

COUNCIL OF THE EUROPEAN UNION Brussels, 10 July 2013

Interinstitutional File: 2011/0380 (COD) 10325/3/13 REV 3

PECHE 234 CODEC 1284 CADREFIN 128 FC 26

REVISED NOTE

from:	Presidency
to:	Council
No. Cion prop.:	8883/13 PECHE 174 CODEC 912 CADREFIN 92 FC 16 - COM(2013) 245 final
Subject:	Amended proposal for a Regulation of the European Parliament and of the
	Council on the European Maritime and Fisheries Fund [repealing Council
	Regulation (EC) No 1198/2006 and Council Regulation (EC) No 861/2006 and
	Council Regulation No XXX/2011 on integrated maritime policy]

Following discussions at the level of COREPER on 10 July 2013, delegations will please find enclosed a draft general approach¹ where all agreed articles are set out in normal text.

Articles 15-17 and Article 101 are still subject to an agreement and therefore shown in track changes.

¹ This document integrates doc. 10325/2/13 REV 2 + COR 1 plus amendments to definitions in Article 3(5) and (14).

TITLE I OBJECTIVES

CHAPTER I Scope and Definitions

Article 1 **Subject matter**

This Regulation defines Union financial measures for the implementation of:

(a) the Common Fisheries Policy (CFP),

- (b) relevant measures relating to the Law of the Sea,
- (c) the sustainable development of fisheries areas and inland fishing,
- (d) and the Integrated Maritime Policy (IMP).

Article 2 Geographical scope

This Regulation shall apply to operations carried out in the territory of the Union unless otherwise expressly provided for in this Regulation.

Article 3 **Definitions**

- For the purposes of this Regulation and without prejudice to paragraph 2, the definitions referred to in Article 5 of the [Regulation on the Common Fisheries Policy]², Article 5 of the [Regulation on the Common Organisation of the markets in fishery and aquaculture products] and Article 4 of the Council Regulation (EC) No 1224/2009 and Article 2 of Regulation No [Regulation laying down Common Provisions]³ shall apply.
- 2. For the purpose of this Regulation, the following definitions shall apply:
 - 'Common Information Sharing Environment (CISE)' means a network of systems with a decentralised set-up developed for the exchange of information across users to improve situational awareness of activities at sea;
 - (2) 'cross-sectoral operations' means initiatives that mutually benefit different sectors and/or sectoral policies, as referred to in the Treaty on the Functioning of the European Union, and that cannot be accomplished entirely through measures encompassed within respective policy areas;
 - (3) 'electronic recording and reporting system' (ERS) means a system for the electronic recording and reporting of data as referred to in Council Regulation (EC) No 1224/2009;
 - (4) 'European Marine Observation and Data Network' means a network that integrates relevant national marine observation and data programmes into a common and accessible European resource;

² COM(2011) 425 final.

³ COM(2011) 615 final.

- (5) 'fisheries area' means an area with sea or lake shore or including ponds, a river or a river basin with a significant level of employment in fisheries or aquaculture, that is functionally coherent in geographical, economic and social terms and designated as such by the Member State;
- (6) 'fisherman' means any person engaging in commercial fishing activities, as recognised by the Member State;
- (7) "Integrated Maritime Policy" (IMP) means a Union policy whose aim is to foster coordinated and coherent decision making to maximise the sustainable development, economic growth and social cohesion of Member States, and notably the coastal, insular and outermost regions in the Union, as well as maritime sectors, through coherent maritime-related policies and relevant international cooperation;
- (8) 'Integrated Maritime Surveillance' is a EU initiative aiming to enhance effectiveness and efficiency in surveillance activities of the European seas through information exchange and collaboration across sectors and borders;
- (9) "irregularity" means irregularity as defined in Article 1(2) of the Council Regulation 2988/95;
- (10) 'inland fishing' means fishing activities carried out for commercial purposes in inland waters by vessels or by other devices, including those used for ice fishing;
- (11) 'integrated coastal zone management" means such strategies and measures such as described in the Recommendation of the European Parliament and of the Council (2002/413/EC)of 30 May 2002 concerning the implementation of Integrated Coastal Zone Management in Europe⁴;

⁴ O.J. L 148 of 6.6.2002

- (12) 'integrated maritime governance' means the coordinated management of all sectoral policies of the EU affecting the oceans, seas, and coastal regions;
- (13) 'marine regions' [deleted];
- (14) 'maritime spatial planning' means a process by which the relevant Member State authorities analyse and organise human activities in marine areas to achieve ecological, economic and social objectives;
- (15) 'measure' means a set of operations contributing to one or more of the Union priorities;
- (16) 'public expenditure' [deleted];
- (17) 'sea basin strategy' [deleted]
- (18) 'small scale coastal fishing' means fishing carried out by fishing vessels of an overall length of less than 12 metres and not using towed gear as listed in Table 3 Annex I of Commission Regulation (EC) No 26/2004 of 30 December 2003 regarding the fishing vessels register of the Union⁵;
- (19) 'vessels operating exclusively in inland waters' means vessels engaged in commercial fishing in inland waters and not included in the Union fishing fleet register.

⁵ OJ L 5, 9.1.2004, p.25.

TITLE II GENERAL FRAMEWORK

CHAPTER I Establishment and objectives of the European Maritime and Fisheries Fund

Article 4 Establishment

The European Maritime and Fisheries Fund (EMFF) is hereby established.

Article 5 **Objectives**

The EMFF shall contribute to the following objectives:

- (a) promoting fisheries and aquaculture which are competitive, economically viable, socially and environmentally sustainable;
- (b) fostering the implementation of the CFP;
- (c) promoting a balanced and inclusive territorial development of fisheries areas;
- (d) fostering the development and implementation of the Union's Integrated Maritime Policy in a complementary manner to cohesion policy and to the Common Fisheries Policy.

Article 6 **Union priorities**

The EMFF shall contribute to the Europe 2020 strategy for smart, sustainable and inclusive growth and to the implementation of CFP. It shall pursue the following Union priorities for fisheries and aquaculture, which translate the relevant Thematic Objectives of the Common Strategic Framework (hereinafter CSF):

- Promoting a sustainable and resource efficient fisheries and aquaculture including related processing through the focus on the following specific objectives:
 - (a) reduction of the impact of fisheries on the marine environment;
 - (b) protection and restoration of aquatic biodiversity and ecosystems;
 - (c) enhancement of ecosystems related to aquaculture and promotion of resource efficient aquaculture;
 - (d) promotion of aquaculture with high level of environmental protection and of animal health and welfare and of public health and safety.
- (2) Fostering innovative, competitive and knowledge based fisheries and aquaculture including related processing through the focus on the following specific objectives:
 - (a) support to strengthening technological development, innovation and knowledge transfer;
 - (b) enhancement of the competitiveness and viability of fisheries and aquaculture enterprises, including, in fisheries, of small scale coastal fleet and improvement of safety or working conditions and, in aquaculture, of SMEs in particular;
 - (c) development of new professional skills and lifelong learning;
 - (d) improved market organisation for fishery and aquaculture products;

- (3) Fostering the implementation of the CFP through the following specific objectives:
 - (a) the supply of scientific knowledge and collection of data;
 - (b) the support to control and enforcement, enhancing institutional capacity and an efficient public administration.
- (4) Increasing employment and territorial cohesion through the following specific objectives:
 - (a) promotion of economic growth, social inclusion, creation of jobs and supporting labour mobility in coastal and inland communities depending on fishing and aquaculture;
 - (b) diversification of activities within fisheries and into other sectors of maritime economy.
- (5) Fostering the implementation of the Integrated Maritime Policy.

CHAPTER II Shared and direct management

Article 7

Shared and direct management

- Measures covered by Title V shall be financed by the EMFF in accordance with the principle of shared management between the Member States and the Union and under the common rules laid down by the [Regulation (EU) No [...] laying down Common Provisions].⁶
- 2. Measures covered by Title VI shall be financed by the EMFF in accordance with the principle of direct management.

⁶ OJ L, p..

CHAPTER III

General Principles of Assistance under Shared Management

Article 8

State aid

- 1. Without prejudice to paragraph 2 of this Article, Articles 107, 108 and 109 of the Treaty shall apply to aid granted by the Member States to enterprises in fisheries and aquaculture.
- 2. However Articles 107, 108 and 109 of the Treaty shall not apply to payments made by Member States pursuant to, and in conformity with, this Regulation within the scope of Article 42 of the Treaty.
- National provisions setting up public financing going beyond the provisions of this Regulation concerning financial contributions, as provided for in paragraph 2, shall be treated as a whole on the basis of paragraph 1.

Article 9 Partnership

By derogation to Article 5(4) of the [Regulation (EU) No [...] laying down Common Provisions] the Commission shall consult at least twice during the programming period the organisations which represent the partners at Union level on the implementation of support from the EMFF.

Article 10 **Coordination** [DELETED]

Ex ante conditionalities

The *ex ante* conditionalities referred to in Annex III of this Regulation shall apply to the EMFF where applicable. The general ex ante conditionalities set out in Annex IV of the [Regulation (EU) No [...] laying down Common Provisions] shall not apply to the EMFF.

CHAPTER IV

Admissibility of applications and ineligible operations

Article 12

Admissibility of applications

- 1. Applications submitted by operators shall not be admissible for support from the EMFF for an identified period of time laid out pursuant to paragraph 3 of this article, if it has been determined by the competent authority of the MS that the concerned operators:
 - (a) have committed a serious infringement under Article 42 of the Regulation (EC) No 1005/2008 or Article 90(1) of the Regulation (EC) No 1224/2009;
 - (b) are involved in the operation, management or ownership of fishing vessels included in the Union IUU vessel list as set out in Article 40(3) of the Regulation (EC) No 1005/2008;
 - (c) committed serious infringements of the CFP identified as such in other legislation adopted by the European Parliament and the Council.

- 2. Applications submitted by operators for which the competent authority of the MS has determined that they have committed a fraud, as defined in article 1 of the Convention on the protection of the European Communities financial interest⁷ under the EFF or the EMFF shall not be admissible for an identified period of time.
- 2a. In cases of operators being under investigation of having committed a serious infringement under paragraph 1, any payments under the EMFF to the operators concerned shall be suspended. Should an operator be found to have committed a serious infringement under paragraph 1, the application of the operators concerned shall be considered inadmissible.
- 3. The Commission shall be empowered to adopt implementing act in accordance with the examination procedure referred to in Article 128 (3) concerning:
 - (a) the identification of the period of time referred to in paragraphs 1 and 2 which shall be proportionate to the seriousness or to the repetition of the infringement or noncompliance;
 - (b) the relevant starting or ending dates of the period referred to in paragraph 1;
- 4. Member States shall require that operators submitting an application under the EMFF provide to the managing authority a signed statement confirming that they respect the criteria listed in paragraph 1 and have not committed a fraud under the EEF or the EMFF as referred to in paragraph 2. Member States shall verify, the veracity of the statement before the approval of the operation, based on the information available according to the national register of infringements as set out in article 93 of Regulation (EC) No 1224/2009, or other available data.

⁷ OJ C316/1995 p. 48

Ineligible operations

The following operations shall not be eligible under the EMFF:

- (a) operations increasing the fishing capacity of the vessel;
- (b) construction of new fishing vessels or importation of fishing vessels;
- (c) decommissioning of fishing vessels and temporary cessation of fishing activities, unless specifically provided for in this Regulation;
- (d) exploratory fishing;
- (e) transfer of ownership of a business;
- (f) direct restocking, unless explicitly foreseen as a conservation measure by a Union legal act or in the case of experimental restocking.

TITLE III FINANCIAL FRAMEWORK

Article 14

Budget implementation

- The Union budget allocated to the EMFF under Title V shall be implemented within the framework of shared management according to Article 4 of [Regulation (EU) No [...] laying down Common Provisions].
- 2. The Union budget allocated to the EMFF under Title VI shall be implemented directly by the Commission in accordance with Article 55(1)(a) of the [new Financial Regulation].
- 3. The Commission shall cancel all or part of the budget commitment under direct management in accordance with the [new Financial Regulation] and in accordance with Article 124 of this Regulation.
- 4. The principle of sound financial management shall be applied in accordance with Articles 27 and 50 of the [new Financial Regulation].

Article 15

Budgetary resources under shared management

- The resources available for commitments from the EMFF for the period 2014 to 2020 under shared management shall be [EUR <u>5 526 562 600 5 450 007 000 5 520 000 000] in current prices in accordance with the annual breakdown set out in Annex II.
 </u>
- EUR [<u>4 384 800 000 4 535 000 000</u>] of the resources referred to in paragraph (1) shall be allocated to the sustainable development of fisheries, aquaculture and fisheries areas under Chapters I, II, III, IV and VII of Title V excluding Article 70.

- 3. A minimum of EUR [482 621 000 477 000 000] of the resources referred to in paragraph (1) shall be allocated to control and enforcement measures referred to in Article 78.
- 4. A minimum of EUR [344 609 000 358 000 000] of the resources referred to in paragraph (1) shall be allocated to measures on data collection referred to in Article 79.
- 5. The resources [EUR 192 500 000] allocated to compensation of outermost regions under Chapter V of Title V, shall not exceed per year:
 - [EUR xxx] for the Azores and Madeira;
 - [EUR xxx] for the Canary Islands;
 - [EUR xxx] for the French outermost regions covered by Article 349 of TFEU.
- 6. A maximum of EUR [45 477 000 45 000 000] of the resources referred to in paragraph (1) may be allocated to the storage aid referred to in Article 70 from 2014 to 2018 included.
- A maximum of 20% of EUR [76 555 600] of the resources referred to in paragraph 1 the resources referred to in Article 16 shall be allocated to measures on integrated maritime policy referred to in Chapter VIII of Title V.

Budgetary resources under direct management

Subject to Art. 15(7), a<u>An</u> amount of EUR [<u>870 044 400</u> 946 602 000 1 047 000 000] of the EMFF shall be allocated to measures under direct management as specified in Chapter I and II of Title VI. This amount includes technical assistance under Article 91.

Financial distribution for shared management

- The resources available for commitments by Member States referred to in Article 15 (2) to (7) for the period 2014 to 2020 as set out in the table in Annex II are determined on the basis of the following objective criteria:
 - (a) As regards Title V:
 - (i) the level of employment in fisheries and marine and fresh water aquaculture sectors, including employment in related processing⁸;
 - (ii) the level of production in fisheries and marine and fresh water aquaculture sectors, including related processing, and
 - (iii) the share of small scale coastal fishing fleet in the fishing fleet;
 - (b) As regards Article 78 and Article 79:
 - (i) the extent of the control tasks of the Member state concerned approximated by the size of the national fishing fleet and the size of the sea area to be controlled its
 Exclusive Economic Zone, the amount of landings and the value of imports from third countries;
 - (ii) the available control resources compared to the extent of the control tasks of the Member State, whereby available means are approximated by number of controls conducted at sea and of landing inspections;
 - (iii) the extent of data collections tasks of the Member State concerned, approximated by the size of the national fishing fleet, the amount of harvesting and landings and <u>aquaculture production</u>, the amount of scientific monitoring activities at sea and the number of surveys the Member State is taking part in, and

⁸ Employment in the processing sector can only be taken into account to a very limited extent in order to reflect its relation to and dependency on EU fisheries and aquaculture production.

- (iv) the available data collection resources compared to the extent of the data collection tasks of the Member State, where available means are approximated to the number of observers at sea and the amount of human resources and technical means needed to implement the national sampling programme for data collection.
- (c) As regards all measures, the historical allocations and consumption of funds under Council Regulation (EC) No 1198/2006 in the period 2007-2013 and the historical consumption under Council Regulation (EC) No 861/2006.
- 2. The Commission shall adopt a decision, by means of implementing act, setting out the annual breakdown of the global ressources by Member State.

