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**REPORT FROM THE COMMISSION TO THE COUNCIL AND THE EUROPEAN
PARLIAMENT**

on EAGF expenditure

Early warning system

No 1-3/2010

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1. THE 2010 EAGF BUDGETARY PROCEDURE

The 2010 budgetary procedure for the European Agricultural Guarantee Fund (EAGF) and the corresponding amounts of appropriations involved at each stage of the procedure are summarised in the table presented in Annex 1.

The 2010 EAGF budget was adopted by the Budgetary Authority on 17 December 2009. The budget included commitment and payment appropriations amounting to:

- EUR 43 417.4 million and to EUR 43 633.1 million respectively for agricultural market measures and direct aids (policy area 05).
- EUR 371.9 million and to EUR 253.7 million respectively for veterinary and phyto-sanitary measures (policy area 17).
- EUR 30.5 million and to EUR 31.0 million respectively for fisheries (policy area 11).

The budget's total commitment appropriations for EAGF amounted to EUR 43 819.8 million and its payment appropriations amounted to EUR 43 917.8 million. The difference between commitment and payment appropriations is due to the fact that differentiated appropriations are used for certain measures which are directly implemented by the Commission. These schemes relate mainly to the promotion of agricultural products, to policy strategy and coordination measures for agriculture as well as to fisheries and to veterinary and phyto-sanitary measures.

2. REVENUE ASSIGNED TO EAGF

On the basis of the rules of Article 34 of Council Regulation (EC) No 1290/2005 on the financing of the Common Agricultural Policy, revenue originating from financial corrections under conformity clearance decisions, from irregularities and from the milk levy are designated as revenue assigned to the financing of EAGF expenditure. According to these rules, assigned revenue can be used to cover the financing of EAGF expenditure incurred by the Member States. In the case where part of this revenue is not used, then, this part will be automatically carried over into the following budget year.¹

The Commission's Amending Letter for 2010 presented both its latest estimate on the amount of appropriations which will be needed in order to finance the expected expenditure for market measures and direct aids and estimates of the assigned revenue which is expected to be collected in the course of the budget year concerned and the carry over of the balance of assigned revenue left available from the previous budget year. As a consequence, in its proposal for this Amending Letter on the amount of appropriations to grant to the EAGF, the Commission took into consideration the total assigned revenue expected to be available in the coming budget year by requesting a level of appropriations calculated by deducting the estimated assigned revenue from its estimated expenditure for EAGF for the same year. The Budgetary Authority, then, adopted the new EAGF budget whose appropriations did not include the expected assigned revenue.

At the time of establishment of the 2010 Amending Letter, the Commission's estimates for the available assigned revenue amounted to EUR 922.0 million. Specifically:

¹ Assigned revenue carried over has to be used first, this means before the appropriations voted by the Budgetary Authority or the assigned revenues generated in the year (Art 10 of the Financial Regulation).

- The assigned revenue expected to be generated in the course of the 2010 budget year was estimated at EUR 789.0 million. Amounts of EUR 600.0 million and EUR 91.0 million were expected from conformity clearance corrections and from irregularities correspondingly. The receipts from the milk levy were estimated at EUR 98.0 million.
- The amount of assigned revenue expected to be carried over from the budget year 2009 into 2010 was estimated at EUR 133.0 million.

In its 2010 Amending Letter, the Commission assigned this revenue of EUR 922.0 million to two schemes. Specifically:

- EUR 222.0 million was assigned to the operational funds for producer organisations in the fruits and vegetables sector, and
- EUR 700.0 million to the single payment scheme.

For these two schemes, the Budgetary Authority eventually voted appropriations amounting to EUR 547.0 million and to EUR 28 480.0 million respectively in accordance with the Commission's Amending Letter. The sum of the voted appropriations and the assigned revenue mentioned above corresponds to a total estimate of appropriations required of EUR 769.0 million for the operational funds for producer organisations in the fruits and vegetables sector and EUR 29 180.0 million for the single payment scheme.

