

The CAP Strategic Plans (2023-2027)

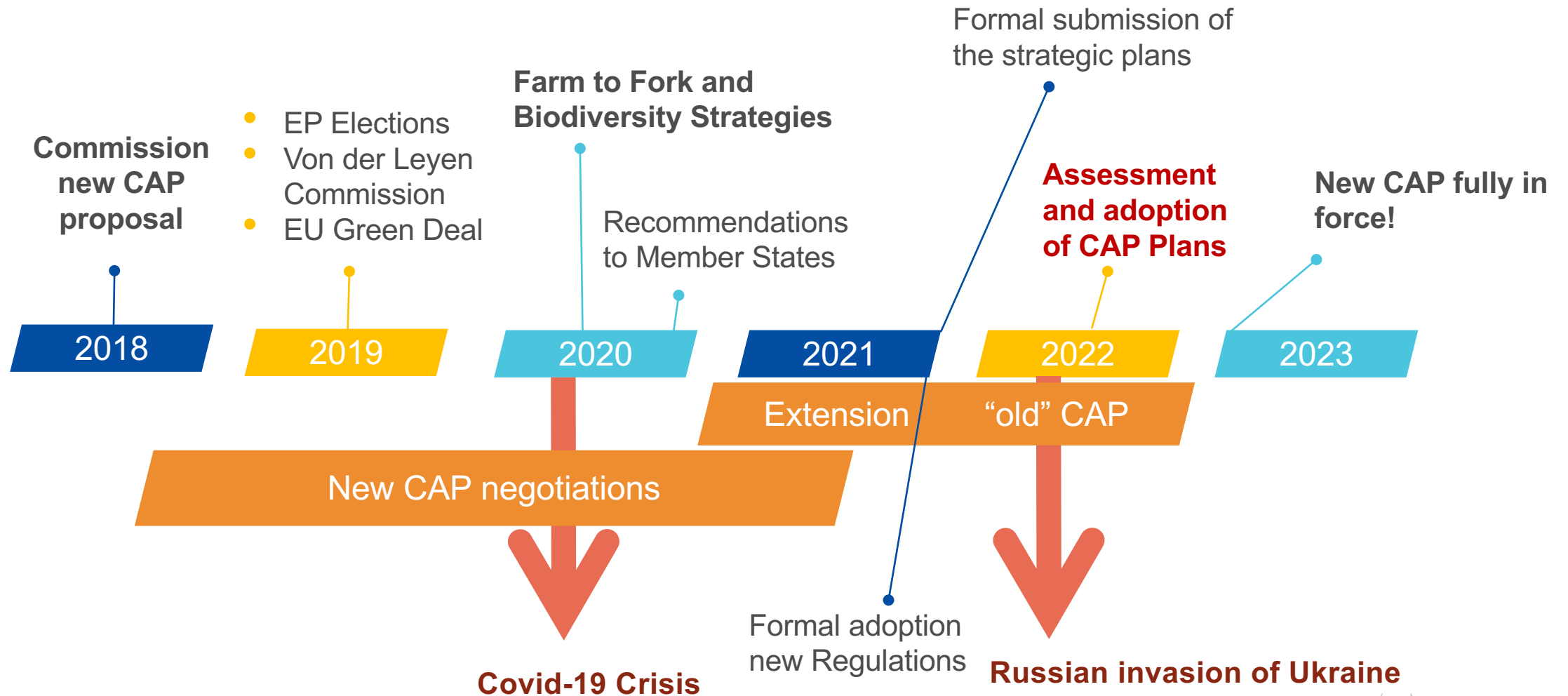
Advancing towards a fairer, greener and more effective CAP

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1st EU CAP Network Assembly CAP

Brussels 6/3/2023

The new CAP - policy and timing



Summarizing and thinking all CAP Plans together

Today:

- Mainly on EU level with a zoom in for some elements per Member State
- Key financial information
- Selected elements for ambition and targets + main tools

More to be published in the coming months

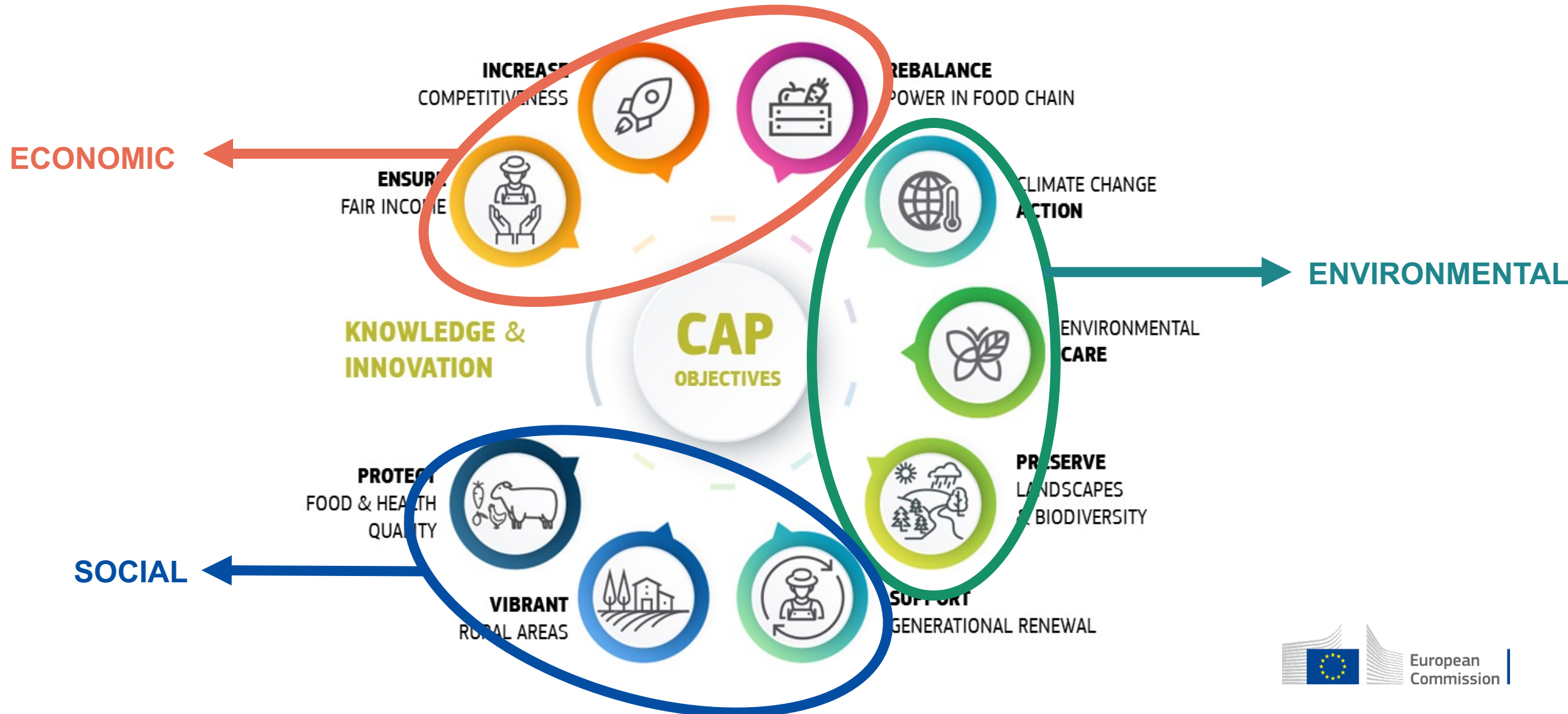


Before 31/12/2023: Report to the EP and Council with analysis of the on joint effort and collective ambition of MS to address the Specific Objectives

