

# COMMISSION OF THE EUROPEAN COMMUNITIES

COM(82) 72 final

Brussels, 4 March 1982

Proposal for a  
COUNCIL REGULATION (EEC)  
on the acceleration of agricultural development in certain regions of  
Greece

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(submitted to the Council by the Commission)

COM(82) 72 final



EXPLANATORY MEMORANDUM

The 22 mountainous and less-favoured prefectures of continental Greece with which this proposal is concerned account for some 50 % of <sup>(1)</sup> all the less-favoured areas within the meaning of Directive 81/645/EEC, that is, one-third of the national territory.

The main structural features of these areas are as follows :

- more than half the working population is engaged in agriculture. Over the period 1961-71, the population declined by 22 %, as compared with a 15.5 % increase elsewhere in Greece;
- only one home in three is supplied with drinking water;
- farm roads are totally inadequate;
- almost 50 % of the land is pasture and 25 % wood land. Arable land and permanent crops account for only 17 % of farmland, as compared with 30 % elsewhere;
- the average size of farm (2.7 ha) and plot (0.45 ha) is only 60 % of the national average and, in many cases, even well below this level;
- only 5 % of farmers have received any agricultural training, whilst less than 1 % have followed a complete course of agricultural training. In the areas not covered by this proposal, 20 % of farmers have received agricultural training;
- the gross agricultural product per holding or per hectare is less than 30 % of that achieved elsewhere in Greece.

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(1) OJ L 238, 24.8.1981, p. 1

The situation could be improved by means of a programme of measures to meet the main requirements of agricultural development in these areas.

Such a programme would therefore have to consist of measures relating to :

- rural infrastructures, and in particular public services such as electricity, drinking water, farm roads and local roads;
- small-scale irrigation networks using the water supplies available to improve the conditions for agricultural production;
- the improvement of pastures and protection against erosion;
- the development of cattle, sheep and goat farming;
- the improvement of facilities for agricultural training by the establishment of training centres or by the enlargement and renovation of existing centres;
- soil and water conservation, afforestation and the improvement of degraded forests, including measures to safeguard and maintain the woodland required for the protection of agricultural land.

The proposed programme involves a total cost for the EAGGF Guidance section of 197.9 MECU. 34 MECU of this total will fall in the 1980/84 five year allocation. According to the table given by the Commission with its proposal concerning the level of interest rate subsidies (doc. COM (81) 770 final, 11 December 1981, page 7), credits are available to finance this amount within the present allocation.

Proposal for a  
COUNCIL REGULATION (EEC)  
on the acceleration of agricultural development in certain regions of Greece

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THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,  
and in particular Article 43 thereof,

Having regard to the proposal from the Commission(1),

Having regard to the opinion of the European Parliament (2),

Having regard to the opinion of the Economic and Social Committee (3),

Whereas Article 39(2) (a) of the Treaty provides that the social structure of agriculture and the structural and natural disparities between the various agricultural regions must be taken into account in working out the common agricultural policy;

Whereas, to achieve the aims of the common agricultural policy set out in Article 39(1)(a) and (b) of the Treaty, special measures appropriate to the situation in the less-favoured agricultural areas should be taken at Community level;

Whereas, in certain less-favoured areas of Greece, within the meaning of Council Directive 81/645/EEC of 20 July 1981 concerning the Community list of less-favoured farming areas within the meaning of Directive 75/268/EEC (Greece) (4), there are serious problems of underemployment in agriculture;

Whereas, in these areas, the percentage of the working population engaged in agriculture is relatively high and agricultural incomes are very low;

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(1) OJ

(2) OJ

(3) OJ

(4) OJ L 238, 24.8.1981, p. 1

Whereas the infrastructure in these rural regions is very inadequate, particularly in public services such as electricity, drinking water, farm roads and local roads, and whereas the provision of new or better services is an important prerequisite for the improvement of agricultural structures;

Whereas agricultural production in these regions is seriously hampered by a particularly poor hydrological balance and whereas the available water can be used to establish small irrigation networks;

