

COMMISSION OF THE EUROPEAN COMMUNITIES

~~COM(82) 465 final~~

Brussels, 16 July 1982

Proposal for a
COUNCIL REGULATION (EEC)
on the transfer to the Italian intervention agency of skimmed-milk powder
held by the intervention agencies of other Member States

(submitted to the Council by the Commission)

COM(82) 465 final

1. The first part of the document discusses the importance of maintaining accurate records of all transactions and activities. It emphasizes the need for transparency and accountability in financial reporting.

2. The second part of the document outlines the various methods and techniques used to collect and analyze data. It includes a detailed description of the experimental procedures and the results obtained.

Com 465

EXPLANATORY MEMORANDUM

I. This proposal provides for the transfer to the Italian intervention agency of 20 000 tonnes of skimmed-milk powder from the intervention stocks of other Member States for use in Italy as pig and poultry feed.

This measure is designed to overcome certain supply difficulties in the milk and milk products sector in Italy.

The Italian intervention agency will apply Regulations (EEC) Nos 368/77 and 443/77 to sales of this skimmed-milk powder.

II. The financial implications of this proposal are shown in the attached Financial Statement.

Proposal for a
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THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) No 804/68 of 27 June 1968 on the common organization of the market in milk and milk products¹, as last amended by Regulation (EEC) No 1183/82², and in particular Article 7 (4) 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 Regulation (EEC) No 3509/80⁴, and in particular Article 3 (2) thereof,

Having regard to the proposal from the Commission,

Whereas there are large stocks of skimmed-milk powder on the Community market; whereas these stocks are mainly held by Member States other than Italy, which possesses no such stocks because of the particular nature of its milk production;

Whereas, in contrast to the Member States concerned, which are encountering difficulties in marketing their surpluses, Italy is experiencing supply difficulties; whereas, having regard to the present economic situation in Italy, part of the stocks of skimmed-milk powder which are held in intervention in other Member States should be made available to the Italian intervention agency; whereas this skimmed-milk powder is intended for sale on the Italian market for use in feed for pigs and poultry in order to help stabilize

¹OJ No L 148, 28. 6.1968, p. 13.

²OJ No L 140, 20. 5.1982, p. 1.

³OJ No L 94, 28. 4.1970, p. 13.

⁴OJ No L 367, 31.12.1980, p. 87.

izes somewhat;

whereas provision should be made for this operation to be taken into account in accordance with the arrangements provided for in Council Regulation (EEC) No 1883/78 of 2 August 1978 laying down general rules for the financing of interventions by the European Agricultural Guidance and Guarantee Fund, Guarantee Section⁵, as last amended by Regulation (EEC) No 1262/82⁶,

AS ADOPTED THIS REGULATION:

Article 1

- . A quantity of 20,000 tonnes of skimmed-milk powder held by the intervention agencies of Member States other than Italy shall be made available to the Italian intervention agency.
- . The Italian intervention agency shall take over the skimmed-milk powder before 1 October 1982 and shall sell it for use in Italy in feed for pigs and poultry.
- . Rules for the application of this Article shall be adopted in accordance with the procedure laid down in Article 30 of Regulation (EEC) No 804/68. These rules shall determine inter alia which intervention agencies shall make the skimmed-milk powder available and what provision shall be made for transport.

Article 2

- . The intervention agencies holding the products referred to in Article 1 shall enter the quantities of skimmed-milk powder transferred as a zero debit in the account referred to in Article 4 of Regulation (EEC) No 1883/78.

⁵OJ No L 216, 5.8.1978, p. 1.

⁶OJ No L 148, 27.5.1982, p. 1.