TITLE IV PROGRAMMING

CHAPTER I

Programming for measures financed under shared management

Article 18

Preparation of operational programmes

- 1. Each Member State shall draw up a single operational programme to implement the Union priorities for fisheries and aquaculture to be co-financed by the EMFF.
- 2. The operational programme shall be established by the Member State following close cooperation with the partners referred to in Article 5 of the [Regulation (EU) No [...] laying down Common Provisions].

3. For the section of the operational programme referred to in Article 20(1)(n) the Commission shall adopt by means of implementing act the priorities of the Union for enforcement and control policy by 31 May 2014 at the latest. These implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128 (3).

Article 19 Guiding principles for the operational programme

[DELETED]

Article 20

Content of the operational programme

- 1. In addition to the elements referred to in Article 24 of the [Regulation (EU) No [...] laying down Common Provisions], the operational programme shall include:
 - (b) an analysis of the situation in terms of the strengths, weaknesses, opportunities and threats (hereinafter SWOT) and identification of the needs that have to be addressed in the geographical area covered by the programme;

The analysis shall be structured around the relevant Union priorities and where applicable be consistent with the Multiannual National Strategic Plan for Aquaculture referred to in Article 43 of the [Regulation on Common Fisheries Policy]. Specific needs concerning the environment, climate change mitigation and adaptation and innovation shall be assessed across Union priorities, in view of identifying relevant responses in these areas at the level of each priority;

- (c) A description of the strategy within the meaning of Article 24 of the [Regulation (EU) No [...] laying down Common Provisions], which shall demonstrate that:
 - (i) appropriate targets are set for each Union priority included in the programme, on the basis of common result indicators reffered to in Article 110 and where necessary, of programme result indicators;
 - (ii) the selection of relevant main measures follows logically from each Union priority selected in the programme taking into account the conclusions of the exante evaluation and the analysis refered to in point (b). As regards the measures for the permanent cessation of fishing activities under Article 33B, such description shall include the targets for the reduction of the fishing capacity in accordance with Article 34 of the [Regulation on Common Fisheries Policy]. A description of the method for the calculation of the premium to be granted under Articles 33A and 33B shall also be included;
 - (iii) the allocation of financial resources to the Union priorities included in the programme is justifiable and adequate to achieve the targets set;
 - (iv) there is complementarity with other CSF Funds.
- (d) the assessment of the *ex ante* conditionalities for the purpose of Article 11 and Annex III and, where required, the actions referred to in Article 17(3) of the [Regulation (EU) No [...] laying down Common Provisions];
- (dd) a description of the performance framework within the meaning of Article 19 of Regulation(EU) No [...] laying down Common Provisions];
- (f) a description of the principles for adopting the criteria applied for selecting the fisheries areas under Chapter III of Title V;
- (g) a description of the principles for the setting of selection criteria for local development strategies under Chapter III of Title V;

- (i) the evaluation requirements and the evaluation plan referred to in Article 49 of the [Regulation (EU) No [...] laying down Common Provisions] and actions to be taken to address the identified needs;
- (j) a financing plan to be designed taking into account Articles 18 and 20 of the [Regulation (EU) No [...] laying down Common Provisions] and in accordance with the Commission's decision referred to in Article 17(2), comprising:
 - (i) a table setting out the total EMFF contribution planned for each year;
 - (ii) a table setting out the applicable EMFF resources and co-financing rate for the objectives under the Union priorities of Article 6 and the technical assistance. Where applicable, this table shall indicate separately the EMFF resources and the co-financing rates which apply by way of derogation to the general rule of Article 94(1) for support referred to in Article 70, Article 73, Article 78(2)(a) to (d) and (f) to (j), Article 78(2)(e) and Article 79.
- (1) programme implementing arrangements including:
 - (i)⁹ the designation by the Member State of the managing and certifying authorities referred to in Article 113 of the [Regulation (EU) No [...] laying down Common Provisions] and, for information, a summary description of the management and control system;
 - (ii) a clear description of the respective roles of the FLAG, the managing authority for all implementation tasks relating to the strategy;
 - (ii) a description of the monitoring and evaluation procedures, as well as the general composition of the Monitoring Committee;

⁹ Statement from Germany on the designation of authorities: Germany will indicate in its operational programme how it will apply the content of Article 20 (1) litra l) (i) in conjunction with Article 113 of the [Regulation (EU No [...] laying down Common Provisions], in accordance with its constitutional system. The European Commission confirms this understanding

- (iii) the provisions to ensure that the programme is publicised in accordance with Article 120.
- (m) a list of the partners referred to in Article 5 of the [Regulation (EU) No [...] laying down Common Provisions] and the results of the consultation of the partners;
- (n) for the objective of increased compliance through control referred in under Article 6(3b) and in accordance with article 18 (3):
 - a list of bodies implementing the control, inspection and enforcement system and a brief description of their human and financial resources available for fisheries control, inspection and enforcement, the major equipment available in particular the number of vessels, aircraft and helicopters;
 - (ii) overall objectives of the control measures to be implemented using common indicators to be set in accordance with Article 110;
 - (iii) specific objectives to be achieved in line with the Union priorities of Article 6 and an indicative breakdown by category of over the entire programming period;
- (o) For the objective of collection of data for sustainable fisheries management referred in under Articles 6(3a) and 18(4) and in accordance with the multiannual Union programme referred to in Article 3 of Council Regulation (EC) No 199/2008:
 - (i) a description of activities of data collection:
 - (iii) a description of the capability to achieve sound financial and administrative management under the activities in point i) and ii).

This section of the operational programme shall be supplemented by Article 23.

2. The operational programme shall include the methods for the calculation of simplified costs referred to in Article 57 of the [Regulation (EU) No [...] laving down Common Provisions], additional costs or income foregone in accordance with Article 97 of this Regulation, or method to calculate compensation according to relevant criteria identified for each of the activities deployed under Article 38(1). Where relevant, information on advance payments to FLAGs under article 63, should also be included.

3. The Commission shall lay down, by means of implementing acts, rules for the presentation of the elements described in paragraphs 1 and 2. These implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128 (3).]

Article 21

Approval of the Operational Programme

- Subject to Article 25 of the [Regulation on (EU) No [...] laying down Common provisions] the Commission shall approve the operational programme by means of implementing act.
- 1bis. For that purpose, the Commission shall examine whether measures referred to in Article 20(1)(c)(ii) are likely, in the light of scientific advice, to effectively remove the overcapacity identified.

Article 22

Amendment of the Operational Programme

- 1. The Commission shall approve the amendment of an operational programme by means of implementing acts.
- 2. The Commission, in order to adapt to the evolving needs of control, may adopt a decision every two years, by means of implementing act, detailing any changes in the priorities of the Union in the enforcement and control policy mentioned in Article 18(3) and the corresponding eligible operations to be prioritised.

If needed, MS shall submit an amendment to their operational programme, taking into account the new priorities laid down in the decision mentioned in the first sub-paragraph of this paragraph.

3. In line with the principle of proportionality, the programmes amendments referred to in paragraph 2 shall benefit from a simplified procedure adopted in line with Article 24.

Annual work plan for data collection

- 1. For the purpose of application of Article 20(1)(o), and starting from 2014, Member States shall submit to the Commission an annual work plan before 31 October each year, unless the work plan of the previous year still applies, in which case they shall notify the Commission thereof. Annual work plans shall contain a description of the procedures and methods to be used in collecting and analysing data and in estimating their accuracy and precision.
- 2. Member States shall submit each annual work plan by electronic means.
- 3. The Commission shall approve, by means of implementing act, the annual work plan for each year by 31 December of each year, unless the Commission has been notified that the work plan of the previous year still applies.

Article 24

Rules on procedures and timetables

- 1. The Commission may adopt, by means of implementing acts, rules on procedures, format and timetables for:
 - the approval of operational programmes;
 - the submission and approval of proposals for amendments to operational programmes, including their entry into force and frequency of submission during the programming period;
 - the submission and approval of proposals for amendments referred to in paragraph 2 of Article 22;
 - the submission of annual workplans for data collection.

- 2. The procedures and timetables shall be simplified in case of amendments to operational programmes concerning:
 - (a) a transfer of funds between Union's priorities that do not exceed 20% of the amount allocated to the Union priority;
 - (b) introduction or withdrawal of main measures or types of operations and related information and indicators;
 - (d) amendments referred to in Article 22(2) as well as further amendments of the programme of the section referred to in Article 20(1)(n).
- 3. Paragraph 2 shall not apply to measures referred to in Articles 33A, 33B and 39(2).
- 4. These implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128 (3).

CHAPTER II

Programming for measures financed under direct management

Article 25

Annual work programme

 To implement Chapters I and II of Title VI and Article 91, the Commission shall, by means of implementing acts, adopt an annual work programme in accordance with objectives set out in those Chapters. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128 (3). 2. The annual work programme shall set out the objectives pursued, the expected results, the method of implementation and its total amount. It shall also contain a description of the activities to be financed, an indication of the amount allocated to each activity, an indicative implementation timetable, as well as information on their implementation. It shall include for grants the priorities, the essential evaluation criteria and the maximum rate of co-financing.

TITLE V MEASURES FINANCED UNDER SHARED MANAGEMENT

CHAPTER I Sustainable development of fisheries

Article 26

Specific Objectives

Support under this Chapter shall contribute to the achievement of the Union priorities identified in Article 6(1) and (2).

Article 27

General conditions

1. The owner of a fishing vessel having received support under Articles 32(1)(b), 37, or 39(1)(a) of this Regulation shall not transfer that vessel to an operator established in a third country outside the Union during at least 5 years following the date of actual payment of such support to the beneficiary. Should a vessel be transferred within this timeframe sums unduly paid in respect of the operation shall be recovered by the Member State in proportion to the period for which the requirements have not been fulfilled.

- 2. Operating costs are not eligible unless otherwise expressly provided for in this Chapter.
- 3. The total financial contribution from the EMFF to the measures referred to in Article 33A, Article 33B and the replacement or modernisation of main or ancillary engines referred to in Article 39 shall not exceed the higher of the following two thresholds; EUR 6 million or 15 % of the Union financial assistance allocated by the Member State to the Union priorities 1 and 2.
- 4. Financial assistance to vessel owners received under Article 33A shall be deducted from premiums granted to owners under Article 33B for the same vessel.

Innovation

- 1. In order to stimulate innovation in fisheries, the EMFF may support projects aiming at developing or introducing new or substantially improved fisheries products, new or improved processes and techniques, new or improved management and organisation systems, including at the level of processing and marketing.
- 2. Operations financed under this Article shall be carried out by, or in collaboration with a scientific or technical body recognised by the Member State which shall validate the results of such operations.
- 3. The results of operations financed under this Article shall be subject to adequate publicity by the Member State according to Article 120.

Advisory services

- 1. In order to improve the overall performance and competitiveness of operators and to promote sustainable fisheries, the EMFF may support:
 - (a) feasibility studies assessing the viability of projects;
 - (b) the provision of professional advice on business and marketing strategies;
 - (c) the provision of professional advice on environmental sustainability.
- 2. The feasibility studies and advice referred to under paragraph 1 shall be provided by scientific or technical bodies or entities providing economic advice with the required competences.
- 3. The support referred to in paragraph 1 shall be granted to operators, organisations of fishermen, including producer organisations or public law bodies.
- 4. Where the support referred to in paragraph 1 does not exceed the amount of 4000 EUR, the beneficiary may be selected through an accelerated procedure.

Article 30

Partnerships between scientists and fishermen

- 1. In order to foster the transfer of knowledge between scientists and fishermen, the EMFF may support:
 - (a) the creation of a network composed by one or more independent scientific bodies and fishermen or one or more organisations of fishermen. Technical bodies may participate in a network;
 - (b) the activities carried out by a network as referred in point (a).

- 2. Activities referred to in paragraph 1(b) may cover data collection activities, studies, pilot projects, dissemination of knowledge, including seminars, and best practices.
- 3. The support referred to in paragraph 1 may be granted to public law bodies, fishermen, organisations of fishermen, FLAGs as defined under Article 62, and non-governmental organisations.

Article 31 **Promoting human capital and social dialogue**

- 1. In order to promote human capital and social dialogue, the EMFF may support:
 - (a) lifelong learning, dissemination of knowledge of economic, technical, regulatory or scientific nature and innovative practices, and acquisition of new professional skills in particular linked to the sustainable management of marine ecosystems, safety, activities in the maritime sector, innovation and entrepreneurship;
 - (b) networking and exchange of experience and best practice between stakeholders including among organisations promoting equal opportunities between men and women;
 - (c) promoting the social dialogue at national, regional or local level involving fishermen and other relevant stakeholders.
- 2. The support referred to in paragraph 1 shall also be granted to spouses of self-employed fishermen or, when and in so far as recognised by national law, the life partners of self-employed fishermen, not being employees or business partners, where they habitually, under the conditions laid down by national law participate in the activities of the self-employed fishermen or perform ancillary tasks as laid down in Article 2 point (b) of Directive 2010/41/EU.

Facilitating diversification and job creation

- 1. In order to facilitate diversification and job creation outside fishing, the EMFF may support:
 - (a) business start-ups outside commercial fishing;
 - (b) retrofitting of small scale coastal fishing vessels in order to reassign them for activities outside commercial fishing;
 - (c) retraining activities required for business start-ups under (a).
- 2. Support under paragraph 1 (a) and (c) shall be granted to fishermen who:
 - (a) submit a business plan for the development of their new activities;
 - (b) possess adequate professional skills or acquire these through retraining financed under (1)(c) of this Article.
- 3. Support under paragraph 1(b) shall be granted to small scale coastal fishermen owning a Union fishing vessel registered as active and which have carried out fishing activities at sea at least 60 days during the two calendar years preceding the date-of submission of the application. The fishing licence associated with the fishing vessel shall be permanently withdrawn.
- 4. Beneficiaries of the support referred to in paragraph 1 shall not receive income from commercial fishing during the five years following the reception of the last payment of the support.
- 5. Eligible costs under paragraph 1(b) shall be those incurred for the modifications of the vessel and costs directly associated with its reassignment.
- The amount of financial assistance granted under paragraph 1 (a) shall not exceed 50% of the budget foreseen in the business plan and shall not exceed a maximum amount of 100 000 EUR for each beneficiary.

Article 32a

New forms of income

- 1. In order to foster entrepreneurship in fisheries, the EMFF may support investments on board contributing to diversification of the income of fishermen through the development of complementary activities outside fisheries, such as environmental services, educational activities or tourism.
- 2. Support under paragraph 1 shall be granted only to fishermen and only provided that the complementary activities are outside fisheries. The support referred to in paragraph 1 shall only be granted to fishermen or fishermen who are owners of Union fishing vessels where such vessels have carried out a fishing activity for at least 60 days at sea during the two calendar years preceding the date of submission of the application.

Article 32b¹⁰ **Start-up support for young fishermen**

- 1. The EMFF may provide support for the business start-up to young fishermen.
- 2. The support under this Article may be granted only in respect of the first acquisition of a fishing vessel:
 - a) whose overall length is less than 24 meters,
 - b) which is equipped for sea fishing,
 - c) whose age is between 5 and 30 years, and
 - d) which belongs to a fleet segment for which the capacity report, referred to in article 34 of the [Regulation on Common Fisheries Policy], has shown a balance with fishing opportunities available to that segment.
- 3. For the purpose of this Article, "young fishermen" shall mean natural persons who want to acquire for the first time a fishing vessel and who, at the moment of submitting the application, are less than 40 years of age and have worked at least five years as fishermen or have acquired equivalent vocational training. Member States may define further objective criteria for young fishermen in order to be eligible for the support under this Article.
- 4. The aid under this article shall not exceed 15% of the acquisition cost of the fishing vessel and shall in any event not be higher than EUR 50 000 per young fisherman.
- 5. In order to guarantee the protection of the rights of beneficiaries and to avoid discrimination, the Commission shall be empowered to adopt delegated acts concerning the conditions under which a legal person may be considered eligible for receiving support under this Article.

