

COMMISSION OF THE EUROPEAN COMMUNITIES

COM(79) 481 final

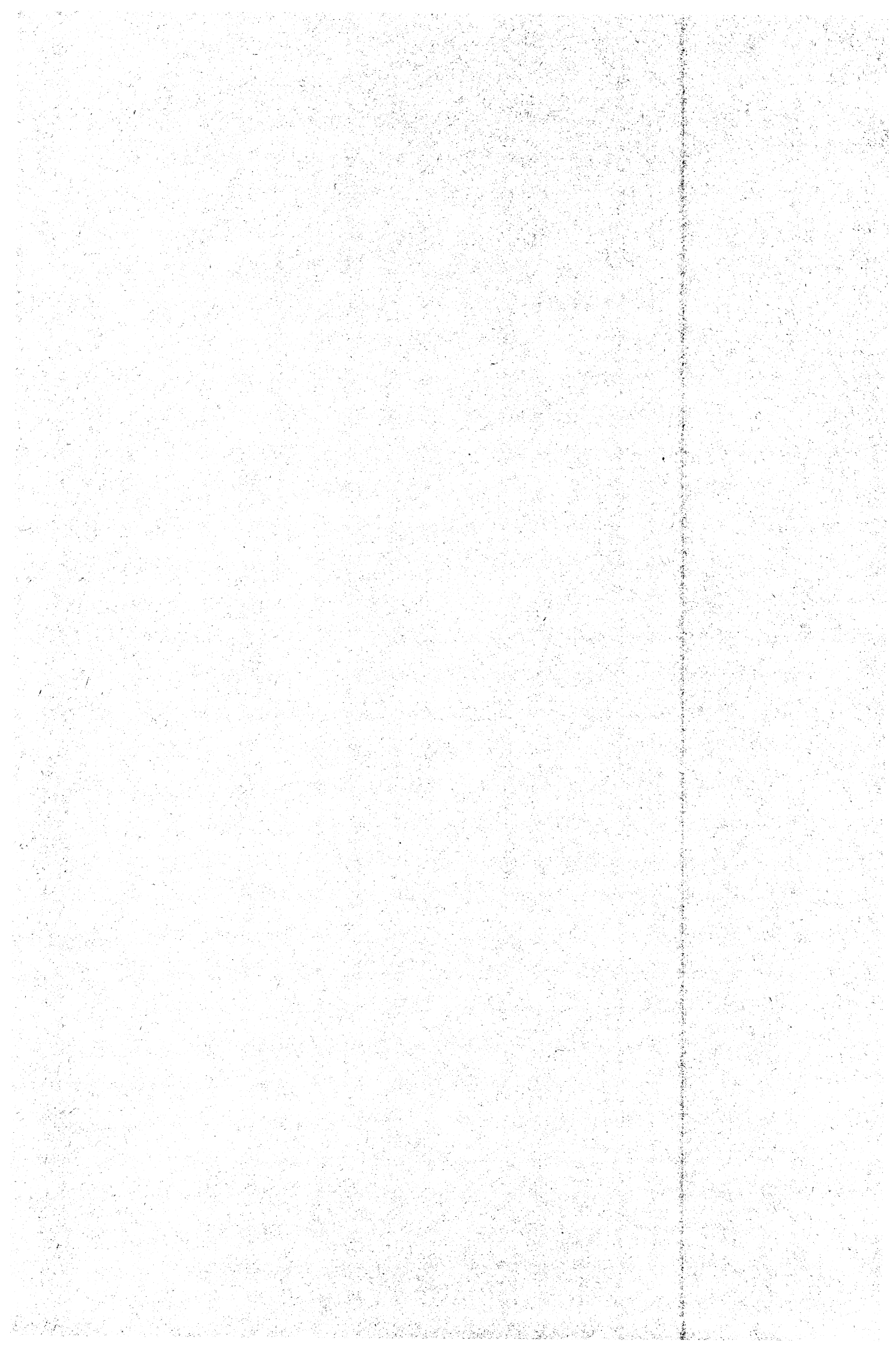
Brussels, 10 September 1979

Proposal for a  
COUNCIL REGULATION (EEC)

laying down special measures in respect of olive oil producer organizations  
for the marketing year 1979/80