Whereas, in the mountain and hill areas, the improvement of pastures and protection against erosion are essential prerequisites for the improvement of agriculture in these regions;

Whereas relatively few farmers in these regions are capable of implementing a development plan with a view to attaining the comparable income level referred to in Article 4(1) of Council Directive 72/159/EEC of 17 April 1972 on the modernisation of farms (1), as last amended by Directive 81/528/EEC(2), and whereas the development of cattle, sheep and goat farming, together with the improvement of pastures and irrigation, could help to bring about an effective and permanent improvement in the economic position of farms;

Whereas the level of training among the farming population is particularly low, whereas the measures to improve the conditions for agricultural production cannot achieve their full effect unless farmers acquire greater occupational skill, and whereas, therefore, it is necessary to improve the infrastructure for agriculture training by establishing training centres or by enlarging and renovating existing centres;

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(1) OJ No L 96, 24.4.1972, p. 1

(2) OJ No L 197, 20.7.1981, p. 41

Whereas, since some farmland is affected by erosion, soil and water conservation is a particularly important requirement and whereas afforestation and the improvement of degraded forests, including measures to protect and maintain forests, constitute appropriate means of protecting farmland in these regions;

Whereas these objectives should be furthered by action combining these various elements within the framework of a special programme;

Whereas it follows from the foregoing that the abovementioned measures constitute a common measure within the meaning of Article 6 of Council Regulation (EEC) No 729/70 of 21 April 1970 on the financing of the common agricultural policy (1), as last amended by Regulation (EEC) No 3509/80 (2);

Whereas it is for the Commission, after receiving the opinion of the Standing Committee on Agricultural Structure, to decide whether to approve the programme submitted by the Greek Government,

HAS ADOPTED THIS REGULATION :

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(1) OJ No L 94, 28.4.1970, p. 13

(2) OJ No L 367, 31.12.1980, p.87

## Title I

### Measures aimed at accelerating agricultural development in certain regions of Greece

#### Article 1

1. In order to accelerate agricultural development in certain regions of Greece, a common measure within the meaning of Article 6(1) of Regulation (EEC) No 729/70, to be implemented by Greece, is hereby introduced for the purpose of bringing about a significant improvement in the agricultural structures and the potential for agricultural production in the regions concerned.
2. The common measure shall apply to the less-favoured areas of the prefectures of Evritania, Karditsa, Trikala, Fthiotis, Fokis, Etoloakarnania, Arta, Preveza, Ioannina, Thesprotja, Grevena, Larisa, Kozani, Kastoria, Florina, Korinthia, Akhaia, Ilia, Messinia, Lakonia, Argolis and Arkadia, within the meaning of Directive 81/645/EEC.
3. The Community may, in accordance with Title VIII, grant aid for the common measure by financing through the Guidance Section of the European Agricultural Guidance and Guarantee Fund, hereinafter referred to as "the Fund", measures relating to :
  - a) the improvement of rural infrastructure;
  - b) irrigation;
  - c) land improvement;
  - d) the development of cattle, sheep and goat farming;
  - e) the improvement of facilities for agricultural training;
  - f) forestry improvement.
4. The measures referred to in paragraph 3 shall be undertaken within the framework of a programme to be drawn up by the Greek Government and approved by the Commission.



Article 2

1. The programme referred to in Article 1(4) shall comprise :
  - a) a description of the separate measures included therein, as outlined in Titles II to VII, including the cost and the financing arrangements,
  - b) the timetable envisaged for the implementation of the various measures,
  - c) the provisions for coordination with any other programmes or measures which may influence the development of agriculture in the region concerned,
  - d) an assurance that the planned measures are compatible with the protection of the environment.
2. The programme shall also include the particulars referred to in Articles 5, 7, 9, 11, 13 and 15. The Greek Government shall also supply any additional information which may be required by the Commission for the assessment of the programme.
3. All measures referred to in the common measure must fall within the framework of the regional development programme where Greece is obliged to forward it to the Commission under Article 6 of Council Regulation (EEC) No 724/75 of 18 March 1975 establishing a European Regional Development Fund.
4. The duration of the programme shall be at least the same as that of the common measure.