¹⁰ New recital added as follows: "-The creation and development of new economic activity in the fisheries sector by young fishermen is financially challenging and constitutes an element that should be considered in the allocation and targeting of funds under the EMFF. This development is essential for the competitiveness of the fisheries sector in the Union and, for that reason, a support to young fishermen starting up their fisheries activities should be established in order to facilitate the initial establishment of young fishermen. In order to ensure the viability of new economic activities supported under this measure, support should be made conditional upon acquisition of necessary skills and competencies. Support for business start up should only contribute to the acquisition of the first fishing vessel."

Health and safety

- 1. In order to improve working conditions for fishermen related to health, safety and hygiene the EMFF may support investments on board or in safety equipments for individuals provided that these investments go beyond requirements under Union law.
- 2. The support shall be granted to fishermen or owners of fishing vessels.
- 3. When the operation consists in an investment on board, the support shall not be granted more than once for the same type of investment during the programming period for the same fishing vessel. When the operation consists of an investment in safety equipments for individuals the support shall not be granted more than once for the same type of equipment during the programming period for the same beneficiary.

Article 33A

Temporary cessation of fishing activities

- 1. The EMFF may contribute to the financing of measures for temporary cessation of fishing activities:
 - a) in the case of implementation of emergency measures referred to in Article 13 and 13a of the [Regulation on Common Fisheries Policy],
 - b) in the case of non-renewal of fisheries partnership agreements or protocols thereto.
 - c) in the case where the temporary cessation is foreseen in a management plan adopted according to Reg. (CE) n. 1967/06 or a multiannual plan adopted under Articles 9 and 11 of the Regulation on Common Fisheries Policy where reductions of fishing effort are needed in order to achieve the objectives in accordance with Articles 2(2) and 2(4)(a) of the [Regulation on Common Fisheries Policy] based on scientific advice.
- 2. The EMFF may contribute to the financing of aid measures under paragraph 1 for the temporary cessation of fishing activities for fishers and the owners of fishing vessels for a maximum duration of 6 months per vessel during the period 2014 to 2020.
- 3. Support under paragraph 1 shall be granted to:
 - (a) owners of Union fishing vessels registered as active and which have carried out fishing activities at sea at least 120 days during the last two calendar years preceding the date of submission of the application, or
 - (b) fishermen who have worked at sea on board of a Union fishing vessel concerned by the temporary cessation for at least 120 days during the last two calendar years preceding the date of submission of the application.
- 4. All fishing activities carried out by the fishing vessel concerned or by the fishermen concerned shall be effectively suspended. The competent authority shall satisfy itself that the fishing vessel concerned has stopped any fishing activities during the period concerned by the temporary cessation.

Permanent cessation of fishing activities

- 1. The EMFF may contribute to the financing of measures for permanent cessation of fishing activities only through scrapping of fishing vessels provided that:
 - (a) It is included in the operational programme as established in Article 20; and
 - (b) the permanent cessation is foreseen as a tool of the action plan referred to in article 34 of the [Regulation on Common Fisheries Policy] indicating that the fleet segment is not effectively balanced with fishing opportunities available to that segment.
- 2. Support under paragraph 1 shall be granted to:
 - (a) owners of Union fishing vessels registered as active and which have carried out fishing activities at sea at least 60 days per year during the last two calendar years preceding the date of submission of the application, or
 - (b) fishermen who have worked at sea on board of a Union fishing vessel concerned by the permanent cessation for at least 60 days per year during the last two calendar years preceding the date of submission of the application.
- 3. The fisherman concerned shall effectively cease all fishing activities. The proof of the effective cessation of fishing activities shall be provided to the competent national authority by the beneficiaries of such aid. The compensation shall be refunded on a pro rata temporis basis where a fisherman returns to a fishing activity within a period of less than one year from the date of submission of the application.
- 4. Public aid under this article may be granted until 31 December 2017.

5. Support under this Article shall be paid only after the equivalent capacity has been permanently removed from the Union fishing vessel register and the fishing licenses and authorizations have been also permanently removed. The beneficiary of such aid cannot register a new fishing vessel within five years following the receipt of such aid.

The decrease in capacity shall result in the permanent equivalent reduction of the capacity ceiling of the fleet segment.

Article 34

Support to systems of transferable fishing concessions of the CFP or new systems adapting fishing activities to fishing opportunities

- In order to establish or modify systems of transferable fishing concessions under Article 27 of the [Regulation on the CFP], the EMFF may support:
 - (a) the design and development of technical and administrative means necessary for the creation or functioning of a transferable fishing concessions system;
 - (b) stakeholder participation in designing and developing transferable fishing concessions systems;
 - (c) the monitoring and evaluation of transferable fishing concessions systems;
 - (d) the management of transferable concessions systems.

- In order to adapt the fishing activities to the fishing opportunities the EMFF may support the design and development of new systems allocating the fishing opportunities under Article 16(3)(a) and (4) of the [Regulation on the CFP].
- 3. Support under paragraph 1 (c) of this article shall only be granted to public authorities. Support under paragraph 1 (a), (b) (d) and paragraph 2 of this Article shall be granted to public authorities, legal or natural persons or organisations of fishermen, recognised by the Member State including recognized producer organizations involved in collective management of pooled transferable fishing concessions.

Support to the implementation of conservation measures under the CFP, and fishery related conservations measures under NATURA 2000 and Marine Strategy Framework Directive

- In order to ensure efficient implementation of conservation measures under Articles 12 and 17 of the [Regulation on Common Fisheries Policy] the EMFF may support:
 - (a) the design, development and monitoring of technical and administrative means necessary for the development and implementation of conservation measures in the meaning of Articles 12 and 17 of the [Regulation on Common Fisheries Policy];
 - (b) stakeholder participation in designing and implementing conservation measures in the meaning of Articles 12 and 17 of the [Regulation on Common Fisheries Policy];
- 2. The EMFF may support direct restocking under paragraph 1 only when it is foreseen as a conservation measure by a Union legal act.

Innovation linked to the conservation of marine biological resources

- The EMFF may support projects aiming at developing or introducing new technical or organisational knowledge, including improved fishing techniques and gear selectivity, reducing impacts of fishing activities on the environment or achieving a more sustainable use of marine biological resources.
- 2. Operations financed under this Article shall be carried out by or in collaboration with a scientific or technical body recognised by the Member State which shall validate the results of such operations.
- 3. The results of operations financed under this Article shall be the subject to adequate publicity by the Member State according to Article 120.
- 4. Fishing vessels involved in projects financed under this Article shall not exceed 5% of the vessels of the national fleet or 5% of the national fleet tonnage in gross tonnage, calculated at the time of submission of the application. In duly justified circumstances and by the request of a Member State and on the basis of a recommendation from the STECF the Commission may approve projects exceeding the limit set out in this paragraph.
- 5. Operations which cannot be qualified as fishing for scientific purposes in accordance with article 33 of Council regulation 1224/2009 and which are consisting of testing new fishing gear or techniques shall be carried out within the limits of the fishing opportunities allocated to the Member State.
- 6. The net revenue generated by the participation of the fishing vessel in the operation shall be deducted from the eligible expenditure of the operation in accordance with Article 55 of the [Common Provision Regulation].

7. Net revenue in the sense of this Article should be understood as the income for fishermen from the first sale of the fish or shellfish caught during the introduction and testing of the new knowledge less selling costs, such as auction hall fees.

The Commission shall be empowered to adopt, by means of implementing acts in accordance with Article 128 (3), uniform conditions for the identification of fish and shellfish with a commercial value which have been caught by the innovative fishing technique or gear.

Article 37

Limiting the impact of fishing on the marine environment and adapting fishing to the protection of species

- 1. In order to reduce the impact of fishing on the marine environment, support the gradual elimination of discards and facilitate the transition that ensures that exploitation of living marine biological resources that restores and maintains populations of harvested species at least at levels which can produce the Maximum Sustainable Yield (MSY) by 2015, where possible, and by 2020 for all stocks at the latest, the EMFF may support investments:
 - (a) in equipment improving size selectivity or species selectivity of fishing gear;
 - (b) in equipment limiting the physical and biological impacts of fishing on the ecosystem or the sea bed;
 - (c) in equipment reducing unwanted catches of commercial stocks or other by-catches;
 - (d) on board or in equipment dealing with unwanted catches to be landed in accordance with Article 15 of the [Regulation on Common Fisheries Policy].
 - (e) protecting gear and catches from mammals and birds protected by the Council Directive 92/43/EEC of 21 May 1992 on the conservation of natural habitats and of wild fauna and flora or Council and European Parlament Directive 2009/147/EC of 30 November 2009 on the conservation of wild birds, provided that it does not undermine the selectivity of the fishing gear and that all appropriate measures are introduced to avoid physical damage to the predators.

- 2. Support shall only be granted when the gear or other equipment referred under paragraph 1 has demonstrably better size-selection or lower impact on non-target species than the standard gear or other equipment permitted under Union law or relevant national law of Member States adopted in the context of regionalisation as referred to in the [Regulation on the CFP].
- 3. Support shall be granted to:
 - (a) owners of Union fishing vessels whose vessels are registered as active vessels and which have carried a fishing activity of at least 60 days at sea during the two calendar years preceding the date of submission of the application;
 - (b) fishermen who own the gear to be replaced and who have worked on board of a Union fishing vessel for at least 60 days during the two calendar years preceding the date year of submission of the application;
 - (c) organisations of fishermen recognised by the Member State.

Protection and restoration of marine biodiversity and ecosystems in the framework of sustainable fishing activities

- 1. In order to protect and restore marine biodiversity and ecosystems in the framework of sustainable fishing activities, the EMFF may support the following operations:
 - (a) collection of waste by fishermen from the sea such as the removal of lost fishing gears and marine litter;
 - (b) the construction, installation or modernisation of static or movable facilities intended to protect and enhance marine fauna and flora including their scientific preparation, and evaluation;
 - (c) the contribution to a better management or conservation of marine biological resources;

- (d) preparation including studies, drawing-up, monitoring and updating protection, and management plans for fishery related activities relating to NATURA 2000 sites and spatial protected areas referred to in Directive 2008/56/EC and in other special habitats;
- (e) management, restoration and monitoring NATURA 2000 sites in accordance with Council Directive 92/43/EEC of 21 May 1992 on the conservation of natural habitats and of wild fauna and flora¹¹ and Council and European Parliament Directive 2009/147/EC of 30 November 2009 on the conservation of wild birds¹², in accordance with prioritised action frameworks established pursuant to Council Directive 92/43/EEC;
- (f) management, restoration and monitoring of marine protected areas in view of the implementation of the spatial protection measures referred to in Article 13(4) of the European Parliament and Council Directive 2008/56/EC;
- (g) the participation in other actions aimed at maintaining and enhancing biodiversity and ecosystem services, such as the restoration of specific marine and coastal habitats in support of sustainable fish stocks including their scientific preparation, and evaluation;
- (h) environmental awareness involving fishermen on protection and restoration of marine biodiversity.
- Operations under this Article shall be implemented by public law bodies, scientific or technical bodies, fishermen or organisations of fishermen, recognised by the Member State, or non-governmental organisation in partnership with organisations of fishermen or FLAGs as defined under Article 62.

¹¹ OJ L 206 , 22.7.1992 p.7.

¹² OJ L 20, 26.1.2010, p. 7.

Mitigation of climate change

- 1. In order to mitigate the effects of climate change the EMFF may support:
 - (a) investments in equipment or on board aimed at reducing the emission of pollutants or green-house gases and increasing energy efficiency of fishing vessels. Investments in fishing gear are eligible provided that they do not undermine the selectivity of that fishing gear;
 - (b) energy efficiency audits and schemes.
- 2. Support under paragraph 1 (a) for the replacement or modernisation of main or ancillary engines may only be granted to vessels belonging to a fleet segment for which the capacity report, referred to in article 34 35 of the [Regulation on Common Fisheries Policy], has shown a balance with fishing opportunities available to that segment.

Support for the replacement or modernisation of main or ancillary engines may be granted to vessels

- a) of small scale coastal fishing, up to 12 metres in overall length which do not use towed gear, provided the new engine has the same power as the old one or less; or
- b) for vessels up to 24 metres in overall length other than those to in point (a), provided that the power of the new engine is at least 20 % smaller than that of the engine replaced;
- 2a. Support under paragraph 1 and 2 shall only be granted for the replacement or modernization of main or auxiliary engines which have been officially certified in accordance with Article 40 (2) of Council Regulation (EC) No. 1224/2009.

- 2b. For fishing vessels not subject to a certification of engine power, support under paragraphs 1 and 2 shall only be granted for the replacement or modernization of main or auxiliary engines in respect of which the consistency of engine power has been verified in accordance with Article 41 of Council Regulation (EC) No. 1224/2009 and physically inspected to ensure that the engine power does not exceed the one established in the fishing licenses.
- 3. Support under paragraph 1 (a) shall only be granted to owners of fishing vessels and not more than once for the same type of investment_during the programming period for the same fishing vessel.
- 3a. Without prejudice to Article 27(3), the financial contribution from the EMFF to the measures referred to in paragraph 2 regarding engine replacement or modernisation shall not exceed the higher of the following two thresholds: EUR 1,5 million or 3 % of the Union financial assistance allocated by the Member State to Union priorities 1 and 2.

Article 40 Added Value and product quality

- 1. In order to improve the added value or quality of the fish caught the EMFF may support:
 - (a) investments adding value to fisheries products, in particular by allowing the fishermen to carry out the processing, marketing and direct sale of their own catches;
 - (b) innovative investments on board improving the quality of the fisheries products.
- 2. The support referred to in paragraph 1b shall only be granted to owners of Union fishing vessels whose vessels have carried out a fishing activity for at least 60 days at sea during the two calender years preceding the date of submission of the application.

Fishing ports, landing sites and shelters

- For the purpose of increasing the quality of the product landed, increasing energy efficiency, contributing to environmental protection or improving safety and working conditions, the EMFF may support investments improving fishing port infrastructure or landing sites, including investments in facilities for waste and marine litter collection.
- 2. The EMFF may support investments in fishing ports, landing sites and shelters in order to facilitate:
 - a) compliance with the obligation to land all catches pursuant to Article 15 of the [Regulation on Common Fisheries Policy] and point b) of Article 8(2) of the [Regulation (EU) No on the common organisation of the markets in fishery and aquaculture products] and adding value to under-used components of the catch.
 - b) control and traceability of fishery and aquaculture products, as defined in Art. 58 of Council Regulation (EC) No 1224/2009.
- 3. In order to improve the safety of fishermen, the EMFF may support investments for the construction or modernisation of shelters.
- 4. Support shall not cover the construction of new ports, new landing sites or new auction halls.

Inland Fishing and inland aquatic fauna and flora

- In order to reduce the impact of inland fishing on the environment, increase energy efficiency, increase the value or quality of fish landed, or to improve safety or working conditions, the EMFF may support the following investments:
 - (a) on board or in individual equipment as referred to in Article 33 and under the conditions set out in that Article;
 - (b) in equipment as referred to in Article 37 and under the conditions set out in that Article;
 - (c) on board and energy efficiency audits and schemes as foreseen in Article 39 and under the same conditions set out in that Article;
 - (d) on fishing ports, shelters and landing sites as referred to in Article 41 and under the conditions set out in that Article.
 - (e) on investments improving the value or quality of the fish caught as referred to in Article40 and under the conditions set out in that Article.
- 1bis. The EMFF may provide support for investments relating to start-up for young fishermen as referred to in Article 32b and under the same conditions as set out in that Article except for the requirement under Article 32b (2)(b).
- 2. For the purposes of paragraph 1:
 - References made in Articles 33, 37, 39 and 40 to fishing vessels shall be understood as references to vessels operating exclusively in inland water;
 - (b) References made in Article 37 to the marine environment shall be understood as references to the environment in which the inland fishing vessel operates.