Towards a performance-oriented CAP, both at CAP Plan level and at EU level

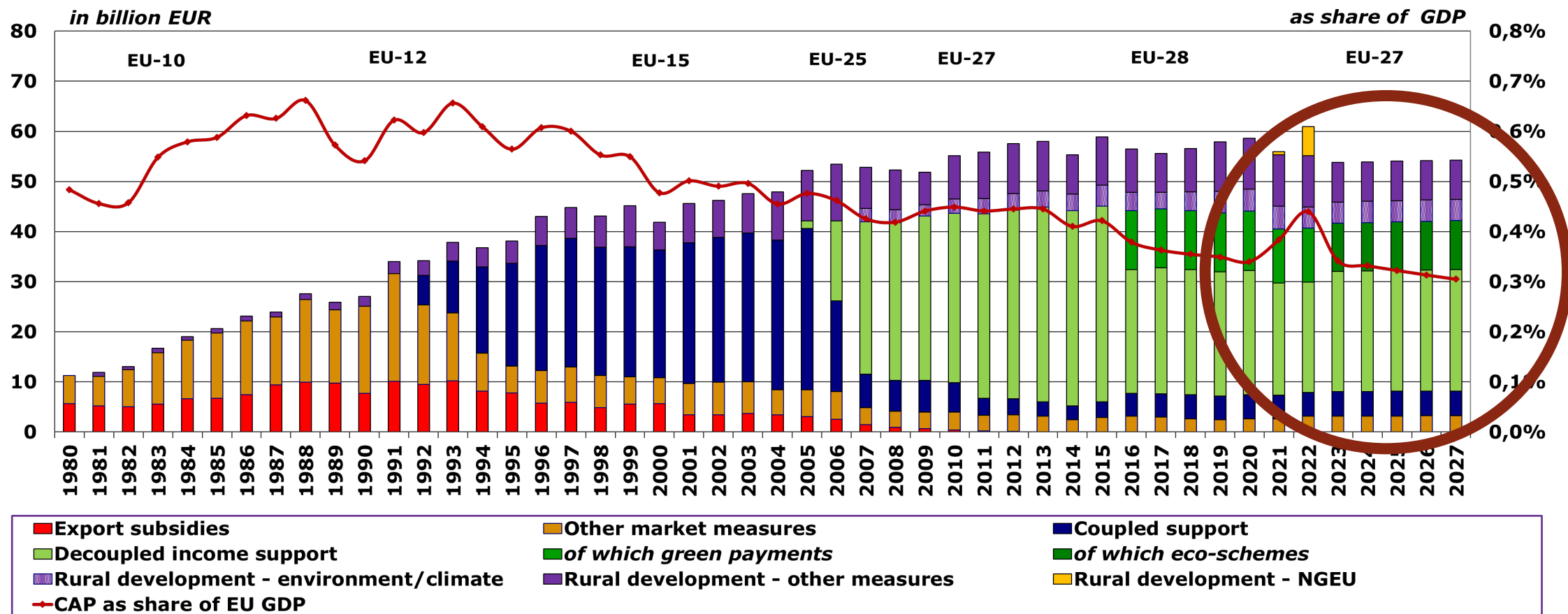


CAP Objectives & sustainability dimensions



Basic financial information

The budget of the CAP Strategic Plans in perspective...



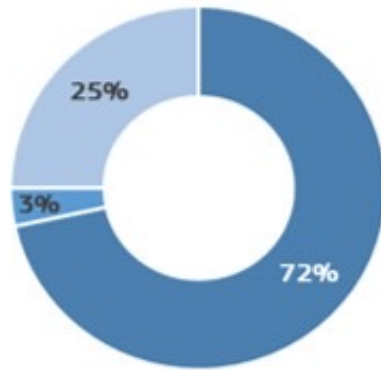
Source: EC-DG AGRI.

Note: Budget figures are in current prices, actual until 2020, budgeted for 2021, and programmed for 2022-2027, and based on the **21 July 2020 European Council Conclusions** for MFF 2021-2027.

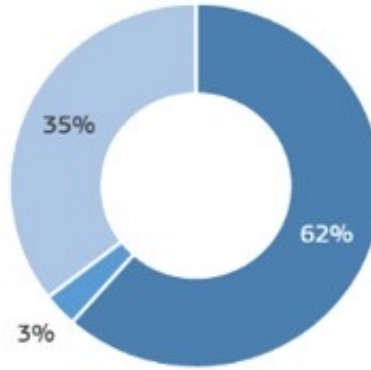
Overall financial distribution of funding on EU level

Distribution of the planned expenditure under the CAP, %, 2023-2027⁵ (Source: Approved CAP plans)

The EU CAP funds
(EAGF/EAFRD) (%)



The CAP total public
expenditure: the EU CAP funds
and national co-financing (%)

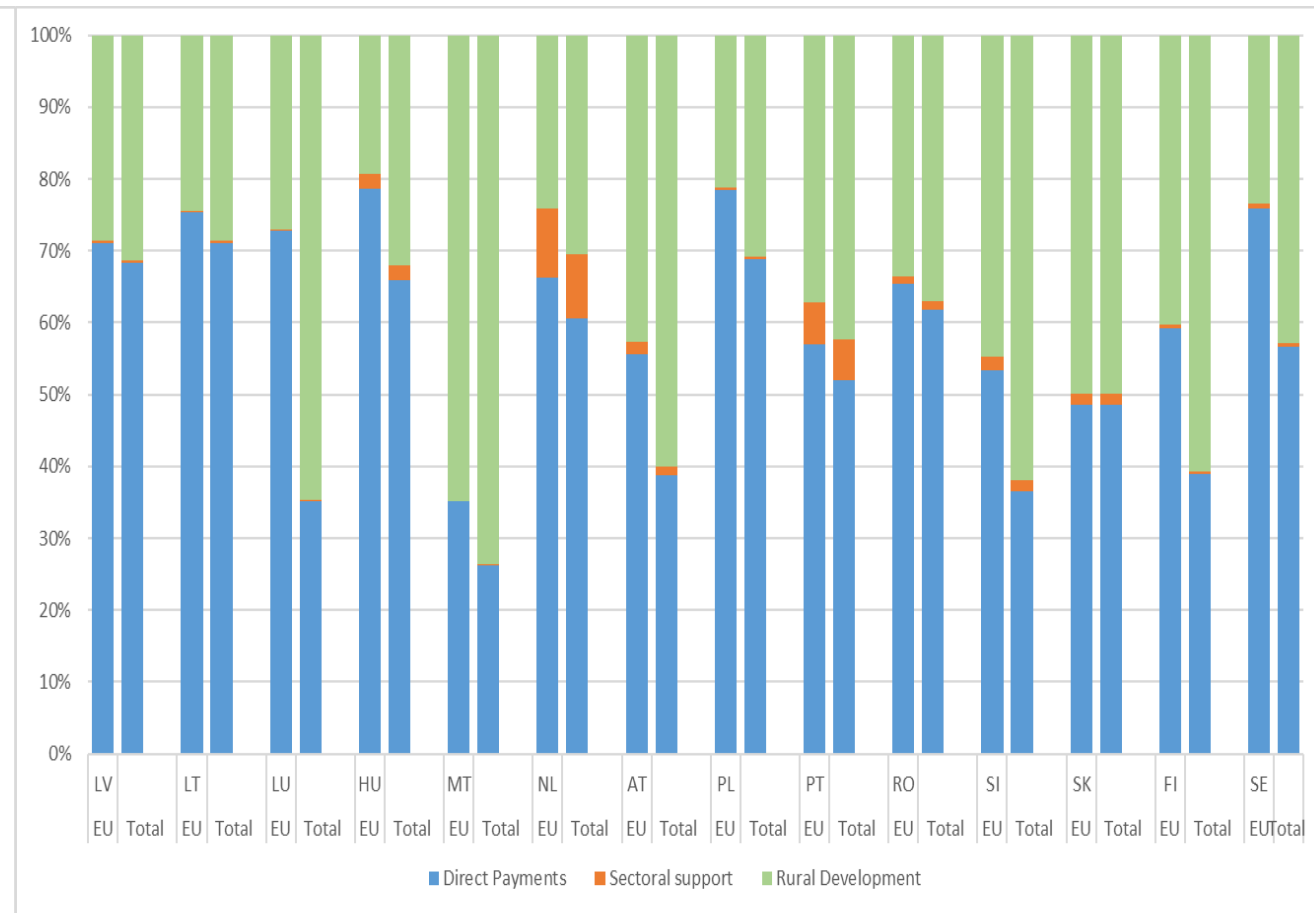
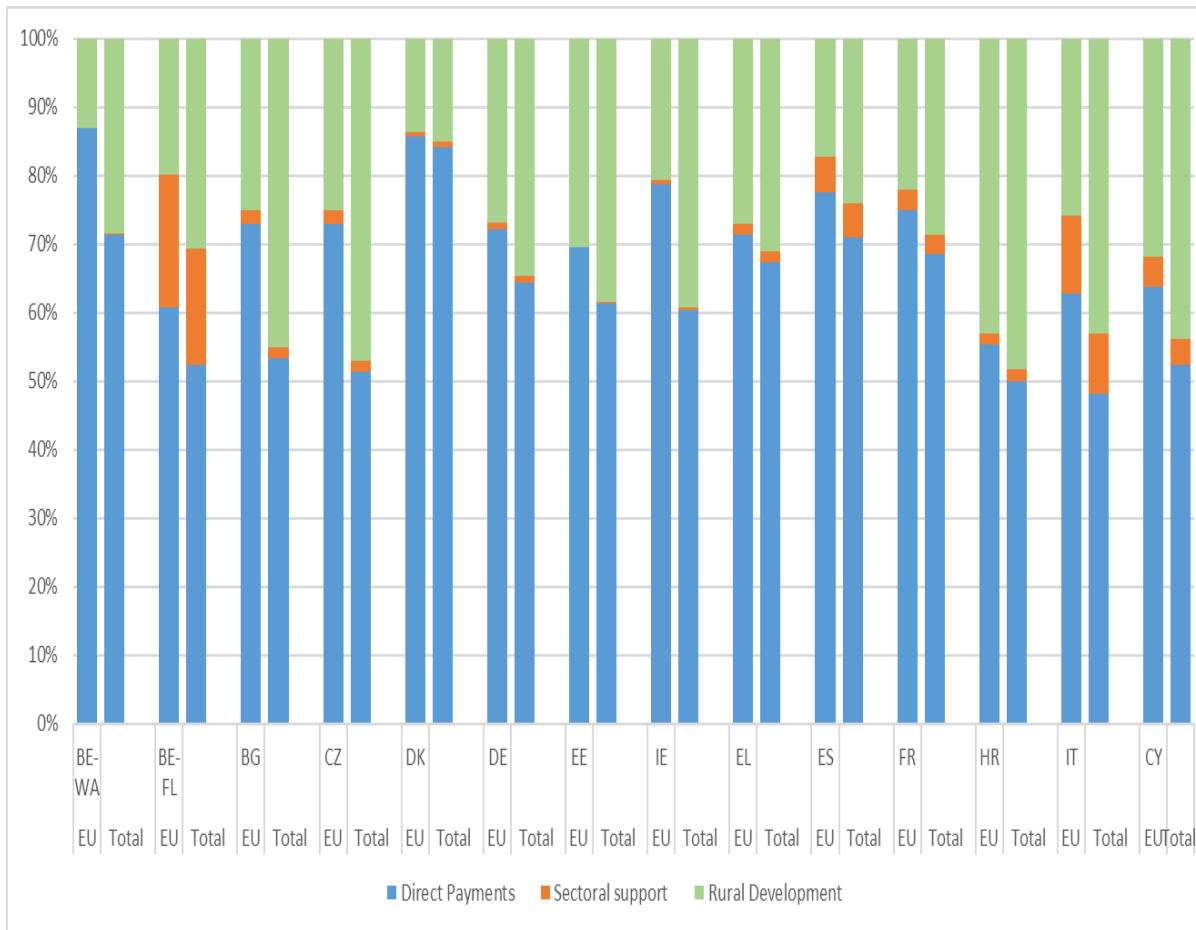