Article 3

1. The programme shall be forwarded to the Commission by the Greek Government.
2. The programme and any amendments thereto shall be approved in accordance with the procedure provided for in Article 21 after consultation of the Fund Committee on the financial aspects.

Title II  
Rural Infrastructure

Article 4

The improvement of rural infrastructure referred to in Article 1 (3)(a) shall include :

- a) the provision of electricity and drinking water supplies for farms and villages or parts of villages whose inhabitants are dependent principally on agriculture;
- b) the construction and improvement of farm roads and local roads used mainly for agriculture and forestry.

Article 5

1. The following particulars must be provided by the programme referred to in Article 1(4) :
  - data on the farming and non-farming population ;
  - an estimate of the number of farms to be supplied with electricity and drinking water ;
  - the length of the farm roads and local roads to be constructed or improved and an estimate of the number of farms to be served by these roads.
2. This Regulation shall not apply to projects for which Community aid is being provided under other common measures within the meaning of Article 6(1) of Regulation (EEC) No 729/70 or through the European Regional Development Fund.

Title III  
Irrigation

Article 6

The irrigation referred to in Article 1(3)(b) shall comprise the construction of small-scale public irrigation networks not exceeding 400 hectares as a general rule.

Article 7

The following particulars must be provided by the programme referred to in Article 1(4) :

- a) the areas to be irrigated, their location and estimates of the number of projects and farms which will benefit;
- b) the estimated cost and the schedule of expenditure;
- c) the aid to be granted towards this work.

Title IV

Land improvement

Article 8

Land improvement as referred to in Article 1(3) (c) shall include :

- a) the improvement of pastures, including the provision of the necessary facilities;
- b) work to protect farmland against erosion by water, such as bench terraces and collecting ditches.

Article 9

The following particulars must be provided by the programme referred to in Article 1(4) :

- a) - the area of pasture to be improved, the nature and scope of the work planned;  
- the estimated cost and the schedule of expenditure;  
- the aid to be granted towards this work.
- b) the area of farmland affected by the measures to protect against erosion, the nature of the work and the estimated cost.

Title V

Measures to promote the development of cattle, sheep  
and goat farming

Article 10

1. The measures shall relate to :
  - a) aid for the modernisation and construction of livestock housing;
  - b) aid for the purchase of machinery for fodder production;
  - c) aid for the purchase of male breeding animals of approved quality, provided that, on completion of the plan for the improvement of the holding, the share of sales deriving from cattle, sheep and goat farming exceeds 60 % of the holding's total sales;
  - d) a premium for beef-breed calves or calves resulting from a cross with a beef-breed cow, which are kept for at least 12 months on the holding of origin.
  
2. The aids referred to in paragraph 1(a), (b) and (c) shall be granted to farmers who practise farming as their main occupation and who draw up a plan for the improvement of their holding. This improvement plan must show :
  - that the investments specified in the improvement plan amount to at least 2 500 ECU per holding;
  - that, on completion of the improvement plan, the share of sales deriving from the production of beef and veal, sheepmeat and goatmeat, in relation to the holding's total sales, is not reduced and exceeds 40 % of the holding's total sales;
  - by means of a specific calculation, that the investment is economically profitable and makes for a lasting improvement in the economic performance of the holding and thereby for an increase in the holding's income ;
  - that the livestock housing meets the health and hygiene conditions laid down by Community provisions.
  
3. The aid referred to in paragraph 1(a), (b) and (c) shall be granted in accordance with Article 8(2) of Directive 72/159/EEC, taking account of Article 9(1) of Council Directive 75/268/EEC. However, the maximum investment to be taken into consideration for the granting of the aid referred to in paragraph 1(a) shall be reduced to 18 135 ECU per individual holding.

### Article 11

The following particulars must be provided by the programme referred to in Article 1(4) :

- a) an indication of the provisions concerning the establishment of the improvement plan referred to in Article 10(2);
- b) the measures taken to achieve the objectives and the conditions for the granting of aid;
- c) an estimate of the number of farms benefiting from these measures;
- d) the financial resources earmarked for the implementation of the measures;
- e) the links between the measures described under this Title and those mentioned under Titles III and IV.

