

COUNCIL OF THE EUROPEAN UNION Brussels, 4 May 2012

9356/12

CRS CSA 10

SUMMARY RECORD

Subject :1427th meeting of the Special Committee on Agriculture (SCA)
held in Brussels on 30 April 2012

SUMMARY

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1. <u>Adoption of the provisional agenda</u> 9151/12 OJ CSA 10

The agenda was approved.

I

2. <u>Summary record of the 1426th meeting of the SCA</u> 9121/12 CRS CSA 9

The Special Committee on Agriculture approved the summary record.

II

3. <u>CAP reform (Greening)</u>:

(a) <u>Proposal for a Regulation of the European Parliament and of the Council</u> <u>establishing rules for direct payments to farmers under support schemes within the</u> <u>framework of the common agricultural policy</u>

The <u>SCA</u> discussed possible alternatives to the mandatory greening components proposed by the Commission with a view to preparing the orientation debate in the Council on 14-15 May 2012. In this context the <u>SCA</u> took note of the working document presented by the <u>Luxembourg delegation</u> (doc. 9283/12) which was supported by <u>a number of delegations</u>.

The <u>SCA</u> took note of the Presidency's summary of the discussion, the main points of which were as follows:

• on <u>farmers considered green by definition</u> (Article 29(4), a <u>very large number of</u> <u>delegations</u> favoured widening the scope of the proposal and on which a number of suggestions were noted. The importance of a common approach at EU level and the need to generate the same level of additional benefits for the environment across the Member States was underlined. The reaction of the <u>Commission representative</u> was noted.

• on the suggestion for a <u>menu approach to greening practices</u>, a <u>majority of</u> <u>delegations</u> considered this could better achieve a maximum greening benefit and take account of the specific objective differences between Member States. Possible additional greening practices, as well the need to ensure equal treatment between Member States, were noted. <u>Many delegations</u> considered that the choice of practices should be made by Member States or regions. The openness expressed by the <u>Commission representative</u> to examine the suggestions made was noted.

• on the question <u>of greening at regional level</u>, a <u>majority of delegations</u> confirmed their preference to be able to fulfil at least one of the required greening practices, in particular the requirement to retain permanent grassland, at local/regional/national level.

• on <u>greening through Pillar II or through extended cross compliance</u>, it was noted that <u>some delegations</u> would prefer to green the CAP entirely through Pillar II agrienvironment-climate operations with financing transferred from Pillar I without co-financing , and that <u>several delegations</u> favoured greening through extended cross compliance. The reserves of <u>other delegations</u> on either or both options were noted together with the Commission reaction.

- (b) <u>Proposal for a Regulation of the European Parliament and of the Council on the financing, management and monitoring of the common agricultural policy (the horizontal regulation)</u>
- (c) <u>Proposal for a Regulation of the European Parliament and of the Council on support for</u> <u>rural development by the European Agricultural Fund for Rural development (EAFRD)</u>
 - Orientation debate 9206/12 AGRI 258 AGRISTR 55 AGRIFIN 74 CODEC 1096 9283/12 AGRI 262 AGRIFIN 75 CODEC 1113

The <u>SCA</u> took note of the Commission representative's explanation and of the Commission Working Document, of delegations' comments and of the Commission representative's reply.

4. <u>CAP reform (Indicators - Article 110)</u>

<u>Proposal for a Regulation of the European Parliament and of the Council on the financing, management and monitoring of the common agricultural policy (the horizontal regulation)</u>

 Presentation by the Commission and exchange of views 15426/11 AGRI 684 AGRISTR 58 AGRIORG 181 AGRIFIN 92 CODEC 1666 + REV 1

The <u>SCA</u> took note of the Commission presentation.

5. <u>CAP Reform (Single CMO - producer organisations)</u>

- <u>Proposal for a Regulation of the European Parliament and of the Council</u> establishing a common organisation of the markets in agricultural products (Single <u>CMO Regulation</u>)
 - Orientation debate 15397/11 AGRI 680 AGRIFIN 88 AGRIORG 178 CODEC 1657 + REV 1

The <u>SCA</u> discussed the provisions concerning producer organisations(POs), associations of producer organisations (APOs) and inter-branch organisations (IBOs).

The <u>SCA</u> took note of the Presidency's summary, the main points of which were as follows:

- on the proposed <u>mandatory recognition of POs/IBOs</u>, while <u>some delegations</u> supported the proposal, <u>others</u> preferred recognition to be voluntary for Member States. The suggestions of <u>some delegations</u> to consider the solutions agreed upon for the milk sector as a way forward were also noted.
- on the proposed <u>possibility for Member States to extend PO rules and financial</u> <u>contributions to non-members, some delegations</u> supported the proposal; the reserves of <u>other delegations</u> on the proposed possibility were noted.
- on the proposed <u>balance between general competition rules and an exemption for</u> <u>POs/IBOs</u>, there was <u>broad support</u> for the proposal, while <u>some delegations</u> continued to have concerns about the non-dominant position requirement for recognition of POs. A <u>few</u> <u>other delegations</u> questioned the scope of the exemption from competition law set out in Article 144.

The <u>Presidency</u> announced its intention to reflect on delegations' positions with a view to preparing suggested amendments for consideration by the Working Party on Horizontal Agricultural Questions.

6. Organisation of future work

<u>The Presidency</u> informed the SCA on the organisation of its next meeting on 7 May 2012 as well as on the preparation for the Council session on 14-15 May 2012.