

Financing of the Food Chain strand of the Single Market Programme – Budget situation & proposed way forward

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Budget gap for emergency measures taken in 2020/2021 and 2022

231.5 M€

• Total annual budget available for the Food Chain strand (based on 2022)

127.0 M€

 Annual budget needs for eradication programmes (veterinary and phytosanitary)

79.3 M€

 Annual budget needs for other actions under the Food Chain strand of the SMP

440.9 M€

• Budget needs for emergency measures taken in 2020/2021 and 2022 for animal and plant diseases (at co-financing rate of 50/75%)

415.7 M€

 Budget gap; cannot be filled by budget transfers within the SMP or from other budget headings due to the tight overall budgetary situation





Closing the budgetary gap

The Commission continues to look into possibilities within the existing EU budget

• If no financing outside SMP is made available, the proposed way forward is as follows

Reduction of co-financing rates by 40% during the next three years until 2025

- In eradication programmes starting from 2023
- Co-financing rates

	Current rate	Reduced rate
Plant diseases	50%75%	30%/45%
Group 1 (AI, ASF, Rabies, Salmonella)	50%75%	30%/45%
Group 2 (TSE, Bruc, CSF, LSD, PPR, SGPox)	30%/45%	18%/27%
Group 2,1 (Bv TB)	16%/24%	0%
Group 2,2 (Bv TB)	12%/18%	0%
Third Countries	100%	100%

 The 2023 work programme on eradication measures would have to be amended.

- In emergency measures taken in 2020/2021 and 2022 and emergency measures from 2023 to 2025
- Co-financing rates: same changes as in the eradication programmes, but starting already from 2020/2021 measures for which grant agreements would have to be signed.

• The work programme 2021 would have to be amended as well as the work programmes 2022 and 2023.



Budgetary effects of the reduced co-financing rates

168.6 M€

• Budget freed up further to the reduction of the co-financing rates in eradication programmes from 2023 to 2025 (56.2 M€ per year for 3 years)

15.0 M€

• Budget freed from savings in other areas of the SMP Food Chain strand (5.0 M€ per year for 3 years)

76.0 M€

• Annual budget allocated to emergency measures in the MFF: 19 M€ per year from the 2022, 2023, 2024 and 2025 budgets

. 259.6 M€ Total budget available to finance the emergency measures taken in 2020/201 and 2022 for which grant agreements have to be signed

258.5 M€

 Budget needs for emergency measures taken in 2020/2021 and 2022 with reduced co-financing rates





Assessment of the way forward

- + Three year reduction
- + Proceed with signature of grants for 2021/22 Emergency Measures and 2023 Eradication programmes
- + Possibility to co-finance future outbreaks
- + Sound financial management

- Important financial impact
- Retro-active reduction of cofinancing rate



Next steps - timeline

- Sept 2022 Prepare and launch COM Decision to amend 2021/22/23 work programmes
- Oct 2022 Present Amendment to next PAFF meeting for vote
- Nov 2022 Adopt Amendment to COM decision
- Nov/Dec 2022 Launch signature of grant agreements (dual signature)
- Q1 2023 Make prefinancing payments

vendredi 30 septembre 2022



Questions?

Thank you for your attention!