(submitted to the Council by the Commission)

COM(79) 481 final



EXPLANATORY MEMORANDUM

This Regulation provides special measures for the 1979/80 marketing year applying to olive oil producer organizations. They are identical to those ~~who~~ applied in the 1978/79 marketing year except as regards financing of producer organizations and are being taken, as were those for the last marketing year, pending the adoption of detailed rules <sup>the</sup> of/ application of Council Regulation (EEC) No 1360/78 of producer groups and associations thereof.

The financing change is that the launching aid which will fall to be paid when Regulation (EEC) No 1360/78 is applied will be paid this year and deducted from the aid given in the first year of application of the Regulation.

Proposal for  
COUNCIL REGULATION (EEC)

Laying down special measures in respect of olive oil producer organizations  
for the marketing year 1979/80

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THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community, and in particular Articles 42 and 43 thereof,

Having regard to Council Regulation 136/66/EEC of 22 September 1966 on the common organization of the market in oils and fats<sup>1</sup>, as last amended by Regulation (EEC) No <sup>2</sup>,

Having regard to the proposal from the Commission,

Having regard to the Opinion of the European Parliament,

Whereas because of delays in implementing the system laid down in Council Regulation (EEC) No 1360/78 of 19 June 1978 on producer groups and associations thereof<sup>3</sup>, Council Regulation (EEC) No 2752/78<sup>4</sup> adopted for the 1978/79 marketing year special measures in respect of organizations of olive and olive oil producers;

Whereas the reasons for the adoption of these special measures still exist, it being impossible for recognition of groups of olive growers under Regulation (EEC) No 1360/78 to take place within the next few months; whereas the special measures laid down by Regulation (EEC) No 2752/78 should therefore be retained, with certain adjustments, for the coming year;

Whereas in order to make it easier for olive oil producer organizations to carry out their work, the Member States should grant them aid covering part of their operating costs; whereas provision should be made for these aids, which 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<sup>5</sup>, as last amended by Regulation (EEC) No 2788/72<sup>6</sup>, to be financed from the European Agricultural Guidance and Guarantee Fund, hereinafter referred to as "the Fund";

Whereas provision should be made for the application of transitional arrangements between the period of application of the aid arrangement referred to above and that provided for by Article 10 of Regulation (EEC) No 1360/78,

HAS ADOPTED THIS REGULATION :

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<sup>1</sup> OJ No L 172, 30.9.1966, p. 3025

<sup>2</sup>

<sup>3</sup> OJ No L 166, 23.6.1978, p. 1

<sup>4</sup> OJ No L 331, 28.11.1978, p. 8

<sup>5</sup> OJ No L 96, 28.4.1970, p. 13

<sup>6</sup> OJ No L 295, 30.12.1972, p. 1

Article 1

1. By way of derogation from the first subparagraph of Article 5(2) of Regulation No 136/66/EEC, during the marketing year 1979/80 production aid shall also be granted, on the basis of the quantity of olive oil produced, to olive growers who are members of a producer organization set up before 1 November 1979 which meets the conditions listed in Article 1(2) of Regulation (EEC) No 2752/78.
2. Those concerned shall not later than 10 November 1979 submit an application to the competent authorities of the Member State concerned for verification that the conditions set out in Article 1(2) of Regulation (EEC) No 2752/78 are met. The Member State shall:
  - take a decision on the application within one month of its submission,
  - notify the Commission and the applicants of its decision within 15 days.
3. Member States shall verify before 1 November 1979 whether the conditions set out in Article 1(2) of Regulation (EEC) No 2752/78 continue to be met by producer organizations set up during the marketing year 1978/79 under that Regulation.  
Member States shall immediately notify the Commission and the applicants of the outcome of these verifications.
4. Detailed rules for the application of this Article shall be adopted in accordance with the procedure laid down in Article 38 of Regulation No 136/66/EEC.