- 3. In order to sustain diversification by inland fishermen, the EMFF may support the diversification of inland fishing activities to other activities outside fishing under the conditions of Articles 32 and 32a of this Regulation.
- 4. For the purposes of paragraph 3, references made in Articles 32 and 32a to fishing vessels shall be understood as references to vessels operating exclusively in inland water.
- 5. In order to stimulate innovativeness, competitiveness and environmental sustainability of inland fishing, the EMFF may support the development and facilitation of new innovations under the conditions of Articles 28 and 36 of this Regulation and the advisory services in inland fishing under the conditions of Article 29 of this Regulation. Furthermore, the EMFF may support the networking between scientist and fishermen and promoting of human capital and social dialogue under the conditions of Article 30 and 31 of this regulation, respectively.
- 6. In order to protect and develop aquatic fauna and flora, the EMFF may support:
 - a) the management, restoration and monitoring of NATURA 2000 sites, which are affected by fishing activities and the rehabilitation of inland waters in line with Directive 60/2000/EU, including spawning grounds and migration routes for migratory species, without prejudice of Article 38(1)(d);
 - b) the construction, modernization or installation of static or movable facilities intended to protect and enhance aquatic fauna and flora including their scientific preparation, monitoring and evaluation.
- 7. Member States shall ensure that vessels receiving support under this Article continue to operate exclusively in inland waters.

CHAPTER II

Sustainable development of aquaculture

Article 43

Specific objectives

Support under this Chapter shall contribute to achieving the Union priorities identified in Article 6(1) and (2).

Article 44

General conditions

- Support under this Chapter shall, unless otherwise expressly established, be granted to aquaculture enterprises, including entrepreneurs entering the sector as stipulated in paragraph 2.
- 2. Enterpreneurs entering the sector for the purpose of this Article shall provide a business plan and, where the cost of investments is more than 50,000 euros, a feasibility study.
- 3. Where operations consist of investments in equipment or infrastructure ensuring compliance with requirements on the environment, human or animal health, hygiene or animal welfare under Union law, support may be granted until the date on which the standards become mandatory for the enterprises.

Innovation

- 1. In order to stimulate innovation in aquaculture, the EMFF may support projects aiming at:
 - (a) developing technical innovation or knowledge in aquaculture which in particular reduces the impact on the environment, fosters a more sustainable use of resources, improves animal welfare, facilitates new sustainable production methods;
 - (b) developing or introducing in the market new or substantially improved products, new aquaculture species with good market potential, new or improved processes, new or improved management and organisation systems
 - (c) exploring the technical or economic feasibility of innovations, products or processes.
- 2. Operations under this Article shall be carried out by or in collaboration with public or private scientific or technical bodies as recognised by the national law of each Member State which shall validate the results of such operations.
- 3. The results of operations receiving support shall be subject to adequate publicity by the Member State according to Article 120.

Article 46

Productive investments in aquaculture

- 1. The EMFF may support:
 - a) productive investments in aquaculture;
 - b) diversification of aquaculture production and species cultured;
 - c) modernization of aquaculture units including improvement in working and safety conditions of aquaculture workers;

- d) improvements and modernization related to animal health and welfare including the purchase of equipment aiming at protecting the farms from wild predators;
- e) reducing negative impact or enhancing positive effects on the environment and increasing resource efficiency;
- f) investments in enhancing quality of aquaculture product;
- g) restoration of existing aquaculture ponds or lagoons through removal of silt, or possible measures aimed at the prevention of silt deposit;
- 2. Support under paragraph 1 may be given for the increase in production and or modernization of existing aquaculture enterprizes or the construction of new ones provided that the development is consistent with the multi annual national strategic plan for the development of Aquaculture .

New forms of income and added value

- 1. In order to foster entrepreneurship in aquaculture, the EMFF may support investments contributing to:
 - (a) adding value to aquaculture products, such as supporting the aquaculture enterprise to carry out the processing, marketing and direct sale of primarily its own aquaculture production;
 - (b) diversification of the income of aquaculture enterprises through the development of complementary activities outside aquaculture.

2. Support under paragraph 1(c) shall be granted only to aquaculture enterprises provided that the complementary activities outside aquaculture relate to the core aquaculture business of enterprise, including angling tourism, aquaculture environmental services or educational activities on aquaculture.

Article 48

Management, relief and advisory services for aquaculture farms

- 1. In order to improve the overall performance and competitiveness of aquaculture farms, the EMFF may support:
 - (a) the setting up management, relief and advisory services for aquaculture farms;
 - (b) the provision of farm advisory services of technical, scientific, legal or economic nature.
- 2. Advisory services under paragraph 1(b) shall cover:
 - (a) the management needs for aquaculture to comply with Union and national environmental protection legislation as well as Maritime Spatial Planning requirements;
 - (b) Environmental Impact Assessment as referred to in Directives 2001/42 and 92/43;
 - (c) the management needs for aquaculture to comply with national and Union aquatic animal health and welfare or public health legislation;
 - (d) health and safety standards based on Union and national legislation;
 - (e) marketing and business strategies.
- 2a. The advice referred to in paragraph 1(b) shall be provided by scientific or technical bodies as well as entities providing legal or economic advice with the required competence as recognised by each Member State.

- 3. Support under paragraph (1)(a) shall be granted to public law bodies or other entities, selected by the Member State to set up the farm advisory services. Support under paragraph (1)(b) shall only be granted to aquaculture SMEs or aquaculture organisations including aquaculture producer's organisations.
- 3a. When the support does not exceed the amount of 4000 EUR, the beneficiary may selected through an accelerated procedure.
- 4. Aquaculture farms shall not receive support for the advisory services more than once per year for each category of services covered under paragraph 2 (a) to (e).

Promoting human capital and networking

- 1. In order to promote human capital and networking in aquaculture, the EMFF may support:
 - (a) lifelong learning, dissemination of scientific and technical knowledge and innovative practices and acquisition of new professional skills in aquaculture;
 - (b) networking and exchange of experience and best practice among aquaculture enterprises or professional organisations and other stakeholders, including scientific and technical bodies or those promoting equal opportunities between men and women.
- 2. Support referred to in paragraph 1(a) shall not be given to large aquaculture enterprises unless engaged in knowledge sharing with SMEs.
- 3. By derogation from Article 44, support shall also be granted to public or semi public organisations and other organisations recognized by the Member state.

4. The support referred to in paragraph 1 shall also be granted to spouses of self-employed aquaculture farmers or, when and in so far as recognised by national law, the life partners of self-employed aquaculture farmers, not being employees or business partners, where they habitually, under the conditions laid down by national law participate in the activities of the self-employed aquaculture farmers or perform ancillary tasks as laid down in Article 2 point (b) of Directive 2010/41/EU.

Article 50 **Increasing the potential of aquaculture sites**

- 1. In order to contribute to the development of the aquaculture sites and infrastructures, the EMFF may support:
 - (a) identification and mapping of most suitable areas for developing aquaculture, and where applicable, taking into account spatial planning processes;
 - (b) improvement and development of support facilities and infrastructures required to increase the potential of aquaculture sites including investments in land consolidation, energy supply or water management;
 - (c) action taken and implemented by competent authorities under of Article 9(1) of Directive 2009/147/EC or Article 16(1) of Directive 92/43/EC with the aim of preventing serious damages to aquaculture.
- 2. Beneficiaries of support under this Article shall only be public law bodies or private bodies entrusted by the Member State with the above-mentioned tasks.

Article 51 Encouraging new aquaculture farmers

[DELETED]

Article 52 **Promotion of aquaculture with high level of environmental protection**

[DELETED]

Article 53

Conversion to eco-management and audit schemes and organic aquaculture

- 1. In order to promote the development of organic or energy efficient aquaculture, the EMFF may support:
 - (a) conversion of conventional aquaculture production methods into organic aquaculture within the meaning of Council Regulation (EC) No 834/2007 of 28 June 2007 on organic production and labelling of organic products and repealing Regulation (EEC) No 2092/91 and according to Commission Regulation (EC) No 710/2009 of 5 August 2009 amending Regulation (EC) No 889/2008 laying down detailed rules for the implementation of Council Regulation (EC) No 834/2007, as regards laying down detailed rules on organic aquaculture animal and seaweed production;
 - (b) the participation in the Union eco-management and audit schemes established by Regulation (EC) No 761/2001 of the European parliament and of the council of 19 March 2001 allowing voluntary participation by organisations in a Community ecomanagement and audit scheme (EMAS).
- 2. Support shall only be granted to beneficiaries who commit themselves for a minimum of 3 years to participate in the EMAS or for a minimum of 5 years to comply with the requirements of organic production.
- 3. Support shall take the form of compensation for a maximum of three years during the period of the conversion of the enterprise to organic production or during the preparation for participation in the EMAS scheme.

- 4. By derogation from article 57 of the [Regulation (EU) No [...] laying down Common provisions], Member States shall calculate the compensation on the basis of:
 - (a) the loss of revenue or additional costs incurred during the period of transition from conventional into organic production for operations eligible under paragraph 1(a) of this Article and/or
 - (b) the additional costs resulting from the application and preparation to the participation in EMAS in the case of operations eligible under paragraph 1(b).

Aquaculture providing environmental services

- In order to foster the development of aquaculture providing environmental services, the EMFF may support:
 - (a) aquaculture methods compatible with specific environmental needs and subject to specific management requirements resulting from the designation of NATURA 2000 areas in accordance with Council Directive 92/43/EEC and Council and European Parliament Directive 2009/147/EC;
 - (b) the cost directly associated with the participation in conservation and reproduction of aquatic animals, within the framework of conservation and biodiversity restoration programmes developed by public authorities, or under their supervision;
 - (c) forms of extensive aquaculture including conservation and improvement of the environment, biodiversity, and management of the landscape and traditional features of aquaculture zones.
- Support under paragraph 1 (a) shall take the form of annual compensation for the additional costs incurred and/or income foregone resulting from management requirements in the areas concerned, related to the implementation of Council Directive 92/43/EEC or Council and European Parliament Directive 2009/147/EC.

- 3. Support under paragraph 1 (c) shall be granted only where beneficiaries commit themselves for a minimum of five years to aqua-environmental requirements that go beyond the mere application of Union and national law. The environmental benefits of the operation shall be demonstrated by a prior assessment conducted by competent bodies designated by the Member State, unless the environmental benefits of a given operation are already recognised.
- 4. By derogation from article 57 of the [Regulation (EU) No [...] laying down Common provisions], *support* provided under paragraph 1 (c) shall take the form of annual compensation for the additional costs incurred.
- 5. The results of operations receiving support under this Article shall be subject to adequate publicity by the Member State according to Article 120.

Article 55 **Public health measures**

- 1. The EMFF may support compensation to mollusc farmers for the temporary suspension of harvesting of farmed molluscs exclusively for reasons of public health.
- 2. Support may only be granted where the suspension of harvesting due to contamination of molluscs is the result of the proliferation of toxin-producing plankton or the presence of plankton containing biotoxins, and when:
 - (a) it lasts for more than four months consecutively; or
 - (b) the loss, resulting from the suspension of the harvest, amounts to more than 35 % of the annual turnover of the business concerned, calculated on the basis of the average turnover of the business over the preceding three years.
- 3. The duration for which compensation may be granted shall be of maximum 12 months over the entire programming period.

Animal health and welfare measures

- 1. In order to foster animal health and welfare in aquaculture enterprises, *inter alia* in terms of prevention and bio-security, the EMFF may support:
 - (a) costs for the control and eradication of diseases in aquaculture under the terms of Council Decision 2009/470/EC on expenditure in the veterinary field including the operational cost nessesary to fulfil the obligations in an eradication plan;
 - (b) the development of general and species specific best practices or codes of conducts on bio-security or on animal welfare needs in aquaculture;
 - (c) studies with the aim of increasing the availability of veterinary medicines for its use in aquaculture and promoting appropriate use of such medicines through the commissioning of pharmaceutical studies and the dissemination and exchange of information.
- 2. Support under paragraph 1(c) shall not cover the purchase of veterinary medicines.
- 3. The results of the studies financed under paragraph 1(c) shall be the subject to adequate reporting and publicity by the Member State according to Article 120.
- 4. Support may also be granted to public law bodies.

Aquaculture stock insurance

- 1. In order to safeguard the income of aquaculture producers the EMFF may support the contribution to an aquaculture stock insurance which shall cover the losses due to at least one of the following:
 - (a) natural disasters;
 - (b) adverse climatic events;
 - (c) sudden water quality changes for which the operator is not responsible;
 - (d) diseases in aquaculture, failure or destruction of production facilities for which the operator is not responsible.
- 2. The occurrence of an adverse climatic event or the outbreak of disease in aquaculture shall be formally recognised as such by the Member State concerned.
- 3. Member States may, where appropriate, establish in advance criteria on the basis of which such formal recognition shall be deemed to be granted.
- Support shall only be granted for aquaculture stock insurance contracts which cover economic losses under paragraph 1 exceeding 30% of the average annual turnover of the aquaculture farmer.

TITLE V MEASURES FINANCED UNDER SHARED MANAGEMENT

CHAPTER III

Sustainable development of fisheries areas

SECTION 1

SCOPE AND OBJECTIVES

Article 58

Scope

The EMFF may support the sustainable development of fisheries areas following a community-led local development approach as set out in Article 28 of the [Regulation (EU) No [...] laying down Common Provisions].

Article 59

Specific Objectives

Financial support under this Chapter shall contribute to the achievement of the Union priorities identified in Article 6(1, 2 and 4).

Section 2

Fisheries areas, local partnerships and local development strategies

Article 60 Fisheries areas

Article 61

Integrated local development strategies

- 1. In order to contribute to the achievement of the objectives referred to in Article 59 local development strategies shall:
 - (a) maximise the participation of the fisheries and aquaculture sectors in the sustainable development of coastal and inland fisheries areas;
 - (b) ensure that local communities fully exploit and benefit from the opportunities offered by maritime, coastal and inland water development.
- 2. The strategy must be coherent with the opportunities and needs identified in the area and the Union priorities for the EMFF. Strategies may range from those which focus on fisheries to broader strategies directed at the diversification of fisheries areas. The strategy shall go beyond a mere collection of operations or juxtaposition of sectoral measures.

¹³ Transferred to Art.3 number 5 (definition of 'fisheries area')

Fisheries local action groups

- For the purposes of the EMFF the local action groups referred to in Article 28(2)(b) of [Regulation (EU) No [...] laying down Common Provisions] shall be designated as Fisheries Local Action Groups (hereinafter "FLAGs")
- 2. The FLAGs shall propose an integrated local development strategy based at least on the elements set out in Article 61 and be responsible for its implementation.
- 3. The FLAGs shall:
 - (a) broadly reflect the main focus of their strategy and the socio-economic composition of the area through a balanced representation of the main stakeholders, including private sector, public sector and civil society;
 - (b) ensure a significant representation of fisheries and/or aquaculture sectors.
- 4. If the local development strategy is supported by other Funds in addition to the EMFF the selection body of the FLAGs for EMFF supported projects shall fulfill the requirements of paragraph (3).
- 5. FLAGs may also carry out additional tasks going beyond the minimum tasks of Article 30(3) of the [Regulation (EU) No [...] laying down Common Provisions] when these are delegated to them by the managing authority.

