

HILLMAN

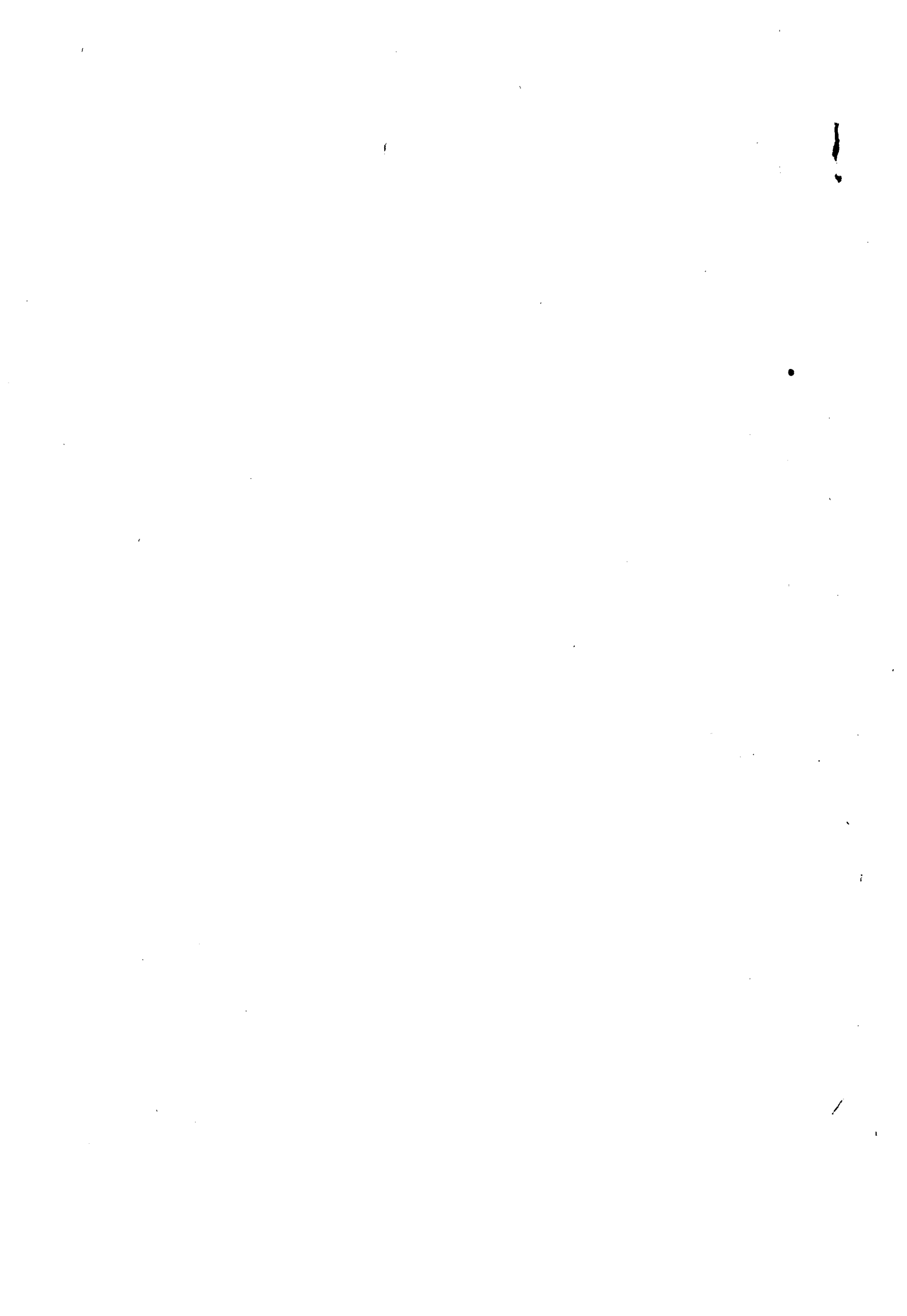
COMMISSION OF THE EUROPEAN COMMUNITIES

COM(76) 217 final
Brussels, 13 May 1976

Proposal for a
COUNCIL REGULATION (EEC)

amending Regulation (EEC) No 2742/76 on
production refunds in the cereals and rice
sectors

(submitted to the Council by the Commission)