Article 2

1. The Member States concerned shall pay the producer organizations specified in Article 1 an aid to facilitate their operation in respect of the marketing year 1979/80. This aid may not exceed 80% of actual administrative costs.  
  
However, where these organizations are recognized under Regulation (EEC) No 1360/78 the abovementioned costs shall be deducted from the aid as specified in Article 20 d (1) of Regulation No 136/66/EEC to be granted in respect of the first year following the date of recognition.
2. The aid measures provided for in this Article shall constitute a common measure within the meaning of Article 6(1) of Regulation (EEC) No 729/70.

3. The Guidance Section of the Fund shall reimburse to Member States 50% of their eligible expenditure under paragraph 1.
4. The estimated total cost of the common measure to be paid for from the Fund is                      ECU.
5. Article 6(5) of Regulation (EEC) No 729/70 shall apply to this Regulation.

#### Article 3

1. Applications from Member States for reimbursement shall cover their expenditure in one calendar year and shall be submitted to the Commission before 1 July of the following year.
2. Any decision to grant aid from the Fund shall be taken in accordance with Article 7(1) of Regulation (EEC) No 729/70.
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 4

Articles 5(3), 12(1) and 20 d (2) of Regulation No 136/66/EEC shall apply to the producer organizations specified in Article 1 of this Regulation.

#### Article 5

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 Commission

A N N E X

Estimated total cost of common measure to the Fund, Guidance Section

Olive oil production :	5 500 000 qx
% producers associated :	70 %
Production covered :	3 850 000 qx
Production aid 79/80 :	52,90 ECU/100 kg
Aid distributed by producer organisations :	203 665 000 ECU
Estimated operational costs 2 % of aid distributed :	4 073 300 ECU
Payment celling 80 % :	3 258 640 ECU
To be paid from Fund, 50 %	1 629 320 ECU

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Expenditure estimates

	1979	1980	1981	Total
Member States' costs	325 864	2 932 776		3 258 640
FEOGA reimbursement		162 932	1 466 388	1 629 320

Appropriation commitment = appropriation for payment

# FINANCIAL STATEMENT

Date : 9.8.1979

1. BUDGET HEADING : 8300 producer groups

APPROBIATIONS :

2. TITLE : Proposal for Council Regulation /79 laying down special measures for the 1979/80 marketing year applying to olive oil producer organizations. Pending the application of Regulation (EEC) No 1360/78 and Article 20(d) of Regulation No 136/66/EEC.

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

4. AIMS OF PROJECT :

Facilitate the work of olive oil producer organizations by covering part of their operating costs.

5. FINANCIAL IMPLICATIONS	PERIOD OF 12 MONTHS	CURRENT FINANCIAL YEAR ( )	FOLLOWING FINANCIAL YEAR ( 80 )
5.0 EXPENDITURE			
- CHARGED TO THE EC BUDGET (REFUNDS/INTERVENTIONS)		-	162.932
- NATIONAL ADMINISTRATION		325.864	2.932.776
- OTHER			
5.1 RECEIPTS			
- OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES)			
- NATIONAL			
	Year 1980	Year 1981	
5.0.1 ESTIMATED EXPENDITURE	162.932	1.466.388	
5.1.1 ESTIMATED RECEIPTS			

5.2 METHOD OF CALCULATION

See Annex

6.0 CAN THE PROJECT BE FINANCED FROM APPROBIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET ?

YES/NO

6.1 CAN THE PROJECT BE FINANCED BY TRANSFER BETWEEN CHAPTERS OF THE CURRENT BUDGET ?

YES/NO

6.2 IS A SUPPLEMENTARY BUDGET BE NECESSARY ?

YES/NO

6.3 WILL FUTURE BUDGET APPROBIATIONS BE NECESSARY ?

YES/NO

OBSERVATIONS :

Provision is made by Regulation (EEC) No 1360/78 and Article 20(d) of Regulation No 136/66/EEC for financial assistance towards certain costs of olive oil producer organizations. As these Regulations are not yet applied, this Regulation is introduced as a transitional measure. The expenditure incurred will not exceed that provided for in the abovementioned Regulations.