

COMMISSION OF THE EUROPEAN COMMUNITIES

COM(76) 519 final

Brussels, 4 October 1976

Proposal for a
COUNCIL REGULATION

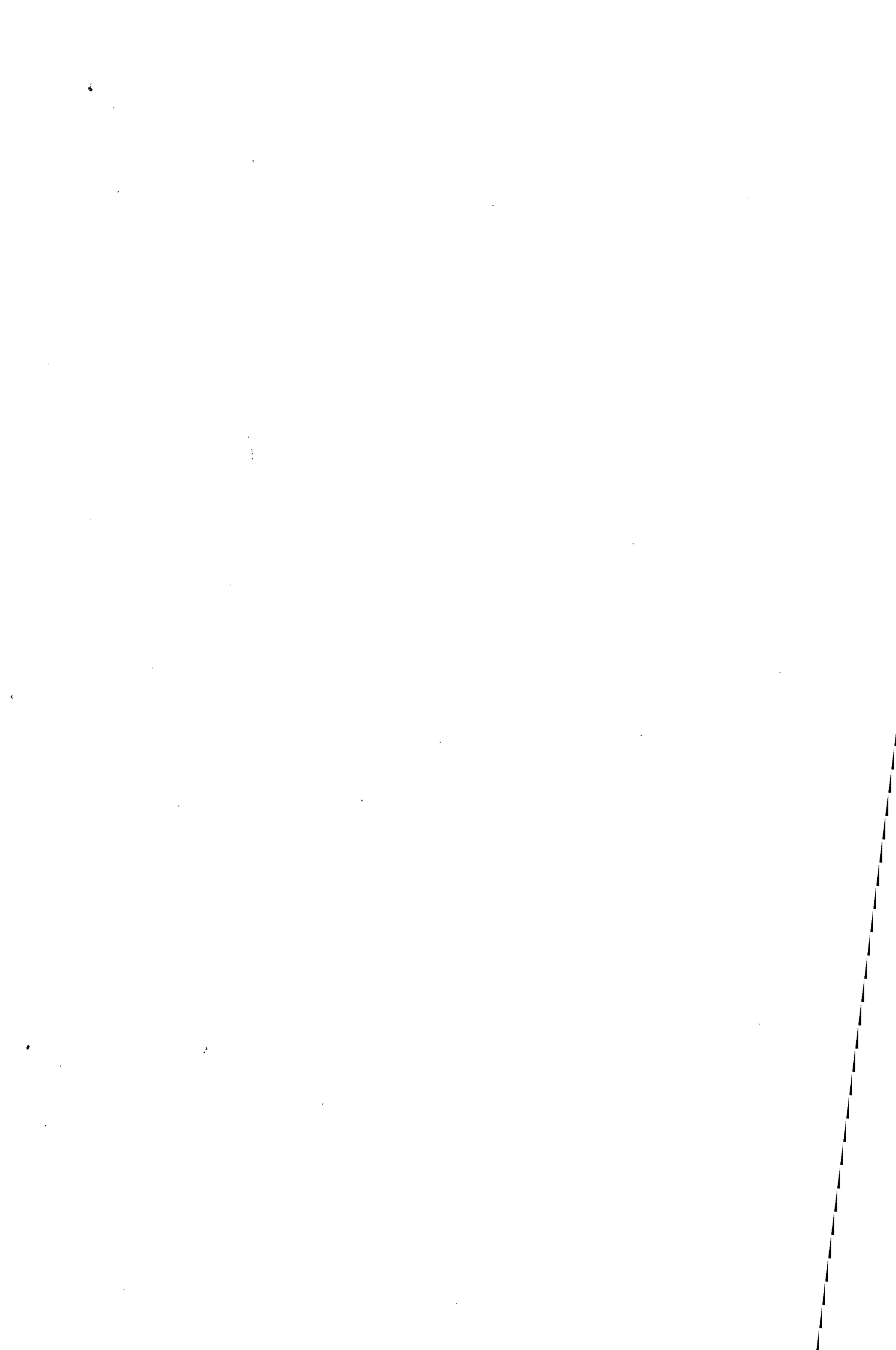
on the transfer to the Italian intervention agency
of butter held by the intervention agencies of
other Member States

Proposal for a
COUNCIL REGULATION

on the transfer to the Italian intervention agency
of frozen beef held by the intervention agencies of
other Member States

(submitted to the Council by the Commission)

COM(76) 519 final



EXPLANATORY MEMORANDUM

A feature of the markets in beef and veal and in milk is the very large quantity of these products which is held in stock. These stocks are, however, mainly concentrated in certain Member States and Italy is currently experiencing a shortfall in the supply of butter and certain qualities of beef and veal.

