



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

Prague, 30 April 2022

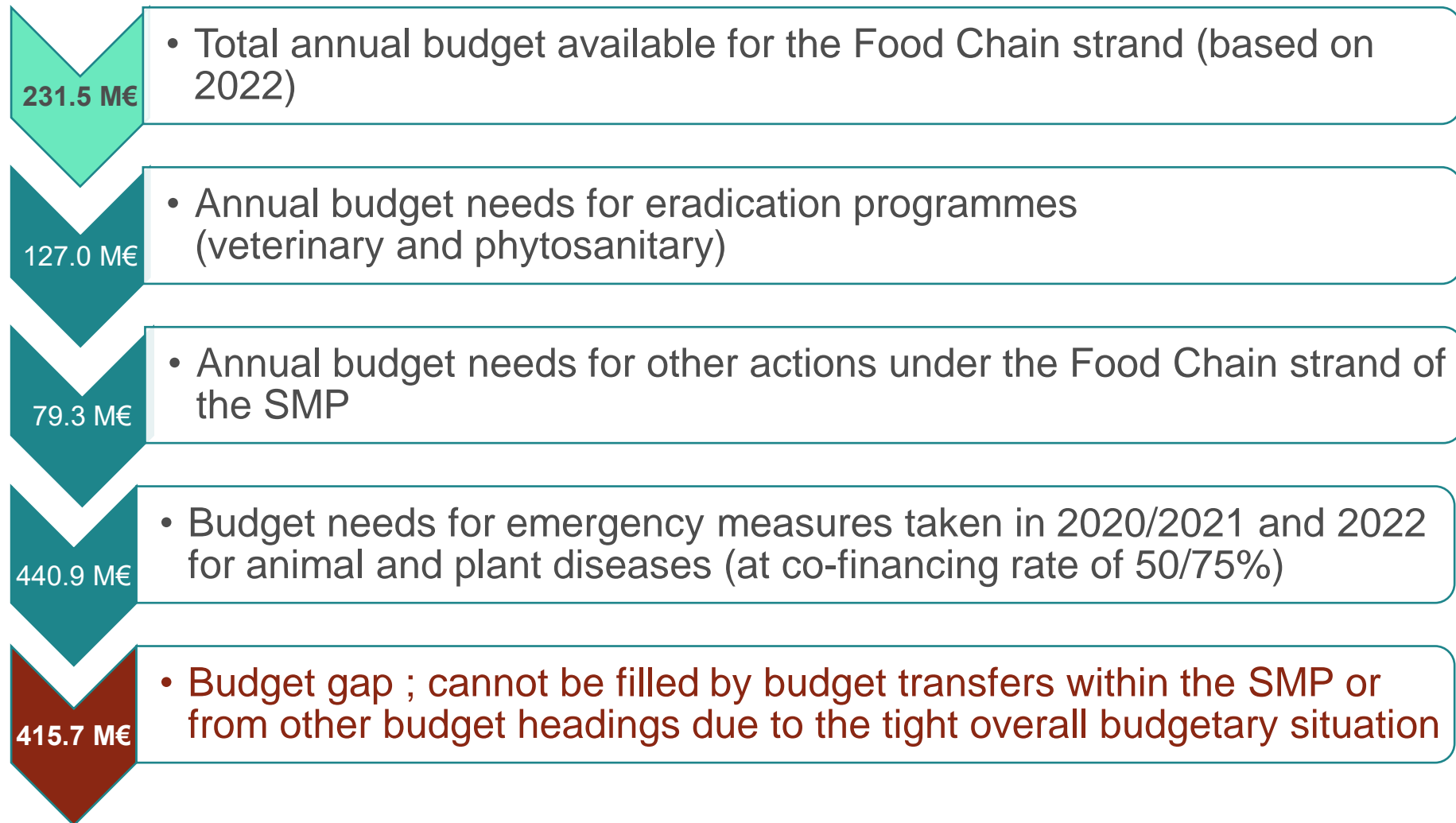
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Budget gap for emergency measures taken in 2020/2021 and 2022



