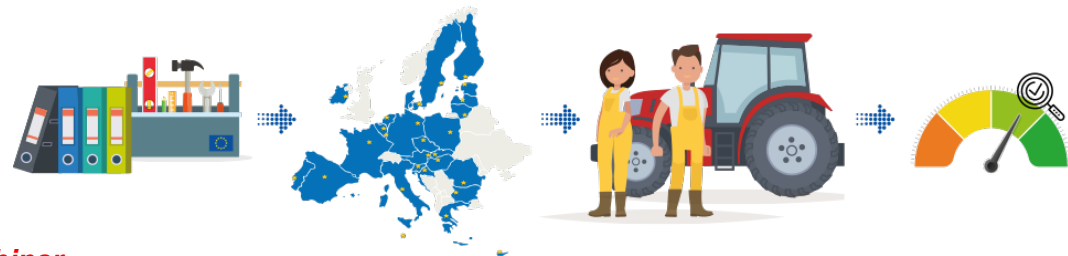




Key issues in the intervention strategy for Specific Objective 1 *Viable farm income and resilience*



*This presentation is only intended to facilitate the work of the ENRD webinar.
It has no interpretative value as regards the draft Regulations for the CAP post-2020.*

Key issues for SO1

1. Targeting of income support
2. Justification of unit amounts and financial allocations
3. Consistency of interventions within SO1
4. Consistency of the strategy accross objectives

1. Targeting of income support

- Improving the distribution and targeting of direct payments is a key priority of the CAP post 2020 reform
- Analysis of the current targeting to be included in the SWOT and taken into account in the needs assessment
 - Analysis of the concentration of direct payments
 - For which class(es) of farmers is the unit amount of direct payments currently reinforced? Does it correspond to farmers with higher needs?
 - Take into account other income support (rural development payment for areas facing natural constraints)
- Definition of possible related needs, prioritization
- Strategy: targets and milestones, design of interventions, financial allocations

2. Setting and justifying unit amounts and allocations

➤ An iterative process

➤ Unit amounts

- Based on analyses of income needs (income in EUR/worker, labour intensity, farm physical size as DP are mainly area-based, by relevant groups of farmers / territories...)
- Targets set
- Prioritisation of needs
- Synergies between interventions
- Distribution of EAGF/EAFRD financial allocations
- Ring-fencings

➤ Financial allocations are indicative

- Unit amounts
- Planned outputs

3. Consistency of interventions within SO1

- Complementarity and synergy among the interventions set out under a SO1
 - Example: fairer and more effective targeting of income support
 - Basic Income Support for Sustainability
 - Internal convergence to remove gradually the link to old historic references which cannot be justified anymore
 - Targeting towards groups of territories according to the needs
 - Complementary Redistributive Income Support to tackle the special needs of small to medium farm (physical) size
 - Round-sum for specific needs for smaller farms
 - Coupled Income Support for sectors in difficulty
 - Definitions and targeting mechanisms: capping/reduction, minimum requirements, genuine farmers...
 - Rural Development payment for areas facing natural constraints

4. Consistency of the strategy accross objectives

- Coherence and synergy between the interventions across all the Specific Objectives
- DP primarily income support
- But the way DP interventions are designed can contribute to other Specific Objectives
- In case of negative trade-offs,
 - Alternative design of DP could be envisaged
 - Mitigation measures
- Overall balance