EXPLANATORY MEMORANDUM

1. This amendment to Council Regulation (EEC) No 2742/75 on production refunds in the cereals and rice sectors is proposed in order to increase the rates of refund applicable from the starch of the 1976/77 marketing year.
2. The Council decided at its 2/5 March session that in addition to maintaining the present production refunds, supplementary measures should be taken to compensate starch producers for no more than 50% of the increase in the price of maize and that the balance should be maintained between the different sectors.
3. Based on the Commission's proposals concerning cereals threshold prices for 1976/77, the average maize threshold price is likely to rise by about 11,70 ua/t compared with 1975/76. Thus, the maximum compensation to be granted in line with the Council's decision is 5,85 ua/t.
4. The Commission's proposal provides for an increase of 5 ua/t, which would result in a total production refund on maize for starch of 15 ua/t. This supplement is within the maximum set by the Council and represents an increase of 50% on the refunds applicable in 1975/76.
5. Increased rates of production refund on broken rice used for starch and on potato starch have been derived from that for maize so as to maintain the balance between the different sectors. No increase has been proposed for wheat starch since processors should be able to supply themselves at or around the intervention price for feed wheat.
6. In presenting this proposal for increased rates in 1976/77 the Commission also invites the Council to decide that starch production refunds will be phased out completely over the next two years by reducing the rates of refund by 50% in 1977/78, to 7,50 ua/t for maize, for example, and to zero for all products for the beginning of the 1978/79 marketing year.
7. To raise production refunds to the rates shown in the attached proposal should increase expenditure by about 25 mio. ua in a full marketing year.



Proposal for a
COUNCIL REGULATION (EEC) NO /76

of

amending Regulation (EEC) No 2742/75 on production refunds in the
cereals and rice sectors

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community;

Having regard to Council Regulation (EEC) No 2727/75 of 29 October 1975 on the common organisation of the market in cereals ¹⁾, as last amended by Regulation (EEC) No 3058/75 ²⁾, and in particular Article 11 (3) thereof;

Having regard to Council Regulation No 359/67/EEC of 25 July 1967 on the common organisation of the market in rice ³⁾, as last amended by Regulation (EEC) No 668/75 ⁴⁾, and in particular Article 9 (2) thereof;

Having regard to the proposal from the Commission;

Whereas Council Regulation (EEC) No 2742/75 of 29 October 1975

on production refunds in the

cereals and rice sectors ⁵⁾ fixes the amounts of the production refund;

whereas an assessment of the situation likely to exist as from the beginning of the 1976/77 marketing year, particularly as a result of the application of that marketing year's common prices for cereals and rice, indicates that production refunds should be increased;

HAS ADOPTED THIS REGULATION:

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- 1) OJ No L 281, 1.11.1975, p. 1;
 - 2) OJ No L 306, 26.11.1975, p. 3;
 - 3) OJ No 174, 31. 7.1967, p. 1;
 - 4) OJ No L 72, 20. 3.1975, p. 18;
 - 5) OJ No L 281, 1.11.1975, p. 57.

Article 1

Regulation (EEC) No 2742/75 shall be amended as follows:

1. In Articles 1, 2 and 4 the amount "10,00 units of account" shall be replaced by "15,00 units of account".
2. In Article 1 the amount "12,30 units of account" shall be replaced by "18,45 units of account".
3. In Article 3 the amount "162,00 units of account" shall be replaced by "173,00 units of account".

Article 2

This Regulation shall enter into force

- on 1 August 1976 for products covered by Regulation (EEC) No 2727/75,
- on 1 September 1976 for products covered by Regulation No 359/67/EEC.

This Regulation shall be binding in its entirety and directly applicable in all Member States.

Done at Brussels,

For the Council

The President

FINANCIAL STATEMENT

DATE : 5.5.1976

1. BUDGET LINE CONCERNED : 6011 and 6012 (production refunds, cereals sector).

2. ACTION : Proposal for a Council Regulation amending Regulation No 2742/75 on production refunds in the cereals and rice sectors.

3. LEGAL BASIS : Council Regulation 2727/75, Article 11
 " " 359/67, " 9

4. OBJECTIVES : To increase production refunds for the 1976/77 marketing year within the limit authorised by the Council at its 2/5 March 1976 session.

5. FINANCIAL CONSEQUENCE	FOR THE MARKETING YEAR	CURRENT FINANCIAL YEAR	FOLLOWING FINANCIAL YEAR
5.0 EXPENDITURE		()	()
-CHARGED TO THE EC BUDGET (REFUNDS/INTERVENTIONS)	25 mio ua	8,3 mio ua (1)	16,7 mio ua
-CHARGED TO NATIONAL ADMINISTR.			
-CHARGED TO OTHER NATIONAL GROUPS			
5.1 RECEIPTS			
-OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES)			
-NATIONAL			

YEAR YEAR YEAR

5.0.1 PLURIANNUAL PATTERN OF EXPENDITURE

5.1.1 PLURIANNUAL PATTERN OF RECEIPTS

5.2 METHOD OF CALCULATION

Increase of 50% in the refund
 1976: applicable from 1.8 to 31.12 (less one months delay in payment)
 1977: 7 months + 1 month (delay in payment)

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

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) This proposal arises from the annual price fixing decisions. From the financial standpoint it does not entail any incidence other than those already taken into consideration within the framework of the price decisions.