In annex 2 which presents the 2010 budget's provisional execution for the period to 31.01.2010, the voted appropriations for the aforementioned two schemes are included in the original budget appropriations for the fruits and vegetables sector and for the decoupled direct aids sector which amount to EUR 720.1 million and to EUR 33 272.0 million correspondingly without taking account of the aforementioned assigned revenue. After including the revenue assigned to these sectors, the total appropriations foreseen in the 2010 budget amount to EUR 942.1 million for fruits and vegetables and to EUR 33 972.0 million for decoupled direct aids.

3. REVENUE ORIGINATING FROM THE TEMPORARY RESTRUCTURING AMOUNTS (SUGAR SECTOR)

The temporary restructuring amounts in the sugar sector are treated as assigned revenue intended to finance the sugar restructuring aid and other aids foreseen in the Sugar Restructuring Fund. For each marketing year, starting with 2006/07 up to 2008/09, these amounts relate to the sugar, inulin syrup and isoglucose quantitative quotas held by operators in each Member State and they are to be paid by the Member States into the Fund in two instalments, the deadlines of which are 31 March and 30 November respectively for each year. At the time of establishment of the 2010 budget, the estimation of this revenue amounted to EUR 606.8 million for the upcoming budget year. At the same time, an amount of EUR 717.9 million was expected to be carried over from the budget year 2009 into 2010.

4. COMMENTS ON THE PROVISIONAL IMPLEMENTATION OF THE 2010 EAGF BUDGET

For the period 16 October 2009 to 31 January 2010, the budget's provisional implementation level compared to the expenditure profile based on the indicator, which was established on the basis of the dispositions of Article 20 of Council Regulation (EC) No 1290/2005, is presented in Annex 2. Hereafter, a brief commentary is presented for certain budget articles which show, or which will show in the course of the year, the most significant divergences between the actual and the expected level of implementation of the 2010 budget:

4.1. Market measures

The uptake of appropriations for interventions in agricultural markets was lower compared to the level of the budget's voted appropriations, as determined by the level of the indicator on 31.01.2010, by - EUR 74.9 million. This divergence is insignificant. It is primarily attributed to the food programmes and to the milk and milk products sectors which present an under-implementation at this point in time. At the same time, other sectors, such as sugar, fruits and vegetables, wine and other plant products/measures present an over-implementation.

4.1.1. Food programmes (- EUR 35.0 million)

The slower uptake of appropriations compared to the level of the indicator at this point in time is due to the delayed approval of the 2010 food distribution plan by the Commission. Based on the past year's implementation pattern, the Commission considers that this implementation rhythm is temporary and that it will accelerate as the budget year progresses.

4.1.2. Sugar (+EUR 6.2 million)

The main measures funded under this year's budget are the payment of still outstanding export refund certificates for sugar, estimated at EUR 12.0 million, and the expenditure on the outtake of the quantity of sugar in public storage which is to be distributed to the most deprived persons under the 2010 food distribution plan, estimated at - EUR 11.0 million. Adding the payment of outstanding balances for other sugar schemes, estimated at EUR 0.5 million, the final budget for the sugar sector amounted to EUR 1.5 million. However, at this point in time, EAGF payments for this sector concern principally payments of outstanding export refund certificates for an amount of EUR 6.7 million. The outtake of public storage sugar has not yet taken place. Therefore, the payments already made in this sector present a big over-implementation gap compared to the level of the indicator at this point in time. However, it should be pointed out that the absolute amounts involved in the current implementation pattern of this sector are insignificant.

4.1.3. Fruits and vegetables (+ EUR 14.0 million in comparison with voted appropriations)

This implementation level is attributable to the payments made by the Member States for the operational funds for producer organisations which is funded both by the budget's voted appropriations and by the revenue assigned to this scheme in the 2010 budget (NB: For details please see point 2 above). This implementation level is the result of applying the indicator for the period to 31/01/2010 to the budget's voted appropriations which do not include the revenue assigned to this sector.

At this point in time, the Commission considers that the total credit appropriations available for this sector will be sufficient to cover the expenditure expected to be incurred by Member States in 2010.

