

COMMISSION OF THE EUROPEAN COMMUNITIES

COM(76) 553 final.

Brussels, 25 October 1976.

FIFTH FINANCIAL REPORT
on the
EUROPEAN AGRICULTURAL GUIDANCE
AND GUARANTEE FUND
YEAR 1975

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FIFTH FINANCIAL-REPORT ON THE
EUROPEAN AGRICULTURAL GUIDANCE AND GUARANTEE FUND 1975

CHAPTER I	GUARANTEE SECTION
CHAPTER II	GUIDANCE SECTION
CHAPTER III	INSPECTIONS AND IRREGULARITIES
CHAPTER IV	FINANCING OF FOOD AIDS

Preliminary remark

Article 10 of Regulation EEC No 729/70 on the financing of the common agricultural policy provides that "before 1 July of each year the Commission shall submit to the Council and to the European Parliament a financial report on the administration of the Fund during the preceding financial year and, in particular, on the state of its resources and the nature of its expenditure and the conditions under which Community financing has been effected".

Accordingly the Commission presents the fifth report for the year 1975 (1). It should be recalled that this report follows :

- the first financial report on the EAGGF for 1971 containing a review of the principal statistics since the inception of the EAGGF, dated April 1973 (SEC 73/1259 or 980/73)
- the second report for 1972, dated March 1974 (SEC 74/786 or R 731/74)
- the third report for 1973, dated January 1975 (SEC 74/5246 or R 263/75)
- the fourth report for 1974, dated July 1975 (SEC 75/396 or R 2158/75)

(1) The final version in French of the fifth report was adopted on 28 July 1976 after consulting the EAGGF Committee on 27 July 1976.

SUMMARY OF THE FIFTH FINANCIAL REPORT

CHAPTER I - Guarantee Section

1. The Guarantee Section of the EAGGF is responsible for financing expenditure resulting from the common policy on markets and agricultural prices.

No new common organizations of the market were set up in 1975, but changes in some sectors had significant financial repercussions. With respect to sugar, a new basic regulation was put into effect which in addition to maintaining the production quota system provided for measures to make good any sugar shortages. With respect to beef and veal, measures already applied to make good any sugar shortages; also, expenditure in this sector increased by 200 M. u.a. With respect to beef and veal, measures instituted in 1974 following the continuing surplus situation were reinforced; expenditure in this sector has risen by 659 M. u.a.

With respect to cereals, the 220 M u.a. increase in expenditure compared with 1974 was mainly accounted for by heavy expenditure on refunds following a drop in world prices. Distillation operations in the wine sector made necessary by the surplus situation pushed up expenditure from 42 M u.a. in 1974 to 139 M u.a. in 1975.

The repercussions of the monetary situation tripled expenditure on monetary compensatory amounts (406 M u.a. in 1975 compared with 138 M u.a. in 1974).

2. It should, however, be noted that in the milk products, pigmeat and eggs and poultrymeat sectors expenditure has been lower than in 1974, as a result of the drop in expenditure on refunds.

3. Expenditure in 1975 was also affected by the Council Decision raising agricultural prices for the 1975/76 marketing year. The average increase was 9.6%.

4. On the basis of commitments, expenditure amounted to 4 727 M u.a. in 1975, considerably higher than in 1974 (3 107 M u.a.). This amount differed considerably from the appropriations initially provided for (3 980.5 M u.a.).

Additional appropriations of about 746.5 M u.a. were obtained through a carry-over of 331.5 M u.a. from the 1974 financial year, a supplementary budget of 200 M u.a. and several transfers.

5. Work in connection with the clearance of accounts for the 1971 and 1972 financial years has been completed. Of a total of 3.9 milliard u.a., 61 M u.a. (1.4%) were recognized as not being chargeable to the EAGGF Guarantee Section and were taken into account for the 1975 financial year. Following these decisions, three Member states have appealed to the Court of Justice of the European Communities.

Work on the periods 1967/68 to 1970 should be completed in 1976. Work will then begin on 1973 and 1974.

CHAPTER II - Guidance Section

6. The Guidance Section participates in financing the Community policy to improve agricultural structures. To this end it finances three types of measures :

- a) common measures decided on by the Council in application of Article 6 of Regulation No 729/70;
- b) individual projects to improve agricultural structures under Regulation No 17/64 by granting capital subsidies;
- c) certain special measures mainly intended to improve the operation of certain common market organizations, which are financed on a basis similar to common measures.

Priority is given to financing common measures and special measures out of the available appropriations of 325 M u.a. per year. The balance remaining of available appropriations after expenditure on common measures is in principle used to finance individual projects.

7. Expenditure on the various common measures approved by the Council was considerably higher in 1975 than in 1973 and 1974. It amounts to 33.8 M u.a., and relates mainly to payments for conversion in the beef and veal sector (25 M u.a.) and in the cod fishing industry (4.9 M u.a.). This is the first year in which expenditure on common measures constituted an important development. Appropriations held in reserve for common measures between 1969 and 1975 amount to 530 M u.a.,
including

3.9 M u.a. for 1975. A further 62.5 M u.a. was transferred exceptionally from the Guidance to the Guarantee Section of the EAGGF.

8. In December 1974 and July 1975, the Commission decided to grant assistance under Regulation 17/64 for individual projects for 1974. 766 projects received assistance from the Fund for a total of 235 M u.a.

In December 1975, the Commission decided to grant 108 408 799 u.a. for 319 projects in respect of the first instalment.

9. With respect to special measures, the amounts paid totalled 11.5 M u.a. and relate, in order of importance, to premiums for grubbing fruit trees, to slaughter premiums and premiums for the non-marketing of milk, and to aid for producer's groups in the fruit and vegetables and fishery sectors.

CHAPTER III - Inspections and Irregularities

10. With regard to inspections, the Guarantee Section has considerably expanded its activities, in particular with respect to inspection visits made in connection with the audit and closure of accounts. Checks of specific problems in the beef and veal sector were also carried out.

In respect to the Guidance Section, inspection visits were made to 13 individual projects. Inspection visits were also made to several Member states with respect to special measures financed in 1975, excluding the fishery sector.

11. Efforts made in 1974 to combat irregularities to the detriment of the EAGGF by more intensive application of Regulation (EEC) No 283/72 were continued in 1975. The Commission presented to the Council a detailed report showing that application of the Regulation is satisfactory. Communications from Member states to the Commission still need improving in accordance with the recommendations of the Special Committee of Inquiry, particularly in order to close any loopholes in Community rules,

Most of the irregularities recorded by the Guarantee Section concern cereals, beef and veal, oils and fats and pigmeat. In 1975 together they accounted for 120 cases of irregularities^{out} of a total of 139. Irregularities in 1975 accounted for 2.3 M u.a. in financial terms, 25% of which has been recovered so far. With respect to the Guidance Section, the irregularities recorded mainly concern expenditure on premiums for the non-marketing of milk and milk products and the conversion to beef and veal. From 1971 to 1975, 115 cases of the 278 cases reported are outstanding, which represents 0.4 M u.a. yet to be recovered.

CHAPTER IV : Financing of food aid

12. Under Council Regulation No 2681/74 the Community system of financing expenditure connected with the supply of agricultural products as food aid provides that from 1 January 1975 all expenditure will come under the food aid chapter of the budget, excluding expenditure on refunds which continue to be financed by the Guarantee Section of the EAGGF.

Monthly advances rose to a total of 184.5 M u.a. in 1975 compared with 121.4 M u.a. in 1974, as Community action in this field continued to expand. This increase is partly accounted for by the fact that nine Member states of the Community instead of five as hitherto have been involved, and partly by the food aid chapter taking over, as from 1 January 1975, the expenditure on measures connected with milk products, as well as the Community share of aid in the form of cereals resulting from the Food Aid Convention of 1971.

Out of an expenditure of 164 M u.a. in 1975, aid in the form of cereals amounted to 99 M u.a. and in the form of milk products to 63 M u.a.

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TITLE I

THE GUARANTEE SECTION

The Guarantee Section finances the expenditure arising from the common agricultural markets and prices policy. As laid down in Articles 2 and 3 of Regulation No 729/70 this concerns refunds on exports to non-member countries which enable the Community's agricultural products to be disposed of on the world market and intervention designed to stabilize agricultural markets.

1. DEVELOPMENTS IN THE FINANCING OF THE COMMON AGRICULTURAL MARKETS AND PRICES POLICY

1.1. Adjustment of market mechanisms involving new categories of expenditure and alterations to prices

1.1.1. New common market organizations

The Commission made proposals during 1975 for common organizations of the markets in sheepmeat and potatoes, but the Council had still not taken a decision on these proposals by the end of that year. Thus, no new common market organizations were added to the common agricultural policy in 1975.

On the other hand, in several sectors amendments were made which were worthy of note from the financial point of view.

1.1.2. Measures in the sugar sector

a) New basic regulation

Since certain provisions of the old basic Regulation (Reg. 1009/67/EEC) were expiring, the Council, acting on a Commission proposal, adopted a new basic Regulation (Reg. (EEC) No 3330/74, amended by Reg. (EEC) No 2623/75 which maintains the main features of the old rules.

In particular the system of production quotas and storage reimbursements and levies were retained. The shortage experienced during the 1974/75 marketing year led to the provision in this new basic Regulation of instruments designed to deal with any sugar shortages in the future. Thus, provision was made for the setting up of a system for storing a minimum of 10% of production. This stock, arrangements for which are still to be laid down, will increase expenditure and revenue in connection with the system of storage reimbursements and levies.

In this new basic Regulation the Community commitments entered into in respect of sugar under the ACP/EEC Lomé Convention are also included. The provisions cover the sale in the EEC, disposal being guaranteed through buying-in by intervention agencies, of \pm 1.3 million tons of sugar from the countries and territories in question.

b) Measures taken to overcome the sugar shortage during the 1974/75 marketing year

In order to overcome the shortage towards the end of 1974 and the beginning of 1975, the Council took several special measures, the most important of which were those forming the IM-EX System (Reg. 2931/74). This system, administrative and financial details of which were given in the fourth financial report, enabled \pm 520,000 tons of sugar to be imported, for which a total of about 195 million u.a. of subsidies, 18 million u.a. of which came under the 1974 Budget, were granted by the Member States and financed by the EAGGF. Another new measure, introduced by Council Regulation (EEC) No 175/75 of 21 January 1975 and valid until 30 September 1975, consisted of granting a premium for extracting sugar from molasses. About 30,000 tons of sugar were produced with the aid of this premium of 120 u.a. per ton of sugar.

1.1.3. Premiums in the beef and veal sector

The situation in the beef and veal sector made it necessary to continue to apply special measures designed to stabilize prices and producers' incomes. Thus, as of May 1975, the system of premiums for the orderly marketing of certain beef cattle (R. 1967/74)¹ for which R 2504/74² provided Community financing restricted to a certain unit amount, was replaced by other premiums for beef producers (R 464/75³) which will remain in force until March 1976.

Firstly, Regulation No 464/75 provides for a slaughter premium for certain beef animals. From the financial standpoint, this premium consists of a Community premium of 28 u.a. per beef animal, fully financed by the EAGGF, and an optional national premium of a maximum of 52 u.a. financed nationally. In 1975 expenditure chargeable to EAGGF for the orderly marketing premium and the slaughter premium amounted to 274 million u.a.

Secondly, Regulation No 464/75 also provides that Member States which have not applied the orderly marketing premium may apply either the premium for the retention of cows or a calving premium. From the financial angle the premium for the retention of cows (applied by France) also consists of both a Community premium of 9.941 u.a. per cow and an optional national premium of 18.462 u.a. per cow. In 1975 the expenditure chargeable to EAGGF arising from this Community premium amounted to 81 million u.a. The calving premium of 56 u.a. per calf (applied in Italy), half of which is granted at the birth of the calf and the other half a year later, if the calf is still alive, is financed entirely by the Community. As a result of delays in implementing this premium expenditure incurred in 1975 was relatively low (4.7 million u.a.).

(1) OJ L 206 of 27.7.1974, p. 1.
(2) OJ L 269 of 4.10.1974, p. 1.
(3) OJ L 52 of 28.2.1975, p. 5.

1.1.4. Establishment of a register of olive cultivation

In order to obtain the information needed to determine the Community's potential production of olives and olive oil and to improve the operation of the Community aid system for the latter, Regulation (EEC) No 154/75¹ of the Council provides for the Member States to establish a register of olive cultivation. Expenditure arising from the establishment of this register is financed by a drawback on the olive oil production aid provided for in Article 10 of Regulation No 136/66/EEC² amounting to 1% for the 1973/74 marketing year and 5% for the 1974/75 marketing year. The total amount of the producers' contribution is estimated at 12 million u.s.

1.1.5. Temporary system of aid for the private storage of certain fishery products

An abnormal downturn in prices, and the desire to avoid releasing existing stocks too rapidly, led the Council to introduce, by Regulation 1629/75³, a temporary system of aid for the private storage of certain fishery products (frozen fillets of tunny, cod and coalfish (saithe)). In 1975 expenditure arising from this measure amounted to \pm 3 million u.s.

1.1.6. Other new measures

Apart from the principal new measures referred to in the preceding paragraph, there have been developments in certain sectors which, in view of the economic situation, caused the Council or the Commission to make certain amendments to implementing provisions or to add certain new provisions to make the regulations more effective in the context of the problems experienced. For these changes, made within the framework of the basic Regulations, Community financing was already provided for in principle.

(1) OJ L 19 of 24. 1. 1975, p. 1.
(2) OJ L 172 of 30. 9. 1966, p. 3025.
(3) OJ L 165 of 28. 6. 1975, p. 14.

Of these, particular mention should be made of the implementation of private storage aid :

- for skimmed milk powder by Regulation (EEC) No 1959/75¹ for a limited period
- for flax fibres by Regulation (EEC) No 1410/75².

1. 1. Agricultural prices

The Council's decisions on agricultural prices are usually taken after the adoption of the Budget and they have an effect on the adopted Budget. In order to avoid the disadvantages of such a situation, when the preliminary draft 1975 Budget was introduced in summer 1974, the Commission included in it an amount of 200 million u.s. to cover possible additional expenditure resulting from decisions on prices by the Council in spring 1975 for the 1975/76 marketing year. However, since the Council did not accept this approach, the appropriations in the 1975 Budget continued to be based on the assumption of unchanged prices.

At its meeting of 10 to 13 February 1975, the Council, within the framework of an overall agreement, took decisions on prices for the 1975/76 marketing year, on certain agri-monetary measures and on a number of related measures. The agreement on prices provided for an average increase of 9.6%.

This overall agreement involved additional expenditure as from the beginning of the marketing years which vary from sector to sector. When this agreement was reached it was estimated that, taking account of the economic situation, this additional expenditure could be financed by means of a supplementary appropriation equal to the amount which the Commission had initially included under price decisions in the preliminary draft 1975 Budget (200 million u.s.). However, the subsequent development of the economic situation in some sectors and especially the monetary situation, has been such that it has not been possible to keep to the original figure.

(1) OJ No L 200 of 31.7.1975, p. 4.
(2) OJ No L 140 of 31.5.1975, p. 55.

1.2. Additions to the regulations governing the EAGGF

1.2.1. The principal regulations

The principal regulations governing the EAGGF, Guarantee Section, have been amended on the following points, without appreciably affecting their content.

- a) During 1975, as in previous years, the annex to Regulation (EEC) No 2824/72, containing the list of measures representing intervention designed to stabilize agricultural markets within the meaning of Article 3 (1), of Regulation No 729/70, was updated by Regulation No 1175/75¹. This updating covered the new measures referred to in paragraph 1.1. and a few others taken during the last months of 1974 and which have already been mentioned in the fourth Financial Report (paragraph 1.2.1.).

- b) As occurred in respect of 1974, the entry into force of the definitive rules for the financing of intervention in the form of buying-in, storage and sales ("second category" intervention) was postponed for one year by Regulation 1175/75². Therefore the transitional rules in the form of regulations for the financing of each sector, which provide for some standardization of the elements of cost, remained in force for 1975. However, during 1975 the Commission continued to study in detail the problems arising in connection with the financing of costs actually incurred, and in particular made a detailed survey of the elements of cost incurred by intervention agencies. The result of this survey was studied by the EAGGF Committee at the beginning of 1976.

(1) OJ No L 117 of 7. 5.1975, p. 8

(2) A further delay in the date of entry into force was also decided for 1976 and 1977 by Regulation (EEC) No 709/76 of 25.3.1976

Regulation (EEC) No 2305/70 on the financing of intervention expenditure in respect of the internal market in beef and veal was amended by Regulation (EEC) No 1174/75¹ to take into account the new provisions introduced in 1974 in this sector. These involved the processing of intervention meat into preserves and the transport of the meat when taken over by the intervention agency.

1.2.2. Procedures for implementation

The Commission made the following additions to the procedures for implementation provided for in the principal regulations :

- a) A technical adjustment of the standard amounts for the physical storage and processing operations in respect of agricultural products bought-in by intervention agencies as laid down by the Commission Decision of 19 December 1974. Such an adjustment was necessary for the beef and veal sector to take into account boning combined with the manufacture of preserves and for the raw tobacco sector for certain varieties of oriental tobacco.
- b) A regulation, (EEC) No 1409/75², which lays down detailed rules for the application of the aggregate method introduced by Regulation (EEC) No 3259/74³. The latter, which was referred to in paragraph 1.2.1. of the Fourth Financial Report, gave Member States the option of using an aggregate method in the event of practical accounting difficulties arising for certain monetary compensatory amounts.

Assessment of changes in expenditure in 1975

1.3.1. In general

The expenditure of the Guarantee Section is by nature unpredictable. Firstly, there are factors of an agricultural order (level of production, prices on the internal and world markets) which frequently lead to actual expenditure differing from the assumptions adopted in the Budget.

(1) OJ No L 117 of 7. 5. 1975, p. 7
(2) OJ No L 140 of 31.5. 1975, p. 54
(3) OJ No L 349 of 28.12.1974, p. 10

But alongside those agricultural factors there are certain factors of a non-agricultural kind which added to the uncertainty, i.e. :

a) The monetary situation - Currency movements have a direct influence on the level of monetary compensatory amounts governed by Regulation (EEC) No 974/71. Since these amounts are fully financed by the Community, they cannot fail to affect the level of expenditure. The alignment of the representative rates on the actual rates, by means of a Council Regulation, reduces monetary compensatory amounts. However, it leads to an increase in the difference between the representative rate (used for the conversion of agricultural unit amounts in u.a. into national currencies) and the budgetary rate (used when charging expenditure in national currencies against the budget expressed in u.a.). The financial effect of this difference, known generally as "the effect of the double conversion rate", increases in proportion to the difference between the representative rate and the budgetary rate. This effect of the double conversion rate, which towards the end of 1975 had reached about 37% for most products in the case of the lire and the pound, resulted in additional expenditure of about 300 million u.a. in 1975.

This amount, which is not charged separately but is scattered among the different budget headings, is additional to the MCA's arising in intra-Community trade (406.3 million u.a.) - of paragraph 1.3.2. c. The financial effect of the monetary situation on the Guarantee Section therefore totals about 700 million u.a., a sum which does not include the MCA arising in trade with non member countries to correct the rates of refund.

b) Delays in payment - There is a certain time-lag between operations and payments. These delays vary according to the type of measures and the rules and practices of Member states. Without giving precise figures, this delay is estimated at 1 to 2 months in most Member states. It is appreciably higher in Italy, especially for aid for olive oil production and durum wheat.

In all, the total delay for the nine Member States is probably above 1,000 million u.a. This situation has important consequences for the exhaustion of credits, especially when one Member State speeds up payments.

c) Budgetary procedure - The timetable for this procedure is such that the Commission must draw up the budget estimates for the coming year during May/June of the current year. There is thus a long interval between the drawing up of the estimates and the "moment of truth".

It should be noted that the problems of the timetable have been eased in respect of the 1976 Budget by the introduction during the budgetary procedure of a letter of amendment for titles 6 and 7.

In 1975, this factor of uncertainty ascribable to agricultural causes showed itself again. Various measures had to be adopted in the beef and veal sector in order to relieve a market in surplus; the shortage in the sugar sector necessitated the granting of import subsidies. Amongst non-agricultural factors reference should be made to the monetary situation which played an important part in 1975 through the depreciation of certain currencies.

1.3.2. Comparison between initial 1975 Budget appropriations and payments

Table I below compares the initial appropriations included in the 1975 Budget and expenditure as recorded by the end of the financial year, after adjustment of the amounts available by means of Supplementary Budget No 3/75, by the appropriations carried forward from 1974 and by various transfers of appropriations. For purposes of comparison, this table also contains a column showing payments made in 1974.

A - The agricultural sector

Closer study of the various sectors reveals the following points :

- (a) in the cereals sector, although expenditure as a whole was close to the initial appropriations, the same is not true for the different classes of expenditure in this sector. The fall in prices on the world market made it necessary to re-introduce and then to increase export refunds. The resultant expenditure exceeded the initial appropriations by more than 100 million units of account. As regards intervention measures, there was a notable drop of \pm 70 million units of account in expenditure on production refunds for starches following a reduction in the level of refunds on the basis of Council regulations. Although the delay in the payment of aid for durum wheat decreased slightly in 1975, it was still considerable.
- (b) in the milk and milk products sector, expenditure as a whole remained considerably below the initial appropriations. This trend was apparent for almost all types of expenditure in this sector, except that relating to the storage of skimmed milk powder. The explanation is that butter stocks remained below the average level recorded in previous years.