### Title VI

#### Improvement of facilities for agricultural training

### Article 12

1. The improvement of facilities for agricultural training referred to in Article 1(3)(e) shall involve the provision and equipment of
  - agricultural training centres;
  - provincial agricultural training centres.
2. The main objective of the training centres shall be to organise training courses as defined in Title II of Council Directive 72/161/EEC of 17 April 1972 concerning the provision of socio-economic guidance for and the acquisition of occupational skills by persons engaged in agriculture.

### Article 13

The following particulars shall be provided by the programme referred to in Article 1(4) :

- a) the number of training centres already in existence and to be established;
- b) the number of centres where existing facilities are to be improved;
- c) the number of participants to be accommodated in the centres referred to under (a) and (b) respectively;
- d) the estimated cost of the measures referred to under (a) and (b) respectively;
- e) the content and duration of the planned training courses.

Title VII

Forestry measures

Article 14

1. Forestry improvement as referred to in Article 1(3)(f) shall comprise afforestation measures, measures to improve deteriorated forests and other necessary supplementary measures such as the construction of forest roads, the control of floods and fire protection.
2. The measures referred to in paragraph 1 must be a basic requisite for soil and water conservation and must contribute towards the improvement of agriculture in the area concerned.

Article 15

The following particulars must be provided by the programme referred to in Article 1(4) :

- the nature of the work, the area covered by the measures to be taken and the location thereof;
- an estimate of the cost and of the financial resources earmarked for this purpose;
- the economic importance of these measures to the agricultural sector in the regions in question, including the consequences for producers.

Title VIII

Financial and general provisions

Article 16

1. The duration of the common measure shall not exceed five years as from the date on which the programme referred to in Article 1(4) is approved.
2. During the fourth year, the Commission shall submit a progress report on the common measure. Before the end of the five-year period, the Council shall decide, on a proposal from the Commission, whether the measure should be extended.
3. The total contribution by the Fund to the cost of the common measure is estimated at 198,6 million ECU. This figure is purely indicative.
4. Article 6(5) of Regulation (EEC) No 729/70 shall apply to this Regulation.

Article 17

In the case of investments on private land, the financial contribution of the beneficiary must be at least : 15% of the cost of the work referred to in Article 14.

Article 18

1. The expenditure incurred by Greece under the common measure shall be eligible for assistance from the Fund up to the amount specified in paragraph 2.
2. The Fund shall reimburse the Greek Government the following percentages of its actual expenditure :
  - a) 50 % for the work referred to in Article 4. However, this amount may not exceed 40 % of the total cost of the investment, with a maximum eligible amount of :
    - 16 million ECU for electricity supplies;
    - 60 million ECU for drinking-water supplies and the disposal of waste water;
    - 40 million ECU for farm roads and local roads;
  - b) 50 % for the other measures, with a maximum eligible amount of :
    - 4 800 ECU per hectare for the work referred to in Article 6, up to a total area of 35 000 hectares and a maximum total expenditure of 122.5 million ECU;
    - 250 ECU per hectare for the work referred to in Article 8(a), up to a total area of 120 000 hectares and a maximum total expenditure of 25.2 million ECU;
    - 1 500 ECU per hectare for the work referred to in Article 8(b), up to a total area of 4 500 hectares and a maximum total expenditure of 5 million ECU;
    - 38,6 million ECU for the measures referred to in Article 10(1)(a), (b) and (c);
    - 30 ECU per calf up to a maximum total expenditure of 3 million ECU for the measure referred to in Article 10(1)(d);
    - 7 million ECU for the measures referred to in Article 12;
    - 2 300 ECU per hectare for afforestation, up to a total area of 12 000 hectares and a maximum total expenditure of 23.3 million ECU;
    - 2 000 ECU per hectare for the improvement of degraded forest, up to a total area of 10 000 hectares and a maximum total expenditure of 16.5 million ECU;

- 260 ECU per hectare for the control of mountain streams, up to a total protected area of 100 000 hectares and a maximum total expenditure of 21,5 million ECU;
- 150 ECU per hectare for fire protection, up to a total protected area of 50 000 hectares and a maximum total expenditure of 5.8 million ECU;
- 18 000 ECU per kilometre for forest roads, up to a total length of 2 500 kilometres and a maximum total expenditure of 35.2 million ECU;
- 5 % of the total cost of the project concerned for preparatory work relating to projects on private land within the framework of Article 14, up to a maximum total expenditure of 0.8 million ECU.