NB: For the benefit of the reader, the Commission introduced footnote * to the provisional execution table which appears in annex 2. This footnote shows which would be the situation had the indicator, as at 31.01.2010, been applied to the total appropriations which are expected to be available in order to fund this sector. As it is pointed out in point 2 above, the total funding expected to be available for this sector is composed of the budget's voted appropriations of EUR 720.1 million and of the revenue assigned to this sector which is estimated to amount to EUR 222.0 million. Therefore, had the indicator been applied to the total funding of EUR 942.1

million expected to be available for this sector, then, an under-execution of – EUR 36.4 million would appear.

4.1.4. *Products of the wine-growing sector (+EUR 32.4 million)*

When compared to the level of budget appropriations pointed out by the indicator on 31 January 2010, this execution pattern above the budget's appropriations is due to the acceleration of the rhythm of payments by Member States primarily for the grubbing up scheme. An acceleration of payments made by Member States is also observed for the national support programmes but at a slower rhythm.

4.1.5. *Other plant products/measures (+EUR 26.7 million)*

When compared to the level of budget appropriations pointed out by the indicator on 31 January 2010, this execution pattern above the budget's appropriations is due to the acceleration of the rhythm of payments by Member States primarily for the POSEI programmes.

4.1.6. *Milk and milk products (-EUR 73.1 million)*

The situation in dairy markets has much improved compared to the one prevailing at the time when the Amending Letter for the 2010 budget year was being established. As a result, the Commission has discontinued the payment of export refunds for dairy products. Furthermore, market prices in the EU have risen substantially, thus stopping the inflow of skimmed milk powder and butter in public storage where the quantity stored for both products has stabilised. The slower uptake of appropriations compared to the level of the indicator at this point in time is due to the lower expenditure currently incurred and expected to be incurred in the course of the year in this sector as a result of the aforementioned factors.

4.2. **Direct aids**

The uptake of appropriations for direct aids compared to the level pointed out by the indicator on 31.01.2010 was lower by - EUR 90.4 million.

4.2.1. *Decoupled direct aids (-EUR 61.7 million in comparison with voted appropriations)*

This implementation level is attributable to the payments made by the Member States for the single payment scheme which is funded both by the budget's voted appropriations and by the revenue assigned to this scheme in the 2010 budget (NB: For details please see point 2 above). While most of the Member States have carried out the bulk of their payments for this scheme, Greece has not yet made any payments in view of carrying out the requisite controls before these payments are made. The observed level of under-implementation is minimal because this under-implementation level is the result of applying the indicator for the period to 31/01/2010 to the budget's voted appropriations which do not include the revenue assigned to this sector.

NB: For the benefit of the reader, the Commission introduced footnote * to the provisional execution table which appears in annex 2. This footnote shows which would be the situation had the indicator, as at 31.01.2010, been applied to the total appropriations which are expected to be available in order to fund this sector. As it is pointed out in point 2 above, the total funding expected to be available for this sector is composed of the budget's voted appropriations of EUR 33 272.0 million and of the revenue assigned to this sector which is estimated to amount to EUR 700.0 million. Therefore, had the indicator been applied to the total funding of EUR 33 972.0 million expected to be available for this sector, then, the under-execution of – EUR 676.4 million

would appear and it would be explained again by the fact that Greece has not yet paid the aids foreseen for the single payment scheme.

4.2.2. *Other direct aids (-EUR 29.9 million)*

This execution pattern is primarily due to the slower rhythm of payments made by Member States for certain schemes (premiums for suckler cows and sheep/goats and for cotton) compared to the level pointed out by the indicator at this point in time. At this point in time, this situation is expected to be temporary.

4.3. **Audit of agricultural expenditure**

4.3.1. *Accounting clearance of previous years' accounts (+EUR 57.6 million)*

The current implementation level results from the comparison of the clearance of accounts corrections already made with the level of the corresponding indicator as of 31 January 2010. However, it should be noted that all the accounting clearance decisions expected within this budget year have not been taken yet. Therefore, the Commission, at this point in time, considers this level of implementation to be temporary.