TABLE I
COMPARISON BETWEEN THE INITIAL 1975 BUDGET APPROPRIATIONS AND PAYM

Sectors	Appropriations 1975 (2)	Payments in 1975 (3)					Diff. between appropriations & payments 1975		Payments 1974	
		Totals	%	Refunds	of which		Mua	%	Totals	%
					(4) 1st cat. intervention	(5) 2nd cat. intervention				
CEREALS										
-EXCLUDING DURUM WHEAT	478.5	490.1	10.3	343.6	100.0	46.4	+ 11.6	+ 2.4	339.7	12.9
-DURUM WHEAT	185.5	130.8	2.7	-	130.8	-	- 54.7	- 29.5	-	-
RICE	29.7	4.2	-	3.6	0.6	-	- 25.5	- 85.8	1.2	-
MILK&MILK PRODS.	1,552.9	1,149.8	24.3	328.5	652.1	169.2	-403.0	- 25.9	1,219.1	39.4
OILS AND FATS										
-OLIVE OIL	455.5	205.0	4.3	0.7	204.1	0.2	-250.5	- 55.0	130.1	4.2
-OILSEEDS	76.5	26.4	0.5	-	26.4	-	- 50.1	- 65.5	10.9	0.4
SUGAR	135.6	309.2	6.5	37.1	272.1	-	+173.5	+127.9	108.8	3.5
BEEF AND VEAL	448.0	980.0	20.7	144.2	438.0	397.8	+531.9	+118.7	324.4	10.5
PIGMEAT	130.0	53.8	1.1	39.4	14.4	-	- 76.2	- 58.6	66.5	2.2
EGGS&POULTRYMEAT	26.0	8.4	0.2	8.4	-	-	- 17.7	- 68.1	16.9	0.5
FRUIT&VEGETABLES	83.5	90.2	1.9	34.8	55.5	-	+ 6.7	+ 8.0	66.9	2.2
WINE	104.2	139.1	2.9	0.3	138.8	-	+ 34.9	+ 33.5	41.9	1.4
TOBACCO	166.4	228.5	4.8	1.7	210.4	16.4	+ 62.1	+ 37.3	183.6	5.9
FISHERY PRODUCTS	2.5	9.3	0.2	2.7	6.5	-	+ 6.7	+268.0	1.1	-
FLAX AND HEMP	12.6	13.9	0.3	-	13.9	-	+ 1.3	+ 10.3	11.7	0.4
SEEDS	18.5	23.8	0.5	-	23.8	-	+ 5.3	+ 28.6	15.2	0.5
HOPS	7.2	7.9	0.2	-	7.9	-	+ 0.7	+ 9.7	4.4	0.1
SILKWORMS	2.0	0.8	-	-	0.8	-	- 1.2	- 60.0	0.4	-
DEHYDRATED FODDER	10.5	11.1	0.2	-	11.1	-	+ 0.6	+ 5.7	3.6	0.1
NON-ANNEX II PRODUCTS	32.2	23.8	0.5	23.8	-	-	- 8.4	- 26.1	12.8	0.4
COMPEN- 1)ACCESSION	248.8	414.9	8.8	-	415.0	-	+166.1	+ 66.7	332.5	10.7
SATORY 2)MONETARY	105.4	406.3	8.6	-	406.3	-	+300.9	+285.5	137.6	4.4
TOTAL	4,312.0	4,727.3	100.0	968.8	3,128.5	630.0	+415.4	+ 9.6	3,089.5	100.0

(1) Mua = millions of units of account

(2) Including appropriations from the EAGGF Guarantee Section carried forward from the 1974 financial year (331.5 million u.a. - see table No. 4).

(3) Part of these payments (61.17 million u.a.) is covered by the results of the clearance of the 1971 and 1972 accounts.

(4) Intervention measures for which unit amounts of expenditure are fixed by Community regulations.

(5) Intervention measures consisting of buying-in, storing and disposal, expenditure on which financed by the EAGGF is determined by means of annual accounts involving flat-rate elements.

(6) Including the corrections made to the expenditure declared by Italy (reduction of 9.4 million u.a.).

and the cost of marketing them was therefore considerably less than expected. On the other hand, the situation of the internal and non-Community markets in skimmed milk powder, production of which has been increasing for several years, was such that it was scarcely possible to increase the quantities disposed of, even with aids and refunds considerably higher than those applied. For this reason the cost of disposing of stocks of skimmed milk powder remained below the amounts originally estimated. However, the result has been an increase in stocks (\pm 1 million tons towards the end of 1975).

- c) In the oils and fats sector, the delay in payments referred to in the previous report continued, particularly in respect of olive oil. World prices for oilseeds remained relatively high and Community aid for oilseeds was therefore less than the budgetary estimates.
- d) In the sugar sector the subsidies granted on sugar imports (IM-EX system, see also paragraph 1.1.2(b) - which amounted to 177 million u.a. in 1975 -- gave rise to expenditure considerably in excess of the original appropriations. Moreover, during the second half of 1975, following a drop in prices on the world market, the reintroduction of export refunds proved necessary.
- e) In the beef and veal sector the market situation continued as before, with quite low prices within the Community and very low prices on the world market. This led to expenditure on export refunds in excess of the estimates and further massive intervention buying. The cost of the latter (about 325 000 tons, expressed as bone-in meat, in stock towards the end of the year) amounted to 409 million u.a., most of which resulted from losses on sales and losses on the value of the meat in stock on 31 December.

As mentioned in paragraph 1.1.3, a system of premiums in this sector was introduced by Council Regulation No 464/75. These premiums were not provided for in the original appropriations and they caused additional expenditure of about 250 million u.a. against the 1975 Budget.

- f) In the wine sector 1975 suffered from the effects of two abundant harvests in consecutive years, necessitating several Council Decisions to distill table wine. A total of about 15 million hl were distilled in 1975, involving expenditure of 155 million u.s. Because of a delay in payment of 53 million u.s. in one Member State, expenditure against the 1975 Budget amounted to 102 million u.s.
- g) In the raw tobacco sector the increase in expenditure is largely explained by a partial reduction of the backlog of payments.

B - Accession compensatory amounts :

The increase in the level of expenditure compared with estimates is attributable to the volume of intra-Community trade being greater than expected when the Budget was drawn up, as a result of the sales of milk products in the United Kingdom following difficulties of supply in that country. In addition, the increase in Community prices approved at the end of 1974 and 1975 resulted in an increase in the differences between prices in the original Member States and prices in the new Member States, which had repercussions on the expenditure on compensatory amounts.

C - Monetary compensatory amounts (MCA)

The difference between estimates and expenditure can be explained by the fact that the assumptions on which the estimates were based (levels of MCAs for each currency and trade assumptions) differ from the actual situation during the financial year. In the first place the levels of the MCAs were affected by the agri-monetary measures included in the overall price package decided on at the beginning of 1975. Secondly, certain floating currencies, such as the pound sterling, depreciated during 1975, causing additional expenditure. In this sphere delays in payment also play an important part. For example, the MCAs granted by Italy in 1975 mainly related to the trade which took place in 1974.

1.3.3. Breakdown of expenditure by type and total cost.

a) Breakdown by type

The table at annex G IV shows that expenditure on refunds which had much decreased in 1974 (591 million u.a. against 1 542 million u.a. in 1973) following the high world prices for certain products (cereals, sugar, oilseeds) increased considerably in 1975 (1 015 million u.a.). This increase is a result of the fall in world prices for cereals, milk and sugar. Moreover, it should be noted that the new arrangements in respect of food aid since 1 January 1975 have led to 46.5 million u.a. of food aid being charged against the 1975 budget. The "food aid" column which appeared in the table in annex G IV of the 1974 Financial Report (of page 82) is therefore abolished.

- Intervention expenditure to support markets basically involved the payment of price compensation aid (2 ^{billiards} / u.a. or 43% of total expenditure) and the storage of beef and veal (438 million u.a. in 1975 against 247 in 1974).

- Mention should be made of the expenditure on accession and monetary compensatory amounts which increased from 470 million u.a. in 1974 to 821 million u.a. in 1975.

b) Changes in agricultural levies.

Revenue from the common agricultural policy consists mainly of import levies and the levies in the sugar sector. This revenue is not deducted from the expenditure of the Guarantee Section but forms an integral part of own resources which supply the budget of the European Communities.

Annex G VI shows that the cost of levies increased in 1975 (519 million u.a.) after having decreased in 1973 and 1974. The fall in prices on the world market, particularly for cereals, is the main explanation.

c) Assessment of total cost in relation to gross domestic product.

Expenditure by the Guarantee Section represents a quite stable percentage (about 0.4%) of this economic indicator (of Annex G VII). The lower percentage rate in 1974 compared with 1975 is basically a result of a relative fall in expenditure by the Guarantee Section for the year in question (1974).

2. FINANCIAL ADMINISTRATION OF AGRICULTURAL MARKETS

2.1. General features of 1975

In 1975 initial appropriations under titles 6 and 7 of the Budget were greatly underestimated. This situation created difficulties both at the level of paying departments, which did not receive advances covering total requirements for November and the beginning of December in good time, and at the level of the Commission, which had to delay the charging of expenditure (specific commitments and payments).

This shortfall made good by

- the carrying forward of appropriations from the 1974 financial year (331.5 million u.a.)
- a supplementary Budget (200 million u.a.)
- various transfers from other Budget titles (186.2 million u.a.)

By the end of the financial year the sum total of the appropriations thus made available (4 698.1 million u.a.) had been put at the disposal of the Member States.

2.2. Cash situation

The Member States communicate to the Commission each month information drawn up by the departments and agencies authorized to pay expenditure. This information includes, in addition to a statement of the cash situation, a statement of the expenditure paid out during the previous month and estimates of expenditure for the current month and the following two months.

On the basis of this information the Commission, after consultation with the FAGGF Committee, determines and pays out each month to the Member States the advances required by the paying departments and agencies up to the end of the following month, that is to say the last month referred to in the estimates of expenditure.

If the funds made available to a Member State are likely to run out before the date on which the next advance is due to be made, a special advance may be decided upon.

The Member States allocate the funds received amongst the paying departments and inform the Commission by weekly telex.

2.2.1. Advances to the Member States (Annex G I)

In accordance with Articles 4 and 5 of Regulation (EEC) No 729/70 and Regulation (EEC) No 2697/70, the Commission took 18 decisions on advances, four of which were special, for the 1975 financial year. The reasons for the special advances were in part the under-estimation of expenditure to be paid out during the months of January, April, June and September and in part the difficulties encountered at the end of the financial year with regard to the availability of appropriations.

2.2.2. Funds available in the Member States during the financial year

Apart from the balance of 146.6 million u.a.¹ on 1 January, the Member States had at their disposal a total of 4,551.5 million u.a. of advances approved against the 1975 Budget and funds of 61.17 million u.a. available from the clearance of the accounts of the 1971 and 1972 financial year. The total funds available were 4,759.3 million u.a. 4,727.3 million u.a. of these funds were used, leaving a balance of 32 million u.a.¹ on 31 December 1975.

2.2.3. Percentage utilization of funds available

Comparison of expenditure during the 1975 financial year and funds available to the Member States during the same year show that 99.3% of the funds made available to them were used (table 2, column f). Moreover, the comparison between the funds available each month in the Member States and funds remaining after payment of expenditure (table 3) reveals an average utilization of about 81%. This percentage is substantially up on 1974 (51%) and shows a general improvement in administration, particularly in Italy.

The United Kingdom rate is abnormally high and can be explained by the immediate use of part of the advances intended to cover the needs of the month following that of the receipt of funds.

¹ see table No 2 and explanatory notes.

TABLE 2

FUNDS AVAILABLE TO AND EXPENDITURE BY THE MEMBER STATES IN 1975

Member States	Funds available on 1 January 1975 ¹	Advances for financial year 1975 (Annex G II) ²	Total available for financial year 1975	Expenditure between 1 January 1975 and 31 December 1975	Amount available on 31 December 1975	Utilization of advances (%)
	a	b	c	d	e = c - d	f = d/c, 100
BELGIUM	2.6	176.-	178.6	176.8	1.8	99.-
DENMARK	6.7	306.-	312.7	312.3	0.4	99.9
GERMANY	36.4	582.5	618.9	596.3	22.6	96.3
FRANCE	75.7	1,131.6	1,207.3	1,175.4	31.9	97.4
IRELAND	9.4	229.5	238.9	245.3	- 6.4(3)	102.7
ITALY	6.3	898.6	892.3	928.9	- 36.6(3)	104.1
LUXEMBOURG	p.m.	5.5	5.5	5.5	p.m.	100.-
NETHERLANDS	16.2	472.8	489.-	472.3	16.7	96.6
UNITED KINGDOM	5.9	810.2	816.1	814.5	1.6	99.8
TOTALS	146.6	4,612.7	4,759.3	4,727.3	32.-(4)	99.3

- (1) The following should be added to the balance of 137.3 M u.a. for Italy on 31 December 1974 (table No 2, p. 12 of the Fourth Report):
- 6.33 M u.a. from the cancellations recorded in 1975 in respect of 1974 expenditure by the ATMA,
 - 3.03 M u.a. as a result of reductions in expenditure on refunds following the adoption of Council Regulation 3259/74.
- (2) Including amounts available as a result of the clearance of the 1971 and 1972 accounts i.e. 61.17 M u.a.; Excluding advances approved in December for the month of January which relate to the 1976 financial year.
- (3) These negative figures can be explained by the special nature of "second category" intervention expenditure (public buying-in, storage and disposal).
- (4) This balance will be modified as a result of corrections to be made to the expenditure declared by Italy (see 2.4.2. (b)).

TABLE 3

AVERAGE PERCENTAGE UTILIZATION OF COMMUNITY FUNDS

Member States	Average amount of Community funds available in the Member States for one month's expenditure (see Annex GII, line C) M u.a.	Average balance available after one month's expenditure (see Annex GII, line E)	Average Percentage Utilization
	a	b	$c = \frac{a - b}{a} \times 100$
BELGIUM	15.-	0.3	98%
DENMARK	27.9	1.9	93%
GERMANY	70.4	20.7	71%
FRANCE	129.3	31.4	76%
IRELAND	24.1	3.7	85%
ITALY	102.7	25.3	75%
LUXEMBOURG	0.74	0.29	61%
NETHERLANDS	52.6	13.2	75%
UNITED KINGDOM	63.2	- 4.7	107%
E. E. C.	486.-	92.1	81%

2.3. Appropriations

2.3.1 Initial appropriations

At the beginning of the financial year the appropriations carried forward from the 1974 financial year by Council decision were available for expenditure from the EAGGF Guarantee Section for 1975 in addition to those provided by the budget.

2.3.2 Supplementary appropriations

The insufficiency of the initial appropriations was made good in two ways :

- a) by means of 200 million u.a. of supplementary appropriations, allocated to the beef and veal sector.
- b) by the transfer of 186,158,997 u.a. from other budget titles.

This amount consisted of the following transfers:

- a transfer authorized by amending and supplementary Budget No 3 of 3 December 1975, of 60 million u.a. from Title 9 (food aid) to titles 6 and 7, which became possible because of delays in the implementation of the 1975 food aid programmes due to their late adoption.

The cereals, skimmed milk powder and butteroil programmes were adopted respectively by the Council on 3 March 1975, 26 May 1975 and 16 June 1975.

This transfer was, however, affected by the reimbursement of an amount of 42.4 million u.a. by the Guarantee Section to title 9 (food aid) in respect of the 1976 Budget¹.

- an open transfer to the EAGGF Guarantee Section of certain appropriations unused in 1975, i.e.:
- 33,358,997 u.a. from various titles of the 1975 Budget;

¹ Reimbursable transfer approved by the Council on 8 April 1976.

- 30,300,000 u.a. from Chapter 50 - European Social Fund - appropriations carried forward from 1974. (Council Decision of 3 December 1975)
- a transfer of 62,500,000 u.a. from the Guidance Section (Title 8) to the Guarantee Section of the EAGGF approved by the Council on 18 December 1975 (Regulation (EEG) No 3341/75)⁽¹⁾

2.3.3 Summary of appropriations available

	u.a.
Initial budget	3,980,475,000
Amounts carried forward from 1974 in respect of the Guarantee Section	331,500,000
Amending and Supplementary Budget No 3	200,000,000
Transfer from food aid	60,000,000
Open transfer (3 December 1975)	63,658,997
Transfer from the Guidance Section (18 December 1975)	62,500,000
Total amount available :	<u>4,698,133,997</u>

2.3.4 Transfers of appropriations

The considerable imbalance in the appropriations of the Guarantee Section and the fact that supplementary appropriations were needed, following the fixing of agricultural prices, led the Commission to forward to the Council, with a view to regularizing the budgetary situation, the preliminary draft of an amending and supplementary budget in accordance with Article 1 (4) of the Financial Regulation of 25 April 1973. The budget, whose purpose was mainly to increase the appropriations available for the beef and veal, sugar, wine and tobacco sectors and for accession and monetary compensatory amounts, was adopted by the Council on 3 December 1975.

An analysis of the adjustment of appropriations within Titles 6 and 7 effected in connection with this amending budget is given in Table 4 column b.

Another adjustment of appropriations by way of transfers from one chapter to another in accordance with Article 113 (1) of the Financial Regulation was necessary after receipt by the Commission at the end of January 1976 of statements from the paying departments covering all expenditure for the 1975 financial year.

These transfers, which were approved by the Council on 8 April 1976, are shown in Column c of Table No 4.

(1) In fact, the Commission had proposed that 50% of the premiums for the birth of calves as provided for by Council Regulation (EEG) No 464/75 be financed by the Guidance Section since, although these premiums present certain intervention characteristics intended to stabilize the markets they equally present guidance characteristics of production on a longer term. While not formally retaining this reasoning, the Council accepted however, exceptionally, the allocation of 62.5 million to the Guarantee Section.

TABLE NO 4

Transfers of appropriations

000 u.s.

Ch.	SECTORS	Initial appropriations for 1975	Transfers of appropriations		Final appropriations for 1975	Appropriations carried forward from 1974
			amending and supplementary Budget no 3 (1)	Others		
		a	b	c	d	e
60	Cereals	606,500	- 30,000	- 15,300	561,200	57,500
61	Rice	29,700	- 25,000	- 600	4,100	-
62	Milk and Milk products	1,526,850	- 400,000	- 16,300	1,110,550	26,000
63	Oils and fats	342,025	- 270,000	- 41,950	30,075	190,000
64	Sugar	135,600	+ 190,000	- 15,250	310,350	-
65	Beef and veal	395,000	+ 400,000(1)	+139,000	934,000	53,000
66	Pigmeat	130,000	- 75,000	- 1,000	54,000	-
67	Eggs and Poultrymeat	26,000	- 10,000	- 7,600	8,400	-
68	Fruit and Vegetables	83,500	-	+ 4,500	88,000	-
69	Wine	99,200	+ 105,000	- 83,000	121,200	5,000
70	Tobacco	166,400	+ 50,000	+ 12,200	228,600	-
71	Fishery products	2,500	+ 5,000	+ 1,900	9,400	-
73	Other sectors	50,800	+ 5,000	+ 1,900	57,700	-
74	Non-Annex II products	32,200	- 15,000	+ 6,050	23,250	-
75	Accession compensatory amounts	248,800	+ 100,000	+ 66,200	415,000	-
76	NCAs in Intra-community trade	105,400	+ 230,000	+ 45,109	380,509	30,300(2)
	TOTALS	3,980,475	+ 260,000	+ 95,859	4,336,334	361,800

Food aid - 60,000

Guidance section - 62,500

Other titles - 33,359 - 30,300 (2)

(1) 200 million u.s. supplementary appropriations granted on 3 December 1975

(2) Transfer from title 5 approved by the Council on 3 December 1975.

2.4 Payments

2.4.1 Amounts paid

The expenditure declared by the Member States as having been paid up to 31 December 1975 and charged against the 1975 budget by the Guarantees Section amounts to

4,727,336,465.98 u.a.

Of this total 629,897,303.24 u.a. = 13.32% represent net losses by intervention agencies and 4,097,439,162.74 u.a. = 86.68% export refunds and other intervention measures.

(see Annex G III)

A detailed analysis of expenditure by sector is given in the first part of this report in table No 1.

The breakdown of expenditure between Member States for the financial year 1975 is as follows;

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TABLE 5
Breakdown of expenditure between Member States for
1975 and types of financing

(in M u.a.)