SECTION 3

ELIGIBLE OPERATIONS

Article 63

Support from the EMFF for integrated local development

- 1. The operations and costs eligible under this Section are set out in Article 31 of the [Regulation (EU) No [...] laying down Common Provisions].
- 2. Local action groups may request the payment of an advance if such possibility is provided for in the operational programme. The amount of the advances shall not exceed 50% of the public support related to the running costs and animation.

Article 64

Preparatory support

[DELETED]

Article 65

Implementation of local development strategies

- 1. Support for the implementation of local development strategies may be granted for the following objectives:
 - (a) adding value, creating jobs, and promoting innovation at all stages of the fisheries and aquaculture supply chain;
 - (b) supporting diversification inside or outside commercial fisheries, lifelong learning and job creation in fisheries areas;

- (c) enhancing and capitalising on the environmental assets of the fisheries areas including operations to mitigate climate change;
- (d) promoting social well being and cultural heritage in fisheries areas including fisheries, aquaculture and maritime cultural heritage;
- (e) strengthening the role of fisheries communities in local development and the governance of local fisheries resources and maritime activities.
- 2. The support given may include measures provided for in Chapters I, II and IV of this Title, except Articles 69 and 70, provided there is a clear rationale for their management at local level. When assistance is granted for operations corresponding to these measures, the relevant conditions and the scales of contribution per operation laid down in Chapters I, II and IV of this Title shall apply.

Cooperation activities

- Support referred to in Article 31(c) of the [Regulation (EU) No [...] laying down Common Provisions] may be granted to:
 - (a) inter-territorial or transnational cooperation projects;
 - (b) preparatory technical support for inter-territorial and transnational cooperation projects, on condition that local action groups can demonstrate that they are preparing the implementation of a project.

"Inter-territorial cooperation" means cooperation within a Member State. "Transnational cooperation" means cooperation between territories in several Member States and/or with territories in third countries.

2. For the purpose of this article, apart from other FLAGs, the partners of a FLAG under the EMFF may be a local public-private partnership that is implementing a local development strategy within or outside the Union.

- 3. In cases where co-operation projects are not selected by the FLAGs, Member States shall establish an appropriate system for the purpose of facilitating cooperation projects.
- 4. The administrative decisions on cooperation projects shall take place no later than four months after the date of submission of the project.
- 5. Member States shall communicate to the Commission the approved transnational cooperation projects in accordance with article **111** 134.

Article 67 **Running costs and animation**

[DELETED]

CHAPTER IV

Marketing and processing related measures

Article 68

Specific Objectives

Support under this Chapter shall contribute to achieving the Union priorities identified in Article 6 (1) and (2).

Article 69

Production and Marketing Plans

- 1. The EMFF may support the preparation and implementation of production and marketing plans referred to in Article 32 of Regulation [on the common organisation of the markets in fishery and aquaculture products].
- 2. Expenditure related to production and marketing plans shall be eligible for a contribution under the EMFF only after approval by the competent authorities in each Member State of the annual report referred to in Article 32(5) of Regulation [on the common organisation of the markets in fishery and aquaculture products].
- 3. Support granted per year under this Article shall not exceed 3 % of the average annual value of the production placed on the market of each producer organisation during the preceeding 3 calendar years. For any newly recognised producer organisation, the support granted per year shall not exceed 3 % of the average annual value of the production placed on the market of their members during the preceeding 3 calendar years.

- 4. The Member State concerned may grant an advance of 50% of the financial assistance after approval of the production and marketing plan in conformity with Article 32(3) of [Regulation (EU) No on the common organisation of the markets in fishery and aquaculture products].
- 5. The support referred to in paragraph 1 shall be granted to producer organisations and associations of producers organisations.

Article 70 **Storage aid**

- The EMFF may support compensation to recognised producer organisations and associations of producers organisations which store fishery products listed in Annex II of Regulation [on the common organisation of the market in fishery and aquaculture products], provided that the products are stored in conformity with Articles 35 and 36 of Regulation [on the common organisation of the markets in fishery and aquaculture products]:
 - (a) the amount of the storage aid shall not exceed the amount of the technical and financial costs of the actions required for the stabilisation and storage of the products in question;
 - (b) the quantities eligible for storage aid shall not exceed 15 % of the annual quantities of the products concerned put up for sale by the producer organisation;
 - (c) the financial assistance per year shall not exceed the following percentages of the average annual value of the production placed on the market of the members of producer organisation in the period 2009-2011. In the case that members of producer organisation did not have any production placed on the market in 2009-2011, the average annual value of production placed on the market in the first three years of production of such member shall be taken into account:
 - 1 % in 2014;
 - 0,8 % in 2015;

- 0,6 % in 2016;
- 0,4 % in 2017;
- 0,2 % in 2018.
- 2. By 2019 support referred to in paragraph 1 shall be phased out.
- 3. The support shall only be granted once the products are released for human consumption.
- 4. Member States shall fix the amount of the technical and financial costs applicable in their territories as follows:
 - (a) technical costs shall be calculated each year on the basis of direct costs relating to the actions required for stabilisation and storage;
 - (b) financial costs shall be calculated each year using the interest rate set annually in each Member State;
 - (c) technical and financial costs shall be made publicly available.
- 5. Member States shall carry out controls to ensure that the products benefiting from storage aid fulfil the conditions laid down in this Article. For the purposes of these inspection arrangements, beneficiaries of storage aid shall keep stock records for each category of products entered into storage and later reintroduced onto the market for human consumption.

Marketing measures

- 1. The EMFF may support marketing measures for fishery and aquaculture products which aim at:
 - (a) creating producer organisations, associations of producer organisations or inter-branch organisations recognised under Chapter II, Section II of Regulation [on the Common Organisation of the markets in fisheries and aquaculture products];
 - (b) improving the conditions for the placing on the market of:
 - (i) surplus or underexploited species;
 - (ii) unwanted catches landed in conformity with Article 15 of [Regulation on the Common Fisheries Policy] and point (b) of Article 8 (2) of the Regulation [on the common organisation of the markets in fishery and aquaculture products];
 - (iii) fishery and aquaculture products obtained using methods with low impact on the environment or organic aquaculture products as defined in Council Regulation(EC) No 834/2007 on organic production.
 - (c) promoting the quality and value added by facilitating:
 - (i) the application for registration of a given product under the terms of Council Regulation (EC) No 510/2006 of 20 March 2006 on the protection of geographical indications and designations of origin for agricultural products and foodstuffs;
 - (ii) certification and promotion including of sustainable fishery and aquaculture products and of environmentally friendly processing methods.
 - (d) contributing to the transparency of production and the markets and conducting market surveys;

- (e) Contributing to traceability of fishery or aquaculture products;
- (f) Drawing up standard contracts for SMEs which are compatible with Union law;
- (g) conducting regional, national or transnational promotional campaigns for fishery and aquaculture products and other communication campaigns improving the public awareness of the fishery and aquaculture sector.
- 2. Operations under paragraph (1) may include the production, processing and marketing activities of the supply chain.
- 3. Operations under para 1 (g) must not be aimed at commercial brands or make reference to specific countries or geograhical regions except in case of products recognized under the terms of Council Regulation (EC) No 510/2006 of 20 March 2006 on the protection of geographical indications and designations of origin for agricultural products and foodstuffs.

Processing of fisheries and aquaculture products

- 1. The EMFF may support investments in the processing of fisheries and aquaculture products:
 - (a) contributing to energy saving or reducing the impact on the environment, including waste treatment;
 - (b) for the processing of surplus and underexploited species;
 - (c) for the processing of by-products resulting from main processing activities;
 - (d) for the processing of organic aquaculture products as regulated in Article 6 and 7 of Council Regulation(EC) No 834/2007;
 - (e) which lead to new or improved products, new or improved processes, or new or improved management and organisation systems.

CHAPTER V

Compensation for additional costs in outermost regions for fishery and aquaculture products

Article 73

Compensation regime

- The EMFF may support the compensation of additional costs incurred by operators in the fishing, farming, processing and marketing of certain fishery and aquaculture products from the Azores, Madeira, the Canary Islands, French outermost regions covered by Article 349 of TFEU.
- 2. Each Member State concerned shall determine for the regions referred to in paragraph 1 the list of fishery and aquaculture products and the quantity of those products eligible for the compensation.
- 3. When establishing the list and the quantities referred to in paragraph 2, Member States shall take into account all the relevant factors, in particular the need to ensure that the compensation is fully compatible with the rules of the CFP.
- 4. The compensation shall not be granted for fishery and aquaculture products:
 - (a) caught by third country vessels, with the exception of fishing vessels which fly the flag of Venezuela and operate in Union waters;
 - (b) caught by Union fishing vessels that are not registered in a port of one of the regions referred to in paragraph 1;
 - (c) imported from third countries.
- 5. Paragraph 4 (b) of this Article shall not apply if the existing capacity of the processing industry in the outermost region concerned exceeds the quantity of raw material supplied according to the rules laid down in this Article.

- 6. The compensation may be paid to the following operators who incur additional costs in the marketing of fishery products:
 - (a) any natural or legal person using means of productions to obtain fishery or aquaculture products with a view to their placing on the market;
 - (b) the owners or operators of vessels registered in the ports of the regions referred to in Paragraph 1 and operating therein or associations of such operators;
 - (c) the operators in the processing and marketing sector or associations of such operators.

Calculation of the compensation

- 1. The compensation shall be paid to the operators carrying out activities in the concerned regions and shall take into account:
 - (a) for each fishery or aquaculture product or category of products the additional costs resulting from the specific handicaps of the regions concerned, and
 - (b) any other type of public intervention affecting the level of additional costs.

Article 75

Compensation plan

- The Member States concerned shall submit to the Commission a compensation plan for each region concerned including the list and quantities and the type of operators referred to in Article 73, the level of compensation referred to in Article 74 and the competent authority as laid down in Article 99.
- Member states may amend the content of the compensation plan refered to in paragraph 1.
 Such amendments shall be submitted to the Commission.

- 3. The Commission shall be empowered to adopt implementing acts in accordance with the examination procedure referred to in Article 128 (3) in order to ascertain by region:
 - the list of eligible fishery and aquaculture products;
 - the quantity of those products eligible for the compensation (taking into account requirements and restrictions in Article 73);
 - the level of compensation with the method of calculation (including the calculation of additional costs resulting from handicaps specific to those regions);
 - the type of operators (as referred to in Article 73(6)).

CHAPTER VI

Accompanying measures for the Common Fisheries Policy under shared management

Article 76

Geographical scope

By way of derogation from Article 2 of this Regulation, this Chapter shall apply also to operations carried out outside the territory of the European Union.

Article 77

Specific Objectives

Support under this Chapter shall contribute to achieving the Union priorities identified in Article 6 (3).

Control and Enforcement

- The EMFF may support the implementation of a Union control, inspection and enforcement system as provided for in Article 46 of the [Regulation on the Common Fisheries Policy] and specified in Council Regulation (EC) No 1224/2009 of 20 November 2009 establishing a Union control system for ensuring compliance with the rules of the Common Fisheries Policy (¹⁴).
- 2. In particular, the following types of operations shall be eligible:
 - (a) purchase and/or development of technology, including hardware and software, vessel detection systems (VDS), CCTV systems, and IT networks enabling the gathering, administration, validation, analysis, risk management, presentation (websites related to control) and exchange of, and the development of sampling methods for, data related to fisheries, as well as interconnection to cross-sectoral data exchange systems;
 - (b) the development, purchase and installation of the components, including hardware and software necessary to ensure data transmission from actors involved in fishing and the marketing of fishery products to the relevant Member State and EU authorities, including the necessary components for electronic recording and reporting systems (ERS), vessel monitoring systems (VMS), and automatic identification systems (AIS) used for control purposes;
 - (c) the development, purchase and installation of the components, including hardware and software necessary to ensure traceability of fishery and aquaculture products, as defined in Art. 58 of Council Regulation (EC) No 1224/2009;
 - (d) implementation of programs aiming at exchanging and analysing data between Member States;

¹⁴ OJ L 343, 22.12.2009, p. 1

- (e) modernisation and purchase of patrol vessels, aircrafts and helicopters, provided they are used for fisheries control for at least 60% of the total time of the use of the equipment, calculated on an annual basis;
- (f) purchase of other control means, including devices to enable the measurement of engine power and weighing equipment;
- (g) development of innovative control systems and implementation of pilot projects related to fisheries control, including fish DNA analysis or the development of web-sites related to control;
- (h) training and exchange programmes, including between Member States, of personnel responsible for monitoring, control and surveillance of fisheries activities;
- (i) cost/benefit analysis as well as assessment of audits performed and expenditure incurred by competent authorities in carrying out monitoring, control and surveillance;
- (j) initiatives, including seminars and media tools, aimed at enhancing awareness both among fishermen and other players such as inspectors, public prosecutors and judges, and among the general public of the need to fight illegal, unreported and unregulated fishing and on the implementation of the CFP rules;-
- (k) operational costs incurred in delivering strengthened control for stocks subject to specific control and inspection programmes established in accordance with Article 95 Council Regulation (EC) No 1224/2009.
- 3. The measures listed in points (h), (i) and (j) of paragraph 2 of this Article shall only be eligible for support if they relate to control activities carried out by a public authority.
- 4. In case of the measures listed in points (d) and (h) of paragraph 2 of this Article, the Member States involved shall designate the managing authority responsible for the project.

Data Collection

- The EMFF shall support the collection and management and use of primary biological, technical, environmental and socioeconomic data as referred to in Article 37(1) of the [Regulation on the Common Fisheries Policy] and specified in Council Regulation (EC) No 199/2008.
- 2. In particular, the following types of operations shall be eligible:
 - (a) the collection, management and use of data for the purpose of scientific analysis and CFP implementation;
 - (b) national and cross national multi-annual sampling programmes;
 - (c) at-sea monitoring of commercial and recreational fisheries, including monitoring of bycatch of marine organisms such as marine annals and birds;
 - (d) research surveys-at-sea;
 - (e) the participation of Member States' representatives in regional coordination meetings as referred to in Article 37(4) of the [Regulation on the Common Fisheries Policy], meetings of regional fisheries management organisations of which the EU is a contracting partner or an observer or meetings of international bodies in charge of providing scientific advice.
 - (f) Improvement of systems for data collection and data management and the implementation of pilot studies aiming at improving existing systems for datacollection and data management.

CHAPTER VII

Technical assistance at the initiative of the Member States

Article 79bis

Technical assistance at the initiative of the Member States

- 1. The EMFF may support, at the initiative of a Member State, subject to a ceiling of 6 % of the total amount of the operational programme:
 - (a) the measures of technical assistance referred to in Article 52(1) of the [Regulation (EU) No [...] laying down Common Provisions];
 - (b) the establishment of national networks aiming at disseminating information, capacity building, exchanging best practice and supporting cooperation between the FLAGs in their territory.
- Exceptionally, and in duly justified circumstances¹⁵, the threshold referred to in paragraph 1 may be exceeded.

¹⁵ The Presidency suggests to add the following sentence in recital 84: "While it is appropriate to set a maximum percentage of the total amount of the Operational Programme which may be spent on technical assistance, that ceiling may be exceeded for Operational Programmes with an allocation substantially lower than the average and in other duly justified exceptional circumstances."

CHAPTER VIII

Measures concerning integrated maritime policy financed under shared management

Article 79 ter

Specific objectives

- 1. Measures under this Chapter shall support the development and implementation of the Integrated Maritime Policy including:
 - (a) Integrating Maritime Surveillance (IMS) and in particular the development of the Common Information Sharing Environment (CISE) for the surveillance of the EU maritime domain,
 - (b) the promotion of the protection of the marine environment, in particular its biodiversity and marine protected areas such as Natura 2000 sites, beyond what is established in Article 35, and the sustainable use of marine and coastal resources, and to further define the boundaries of the sustainability of human activities that have an impact on the marine environment, in particular in the framework of the Marine Strategy Framework Directive.
- 2. Any amendment of the Operational Programme shall not result in an increase of the total financial allocation referred to in Article 15 (7).