3. Detailed rules for the application of this Article shall be adopted in accordance with the procedure laid down in Article 13 of Regulation (EEC) No 729/70.

#### Article 19

When the programme referred to in Article 1(4) is approved, the Commission shall determine, in agreement with Greece, the manner in which it is to be kept informed of the progress of the specific development measures.

#### Article 20

1. Requests for reimbursement shall relate to expenditure incurred by Greece during one calendar year and shall be submitted to the Commission before 1 July of the following year.
2. Aid from the Fund shall be granted in accordance with Article 7(1) of Regulation (EEC) No 729/70.
3. Advance payments may be granted by the Fund in accordance with the rules on financing adopted by Greece and in accordance with the progress of the programme.
4. Detailed rules for the application of this Article shall be adopted under the procedure laid down in Article 13 of Regulation (EEC) No 729/70.



Article 21

1. Where the procedure laid down in this Article is to be followed the matter shall be referred to the Standing Committee on Agricultural Structure by the chairman either on his own initiative or at the request of the representative of a Member State.
2. The representative of the Commission shall submit a draft of the measures to be adopted. The Standing Committee on Agricultural Structure shall deliver its opinion on those measures within a period which may be set by the chairman according to the urgency of the matter. An opinion shall be adopted by a majority of 45 votes, the votes of the Member States being weighted as laid down in Article 148(2) of the Treaty. The chairman shall not vote.
3. The Commission shall adopt the measures, which shall be immediately applicable. However, if such measures are not in accordance with the opinion delivered by the Standing Committee on Agricultural Structure they shall be communicated forthwith by the Commission to the Council. In that case, the Commission may defer application of the measures which it has decided upon by not more than one month from the date of such communication. The Council, acting by a qualified majority, may adopt a different decision within one month.

Article 22

This Regulation shall enter into force on the third day following that of its publication in the Official Journal of the European Communities.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council,  
The President

# FINANCIAL STATEMENT

Date : 14.1.82

1. BUDGET HEADING : 329

APPROBIATIONS : p.m.

2. TITLE : proposal for a Council Regulation on the acceleration of agricultural development in certain regions of Greece

3. LEGAL BASIS : Article 6 of Regulation 729/70

4. AIMS OF PROJECT : to improve infrastructures, forests, stockfarming and crop production

| 5. FINANCIAL IMPLICATIONS                             | PERIOD OF 12 MONTHS | CURRENT FINANCIAL YEAR<br>( 82 ) | FOLLOWING FINANCIAL YEAR<br>( 83 ) |
|---|---------------------|----------------------------------|------------------------------------|
| 5.0 EXPENDITURE                                       |                     |                                  |                                    |
| - CHARGED TO THE EC BUDGET<br>(REFUNDS/INTERVENTIONS) |                     | Token entry                      | 6 million ECU                      |
| - NATIONAL ADMINISTRATION                             |                     | Token entry                      | 6.7 million ECU                    |
| - OTHER   |                     | -                                | -                                  |
| 5.1 RECEIPTS  |                     |                                  |                                    |
| - OWN RESOURCES OF THE EC<br>(LEVIES/CUSTOMS DUTIES)  |                     |                                  |                                    |
| - NATIONAL  |                     |                                  |                                    |

|                             | 1984       | 1985       | 1986       | 1987       |
|-----------------------------|------------|------------|------------|------------|
| 5.0.1 ESTIMATED EXPENDITURE | 28 mio ECU | 46 mio ECU | 46 mio ECU | 46 mio ECU |
| 5.1.1 ESTIMATED RECEIPTS    |            |            |            |            |

5.2 METHOD OF CALCULATION    see Annex

YES/NOX

YES/NOX XX

YES/NOX

6.3 WILL FUTURE BUDGET APPROBIATIONS BE NECESSARY ?

YES/NOX

OBSERVATIONS :

## ANNEX

### 1. INFRASTRUCTURES

#### 1.1. Electrification

The total cost is estimated at 16 million ECU, 40% of which may be reimbursed by the EAGGF, i.e. 6.4 million ECU.

