

COMMISSION OF THE EUROPEAN COMMUNITIES

COM(81) 425 final

Brussels, 9 September 1981

Proposal for a
COUNCIL REGULATION (EEC)

laying down general rules in respect of production aid for
olive oil for the 1981/82 marketing year

(submitted to the Council by the Commission)

COM(81) 425 final

EXPLANATORY MEMORANDUM

1. This draft Regulation lays down general rules in respect of production aid for olive oil for the 1981/82 marketing year.
 2. For the greater part, this draft Regulation re-states the general rules applicable in this area for the 1980/81 marketing year, although it specifies the checks, in particular the system of approval to which the mills will be subjected, as from the 1981/82 marketing year.
-

the mills concerned should fulfil a number of conditions; whereas, in order to do this, provision should be made for allowing the producer Member State to seek the cooperation of millers' professional associations;

Whereas the aid in question is of considerable advantage to oil producers and represents a financial burden on the Community; whereas, in order to guarantee that the aid will be granted only in respect of oil which may qualify therefor, it is necessary to provide for a system of appropriate administrative checks;

Whereas the carrying out of such checks should initially be based on a system of crop declarations;

Whereas, in order to facilitate checks on entitlement to aid on the part of members of producer organizations, it should be provided that such organizations should submit a single crop declaration for all their members, verify the data relating to the holdings of a percentage, to be determined, of their members and, for the same purpose, submit a single application for aid in respect of those of their members who have produced oil over a given period; whereas, in order to ensure the proper functioning of the system of aid, it should be made possible to pay such organizations advances on the aid as soon as the application for aid has been submitted; whereas, to the same end, provision should be made for the Member States concerned to determine the system for distributing aid amongst associated producers;

Whereas, in order that the entitlement to aid of member of producer organizations may be checked, it is necessary that the latter should verify the quantities of oil in respect of which aid is applied for by each of their members, taking as a basis both their crop declaration and the stock records of mills;

Whereas, in order to ensure that the checks are effective, it should be provided that the stock records of mills should be kept in a uniform manner; whereas, for the same purpose, it is necessary to subject a representative number of mills to the same checks as on producer organizations,

HAS ADOPTED THIS REGULATION :

Article 1

For the 1981/82 marketing year, the general rules laid down in the following Articles shall apply for the granting of olive oil production aid as referred to in Article 5 of Regulation No 136/66/EEC.

Article 2

Production aid shall be granted in respect of olive oil meeting the specifications laid down in points 1 and 4 of the Annex to Regulation No 136/66/EEC.

In the case of olive growers who belong to a producer organisation, production aid shall be paid for the quantity actually produced, provided that it was obtained at an approved mill.

Article 3

1. Each grower shall submit, by a date to be specified, a crop declaration showing :
- particulars relating to olive trees grown and their location,
 - a declaration stating that he has harvested the olives in the current marketing year,
 - details of the purpose for which the olives are intended;
 - a declaration that the areas covered by the crop declaration were planted with olive trees not later than 31 October 1978 in France and Italy and 1 January 1981 in Greece.

Where growers are members of a producer organization as referred to in Article 2 of Regulation (EEC) No /81, that organization shall submit a single crop declaration for all its members, and shall check the crop declaration of a percentage to be determined of growers who are members of the organization.

2. For the purposes of this Regulation, 'grower' shall mean any producer of olives intended for the production of oil.

Article 4

Production aid shall be granted on application by each party concerned in the Member State in which the oil has been produced.

In the case of growers who are not members of a producer organization, the crop declaration submitted by each one of them shall be deemed to be equivalent to an application for aid.

In the case of growers who are members of a producer organization, that organization shall submit every month a single application for aid for all members who have completed their oil production, provided that the checks referred to in Article 5 have been carried out.

In the case of growers who are members of a producer organization who have sold their production of olives, the application for production aid may not be related to the quantity of oil produced unless that quantity can actually be determined.

Article 5

1. Before making out the application for aid, each producer organization shall verify the quantity of olive oil in respect of which aid is applied for by each of its members. For the purposes of such verification, the organization shall check in particular :
 - that the production of olives declared by each grower as having been pressed in an approved mill tallies with the particulars given on his crop declaration;
 - that the particulars supplied by growers relating to the quantities of olives pressed and the quantities of oil obtained tallies with the quantities of olives and oil stated in the stock records of approved mills.
2. Where the particulars referred to in the first indent of paragraph 1 appear not to tally, the producer organization shall require all necessary supporting documents to be provided.
If an examination of such documents does not enable the producer organization to establish the quantity of olives produced, the file relating to the grower concerned shall be forwarded to the Member State.

