EMFF POST 2020

Implementation of support for permanent cessation through financing not linked to costs

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References in the Commission’s proposal

- **Article 125 of the Financial Regulation** (forms of support)

- **CPR proposal:**
  - Article 46 (forms of Union contribution to programmes)
  - Article 89 (financing not linked to costs)
  - Annex V, appendix 2 (template for the programmes)

- **EMFF proposal:** Article 17 (management of fisheries and fishing fleets)
Why financing not linked to costs for permanent cessation?

- Capacity management requirements under Article 22 of the CFP Regulation – permanent cessation as a tool of the action plans for imbalanced segments

- Structural fleet adaptation still necessary (25% of active fleet segments are imbalanced)

- However, support for permanent cessation was poorly targeted in the past and did not fully tackle overcapacity

>> Commission’s proposal: simplification and result-orientation for permanent cessation
How does it work?

• Financing not linked to costs is a form of Union contribution to programmes – mandatory for permanent cessation and optional for any other area of support

• Payments from the Commission to Member States conditional upon the achievement of results and the fulfillment of conditions

• Results and conditions described ex ante in the programmes together with a corresponding amount to be paid, a timeline, deliverables triggering reimbursement and measurement units

• Delegated act to lay down conditions linked to conservation measures

• No consequences on payments from Member States to beneficiaries
Simplification

- Payments are disconnected from costs (no invoices and less paper work)

- The scope of audits is limited to the verification of the fulfilment of the conditions and the achievement of the results
Example

• Alignment of the results to be achieved to the targets of the action plans for imbalanced fleet segments

• Possible result: quantified reduction of capacity (measured in GT and kW)

• Example in annex to the fiche