#### 1.2. Drinking-water supplies

The total cost is estimated at 60 million ECU, 40% of which may be reimbursed by the EAGGF, i.e. 24 million ECU.

#### 1.3. Farm roads and local roads

The total cost is estimated at 40 million ECU, 40% of which may be reimbursed by the EAGGF, i.e. 16 million ECU.

### 2. IRRIGATION

Area estimated at 35 000 ha.

Average cost: 3 500 ECU/ha.

Total:  $35\ 000 \times 3\ 500 = 122.5$  million ECU, 50% of which may be reimbursed by the EAGGF, i.e. 61.3 million ECU.

### 3. LAND IMPROVEMENT

#### 3.1. Pastures

Area estimated at 120 000 ha.

Average expenditure: 210 ECU/ha

Total cost:  $120\ 000 \times 210 = 25,2$  million ECU

50% of which may be reimbursed by the EAGGF, i.e. 12,6 million ECU.

#### 3.2. Protection against erosion

Area estimated at 4 500 ha.

Average cost: 1 100 ECU/ha.

Total: 4.95 million ECU, 50% of which may be reimbursed by the EAGGF, i.e. 2.5 million ECU.

4. MEASURES TO PROMOTE THE DEVELOPMENT OF CATTLE, SHEEP AND GOAT FARMING

4.1. Aid for the modernization and construction of livestock housing and for the purchase of machinery and breeding stock

Sheep and goats

Average investment : 6 000 ECU per holding  
Number of holdings : 11 000  
Maximum aid: 50%

$$6\ 000 \times 11\ 000 \times 50\% = 33\ \text{million ECU.}$$

Cattle

Average investment : 7 500 ECU per holding  
Number of holdings : 1 500  
Maximum aid: 50%

$$7\ 500 \times 1\ 500 \times 50\% = 5.6\ \text{million ECU.}$$

Total aid: 38.6 million ECU, 50% of which may be reimbursed by the EAGGF, i.e. 19.3 million ECU.

4.2. Premium for the keeping of beef-breed calves

The number of calves in respect of which farmers may receive aid is put at 20 000 per year. Over a 5-year period, aid would be granted on 100 000 calves. The premium will be 30 ECU.

100 000 x 30 = 3 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 1.5 million ECU.

5. ESTABLISHMENT AND IMPROVEMENT OF FACILITIES FOR AGRICULTURAL TRAINING

5 centres at 1 million ECU = 5 million ECU

12 regional centres at 0.166 million ECU = 2 million ECU

Total 7 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 3.5 million ECU.

6. FORESTRY MEASURES

6.1. Afforestation

Area concerned : 12 000 ha  
Average cost : 2 000 ECU/ha

Some 20% of the afforestation will be on private land, with the beneficiary bearing 15% of the cost, i.e.

$$12\ 000 \times 20\% \times 2\ 000 \times 15\% = 720\ 000\ \text{ECU}$$

Total cost : 12 000 x 2 000 ECU = 24 million ECU

- 0.7

23.3 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 11.7 million ECU.

6.2. Improvement of degraded forest

Area estimated at 10 000 ha  
Average cost : 1 700 ECU/ha.

Some 20% of the forestry improvements will be carried out on private land, with the beneficiary bearing 15% of the cost, i.e.

$$10\ 000 \times 20\% \times 1\ 700 \times 15\% = 510\ 000\ \text{ECU}$$

Total cost: 10 000 x 1 700 = 17 million ECU  
- 0.5

16.5 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 8.2 million ECU.

6.3. Control of water-courses

Area to be protected : 100 000 ha  
Average cost : 215 ECU/ha.

Total : 21.5 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 10.7 million ECU.