Nevertheless, it should be pointed out that, while the Commission, in its Amending Letter for 2010, proposed corrections amounting to – EUR 80.0 million, the Budgetary Authority retained an amount of – EUR 310.0 million. At this point in time, the Commission considers that the expected corrections from its accounting clearance decisions would not be sufficient to cover this extra-ordinary amount imposed by the Budgetary Authority will eventually lead to a shortfall of negative budget appropriations which the Commission would need to cover through positive budget appropriations in order to close this account in 2010.

4.4. **Food and feed safety, animal health, animal welfare and plant health**

4.4.1. *Animal diseases eradication programmes (+EUR 132.5 million)*

When compared to the level of budget appropriations pointed out by the indicator on 31 January 2010, this execution pattern above the budget's appropriations is due to the acceleration of the rhythm of payments made by the Commission for the animal disease eradication programmes.

5. **IMPLEMENTATION OF REVENUE ASSIGNED TO EAGF**

The table in Annex 2 shows that assigned revenue amounting to EUR 483.8 million was collected as of 31 January 2010. Specifically:

- the revenue from corrections based on conformity clearance decisions amounted to approximately EUR 188.8 million with additional amounts expected by the end of the budget year;
- the revenue from irregularities amounted to approximately EUR 55.4 million with additional amounts also expected by the end of the budget year, and
- at this point in time, most of the revenue from the milk levy has been collected and it amounts to approximately EUR 98.1 million compared to the initial estimate of EUR 98.0 million;

- finally, contrary to the initially estimated amount of EUR 133.0 million, the amount of assigned revenue eventually carried over from 2009 into 2010 amounted to EUR 141.5 million.

Therefore, the amount of assigned revenue available for financing EAGF expenditure, on 31 January 2010, amounts to EUR 483.8 million. At this point in time, the Commission estimates that the amount of assigned revenue still to be collected amounts to EUR 305.2 million (estimated assigned revenue to be generated in the 2010 budget of EUR 789.0 million of which EUR 483.8 million has been collected).

6. IMPLEMENTATION OF REVENUE ORIGINATING FROM THE TEMPORARY RESTRUCTURING AMOUNTS (SUGAR SECTOR)

In November 2009, Member States paid the second instalment of the temporary restructuring amounts due for the marketing year 2008/09 amounting to EUR 606.8 million identical to the amount initially estimated. In addition, contrary to the initially estimated amount of EUR 717.9 million, the assigned revenue carried over from 2009 into 2010 eventually amounted to EUR 768.3 million. Therefore, the total assigned revenue available to the 2010 budget in the form of temporary restructuring amounts came to EUR 1 375.1 million.

7. IMPLEMENTATION OF SUGAR RESTRUCTURING FUND

As of the end of January 2010, Member States had made practically no payments (NB: payments of only EUR 0.7 million) for aids to the restructured sugar industry, for diversification aids or for aids to sugar refining.

8. CONCLUSIONS

The provisional execution of the 2010 EAGF budget's appropriations, for the period up to 31 January 2010, shows that monthly reimbursements to Member States exceeded the budget's voted appropriations, pointed out by the current level of the indicator, by approximately EUR 33.8 million. Assigned revenue amounting to EUR 483.8 million has been collected and an amount of EUR 305.2 million is still expected to be collected in 2010.

At this point in time, the Commission expects that the amount of assigned revenue which is available as well the one which will become available, in the course of the year, will be used to cover the funding of the operational funds for producer organisations and for the single payment scheme as originally expected when the budget was established.

As regards, the Budgetary Authority's increase of accounting clearance corrections by – EUR 230.0 million to a total of – EUR 310.0 million, the Commission will closely follow the evolution of the budget's execution to see if the under-execution in other parts of the budget will allow it to fund the part of this negative expenditure which will not be covered by the Commission's accounting clearance decisions and other corrections for non-respect of the aid payments' deadlines by the Member States concerned.