Further, the present economic crisis in Italy has meant a high rate of inflation and high prices.

The aim of this proposal, which would make available to the Italian intervention agency 10.000 t of butter and 40.000 + of beef and veal for sale on the Italian market, is to help stabilize prices on the market and ease the stocks held by intervention agencies in other Member States.



PROPOSAL

* for a Council Regulation

on the transfer to the Italian intervention agency of butter
held by the intervention agencies of other Member States

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) N° 804/68 of 27 June 1968 on
the common organization of the market in milk and milk products¹, as
last amended by Regulation (EEC) N° 559/76², and in particular Article 6
(6) thereof,

Having regard to Council Regulation (EEC) N° 729/70 of 21 April 1970 on
the financing of the common agricultural policy³, as last amended by
Regulation (EEC) N° 2788/72⁴, and in particular Article 3 (2) thereof,

Having regard to the proposal from the Commission,

Whereas there are large stocks of butter on the Community market;
whereas these stocks are mainly held by certain Member States ;
whereas Italy possesses no such stocks because of the
particular nature of its milk production ;

Whereas, in view of the present economic situation in Italy, which
is due in particular to a very high rate of inflation, there should be
made available to the Italian intervention agency part of the stocks
of butter which are available in intervention in the other Member
States to be placed on the Italian market, which has a short-
fall in this product, in order to help to stabilize consumer prices;

Whereas rules should be laid down for taking over the butter and for
transferring responsibility for it ;

1 OJ N° L 148, 28.6.1968, p. 13

2 OJ N° L 67, 15.3.1976, p. 9

3 OJ N° L 94, 28.4.1970, p. 1

4 OJ N° L 295, 30.12.1972, p. 1

Whereas the provisions covering the accounting side of this operation should be determined in accordance with the arrangements laid down in Council Regulation (EEC) N° 2306/70 of 10 November 1970 on the financing of intervention expenditure in respect of the domestic market in milk and milk products⁵, as last amended by Regulation (EEC) N° 1844/76⁶

Whereas such measures involve the Guarantee Section of the European Agricultural Guidance and Guarantee Fund in bearing the cost of transport ,

HAS ADOPTED THIS REGULATION :

Article 1

1. 10 000 tonnes of butter held by the intervention agencies of other Member States shall be made available to the Italian intervention agency for placing on the Italian market before 1 April 1977.
2. The arrangements for applying this Regulation shall be adopted in accordance with the procedure laid down in Article 30 of Regulation (EEC) N° 804/68. These arrangements shall establish which intervention agencies are to make the butter available and how it is to be transported.

Article 2

1. The intervention agencies holding the products referred to in Article 1 shall enter the quantities of butter transferred as a zero debit in the account referred to in Article 3 (2) (a) of Regulation (EEC) N° 2306/70.
2. The Italian intervention agency shall enter the quantities of butter of which it has taken delivery as a zero credit in the account referred to in paragraph 1.
3. The costs of transporting the quantities of butter referred to in Article 1 shall be entered in the account referred to in Article 3 (2) (a) of Regulation (EEC) N° 2306/70.

(5) OJ N° L 249, 17.11.1970, p.4

(6) OJ N° L 204, 30.07.1976, p.1

Article 3

This Regulation shall enter into force on the third day following 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

FINANCIAL STATEMENT

DATE : 27/9/1976

1. BUDGET LINE CONCERNED : 6221

2. ACTION : Proposal for a Council Regulation on the transfer to the Italian intervention agency of butter held by intervention agencies in other Member States.

3. LEGAL BASIS : Regulations (EEC) Nos 804/68 and 729/70

4. OBJECTIVES : Transfer of 10.000 t of butter held in public stocks to the Italian intervention agency.

5. FINANCIAL CONSEQUENCE	FOR THE MARKETING YEAR	CURRENT FINANCIAL YEAR (76)	FOLLOWING FINANCIAL YEAR (77)
5.0 EXPENDITURE			
-CHARGED TO THE EC BUDGET (REGIONS/INTERVENTIONS)	+ 0,6 Mio u.a	+0,6 Mio u.a 1)	
-CHARGED TO NATIONAL ADMINISTR.	1)		
-CHARGED TO OTHER NATIONAL GROUPS			
5.1 RECEIPTS			
-OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES)			
-NATIONAL			

YEAR 1977..... YEAR 1978..... YEAR 1979.....

