



FINANCIAL INSTRUMENTS FOR THE FUTURE CFP

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CONTEXT OF FUTURE CFP



Economy

Credit crisis
EU strategy documents (EU 2020)
Globalisation of fish trade

Legislation

Lisbon Treaty: CAP / CFP
Maritime strategy framework directive
Natura 2000
Habitat
sustainability of marine environment

CFP 2013

Green Paper: 5 failings + 9 improvement



CFP OBJECTIVE

Top priority (?): Focus on sustainability

- ~ **General: human impact on marine environment**
- ~ **Specific: sustainability of commercial stocks**

Lower priority (?): small scale fisheries, processing, aquaculture, inland fishing, regions, trade and markets.



SUSTAINABILITY DILEMMAS

Choice in time

Short term versus long term interests

Solution

Public protection of future generations
(restrictions on use of resource)

Choice between groups

Tragedy of the commons

Solution

Cooperative arrangements among producers
(division of available resource)

Choice between men and nature

Market versus existence value

Solution

Political decision process

FUTURE 'EFF' - PRINCIPLES

Principles

- Focus on 'raison d'être' of CFP – exploitation of common resource
- Pro-active - addressing causes, not consequences
- Process oriented – addressing behaviour of operators, not structure/size of the sector
- Creating conditions, not benefiting individuals
- Focus on public tasks (environment), not industry viability

Objective

- Proportionate support of CFP objectives and priorities.



FUTURE 'EFF'- MEASURES

Role

- Create market consistent incentives to promote and strengthen environmentally sustainable behaviour.

Measures

- Promotion of cooperation / Industry assuming responsibility
- Strengthening industry knowledge and its input to scientific assessment
- Introduction of new technologies (reduction of discards and other impacts)
- Facilitating markets for production rights (ITRs)
- Financial engineering instruments



SYNERGY WITH OTHER FUNDS

Fishery measures

- *De minimis*
- 2nd Financial instrument: third countries access, management and control costs, scientific advice and data collection, co-management (RACs, ACFA)
- EAGF: market organization

Integration of EFF and 2nd Financial instrument + refocusing on CFP priorities

Structural funds

- EFRD – to assume regional development
- ESF – to assume socio-economic compensation

ADMINISTRATIVE BURDEN



Administrative burden

- Ex-ante: Cost of application, evaluation and guidance
- Ex-post: Costs of monitoring, reporting and audit
- Costs incurred by beneficiaries

Suggestions*

- Central electronic repository at national level of information to avoid repetitive reporting from beneficiaries to different authorities
- Thresholds on small projects – differentiation of reporting obligations by project size
- Homogenization of procedures and definitions used under different structural funds.

*High Level Group of Independent Stakeholders on Administrative Burdens on Cohesion Policy



QUESTIONS FOR DISCUSSION

1. What is the nature of the problem to be solved?
2. What is the priority of the future CFP?
3. Which financial incentives can be created to support the CFP priority?
4. What does this imply for the new EFF?
5. Synergies with other funds through coordination or transfer of measures and funds?
6. How can administrative burden be eased?