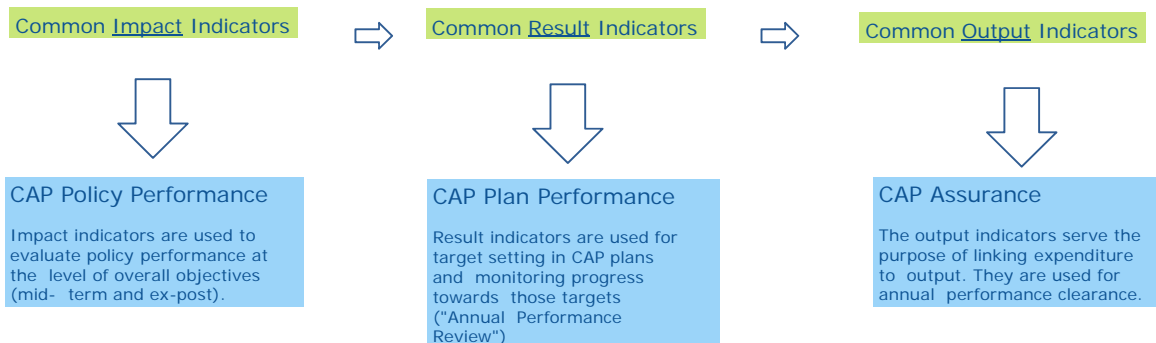
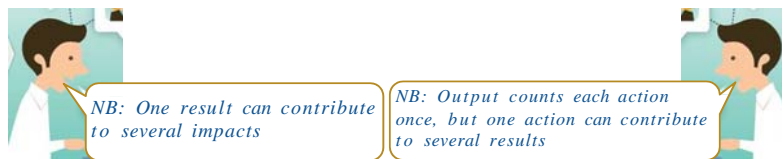
- One single regulation covering both CAP Pillars
- Streamlined set of EU-level objectives (general, specific)
- Reduced number of eligibility requirements to access the support (to be mainly defined by Member States within the CAP Strategic Plan)
- Comprehensive set of common indicators for the purpose of target setting and reporting
- Performance anchored at Member State level, not at beneficiary level
- Member States greater say in designing the compliance and control framework applicable to beneficiaries

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## Achieving Objectives and Identifying Results



## Result-oriented Policy Implementation



## Configuring the policy



### "Structured planning process"

- Needs analysis against common objectives
- Definition of targets and indicators
- Configuration of operations and allocation of budget, based on broad types of interventions set out in EU basic acts, and in line with needs assessment as well as EU objectives and requirements and
- MS/regions: planning discretion
- Commission assessment and approval of CAP plan



## 2. CAP Budget for the future. The Commission proposal on MFF 2021-2027

## Evolution of main policy areas

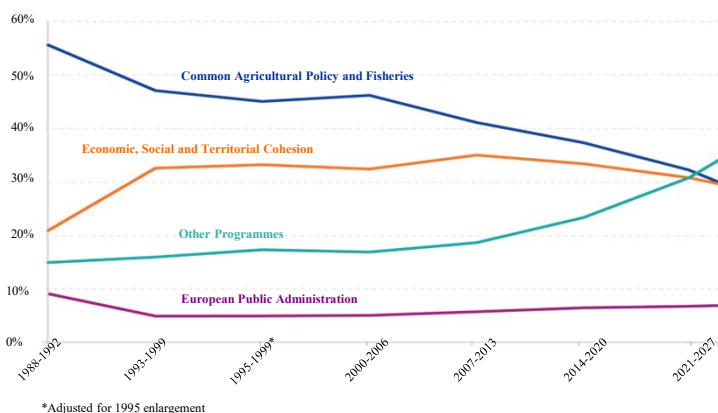


### CONTEXT

- Brexit gap "12 billion"
- New challenges (migration; security & defence; etc.)

### CAP SHARE

- 2014-2020: 37.6% (EU-28)
  - 2020: 34.7%
- 2021-2027: 28.5% (EU-27)
  - 2027: 26.9%
  - Based on COM proposal



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## CAP Pillar 2 - EAFRD



### ALLOCATION

- **EUR 78 811 million**
- MS allocations (99.75%)
- EU technical assistance (0.25%)

(in EUR million, current prices)

	2021	2022	2023	2024	2025	2026	2027	TOTAL
MS allocations	11 231	11 231	11 231	11 231	11 231	11 231	11 231	<b>78 614</b>
EU technical assistance (0.25%)	28	28	28	28	28	28	28	<b>197</b>
<b>EAFRD</b>	<b>11 259</b>	<b>11 259</b>	<b>11 259</b>	<b>11 259</b>	<b>11 259</b>	<b>11 259</b>	<b>11 259</b>	<b>78 811</b>

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**Further information available at:**

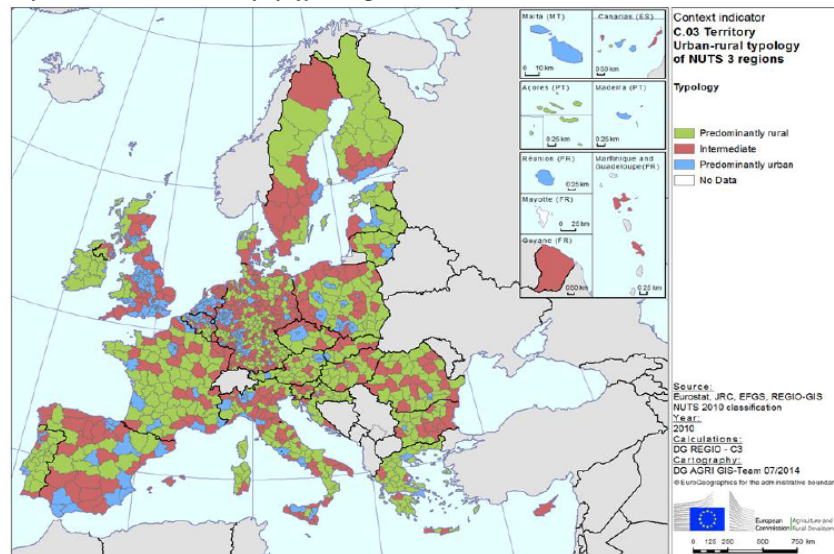
<https://ec.europa.eu/agriculture/future-cap.en>

**Thank you for your attention!**

## Importance of rural areas in the EU



**Map 1 – Distribution of territory by type of region in the NUTS 3 in 2013**



## Scope of RD Policy



### Challenges and Opportunities



## Steps in the Policy Cycle



1. Simplified EU legal framework, including CAP objectives and overall types of interventions
2. CAP plan, including target setting and budget allocations, in line with EU objectives and needs assessment
3. Implementation – payments from EU budget on the basis of interventions reflected in output indicators
4. Annual performance assurance (output) and performance review (result) – system audit and "single audit" principle
5. Annual performance reports on the basis of output and result indicators - longer-term evaluation (mid-term und ex-post) to be based on impact indicators

## *The outline of the new delivery model*



**Let me give you an example.**

One of the impacts we want to achieve is a **reduction of greenhouse gas emissions**.

This is to be achieved through different measures, for which results must be measurable in terms of **share of agricultural area to which management requirements apply** or **the share of investment in green energy**.

The output is measured in terms of **hectares** or **number of investment projects**.