Annex 1
EAGF Appropriations - Budgetary procedure 2010

Title Chapter Article Item	Heading	Fin Persp	PDB (Adopted by the Commission on 29.04.2009)		DB Council first reading (Adopted by the Council on 13.07.2009)		DB Parliament first reading (Adopted by the Parliament on 22.10.2009)		AMENDING LETTER SEC(2009)1462 of 27/10/2009 (Adopted by the Commission on 27.10.2009)		Council second reading (Established by the Council on 20.11.2009)		FINAL BUDGET Parliament second reading (Adopted by the Parliament on 17.12.2009)	
			CA	PA	CA	PA	CA	PA	CA	PA	CA	PA	CA	PA
05 01 04 01	European Agricultural Guarantee Fund (EAGF) - Non-operational technical assistance	2	9.019.000	9.019.000	8.019.000	8.019.000	9.019.000	9.019.000	9.019.000	9.019.000	9.019.000	9.019.000	9.019.000	9.019.000
05 02	Interventions in agricultural markets	2	4.041.910.000	4.042.634.000	3.923.139.000	3.923.863.000	4.086.910.000	4.087.634.000	4.115.310.000	4.116.034.000	4.095.310.000	4.096.034.000	4.395.310.000	4.396.034.000
05 02 01	Cereals	2	86.100.000	86.100.000	81.094.500	81.094.500	86.100.000	86.100.000	115.100.000	115.100.000	115.100.000	115.100.000	115.100.000	115.100.000
05 02 02	Rice	2	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm
05 02 03	Refunds on non-Annex 1 products	2	93.000.000	93.000.000	83.000.000	83.000.000	93.000.000	93.000.000	114.000.000	114.000.000	114.000.000	114.000.000	114.000.000	114.000.000
05 02 04	Food programmes	2	500.100.000	500.100.000	500.100.000	500.100.000	515.100.000	515.100.000	500.100.000	500.100.000	500.100.000	500.100.000	500.100.000	500.100.000
05 02 05	Sugar	2	10.500.000	10.500.000	10.490.000	10.490.000	10.500.000	10.500.000	1.500.000	1.500.000	1.500.000	1.500.000	1.500.000	1.500.000
05 02 06	Olive oil	2	48.500.000	48.500.000	48.490.000	48.490.000	48.500.000	48.500.000	57.500.000	57.500.000	57.500.000	57.500.000	57.500.000	57.500.000
05 02 07	Textile plants	2	29.000.000	29.000.000	28.000.000	28.000.000	29.000.000	29.000.000	30.000.000	30.000.000	30.000.000	30.000.000	30.000.000	30.000.000
05 02 08	Fruit and vegetables (1)	2	720.100.000	720.100.000	686.090.000	686.090.000	735.100.000	735.100.000	720.100.000	720.100.000	720.100.000	720.100.000	720.100.000	720.100.000
05 02 09	Products of wine-growing sector	2	1.335.000.000	1.335.000.000	1.276.014.500	1.276.014.500	1.335.000.000	1.335.000.000	1.338.300.000	1.338.300.000	1.338.300.000	1.338.300.000	1.338.300.000	1.338.300.000
05 02 10	Promotion	2	57.210.000	57.934.000	51.210.000	51.934.000	57.210.000	57.934.000	57.210.000	57.934.000	57.210.000	57.934.000	57.210.000	57.934.000
05 02 11	Other plant products/measures	2	372.200.000	372.200.000	372.200.000	372.200.000	372.200.000	372.200.000	356.200.000	356.200.000	356.200.000	356.200.000	356.200.000	356.200.000
05 02 12	Milk and milk products	2	619.000.000	619.000.000	619.000.000	619.000.000	634.000.000	634.000.000	663.100.000	663.100.000	643.100.000	643.100.000	943.100.000	943.100.000
05 02 13	Beef and veal	2	35.100.000	35.100.000	33.100.000	33.100.000	35.100.000	35.100.000	26.100.000	26.100.000	26.100.000	26.100.000	26.100.000	26.100.000
05 02 14	Sheepmeat and goatmeat	2	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm
05 02 15	Pigmeat, eggs and poultry, bee-keeping and other animal products	2	136.100.000	136.100.000	134.350.000	134.350.000	136.100.000	136.100.000	136.100.000	136.100.000	136.100.000	136.100.000	136.100.000	136.100.000