■ Direct Payments ■ Sectoral support ■ Rural Development

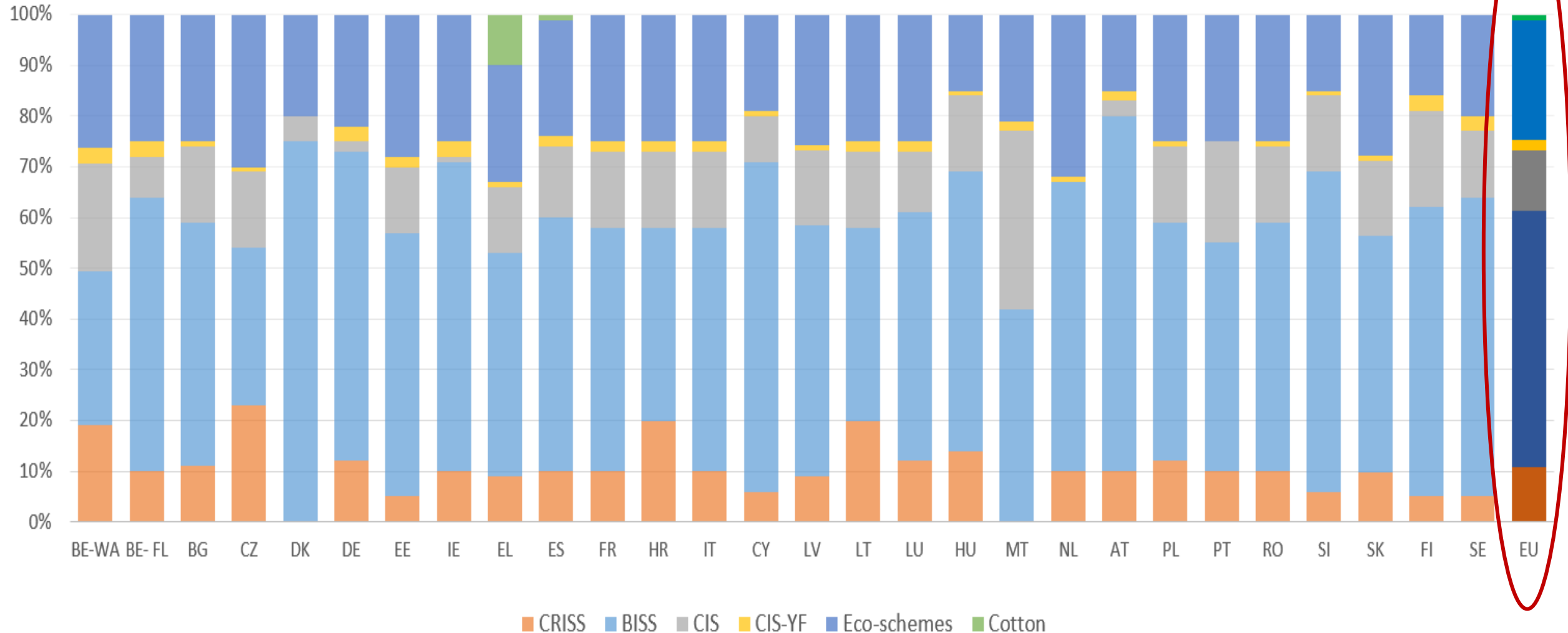
For CAP plans: EUR 264 billion of EU resources; **EUR 307 billion** of public expenditure.

EUR 378.5 billion EU-funds to CAP spending programmes.

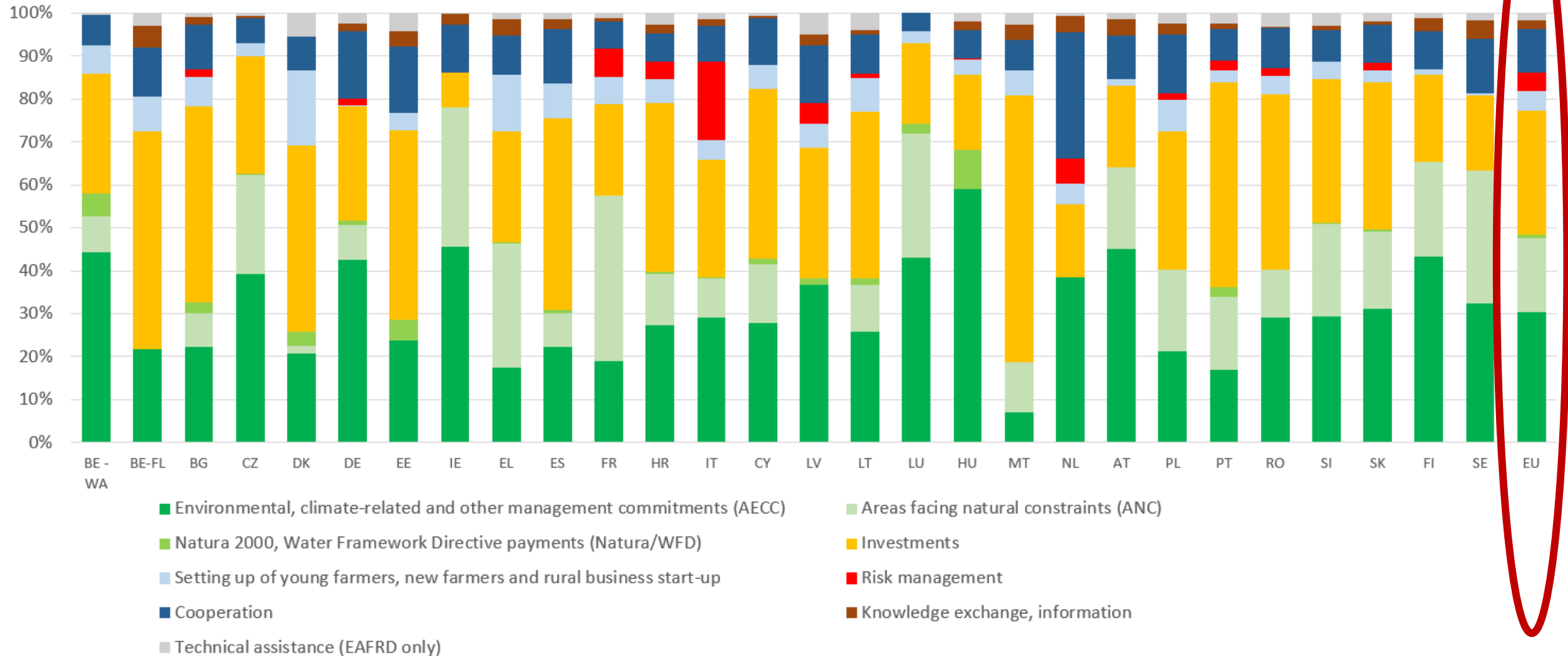
Financial distribution per Member State – according to three main instruments (2023-2027) for the EU and public financing



Financial distribution within direct payments, EAGF, per Member State



Financial distribution within EAFRD (public)