Article 79 quarter

Eligible operations

- 1. The EMFF may support operations in accordance with the objectives set out in Article 79 ter such as:
 - (a) actions allowing to contribute achieving the objectives of Integrated Maritime Surveillance and in particular to fulfill the CISE objectives;
 - (b) the protection of the marine environment, in particular its biodiversity and marine protected areas such as Natura 2000 sites in line with the obligations established in the Directives 92/43 and 2009/14;
 - (c) the improvement of the knowledge on the state of the marine environment with a view to establish the monitoring programmes and the programmes of measures foreseen in the Marine Strategy Framework Directive in line with the obligations established in this Directive.
- 2. Salary costs of personnel of national administrations shall not be considered as eligible operating costs.

TITLE VI MEASURES FINANCED UNDER DIRECT MANAGEMENT

CHAPTER I

Integrated Maritime Policy

Article 80

Geographical scope

By way of derogation from Article 2 of this Regulation, this Chapter shall apply also to operations carried out outside the territory of the European Union.

Article 81

Scope and objectives

Support under this Chapter shall contribute to further development and implementation of the Union's Integrated Maritime Policy. It shall:

- (a) foster the development and implementation of integrated governance of maritime and coastal affairs, in particular by:
 - promoting actions which encourage Member States and their regions to develop introduce or implement integrated maritime governance;
 - (ii) promoting dialogue and cooperation with and among Member States and stakeholders on marine and maritime issues, including by developing and implementing integrated sea-basin strategies taking into account a balanced approach in all sea basins as well as the specificities of the sea basins and sub-sea basins, and of relevant macro- regional strategies where applicable;

- (iii) promoting cross-sectoral cooperation platforms and networks, including representatives of public authorities at national, regional and local level, industry including tourism, research stakeholders, citizens, civil society organisations and the social partners;
- (iv) promoting the exchange of best practices and dialogue at international level, including bilateral dialogue with third countries, taking into account the United Nations
 Convention on the Law of the Sea (UNCLOS) and the relevant existing international conventions based on UNCLOS, without prejudice to other agreements or arrangements which may exist between the EU and the third countries concerned. Such dialogue shall include, as appropriate, effective discussion on the ratification and implementation of UNCLOS;
- (v) enhancing the visibility of, and raising the awareness of public authorities, the private sector and the general public to an integrated approach to maritime affairs.
- (b) Contribute to the development of cross-sectoral initiatives that are mutually beneficial to different maritime sectors and/or sectoral policies, taking into account and building upon existing tools and initiatives, such as¹⁶:
 - (i) integrated maritime surveillance so as to reinforce the safe, secure and sustainable use of maritime space in particular by enhancing effectiveness and efficiency through information exchange across sectors and borders while taking due account of existing and future cooperation mechanisms and systems;
 - (ii) maritime spatial planning and integrated coastal zone management processes;

¹⁶ New recital added as follows: "In the light of the CISE experience, actions and mechanisms targeting improved cooperation amongst Member States may include cross-border and cross-sectoral cooperation between maritime functionalities, for example activities within the framework of the European Coastguard Functions Forum, to promote exchange of experiences and best practices in order to achieve effectiveness and coherence, within the framework of existing relevant EU legislation".

- (iii) the progressive development of a comprehensive and publicly accessible high quality marine data and knowledge base which shall facilitate sharing, re-use and dissemination of these data and knowledge among various user groups, thus avoiding duplication of efforts; for this purpose, the best use shall be made of existing Union and Member State programmes.
- (c) Supporting sustainable economic growth, employment, innovation and new technologies within-maritime sectors as well as in coastal, insular and outermost regions in the Union, in complementarity with established sectoral and national activities.
- (d) promoting the protection of the marine environment, in particular its biodiversity and marine protected areas such as Natura 2000 sites, and the sustainable use of marine and coastal resources and to further define the boundaries of the sustainability of human activities that have an impact on the marine environment, in particular in the framework of the Marine Strategy Framework Directive.

Eligible operations

- 1. The EMFF may support operations in accordance with the objectives set out in Article 81, such as:
 - (a) studies;
 - (b) projects, including test projects and cooperation projects;
 - (c) conferences, seminars, fora and workshops;
 - (d) public information and sharing best practice, awareness raising compaigns and associated communication and dissemination activities such as publicity campaigns, events, the development and maintenance of websites, stakeholder platforms;
 - (e) exchange of best practices, coordination activities, including information sharing networks and support to the development of sea basin strategies;
 - (f) collection, pooling, monitoring, visualisation and public access to data, best practices and databases, including for the protection of the marine environment in the framework of monitoring programmes and measures;

- 2. In order to achieve the specific objective of developing cross-border and cross-sectoral operations set out in Article 81 b), the EMFF may support:
 - (a) the development and implementation of technical tools for integrated maritime surveillance, in particular for supporting the deployment, operation and maintenance of a decentralised system for exchange of information in the maritime domain (CISE) with a view to promoting cross-sectoral and cross-border surveillance information exchange interlinking all user communities, taking into account the relevant developments of sectoral policies as regards surveillance and contributing, as appropriate, to their necessary evolution;
 - (b) activities of coordination and cooperation among Member States to develop maritime spatial planning and integrated coastal zone management, including expenditure related to systems and practices of data sharing and monitoring, evaluation activities, the setting up and running of networks of experts, and the setting up of a programme aiming at building capacity for Member States to implement maritime spatial planning;
 - (c) the technical tools for setting up and running of an operational European Marine
 Observation and Data Network aiming to facilitate the collection, acquisition,
 assembling, quality control, re-use and distribution of marine data and knowledge
 through cooperation between the Member states institutions involved in the network.

CHAPTER II

Accompanying measures for the Common Fisheries Policy and the Integrated Maritime Policy under direct management

Article 83

Geographical scope

By way of derogation from Article 2 of this Regulation, this Chapter shall apply also to operations carried out outside the territory of the European Union.

Article 84

Specific Objectives

Measures under this Chapter shall facilitate the implementation of the CFP and IMP in particular as regard to:

- (a) scientific advice under CFP;
- (b) specific control and enforcement measures under CFP;
- (c) voluntary contributions to international organisations;
- (d) Advisory Councils;
- (e) market intelligence;
- (f) Common Fisheries Policy and Integrated Maritime Policy communication activities.

Article 85

Scientific Advice and knowledge

1. The EMFF may support the provision of scientific deliverables, particularly applied-research projects directly linked to the provision of scientific opinions and advice, for the purpose of sound and efficient fisheries management decisions under the CFP.

- 2. In particular, the following types of operations shall be eligible:
 - (a) studies and pilot projects needed for the implementation and development of the CFP, including on alternative types of sustainable fishing management techniques;
 - (b) the preparation and provision of scientific opinions and advice by scientific bodies, including international advisory bodies in charge of stock assessments, by independent experts and by research institutions;
 - (c) the participation of experts in the meetings on fisheries scientific and technical issues and expert working groups, such as the Scientific, Technical and Economic Committee for Fisheries (STECF), as well as in international advisory bodies and in meetings where contribution of fisheries experts will be required;
 - (d) expenditure incurred by the Commission for services related to collection, management and use of data, to the organisation and management of fisheries expert meetings and the management of annual work programmes related to fisheries scientific and technical expertise, to the processing of data calls and datasets, to the preparatory work aiming at delivering scientific opinions and advice;
 - (e) cooperation activities between the Member States in the field of data collection, including the setting-up and running of regionalized databases for storage, management and use of data which will benefit regional cooperation and improve data collection and management activities as well as the scientific expertise in support of fisheries management.

Control and enforcement

- The EMFF may support the implementation of a Union control, inspection and enforcement system as stipulated in Article 46 of [Regulation on the Common Fisheries Policy] and specified in Council Regulation (EC) No 1224/2009 of 20 November 2009 establishing a Union control system for ensuring compliance with the rules of the Common Fisheries Policy.
- 2. In particular, the following types of operations shall be eligible:
 - (a) joint purchase by several Member States belonging to the same geographical area, of patrol vessels, aircrafts and helicopters, provided they are used for fisheries control for at least 60% of the total time, calculated on an annual basis;
 - (b) expenditure relating to the assessment and development of new control technologies;
 - (c) all operational expenditure related to inspection, by Commission inspectors, of the implementation of the CFP by the Member States, and in particular inspection missions, safety equipment and training of inspectors, the organization of or participation at meetings and the charter or purchase by the Commission of inspection means as specified in Title X of Council Regulation (EC) No 1224/2009 of 20 November 2009.
- 3. In case of the measure listed in point (a) of paragraph 2, only one of the Member States involved shall be designated as the beneficiary.

Article 87

Voluntary contributions to international organisations

The EMFF may support the following types of operations in the area of international relations:

(a) voluntary funding provided to the United Nations organisations as well as voluntary funding provided to any international organisation active in the field of the Law of the Sea;

- (b) voluntary financial contributions to preparations for new international organisations or preparation of new international treaties which are of interest to the European Union;
- (c) voluntary financial contributions to work or programmes carried out by international organisations which are of special interest to the European Union;
- (d) financial contributions to any activity (including working, informal or extraordinary meetings of contracting parties) which upholds the interests of the European Union in international organisations and strengthens cooperation with its partners in these organisations. In this connection, when the presence of representatives of third countries in negotiations and meetings within international forums and organisations becomes necessary for the European Union interests, the EMFF shall bear the costs of their participation.

Advisory Councils

- The EMFF shall support operating costs of the Advisory Councils as set up by Article 26a 52 of [Regulation on Common Fisheries Policy].
- 2. An Advisory Council having legal personality may apply for Union support as a body pursuing an aim of general European interest.

Article 89

Market intelligence

The EMFF may support the development and dissemination of market intelligence for fishery and aquaculture products by the Commission in accordance with Article 49 of [Regulation (EU) No on the common organisation of the markets in fishery and aquaculture products].

Common Fisheries Policy and Integrated Maritime Policy communication activities

The EMFF may support:

- 1. costs for information and communication activities linked to the Common Fisheries Policy and to the Integrated Maritime Policy, including:
 - (a) costs for production, translation and dissemination of material tailored to the specific needs of the different target groups in written, audiovisual and electronic format;
 - (b) costs for preparation and organisation of events and meetings to inform or collect the views of the different parties concerned by the Common Fisheries Policy and the Integrated Maritime Policy.
- 2. travelling and accommodation costs of experts and stakeholder representatives invited by the Commission to meetings.
- 3. costs of the corporate communication of the political priorities of the European Union as far as they are related to the general objectives of this Regulation.

CHAPTER III

Technical assistance

Article 91

Technical assistance at the initiative of the Commission

The EMFF may support, at the initiative of the Commission, subject to the ceiling of 1.1% of this fund:

- (a) the measures of technical assistance specified in Article 51(1) of the [Regulation (EU) No [...] laying down Common Provisions] for the implementation of this Regulation ;
- (b) the preparation, follow-up and evaluation of sustainable fisheries agreements and the Union participation in regional fisheries management organisations; the measures concerned are studies, meetings, experts interventions, expenditure for temporary staff, information activities and any other administrative, scientific or technical assistance expenditure that the Commision may incur.
- (c) the setting up of a European network of FLAGs aiming at capacity building, disseminating information, exchanging experience and best practice and supporting cooperation between the local partnerships. This network shall cooperate with the networking and technical support bodies for local development set up by the EFRD, the ESF and the EAFRD as regards their local development activities and transnational co-operation.

Article 92

Technical assistance at the initiative of the Member States

[Moved to Article 79bis]

Article 94 Determination of co-financing rates [Moved to TITLE VII, CHAPTER II]

TITLE VII

IMPLEMENTATION UNDER SHARED MANAGEMENT

CHAPTER I

General provisions

Article 93

Scope

This Title shall apply to measures financed under shared management as set out in Title V.

CHAPTER II Delivery mechanism

Article 94

Determination of co-financing rates

- 1. The decision of the Commission approving the operational programme shall set the maximum EMFF contribution to that programme.
- 2. The EMFF contribution shall be calculated on the basis of the amount of eligible public expenditure.

The operational programme shall establish the EMFF contribution rate applicable to each of the objectives defined under the Union priorities for EMFF, as referred to in Article 6. The maximum EMFF contribution rate shall be 75% of the eligible public expenditure.

The minimum EMFF contribution rate shall be 20%.

- 3. By way of derogation from paragraph 2, the EMFF contribution shall be:
 - (a) 100 % of the eligible public expenditure for the support under storage aid referred to in Article 70;
 - (b) 100 % of the eligible public expenditure for the compensation regime referred to in Article 73;
 - (c) 50 % of the eligible public expenditure for the support referred to in Articles 33A, 33B, 39(2) and 78(2)(e);
 - (d) 80 % of the eligible public expenditure for the support referred to in Article 78(2)(a) to(d) and (f) to (j);
 - (e) 65 % of the eligible expenditure for the support referred to in Article 79.
 - (f) 75 % of the eligible expenditure for the support referred to in Article 79 ter.
- 4. By way of derogation from paragraph 2, the maximum EMFF contribution rate applicable to the objectives under a Union priority shall be increased by ten percentage points, where the whole of the Union priority se out in paragraph 4 of Article 6 is delivered through community-led local development.

Intensity of public aid

- 1. Member States may apply a maximum intensity of public aid of 50% of the total eligible expenditure of the operation.
- 2. By way of derogation from paragraph 1, Member States may apply an intensity of public aid of 100% of the eligible expenditure of the operation where:
 - (a) the beneficiary is a public law body;
 - (b) the operation is related to the storage aid referred to in Article 70;
 - (c) the operation is related to the compensation regime referred to in Article 73;
 - (d) the operation is related to the data collection referred to in Article 79.
 - (e) the operation is related to premiums under Article 33A, or Article 33B and compensations under Article 53, 54 or 55.
 - (f) the operation is related to the integrated maritime policy measures referred to in Article
 79 ter.
- 3. By way of derogation from paragraph 1, Member States may apply an intensity of public aid between 50% and maximum 100% of the total eligible expenditure when the operation is implemented under Chapter I, II and IV of Title V and fulfils all of the following criteria:
 - (a) collective interest; and
 - (b) public access to the results of the operation according to Article 120.

- 3a. By way of derogation from paragraph 1, Member States may apply an intensity of public aid between 50% and 100% of the total eligible expenditure when the operation is implemented under Chapter III of Title V and fulfills one of the following criteria:
 - (a) collective interest;
 - (b) collective beneficiary;
 - (c) public access to the results of the operation;
 - (d) innovative features at the project at the local level.
- 4. By way of derogation from paragraph 1, additional percentage points of public aid intensity as set out in Annex I shall apply.
- 5. The Commission shall establish by means of implementing acts adopted in accordance with the examination procedure referred to in Article 128 (3) how the different percentage points of public aid intensity shall apply in the case where several conditions of Annex I are fulfilled.

Eligible expenditure

[DELETED]

Article 97

Calculation of additional costs or income foregone

Where aid is granted on the basis of additional costs or income foregone, Member States shall ensure that the relevant calculations are adequate, accurate and established in advance on the basis of a fair, equitable and verifiable calculation.

Article 98 Durability of the criteria for admissibility of the operation

[DELETED]

CHAPTER III

Management and control systems

Article 99

Managing authority

- 1. In addition to the general rules set out in Article 114 of [Regulation (EU) No [...] laying down Common Provisions] the managing authority shall:
 - (a) provide the Commission, on a annual basis by 31 March, with relevant cumulative data on operations selected for funding until the end of the previous calendar year, including key characteristics of the beneficiary and the operation itself.
 - (b) ensure publicity for the programme by informing potential beneficiaries, professional organisations, the economic and social partners, bodies involved in promoting equality between men and women, and the non-governmental organisations concerned, including environmental organisations, of the possibilities offered by the programme and the rules for gaining access to programme funding;
 - (c) ensure publicity for the programme by informing beneficiaries of the Union contribution and the general public on the role played by the Union in the programme.
- The Commission shall lay down, by means of implementing act, rules for the presentation of the data in paragraph 1(a) in accordance with the examination procedure referred to in Article 128(3).

