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COMMISSION OF THE EUROPEAN COMMUNITIES

COM(80) 394 final
Brussels, 15 July 1980

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GIFT & EXCHANGE

Proposal for a
COUNCIL REGULATION (EEC)

determining for the 1980/81 wine-growing year the prices to be paid in connection with the compulsory distillation of the by-products of wine-making and the maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund

(Presented by the Commission to the Council)

1947

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1948

EXPLANATORY MEMORANDUM

The object of this Regulation is to fix the prices of the by-products and wine from wine deliveries, the price of the alcohol which will be taken over by the intervention agencies and the share of expenditure falling upon the intervention agencies which will be financed by the Guarantee Section of the European Agricultural Guidance Fund for the 1980/81 wine-growing year.



PROPOSAL FOR COUNCIL REGULATION (EEC)

determining for the 1980/81 wine-growing year the prices to be paid in connection with the compulsory distillation of the by-products of wine-making and the maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) N° 337/79 of 5 February 1979 on the common organization of the market in wine⁽¹⁾, as last amended by Regulation (EEC) n° 459/80⁽²⁾, and in particular Article 39(6) thereof,

Having regard to the proposal from the Commission,

Whereas, pursuant to Article 39 of Regulation (EEC) n° 337/79 and Articles 12, 13 and 14 of Council Regulation (EEC) N° of⁽³⁾, the Council shall fix, for each wine-growing year, the purchase price for products for compulsory distillation and the price for alcohol produced pursuant to the compulsory distillation of the by-products of wine-making and shall determine the maximum amount of the expenditure falling upon the intervention agencies to be financed by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund;

.../...

(1) OJ N° L 54, 5.3.1979, p.1

(2) OJ N° L 57, 29.2.1980, p.32

(3) OJ N° L

Whereas in accordance with Article 12 of Regulation (EEC) No the purchase price for products for compulsory distillation must be between 30% and 40% of the guide price for table wine of type A1 applicable with effect from 16 December 1980; whereas the said price, while remaining within the above-mentioned limits, must be fixed taking into account both the need to ensure that all producers entirely fulfil their obligation to distil the by-products of wine-making and the level of the market price for vinous alcohol;

Whereas in fixing the price of alcohol from the products referred to in the first subparagraph of Article 13(2) of Regulation (EEC) No the criteria referred to in paragraph 1 of that Article must be taken into account on a standard basis; whereas, however, in fixing the prices for alcohol from grape marc, wine lees or wine, account must be taken of the variation in costs according to the origin of the alcohol supplied;

Whereas the maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund must be fixed in the light of the situation on the alcohol market;

HAS ADOPTED THIS REGULATION :

Article 1

1. For the 1980/81 wine-growing year, the price of products for compulsory distillation as referred to in Article 12(a) of Regulation (EEC) No shall be 0.81 ECU per % volume per hectolitre.
2. For the same wine-growing year, the prices referred to in the first subparagraph of Article 13(2) of the said Regulation shall be as follows:
 - the price for alcohol from compulsory distillation, 1.30 ECU per % volume per hectolitre;
 - the price for alcohol from the compulsory distillation of grape marcs, 1.40 ECU per % volume per hectolitre;
 - the price for alcohol from the compulsory distillation of wine, 1.20 ECU per % volume per hectolitre;
 - the price for alcohol from the compulsory distillation of wine lees, 1.20 ECU per % volume per hectolitre;

3. The maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund shall, for the aforesaid wine-growing year, be 0.19 ECU per % of volume per hectolitre of alcohol from compulsory distillation.

Article 2

This Regulation shall enter into force on 1 September 1980.

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

Brussels,

For the Council
The President

FINANCIAL STATEMENT

Date : 30.6.1980

1. BUDGET HEADING : Art. 692 (wine ; other expenditure) APPROPRIATIONS : ^{New 1980 proposal}
5.0 m EUA

2. TITLE : Proposal for a Regulation determining for the 1980/81 wine-growing year the prices to be paid under the compulsory distillation of the by-products of wine-malcing + the maximum amount of the contribution from the Guarantee Section of the EAGGF.

3. LEGAL BASIS : Reg. 337/79, Art. 39

4. AIMS OF PROJECT : Fixing, for the 1980/81 wine-growing year, the prices of the by-products + wine from wine deliveries, the price of alcohol to be supplied to intervention agencies + the share of expenditure incurred by those agencies which will be financed by the EAGGF.

5. FINANCIAL IMPLICATIONS.	PERIOD OF 12 MONTHS	CURRENT FINANCIAL YEAR (80)	FOLLOWING FINANCIAL YEAR (81)
5.0 EXPENDITURE - CHARGED TO THE EC BUDGET (REFUNDS/INTERVENTIONS) XXXXXXXXXXXXXXXXXXXXXXXXXXXX XXXXXX XXXXXXXXXXXX XXXXXXXXXXXXXXXXXXXXXXXXXXXX XXXXXXXXXXXXXXXXXXXXXXXXXXXX XXXXXXXXXXXX	15.2 m EUA	2.5 m EUA	12.7 m EUA
5.0.1 ESTIMATED EXPENDITURE 5.1.1 ESTIMATED RECEIPTS		covers a single wine-growing year	

5.2 METHOD OF CALCULATION 0.8 m hl of pure alcohol x 0.19 ECU/% vol / hl x 100 =
15.2 m ECU = 15.2 m EUA
1980 financial year x 1/6 = 2.5 m EUA
1981 financial year x 5/6 = 12.7 m EUA

6.0 CAN THE PROJECT BE FINANCED FROM APPROPRIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET ?
(1) YES ~~NO~~
~~XX~~ YES ~~NO~~
~~XX~~ YES ~~NO~~

6.3 WILL FUTURE BUDGET APPROPRIATIONS BE NECESSARY ?
(1) YES ~~NO~~

OBSERVATIONS :
(1) The financial consequences envisaged in this statement reduce the expenditure of the 1980 draft budget and of the draft estimate for 1981 expenditure.