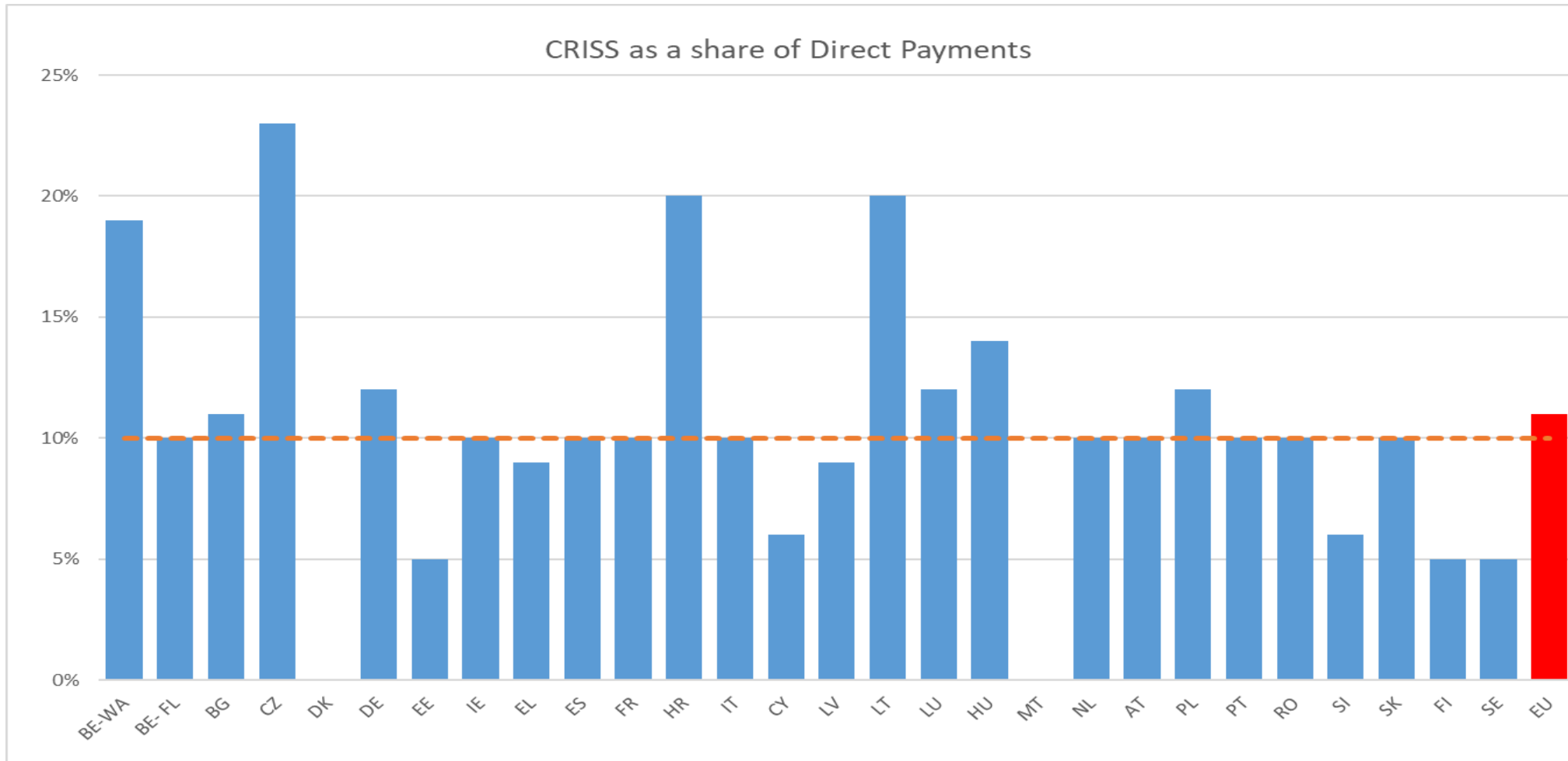


Towards fairer and more targeted support

Resilience and viable income

- EUR 29 billion annually earmarked through basic and other income support
- Additional EUR 9 billion annually through Eco-schemes supporting sustainable transition
- Direct payments continue its role as a safety net for farmers and to ensure that farming continues
- Progress in redistribution from larger to smaller farms
 - CRISS as a key tool: EUR 4 billion annually or 10.6% of EU direct payments reallocated
 - Different approaches as Member States chose the combinations of relevant tools (capping, degressivity, dedicated payment for small farms, differentiated or targeted design of the basic, coupled or eco-scheme support)