CHAPTER IV Control by Member States

Article 100

Financial corrections by Member States

- In addition to financial corrections referred to in Article 135 of the CPR, the Member States shall make the financial corrections in case of serious infringements as laid down in Article 12 (1)(a) to (c) which occur during the whole period of implementation of the operation and for a period of 5 years after the last payment.
- 2. For the purpose of financial corrections that are applied on expenditure and that are directly linked to a serious infringement of the CFP rules as laid down in Article 12 (1)(a) to (c), the Member States shall determine the amount of the correction that shall be proportionate having regard to the nature, gravity, duration and repetition of the serious infringement by the beneficiary, the economic advantage derived from the serious infringement or the importance of the EMFF contribution to the economic activity of the beneficiary.

CHAPTER V Control by the Commission

SECTION 1

INTERRUPTION AND SUSPENSION

Article 101

Interruption of the payment deadline

- In addition to the elements allowing for interruption listed in Article 74(1)(a) to (c) of [Regulation (EU) No [...] laying down Common Provisions], the authorising officer by delegation within the meaning of the [Financial Regulation] the Commission may by means of an implementing act decide to interrupt the payment deadline for an interim payment where:
 - (a) there are findings of serious non-compliance with <u>obligations under</u> the rules of Common Fisheries Policy; <u>or</u>
 - (b) the authorising officer by delegation has to carry out additional verifications following reliable information coming to his attention allerting him¹⁷ which provide evidence to suggest a to a suspected case of serious non-compliance by a Member State with obligations under the Common Fisheries Policy,

when the serious non-compliance is liable to affect the expenditure contained in a certified statement of expenditure for which the interim payment is requested⁴⁸.

The Commission may decide to interrupt the payment deadline only after having given the Member State the opportunity to present its observations on the matter within a reasonable period.

¹⁷—____N.B. Text aligned to Article 741(c) of the CPR.

¹⁸—____N.B. Commission text taken over in this final part of the paragraph.

2. Such interruption may apply for a maximum period of 6 months.¹⁹

2. The interruption of all or part of the expenditure covered by the payment claim shall be proportionate to the nature, gravity, duration and repetition of the suspected non-compliance²⁰ and shall take into account the extent to which the effectiveness²¹ of measures being financed is or is likely to be affected. It shall also take into account, and be limited by, the relative share of the fishery and fishery-related activities, to which such non-compliance relates, within the measures financed by the financial assistance referred to in paragraph 1²².

claim if the Commission has adopted a decision by means of implementing act recognising that there is evidence to **the facts of a case clearly** suggest that there is a case of non compliance by a Member State with obligations under the Common Fisheries Policy which shall be liable to affect the expenditure contained in a certified statement of expenditure for which the interim payment is requested.

Article 102

Suspension of payments

- In addition to the elements allowing for suspension in Article 134 (1) of [Regulation (EU) No [...] laying down Common Provisions], the Commission may suspend, by means of an implementing act, all or part of the interim payments of the operational programme where:
 - (a) the measure being financed is or is likely to be affected by non-compliance with the rules of the CFP, in particular in the fields of conservation and management of fisheries resources, the adaptation of fleet and fisheries control; and
 - (b) the non-compliance is directly attributable to the Member State concerned; and

¹⁹ N.B. Under Article 74 of the CPR, this period is 6 months. It is suggested to align on CPR Art. 74.

²⁰ N.B. Article 50(2) of the forthcoming Basic Regulation.

²¹ N.B. Control Regulation, Article 103(5). Also, see Article 103(1)(a).

²²—N.B. Article 103(5) of the Control Regulation, in fine.

- (c) the non-compliance may lead to a serious threat to the conservation of living marine resources or the effective operation of the Union system of control and enforcement of the rules of the Common Fisheries Policy, and
- (d) where the Commission concludes, on the basis of the information available and, where appropriate, after examination of the Member State's explanations, that the Member State concerned has failed to take the necessary action to remedy the situation giving rise to an interruption under Article 101.
- 1bis Before taking a suspension decision referred to in paragraph 1, the Commission shall inform in writing the Member State concerned of its intention to adopt the decision. The suspension decision shall comprise the relevant issues in fact and law, include the assessment of the Commission with regard to the conditions referred to in paragraph 1, and determine the part of the payment that is to be suspended.
- 2. For the purpose of paragraph 1 (a), a measure may be considered affected or likely to be affected only where a real economic link exists between the subject matter of the non-compliance and the measure to which the suspended payment relates.
- 3. Without prejudice to other cases covered by paragraph 1, and subject to paragraph 2, the condition for suspension set forth in paragraph 1(a)to (c) shall always be considered to be fulfilled in the following cases:
 - a Member State has failed to undertake the report as referred to in Article 34(1a) of the [Regulation on Common Fisheries Policy] concerning the adjustment and management of fishing capacity or failed to implement the action plan as referred to in Article 34(2) of that Regulation. The measures being affected are those referred to in Article [33 and 39], and any suspension shall be limited to measures concerning the fleet segment or segments concerned.

- a Member State has failed to collect and/or to provide data in a timely manner to an end-user, as specified in Article 8 (4) in Regulation (EU) 199/2008 ("Data Collection Regulation"). The measures being affected are those referred to in Article 79.
- 4. All or parts of the Union financial assistance to the Member State's interim payment which may be suspended shall be proportionate having regard to the nature, gravity, duration and repetition of the non-compliance and shall take into account the extent to which the measure being financed is or is likely to be affected. It shall also take into account, and be limited by, the relative share of the fishery and fishery-related activities, to which such non-compliance relates, within the measures financed by the financial assistance referred to in paragraph 1.

Article103 Commission powers [DELETED]

SECTION 2

INFORMATION EXCHANGE AND FINANCIAL CORRECTIONS

Article 104

Access to information

On request by the Commission Member States shall communicate to the Commission their laws, regulations and administrative provisions which they have adopted for implementing Union acts relating to the Common Fisheries Policy, where those acts have a financial impact on the EMFF.

Article 105

Confidentiality

Member States and the Commission shall take all necessary steps to ensure the confidentiality of the information communicated or obtained during on the spot controls or in the context of clearance of accounts implemented under this Regulation.

The principles mentioned in Article 8 of Council Regulation (Euratom, EC) No 2185/96 of 11 November 1996 concerning on-the-spot controls and inspections carried out by the Commission in order to protect the European Communities' financial interests against fraud and other irregularities²³ shall apply to that information.

²³ OJ L 292, 15.11.1996, p. 2

Financial correction by the Commission

- 1. In addition to the cases identified in Articles 20(4), 77 and 136(1) of Regulation [on Common Provisions], the Commission shall, by means of implementing acts, make financial corrections by cancelling all or part of the Union contribution to an operational programme where, after carrying out the necessary examination, it concludes that:
 - (a) expenditure contained in a certified statement of expenditure is affected by a serious infringement of the CFP rules as laid down in Article 12(1)(a) to (c) by beneficiary which occurs during the whole period of implementation of the operation and for a period of 5 years after the last payment, and has not been corrected by the Member State prior to the opening of the correction procedure under this paragraph;
 - (b) expenditure contained in a certified statement of expenditure is affected by cases of non compliance with CFP rules by the Member State which have resulted in the suspension of payment under Article 102 and where the Member State concerned still fails to demonstrate that it has taken the necessary remedial action to ensure compliance with and the enforcement of applicable rules in the future.
- 2. The Commission shall decide the amount of a correction taking into account the nature, gravity, duration and repetition of the non compliance with CFP rules by the Member State or the beneficiary, the economic advantage derived from the non-compliance with CFP rules or the importance of the EMFF contribution to the economic activity of the beneficiary.
- 3. When it is not possible to quantify precisely the amount of expenditure linked to noncompliance with CFP rules by the Member State, the Commission shall apply a flat rate or extrapolated financial correction according to paragraph 4.

4. The Commission shall be empowered to adopt implementing acts in accordance with Article 128 (3) which shall establish the modalities for setting the level of financial correction to be applied in case of flat rate or extrapolated financial corrections.

Article 107

Procedure

Article 137 of [Regulation (EU) No [...] laying down Common Provisions] shall apply *mutatis mutandis* where the Commission proposes a financial correction referred to in Article 106.

CHAPTER VI

Monitoring, evaluation, information and communication

SECTION 1

ESTABLISHMENT AND OBJECTIVES OF A MONITORING AND EVALUATION SYSTEM

Article 108

Monitoring and evaluation system

- A common monitoring and evaluation system for EMFF operations under shared management shall be established with a view to measuring the performance of the EMFF. In order to ensure an effective performance measurement the Commission shall be empowered to adopt delegated acts in accordance with Article 127 regarding the content and construction of that framework.
- 2. The general impact of the EMFF shall be considered in relation to the Union priorities referred to in Article 6.

The Commission shall define, by means of implementing acts, the set of indicators specific to these Union priorities. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128(3).

3. Member States shall provide the Commission with all the information necessary to permit the monitoring and evaluation of the measures concerned. The Commission shall take into account the data needs and synergies between potential data sources, in particular their use for statistical purposes when appropriate. The Commission shall adopt, by means of implementing acts, rules on the information to be sent by the Member States, as well as on the data needs and synergies between potential data sources. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128(3). 4. The Commission shall present a report on the implementation of this Article to the European Parliament and the Council every four years. The first report shall be presented not later than 31 December 2017.

Article 109

Objectives

The objectives of the monitoring and evaluation system shall be:

- (a) to demonstrate the progress and achievements of maritime and fisheries policy, to consider the general impact and to assess the effectiveness, efficiency and relevance of EMFF operations;
- (b) to contribute to better targeted support for maritime and fisheries policy;
- (c) to support a common learning process related to monitoring and evaluation;
- (d) to provide robust, evidenced based evaluations of the EMFF operations that feed into the decision making process.

SECTION 2 TECHNICAL PROVISIONS

Article 110

Common indicators

1. A list of common indicators relating to the initial situation as well as to the financial execution, outputs and results of the programme and applicable to each programme shall be specified in the monitoring and evaluation system provided for in Article 108 to allow for aggregation of data at Union level.

2. The common indicators shall be linked to the milestones and targets established in the operational programmes according to the Union priorities identified in Article 6. These common indicators shall be used for the performance framework referred to in Article 19(1) of [Regulation (EU) No [...] laying down Common Provisions], and shall allow assessment of the progress, efficiency and effectiveness of policy implementation against objectives and targets at Union, national and programme level.

Article 111

Electronic Information System

- 1. Key information on the implementation of the programme, on each operation selected for funding, as well as on completed operations, needed for monitoring and evaluation, including the key characteristics of the beneficiary and the project, shall be recorded and maintained electronically.
- 2. The Commission shall ensure that there is an appropriate secure electronic system to record, maintain and manage key information and report on monitoring and evaluation.

Article 112

Provision of information

Beneficiaries of support under EMFF, including local action groups, shall undertake to provide to the managing authority and/or to appointed evaluators or other bodies delegated to perform functions on its behalf, all the data and information necessary to permit monitoring and evaluation of the programme, in particular in relation to meeting specific objectives and priorities.

SECTION 3

MONITORING

Article 113

Monitoring procedures

- 1. The managing authority referred to in Article 99 and the monitoring committee provided for in Article 41 of [Regulation (EU) No [...] laying down Common Provisions] shall monitor the quality of programme implementation.
- 2. The managing authority and the monitoring committee shall carry out monitoring of the operational programme by means of financial, output and target indicators.

Article 114

Functions of the monitoring committee

In addition to the functions provided for in Article 43 of [Regulation (EU) No [...] laying down Common Provisions], the monitoring committee shall verify the performance of the operational programme and the effectiveness of its implementation. To that end, the monitoring committee:

- (a) shall be consulted and approve, within six months of the decision approving the programme, the selection criteria for the financed operations and transmit the approved criteria to the Commission to issue its opinion within three months. Where the Commission does not provide an opinion within this deadline, the criteria shall be deemed to be accepted; the selection criteria shall be revised according to programming needs and according to the same procedure;
- (b) shall examine the activities and outputs related to the evaluation plan of the programme;
- (c) shall examine actions in the programme relating to the fulfilment of specific *ex ante* conditionalities;
- (d) shall examine and approve the annual implementation reports before they are sent to the Commission;

(e) shall consider actions to promote equality between men and women, equal opportunities, and non-discrimination, including accessibility for disabled persons;

The monitoring committee shall not be consulted on Annual Work Plans for data collection referred to in Article 23.

Article 115

Annual implementation report

- 1. By 31 May 2016 and by 31 May each subsequent year until and including 2023, the Member State shall submit to the Commission an annual implementation report on implementation of the operational programme in the previous calendar year. The report submitted in 2016 shall cover the calendar years 2014 and 2015.
- 2. In addition to what is provided in Article 44 of [Regulation (EU) No [...] laying down Common Provisions] annual implementation reports shall include:
 - (a) information on financial commitments and expenditure by measure;
 - (b) a summary of the activities undertaken in relation to the evaluation plan;
 - (c) information on cases of serious infringements as referred to in Article 12(1).
- 3. The Commission shall, by means of implementing acts, adopt rules concerning the format and presentation of the annual implementation reports. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128(3).

SECTION 4

EVALUATION

Article 116

General provisions

- The Commission shall, by means of implementing acts, provide for the elements to be contained in the ex ante evaluation reports referred to in Articles 48 of [Regulation (EU) No [...] laying down Common Provisions] and establish the minimum requirements for the evaluation plan referred to in Article 49 of [Regulation (EU) No [...] laying down Common Provisions]. Those implementing acts shall be adopted in accordance with the examination procedure referred to in Article 128(3).
- 2. Member States shall ensure that the evaluations conform to the common evaluation system agreed in accordance with Article 108, shall organise the production and gathering of the requisite data, and shall supply the various pieces of information provided by the monitoring system to the evaluators.
- 3. The evaluation reports shall be made available by the Member States on the internet and by the Commission on the Union website.

Article 117

Ex ante evaluation

Member States shall ensure that the ex ante evaluator is engaged from an early stage in the process of development of the EMFF programme, including the development of the analysis referred to in Article 20(1)b), the design of the programme's intervention logic and the establishment of the programme's targets.

Ex post evaluation

In line with Article 50 of the [Regulation (EU) No [...] laying down Common Provisions] an ex post evaluation report shall be prepared by the Commission in close cooperation with Member States.

Article 119

Syntheses of evaluations

Syntheses at Union level of the ex ante evaluation reports shall be undertaken under the responsibility of the Commission. The syntheses of the evaluation reports shall be completed at the latest by 31 December of the year following the submission of the relevant evaluations.

SECTION 5

INFORMATION AND COMMUNICATION

Article 120

Information and publicity

- 1. The managing authority shall be responsible in accordance with Artlice 99(1)(b) for:
 - (a) ensuring the establishment of a single website or a single website portal providing information on, and access to, the operational programme in each Member State;
 - (b) informing potential beneficiaries about funding opportunities under the operational programme;
 - (c) publicising to Union citizens the role and achievements of the EMFF through information and communication actions on the results and impact of Partnership Contracts, operational programmes and operations.

2. Member States shall in order to ensure transparency in the support from the EMFF maintain a list of operations in CSV or XML format which shall be accessible through the single website or the single website portal providing a list and summary of the operational programme.

The list of operations shall be updated at least every six months.

