

What's new in State aid?

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Overview

- General Block exemption Regulation (EU) N.651/2014 (GBER) targeted revision to published 2021 – two revisions published
- Guidelines on State aid for climate, environmental protection and energy 2022 ("CEEAG") – preparation after public consultation 2021
- Commission's evaluation of the rules of the 2014 State aid framework applicable in the agricultural and forestry sectors and in rural areas (11.5.2021 SWD(2021) 107 final)
- New State aid Framework 2022 for agriculture in preparation



Rural Development and the GBER

- State aid rules apply to support under the EAFRD for non-agricultural production (production "outside Article 42 TFEU")
- Support may not be granted before State aid clearance obtained
- Exception: de minimis support not considered State aid
- Clearance: Commission Decision or exemption under a Block Exemption Regulation



Guidelines on State aid for climate, environmental protection and energy 2022

- Public consultation finished on the draft revised Guidelines on State aid for environmental protection and energy 2014-2020; the present guidelines expire end 2021
- An enlargement of the scope of the Guidelines to new areas (e.g. clean mobility, biodiversity) and all technologies that can deliver the **Green Deal**.
- Up to 100% aid intensity in some cases
- Agricultural production and processing under the scope; however
- No application on biodiversity enhancement measures in agriculture where covered by other State aid rules (point 12 c of the draft Guidelines).



Evaluation of State aid in the agricultural and forestry sectors and in rural areas

- The ABER and the 2014 State aid guidelines for agriculture, forestry and rural areas were both set to expire in 2020, but (in line with the rural development rules under the CAP) have been extended to 2022.
- Performance of the current framework against five criteria: effectiveness, efficiency, relevance, coherence and EU added value.
- Satisfactory overall result but room for improvement when revising the instruments:
- European Green Deal ('farm to fork' and biodiversity strategies) and the future Regulation on CAP strategic plans, including its enhanced environmental ambition

Revision of State aid instruments for Agriculture

- ABER and Agricultural Guidelines need to be adapted to the new CAP Strategic Plans – present rules prolonged until end 2022
- New Delivery Model result oriented, flexible



Can be challenging to the State aid approach

- Need to balance competition vs. CAP objectives
- Agricultural vs. other products difference in State aid treatment
- Internal preparation targeted public consultation adoption



Thank you