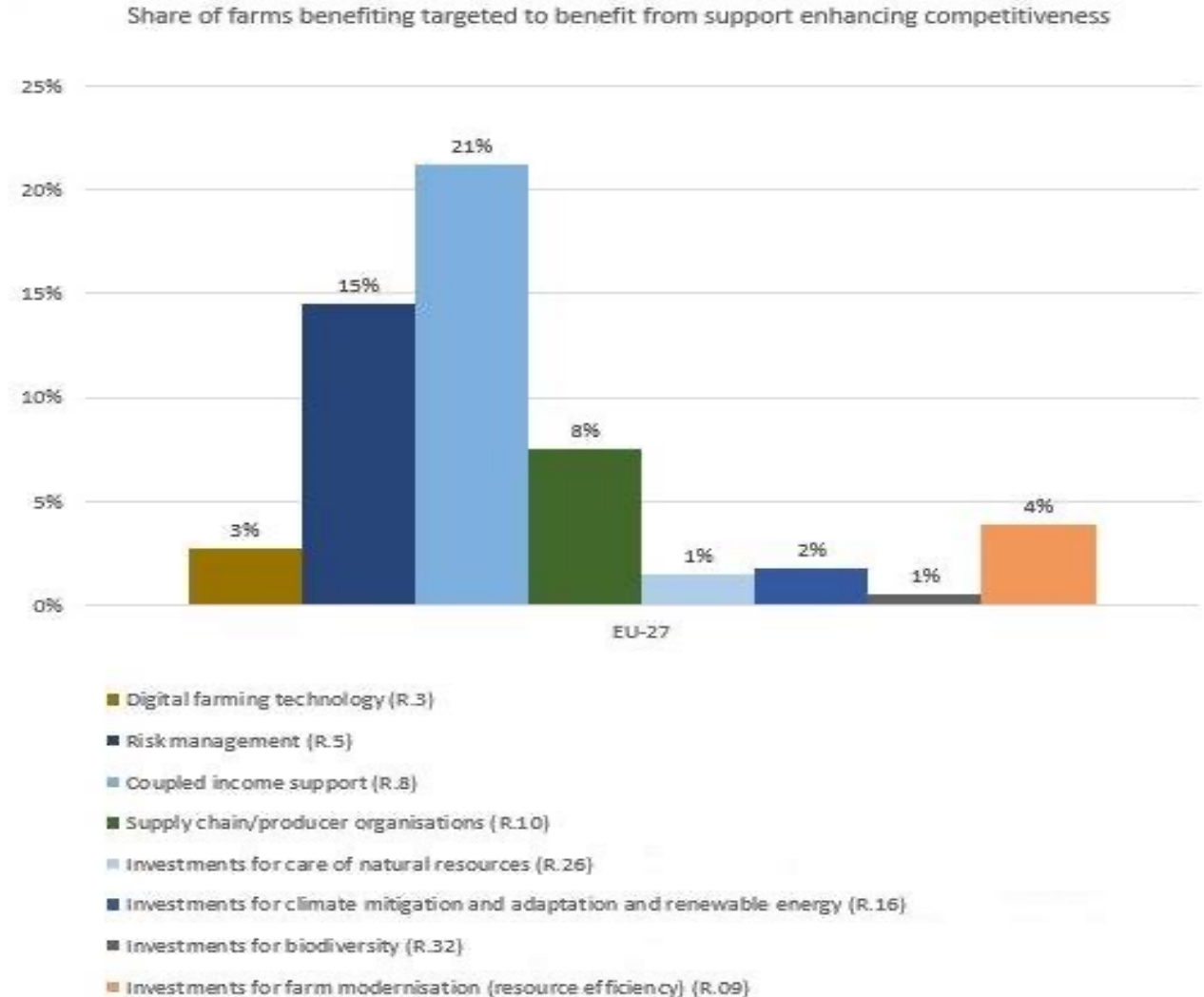
Viable income – redistribution



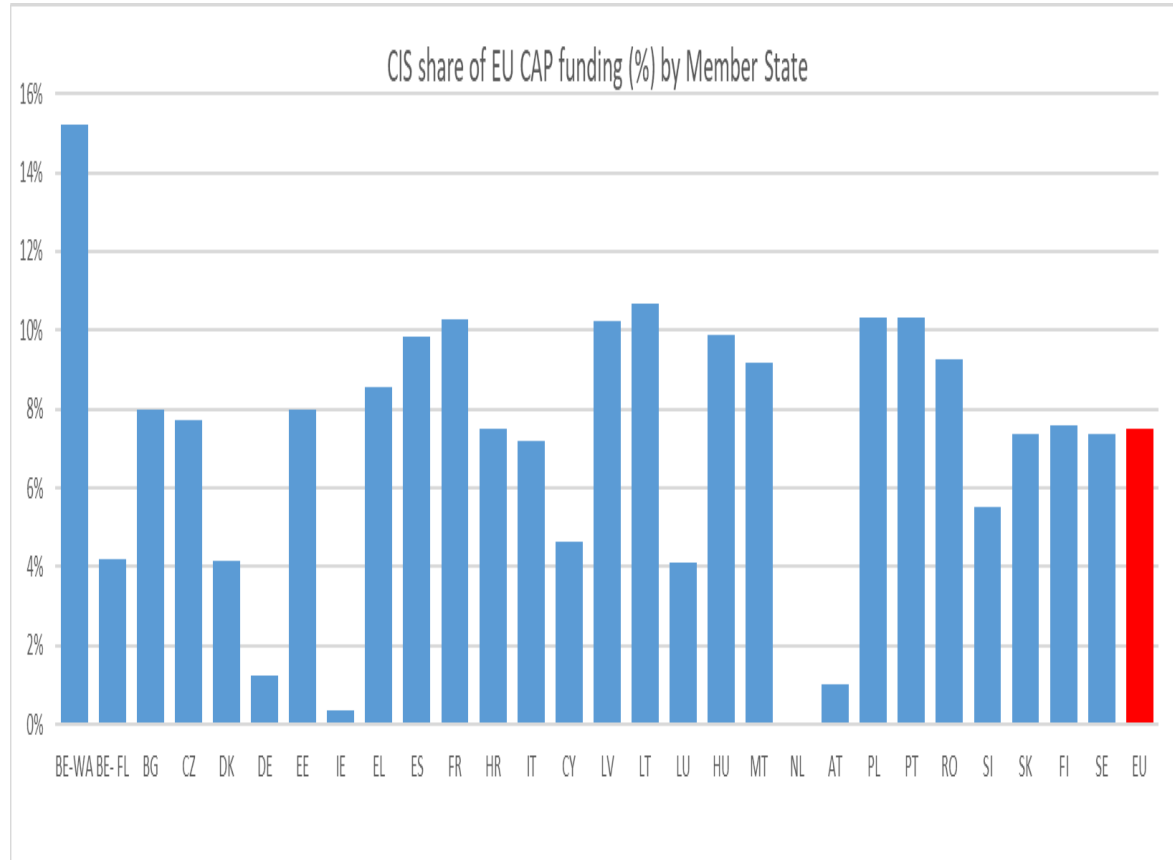
Increased competitiveness and improved position of farmers in the supply chain

Targeting farms through:

- Multiple instruments (**CIS, sectoral support, investment, risk management**)
- On average **around 2.1 million farms** to benefit from coupled income support, close to **400 000 farms** with productive investment, close to **1.5 million farms** for managing and covering risks



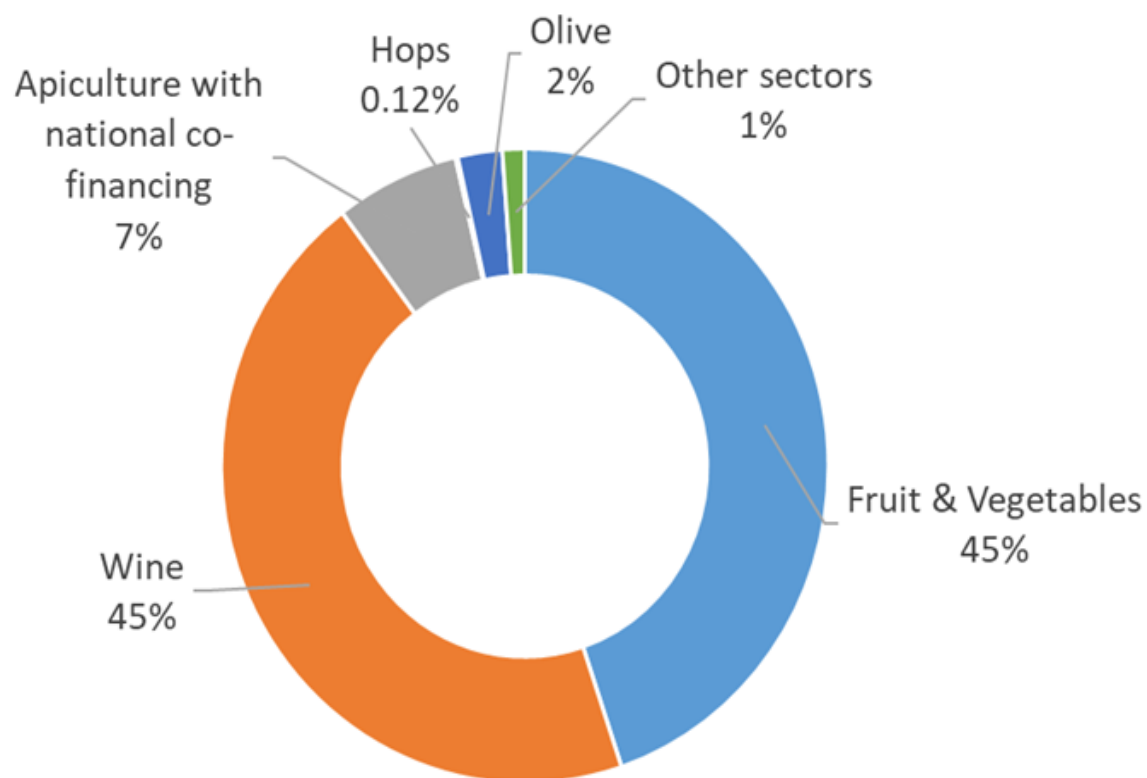
Coupled income support – CIS as a % of total CAP funding (EU + national, 2023-2027)



- Targeting 18 sectors (livestock – 70%, legumes and protein crops- 13%)
- Aiming to reach 21% of EU farms
- Increasingly used to support cultivation of **protein and leguminous crops**:
 - 25% higher financial support compared to 2022
 - estimated area in 2027 to reach 7 million hectares

Sectoral support

EU level distribution of sectoral support, EU and national co-financing for apiculture, 2023-2027

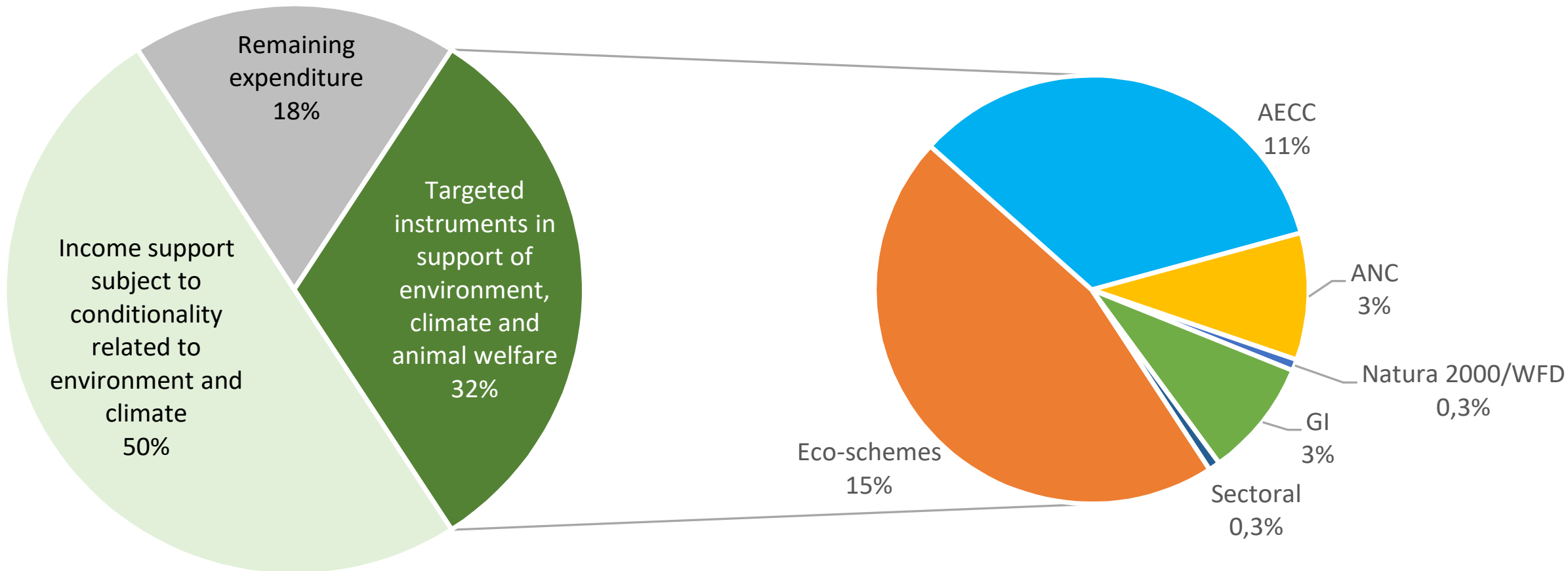


- Most Member States (24) plan sectoral interventions in the fruit and vegetables sector, the apiculture sector(all) and the wine sector (16)
- Several Members States (BG, CZ, LV, IT, SK, ES) use plan support for 'other' sectors (potatoes, eggs, milk and milk products....)
- A high variability among Member States regarding budgets dedicated to those interventions
- In addition, 16 MS plan support to close to 900 organisations and groups to cooperate within the cooperation type of intervention (EAFRD)