State	Refunds	Intervention	Totals		%	
			1975	1974 (1)	1975	1974 (1)
BELGIUM	45.3	131.4	176.7	148.2	3.74	4.80
DENMARK	94.0	218.4	312.4	286.4	6.61	9.27
GERMANY	111.5	484.8	596.3	577.8	12.61	18.70
FRANCE	358.9	816.5	1,175.4	684.6	24.86	22.16
IRELAND	40.6	204.7	245.3	153.1	5.19	4.96
ITALY	67.2	861.7	928.9	519.9	19.65	16.83
LUXEMBOURG	1.3	4.1	5.4	2.0	0.12	0.06
NETHERLANDS	159.9	312.4	472.3	449.9	9.99	14.56
UNITED KINGDOM	90.1	724.5	814.6	267.7	17.23	8.66
EEC TOTALS	968.8	3,758.5	4,727.3	3,089.6	100.-	100.-

(1) - Excluding an amount of 8.3 million u.a. relating to Community compensatory measures for the Netherlands (Regulation 3141/73);

- Including corrections made to the expenditure declared by Italy (reduction of 9.4 million u.a.).

2.4.2. Charging of commitments and payments

On the basis of the statements by Member States of expenditure incurred, and after scrutiny, the Commission charged commitments and payments against the budget in accordance with the budgetary nomenclature. These periodical charges in the course of the financial year are without prejudice to the final annual accounts as approved by the Commission following audit.

If the clearance of the accounts of preceding financial years results in the expenditure finally charged against the budget being less than that initially charged for a financial year within the system of advances, the difference must be returned to the EAGGF Guarantee Section by the Member States concerned.

In order to avoid unnecessary movements of funds, the amounts thus made available are committed "globally", as if they were advances granted to Member States for the current financial year (see table C I).

The effect of the clearance of the accounts for the 1971 and 1972 financial years on the 1975 budget operations has been that 61,170,255.78 u.a. of expenditure charged against the 1975 budget as commitments or payments is covered by amounts made available by the clearance of these amounts (see 2.2.2).

a) Commitments

The following were thus committed globally:

- amount available at the beginning of the 1975 financial year:	146,640,380.36 u.a.
- advances in respect of 1975	4,551,493,616.64 u.a.
- amount available after the clearance of the 1971 and 1972 accounts:	61,170,255.78 u.a.
TOTAL	<u>4,759,304,252.78 u.a.</u>
Specific commitments	<u>4,725,683,817.36 u.a.</u>
The remaining were carried forward to the 1976 financial year.	<u>33,620,435.43 u.a.*</u>

* including declared expenditure of 1,652,648.62 u.a. for which the specific commitment and payment were not entered by 31 March 1976 on account of the explanations requested not being received in time.

b) Payments charged
1975 expenditure

Of the expenditure committed in accordance with the budgetary nomenclature (specific commitment) totalling:

,725,683,817.36 u.a.
4,436,451,505.15 u.a. were charged as payments.

The remaining 299,232,312.21 u.a. were carried forward to 1976. This amount will be used for the subsequent charging of part of the expenditure declared by the AIMA (Italian Intervention Agency) after receipt of details concerning payments actually made to beneficiaries.

Some of this expenditure cannot yet be regarded as definitive and may be revised downwards.

This problem tends to diminish with time but its elimination cannot yet be foreseen.

1974 expenditure (against appropriations carried forward)

Appropriations carried forward from 1974 amounting to 432,938,494.26 u.a., which were earmarked for the charging of expenditure by the AIMA and the Intendenza di Finanza in Rome (export refunds) were used as follows:

<u>AIMA</u> :	appropriations carried forward	401,636,113.90 u.a.
	payments charged	<u>395,303,982.38 u.a.</u>
	appropriations unused and therefore cancelled	6,332,131.52 u.a.
<u>Intendenza di Finanza:</u>	appropriations carried forward	31,302,380.35 u.a.
	payments charged	<u>28,271,382.17 u.a.</u>
	appropriations unused and therefore cancelled	3,030,998.18 u.a.

2.5 Paying departments

In 1975 no changes occurred officially as regards the paying departments. However, certain studies were undertaken which may bring changes in some Member States.

In Germany the existing intervention agencies have merged into one single agency namely the "Bundesanstalt für landwirtschaftliche Marktordnung" as from 1 July 1976.

In Italy initiatives were taken to find a means of providing the intervention agency (AIMA) with a statute enabling it to improve the way in which it deals with its various tasks. Moreover the AIMA and the Ente Risi have taken over payments of export refunds to third countries on food aid operations which were previously made by the Intendenza di Finanza di Rome.

In France problems in the wine sector led to the setting up of an inter-trade wine agency which will manage the market from now on.

2.6. Clearance and closure of accounts

2.6.1. Characteristics

As shown in paragraph 2.4.1., the system which has been applied since 1 January 1971 results in the monthly payments being charged against the Commission's accounts, without prejudice to the annual clearance of accounts. For this purpose the Commission receives annual statements which are more detailed than the monthly statements. Scrutiny of these on the basis of the accounts and documents provided, followed by inspection visits leads to a bilateral and then multilateral procedure in the EAGGF Committee, and finally to Commission decisions on the clearance of the accounts. These decisions constitute recognition of the correctness as Community expenditure paid out by the Member States, subject to any appeals to the Court of Justice or comments by the budgetary authority at the time of the general discharge procedure for a given financial year.

The final clearance of accounts is subject to considerable delay as a result of the many kinds of expenditure involved, the changes in Community laws, the multiplicity of national departments involved and the insufficiency of staff, which is particularly marked in this sector of the EAGGF, although this work is essential for the efficient management of Community finances.

In view of this situation, the Commission gave priority attention in 1975 to the accounts based on the definitive system introduced as from 1971 and undertook the verification of the accounts for the first two financial years, i.e. 1971 and 1972, as a single operation, this work resulting in Commission decisions in December 1975. It undertook next the clearance of the accounts prior to 1 January 1971 and this work continues in 1976. It will then deal with the accounts for 1973.

2.6.2. Clearance of the accounts for 1971 and 1972

2.6.2.1. Corrections

In comparison with the monthly statements provisionally charged against the budget, the Commission has made two types of corrections: The first type is the difference between the monthly statements of the Member States and the annual statement which is 9.4 million u.a. less.

This is not only the result of administrative errors spontaneously discovered, but also of Community provisions having retroactive effect.

The second type relates to corrections, following audit examinations undertaken by Commission staff. These audits involving numerous bilateral contacts resulted in corrections amounting to 52.9 million u.a., i.e.:

- for 1971 = 19,912,534.63 u.a. against a total of 1,513,961,737 u.a. accepted for clearance,
- for 1972 = 32,988,696.22 u.a. against a total of 2,391,736,995 u.a. accepted for clearance.

The net total of corrections amounts to about 51.8 million u.a. It results on the one hand from the inclusion of undeclared expenditure, mainly expenditure on tobacco storage in Italy amounting to 1.1 million u.a. and, on the other hand, from the rejection of certain declared expenditure amounting to 52.9 million u.a. as above. In order of importance, the reasons for rejection are as follows:

- (a) inclusion in the declarations of non-definitive expenditure amounting to 22 million u.a. in respect of aid for durum wheat and olive oil in Italy;
- (b) rejection by the Commission of an expenditure of 13.1 million u.a. relating to the distillation of table wines in France;
- (c) overstepping of time limits fixed by Community rules for aid for denatured skimmed milk in Italy and for the sale of butter in private storage to welfare categories and of butter in public storage for export. After corrections this expenditure was reduced by 12.9 million u.a. (of which 2 million u.a. is subject to a reserve of further examination) divided between the Federal Republic of Germany (10.4), France (2.3), Belgium and the Netherlands (0.2);
- (d) incorrect application of flat-rate amounts in the accounts of intervention agencies, chiefly in the Federal Republic of Germany, for an amount of 1.4 million u.a. (drying of cereals, processing of butter, labelling);
- (e) failure to carry forward to the following financial year credit balances in the sugar sector in France for a total of 1.2 million u.a.;
- (f) refunds on exports to the Democratic Republic of Germany paid by Italy for a total of 0.9 million u.a. in the fruit and vegetables sector and non-Annex II products sector;
- (g) duplicated payments for expenditure of 0.5 million u.a. declared by France in the milk and milk products sector and already reimbursed in 1973 as food aid, and refunds in

respect of 1970 declared by the Federal Republic of Germany for a total of 0.2 million u.a.;

- (h) Refunds in the non-Annex II products sector (lactalbumin) not covered by Community rules, paid by the Netherlands for a total of 0.3 million u.a.;
- (i) Miscellaneous: 0.4 million u.a. (rounding up, calculating errors, etc).

Slightly more than half of these corrections (29 million u.a.) are in fact the result of a disputed application of Community rules (chiefly overstepping dates, infringements, flat-rate amounts, exports to the Democratic Republic of Germany, acceptance of documents which are inadequate as a basis for payments), and lead to the exclusion of a small proportion of the expenditure actually paid by the Member States. The other corrections (non-definitive expenditure, amounts not carried forward, duplication) combined with discrepancies noted and corrected during verifications do not reduce the expenditure declared; they all result from bad presentation of data or faulty coordination in the Member States.

2.6.2.2. Result of the corrections

The final decisions were taken by the Commission on 2 December 1975¹. The Comparison of the amounts accepted with the amounts advanced reveals balances available at the end of the two financial years (see Annex GVII and GVIII). The expenditure has also to be compared with the monthly expenditure provisionally charged to the accounts. In accordance with Article 110 of the Financial Regulations the difference resulting from this comparison is taken into the accounts in the financial year in which the Commission took its decisions, in this case 1975. Consequently the Member States concerned have had to initiate national procedures to reconstitute the funds which, according to the Commission have been used for non-Community purposes (a matter of difficulty for certain Member States). From the standpoint of the Community budget this process makes additional appropriations available (see 2.3).

(1) O.J. no L 27 of 2 February 1976

Several delegations were not able to accept the Commission's conclusions and three Member States, namely Germany, France, and the Netherlands, appealed to the Court of Justice of the European Communities in February 1976 in respect of corrections totalling 24.6 million u.a.

2.6.3. Accounts for the 1973 financial year

These were the first accounts following enlargement of the Community. They were submitted between September 1974 and May 1975¹. It may be observed that the annual statements of certain Member States of the original six were put in later than those of the three new Member States, probably because of the existence in these States of a single department or agency.

In view of the priorities referred to in paragraph 2.4.1., the scrutiny of these accounts will begin during 1976.

2.6.4. Accounts for the 1974 financial year

In view of the general delay in the clearance of accounts it was agreed at the meeting of the EAGGF Committee on 13 May 1975 to set back, as for 1973, the date for sending in statements concerning that financial year to October.

This time-limit was observed by five Member States as shown in the following table:

(1) See 4th Financial Report, 2.4.1.

Table No 6Dates of transmission of documents relating
to the clearance of the 1974 accounts

Belgium	5.11.1975	Italy	23.04.1976
Denmark	30.11.1975	Luxembourg	22.07.1975
Germany	21.10.1975	Netherlands	13.10.1975
France	18.12.1975	United Kingdom	30.06.1975
Ireland	30.10.1975		

Because of the delays, it will not be possible to examine these accounts before 1977.

2.6.5. Closure of accounts for the periods prior to 1 January 1971

In view of the priority given to the work on the 1971 and 1972 accounts which was more burdensome than expected, the audit of these periods could not be finished by the end of 1975 as originally planned.

The work will be continued on a priority basis in 1976.

TITLE II

Guidance Section

The Guidance Section is concerned with the financing of the Community policy on the improvement of agricultural structures. Since the adoption of Regulation (EEC) No 729/70¹, the funds available for this purpose, which amount to 325 million u.a. go firstly to finance common measures, which have priority, and then are available for projects to improve agricultural structures within the framework of Regulation No 71/74/EEC and for the reimbursement of certain expenditure on special measures adopted by the Council before the implementation of Regulation (EEC) No 729/70.

FINANCING OF COMMON MEASURES

Common measures adopted by the Council in 1975

Common measures within the meaning of Article 6 of Regulation (EEC) No 729/70 adopted by the Council in 1975 are as follows :

- Council Directive 75/108/EEC of 20 January 1975² on the organization of the structures survey for 1975, forming part of the programme of surveys on the structure of agricultural holdings. This survey will provide objective and comparable data on the structural situation of agricultural holdings throughout the Community and will contribute towards the future development of the Common Agricultural Policy;
- Council Directive 75/268/EEC of 28 April 1975³ on mountain and hill farming and farming in certain less favoured areas, together with Directives 75/269/EEC to 75/273/EEC of 28 April 1975³ listing the less favoured areas. This Directive, which is an important complement to Directives 72/159-160/EEC, aims to provide support for agriculture in naturally less-favoured areas so that farming there may become as productive as in other areas.

¹ OJEC L 94 of 28 April 1970, p.13

² OJEC L 24 of 15 February 1975, p.21

³ OJEC L 128 of 19 May 1975, p.1

The financial contribution by the Guidance Section to expenditure by Member States has been fixed at 25% .

As with the majority of the common measures adopted to date by the Council, the Directives listed above are implemented by reimbursing the Member States with part of the expenditure which they have effected. The expenditure in question is detailed in the section "Decisions on Reimbursements or Payments in Respect of Common Measures". (5.3.3. page 52)

3.2 Common measures which gave rise to decisions on reimbursement in 1975

3.2.1 Common measures based on the system on the reimbursement of the expenditure incurred by Member States

Almost all the Member States have implemented, although in some cases with some delay, the structural measures provided for in Directives 72/159/160/161/EEC of 17 April 1972¹ on agricultural reform. Thus, during 1975 the first Commission decisions were taken on the reimbursement of aid granted by the Member States in application of these Directives.

This expenditure, as well as that relating to Council Directive 71/260/EEC of 26 July 1971² concerning the potential of fruit trees and Council Regulation (EEC) No 1353/73 of 15 May 1973 instituting a system of premiums for the conversion of dairy herds to meat production is set out in the section "Decisions on Reimbursements or Payments in Respect of Common Measures" of this report (5.3)

3.2.2 Common measures based on the system of financing individual projects for structural improvement

The purpose of this type of common measure is to intervene directly at the level of an investment project which is concerned with structural improvements and involves the provision of a capital grant.

¹OJEC L 96 of 23 March 1972, p.1

²OJEC L 170 of 9 August 1971, p.21

³OJEC L 141 of 28 May 1972, p.18

The only common measure adopted by the Council to date concerns conversion projects in the salted cod fishing industry under Council Regulation (EEC) No 2722/72 of 19 December 1972¹.

On 19 December 1975, the Commission decided to grant aid amounting to 2 682 704 u.a. to two applications submitted for 1975².

These two projects concern the construction of three deep-freeze tunny seiners in the Department of Seine Maritime and represent a total investment of 10 730 518 u.a.

In all, 9.582.916 u.a. have been granted to 12 projects for conversion projects in the cod-fishing industry since the basic regulation was adopted.

3.2.5 Principal common measures proposed by the Commission to the Council in 1975

The most important of the common measures under consideration by the Council concern:

- a proposal for a regulation concerning common measures to improve conditions under which agricultural products are processed and marketed (COM(75) 431 final).

These measures are based on a system of individual projects which, in order to be eligible for aid from the EAGGF, must be part of specific pluriannual programmes to develop or rationalize the processing or marketing of agricultural products. The contribution by the Fund is limited to 25% of investments undertaken.

The Commission has also presented to the Council:

- a proposal for a regulation on a programme for restructuring the non-industrial inshore fishing industry (COM(75) 574 final). This measure provides for financial contributions by the EAGGF to projects incorporated in development measures and to a programme to encourage the cessation of fishing.
- an amended proposal for a directive on forestry measures (COM(75) 88).

¹OJEC L 291 of 28 December 1972, p.30

²OJEC L 21 of 30 January 1976, p.6

³OJEC L 328 of 20 December 1975, p.10

As part of this common measure the Guidance Section will help to finance national schemes to encourage forestry measures to supplement the other measures to improve agricultural structures such as Directives 72/159/EEC and 72/160/EEC.

- a proposal for a regulation setting up a system of premiums for withholding milk and milk products from the market and for the conversion of dairy herds to meat production. This proposal is intended as a continuation in a different form of the measures provided for by Council Regulation No 1353/73 of 15 May 1973.

3.3 Allocation of Guidance Section appropriations in 1975

- (a) Requests for reimbursement made in 1975 by the Member States in respect of common measures and individual measures reveal that some of the appropriations provided in the 1975 Budget to finance them could not be used while, the reserves accumulated up to 31 December 1974 (525 991 664 u.a.) should suffice to cover the forecast of expenditure on the implementation of common measures over the next few years.

Therefore, following the provisions of Council Regulation (EEC) No 3309/75 of 6 December 1975⁽¹⁾ and for reasons of budget technique, only 3.9 million u.a. - of which 3.6 from the year 1974 - were placed in reserve in 1975 to common actions.

- (b) Moreover, under Council Regulation (EEC) No 3341/75 of 18 December 1975,² an amount of 62.5 million u.a. has exceptionally been transferred for 1975 from the Guidance Section to the Guarantee Section of the EAGGF.

4. FINANCING OF PROJECTS FOR THE IMPROVEMENT OF AGRICULTURAL STRUCTURES

Capital grants for projects for the improvement of agricultural structures within the framework of Regulation No 17/64/EEC are authorized to continue by virtue of Article 6(4) of Regulation (EEC) No 729/70, for as long as the annual appropriations for the financing of the common measures does not reach 325 million u.a.

¹ OJEC No L 328 of 20 December 1975, p. 10

² OJEC No L 330 of 24 December 1975, p. 1

However, with regard to the conditions for the granting of aid from the Fund to individual projects important amendments were made to Regulation No 17/64/EEC in Council Regulation (EEC) No 3171/75 of 3 December 1975⁽¹⁾. This Regulation provides that if the beneficiary abandons the project or if the project is not carried out within a certain period of time, aid from the Fund may be cancelled or reduced and the corresponding appropriations may be used to finance other projects.

In 1975, the Commission approved the granting of aid from the Fund:

- for projects relating to the second 1974 instalment (the first instalment was approved in December 1974)
- for projects relating to the first 1975 instalment.

4.1 Financing of projects for 1974

4.1.1 Quantitative analysis of the projects financed

The Commission approved on 23 December 1974⁽²⁾ and 15 July 1975⁽³⁾ the granting of aid for 1974 to an amount of 234 999 998 u.a. in accordance with the allocation determined by the Council by virtue of Council Regulation (EEC) No 1215/75 of 5 May 1975⁽⁴⁾.

The breakdown is as follows:

-
- (1) OJEC. No L 315 of 5.12.1975, p. 1
 - (2) OJEC. No C 47 of 27.2.1975, p. 14
 - (3) OJEC. No C 185 of 14.8.1975, p. 4
 - (4) OJEC. No L 121 of 14.5.1975, p. 1

Table No 7

Granting of aid by the Guidance Section of the Fund for 1974

Member State	Number of projects financed	Amount of aid granted (u.a.)	Amount of total investment (u.a.)	Percentage of aid granted
Germany	164	49.820.000	232.246.782	21,2
Belgium	73	12.690.000	60.095.074	5,4
Denmark	24	9.870.000	48.558.172	4,2
France	103	42.770.000	193.263.092	18,2
Ireland	31	11.984.964	57.544.152	5,1
Italy	251	65.095.000	290.577.189	27,7
Luxembourg	5	940.000	4.959.328	0,4
Netherlands	31	14.100.000	79.086.228	6,0
United Kingdom	84	27.730.034	145.214.823	11,8
Totals	766	234.999.998	1.111.544.840	100,0

As in previous years, the number of projects submitted was distinctly higher than the number of projects financed.

The Commission examined the legal, economic, technical and financial aspects of 1 296 projects submitted. 109 projects were eliminated, being considered unacceptable or not complying with the conditions of Regulation No 17/64/EEC.

Of the remaining 1 187 projects, 421 could not be aided for lack of funds.

The 766 projects granted aid from the Fund represent a total investment of 1 111 544 480 u.a., an average investment of 1 451 103 u.a. per project; the average aid per project is 306 708 u.a.

4.1.2. Qualitative analysis of the projects financed

4.1.2.1. Improvement of production structures

Table 15

Member State	Land improvements		Hydraulic works and irrigation		Afforestation		Miscellaneous		Total aid granted (u.a.)	Total investment (u.a.)
	Number of projects	Aid granted (u.a.)	Number of projects	Aid granted (u.a.)	Number of projects	Aid granted (u.a.)	Number of projects	Aid granted (u.a.)		
Germany	32	7.664.836	9	2.246.259	53	14.588.451	5	6.072.465	30.572.011	122.553.126
Belgium	22	1.930.095	3	22.681	-	-	4	443.570	2.396.346	9.757.555
Denmark	-	-	-	-	-	-	1	183.381	183.381	360.228
France	35	7.269.892	8	3.710.574	5	846.504	5	4.614.601	16.441.571	69.157.206
Ireland	-	-	-	-	-	-	6	3.756.160	3.756.160	14.828.245
Italy	-	-	18	5.982.481	1	137.261	87	21.623.392	27.743.134	115.886.220
Luxembourg	-	-	1	51.480	-	-	-	-	51.480	114.400
Netherlands	5	3.640.869	2	452.094	-	-	4	138.681	4.231.644	23.421.883
United Kingdom	-	-	8	1.285.163	-	-	21	2.743.805	4.028.968	19.993.057
Totals	94	20.505.692	49	13.750.732	59	15.572.216	133	39.576.055	89.404.695	376.571.920

(22,9%)

(15,4%)

(17,4%)

(44,3%)

(100%)

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(a) Land improvements

The projects financed relate to the rural road network (52 projects) and work connected with the provision of water supplies, drainage, other land improvements and road systems (42 projects).