2. The Italian intervention agency shall enter the quantities of skimmed-milk powder of which it has taken delivery as a zero credit in the account referred to in paragraph 1 and shall value them at the end of each month at the price fixed pursuant to Article 8 of Regulation (EEC) No 1883/78 for stocks carried forward to the financial year in question.
3. The cost of transporting the quantities of skimmed-milk powder referred to in Article 1 shall be entered in the account referred to in paragraph 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: 28.6.1982

1. RELEVANT BUDGET CODE: 2011-2013 APPROPRIATIONS: 117 million ECU

2. TITLE OF BUDGET HEADING: Proposal for a Council Regulation on the transfer ~~of~~ to the Italian intervention agency of skimmed-milk powder held by the intervention agencies of other Member States

3. LEGAL BASIS: Regulation (EEC) No 804/68, Article 7(4).

4. DESCRIPTION, OBJECTIVE(S) AND JUSTIFICATION OF THE PROJECT: Transfer of skimmed-milk powder for use as animal feed to the Italian intervention agency.

5. FINANCIAL CONSEQUENCE	12-MONTH PERIOD	CURRENT FINANCIAL YEAR (1982)	FOLLOWING FINANCIAL YEAR (1983)
5.0 EXPENDITURE			
- CHARGED TO THE EC BUDGET (REVENUES/INTERVENTIONS)	+ 1.7 million ECU	+ 1.7 million ECU	-
- CHARGED TO NATIONAL BUDGETS			(measure confined to 1982)
- CHARGED TO OTHER BUDGETS			
5.1 RECEIPTS			
- OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES)			
- NATIONAL			

5.0.1 FINANCIAL ANNUAL PATTERN OF EXPENDITURE - YEAR 1984..... YEAR 1985..... YEAR

5.1.1 ~~EXPENDITURE ON INTERVENTIONS~~

5.2 METHOD OF CALCULATION

See Annex

6.0 FINANCING POSSIBLE WITH APPROPRIATIONS ENTERED IN RELEVANT CHAPTERS OF CURRENT BUDGET? YES/NO

6.1 ~~FINANCING POSSIBLE WITH APPROPRIATIONS ENTERED IN RELEVANT CHAPTERS OF CURRENT BUDGET?~~ YES/NO

6.2 ~~FINANCING POSSIBLE WITH APPROPRIATIONS ENTERED IN RELEVANT CHAPTERS OF CURRENT BUDGET?~~ YES/NO

6.3 APPROPRIATIONS TO BE ENTERED IN FUTURE BUDGETS? YES/NO

COMMENTS:

Annex

A. Basic hypotheses

1. The skimmed-milk powder transferred from the German intervention agency to the Italian intervention agency entered into storage before 1 January 1980.
2. Value of the skimmed-milk powder carried forward to the 1982 financial year: 1 096.5 ECU/t.
3. Estimated transport costs between Germany and Italy: 40 ECU/t.
4. Estimated selling price of the skimmed-milk powder for use in pig and poultry feed: 350 ECU/t.

B. Cost of the transfer to the Italian intervention agency

1. Expenditure by the German intervention agency
20 000 t at 1 096.5 ECU/t, double rate coefficient 1.104 = 21.3 million ECU
(budget)
2. Taking of delivery by the Italian agency.
20 000 t at 1 096.5 ECU/t; double rate coefficient 0.972 = 21.3 million ECU
(budget)
3. Cost of transport
20 000 t at 40 ECU/t, double rate coefficient 0.972 = 0.8 million ECU (budget)
4. Net expenditure 3.7 million ECU (budget)

C. Effect of the double rate on the sale of skimmed-milk powder for pig and poultry feed

Value of the skimmed-milk powder carried forward to 1982	1 096.5 ECU/t
Estimated selling price for use in pig and poultry feed	350.- ECU/t
Price reduction	746.5 ECU/t

1. Expenditure in the event of a sale by the German intervention agency
20 000 t at 746.5 ECU/t, double rate coefficient 1.104 = 16.5 million ECU
(budget)
2. Expenditure in the event of a sale by the Italian intervention agency
20 000 t at 746.5 ECU/t, coefficient 0.972 = 14.5 million ECU
(budget)
3. Difference in expenditure: 2.- million ECU.

D. Net impact of the transfer of 20 000 t of skimmed-milk powder from the German intervention agency to the Italian intervention agency and sale by the Italian intervention for use in pig and poultry feed.

+ 3.7 - 2 = 1.7 million ECU (budget)