The minimum information to be set out in the list of operations, including specific information concerning operations under Articles 28, 36, 45, 54 and 56, is laid down in Annex IV.

- 3. Detailed rules concerning the information and publicity measures for the public and information measures for applicants and for beneficiaries are laid down in Annex IV.
- 4. Technical characteristics of information and publicity measures for the operation and instructions for creating the emblem and a definition of the standard colours shall be adopted by the Commission by means of implementing acts in accordance with the advisory procedure referred to Article 128(2).

TITLE VIII

IMPLEMENTATION UNDER DIRECT MANAGEMENT

CHAPTER I General provisions

Article 121

Scope

This Title shall apply to measures financed under direct management as set out in Title VI

CHAPTER II

Control

Article 122

Protection of Union financial interests

1. The Commission shall take appropriate measures ensuring that, when operations financed under this Regulation are implemented, the financial interests of the Union are protected by the application of preventive measures against fraud, corruption and any other illegal activities, by effective checks and, if irregularities are detected, by the recovery of the amounts wrongly paid and, where appropriate, by effective proportional and deterrent penalties.

2. The Commission or its representatives and the Court of Auditors shall have the power of audit on the basis of documents and on-the-spot checks, over all beneficiaries, contractors and sub-contractors who have received Union funds.

The European Anti-fraud Office (OLAF) may carry out on-the-spot checks and inspections on economic operators concerned directly or indirectly by such funding in accordance with the procedures laid down in Regulation (Euratom, EC) No 2185/96 with a view to establishing whether there has been fraud, corruption or any illegal activity affecting the financial interests of the European Union in connection with a grant agreement or decision or a contract or concerning Union funding.

Without prejudice to the previous subparagraphs, cooperation agreements with third countries and international organisations, grant agreements, decisions and contracts resulting from the implementation of this Regulation shall expressly empower the Commission, the Court of Auditors and OLAF to conduct such audits, on-the-spot checks and inspections.

Article 123

Audits

- 1. Officials of the Commission and of the Court of Auditors, or their representatives, may carry out on-the-spot audits on operations financed by this Regulation at any time with a minimum of ten working days' notice, except in urgent cases, for a period up to three years after the final payment made by the Commission.
- 2. Officials of the Commission and of the Court of Auditors, or their representatives, duly empowered to carry out on-the-spot audits, shall have access to the books and all other documents, including documents and metadata drawn-up or received and recorded on an electronic format relating to expenditure financed by this Regulation.

- 3. The powers of audit referred to in paragraph 2 shall not affect the application of national provisions which reserve certain acts for agents specifically designated by national legislation. Officials of the Commission and of the Court of Auditors, or their representatives, shall not take part, inter alia, in home visits or the formal questioning of persons within the framework of the national legislation of the Member State concerned. However, they shall have access to information thus obtained.
- 4. If any Union financial assistance granted under this Regulation is subsequently allocated to a third party as a final beneficiary, the initial beneficiary, being the recipient of the Union financial support, shall provide the Commission with all relevant information regarding the identity of that final beneficiary.
- 5. For this purpose, all related documents shall be kept available by the beneficiaries for a period up to three years after the final payment.

Suspension of payments, reduction and cancellation of the financial contribution

- 1. If the Commission considers that Union funds have not been used in accordance with the conditions laid down in this Regulation or in any other applicable Union legal act, it shall notify the beneficiaries who shall have one month from the date of such notification to send their observations to the Commission.
- 2. If the beneficiaries do not reply within that period or if their observations are not considered satisfactory, the Commission shall reduce or cancel the financial contribution granted or suspend the payments. Any amount unduly paid shall be repaid to the General Budget of the Union. Interest shall be added to any sums not repaid in due time under the conditions laid down in the [Financial Regulation].

CHAPTER III

Evaluation and reporting

Article 125

Evaluation

- 1. Operations financed under this Regulation shall be monitored regularly in order to follow their implementation.
- 2. The Commission shall ensure the regular, independent, external evaluation of the operations financed.

Article 126

Reporting

The Commission shall submit to the European Parliament and the Council:

- (a) an interim evaluation report on the results obtained and the qualitative and quantitative aspects of the implementation of the operations financed under this Regulation no later than 31 March 2017;
- (b) a Communication on the continuation of the operations financed under this Regulation no later than 30 August 2018.

TITLE IX PROCEDURAL PROVISIONS

Article 127

Exercise of delegation

- 1. The power to adopt delegated acts is conferred on the Commission subject to the conditions laid down in this Article.
- 2. The delegation of power referred to in the Articles 32b, 108 and 130 shall be conferred for a period of five years from...²⁴ The Commission shall draw up a report in respect of the delegation of power not later then nine months before the end of the five-year period. The delegation of power shall be tacitly extended for periods of an identical duration, unless the European Parliament and the Council opposes such extension not later then three months before the end of each period.
- 3. The delegation of power referred to in Articles 32b, 108 and 130 may be revoked at any time by the European Parliament or by the Council. A decision of revocation shall put an end to the delegation of the powers specified in that decision. It shall take effect the day following the publication of the decision in the Official Journal of the European Union or at a later date specified therein. It shall not affect the validity of any delegated acts already in force.
- 4. As soon as it adopts a delegated act, the Commission shall notify it simultaneously to the European Parliament and to the Council.
- 5. A delegated act adopted pursuant to Articles 32b, 108, and 130 shall enter into force only if no objection has been expressed either by the European Parliament or the Council within a period of 2 months of notification of that act to the European Parliament and the Council or if, before the expiry of that period, the European Parliament and the Council have both informed the Commission that they will not object. That period shall be extended by 2 months at the initiative of the European Parliament or the Council.

²⁴ OJ Please insert date of entry into force.

Committee procedure

- 1. In the implementation of the rules of the European Fisheries and Maritime Fund the Commission shall be assisted by a Committee for the Fisheries and Maritime Fund. That committee shall be a committee within the meaning of Regulation (EU) No 182/2011.
- 2. Where reference is made to this paragraph, Article 4 of Regulation (EU) No 182/2011 shall apply.
- 3. Where reference is made to this paragraph, Article 5 of Regulation (EU) No 182/2011 shall apply.

Where the committee delivers no opinion on a draft implementing act to be adopted, the Commission shall not adopt the draft implementing act and the third subparagraph of Article 5(4) of Regulation (EU) No 182/2011 shall apply.

TITLE X FINAL PROVISIONS

Article 129

Repeal

- Without prejudice to the provisions of Article 130(2), Regulations (EC) No 1198/2006, (EC) No 861/2006, (EC) No 1255/2011 establishing a Programme to support the further development of an Integrated Maritime Policy²⁵, (EC) No 791/2007, (EC) No 2328/2003 and Article 103 of Regulation 1224/2009 are repealed with effect from 1 January 2014.
- 2. References to the repealed Regulations shall be construed as references to this Regulation.

New Article 129bis

The Regulation 850/1998 for the conservation of fishery resources through technical measures for the protection of juveniles of marine organisms shall be amended as follows:

1. In Article 31a(1), the four indents shall be replaced by a single indent as follows:

"south of 55° North"

2. Article 31a (2) (a) shall read as follows:

"no more than 10% of the beam trawler fleet by Member States use the electric pulse trawl"

²⁵ *OJ L321, 5.12.2011, p.1.*

Transitional provisions

- 1. In order to facilitate the transition from the systems established by Regulations (EC) No 1198/2006, (EC) No 861/2006, (EC) [No /2011 establishing a Programme to support the further development of an Integrated Maritime Policy] and (EC) No 791/2007 to the system established by this Regulation, the Commission shall be empowered to adopt delegated acts in accordance with Article 127 concerning the conditions under which support approved by the Commission under those Regulations may be integrated into support provided for under this Regulation, including for technical assistance and for the ex-post evaluations.
- 2. This Regulation shall not affect the continuation or modification, including the total or partial cancellation, of the projects concerned, until their closure, or of assistance approved by the Commission on the basis of Regulations (EC) No 1198/2006, (EC) No 861/2006, (EC) [No /2011 establishing a Programme to support the further development of an Integrated Maritime Policy], (EC) No 791/2007 and Article 103 of Regulation 1224/2009 or any other legislation applying to that assistance on 31 December 2013.
- 3. Applications made under Council Regulation (EC) No 1198/2006 shall remain valid.

This Regulation shall enter into force on the day following that of its publication in the *Official Journal of the European Union*.

It applies from 1 January 2014.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the European Parliament The President For the Council The President

ANNEX I

Specific aid intensity

Type of operations	Percentage points
Related to small scale coastal fisheries may benefit from an increase by	25
Located in the remote Greek Islands <i>and in the Croatian islands of Dugi Otok, Vis, Mljet and Lastovo</i> may benefit from an increase by	35
Located in the outermost regions may benefit from an increase by	35
Implemented by organisation of fishermen or other collective beneficiaries outside Chapter III of Title V may benefit from an increase by	10
Implemented by producer organisation or associations of producer organisations may benefit from an increase by	20
Under Article 78 on control and enforcement may benefit from an increase by	30
Under Article 78 on control and enforcement related to small scale coastal fisheries may benefit from an increase by	40
Under article 39.2, replacement of engines shall be reduced by	20
Implemented by enterprises that fall outside the definition of SMEs shall be reduced by	20

Ξ
EX
ANA A

Specific Ex ante conditionalities

1. PRIORITIES-LINKED CONDITIONALITIES

<i>Specific objective in</i> _EU priority for EMFF/ CSF Thematic Objective (TO)	Ex ante conditionality	Criteria for fulfilment
EMFF priority: 1. Promoting sustainable and ressource efficient fisheries and aquaculture including related processing. Specific objective: (c), (d)	The establishment of a multiannual national strategic plan on aquaculture as referred in Article 43 of the [Regulation on the Common Fisheries Policy] by 2014;	 A multiannual national strategic plan on aquaculture is transmitted to the Commission at the latest by the day of transmission of the OP The OP includes information on the complementarities with the multiannual national strategic plan on aquaculture
 Fostering innovative, competetive and knowledgebased fisheries and aquaculture included related processing Specific objectives: (a), (b). 		
TO 3: enhancing the competitivenees of small and medium-sized enterprises, the agricultural sector (for the EAFRD) and the fisheries and aquaculture sector (for the EMFF);		
TO 6: protecting the environment and promoting resource efficiency		

KSH, JL/zg

3 Fostering the implementation of the CFP data requirement Specific objective (a) on the CFP] and TO 6: protecting the environment and promoting resource efficiency EMFF Priority: Administrative c	data requirements for fisheries management set out in Article 37 of the [Regulation on the CFP] and Article 4 of Council Regulation (EC) No 199/2008.	1	annual programme for data collection, to be reviewed by STECF and
invironment and ficiency	d Article 4 of Council Regulation (EC) No 199/2008.	I	
invironment and fficiency		I	accepted by the Commission
			A description of the administrative capacity to prepare and implement an
			annual work plan for data collection, to be reviewed by STECF and accepted
			by the Commission
		Ι	A description of the capacity in human resources allocation to undertake
			bilateral or multilateral agreements with other MS if work to implement the
			data collection obligations is shared
	Administrative capacity: administrative capacity is available to comply with the	The specific	The specific actions include:
	implementation of a Union control inspection and enforcement system as	Ι	A description of the administrative capacity to prepare and implement the
<i>s</i> rostering the implementation of the CFF stipulated in Arti	stipulated in Article 46 of the [Regulation on Common Fisheries Policy] and		section of the OP pertaining to 2014-2020 national control financing program
Specific objective (a) further specified	further specified in Council Regulation (EC) No 1224/2009.		as referred to in Article 20(1) (n)
TO 6: protecting the environment and		I	A description of the administrative capacity to prepare and implement the
promoting resource efficiency			national control action programme for multiannual plans (Art 46 Control
			Regulation)
		Ι	A description of the administrative capacity to prepare and implement a
			common control program that may be developed with other Member States
			(art 94 CR)
		I	A description of the administrative capacity to prepare and implement the
			Specific Control and Inspection Programmes (art 95 CR).
		I	A description of the administrative capacity to apply a system of effective,
			proportionate and dissuasive sanctions for serious infringements (art 90 CR)
		I	A description of the administrative capacity to apply the point system for
			serious infringements (art 92 CR)

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I	Commission					
Capacity report has been submitted in accordance with Article 35 34 of the	[Regulation on Common Fisheries Policy].					
EMFF Priority 1: Capaci		Promoting a sustainable and ressource	Specific objectives: (a) and (b)	TO 6: protecting the environment and	promoting resource efficiency	

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ANNEX IV

Information and communication on support from the EMFF

1. LIST OF OPERATIONS

The list of operations referred to Article 120 shall contain, in at least one of the official languages of the Member State, the following data fields:

- Beneficiary name (only legal entities; no natural persons shall be named);
- Community Fleet Register (CFR) number of fishing vessels as referred to in Article 10 of Commission Regulation (EC) No 26/2004 of 30 December 2003²⁶ (to be completed only where the operation is linked to a fishing vessel)
- Operation name;
- Operation summary;
- Operation start date;
- Operation end date (expected date for physical completion or full implementation of the operation);
- Total eligible expenditure;
- Amount of EU contribution;
- Operation postcode;
- Country;
- Name of union priority;
- Date of last update of the list of operations.

²⁶ OJ L 5, 9.1.2004, p.25.

2. INFORMATION AND PUBLICITY MEASURES FOR THE PUBLIC

2.1. Responsibilities of the Member State

- 1. The Member State shall ensure that the information and publicity measures aim at the widest possible media coverage using various forms and methods of communication at the appropriate level.
- 2. The Member State shall be responsible for organising at least the following information and publicity measures:
 - (a) a major information activity publicising the launch of the operational programme;
 - (b) at least twice during the programming period major information activity which promotes the funding opportunities and the strategies pursued and presents the achievements of the operational programme;
 - (c) displaying the flag or emblem, as appropriate, of the European Union in front of, or at a place visible to the public, at the premises of each managing authority;
 - (d) publishing electronically the list of operations in accordance with section 1;
 - (e) giving examples of operations, by operational programme, on the single website or on the operational programme's website that is accessible through the single website portal;
 - (f) a specific section of the single website shall be dedicated to give a short summary of innovation and eco-innovation operations;
 - (g) updating information about the operational programme's implementation, including its main achievements, on the single website or on the operational programme's website that is accessible through the single website portal.

- 3. The managing authority shall involve in information and publicity measures, in accordance with national laws and practices, the following bodies:
 - (a) the partners referred to in Article 5 of the [Regulation (EU) No [...] laying down Common Provisions];
 - (b) information centres on Europe, as well as Commission representation offices in the Member States;
 - (c) educational and research institutions.

These bodies shall widely disseminate the information described in Article 120 (1)(a) and (b).

3. INFORMATION MEASURES FOR POTENTIAL BENEFICIARIES AND BENEFICIARIES

3.1. Information measures for potential beneficiaries

- 1. The managing authority shall ensure that the operational programme's objectives and funding opportunities offered by the EMFF are disseminated widely to potential beneficiaries and all interested parties.
- 2. The managing authority shall ensure that potential beneficiaries are informed on at least the following:
 - (a) the conditions of eligibility of expenditure to be met in order to qualify for support under an operational programme;
 - (b) a description of the admissibility conditions for applications, procedures for examining applications for funding and of the time periods involved;
 - (c) the criteria for selecting the operations to be supported;
 - (d) the contacts at national, regional or local level that are able to provide information on the operational programmes;

(e) that applications should propose communication activities, proportional to the size of the operation, in order to inform the public about the operation's aims and the EU support to the operation.

3.2. Information measures for beneficiaries

The managing authority shall inform beneficiaries that acceptance of funding constitutes an acceptance of their inclusion in the list of operations published in accordance with Article 120 (2).