(b) Hydraulic works and irrigation

This sector comprises projects for realignment of watercourses (16 projects), construction of pumping stations (5 projects) and sprinkling plants (7 projects) irrigation works (5 projects) and combined hydraulic and agricultural projects (16 projects).

(c) Miscellaneous

This sector covers projects for:

- the construction of fishing vessels (31 projects)
- the development of meat production (25 projects)
- the provision of drinking water and connected works (23 projects)
- certain land reform improvements and improvements to the rural network (19 projects)
- the reorganization of vineyards (15 projects)
- the internal improvement of farm structures (10 projects)
- fish and shellfish farming (4 projects)
- the reorganisation of olive growing (3 projects)
- the provision of facilities for research, marketing and vocational training (3 projects).

4.1.2.2 Improvement of mixed structures

Table 9

Member State	Number of projects financed	Total investment (u.a.)	Aid granted (u.a.)
Germany	5	4.069.930	772.739
Belgium	4	9.027.382	1.963.306
Denmark	3	2.018.665	504.167
France	10	29.561.803	6.701.678
Ireland	-	-	-
Italy	21	36.626.654	7.641.838
Luxembourg	-	-	-
Netherlands	1	123.153	20.057
United Kingdom	8	56.933.071	9.065.671
Totals	52	138.357.659	26.675.456

The projects included under this heading relate to both production structures and marketing structures. They comprise projects for the production of feedingstuffs (24 projects), for the production and processing of various agricultural products (11 projects), for the reorganization of vineyards and the modernization of wine cooperatives (7 projects), for the improvement of milk collection and for refrigeration equipment for dairies (4 projects) and for the packaging and treatment of seeds (3 projects).

Finally, three projects relate to a sericultural centre, a fish breeding development centre and work on reorganizing olive plantations and cooperative oil mills.

4.1.2.3 improvement of marketing structures

Table No. 10

Member State	Milk products		Wheat		Fruit & vegetables		Wine		Cereals		Miscellaneous		Total investment (u.s.)	
	Supp. (u.s.)	Aid granted (u.s.)	Supp. (u.s.)	Aid granted (u.s.)	Supp. (u.s.)	Aid granted (u.s.)	Supp. (u.s.)	Aid granted (u.s.)	Supp. (u.s.)	Aid granted (u.s.)	Supp. (u.s.)	Aid granted (u.s.)		
Germany	19	7,528,228	6	1,925,450	17	3,779,734	16	4,565,215	1	547,850	1	121,253	18,475,250	105,611.46
Greece	9	3,271,116	13	2,459,056	10	1,662,930	-	-	4	332,814	4	595,212	8,330,548	1,313,137
Netherlands	6	1,585,547	8	6,037,771	-	-	-	-	3	562,495	3	996,639	9,182,452	45,679,278
France	9	6,838,960	3	1,119,981	7	3,608,713	10	3,903,435	4	2,079,661	7	2,035,698	19,625,751	94,544,083
Ireland	5	2,812,786	12	4,472,901	2	84,382	-	-	-	-	6	858,815	8,228,004	42,715,907
Italy	13	2,570,561	1	224,198	17	4,306,424	58	14,842,473	9	2,334,829	26	5,431,543	29,710,028	138,064,315
Luxembourg	2	732,440	-	-	-	-	1	130,000	-	-	1	26,080	888,520	4,844,928
Norway	5	3,202,621	1	234,420	5	2,157,636	-	-	-	-	8	4,277,600	9,842,299	55,541,192
United Kingdom	11	2,537,716	6	2,504,952	2	2,507,322	-	-	3	465,005	25	6,419,338	14,635,395	62,288,695
Total	79	31,479,977	50	18,366,759	60	17,905,135	85	23,451,124	24	6,322,594	81	20,762,258	118,919,817	596,615,261

(26.5%) (15.9%) (5.1%) (19.7%) (5.3%) (17.5%) (100%)

(a) Milk products sector

The projects financed relate to the modernization and rationalization of dairies (46 projects) and the setting up and enlargement of cheese plants (33 projects).

(b) Meat sector

In this sector the projects receiving aid from the Fund were processing factories (25 projects), slaughterhouses (24 projects) and one cattle marketing centre.

(c) Fruit and vegetable sector

The projects financed comprised processing plants (35 projects), packaging and storage centres (17 projects) and sales and marketing installations (8 projects).

(d) Wine sector

Receiving aid from the Fund in this sector were 66 projects for the construction or improvement of wine cooperatives, 12 bottling and packaging centres, 6 plants for distilling the by-products of wine making and a permanent fair-exhibition of wines in Italy.

(e) Cereals sector

The 24 projects financed in this sector comprise centres for the conditioning, drying and storage of grain.

(f) Miscellaneous sectors

These projects comprise of:

- the construction of fishing vessels equipped with processing plants (24 projects)
- cooperative oil mills (15 projects)
- processing centres for various agricultural products (14 projects)
- fish processing plants (12 projects)
- egg and poultry marketing centres (9 projects)
- tobacco manufacturing (7 projects)
- multi-purpose markets (6 projects)
- centres for preparing seeds for sowing (3 projects)
- a fish and shell products marketing centre.

4.2 Financing of the first instalment of projects for 1975

4.2.1 In December 1975¹ the Commission approved the granting of aid from the Fund totalling 107 995 034 u.a. for the 1975 instalment relating to 318 projects.

The number of projects submitted for 1975 was 824 to which were added 225 projects not accepted for 1974 for lack of funds, making 1 067 projects in all.

The breakdown of the aid granted is as follows

(Table 11)

Member State	number of projects financed	Total Investment (u.a.)	Aid granted (u.a.)
Germany	99	110.388.836	26.396.125
Belgium	34	26.019.102	6.226.104
Denmark	10	25.505.941	5.185.714
France	34	93.685.248	19.061.915
Ireland	14	31.200.622	6.618.189
Italy	63	128.070.950	28.077.799
Luxembourg	1	60.280	15.070
Netherlands	38	59.498.674	8.090.464
United Kingdom	25	42.943.125	8.323.654
Totals	318	517.372.778	107.995.034

¹ OJ EC. No C 26 of 6.2.76, p. 2

4.2.2 Funds allotted

The 1975 Budget provided 145.1 million u.a. to finance projects in 1975 under Regulation No 17/64/EEC. However, because of the large number of projects submitted, the Council, on a proposal from the Commission, decided to raise this amount to 216.6 million u.a. which it did by Regulation (EEC) No 3309/75 of 16 December 1975². This increase in the appropriations has been effected by a transfer from the chapters on common measures and special measures for which not all the appropriations provided had been used.

The appropriations available for the 1975 instalment thus amount to 104 604 966 u.a. The aid decisions are expected to be taken in April 1976.

5. IMPLEMENTATION OF THE DECISIONS TO GRANT AID

5.1 The individual projects

5.1.1 Payments in 1975

In 1975 the Commission received 1 339 applications for payment. Taking into account the 218 applications received in 1974 which could not be processed before 31 December 1974 the EAGGF had to handle 1 557 requests for payment in 1975.

By 31 December 1975 it had been possible to examine 1 281 applications of which 1 031 gave rise to payment; of the latter, 490 related to terminated projects.

² OJ EC. No L 328 of 20.12.1975, p. 10

The payments represent a total amount of 138 964 244.57 u.a. which by Member State breaks down as follows:

Table 12
Payments in 1975 for individual projects

Member State	Amount (u.a.)
Germany	42.242.048,65
Belgium	8.690.878,92
France	33.557.816,48
Italy	28.598.259,03
Luxembourg	519.503,16
Netherlands	14.040.866,68
Denmark	4.952.643,47
Ireland	717.477,02
United Kingdom	5.644.731,16

A detailed breakdown by year and by Member State is given in Annex O.VI.

5.1.2. Rhythm of disbursements in respect of aid granted

By 31 December 1974 the Commission had actually paid since the commencement of operations of the EAGGF, 499 839 335.71 u.a.

The breakdown of this amount by year of commitment and by Member State is given in Annex O.VII.

EAGGF aid is paid in several instalments related to the progress of work. The rhythm of disbursements in respect of aid is therefore dependent on the date when the work begins, the period needed to carry it out and the time occupied by the administrative processes of preparing and forwarding the application for payment to the Commission departments.

As the table below shows, the percentages disbursed vary from one Member State to another and also according to the period in which the aid was granted.

Payments as % of commitments for all Member States	Aid granted 1965 to 1970	Aid granted 1971 to 1973	Aid granted 1974 and 1975 ²
	81,1	41	9
Germany	91,6	65,9) p.m.
Belgium	82,9	50,4	
France	83,2	44,8	
Italy	63,5	13,3	
Luxembourg	100,-	32,5	
Netherlands	95,-	60,5	

¹ Commitments minus cancellations

² The period 1974/75 also included the United Kingdom, Ireland and Denmark.

It should be noted that:

- For aid granted between 1965 and 1970 the percentage disbursement is over 62% for all Member States except Italy where it is 63.5%. As the figures in Annex O.VIII show, Italy is also the country with the highest percentage of non-utilized appropriations compared with appropriations committed.
- For aid granted between 1971 and 1973: the projects are in course of realisation. There is a delay in Italy once again where only 13.3% of the aid has been disbursed. In connection with this it should also be stated that by 31 December 1975 the Commission had received from Italy no applications for projects representing 70% of the aid granted. For the other Member States this percentage was less than 25%.

- For aid granted in 1974 and 1975: the percentage disbursed amounts to 9% of the aid since the projects are generally only in their early stages.

In view of the fact that delays in carrying out projects or their cancellation reduce the effectiveness of aid by the EAGGF Guidance Section, the Council on 3 December 1975 adopted Regulation 317/75⁽¹⁾ which lays down that sums not used, either because the beneficiary has cancelled the project or because work on the project has not begun within two years of the date of notification of its approval, may be transferred to other projects.

5.1.3 The position of projects approved more than five years previously

On 31st December 1975 313 projects remained for which grants had not yet been paid out; financial approval was given more than 5 years ago.

For 294 of the 313 projects involved, the Commission requested the Council to allow appropriations to be carried forward to permit payment of the aid in 1976. The 1) cases, representing aid amounting to 3 379 319 u.a. for which a carry forward was not requested, consisted firstly of 15 projects on which work had been put in hand by 31 December 1975 and for which a certain and early starting date could not be forecast and, secondly for 4 projects implemented in breach of the financial and other conditions laid down. For these projects the Commission has put in hand the procedure for cancellation of the aid.

Out of the total of 1 661 projects financed between 1964 and 1969, aid has been paid for 1 150 projects, the carry forward of appropriations has been requested for 294 projects, and 217 projects will not be carried out.

(1) J.O. No L 315 of 5.12.1975, p. 1

The state of these projects is shown in Annex O.VIII; in percentage terms, the use made of the aid is as follows:

Year	Appropriations committed		Aid actually disbursed	Appropriations not used	Appropriations to be carried forward to 1976
	In	amount			
1964	1965	9.056.922	83,9	16,1	-
1965	1966	17.134.258	77,8	21,6	0,6
1966	1967	41.586.875	75,6	20,6	3,8
1967	1968	26.039.369	82,9	9,7	7,4
1968	1968/69	94.897.375	71,7	12,8	15,5
1969 I Instalment	1969	8.472.837	75,7	11,4	12,9
1969 II, III, IV Instalments	1970	151.527.163	63,6	2,2	34,2

5.1.4 Implementation of projects

(a) Amendments to projects

In 1975, the Commission received 140 requests for amendments, in addition to the 89 of the previous year on which more information had been requested; this meant there was a total of 229 requests for amendments to be dealt with.

Off this total 61 were agreed to without any charge being needed in the original decision, amendments being of minor importance and entailing only slight increases or reductions in cost.

128 requests required changes to the decisions, as the amendments to the projects were such as no longer permitted them to be financed on the basis of the original decisions. Some of these changes involved a reduction in the aid granted, the overall reduction amounting to 1 800 048 u.a.

Some requests could not be dealt with as the supplementary information requested was not to hand.

Two requests were refused.

(b) Projects not carried out

In 1975, 52 beneficiaries decided to forego the aid granted. As a result 7, 144 194 u.a. were not used, i.e. 287 091 u.a. for German projects, 694 262 u.a. for a Belgian project, 42 460 u.a. for a French project, 5 790 834 u.a. for 41 Italian projects and 299 447 u.a. for a Netherlands project.

(c) Projects carried out in breach of the conditions laid down

In 1975 the Commission cancelled aid totalling 2 733 094 u.a. granted for 10 projects since the financial or other conditions laid down had not been fulfilled.

It also initiated the procedure for cancellation in respect of seven Belgian projects (11 751 u.a.) and three French projects (289 217 u.a.) as well as for 19 projects dating from 1965 to 1969 referred to above under 5.1.3.

In addition the Commission reduced the aid for one German project, three French projects, one Belgian and four Italian projects, because either part of the work had been carried out in breach of the conditions laid down or following an amendment to the investment planned. These reductions amounted to 585 353 u.a.

(d) Projects carried out at lower cost than estimated

In 1975 an amount of 2 952 515 u.a. was not used since the real eligible expenditure was lower than the estimates which were used as a basis for the aid decision.

5.1.5 Appropriations not used

Taking into account the reasons given above under 5.1.4, a total amount of 15 215 204 u.a. remained unused as a result of circumstances arising in 1975.

Since the start of the Guidance Section of the EAGGF the amount of unused appropriations amounted to 48 million u.a. The breakdown between Member States is as follows

Total unused appropriations	Germany	Belgium	France	Italy	Luxembourg	Netherlands
40 M u.a. = 100	17.2%	4.4%	19%	59%	p.m.%	n.m.%

5.2 Special measures

5.2.1 Aid decisions

In 1975 aid was granted by the EAGGF, Guidance Section, for the following measures:

(a) Premiums for slaughtering cows and withholding milk and milk products from the market (Regulation EEC/1975/69)

Reimbursement of 50% of the expenditure incurred in 1974 by Germany (1 254 224.63 u.a.), Belgium (158 335.46 u.a.), France (1 265 192.03 u.a.), Luxembourg (9 562.46 u.a.) and the Netherlands (106 703.04 u.a.):

2 796 017.62 u.a.

The results of these measures which were published in the Fourth Financial Report, are unchanged since the payments made in 1975 only relate to the latest instalments. The application put forward by Italy could not be examined before the end of the year as supplementary information was required.

(b) Premiums for grubbing fruit trees (Regulation (EEC) 2517/69)

- Reimbursement of 50% of the expenditure incurred in 1973 by Italy
516 461.90 u.a.

- Reimbursement of 50% of the expenditure incurred in 1974 by Germany (1 656.94 u.a.), Belgium (9 264 u.a.), France (28 872 u.a.), Italy (7 049 944.11 u.a.) and the Netherlands (3 862.60 u.a.):

7 093 609.65 u.a.

Taking into account the latest figures provided by Italy this measure covers to date 79 465 farms with an area of 88 106 hectares which break down as follows.

Member States	Number of farms	Hectares grubbed
Germany	34.827	26.094,8890
Belgium	11.828	9.007,1070
France	12.599	22.455,2600
Italy	9.832	18.916,0150
Luxembourg	409	227,7200
Netherlands	9.970	11.404,6761
Total	79.465	88.105,6871

(c) Aid to organizations of fruit and vegetable producers (Regulation 1035/72)

-- Reimbursement of 50% of the expenditure incurred in 1973 by Germany (259 845.08 u.a.), France (34 140.62 u.a.) and Italy (750 211.32 u.a.):
1 044 197.02 u.a.

-- Reimbursement of 50% of the expenditure incurred in 1974 by the United Kingdom:
9.213.59 u.a.

Requests for reimbursement relating to expenditure in 1974 were submitted by Germany, Denmark, France and Italy at the end of 1975 or at the beginning of 1976 so that decisions on them cannot be taken in 1976.

To date this measure has involved about 232 organizations -- 78 in Germany, 129 in France and 25 in Italy.

(d) Aid to producers' organizations in the fishing industry
Regulation EEC/2142/70

Reimbursement of 50% of the expenditure incurred in 1974 by Germany
(6 909.68 u.a.) and France (21 336.75 u.a.): 30 246.63 u.a.

To date this measure has involved four organizations of which one
was in Germany and three in France.

(e) Improvement of the production and marketing of Community citrus
fruit (Regulation EEC/2511/69)

Owing to the delay in the entry into force of the implementing regulations
and the programmes (Italy) and for reasons connected with administrative
procedures and the availability of budget appropriations (France) these
two countries did not incur any expenditure in 1974. The first expenditure
arose in 1975 and requests for reimbursement are to be submitted before
1 July 1976.

5.2.2 Payments

In 1975, payments by the Fund, in implementation of the decisions referred
to under 5.2.1. amounted to 11 489 746.41 u.a. of which 1.52 mill. u.a.
was to Germany, 0.17 mill. u.a. was to Belgium, 1.35 mill. u.a. was
to France, 8.32 mill. u.a. was to Italy, 0.01 mill. u.a. was to Luxembourg,
0.11 mill. u.a. was to the Netherlands and 0.01 mill. u.a. was to the
United Kingdom (see Annex O.IX)

Since 1966 the total amount of appropriations committed for special measures
amounted to 275 595 020.74 u.a.

(The position at 31 December 1975 of the appropriations committed and
the payments made for the various special measures is shown in Annex O.XI).

5.2.3. Supporting evidence for lump sum aid

a) Italy

Since Italy did not comply with the deadlines laid down for submitting the
reports on the utilization of the funds placed at its disposal for the
improvement of production and marketing structures in the raw tobacco sector,
the olive and olive oil sector and the fruit and vegetable sector,

the Commission on 18 February 1976 initiated the procedure for non-fulfilment of an obligation laid down in Article 169 of the Treaty.

As the information given below shows, in 1975 very good progress was made in the implementation of investment programmes and the disbursement of aid.

- Aid of 15 mill. u.a. paid on 10 March 1970 for the improvement of production and marketing structures in the raw tobacco sector (Regulation 130/65/EEC - Article 12(1))

	<u>on 31 Dec. 1974</u>	<u>on 31 Dec. 1975</u>
- Value of investments implemented or being implemented	31.1 mill. u.a.	34.1 mill. u.a. (*)
- Amount of aid paid	9.2 mill. u.a.	13.2 mill. u.a.

(*) of which 52 inter-regional projects, representing an investment of 32.4 M. u.a., financed as to 50% (15.9M.u.a.) from funds made available by the Commission.

- Aid of 45 M. u.a. paid on 1 August 1967 for the improvement of production structures in the olive and olive oil sector and the fruit and vegetable sector

	<u>on 31 Dec. 1974</u>	<u>on 31 Dec. 1975</u>
- Value of investments implemented or being implemented	52.4 M. u.a.	62.6 M. u.a. (*)
- Amount of aid paid	28.3 M. u.a.	35.1 M. u.a.

(*) of which 7 inter-regional projects, representing an investment of 41.3 M. u.a. fully financed from funds made available by the Commission.

- Aid of 27.3 M. u.a. paid between 28 October 1968 and 21 December 1973
for the common organization of the market in the fruit and vegetable
sector (Regulation No 159/65/EEC, Article 12(4))

	<u>on 31 Dec. 1974</u>	<u>on 31 Dec. 1975</u>
- Value of investments implemented or being implemented	29.1 M. u.a.	64.3 M. u.a. (*)
- Amount of aid paid	13.3 M.u.a.	25.1 M. u.a.

(*) of which 11 inter-regional projects, representing an investment of 43.7 M. u.a. fully financed from the funds made available by the Commission.

- (b) Grand Duchy of Luxembourg - aid of 7.5 M. u.a. for measures to complete
the integration of Luxembourg agriculture into the Common Market
(Regulation 541/70)

In 1975 the Luxembourg Government transmitted to the Commission the supplementary information requested. This shows that the total expenditure amounted to Lfrs 375 470 500, i.e., 7 503 572 u.a. broken down as follows:

- 3 628 measures relating to aid for the construction of and alternations to farm buildings, Lfrs 244 731 020
- interest rate subsidies (capitalized) for loans taken out to modernize agricultural holdings, Lfrs 124 675 856
- 12 collective projects of small proportions, including land improvement projects Lfrs, 5 771 714.

The Commission asked the Luxembourg authorities for additional supporting evidence for each of the three groups, as well as the individual files, so as to be able to check on the implementation of the measures in detail.

5.3. Common measures

5.3.1. Common measures on the reform of agricultural structures

In 1975 initial payments were made by the EAGGF, Guidance section, in accordance with Article 4 of Decision 74/501/EEC of 16 October 1974 for the following common measures:

(a) Farm modernization (Directive 72/159/EEC)

- Payment of an instalment of 75% of the reimbursement requested in respect of expenditure incurred in 1973

in Germany: 906 273.78 u.a.