05 02 16	Sugar Restructuring Fund	2	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm
05 03	Direct aids	2	39.325.500.000	39.325.500.000	39.325.500.000	39.325.500.000	39.325.500.000	39.325.500.000	39.273.000.000	39.273.000.000	39.273.000.000	39.273.000.000	39.273.000.000	39.273.000.000
05 03 01	Decoupled direct aids (2)	2	33.374.000.000	33.374.000.000	33.374.000.000	33.374.000.000	33.374.000.000	33.374.000.000	33.272.000.000	33.272.000.000	33.272.000.000	33.272.000.000	33.272.000.000	33.272.000.000
05 03 02	Other direct aids	2	5.951.500.000	5.951.500.000	5.951.500.000	5.951.500.000	5.951.500.000	5.951.500.000	5.995.000.000	5.995.000.000	5.995.000.000	5.995.000.000	5.995.000.000	5.995.000.000
05 03 03	Additional amounts of aid	2	pm	pm	pm	pm	pm	pm	6.000.000	6.000.000	6.000.000	6.000.000	6.000.000	6.000.000
05 04 01	Rural development financed by the EAGGF-Guarantee section - Programming period 2000-2006	2	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm	pm
05 04 03 02	Plant and animal genetic resources - Completion of earlier measures	2	pm	2.800.000	pm	2.000.000	pm	2.800.000	pm	2.700.000	pm	2.700.000	pm	2.700.000
05 04 04	Transitional instrument for the financing of rural development by the EAGGF Guarantee Section for the new Member States - Completion of programmes 2004-2006	2	pm	216.600.000	pm	216.600.000	pm	216.600.000	pm	216.600.000	pm	216.600.000	pm	216.600.000
05 07 01	Control of agricultural expenditure	2	-73.500.000	-73.500.000	-303.500.000	-303.500.000	-73.500.000	-73.500.000	-73.500.000	-73.500.000	-303.500.000	-303.500.000	-303.500.000	-303.500.000
05 07 02	Settlement of disputes	2	pm	pm	pm	pm	pm	pm	3.000.000	3.000.000	3.000.000	3.000.000	3.000.000	3.000.000
05 08 01	Farm Accountancy Data Network (FADN)	2	13.981.000	13.620.586	13.981.000	13.620.586	13.981.000	13.620.586	13.981.000	13.620.586	13.981.000	13.620.586	13.981.000	13.620.586
05 08 02	Surveys on the structure of agricultural holdings	2	15.100.000	10.850.000	15.100.000	10.850.000	15.100.000	10.850.000	15.100.000	10.850.000	15.100.000	10.850.000	15.100.000	10.850.000
05 08 03	Restructuring of systems for agricultural surveys	2	1.460.000	1.749.000	1.460.000	1.749.000	1.460.000	1.749.000	1.460.000	1.749.000	1.460.000	1.749.000	1.460.000	1.749.000
05 08 06	Enhancing public awareness of the common agricultural policy	2	8.000.000	8.000.000	7.000.000	7.000.000	8.000.000	8.000.000	8.000.000	8.000.000	8.000.000	8.000.000	8.000.000	8.000.000
05 08 09	EAGF - Operational technical assistance	2	2.050.000	2.050.000	1.000.000	1.000.000	2.050.000	2.050.000	2.050.000	2.050.000	2.050.000	2.050.000	2.050.000	2.050.000
Total EAGF - policy area 05			43.343.520.000	43.559.322.586	42.991.699.000	43.206.701.586	43.388.520.000	43.604.322.586	43.367.420.000	43.583.122.586	43.117.420.000	43.333.122.586	43.417.420.000	43.633.122.586
Total EAGF - policy area 11			29.496.768	30.000.000	27.396.768	29.900.000	29.496.768	30.000.000	30.496.768	31.000.000	30.496.768	31.000.000	30.496.768	31.000.000
Total EAGF - policy area 17			371.910.000	253.710.000	370.885.000	250.685.000	371.885.000	253.685.000	371.910.000	253.710.000	370.885.000	250.685.000	371.885.000	253.685.000
Total EAGF Appropriations (reserves included)			43.744.926.768	43.843.032.586	43.389.980.768	43.487.286.586	43.789.901.768	43.888.007.586	43.769.826.768	43.867.832.586	43.518.801.768	43.614.807.586	43.819.801.768	43.917.807.586