Towards greener support

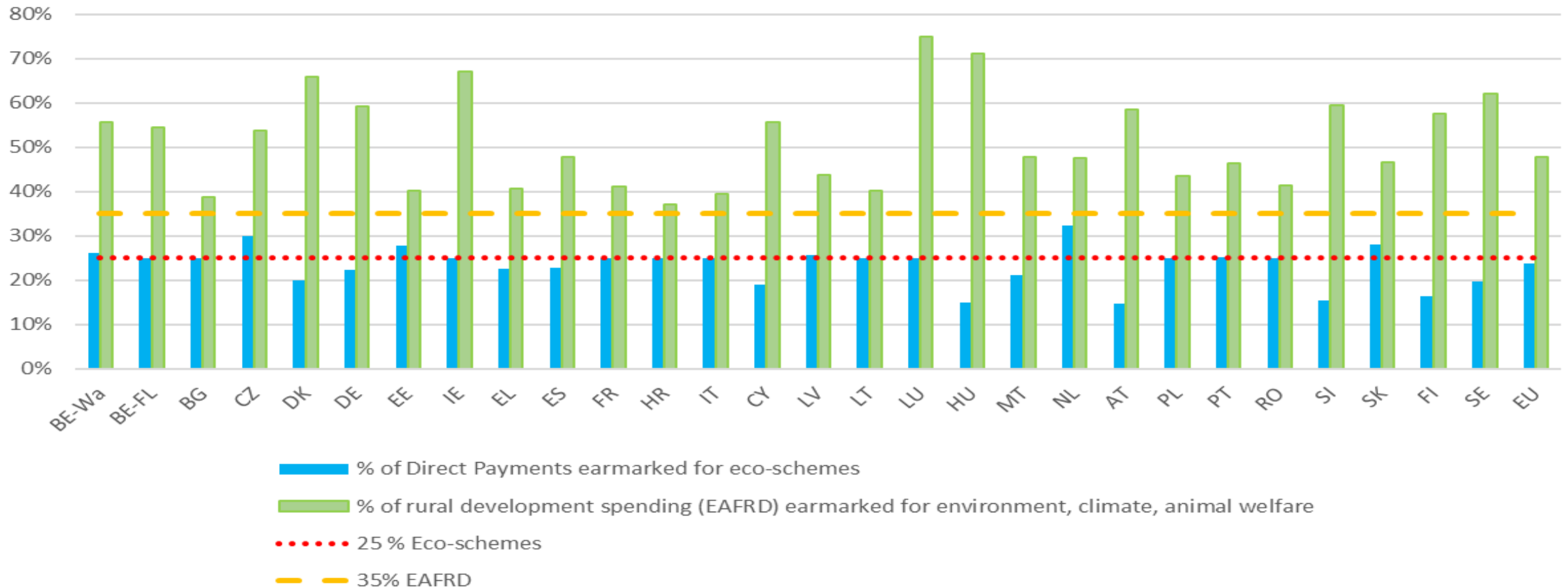
Environmental and climate sustainability

- 32% of total public CAP funding dedicated to deliver environment/climate benefit and to encourage practices that go beyond the conditionality



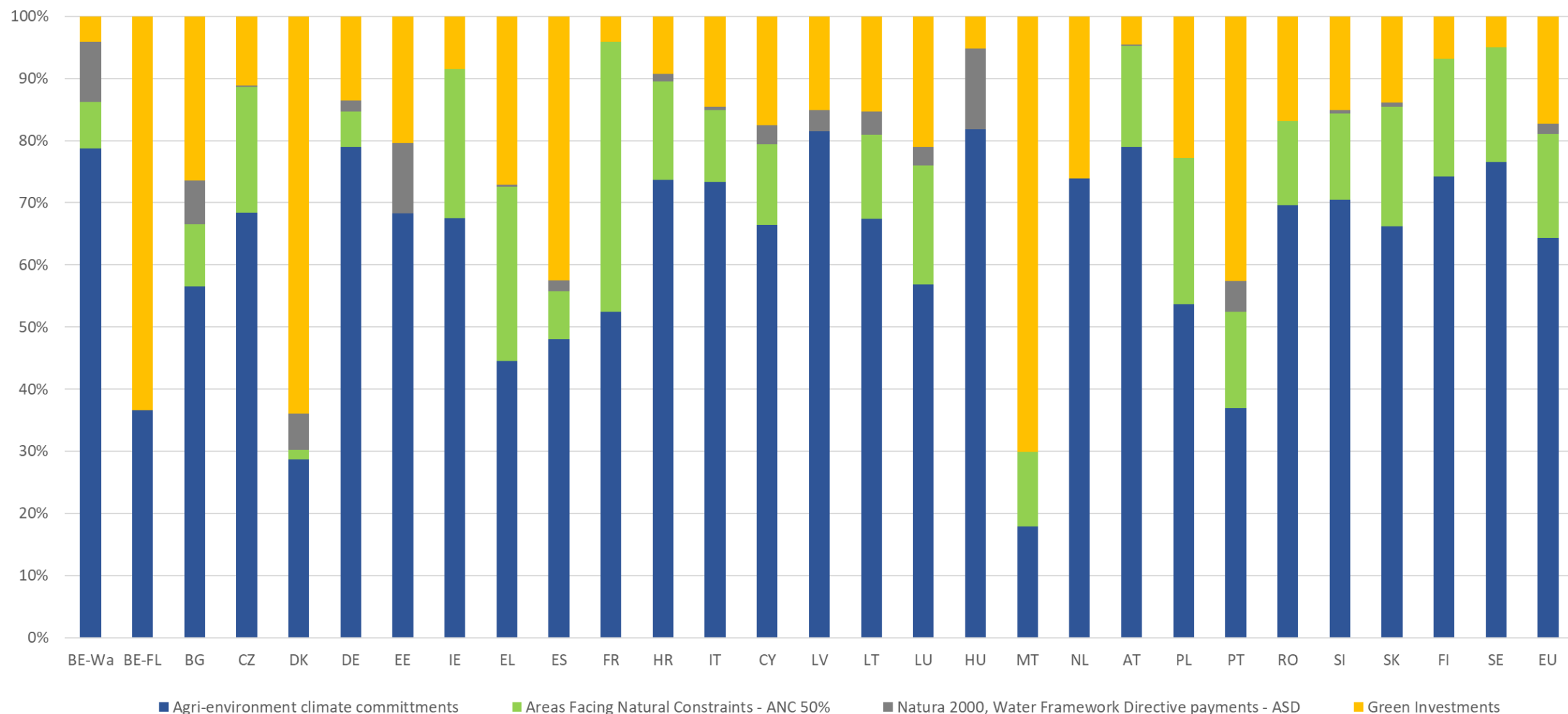
Environmental and climate sustainability: mandatory spending requirements and allocation of EU funding per MS

Budget allocations for environment, climate and animal welfare according to ring-fencing obligations (% , 2023-2027)



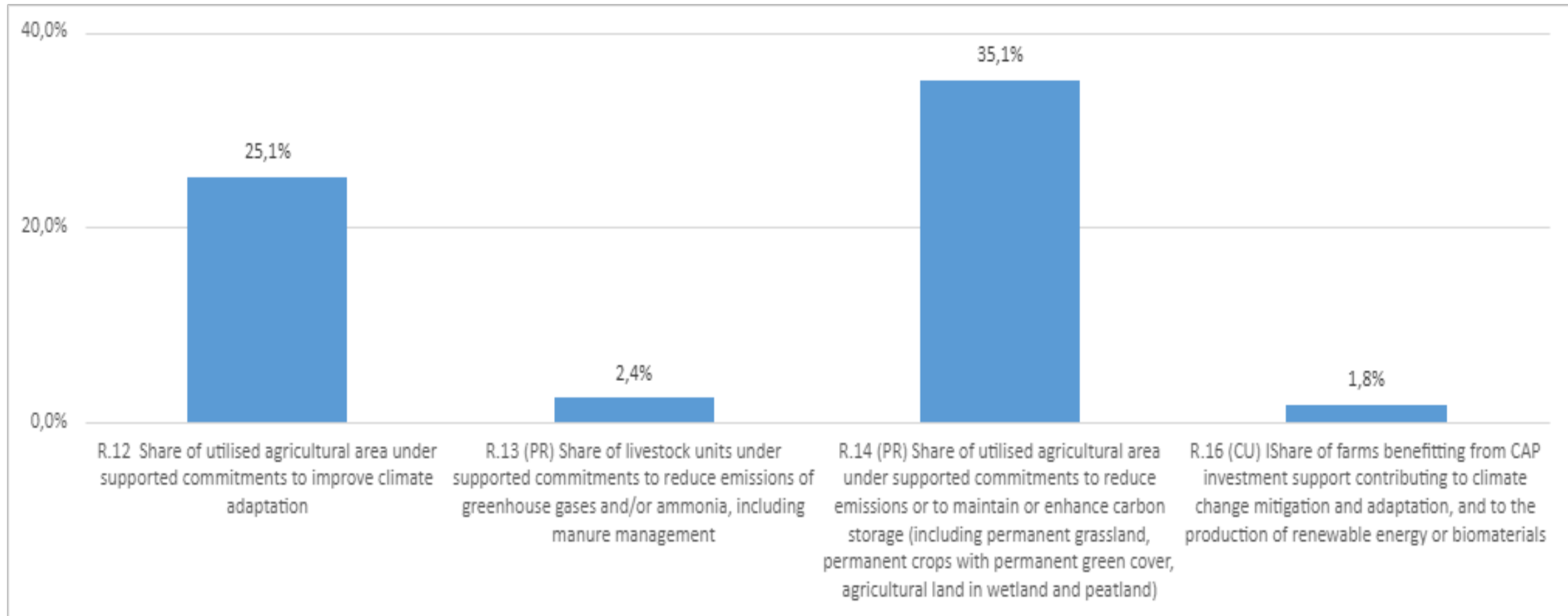
Environmental and climate sustainability: mandatory spending requirements (EARDF)