5.0.1 PLURIANNUAL PATTERN OF EXPENDITURE

~~5.1.1 PLURIANNUAL PATTERN OF RECEIPTS~~

5.2 METHOD OF CALCULATION Transport costs are estimated at 60 u.a./t. Thus, estimated expenditure is 60 u.a./t x 10.000 t = 0,6 million u.a. Omitted from the calculation is any profit or loss on sales, which is difficult to estimate of the present time and mainly depends on the quantities marketed under the special measures. However, as a rule market prices in Italy are equal to or higher than those in the other Member States.

6.0 FINANCING POSSIBLE WITH CREDITS INSCRIBED IN RELEVANT CHAPTER OF CURRENT BUDGET ? YES/NO^X

6.1 FINANCING POSSIBLE BY TRANSFER BETWEEN CHAPTERS OF CURRENT BUDGET ? YES/NO

6.2 NECESSITY FOR A SUPPLEMENTARY BUDGET ? YES/NO

6.3 CREDITS TO BE WRITTEN INTO FUTURE BUDGETS ? YES/NO

COMMENTS : 1) No account has been taken of the effect of the double rate. It is likely that its effect will be to offset the expenditure incurred on transport.

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PROPOSAL FOR A COUNCIL REGULATION

on the transfer to the Italian intervention agency of frozen beef held
by the intervention agencies of other Member States

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) No 805/68 of 27 June 1968 on the
common organization of the market in beef and veal¹, as last amended by
Regulation (EEC) No 568/76², and in particular Article 7 (2) thereof,

Having regard to Council Regulation (EEC) No 729/70 of 21 April 1970 on
the financing of the common agricultural policy³, as last amended by Regu-
lation (EEC) No 2788/72⁴, and in particular Article 3 (2) thereof,

Having regard to the proposal from the Commission,

Whereas there are large stocks of frozen beef on the Community market;
whereas, however, these stocks are mainly held by certain Member
States, while the stocks in Italy are low for its needs both in
quality and quantity;

Whereas, in view of the present economic situation in Italy, which
is due in particular to a very high rate of inflation, there should be
made available to the Italian intervention agency part of the stocks of
frozen beef which are available in intervention in the other Member
States to be placed on the Italian market, which has a short-
fall in this product, in order to help to stabilize consumer prices;

Whereas rules should be laid down for taking over the meat and for
transferring responsibility for it ;

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- (1) OJ No L 148, 28.6.1968, p. 24
(2) OJ No L 67, 15.3.1976, p. 28
(3) OJ No L 94, 28.4.1970, p. 13
(4) OJ No L 167, 25.7.1972, p. 5
(5) OJ No L 216, 7.8.1974, p. 11
(6) OJ No L 207, 31.7.1976, p. 12

b

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Whereas the provisions covering the accounting side of this operation should be determined in accordance with the arrangements laid down in Council Regulation (EEC) No 2305/70 of 10 November 1970 on the financing of intervention expenditure in respect of the domestic market in beef and veal ⁷, as last amended by Regulation (EEC) No 1174/75⁸ ;

Whereas such measures involve the Guarantee Section of the European Agricultural Guidance and Guarantee Fund in bearing the cost of transport,

HAS ADOPTED THIS REGULATION :

Article 1

1. The Belgian, Danish, Dutch, French, German and Irish intervention agencies shall make available to the Italian intervention agency 30 000 tonnes of carcasses and compensated quarters and 10 000 tonnes of boned beef, to be placed on the Italian market before 1 April 1977.
2. The arrangements for applying this Regulation shall be adopted in accordance with the procedure laid down in Article 27 of Regulation (EEC) No 805/68. These arrangements shall establish which intervention agencies are to make the beef available and how it is to be transported.

Article 2

1. The Belgian, Danish, Dutch, French, German and Irish intervention agencies shall enter the quantities of meat transferred pursuant to Article 1 as a zero debit in the account referred to in Article 2 (1) of Regulation (EEC) No 2305/70.
2. The Italian intervention agency shall enter the quantities of meat of which it has taken delivery in accordance with Article 1 as a zero credit in the account referred to in paragraph 1.
3. The costs of transporting the quantities of meat referred to in Article 1 shall be entered in the account referred to in Article 1 (1) of Regulation (EEC) No 2305/70.

(7)OJ No L 249, 17.11.1970, p.1

(8)OJ No L 117, 7.5.1975, p.7

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~~8~~

Article 3

This Regulation shall enter into force on the third day following 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,

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