- Payment of an instalment of 75% of the reimbursement requested in respect of expenditure in 1974 in Denmark (24 237 u.a.),

in the Netherlands (155 956.99 u.a.) and the United Kingdom

(59 850.95 u.a.) 240 052.94 u.a.

(b) Cessation of farming (Directive 72/160/EEC)

Payment of an instalment of 75% of the reimbursement requested in respect of expenditure incurred in 1974 in Germany (6 063.46 u.a.), in the Netherlands (403.40 u.a.) and in the United Kingdom (206.52 u.a.)

7 533.38 u.a.

(c) Socio-economic guidance and the acquisition of occupational skills (Directive 72/161/EEC)

Payment of an instalment of 75% of the reimbursement requested in respect of expenditure incurred in Germany in 1973 (126 954.50 u.a.) and in 1974 (463 040.67 u.a.).

This expenditure only concerns title I of the Directive.

The progressive introduction of common actions in the different Member States explains the fact that only some States in 1973 and 1974 under the Directives and, consequently, received payments.

In addition it may be recalled that Denmark need not apply Directive 72/161/EEC until 31 December 1976.

5.3.2. Common measure on the marketing and processing of agricultural products

(a) Aid to hop producers' organizations (Regulation EEC/1696/71)

- Reimbursement of 50% of expenditure incurred in 1973 by France:

131 905.37 u.a.

- Reimbursement of 50% of expenditure incurred in 1974 by France (6 898.94 u.a.) and the United Kingdom (113 257.21 u.a.)

120 156.15 u.a.

A decision on the request for reimbursement presented by Germany could not be made before 31 December 1975 and the reimbursement will therefore be made in 1976.

5.3.3 Common measures in specific sectors

(a) Measures to encourage the development of meat production (Regulation EEC/1353/73)

Reimbursement of 50% of the expenditure incurred in 1974 by Germany (4 463 169.94 u.a.), Belgium (551 869.71 u.a.), Denmark (765 151.58 u.a.) France (6 926 550.86 u.a.), Ireland (362 073.41 u.a.), Luxembourg (40 320.46 u.a.), Netherlands (505 457.18 u.a.) and the United Kingdom (11 314 610.95 u.a.):

24 929 212.09 u.a.

The reimbursement made to the United Kingdom only covers the first instalment of the premium, a later decision will be made on the second instalment after the supplementary information requested has been received.

(b) Statistical survey of plantations of certain types of fruit trees (Directive 71/286/EEC)

Reimbursement of part of the expenditure incurred by Germany (42 000 u.a.) and Italy (441 600 u.a.):

483 600 u.a.

This measure is completed after these two payments. The EAGGF Guidance Section has paid a total sum of 729 900 u.a. broken down as follows:

Germany	42.000
Belgium	15.000
France	196.000
Italy	441.600
Luxembourg	300
Netherlands	35.000
	<hr/>
	729.900 UC

(c) Survey on the structures of agricultural holdings (Directive 75/100/EEC)

Payment of one instalment in accordance with Article 9(7) of Directive 75/100/EEC of 21 January 1975 and covering 80% of the number of holdings already surveyed for Germany (960 000 u.a.), Ireland (325 712.19 u.a.) and the United Kingdom (235 506.82 u.a.): 1 521 219.01 u.a.

(d) Conversion projects in the salt cod-fishing industry (Regulation EEC/2722/72)

Two final payments, four partial payments for six French projects:

2 031 201.58 u.a.

Total payment of aid for three German projects:

2 868 352.15 u.a.

Aid granted for two French projects:

2 682 704.00 u.a.

5.3.4. Payments

In 1975, payments by the Fund in implementing the decisions referred to under 5.3.1. to 5.3.3. amounted to 33 830 023.26 u.a. of which 9.83 mill. u.a. was to Germany, 0.55 mill. u.a. to Belgium, 0.78 mill. u.a. to Denmark, 9.09 mill. u.a. to France, 0.68 mill. u.a. to Ireland, 0.44 mill. u.a. to Italy, 0.04 mill. u.a. to Luxembourg, 0.66 mill. u.a. to the Netherlands and 11.72 mill. u.a. to the United Kingdom (see Annex O.IX)

The total amount of appropriations committed for common measures since 1973 is 38 008 038.86 u.a.

The appropriations break down is as follows:

Member State	Appropriations committed
Germany	9.837.154,50
Belgium	566.869,71
Denmark	789.388,58
France	13.975.417,23
Ireland	687.785,60
Italy	441.600,00
Luxembourg	40.628,46
Netherlands	696.897,57
United Kingdom	11.772.297,21

The position at 31 December 1975 of the appropriations committed and the payments made for the various common measures is shown at Annex O.X.

5.d The position at 31 December 1975 of the appropriations of the Guidance Section

5.4.1 Execution of the 1975 Budget

Table O.XIII in the Annex shows the following:

- In 1975 the Funds allocation was reduced from 325 to 262.5 mill. u.a. due to the exceptional transfer of an amount of 62.5 mill. u.a. to the Guarantee Section for beef and veal premiums;
- of the 262.5 mill. u.a., 49.9 mill. u.a. were used to finance common measures and special measures instead of the 179.9 mill. u.a. scheduled initially;

- the remainder of the appropriations amounting to 212.6 mill. u.a. (initially 145.1 mill. u.a.) was used to finance individual projects within the meaning of Article 13 of Regulation 17/64/EEC.
- during the year, 149 mill. u.a. were committed, of which 38.4 mill. u.a. have been disbursed. Of the remainder 113.2 mill.u.a. should be committed in 1976 while 0.3 mill. u.a. are to go into the Mansholt Reserve Fund.

5.4.2. Execution of previous budgets

The position at 31st December 1975 of appropriations relating to the years prior to 1975 is given in Table O.XIII in the Annex. This shows that of a total of 876.6 mill. u.a. of appropriations committed, 145.9 mill. u.a. have been disbursed; disbursement of the remaining 730.7 should take place in 1976 and subsequent years.

5.4.3. Situation as a whole

At 31 December 1975 therefore, appropriations amounting to 954 584 384.01 u.a. were still to be disbursed.

Of this total 841 366 108.62 u.a. is aid granted during 1975 and previous years but not yet paid to beneficiaries and 113 216 275.39 u.a. represents 1975 appropriations which could not be committed before 31 December 1975. These appropriations are to be carried forward to 1976.

5.4.4 Amounts automatically carried forward (770 136 865.56 u.a.)

The appropriations relating to payments still due by virtue of commitments made between 1 January and 31 December are automatically carried forward for a period of five years (first subparagraph of Article 6(5) of the Financial Regulation).

The amount carried forward to the 1976 financial year consists firstly of appropriations amounting to 766 325 089.12 u.a., relating to aid granted for projects in 1970, 1971, 1972, 1973, 1974 and 1975 (first instalment) the commitment of which has been entered into the accounts between 1971 and 1975.

Secondly there are appropriations amounting to 3 043 776.43 u.a. relating to aid granted for common measures relating to conversion projects in the salt cod-fishing industry.

5.1.3. Amounts not carried forward automatically.

(a) Appropriations committed more than five years ago which require the Council's authorization to be carried forward (71 227 243.06 u.a.)

At the end of the five-year period referred to above, the Commission may submit each year a list of the appropriations which are still committed and for which carry forward is requested (second sub-paragraph of Article 6(3) of the Financial Regulation).

The amount carried forward to the 1976 financial year concerns appropriations relating to aid granted for projects in 1965, 1966, 1967, 1968 and 1969 for which the commitments, entered in the accounts for 1965, 1967, 1968, 1969 and 1970 had not been disbursed by 31 December 1975, either because there was still some aid to be paid or because the aid actually paid finally was less than the aid granted and with regard to which the Commission applies Council Regulation (EEC) No 3171/75 of 3 December 1975 so as to re-use the difference to finance other projects in accordance with the spirit of that Regulation.

(b) Appropriations not committed by 31 December 1975 and which require the Council's authorization to be carried forward (113 210 275.39 u.a.)

Appropriations not committed by 31 December may be carried forward but only to the following financial year. The Commission submits this carry forward request to the Council (Article 6(1) and (2) of Financial Regulation).

For 1975, the following appropriations were not committed and a request will be made in respect of them:

1. 104 604 966.24 u.a. to finance projects in the second instalment of 1975. For administrative reasons the Commission has not been able to take the decisions on granting the aid before 31 December 1975.

In Council Regulation 3309/75 of 16 December 1975 the Council fixed 30 April 1976 as the deadline for Commission decisions on aid.

2. 8 613 309.15 u.a. - appropriations to finance common measures and special measures for which no commitment was made in 1975 despite the presentation of requests for reimbursement on which the Commission has not been able to take any decisions before 31 December 1975 because of the provisional character of the request, or because of its late submission or because of the need to obtain supplementary information.

These measures are the following:

<u>Common measures</u>	<u>For commitment under the heading</u>
- Farm modernization	2.305.673,28
- Guidance and vocational training	171.904,33
- Groups of hop producers	474.043,85
- Conversion, beef and veal sector	28.137,91
- Structures survey 1975	2.438.780,99

Special measures

- Organization of fruit and vegetable producers
- Slaughtering of cows and withholding milk or milk products from the market

5.5 Contributions

The appropriations committed during the years 1964 to 1971 are covered by contributions by the Member States calculated on the basis of specific scales. By informal agreement these contributions are only called for as and when required.

At 31 December 1975, the total expenditure of the Guidance Section for the years 1964 to 1974 was 621 057 299.01 u.a. and the contributions by Member States were 625 341 693.91 u.a. A call for funds totalling 50 mill. u.a. was sent out in December 1975.

Taking into account this last call the contributions broke down as follows between the Member States:

Germany	209.056.523,85 u.a.
Belgium	54.530.451,70 u.a.
France	200.703.744,35 u.a.
Italy	142.356.443,24 u.a.
Luxembourg	1.402.050,33 u.a.
Netherlands	59.132.502,44 u.a.

It should be noted that expenditure by the Guidance Section is covered by the new system of resources and contributions applied to the entire budget as from the 1972 appropriations.

TITLE III

Verifications and irregularities

6. Verifications

6.1 Characteristics

In 1975 the Commission greatly extended its verifications of EAGGF expenditure, in particular that of the Guarantee Section because of its importance.

The increased work mainly concerned inspection visits since the governments of the Member States are responsible for implementing Community provisions and keep the accounts and detailed supporting evidence of most EAGGF expenditure. For this reason information of working days spent on the spot provides an indication of the extent of this work.

These activities are of two main kinds. One kind consists of verifications carried out immediately before a Commission decision is taken, such as, the annual decisions on the clearance of the accounts of the Guarantee Section, and as regards the Guidance Section, the decisions on aid for special measures and common measures, and the payments following decisions to grant aid for the financing of projects for the improvement of agricultural structures.

The second kind of verification which has been developed consists of selective controls or specific checks. The purpose of this type of verification is to investigate in depth a given problem in order to find ways of improving the mechanism of Community financing and to facilitate later work directly linked to decisions on the clearance of accounts or on the granting of aid.

6.2 Guarantee Section

6.2.1. Inspection visits in connection with the annual clearance of accounts

(a) Visits in connection with the 1971 and 1972 accounts

Visits undertaken between April and July 1974¹ in connection with the clearance of accounts for the 1971 and 1972 financial years were supplemented by a further 42 days work in 1975, bringing to 165 days the number of days of work done in the six Member States by the Commission staff.

¹ See Fourth Financial Report, item 7.1.2.

Both documentary verifications and inspection visits covered expenditure paid during the twenty-five months concerned (1 January 1971 - 31 January 1973).

They concentrated on the main items of expenditure by the twenty-three paying departments in the six Member States and followed the methods described in previous reports.

This work led to a number of corrections and to the Commission's decisions on the clearance of the accounts (see 2.6.2.).

(b) audits in connection with the accounts for 1967/68 - 1970

In 1975 the Commission staff devoted 105 working days in five Member States to verifying accounts for the period 1967/68 - 1970; this work will continue in the first half of 1976.

Because of the limited time available and the long delays which have occurred - from five to nearly nine years - which make it difficult to examine the supporting documents, inspection visits were mainly concerned with the accounts and the most important items of expenditure. They were, however, supplemented by a detailed examination, supported where necessary by documentary evidence, in doubtful cases or where errors had been found.

6.2.2. Other inspection visits

In addition to inspection visits for the clearance of accounts in respect of measures financed by the Guarantee Section¹ other inspection visits by the Commission staff accounted for 97 days' work, namely:

40 days were spent largely in a principal producing country verifying intervention conditions in the beef and veal sector. The enquiry covered not only registration and administrative measures at the headquarters of the intervention agency, but also the actual conditions under which slaughtering, boning and buying-in took place and were checked. The enquiry covered the whole country and more than half the firms benefiting from the intervention system were visited. The Committee noted a number of shortcomings which were notified to the Member State involved which then introduced new and more detailed control measures.

¹ It is recalled that inspection visits for agricultural levies are made in the context of "own resources". To this end a certain number of days' work were spent on visits.

15 days were spent on a detailed investigation of the conditions in which a large quantity of skimmed milk powder, bought in intra-Community trade, is to be incorporated, with aid financed by the EAGGF, in compound feedingstuffs. This mission also observed various shortcomings in the control system, and the Member State concerned was notified. The question of withdrawing EAGGF aid from the operation in question is still under study.

4 days were spent verifying the application of the system of private storage of pigmeat in a Member State. Through this visit it was possible to find a solution concerning financing in this field for the last intervention period and to propose an adjustment of Community rules on this subject for future intervention. As a result of this visit the Member State concerned has taken administrative measures to overcome the difficulties found.

12 days were spent in a detailed examination of certain cases of irregularities prejudicial to the EAGGF, which had been communicated pursuant to Articles 3, 4 and 5 of Regulation No 283/72.

The information obtained has been made available in documentary form to the Special Committee of Inquiry for its work in the beef and veal sector (see 7.4)

It should be noted here that officials of the EAGGF also spent 30 days in visits concerned with the more intensive application of Regulation No 283/72 on irregularities (see 7.1.1.)

6.2.3. Selective controls

By decision of the Commission a special type of inspection visit has been introduced which concentrates on specific problems which have been encountered in a given sector or field.

In 1975 77 days' work were spent on visits concerned with selective controls concerning certain measures in the beef and veal sector. The main aspects examined were:

- (a) application of the system of monetary compensatory amounts in intra-Community trade;
- (b) correct declaration of the quality and quantity of goods imported or exported; and more generally
- (c) the way in which national administrative departments and where necessary the administrative services of other Member States are informed of theft, loss and falsification of customs seals or documents.

A number of shortcomings were noted, in particular concerning the application of the Community transit system. Moreover, the use of a stolen customs seal was detected. However, in spite of the full cooperation of the customs investigation services of several Member States, it was not possible to prove that the unlawful use of this seal had led to irregular profits prejudicial to the EAGGF.

The Member States have been informed of the results and conclusions of this targeted control.

6.3 Guidance Section

6.3.1. Inspection visits in connection with individual projects

In 1975, inspection visits were made in connection with 13 projects, of which two were in Germany, two in Belgium, one in France, five in Italy and two in the Netherlands.

This represents about 2.5% of the projects completed in the year. Because of the increase in the number of requests for payment to be examined by the EAGGF in 1975 it was impossible to maintain or increase the number of visits carried out in 1974, which concerned twenty-four projects, or 6.5% of the projects completed.

These visits proved that the payment of aid was justified in every case except project B/26/70, where the procedure for withdrawal of aid has been initiated.

In addition, two applications for payment relating to projects B/72/68 and B/124/73 were drawn up incorrectly and will have to be resubmitted.

6.3.2. Special measures

In 1975 inspection visits were made in connection with the following measures:

- (a) Premiums paid from 1973 to 1974 by Italy for the grubbing of fruit trees (Regulation EEC/2517/69)

When the request for reimbursement for 1973 and 1974 was submitted Italy provided not only the data required for each region, but detailed information on the 9 032 recipients. It was thus possible to verify the accounts relating to each individual case.

The inspection visit covered general aspects and administrative procedure in four provinces. A large number of documents concerning individual farms were also checked by random sampling. Four farms where large areas had been grubbed were visited.

The implementing measures taken by Italy, and the form and content of the supporting documents, gave rise to no special problems. Since in all cases the premiums granted had not in fact been paid, the competent Italian authorities were asked to carry out further checks and draw up fresh payments schedules serving as the basis for the application for reimbursement.

In one province the prescribed increase in the premium from 500 to 1 000 n.a./ha had not yet been made in all cases. Supplementary payments will be made in the following year.

(b) Premiums paid by the Federal Republic of Germany for the slaughtering of cows and the non-marketing of milk and milk products (Regulation EEC/1975/69)

As regards premiums paid between 1970 and 1974, inclusive, all supporting documents for the land of Schleswig-Holstein were examined, as were numerous documents concerning individual farms in 2 districts.

Three farms were visited, as was a dairy, in order to check, on the basis of vouchers, that delivery of milk from certain recipients had stopped.

(c) Launching aid granted in Germany to organizations of producers of fruit and vegetables (regulation EEC/1035/72)

Aid granted to organizations of fruit and vegetable producers in Baden-Württemberg and North Rhine-Westphalia had been inspected in 1972. This year the inspection covered seven organizations in Lower Saxony. Checking related to the national implementing provisions, the statutes and the administrative rules of the organizations, and the documents relating to launching aid. Two large organizations and several of their local services were then visited.

Checks carried out for three different measures in three Member States led to the conclusion that the special measures are in general applied in the Member States in conformity with Community rules, subject to the comments made under Point (a) above.

6.3.3 Common measures

Since it is a question, for most common measures, of a first request for reimbursement of relatively small sums for which part payments have already been made, measures which began in 1973 and continued in 1974 and involve large amounts were chosen for inspection.

Premiums granted in 1973 and 1974 by the United Kingdom for the conversion of dairy herds to beef production (Regulation EEC/1353/73)

Expenditure effected in connection with a common measure in the United Kingdom during 1973 and 1974 was inspected for the first time in two divisional areas. National implementing legislation on the subject and all other documents serving as a basis for reimbursement were examined to ensure that they conformed with Community law. Documentary evidence from numerous farms was examined by random sampling. Four farms, a dairy and the Milk Marketing Board were visited. The only objection raised concerns the date of application of the representative rate (green unit of account). The United Kingdom was asked to re-examine the data concerning the first and second portions of the premium.

7. IRREGULARITIES

7.1 Implementation of Regulation (EEC) No 283/72¹

7.1.1 General

The principle of Community responsibility for the losses due to irregularities was laid down by Article 8 of Regulation (EEC) No 729/70 concerning the financing of the common agricultural policy. The Member States are obliged, for their part, to take the measures necessary to prevent and deal with irregularities and to recover the sums due.

Regulation (EEC) No 283/72 is based on the said Article 8; it has already been described in the Second Financial Report, 1972 (paragraph 6.1).

In 1975 the Commission presented to the Council a detailed report on the application of this Regulation². This shows that the Regulation is now operating satisfactorily, bearing in mind its policy implications and the administrative difficulties attached to its implementation. It shows that while difficulties arising from the centralization of data in accordance with Articles 3 and 5 of Regulation (EEC) No 283/72 have to a large extent been resolved at both national and Community levels, there are still problems concerning the implementation of Articles 4, 6 and 7.

The EAGGF, basing itself in part on the work of the Special Committee of Inquiry which in its reports has several times stressed the need for a more intensive application of Regulation (EEC) No 283/72, has concentrated on improving cooperation with the authorities of the Member States, especially in the fields covered by Articles 4 and 7 (see below).

The experts from the Member States and the Commission consider that Regulation (EEC) No 283/72 is at present the most important Community instrument in this field and that an intensive application of its provisions contributes to the detection of irregularities, thus preventing adverse financial consequences for the EAGGF.

(1) Of 7 February 1972 concerning irregularities and the recovery of sums improperly paid out in connection with the financing of the common agricultural policy and also the organization of an information system in this field.

(2) Document COM(75) 507 final of 15 October 1975

A compendium of irregularities committed prejudicial to the interests of the EAGGF is being prepared with the aid of information received pursuant to the Regulation. This list, which will contain the most instructive cases, will be made available to the national authorities responsible for the prevention and prosecution of irregularities and be kept up to date by the Commission. Several national authorities have in fact expressed a need for further guidance on control mechanisms.

The Commission, convinced that the rapid, precise and efficient application of Regulation No 283/72 also depends to a large extent on the flow of information in each Member State, called on them in its Recommendation of 3 February 1975¹ to take appropriate action and to try at the same time to establish and simplify as far as possible contacts with the competent authorities of the other countries in the Community.

Thus, where they did not yet exist, Member States set up centralized services which on the one hand coordinate information received at a national level and on the other maintain contacts with other national authorities in the Community.