Where the particulars referred to in the second indent of paragraph 1 appear not to tally, the producer organization shall forward the grower's file to the Member State.

Article 6

1. The producer Member State shall be authorized to pay to producer organizations, as soon as the application for aid has been submitted, an advance not exceeding 70 % of the amount of aid applied for.
2. The Member States concerned shall determine the procedure for payment of aid by producer organizations to their members.
The Member States shall communicate to the Commission the measures laid down for that purpose, as soon as they are adopted.

Article 7

1. Each producer organization shall check the activities and stock records of the approved mills indicated to it by the Member State concerned. The mills shall be chosen by the Member State concerned and must be representative of the pressing capacity of a given production zone.
2. Each producer organization shall inform the Member State concerned of the results of the checks referred to in paragraph 1.

Article 8

1. Each producer Member State shall set up a system of administrative checks ensuring that the product in respect of which aid is applied for is eligible for such aid.
2. Producer Member States shall verify the activities of each producer organisation and, in particular :
 - the checking operations carried out pursuant to Articles 5 and 7,
 - that crop declarations are accurate.
3. With regard to the olive oil referred to at point 1 of the Annex to Regulation No 136/66/EEC and produced by growers who are not members of a producer organization, the check shall be carried out by random sampling on the spot, and must make it possible to verify :
 - that crop declarations are accurate;
 - that the olive harvest has been completed;
 - that the olives harvested are to be used for the production of oil and, if possible, that such olives have actually been processed into oil.
4. The checks referred to in paragraph 3 shall relate to a percentage of growers to be determined, account being taken in particular of the size of holdings.

Article 9

Producer Member States shall require approved mills to keep standardized stock records meeting criteria to be laid down.

The Member State concerned shall verify that the stock records are kept in conformity with the criteria in question.

Article 10

1. The producer Member State shall determine the quantity of olive oil eligible for aid on the basis of the applications submitted in accordance with the provisions of Article 4.

2. The Member State shall determine the quantity of olive oil eligible for aid in the case of associated producers whose files have been forwarded to it by producer organizations in accordance with Article 5(2).

For this purpose, it shall take account of the olive and oil yields fixed in accordance with Article 11.

3. Where the checks referred to in Articles 7 to 9 do not enable the figures appearing in the stock records of an approved mill to be confirmed, the Member State concerned, without prejudice to any sanctions applicable to the mill in question, shall determine the quantity of oil eligible for aid in the case of each producer who is a member of an organization which has had its olive production pressed in the mill in question.
4. Moreover, with regard to the olive oil referred to at point 4 of the Annex to Regulation No 136/66/EEC, the quantity eligible for aid shall be determined on the basis of the oil production referred to at point 1 of the said Annex.

Article 11

The olive and oil yields referred to in the second indent of Article 5(2) of Regulation No 136/66/EEC shall be fixed in respect of each homogeneous production zone on the basis of the figures supplied by producer Member States not later than 31 May 1982.

Article 12

1. Member States shall approve only mills which:
 - (a) have complied during the 1980/81 marketing year with the obligations laid down in Article 12 of Regulation (EEC) No 2529/80⁽¹⁾;
 - (b) have not been prosecuted for irregularities found during checks made pursuant to Article 9 of Regulation (EEC) No 2941/80⁽²⁾;
 - (c) have complying with certain criteria to be determined;
 - (d) keep a stock record pursuant to Article 9;
 - (e) agree to undergo any check provided for under the aid procedure.

For the purposes of implementing the system of approval the Member State in question may obtain assistance from trade associations to which the said mills belong.

2. Approval shall be withdrawn where, except in cases of 'force majeure', one of the conditions for approval set out in paragraph 1(c), (d) or (e) is no longer fulfilled.

(1) OJ No L 259, 2.10.1980, p. 3

(2) OJ No L 305, 14.11.1980, p. 18

Article 13

Member States shall communicate to the Commission the measures which they lay down for the purpose of applying this Regulation.

Article 14

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

For the Council

