



LIETUVOS RESPUBLIKOS
ŽEMĖS ŪKIO MINISTERIJA



EUROPOS ŽEMĖS ŪKIO FONDAS KAIMO PLĖTRAI:
EUROPA INVESTUOJA Į KAIMO VIETOVES

Implementation of sub-measures 16.3 and 16.4 in Lithuanian Rural Development Programme 2014–2020

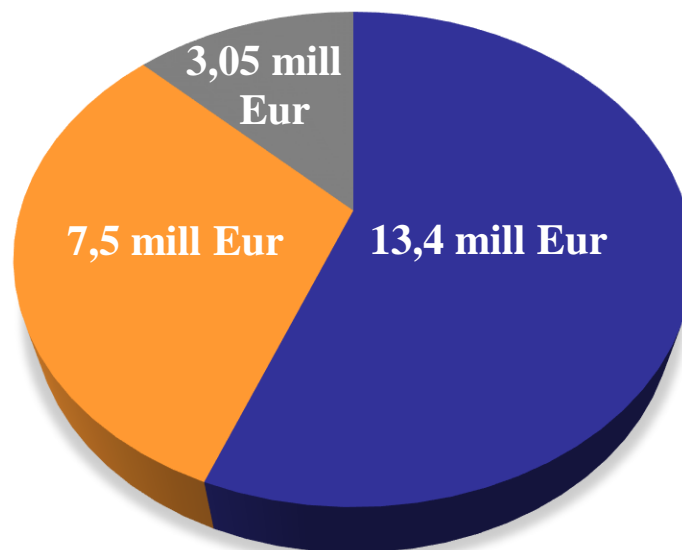
June 1th, 2016

Brussel

Measure 16 „Co-operation“

Support for the Period of 2014–2020

23,96 mill EUR



- Support for the establishment and operation of operational groups of the EIP (16.1)
- Support to co-operation among small operators (16.3)
- Support to promote short food chains and local markets on the local level (16.4)

Beneficiaries

Sub-measure 16.3

Support for co-operation among small operators

Small farms (with the minimum economic size expressed in standard produce of EUR 4000 – till 7 999)

Small forest holders (the forest holding shall not exceed 10 ha),

Micro companies (that operate for at least 2 years)

Natural persons engaged in individual activities under the procedure prescribed by national law.

Sub-measure 16.3

Support to promote short food chains and local markets on the local level

farmers

Agricultural product and foodstuff producers and processors

SMEs operating in rural areas



Amounts and support rates

Sub-measure 16.3

Support for co-operation among small operators

80 000 EUR for the project

200 000 EUR
for the Period of 2014-2020

Sub-measure 16.4

Support to promote short food chains and local markets on the local level

80 000 EUR for the project

200 000 EUR
for the Period of 2014-2020

Support intensity

- **100%** shall apply for **running cost** of the co-operation and cost of drawing up the **project's business plan**;
 - **60%** for cost of **implementing the project's business plan**, but if the cost can be supported under **other Programme measures**, shall be the **same as it is in those other measure** (whit the possibility to increase support intensity)
- **100%** shall apply for **running cost** of the co-operation, cost of drawing up the **project's business plan** and **short supply chain and local markets promotion**;
 - **60%** for cost of **implementing the project's business plan**, but if the cost can be supported under **other Programme measures**, shall be the **same as it is in those other measure** (whit the possibility to increase support intensity)

Eligible cost

<u>Sub-measure 16.3</u>	<u>Sub-measure 16.4</u>
Running cost of the co-operation (<i>not exceed 5 %</i>)	Running cost of the co-operation (<i>not exceed 5 %</i>)
General cost (cost related to the drawing up of the project's business plan) (<i>not exceed 10 %</i>)	General cost (cost related to the drawing up of the project's business plan) (<i>not exceed 10 %</i>)
New equipment and machinery	New mechanics (including machinery) for the transport of goods and (or) profit the mobile marketing, mechanical-hydraulic carts or trucks,
New hardware and software	Commercial furniture and equipment (scales)
Cost for construction and/or improvement of immovable property (<i>not exceed 25 %</i>)	Cost for construction and/or improvement of immovable property (<i>not exceed 15 %</i>)
Cost of infrastructure installation	Cost of infrastructure installation
Publicity cost	Publicity cost

Issues due support intensity

Questions:

1. How to identify the support intensity, when the cost of sub-measure 16.3 corresponds to sub-measure 6.3 (“Business Start-up aid for the development of small farms”)? Can support intensity of **100 %** be applied for sub-measure 16.3 in this case? (“hard investments” such as new equipment, agriculture machinery) Should we take an account, that sub-measure 6.3 („Business start-up aid for the development of small farms) is **as lump sum** and hasn’t support intensity?
2. What could be other Programme measures that may correlate/coincident with the cost of sub-measure 16.4?
3. How to set the support intensity for the sub-measure 16.4 when the investments overlap/coincident with the others Programme measures (e.g. with Measure 4.1 “Investments in physical assets”) ?

Issues due support intensity

➤ What will be the support intensity in this two cases (Examples)

➤ Group of small farms that participate in sub-measure 16.3 want to buy tractor. What support intensity for hard investment will be in this case: 60% as it is in sub-measure 16.3 or 100% as it is in sub-measure 6.3, which are provided as lump sum for beneficiaries? Or like in measure 4.1?

➤ Farmers that participate in sub-measure 16.4 want to buy refrigerators for milk. What support intensity for „hard investment“ (refrigerators) will be in this case: 60% as it is in sub-measure 16.4 or 50% (with the possibility to increase till 70%) as in Measure 4.1 “Investments in physical assets”?



Thank you for Your kind attention !



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