7.1.2 Communication of the legislative and administrative provisions and also of a list of the authorities responsible for the prevention and prosecution of irregularities (Article 2 of Regulation No 283/72)

The Member States have completed the forwarding of particulars of their legislative and administrative provisions. This mass of data has not yet been analysed in detail since this would have delayed the action taken against irregularities notified and the intensification of cooperation between the EAGGF and national authorities concerned with initiating proceedings against irregularities. In order to make the most efficient use of available staff, immediate prevention of irregularities must be given priority.

Communications from the Member States under Article 2 are at present a valuable source of information in preparation for the missions to the Member States by Commission staff.

¹ Commission Recommendation of 3 February 1975 to the Member States concerning improved cooperation in the management of the Guarantee Section of the EAGGF.

7.1.3. Reports by Member States concerning irregularities (Articles 3 and 5)

It appears that the provisions of Articles 3 and 5 concerning the forwarding of reports (quarterly statements of irregularities which have been the subject of primary administrative or judicial findings and quarterly progress reports on the steps taken to recover sums wrongly paid) are being applied in the correct manner, following joint discussions to overcome technical difficulties both in the Member States and at Community level. There are however still some shortcomings, such as the observance of time limits.

It must be said that a further unsatisfactory feature continues to be that the data submitted to the Commission are often too general and do not allow a study of the conditions under which the irregularities were committed or detected.

The Commission feels that the main aim, of Article 3 in particular, is to improve knowledge of the methods employed, so that the competent authorities of the Member States may be kept informed with a view to the more effective prevention and prosecution of irregularities. For this reason the Commission is also asking that any attempted irregularities at the expense of EAGGF be included in the quarterly report, even if the vigilance of the competent authorities in the Member States prevented them.

7.1.4. Particular problems arising on the reports

In 1975 the Commission began to receive regularly the quarterly reports from Italy. It is now making a profound examination of these reports to judge whether or not the existing regulations are being fully respected. Whilst waiting the results of this examination the procedure on infringements which had been initiated against Italy has not been definitively closed.

7.1.5. Irregularities which could have immediate repercussions in other Member States and new fraudulent practices (Article 4)

Cooperation between Member States and with the Commission pursuant to Article 4 of Regulation 283/72 has been further intensified in respect of

irregularities making their appearance which could have rapid repercussions outside the territory of a Member State or which revealed a new fraudulent practice.

The Commission staff have drafted rules permitting the rapid exchange of information on irregularities and new fraudulent practices.

The "list of persons to contact" drawn up as part of this system, which is a list of the national departments and agencies which must be contacted directly when rapid communication is required, and the standardization of reports, have in many cases greatly assisted the rapid exchange of information between national authorities and the Commission on the risk of irregularities, and certain financial consequences for the EAGGF, have thereby been avoided.

During 1975 the following cases were notified:

- New fraudulent practices:

- . in the export of beef and veal: meat was declared as offal in order to avoid payment of monetary compensatory amounts;
- . in the import of live cattle: false declaration of weight;
- . in the export of live cattle: false declaration of weight;
- . in the export of live cattle: falsification of control documents (country of destination);
- . in the import of beef and veal: submission of falsified health certificates;
- . in the import of beef and veal: submission of falsified health certificates and certificates of origin;
- . in the beef and veal sector: exchange of meat while in transit;
- . in the beef and veal sector (intervention): false declaration of carcass weight for meat offered to the intervention authorities;
- . in the processing of colza and rape seeds

- Fraudulent transit trade in beef and veal

- Discovery of butter originating in one Member State in a cheese factory in another Member State (suspicion of illegal use of butter sold at a reduced price for processing of certain kinds)

- Warning of new possibilities of fraud in the cereals sector (malt)
- Warning of possible new fraudulent practices in the cereals sector by giving a false tariff heading (hulled, shelled or husked grains of maize, whether or not shredded or kibbled)
- "Triangular" trade in feed barley; (§ 7.1.2)

This cooperation under Article 4 between Member States and between them and the Commission must not be allowed to lose momentum and should, wherever possible, be increased. Particular attention should be drawn to the need for immediate communication of data.

In as much as there may be some uncertainty among national authorities concerning the importance of this provision, or administrative obstacles, the EACGF will continue to make every effort to overcome these problems in bilateral negotiations in order to strengthen action under Article 4 of Regulation (EEC) No 283/72.

7.1.6. Initiation of administrative enquiries at the request of the Commission (Article 6)

Less action has been taken under this Article compared with the situation described in the Fourth Financial Report. The Commission is now convinced that this Article should only be used when there is a strong presumption, to avoid national control authorities undertaking large-scale researches which finally prove useless.

However, the Commission staff have continued to use the "pre-6" procedure, under which more detailed information is obtained from the Member States about suspected irregularities or attempted fraud before a formal enquiry under Article 6 is initiated.

This preliminary procedure has been used in the following cases:

EACGF, Guarantee Section

- Probable fraud:

- . In the beef and veal sector (two cases) - horsemeat declared as beef or veal and use of stolen seal; matter settled; no irregularity found;

- . in the pigmeat sector; export of live pigs without payment of compensatory amounts; matter settled; no irregularity found;
- . in the rice sector; Community-grown rice declared on export as rice from a non-member State; matter settled; no effect on EAGGF finance.
- Fraud in the beef and veal sector: lamb meat declared as beef or veal; matter settled; confirmed by communication pursuant to Article 3.
- "Triangular" trade in feed barley -- still under investigation; (see §.1.8).
- Four cases still await settlement in the beef and veal sector:
 - . slaughter premiums for heifers;
 - . beef declared as chemical fibre on import
 - . illegal use of a quality stamp belonging to an intervention agency;
 - . frozen meat damaged in cold storage.
- In the wine sector one case of probable fraud remains to be settled.
- Milk products -- export of butter for which consumer subsidies were paid.

7.1.7. Convening of information meetings to assist the Member States (Article 7(3))

The frequency of meetings was more satisfactory in 1975 and cooperation between the Commission and the Member States was reinforced.

Five information meetings were held in 1975. While continuing to analyse cases communicated under Articles 3 and 5 of Regulation 283 (an entire meeting was devoted to gathering supplementary data in the beef and veal sector) these meetings turned more and more to the study of special problems, such as:

- the introduction of a system for the rapid communication of irregularities as provided for in Article 4;
- draft Council Directive drawn up by the EAGGF on the scrutiny by Member States of operations financed by the EAGGF, Guarantee Section (because of the complex nature of the problem the discussion continued into 1976);

- preparation of a compendium of irregularities in analytical form intended for the national investigation authorities in order to aid them in their work of preventing and prosecuting irregularities.

The EAGGF Irregularities Group recently considered the following subjects:

- Article 7 (4) of Regulation 283 ("loopholes" in Community rules prejudicial to EAGGF interests);
- operations which abuse Community rules to the detriment of the Guarantee Section;
- supplementary training schemes with three aspects:
 - . loans of national control staff to the administrations of other Member States;
 - . participation of control staff in the seminars and further training courses organized by the administrative authorities of the Member States;
 - . seminars for national control staff at Community level.

7.1.8. Possible loopholes in Community legislation

In spite of the continuous efforts by the competent committees together with the Member States to improve existing Community rules and close any loopholes as far as possible, the information received pursuant to Regulation No 283/72 has shown that in a number of cases operators in the agricultural sector have sought to discover and exploit such loopholes or imprecisions.

In most cases the practices employed for this purpose sought, by means of transaction with no commercial purpose (sham transactions) or skilful manoeuvres, to flout the intentions of existing laws, regulations and administrative provisions, to the financial detriment of the EAGGF.

The problem of the systematic elimination of loopholes to the detriment of the EAGGF was discussed in 1975 in bilateral talks between representatives of the Fund and the national authorities. The parties agreed that the systematic application of Regulation No 283/72, and in particular of Article 7 (4) thereof, could be of particular help in settling cases which because of their range, nature or other factors, went beyond the type of defect which the competent committee could be expected to remedy in the day-to-day management of markets.

Application of the information procedure for which provision is made in Article 7 (4) of Regulation (EEC) No 283/72 is intended to increase the effectiveness of the efforts being made by the various Community bodies to detect and close any loopholes in Community rules without touching the decision-making processes.

In 1975, the Member States as part of this operation reported possible loopholes and methods which could be employed for exploitative transactions. A list follows:

- possible manipulation in connection with the tariff classification of goods from the beef and veal sector and the oil and fats sector as regards their final destination, and on the application of special customs tariffs in connection with compensatory amounts.

Exploitative transactions :

. in the cereals sector (two cases) :

continuous import and export of a single load of barley between two Member States for the purpose of exploiting the differences between the rates, fixed in advance, of accession compensatory amounts.

Triangular trade in feed barley (see 7.1.5 and 7.1.6).

. in the beef and veal sector :

Circular trade in beef and veal between three Member States: this is a "pre-6" procedure carried forward from 1974.

. in the milk and milk products sector :

Export and import of milk powder between two Member States after a brief period of storage with the sole purpose of exploiting the changes in the monetary compensatory amount, occurring in the meantime.

It should be noted that the Council, in its Resolution of 16 December 1975¹, touched on the problem of loopholes and called on Community institutions to increase, especially in this field, the efforts necessary to prevent any malpractices to the detriment of the EAGGF.

7.2. Cases of irregularities in the Guarantee Section

7.2.1.1975

The trend, begun in the previous year, towards an increase in irregularities in the beef and veal sector was confirmed in 1975. However, the cereals sector was the one in which most cases occurred. (see table n° 14)

Of a total of 139 cases reported, 67 relate to the cereals sector and 22 to the beef and veal sector.

(1) on stricter prevention of and proceedings against irregularities in the financing of the common agricultural policy.

The other cases concern oils and fats (16), pigmeat (15), milk products (7), poultry meat (5), non-Annex II products (2), dehydrated fodder (2), sugar (1), wine (1) and fruit and vegetables (1).

7.2.2 Export refunds and compensatory amounts

The majority of the fraudulent practices found in this field consisted, as in the past, of false declarations of destination, of the nature of goods, of quantity, of quality or of tariff heading. In addition, there were two false customs declarations in respect of goods which were not in fact exported.

1975, moreover, saw the first irregularity involving export refunds in the wine sector and involving accession compensatory amounts in the fruit and vegetables sector.

7.2.3 Intervention measures on the internal market

As in past years, the cases reported in this area concern mainly the cereals and milk products sectors and, this year, to an even greater extent the oils and fats sector.

In the cereals sector, the fraudulent practices concern mainly carry-over payments, premiums for cereals in stock (false declarations of quantities) and denaturing premiums. Here the most frequent irregularities were once again insufficient denaturing (too little denaturing agent) or the repeated granting of premiums for wheat which had already been denatured. Another case concerns the use of barley tailings instead of common wheat for denaturing.

In the milk products sector the irregularities consisted above all of false declaration of quality (excessive fat content of skimmed milk powder (4 cases) and one case where the processing date for intervention butter was exceeded.

Most irregularities in the oils and fats sector consisted of false declarations on the quantity and quality of olive oil.

7.2.4 Observations on the methods of detecting irregularities

As the quarterly reports submitted pursuant to Article 3 of Regulation No 283/72 show, the best method for detection of irregularities remains the scrutiny of the books and commercial documents of firms.

In 1975, as in past years, the majority of successful irregularities were detected in this way (95%). These checks allowed the financial scale of the irregularities to be determined and proved.

To take account of this, the Commission will submit in 1976 a draft directive to the Council on the harmonization of national control measures.

7.2.5 Financial importance of the irregularities noted and communicated in accordance with Article 3

The table below shows the cases of irregularities relating to the Guarantee Section recorded by the Member States for 1971, 1972, 1973, 1974 and 1975.

-- Table 13 --

Position including the returns for the first quarter of 1976 (u.a)

	1971		1972		1973		1974		1975		TOTALS	
	nbr of cases	Amount	nbr of cases	Amount	nbr of cases	Amount	nbr of cases	Amount	nbr of cases	Amount	nbr of cases	Amount
(+)	8	8,234,437	20	2,077,562	51	1,399,828	93	3,736,097	139	2,266,378	311	17,714,302
(++)	6	8,009,459	14	662,991	27	571,738	52	496,966	60	554,156	159	10,295,310
(+++)	2	2,4,978	6	1,414,571	24	828,090	41	3,239,131	79	1,712,222	152	7,418,992

It should be noted that no definitive loss has yet been observed

- (+) All sectors
- (++) Of which : recovered
- (+++) in course of recovery

A breakdown by sector of the amounts of the irregularities discovered relating to 1975 is given in the table below :

Table 14

Sector OR measure		Number of cases	Amounts in u.a.
Cereals	refunds	2	343,209
	intervention	65	692,547
	total	67	1,040,756
Milk products	refunds	1	2,932
	intervention	6	166,514
	total	7	169,446
Beef and veal	refunds	5	132,966
	intervention	1	to be determined
	total	6 1)	132,966
Pigmeat	refunds	10	55,081
	intervention	2	5,238
	total	12 2)	60,319
Poultry/Eggs	refunds	5	109,482
Oils and fats	intervention	16	112,275
Sugar	intervention	1	11,933
Products outside Annex II	refunds	1 2)	14,345
	intervention	- 2)	-
Fruit and vegetables	intervention	2	4,575
Dehydrated fodder	intervention	2	4,575
Wine	refunds	1	5,007
Total	refunds	25	729,024
	intervention	94	992,082
	total	119	1,727,104
Monetary compensatory amounts		18 2)	432,585 1) 3)
Accession compensatory amounts		3 2)	106,689 3)
Grand Total		139	2,266,378

- (1) The amount has still to be determined in 5 cases.
- (2) Of the 18 cases involving MCAs, 14 relate to beef and veal, 3 to pigmeat and to non-Annex II products; of the 3 cases involving ACAs, 2 relate to beef and veal and to fruit and vegetables.
- (3) If a case does not merely involve compensatory amounts, the amount involved is broken down according to instructions from the Member State, but the case itself is listed under the sector concerned.

7.3 Irregularities in the Guidance Section

Irregularities reported by the Member States under Articles 3 and 5 of Regulation (EEC) 283/72 related to 203 cases concerning premiums for the non-marketing of milk and milk products (Regulation EEC/1975/69) and 73 cases of premiums for conversion to beef production (Regulation EEC/1353/73). Only two cases concerned premiums for the grubbing of fruit trees (Regulation EEC/2517/69).

Table 15

Reports on the years 1971 - 1975, Guidance Section

	1971	1972	1973	1974	1975	TOTAL
Number of cases reported	26	61	54	37	100	278
Total amount (u.a.)	77,875	163,925	148,170	108,497	322,036	820,503
Cases regularized	-	-	6	2	4	12
Amount involved (u.a.)	-	-	21,833	6,615	8,800	37,248
Number of cases settled	22	46	28	12	63	172
Amount recovered (u.a.)	69,475	115,167	65,506	24,057	175,028	449,233
Number of cases pending	4	19	23	25	44	115
Amount to be recovered (u.a.)	8,400	48,758	60,831	77,225	138,208	394,022

Cases partially settled appear both in the line "cases settled" and in the line "cases pending".

It is stressed that the amounts shown in Table 15 represent the premiums paid by the Member States, 50% of which had to be reimbursed by the Fund.

It should also be noted that, although the number of irregularities is relatively high (278), it represents less than 0.2% of the number of beneficiaries under the three measures involved (161,000); the average cost to EAGGF was 1,600 u.a. per irregularity.

7.4 The Special Committee of Inquiry

The Special Committee of Inquiry, composed of senior officials from the Commission and the Member States, was set up by the Commission in 1973. Two reports were prepared on milk products and on olive oil and oilseeds (see para. 8.4.1 of the Fourth Report). On 15 December 1975 the Council adopted a Resolution on stricter prevention of and proceedings against irregularities in the financing of the common agricultural policy. In the first part of this Resolution it requests the Member States, within their sphere of authority, to put the relevant conclusions and recommendations of the Committee into practice and to inform the Commission of the measures taken. The Commission is requested to submit appropriate proposals and to take measures to ensure improved drafting of European legislation and to notify the Council thereof.

In the second part, the Council stresses the wish of the Community institutions to improve Community rules to order to exclude any possibility of financial support being granted for sham transactions and transactions contrary to the purposes of Community aid measures. It once more stresses the need for improved co-operation between the authorities responsible for administering the Community agricultural funds.

The Council also wishes the Committee of Inquiry to continue its work in greater depth. The Committee has therefore continued to examine the beef and veal sector and has prepared a report which, like the first two, will be submitted to the Council and the Parliament. The Committee will go on to examine the wine sector.

TITLE IV

Financing of Community food aid for products subject to
common market organization

8. This report, which covers the activities of the EAGGF, also deals with the financing of food aid decided by the Community to the extent that products subject to common market organization are used, because of its various technical links with the Guarantee Section of the EAGGF.

8.1 Characteristics

Community food aid policy calls for various implementing measures, including agricultural and financial support.

In order to obtain the necessary produce for fulfilling supply agreements concluded by the Community with the recipient country or body, the various intervention agencies in the Member States, which are at the same time the paying departments on behalf of the Guarantee Section, publish invitations to tender or conclude private contracts, depending on the market situation, within the framework of common market organisations.

From the financial point of view, the system is similar to that in the Guarantee Section, i.e. monthly advances are paid to the Member States and the accounts are cleared once a year.

Regulation (EEC) No 2681/74 amended the system as of 1 January 1975 in order to set up a uniform financial system for all products and to ensure that all expenditure was included in the "food aid" Chapter of the Community Budget, with the exception of the portion corresponding to the refund which results from the common agricultural policy and which is therefore still financed by the Guarantee Section of the EAGGF.

An overall view of the financing of this Chapter is shown in the Annex (A.I).

8.2 The Cash Position

8.2.1 Advances

Monthly advances to the Member States under Chapter 92 ("food aid") in the 1975 financial year totalled 184.52 M.u.a.

These advances were the subject of provisional global commitments. The sums were paid by the Commission into the special account held by each Member State in the name of the Guarantee Section for financing Community food aid.

Breakdown by Member State is shown in the following table:

TABLE 16

Member State	Advances u.a. (1)	Expenditure at 31.12.1975 u.a. (2)	% utilized
BELGIUM	16,467,079,24	14,403,523,88	87 %
DENMARK	2,170,000,00	1,638,735,70	76 %
GERMANY	27,178,226,95	23,605,107,28	87 %
FRANCE	97,184,815,86	91,163,298,45	94 %
IRELAND	350,000,00	350,000,00	100 %
ITALY	25,837,465,76	19,091,458,02	74 %
LUXEMBOURG	1,790,000,00	1,694,162,00	95 %
NETHERLANDS	12,142,617,60	11,573,152,92	95 %
UNITED KING DOM	1,400,000,00	459,897,21	33 %
	184,520,205,41	163,979,335,46	89 %

(1) Including 15,825,205.41 u.a. balance available at 31.12.1974, as shown in the Financial Report for 1974.

(2) Expenditure declared by the Member States

It should be noted that in comparison with the previous year:

- total advances increased from 121.4 to 184.5 M u.a.;
- the number of Member States involved was nine instead of five;
- the percentage utilized increased from 87 to 89%.

8.2.2 Changes in the cash position

Table A.II shows the funds available at 31 December 1975. Available funds, broken down by Member State, total 20,638,990.97 u.a. for the Community as a whole, including 98,121.02 u.a. which were not accepted as eligible in connection with the clearance of the accounts for the financial year of 1973.

8.3. Administration of appropriations and payments

8.3.1. Total appropriations available in 1975

The following appropriations are available :

- appropriations carried forward from 1974 because of arrears in the implementation and payment for certain programmes¹;
 - new appropriations for the 1975 budget;
 - transfer to the EAGGF, Guarantee Section, of two elements:
 - definitive transfer because of the drop in value of goods following an increase in refunds;
 - temporary transfer made possible because aid programmes for 1975 had not been completed by 31 December 1975, subject to the transfer of an equivalent amount from the Guarantee Section to food aid in the 1976 budget;
 - transfer of 1 M u.a. from item 9240 to item 9200 - "programme prior to 1975".
- The additional funds for this item were necessary to cover the estimated expenditure needed for completion of programmes prior to 1975.

TABLE 17

Total appropriations available in 1975

u.a.

	1967 and 1971 cereals convention milk and sugar measures
Brought forward from 1974 budget	98,083,063,18
1975 budget	225,000,000,00 (*)
Definitive transfer to the EAGGF, Guarantee Section	- 17,600,000,00
- temporary transfer	- 42,400,000,00
Transfer from item 9240	+ 1,000,000,00
	<u>264,083,063,18</u>

(+) With the exception of 1 M u.a. from item 9240

(1) See 4th Report, item 3.3.

8.3.2. Payments

(a) Payments by the Member States

The table below shows expenditure declared by the Member States and effected in the course of the financial year against the advances granted, and any rectifications following the clearance of accounts for the 1973 financial year. As in the case of the Guarantee Section, the charging of these amounts in the course of the financial year in no way prejudices the final annual accounts as they result from the Commission's decision relating to the clearance of the accounts.

Table 18
Declared Expenditure

in u.o.