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%

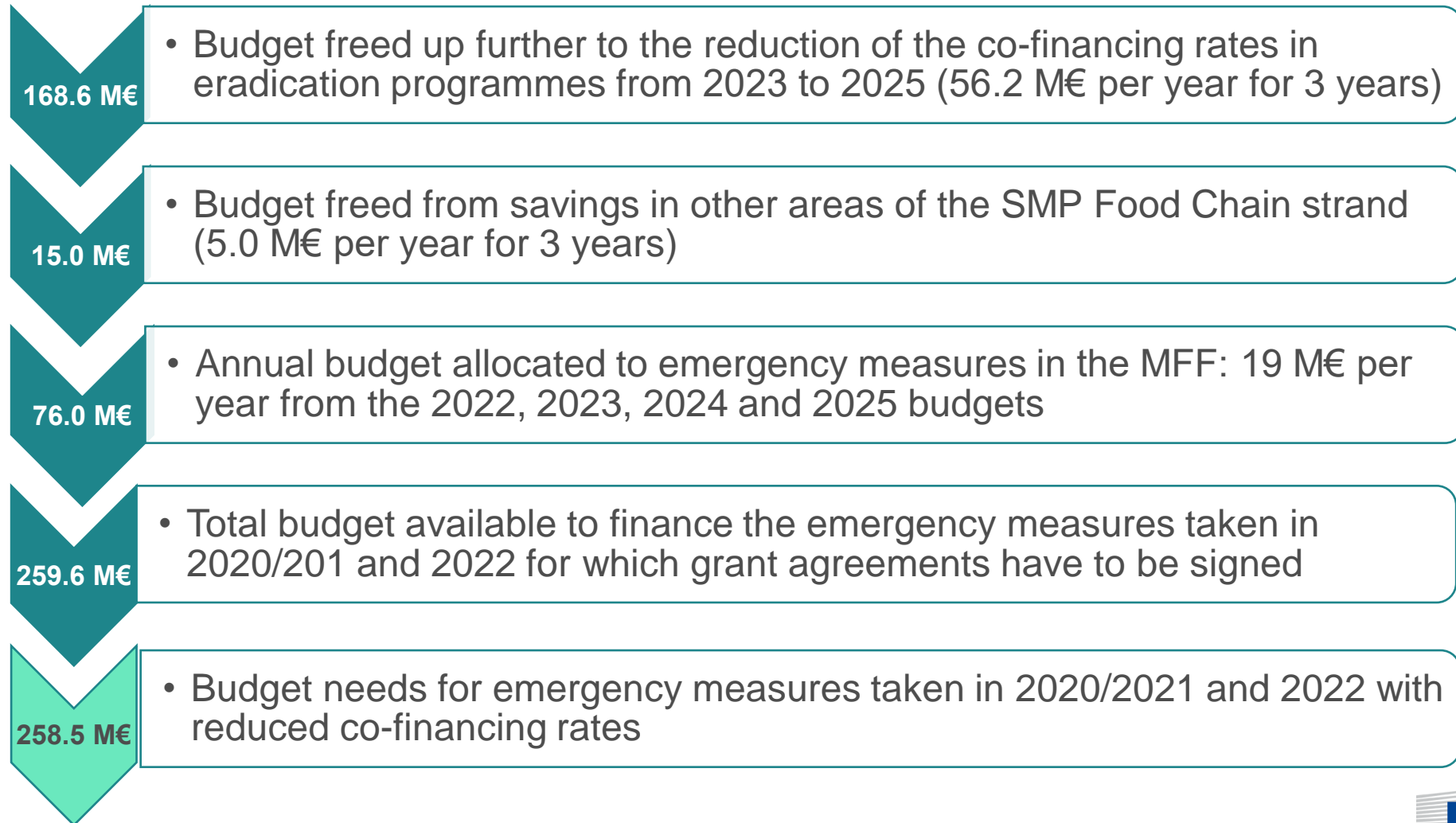
- The 2023 work programme on eradication measures would have to be amended.

- 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



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 co-financing 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*



Questions?

**Thank you
for your attention!**