Distribution of planned rural development spending on the environment, climate and animal welfare considering the categories for the required minimum allocation (EAFRD, 2023-2027)

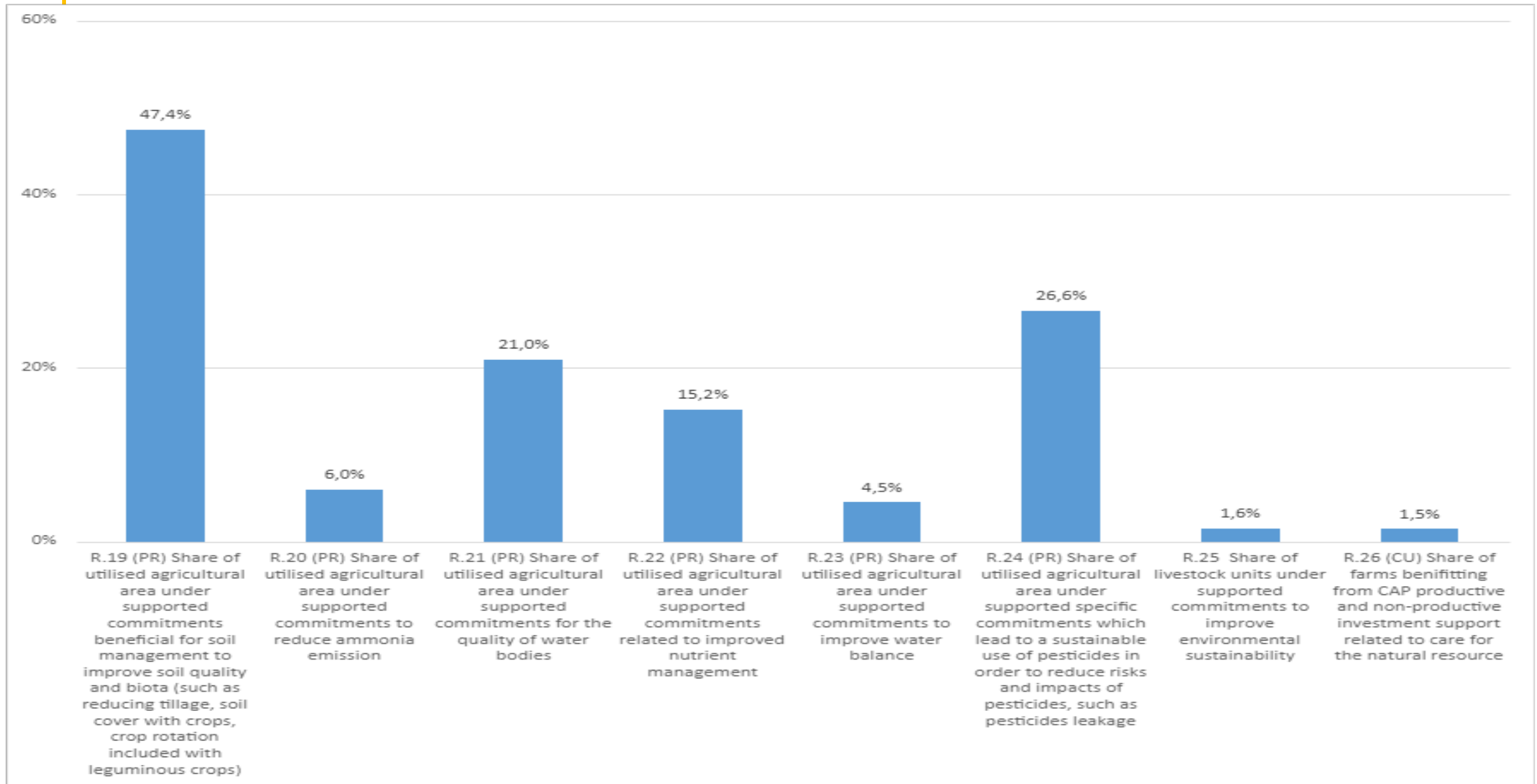


Climate adaptation and mitigation- key targets (beyond conditionality), EU-27

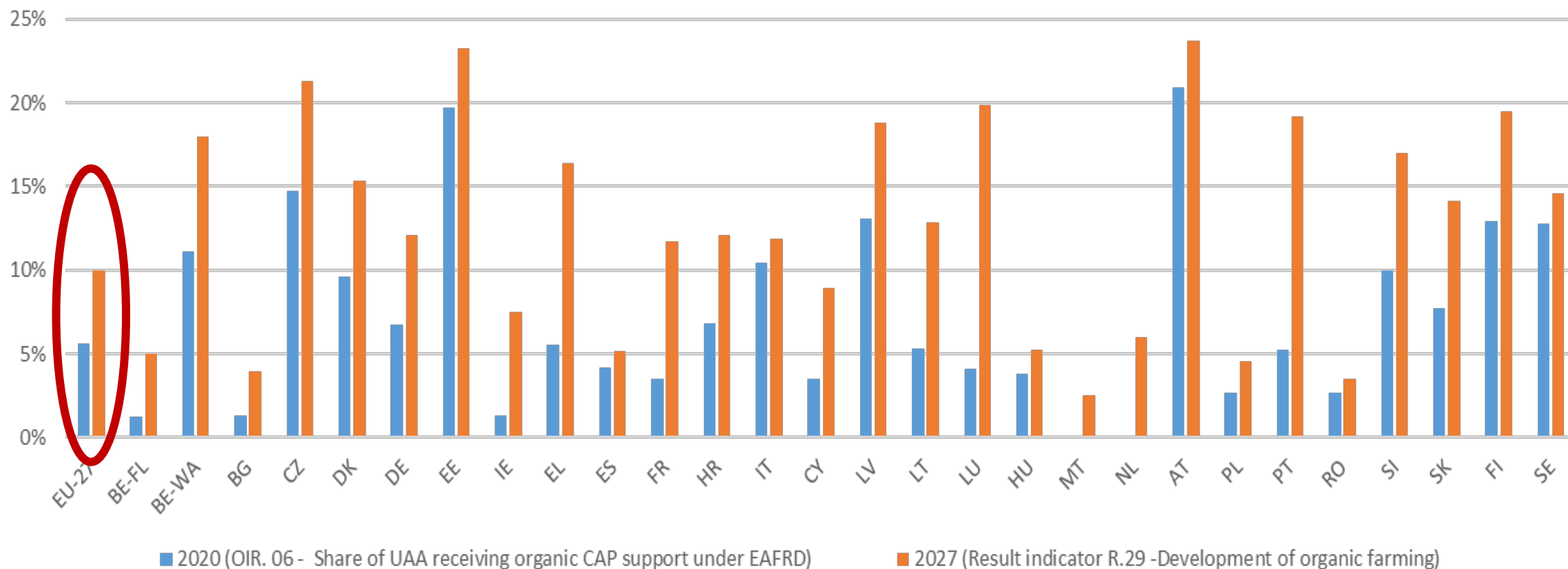
The Plans will incentivise land managers **to store carbon in soil and biomass** and **reduce emissions** on **35% of the EU's agricultural area** through **appropriate management practices (beyond GAEC)**