Member State	Product	Advances granted (1)	Declared expenditure	Corrections Clearance 1973	Difference
BELGIUM	cereals		5.976.250,66		
	prod. milk		8.427.273,22	- 74,08	
		16.467.079,24	14.403.523,83	- 74,08	2.063.629,44
DENMARK	sugar	2.170.000,00	1.638.735,70	-	531.264,30
GERMANY	cereals		1.774.760,28	-25.715,80	
	prod. milk		21.830.347,00	-	
		27.178.226,95	23.605.107,28	-25.715,80	3.598.835,47
FRANCE	cereals		65.013.508,04	-65.369,01	
	prod. milk		26.149.790,41	-	
		97.184.815,86	91.163.298,45	-65.369,01	6.086.886,42
IRELAND	prod. milk	350.000,00	350.000,00	-	-
ITALY	cereals	25.837.465,76	19.091.458,02	- 5.621,92	6.751.629,66
LUXEMBOURG	cereals		446.301,20	-	
	prod. milk		1.247.860,80	-	
		1.790.000,00	1.694.162,00	-	95.838,00
NETHERLANDS	cereals		6.581.834,79	- 1.340,21	
	prod. milk		4.991.318,13	-	
		12.142.617,60	11.573.152,92	- 1.340,21	570.824,89
UNITED KINGDOM	prod. milk	1.400.000,00	459.897,21	-	940.102,79
E.E.C.		184.520.205,41	163.979.335,46	-98.121,02	20.638.990,97

(1) including the balance outstanding at 31.12.1974

The differences between the advances made and expenditure constitutes the balance available at 31 December 1975 which the Member States may use for their expenditure in 1976.

(b) Direct payments

In addition, the Commission made various direct payments in 1975 to certain beneficiary countries and intermediary bodies amounting to 1,289,730.65 u.a. by way of lump-sum contributions for the forwarding and distribution of products supplied as aid and a payment of 748,000 u.a. to the UNRWA as a cash contribution replacing aid in the form of sugar under the three-year agreement concluded by the Community with that body.

8.3.3. Appropriations carried forward to 1976 (see table No 19,)

The appropriations which were committed in 1975 but did not result in payments by the Member States were automatically carried forward to 1976.

The amount involved was 59.14 M u.a., of which 38.5 M u.a. had been committed in application of Article 40 of the Financial Regulation and 20.64 M u.a. in accordance with Article 107 of the same Regulation. With regard to the amount of 38.5 M u.a. committed in application of Article 40 of the Financial Regulation, it must be stressed that this is the probable cost of food aid programmes for which supply contracts have already been concluded with the beneficiaries. Consequently there is a legal obligation to supply which will fall to the charge of the budget. The sum of 20.64 M u.a. is the difference between the advances granted to the Member States during 1975 and the expenditure committed in respect of that year.

In addition, the appropriations not committed at 31 December 1975 will be the subject of a request for carry-forward to be approved by the Council. The amount involved is 5.69 M u.a.

TABLE 19

Appropriations carried forward to 1976

Total appropriations 1975	Commitments			Expenditure committed and charged as payments	Carried forward		appropriations cancelled
	Advances to the Member States Art. 115 of the Financial Regulation	Art. 40 of the Financial Regulation	Direct payments and reimbursement of expenditure under 1970/71 programme		automatically	not automatically	
a (1)	b (1)	c	d (1)	e (1)	f	g	h
264,083,063.18	181,520,205.41	38,500,000	27,173,219.33	163,847,433.33	59,138,990.84	5,682,606.70	8,235,007.98

(1) See also Table A III.

$a = d + e + f + g + h$

8.4. Closure of the Accounts

8.4.1. Verifications

Documentary verifications and inspection visits were carried out in the course of 1975 in respect of expenditure prefinanced by the Member States as part of the food aid programme for 1970/71, the last programme under the 1967 Convention. Inspection visits covering expenditure in 1973 took place during 1974.

Because of the special nature of food aid expenditure compared with expenditure of the Guarantee Section it was possible to verify each food aid measure of the programmes concerned. The procedure was, first, to check the correctness of expenditure declared by the Member States on the basis of information in the possession of the Commission, in particular intervention prices, tender prices, Community rules and supply agreements. This examination is then followed by a visit of inspection to the paying agencies, mainly for verification of the accounts and supporting documents serving as a basis for payments to the successful tenderer and for calculating the value of the goods when these come from public stocks.

As a result of these verifications of 241,363.55 u.a. was not recognized as eligible and was withdrawn from the applications submitted by the Member States.

The Commission's services spent 28 days on inspection visits in certain intervention agencies in the Member States.

8.4.2. The reimbursement for aid measures in cereals, 1970/71 programme

After documentary verifications and inspection visits the Commission decided on 18 December 1975 that the Community should finance expenditure prefinanced by the Member States under the 1970/71 programme of the Food Aid Convention of 1967.

The total sum of 25,135,288.68 u.a. constitutes the financing by the Community of 348,070.5 m.t. of cereals supplied as Community food aid. Because of various corrections this sum was 143,242.54 u.a. lower than that shown by the statements of the Member States.

Table A IV gives a summary for each Member State of the financial data relating to the reimbursement of expenditure under this programme.

8.4.3. Clearance of the accounts relating to expenditure in 1973

By its decision of 1 December 1975 the Commission cleared the accounts relating to expenditure by the Member States in 1973.

This concerned the supply of food aid in the form of cereals, milk products and sugar to a total value of 58,753,707.49 u.a., given in detail in Table A V (see page 141). After correction of the data supplied by the Member States, the figure was reduced by 98,121.01 u.a.

This sum covers 445,134 m.t. of cereals, 3,020 m.t. of milk products and 8,212 m.t. of sugar.

8.4.4. Accounts for 1974

The Commission is already in possession of applications for the clearance of 1974 accounts amounting to about 105.6 M u.a., but because of the priority given to the clearance of the accounts mentioned in paragraphs 8.4.2. and 8.4.3., verification cannot begin until 1976.

A N N E X

Statistical tables and quantifiable information
on the Guarantee and Guidance section
of the EAGGF and on the financing of
food-aid

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ADVANCES AND AVAILABLE FUNDS OF THE MEMBER STATES FOR THE FINANCIAL YEAR 1975

ANNEX G.1

u.a.

Date of decision	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Netherlands	United Kingdom	EEC Totals
20.12.74	10 000 000	24 000 000	53 000 000	96 000 000	4 800 000	56 000 000	200 000	42 000 000	69 360 000	355 360 000
17.01.75	-	-	-	-	19 200 000	-	-	-	-	19 200 000
22.01.75	12 000 000	22 000 000	20 000 000	59 000 000	18 000 000	48 000 000	420 000	35 500 000	48 240 000	263 160 000
20.02.75	12 700 000	21 500 000	40 300 000	85 000 000	18 000 000	80 000 000	440 000	14 800 000	106 000 000	378 740 000
17.03.75	17 700 000	24 500 000	55 700 000	72 000 000	15 000 000	112 000 000	550 000	80 000 000	80 000 000	437 450 000
10.04.75	-	-	-	-	-	28 800 000	-	-	-	28 800 000
21.04.75	7 000 000	31 000 000	45 000 000	76 000 000	13 000 000	110 400 000	240 000	39 000 000	69 000 000	370 640 000
20.05.75	14 000 000	26 300 000	45 800 000	95 000 000	22 000 000	60 000 000	720 000	25 000 000	58 000 000	347 020 000
06.06.75	10 000 000	-	-	-	-	-	-	-	-	10 000 000
18.06.75	9 500 000	22 000 000	49 200 000	75 000 000	10 000 000	90 000 000	460 000	40 000 000	46 000 000	342 160 000
18.07.75	28 000 000	30 000 000	59 400 000	119 000 000	5 000 000	55 000 000	600 000	34 000 000	63 000 000	385 000 000
01.08.75	15 800 000	29 000 000	58 000 000	163 000 000	15 000 000	64 000 000	340 000	46 700 000	58 000 000	449 840 000
04.09.75	-	-	-	-	-	-	-	-	29 000 000	29 000 000
18.09.75	13 000 000	21 000 000	58 000 000	85 000 000	26 000 000	90 000 000	600 000	54 000 000	67 000 000	411 800 000
20.10.75	10 500 000	20 000 000	45 000 000	79 000 000	21 000 000	58 000 000	500 000	21 000 000	47 000 000	302 000 000
04.12.75	11 900 000	22 100 000	35 200 000	102 100 000	17 600 000	-	364 620	24 900 000	48 200 000	262 344 620
11.12.75	3 800 000	7 100 000	-	8 400 000	23 600 000	-	-	13 400 000	16 600 000	62 900 000
19.12.75	-	5 300 000	-	-	10 300 000	23 356 996,64	-	19 500 000	4 800 000	63 256 996,64
TOTAL ADVANCED	175 900 000,-	306 000 000,-	564 800 000,-	1 114 500 000,-	229 500 000,-	275 556 996,64	5 434 620,-	469 800 000,-	810 200 000,-	4 531 493 516,64
Available funds at 1.1.1975	2 631 953,85	6 692 704,87	36 374 010,16	75 625 339,07	9 411 028,48	6 348 388,25	33 143,77	16 218 281,49	5 242 296,96	146 640 340,10
Available funds resulting from clearance of 1971 and 1972 accounts	54 015,45	-	17 948 273,77	17 231 535,46	-	23 102 609,-	0,12	2 933 131,98	-	62 170 355,77
Total available funds	178 585 979,30	312 692 704,87	618 922 883,93	1 207 316 874,53	238 911 028,48	892 313 307,39	5 467 763,89	488 951 413,43	816 142 296,96	4 759 304 252,74

AVAILABLE FUNDS IN THE MEMBER STATES (m.u.a.)

ANNEX G 11

Member State		January	February	March	April	May	June	July	August	September	October	November	December	Average
BELGIUM	A	2,6												
	B	10,-	12,-	12,7	17,7	7,-	24,-	9,5	28,-	15,8	13,-	10,5	15,0 (*)	14,7
	C	12,6	11,8	12,6	14,8	7,7	17,6	6,6	22,1	24,9	18,8	13,-	17,5	15,-
	D	12,8	11,9	15,5	14,1	14,1	20,5	12,5	13,-	19,1	16,3	11,3	15,7	14,7
	E	- 0,2	- 0,1	- 2,9	0,7	- 6,4	- 2,9	- 5,9	9,1	5,8	2,5	1,7	1,8	0,3
DENMARK	A	6,7												
	B	24,-	22,-	21,5	24,5	31,-	26,5	22,-	30,-	29,-	21,-	20,-	34,5	25,5
	C	30,7	28,6	26,5	21,-	29,9	29,8	27,7	27,8	33,7	28,6	19,5	27,5	27,9
	D	24,1	23,6	27,-	25,1	26,6	24,1	29,9	23,1	26,1	29,1	26,5	27,1	26,-
	E	6,6	5,-	- 0,5	- 1,1	3,3	5,7	- 2,2	4,7	7,6	- 0,5	- 7,-	0,4	1,9
GERMANY	A	36,4												
	B	53,-	20,-	40,3	55,7	45,-	45,8	49,2	59,4	58,-	58,-	45,-	53,1 (*)	48,5
	C	89,4	77,-	71,4	74,-	69,7	70,4	67,6	69,7	72,1	72,3	56,5	54,9	70,4
	D	32,4	45,9	53,1	49,3	45,1	52,-	57,3	55,6	57,8	60,8	54,7	32,3	49,7
	E	57,-	31,1	18,3	24,7	24,6	18,4	10,3	14,1	14,3	11,5	1,8	22,6	20,7
FRANCE	A	75,7												
	B	96,-	59,-	85,-	72,-	76,-	95,-	75,-	119,-	163,-	85,-	79,-	127,6 (*)	94,3
	C	171,7	157,-	154,9	142,-	135,5	127,3	77,1	68,9	143,3	122,9	93,3	157,5	129,3
	D	73,7	87,1	84,9	81,5	104,2	125,2	127,2	88,6	105,4	108,6	63,4	129,6	97,9
	E	98,-	69,9	70,-	60,5	32,3	2,1	- 50,1	- 19,7	37,9	24,3	29,9	31,9	31,4
IRELAND	A	9,4												
	B	24,-	18,-	18,-	15,-	13,-	22,-	10,-	6,-	15,-	26,-	21,-	41,5	19,1
	C	33,4	31,7	34,5	25,8	16,2	23,2	21,9	14,9	11,1	17,3	12,4	47,5	24,1
	D	19,7	15,2	23,7	22,6	15,-	11,3	13,-	18,8	19,8	25,9	6,4	53,9	20,4
	E	13,7	16,5	10,8	3,2	1,2	11,9	8,9	- 3,9	- 8,7	- 8,6	6,-	- 6,4	3,7
ITALY	A	6,3												
	B	56,-	48,-	80,-	140,8	110,4	60,-	90,-	55,-	64,-	90,-	58,-	46,4 (*)	74,9
	C	49,7	68,8	74,3	149,9	173,2	129,2	142,4	91,-	86,-	94,1	96,4	77,7	102,7
	D	28,9	74,5	65,2	87,1	104,-	76,8	106,4	69,-	81,9	55,7	65,1	114,3	77,1
	E	20,8	- 5,7	9,1	62,8	69,2	52,4	36,-	22,-	4,1	38,4	31,3	- 36,6	29,3
LUXEMBOURG	A	0,03												
	B	0,20	0,42	0,44	0,55	0,24	0,72	0,46	0,60	0,34	0,60	0,50	0,37 (*)	0,45
	C	0,23	0,53	0,70	0,83	0,67	0,65	0,55	0,71	0,83	1,09	1,07	1,09	0,74
	D	0,12	0,27	0,42	0,40	0,74	0,55	0,44	0,22	0,34	0,52	0,35	1,05	0,45
	E	0,11	0,26	0,28	0,43	- 0,07	0,09	0,11	0,49	0,49	0,57	0,72	0,04	0,29
NETHERLANDS	A	16,2												
	B	42,-	35,5	14,8	60,-	39,-	25,-	40,-	34,-	46,7	54,-	21,-	60,5 (*)	39,4
	C	58,2	52,6	34,3	62,9	66,9	53,8	56,3	44,-	45,5	58,8	32,2	65,4	52,6
	D	41,1	33,1	31,4	35,-	38,1	37,5	46,3	45,2	40,7	47,6	27,6	48,7	33,4
	E	17,1	19,5	2,9	27,9	28,8	16,3	10,-	- 1,2	4,8	11,2	4,6	16,7	13,2
UNITED KINGDOM	A	5,9												
	B	69,4	48,2	106,-	80,-	69,-	58,-	46,-	63,-	87,-	67,-	47,-	69,6	67,5
	C	75,3	59,3	98,7	69,8	61,8	67,6	56,6	45,3	52,6	55,8	46,8	69,6	63,2
	D	64,2	66,6	108,9	77,-	52,2	57,-	74,3	79,7	63,8	56,-	46,8	68,-	67,9
	E	11,1	- 7,3	- 10,2	- 7,2	9,6	10,6	- 17,7	- 34,4	- 11,2	- 0,2	- p.m.	1,6	- 4,7
EEC TOTAL	A	145,6												
	B	374,6	263,2	378,7	466,2	390,7	357,-	342,2	395,-	478,8	414,6	302,-	449,7 (*)	384,4
	C	521,2	467,4	507,9	564,-	562,6	519,5	456,5	394,4	470,-	469,7	371,2	518,7	436,-
	D	297,-	358,2	410,1	372,1	400,1	404,7	467,4	393,2	414,9	400,5	302,2	486,7	393,9
	E	222,2	129,2	97,8	171,9	162,5	114,6	- 10,6	- 8,8	55,1	69,2	69,	32,-	92,1

- A - balance at 31.12.74
- B - advances for the month
- C - total available for the month
- D - expenditure for the month
- E - balance still available

The balances remaining available at the end of the month represent the difference between the amount available at the beginning of each month and the expenditure declared for that month to the Commission, without taking into account sums paid after the 20th of the month in respect of the following month.
This procedure explains why negative balances are shown at the end of the month for certain Member States.

(*) including the available funds resulting from the clearance of the 1971 and 1972 accounts

ANNEX G III

Expenditure charged for the financial year 1975

M.u.a.

Item	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Netherlands	United Kingdom	EEC total
CEREALS	32,873	9,746	109,767	228,447	0,126	164,321	0,372	30,929	44,282	620,853
REFUNDS	17,060	8,495	55,610	191,197	0,087	18,558	0,226	13,453	38,833	343,629
Refunds	16,639	8,495	55,304	191,197	0,087	18,558	0,032	13,173	38,833	342,418
Common measure food gifts 74-75	0,313	-	-	-	-	-	0,194	0,089	-	0,596
Common measure food gifts preced. periods	0,108	-	0,306	-	-	-	-	0,201	-	0,615
INTERVENTION	15,813	1,251	54,157	37,250	0,039	145,563	0,146	17,456	5,449	277,234
Denaturing premiums	-	-	0,087	-	-	-	-	-	0,337	0,424
Production refunds	6,348	1,060	16,825	23,818	0,039	21,206	-	14,974	5,112	87,382
Aid for Durum wheat	-	-	0,001	7,685	-	122,893	-	-	-	130,779
Carry over payments	-	-	0,016	0,007	-	0,664	-	-	-	0,655
Storage	9,465	0,191	37,260	5,384	-	0,648	0,146	2,492	-	55,585 ⁹⁴
Subsidies for feed grain imported into Italy	-	-	-	0,156	-	0,252	-	-	-	0,408 ⁹⁴
RICE	0,438	-	0,059	-	-	3,551	-	0,089	-	4,237
REFUNDS	0,004	-	0,030	-	-	3,506	-	0,045	-	3,585
Refunds	0,004	-	0,030	-	-	3,506	-	0,045	-	3,585
Common measure food gifts 74-75	-	-	-	-	-	-	-	-	-	-
Common measure food gifts preced. periods	-	-	-	-	-	-	-	-	-	-
INTERVENTION	0,434	-	0,029	-	-	0,145	-	0,044	-	0,652

ANNEX GIII

Item	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Netherlands	United Kingdom	Total EEC total
MILK/MILK PRODUCTS	63,513	107,172	275,533	296,691	27,241	90,994	2,870	215,653	70,107	1,149,774
REFUNDS	19,410	51,627	39,310	74,117	11,253	10,999	1,050	115,735	4,966	328,472
Refunds	13,637	51,627	25,379	53,034	11,258	10,999	0,315	110,653	4,966	251,913
Common measure food gifts 74-75	1,691	-	2,949	12,137	-	-	} 0,735	3,042	-	20,554
Common measure food gifts preced. periods	4,082	-	10,282	8,876	-	-		2,040	-	26,000
INTERVENTION	44,103	55,545	236,223	222,234	12,752	79,995	1,820	99,913	16,911	769,501
Aid for skim milk for feed	29,224	49,661	130,575	145,941	7,706	70,462	0,589	65,595	11,732	511,485
Skim milk processed into casein	-	0,850	19,459	19,699	3,262	-	-	16,889	1,702	61,861
Storage skim milk powder	4,489	2,101	15,269	18,471	0,294	-	0,357	8,563	0,599	50,443
Storage cheese	-	-	0,007	2,404	-	9,533	-	-	-	11,944
Storage butter	10,390	2,933	70,913	35,719	1,490	-	0,874	8,871	2,578	133,768
Skim milk powder - food aid	-	-	-	-	-	-	-	-	-	-
Butter food aid	-	-	-	-	-	-	-	-	-	-
OTHER EXPENDITURE	-	-	-	0,340	3,231	-	-	-	48,230	51,801
Consumer subsidy butter	-	-	-	0,340	3,231	-	-	-	48,230	51,801
OILS AND FATS	0,011	0,317	10,752	12,931	-	204,726	-	2,264	0,423	231,424
REFUNDS OLIVE OIL	-	-	-	0,011	-	0,712	-	-	0,004	0,727
INTERVENTION OLIVE OIL	-	-	-	1,415	-	202,850	-	-	-	204,265
Production aid	-	-	-	1,383	-	202,348	-	-	-	203,731
Other intervention	-	-	-	0,032	-	0,502	-	-	-	0,534
REFUNDS OILSEEDS	-	-	-	-	-	-	-	-	-	-
INTERVENTION OILSEEDS	0,011	0,317	10,752	11,505	-	0,915	-	2,264	0,419	26,183
Production aid	0,011	0,316	10,752	11,505	-	0,104	-	2,264	0,419	25,371
Other intervention	-	0,001	-	-	-	0,811	-	-	-	0,812
INTERVENTION COTTON SEEDS	-	-	-	-	-	0,249	-	-	-	0,249

ANNEX G III

Item	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Netherlands	United-Kingdom	EEC Total
SUGAR	7,488	4,453	33,834	52,453	8,593	59,764	-	10,610	131,988	309,183
REFUNDS	0,003	0,001	0,421	0,012	-	-	-	0,013	35,650	37,103
Refunds	0,003	0,001	0,421	0,012	-	-	-	0,013	35,650	37,103
Common measure food gifts	-	-	-	-	-	-	-	-	-	-
INTERVENTION	7,485	4,454	33,413	52,441	8,593	59,764	-	10,592	95,338	272,080
Denaturing Premiums	0,003	-	0,004	-	0,005	-	-	-	-	0,004
Refunds use chemical industry	-	0,061	0,560	0,294	-	0,336	-	0,253	-	1,504
Reimb. storage costs	5,215	4,393	21,645	34,247	2,321	8,877	-	7,005	8,050	81,763
Public storage	-	-	-	-	-	-	-	-	-	-
Other intervention	2,267	-	11,212	17,900	6,267	50,551	-	3,334	87,278	178,809
BEEF AND VEAL	33,349	60,923	137,310	300,708	190,160	58,829	1,184	20,973	176,526	979,962
REFUNDS	6,105	10,164	8,310	85,804	24,252	0,301	-	6,311	2,943	144,190
Refunds	6,105	10,164	8,310	85,804	24,252	0,301	-	6,311	2,943	144,190
Common measure food gifts	-	-	-	-	-	-	-	-	-	-
INTERVENTION	13,715	32,990	59,229	123,428	141,685	53,792	-	3,225	10,190	438,204
OTHER EXPENDITURE (1)	13,529	17,769	69,771	91,476	24,223	4,736	1,184	11,437	157,393	397,515
Aid to certain recipients of social assistance	-	-	-	10,128	-	-	-	-	26,048	36,176
Orderly marketing premiums	13,501	17,710	69,062	-	24,188	-	1,184	11,294	136,938	273,877
Premiums for maintenance herds	-	-	-	80,859	-	4,736	-	-	-	85,595
Other	0,028	0,059	0,709	0,489	0,035	-	-	0,143	0,407	1,870
PIGMEAT	4,799	21,358	3,714	2,586	0,069	2,281	-	14,875	4,118	53,900
REFUNDS	1,331	16,544	2,099	0,744	0,042	1,928	-	12,730	3,934	39,352
INTERVENTION	3,468	4,814	1,615	1,842	0,027	0,353	-	2,145	0,184	14,448

(1) The presentation of this expenditure corresponds to the budget nomenclature. This expenditure should actually be considered as intervention.