- (1) AL -> Additional needs, to be covered by assigned revenue; estimated at €222 mio
PDB -> Additional needs, to be covered by assigned revenue; estimated at €160 mio
(2) AL -> Additional needs, to be covered by assigned revenue; estimated at €700 mio
PDB -> Additional needs, to be covered by assigned revenue; estimated at €595 mio

Annex 2

BUDGET YEAR 2010 (**)

PROVISIONAL CONSUMPTION OF THE EAGF APPROPRIATIONS

Situation to the 31/01/2010
in EUR million

	Appropriations	Consumption	Utilisation	Consumption profile		Gap between	
	EUR mio	EUR mio	%	%	EUR mio	%	EUR mio
	A	B	C=B/A	D	E=D*A	F=C-D	G=B-E
Expenditure							
05 01 (1) ADMINISTRATIVE EXPENDITURE FOR EAGF 05010401	9,0	0,6	6,7 %	0,0 %	0,0	6,7 %	0,6
Total 05 01 Administrative expenditure for EAGF	9,0	0,6	6,7 %	0,0 %	0,0	6,7 %	0,6
05 02 INTERVENTIONS IN AGRICULTURAL MARKETS							
05 02 01 Cereals	115,1	27,0	23,5 %	36,7 %	42,2	-13,2 %	-15,1
05 02 02 Rice	p.m.	0,0	0,0 %				
05 02 03 Refunds on non-Annex 1 products	114,0	23,7	20,8 %	32,7 %	37,3	-11,9 %	-13,6
05 02 04 Food programmes	500,1	7,8	1,6 %	8,6 %	42,8	-7,0 %	-35,0
05 02 05 Sugar	1,5	6,7	445,2 %	29,2 %	0,4	416,0 %	6,2
05 02 06 Olive oil	57,5	4,5	7,8 %	27,4 %	15,8	-19,6 %	-11,3
05 02 07 Textile plants	30,0	2,6	8,7 %	9,6 %	2,9	-0,9 %	-0,3
05 02 08 Fruits and vegetables (estimated 222 Mio EUR credits coming from assigned revenue)(*)(****)	720,1	177,3	24,6 %	22,7 %	163,3	1,9 %	14,0
05 02 09 Products of the wine-growing sector	1.338,3	95,4	7,1 %	4,7 %	63,0	2,4 %	32,4
05 02 10 Promotion	57,2	11,4	19,9 %	23,8 %	13,6	-3,9 %	-2,2
05 02 11 Other plant products/measures	356,2	140,8	39,5 %	32,0 %	114,1	7,5 %	26,7
05 02 12 (4) Milk and milk products	943,1	128,9	13,7 %	21,4 %	201,9	-7,7 %	-73,1
05 02 13 Beef and veal	26,1	7,0	26,7 %	35,6 %	9,3	-8,8 %	-2,3
05 02 14 Sheepmeat and goatmeat	p.m.	0,0					
05 02 15 Pigeon, eggs and poultry, bee-keeping and other animal products	136,1	34,0	24,9 %	25,9 %	35,3	-1,0 %	-1,3
Total 05 02 Interventions in agricultural markets (excluding 05 02 16)	4.395,3	667,0	15,2 %	16,9 %	741,9	-1,7 %	-74,9
05 03 DIRECT AIDS							
05 03 01 Decoupled direct aids (estimated 700 Mio EUR credits coming from assigned revenue)(*)(****)	33.272,0	29.155,5	87,6 %	87,8 %	29.217,2	-0,2 %	-61,7
05 03 02 Other direct aids	5.995,0	3.632,2	60,6 %	61,1 %	3.662,1	-0,5 %	-29,9
05 03 03 Additional amounts of aid	6,0	1,7	28,5 %	8,8 %	0,5	19,6 %	1,2
Total 05 03 Direct aids	39.273,0	32.789,4	83,5 %	83,7 %	32.879,8	-0,2 %	-90,4
OTHER EXPENDITURE							
05 04 05040114 Rural development financed by the EAGGF-Guarantee Section-Programming period 2000-2006	p.m.	-1,5					
05 04 05040302 Plant and animal genetic resources-Completion of earlier measures	p.m.	0,0					
05 07 05070106 Accounting clearance of previous years' accounts	-310,0	-9,3	3,0 %	21,6 %	-67,0	-18,6 %	57,6
(3) 05070107 Conformity clearance of previous years' accounts	p.m.	0,0					
Other lines (05070102 and 050702)	9,5	0,0	0,0 %	19,8 %	1,9	-19,8 %	-1,9
05 08 POLICY STRATEGY AND COORDINATION OF AGRICULTURE AND RURAL DEVELOPMENT POLICY AREA (excl. 050810)	40,6	13,2	32,5 %	3,4 %	1,4	29,1 %	11,8
11 02 (2) FISHERIES MARKETS (excl. 11020103)	30,5	0,0	0,0 %	0,0 %	0,0	0,0 %	0,0
17 01 (1) (2) ADMINISTRATIVE EXPENDITURE OF 'HEALTH AND CONSUMER PROTECTION' POLICY AREA 17010401, 17010405, 17010407 and 17010431	2,3	0,0	0,0 %	4,4 %	0,1	-4,4 %	-0,1
17 03 (1) (2) PUBLIC HEALTH 17 03 02 Community tobacco fund - direct payments by the EU	16,9	0,0	0,0 %	0,0 %	0,0	0,0 %	0,0
17 04 (1) (2) FOOD AND FEED SAFETY, ANIMAL HEALTH, ANIMAL WELFARE AND PLANT HEALTH 170401 to 170407 (excl. 17040303)	352,7	287,4	81,5 %	43,9 %	154,9	37,6 %	132,5
Total Expenditure (excluding 05 02 16)	43.819,8	33.746,7	77,0 %	76,9 %	33.712,9	0,1 %	33,8