6.4. Fire protection

Area to be protected : 50 000 ha  
Average cost: 120 ECU/ha

Some 20% of the forests to be protected are located on private land, with the beneficiary bearing 15% of the cost, i.e.

$$50\ 000 \times 20\% \times 120 \times 15\% = 180\ 000\ \text{ECU}$$

Total cost : 50 000 x 120 ECU = 6 million ECU  
- 0.18

5.82 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 2.9 million ECU.

6.5. Forest roads

Length of roads : 2 500 km  
Average cost : 14 500 ECU/km

Some 20% of the roads will be built in private forests, with the beneficiary bearing 15% of the costs, i.e..

$$2\ 500 \times 20\% \times 14\ 500 \times 15\% = 1\ 087\ 500\ \text{ECU}$$

Total cost : 2 500 x 14 500 = 36.25 million ECU  
- 1.1

35.15 million ECU, of which 50% may be reimbursed by the EAGGF, i.e. 17.6 million ECU.

6.6. Preparatory work

The beneficiaries of projects on private land may receive aid amounting to 5% of the total cost of preparatory work:

|                      |                    |
|----------------------|--------------------|
| 12 000 x 20% x 2 000 | = 4.8 million ECU  |
| 10 000 x 20% x 1 700 | = 3.4 million ECU  |
| 50 000 x 20% x 120   | = 1.2 million ECU  |
| 2 500 x 20% x 14 500 | = 7.25 million ECU |

Total = 16.65 million ECU

5% = 0.83 million ECU

of which 50% may be reimbursed by the EAGGF, i.e. 0.4 million ECU.

7. SUMMARY OF COSTS

('000000 ECU)

| Measure                                | Total aid    | Community contribution | EAGGF expenditure |
|--|--------------|------------------------|-------------------|
| <b>1. INFRASTRUCTURES:</b>             |              |                        |                   |
| - electricity                          | 16           | 40%                    | 6.4               |
| - drinking water                       | 60           | 40%                    | 24                |
| - roads                                | 40           | 40%                    | 16                |
| Subtotal                               | 116          |                        | 46.4              |
| <b>2. IRRIGATION:</b>                  | 122.5        | 50%                    | 61.3              |
| <b>3. LAND IMPROVEMENTS:</b>           |              |                        |                   |
| - pastures                             | 25,2         | 50%                    | 12,6              |
| - protection against erosion           | 5            | 50%                    | 2.5               |
| Subtotal                               | 30,2         |                        | 15,1              |
| <b>4. DEVELOPMENT OF STOCKFARMING:</b> |              |                        |                   |
| - investments                          | 38.6         | 50%                    | 19.3              |
| - premium for keeping calves           | 3            | 50%                    | 1.5               |
| Subtotal                               | 41.6         |                        | 20.8              |
| <b>5. AGRICULTURAL TRAINING</b>        | 7            | 50%                    | 3.5               |
| <b>6. FORESTRY MEASURES</b>            |              |                        |                   |
| - afforestation                        | 23.2         | 50%                    | 11.7              |
| - improvement of degraded forest       | 16.5         | 50%                    | 8.2               |
| - control of watercourse               | 21.5         | 50%                    | 10.7              |
| - fire protection                      | 5.8          | 50%                    | 2.9               |
| - forest roads                         | 35.2         | 50%                    | 17.6              |
| - preparatory work                     | 0.8          | 50%                    | 0.4               |
| Subtotal                               | 103.1        |                        | 51.5              |
| <b>T O T A L</b>                       | <b>420,4</b> |                        | <b>198,6</b>      |

8. SCHEDULE OF EXPENDITURE

Assumptions: - the programme will be adopted in July 1983

- the initial rate of implementation is forecast on the basis of experience with other programmes

(million ECU)

| Budget year | EAGGF expenditure |           |
|-------------|-------------------|-----------|
|             | Annual            | Aggregate |
| 1983        | 6                 | 6         |
| 1984        | 28                | 34        |
| 1985        | 46                | 80        |
| 1986        | 46                | 126       |
| 1987        | 46                | 172       |
| 1988        | 26,6              | 198,6     |

