

COMMISSION OF THE EUROPEAN COMMUNITIES

COM(80) 502 final

Brussels, 14 August 1980

Proposal for a
COUNCIL REGULATION

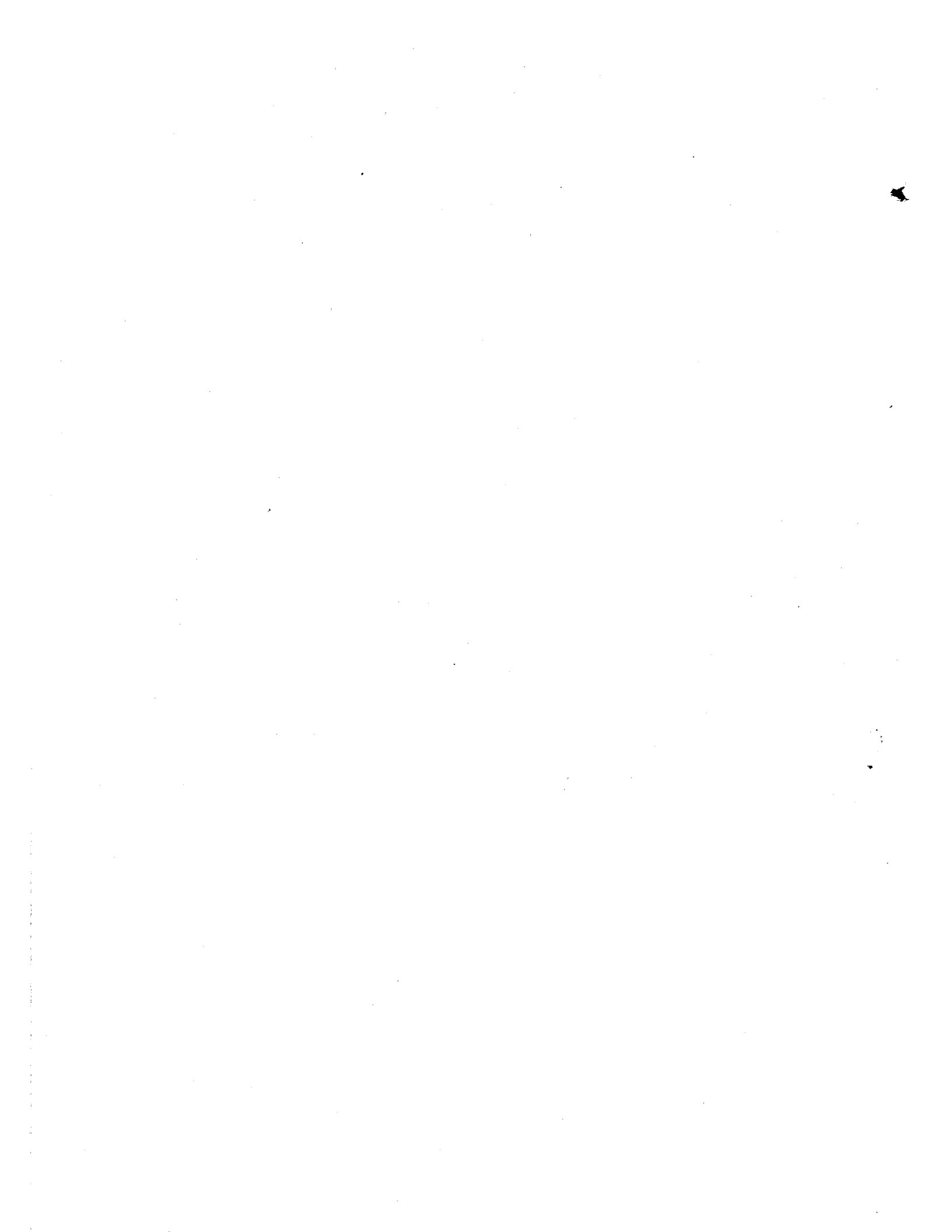
restricting investment aids for milk production

Proposal for a
COUNCIL REGULATION

restricting investment aids for pig production

(submitted to the Council by the Commission)

COM(80) 502 final



EXPLANATORY MEMORANDUM

These two proposals implement the Council's decisions (29/30 May 1980) to limit aid for milk and pigmeat production.

Proposal for a
COUNCIL REGULATION

restricting investment aids for milk production

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 Commission¹,

Having regard to the opinion of the European Parliament²,

Having regard to the opinion of the Economic and Social Committee³,

Whereas Article 8(1)(b) of Council Directive 72/159/EEC on the modernization of farms⁴, as last amended by Directive 80/370/EEC⁵, provides for the granting of aid for the investments necessary for realizing development plans; whereas, in order to take account of the objective of market equilibrium in the Community, aid should not be granted for investment in milk production except under certain specific conditions,

HAS ADOPTED THIS REGULATION:

Article 1

1. Aids for investments in milk production shall be prohibited except in the case of those granted to farmers implementing a development plan in accordance with Directive 72/159/EEC, or farm improvement plans under the framework of common measures.
2. The aids referred to in paragraph 1 shall be limited to that part of the investment envisaged in the plans referred to in paragraph 1 such as will permit the achievement of the comparable earned income defined in

¹ OJ No C 124, 17.5.1979, p. 1

² OJ No C 85, 8.4.1980, p. 57

³ OJ No C 53, 3.3.1980, p. 22

⁴ OJ No L 96, 23.4.1972, p. 1

⁵ OJ No L 90, 3.4.1980, p. 43

Article 4(2) of Directive 72/159/EEC for a maximum number of 1.5 man-work units per farm, and shall be subject to the condition that the said part of the investment does not increase the number of cows at the end of the plan, either

- to more than 40 per man-work unit, or
- by more than 15%.

Article 2

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

The President

Proposal for a
COUNCIL REGULATION

restricting investment aids for pig production

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 Commission¹,

Having regard to the opinion of the European Parliament²,

Having regard to the opinion of the Economic and Social Committee³,

Whereas Article 8(1)(b) of Council Directive 72/159/EEC on the modernization of farms⁴, as last amended by Directive 80/370/EEC⁵, places restrictions on the granting of aid for the realization of development plans; whereas, in order to take account of the objective of market equilibrium in the Community, the specific conditions under which aid is granted for investments in the pig sector should be altered;

HAS ADOPTED THIS REGULATION:

Article 1

1. Aids for investments in pig production shall be prohibited except for those granted for that volume of investments necessary to attain 550 pig places per farm in order to ensure the comparable earned income for 1.5 man work units.

The Commission may authorize a Member State to adjust this number in specific cases where this condition as to income cannot be achieved by means of a holding's development plan.

¹OJ No C 124, 17.5.1979, p. 1

²OJ No C 85, 8.4.1980, p. 57

³OJ No C 53, 3.3.1980, p. 22

⁴OJ No L 96, 23.4.1972, p. 1

⁵OJ No L 90, 3.4.1980, p. 43

Article 2

Article 9(2) of Directive 72/159/EEC is replaced by the following:

'2. Where the development plan provides for an investment in pig farming, the granting under Article 8(1)(b) or (c) of the incentives to that investment shall be subject to the condition that the farm will be capable on completion of the plan of producing at least 35% of the feedingstuffs consumed by the pigs.

In the case of joint production by more than one farm, this condition shall be satisfied if any one or more of the farms involved is capable of producing 35% of the feedingstuffs. "

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

For the Council

The President