Natural resources – key targets (beyond conditionality) EU-27



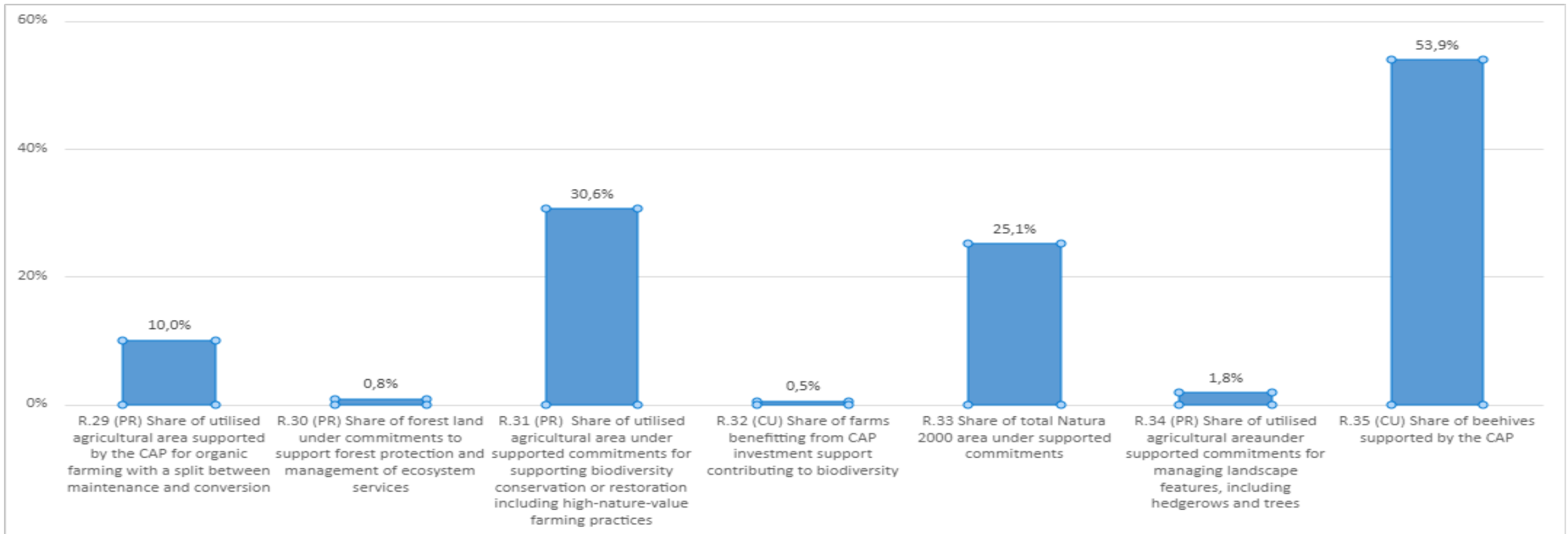
Share of UAA supported by the CAP for organic farming (conversion and maintenance) in 2020 and for 2027



CAP support for organic production in 2027 will almost double

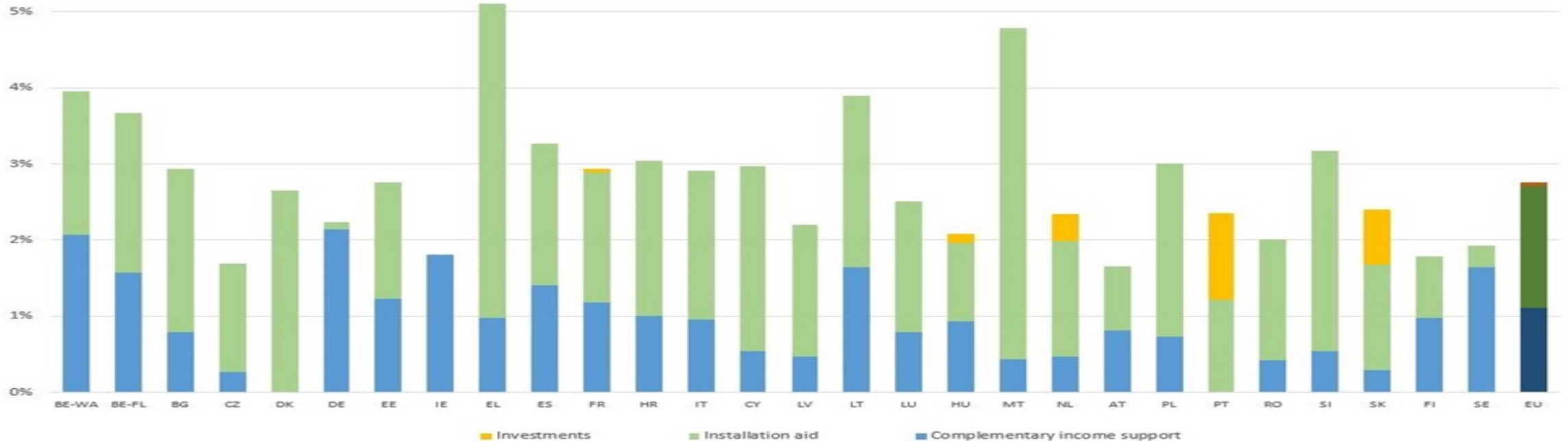
Biodiversity

- 4% of landscape features on arable land: **3 million hectares of non-productive areas and features**, around 1.9 million hectares above the non-productive areas and features designated as ecological focus areas before 2023.
- Targeted actions to **conserve or restore biodiversity** including high-nature-value farming practices will cover close to **31% of the EU's agricultural area**.



Improving social sustainability

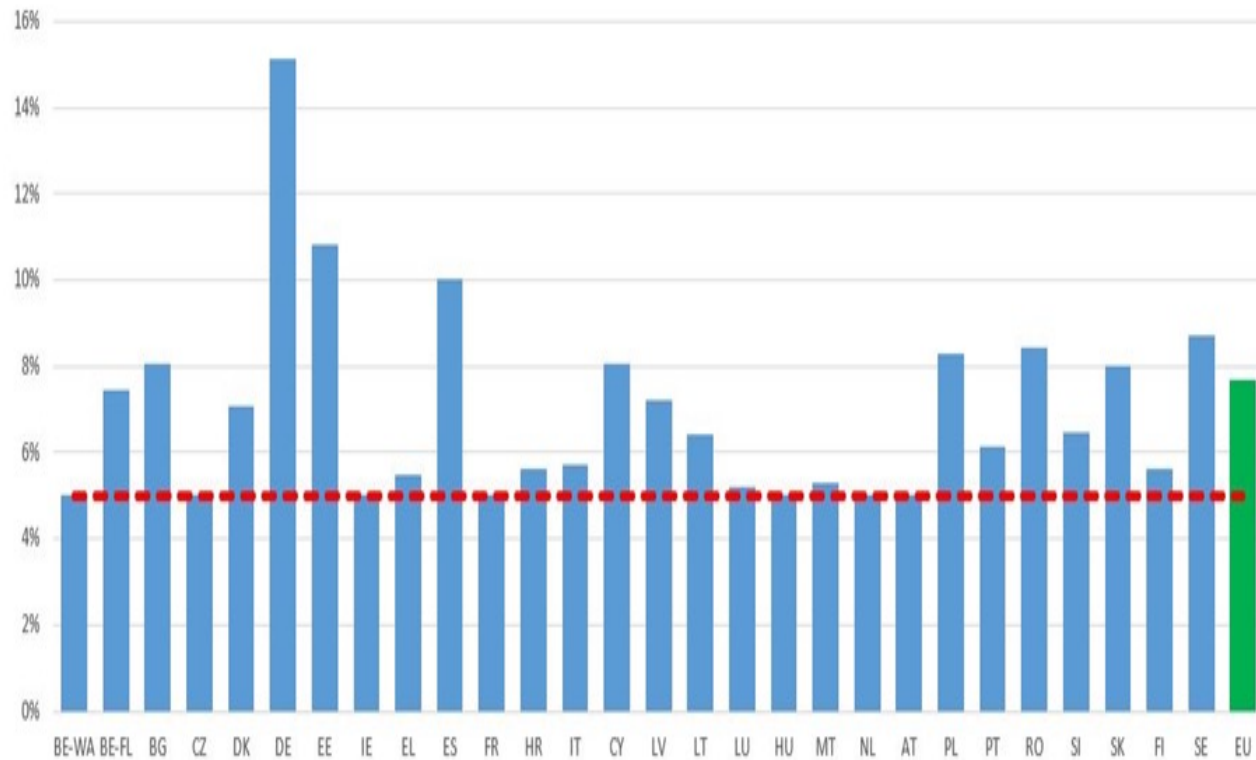
Support to generational renewal



- Increase in the support: 8.5 billion of support (2023-2027) , with 377 000 new Young farmers expected to set-up
- 26 CAP strategic plans provide for the complementary income support for young farmers (1.8% of DP)
- 27 strategic plans will aid young farmers through support for setting up (5.2 % of RD)
- 5 Member States schedule support for investments with higher rates exclusively for young farmers.
- In addition 6 MS support farms transfers through the cooperation intervention

Rural areas

Allocation of financial resources to LEADER



- On average **7.7% of the EAFRD** is reserved for community-led local development strategies (Leader) which support further job creation, aiming to cover territories - home to **65% of the rural population**.
- Plans aim to create **400 000 jobs** and also help development and implementation of more than **600 smart village strategies**.

Thank you

More information available on Europa Website:

https://agriculture.ec.europa.eu/cap-my-country/cap-strategic-plans-country_en

EU countries' websites, where the formally approved CAP Strategic Plans can be found

The overview documents of the approved 28 CAP Strategic Plans

A summary overview of all the Plans