Assigned Revenue	taken into account in the budget						
6 7 0 1 Clearance of EAGF accounts — Assigned revenue	600,0	188,8					
6 7 0 2 EAGF irregularities — Assigned revenue	91,0	55,4					
6 7 0 3 Superlevy from milk producers — Assigned revenue	98,0	98,1					
Assigned revenue carried over from 2009	133,0	141,5					
Total Revenue (excluding 6 8)	922,0	483,8					

Sugar Restructuring Fund	taken into account in the budget						
05 02 16 Sugar Restructuring Fund	439,7	0,7					
6 8 0 1 Temporary restructuring amounts — Assigned revenue	606,8	606,8					
Assigned revenue carried over from 2009	717,9	768,3					
6 8 0 2 Irregularities concerning the temporary restructuring fund — Assigned revenue	p.m.	0,0					
6 8 0 3 Clearance with regard to the temporary restructuring fund — Assigned revenue	p.m.	0,0					
Total Sugar Restructuring Fund	885,0	1.374,3					

(*) For information only: expenditure against original appropriations and estimated assigned revenue							
05 02 08 Fruits and vegetables (including estimated assigned revenue of 222 Mio EUR)(****)	942,1	177,3	18,8 %	22,7 %	213,7	-3,9 %	-36,4
05 03 01 Decoupled direct aids (including estimated assigned revenue of 700 Mio EUR)(****)	33.972,0	29.155,5	85,8 %	87,8 %	29.831,9	-2,0 %	-676,4

(*) Budget year = 16.10.2009 to 15.10.2010 but direct expenditure possible until 31.12.2010
(**) It concerns the commitments
(****) Including use of assigned revenues carried over from the previous year

(1) Chapter not exclusively EAGF
(2) Chapter outside title 05 but included in EAGF
(3) Used only for cases in which Member States are beneficiaries
(4) Of which 300 EUR million are entered in chapter 40 02