ANNEX G III

Item	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Nether-lands	United Kingdom	EEC Total
EGGS/POULTRY	0,591	1,141	2,465	2,170	-	0,144	0,0	1,703	0,177	8,391
REFUNDS - EGGS	0,337	0,319	1,825	0,581	-	0,117	0,0	0,939	0,026	4,254
REFUNDS - POULTRY	0,254	0,822	0,640	1,539	-	0,027	-	0,714	0,091	4,137
FRUIT/VEGETABLES	0,229	1,350	0,551	5,509	-	80,623	-	1,968	0,025	90,255
REFUNDS	0,037	1,350	0,135	2,986	-	29,059	-	1,191	0,025	34,783
Fresh fruit and vegetables	0,035	1,348	0,134	2,851	-	22,755	-	1,190	0,013	28,326
Processed products	0,002	0,002	0,001	0,135	-	6,304	-	0,001	0,012	6,457
INTERVENTION	0,192	-	0,416	2,523	-	51,564	-	0,777	0,0	55,472
Financ. compens. and buying in	0,192	-	0,416	2,523	-	44,606	-	0,777	0,0	48,514
Special measures	-	-	-	-	-	6,958	-	-	-	6,958
Other invention	-	-	-	-	-	-	-	-	-	-
WINE	-	-	1,367	122,303	-	15,240	0,163	-	0,022	139,100
REFUNDS	-	-	0,125	0,117	-	-	-	-	0,022	0,264
INTERVENTION	-	-	1,242	122,191	-	15,030	0,163	-	-	138,626
Private storage and	-	-	0,953	29,433	-	5,811	0,163	-	-	36,355
Other invention	-	-	0,289	92,753	-	9,219	-	-	-	102,261
Compuls. distill. of by- prods. of wine-making	-	-	-	-	-	0,210	-	-	-	0,210
TOBACCO	1,465	-	14,216	64,615	-	148,168	-	0,020	-	228,484
REFUNDS	-	-	0,046	-	-	1,682	-	0,020	-	1,748
INTERVENTION	1,465	-	14,170	64,615	-	146,486	-	-	-	226,736
Premiums	1,465	-	14,133	64,615	-	130,163	-	-	-	210,376
Storage	-	-	0,037	-	-	16,323	-	-	-	16,360

ANNEX G III

Item	Belgium	Denmark	Germany	France	Ireland	Italy	Luxembourg	Nether-lands	United Kingdom	EEC Total
FISHERIES	0,240	2,702	2,998	1,714	-	-	-	0,871	0,765	9,290
REFUNDS	0,017	2,054	0,500	0,129	-	-	-	-	0,078	2,783
INTERVENTION	0,223	0,638	2,498	1,585	-	-	-	0,871	0,687	6,502
Financ. compens. and, buying in	0,182	0,629	0,611	0,605	-	-	-	0,240	0,656	3,523
Other invention	0,041	0,009	1,887	0,980	-	-	-	0,031	0,031	2,979
ALCOHOL	-	-	-	-	-	-	-	-	-	-
OTHER COMMON MARK. ORG.	2,956	12,785	6,536	19,439	0,369	1,390	0,010	5,449	8,566	57,500
FLAX AND HEMP	2,139	0,029	0,008	9,549	0,008	0,262	-	1,177	0,715	13,897
SEEDS	0,552	10,301	2,182	3,925	0,217	0,154	0,010	3,302	3,122	23,765
HOPS	0,207	-	3,793	0,382	0,024	-	-	-	3,525	7,931
SILKWORMS	-	-	-	0,001	-	0,841	-	-	-	0,842
DEHYDRATED FODDER	0,058	2,455	0,553	5,582	0,120	0,133	-	0,970	1,204	11,075
SOYA	-	-	-	-	-	-	-	-	-	-
OTHER	-	-	-	-	-	-	-	-	-	-
Refunds for certain markets resulting from process. of ag. prods.	0,728	2,578	2,468	1,653(*)	4,948	0,231	0,018	8,719	2,499	23,842
ACCESSION COMPENS. AMTS.	22,304	87,872	53,432	81,654	41,380	1,594	0,788	125,776	0,159	414,959
MONETARY COMPENS. AMTS.	5,765	- 0,048	- 58,697	- 17,437	- 27,577	96,956	0,031	32,376	374,903	406,272
GUARANTEE TOTALS	176,749	312,349	596,305	1,175,441	245,309	928,912	5,436	472,275	614,560	4,727,336

(*) expenditure subject only to an overall commitment.

ANNEX G IV (a)

BREAKDOWN OF EXPENTURE BY SECTOR ACCORDING TO ECONOMIC NATURE OF MEASURES - FINANCIAL YEAR 1975 M.u.a.

S E C T O R	TOTAL EXPENDITURE	Breakdown according to economic nature of operation				
		EXPORT REFUNDS	I N T E R V E N T I O N			INTERVENTION TOTAL
			Storage in the strict sense	Withdrawals fr. market and sim. operations	Compensatory, price subsidies	
a	b	c	d	e	f	g = d + e + f
A. Cereals	620,9	343,6	56,2 (1)	-	221,0 (2)	277,2
Rice	4,2	3,6	-	-	0,6	0,6
Milk products	1.149,8	328,5 (3)	196,1	-	625,2 (4)	821,3
Oils and fats						
Olive oil	205,0	0,7	-	-	204,3	204,3
Oilseeds	26,2	-	-	-	26,2	26,2
Cotton seeds	0,2	-	-	-	0,2	0,2
Sugar	309,2	37,1	91,8	-	180,3 (5)	272,1
Beef and veal	980,0	144,2	438,3	-	397,5 (6)	835,8
Pigmeat	53,8	39,4	14,4	-	-	14,4
Eggs and Poultrymeat	8,4	8,4	-	-	-	-
Fruit and vegetables	90,3	34,8	-	48,5	6,9	55,4
Wine	139,1	0,2	36,4	102,3 (7)	0,2	138,9
Tobacco	228,5	1,7	16,4	-	210,3	226,7
Fisheries	9,3	2,8	-	3,5	3,0	6,5
Flax and hemp	13,9	-	-	-	13,9	13,9
Seeds	23,8	-	-	-	23,8	23,8
Hops	7,9	-	-	-	7,9	7,9
Silkworms	0,8	-	-	-	0,8	0,8
Deshydrated fodder	11,1	-	-	-	11,1	11,1
Other	-	-	-	-	-	-
Refund process Prod.	23,8	23,8	-	-	-	-
Total A	3.906,1	1968,9	849,6	154,2	1.933,1	2.937,3
%	100	24,8	21,8	3,9	49,5	75,2
B. Accession compens. amounts-intra-	414,9				414,9	414,9
C. Monetary compens. amounts-intra-	406,3				406,3	406,3
TOTAL A + B + C	4.727,3	1968,9	849,6	154,2	2.754,3	3.758,5
%	100	20,5	18,0	3,3	58,2	79,5

(a) For footnotes, see next page

NOTES TO TABLE OF EXPENDITURE FOR 1975

- (1) Including carry-over payment (0.655 M.u.a.)
- (2) Aid for durum wheat (130.779 M.u.a.) + production refunds (89.382 M.u.a.) + denaturing premiums (0.424 M.u.a.) + subsidies for feed grain imported into Italy (0.408 M.u.a.).
- (3) Refunds in the strict sense + Community food aid measures 1974/75 (20.554 M.u.a.) and preceding periods (26 M.u.a.)
- (4) Skimmed milk powder for livestock feed (511.485 M.u.a.) + aid for casein (61.861 M.u.a.) + consumer subsidies for butter (51.801 M.u.a.).
- (5) Including refunds on use in the chemical industry (1.504 M.u.a.).
- (6) Aid to certain recipients of social assistance (36.176 M.u.a.) + orderly marketing premium (273.877 M.u.a.) + premiums for restocking of herds (85.595 M.u.a.).
- (7) Distillation of wine + aid for the re-storage of table wine

ANNEX G, V

Development of the expenditure of the Guarantee Section of the EAGGF by sector (1)

M.u.a.

SECTOR	1970	1971	1972 (2)	1973 (2)	1974	1975
CEREALS	894,4	472,2	979,0	953,-	399,7	620,9
Refunds	493,5	288,5	613,5	468,8	76,1	343,6
Intervention, of which:	400,9	183,7	365,5	484,2	323,6	277,2
- Denaturing premium			49,3	76,-	17,3	0,4
- Production refund			93,6	127,-	180,8	89,4
- Aid durum wheat			15,4	106,4	83,3	130,8
RICE	50,6	49,8	50,3	11,2	1,2	4,2
Refunds	58,-	48,5	47,8	10,5	0,5	3,6
Intervention	1,6	1,3	2,5	0,7	0,7	0,7
MILK PRODUCTS	991,5	564,2	598,6	7458,5	1219,-	1149,8
Refunds	431,0	287,5	164,2	328,1	342,0	328,5
Intervention, of which:	560,5	276,7	434,4	1130,4	877,2	769,5
- Aid for skimmed milk					481,-	511,5
- Aid for casein			166,9	236,1	22,-	61,9
- Storage and special measures butter			24,1	31,2		196,1
- Food aid			63,3	159,1	228,5	
					85,4	
OILS AND FATS	281,3	71,5	271,7	363,-	141,-	231,4
Refunds	2,4	1,9	5,5	2,5	0,8	0,7
Intervention, of which:	276,9	69,6	266,2	360,5	140,2	230,7
- Aid for olive oil			20,4	166,1	280,6	203,7
- Aid for oilseeds			48,-	100,-	79,7	25,4
SUGAR	192,9	113,1	161,4	127,1	108,8	309,2
Refunds	92,8	63,9	60,9	51,6	8,-	37,1
Intervention, of which:	100,1	49,2	91,5	75,5	100,8	272,1
- Reimbursement storage costs			83,4		76,8	91,8
BEEF AND VEAL	30,8	17,6	7,9	16,1	320,8	979,9
Refunds	25,1	17,5	7,9	2,7	55,5	144,2
Intervention, of which:	5,7	0,1	-	13,4	265,3	835,7
- Public and private storage					246,7	438,2
- Orderly marketing premiums					16,3	273,9
TOTAL TO BE CARRIED FORWARD	2.450,5	1.288,4	2.064,9	2.928,9	2.190,5	3.295,4

(1) The expenditure is taken from the statements by the Member States under the system of advances and charged to each financial year in accordance with Article 109 of the Financial Regulation. For 1971 and 1972, it takes into account the final clearance of the accounts for both those financial years.

(2) The expenditure for January 1973 is included under the 1972 financial year. In terms of calendar years the total expenditure is about 2 258 M.u.a. for 1972 and 3 815 M.u.a. for 1973.

(CONTD.)

Sector	ANNEX G V					
	1970	1971	1972	1973	1974	1975
TOTAL CARRIED FORWARD:	2.450,5	1.288,4	2.068,0	2.028,9	2.190,5	3.295,4
PIGMEAT	43,4	51,1	56,-	90,6	66,5	53,8
Refunds	43,4	48,-	55,8	90,6	55,5	39,4
Intervention	-	3,1	0,2	-,-	11,-	14,4
EGGS AND POULTRYMEAT	16,5	11,9	13,7	21,5	16,9	8,4
Refunds	16,5	11,9	13,7	21,5	16,9	8,4
FRUIT AND VEGETABLES	57,7	52,7	60,1	34,5	66,9	90,3
Refunds	17,2	6,1	31,8	25,8	17,9	34,8
Intervention	40,5	46,6	28,3	8,7	49,-	55,5
WINE		28,3	43,8	11,7	41,9	139,1
Refunds	-	0,1	0,4	0,4	0,1	0,3
Intervention, of which:	-	28,2	43,4	11,3	41,8	138,6
- Private storage aid		19,5	28,2	14,1	25,9	36,4
- Other (mainly distillation)					15,3	102,2
Compulsory distillation by products wine-making			1,1	2,6	0,6	0,2
TOBACCO		62,5	111,-	118,3	187,3	228,5
Refunds		-,-	-,-	-,-	0,1	1,8
Intervention	5,-	62,5	111,-	118,3	187,2	226,7
FISHERIES		0,2	1,3	1,2	1,2	9,3
Refunds		-,-	0,5	0,6	0,7	2,8
Intervention		0,2	0,8	0,6	0,5	6,5
INTERVENTION MISCELLANEOUS PRODUCTS					35,5	57,5
- Flax and hemp	6,-	0,7	11,5	5,5	11,8	13,9
- Seeds	-,-	-,-	0,4	14,3	15,2	23,8
- Hops	-,-	-,-	-,-	4,7	4,4	8,-
- Silkworms	-,-	-,-	-,-	0,3	0,5	0,8
- Dehydrated fodder	-,-	-,-	-,-	-,-	3,6	11,1
NON-ANNEX II PRODUCTS						
Refunds	24,8	18,2	25,-	23,7	12,8	23,8
COMMUN. COMPENS. MEAS.						
In favour of Netherlands	-,-	-,-	-,-	-,-	8,3	-,-
ACCESSION COMPENS. AMTS.						
under intra Community trade	-,-	-,-	-,-	254,3	332,5	415,-
MONET. COMPENS. AMTS.						
under intra Community trade	-,-	-,-	-,-	140,3	137,6	406,2
GRAND TOTAL	2.603,0	1.514,-	2.301,7	3.659,6	3.027,9 (1)	4.727,3

(1) Including 8,3 M.u.a. for Community measures to compensate the Netherlands following the rise of the central rate for the Dutch guilder (Council Regulation (EEC) No 3141/73) and taking into account the corrections made to the expenditures declared by Italy (reduction of 8,4 million u.a.)

ANNEX G VI

Levies under the Common Agricultural Policy, by sector (1)

m.u.a.

Nature of agricultural levy	1970	1971	1972	1973	1974	1975
a	b	c	d	e	f	g
<u>Levies (2)</u>						
Cereals	550	480	500	336		
Rice	15	20	20	14		
Milk products	25	25	30	20		
Beef and veal	70	25	5	10		
Pigmeat	35	35	45	30		
Eggs and poultry	10	5	13	7		
Other sectors	7	5	5	30		
Total levies	712	595	618	447	255	510
Sugar levies	138	109	181	104	75	80
Grand total	850	704	799	551	330	590

(1) Not including customs duties, but taking account of accession and monetary compensatory amounts

(2) The breakdown by sector is approximate, as the Member States do not always provide a breakdown of levies

ANNEX G VII

Assessment of overall cost in relation to gross domestic product

Milliard u.a.

		EAGGF-Guarantee expenditure		Community gross domestic product at market prices	EAGGF-Guarantee expenditure as percentage of EEC gross domestic product	
		gross	minus agricultural levies		gross	net
a	b	c	d	e	f = 100 c/e	g = 100 d/e
"EUR 6"	1970	2,604	1,754	477	0,55	0,37
	1971	1,514	0,810	528	0,29	0,15
	1972 (1)	2,258	1,459	602	0,38	0,24
"EUR 6"	1973 (1)	3,815	3,264	837	0,46	0,39
	1974	3,107	2,777	931	0,34	0,30
	1975	4,727	4,137	1038	0,46	0,39

(1) For the sake of comparability and consistency, this represents the expenditure for 12 months for all the Member States, and not for the financial years, which consisted of 13 months in 1972 and 11 months in 1973.

ANNEX G VIII

OVERALL FINANCIAL RESULTS OF THE CLEARANCE OF THE 1971 ACCOUNTS

Member States	Advances in respect of 1971	Expenditure taken into consideration for clearance	Available balance at 31.12.1971	Expenditure charged for financial year 1971 (Art. 109 Financial Reg)	Difference to be taken into the accounts for financial year 1975	
	(a)	(b)	(c) = a - b	(d)	(e) = d - b	
BELGIUM	FB	5.330.000.000	4.967.725.330	362.273.670	-	-
	u.s.	106.600.000,00	99.354.526,60	7.245.473,40	99.369.542,05	15.015,45
GERMANY	DM	1.478.607.000,00	1.394.045.738,88	84.561.261,12	-	-
	u.s.	403.990.983,61	380.686.813,90	23.104.169,71	393.661.508,90	12.774.694,00
FRANCE	FF	3.395.258.685,00	3.326.922.715,77	69.335.969,23	-	-
	u.s.	611.476.864,31	598.993.321,39	12.483.542,92	602.135.503,60	3.142.182,21
ITALY	LIRE	250.447.037.357	106.615.809.225	143.831.228.142	-	-
	u.s.	400.715.259,79	170.585.294,76	230.129.965,03	180.371.076,61	9.785.781,85
LUXEMBOURG	FL	76.086.425	71.134.396	4.952.029	-	-
	u.s.	1.521.728,50	1.422.687,92	99.040,58	1.422.687,92	0
NETHERLANDS	f1	989.163.000,00	951.043.115,48	38.119.884,52	-	-
	u.s.	273.249.447,51	262.719.092,67	10.530.354,84	264.327.950,51	1.698.857,84
EEC	u.s.	1.797.554.283,72	1.513.961.737,24	283.592.546,48	1.541.288.269,59	27.326.532,35

ANNEX G IX

OVERALL FINANCIAL RESULTS OF THE CLEARANCE OF THE 1972 ACCOUNTS

Member State	Available balance at 31.12.1971	Advances in respect of 1972	Expenditure taken into consideration for clearance	Available balance at 31.12.1972	Expenditure charged for financial year 1972 (Art. 109)	Difference to be taken into the accounts for finan- cial year 1975
	(a)	(b)	(c)	(d) = a + b - c	(e)	(f) = e - c
BELGIUM	FB	362 273 670	6 675 000 000	6 397 812 406	639 461 264	-
	u.a.	7 245 473.40	133 500 000	127 956 248.12	12 789 225.28	127 995 248.12
GERMANY	DM	84 561 261.12	1 808 040 000	1 786 713 721.87	105 887 639.25	-
	u.a.	23 104 169.71	494 000 000	488 173 120.73	28 931 048.98	493 347 299.50
FRANCE	FF	69 335 969.23	5 087 638 040	4 992 738 940.16	164 235 069.07	-
	u.a.	12 483 542.92	916 000 000	898 913 962.28	29 569 580.64	912 903 315.54
ITALY	L	143 831 228 142	270 915 944 563	334 783 371 018	79 963 801 687	-
	u.a.	230 129 965.03	433 465 511.30	535 653 393.63	127 942 082.70	548 970 310.78
LUXEMBOURG	FL	4 952 029	87 500 000	94 852 293.20	- 2 400 264.20	-
	u.a.	99 040.58	1 750 000	1 897 045.86	- 48 005.28	1 897 045.98
NETHERLANDS	f1	38 119 884.52	1 218 130 000	1 227 698 473.75	28 551 410.77	-
	u.a.	10 530 354.84	336 500 000 1	339 143 224.79	7 887 130.05	340 467 498.93
EEC	u.a.	283 592 546.48	2 315 215 511.30	2 391 736 995.41	207 071 062.37	2 425 580 718.85

ANNEX O.1

Applications for aid by year

Guidance Section
(years 1964 to 1974)

Year	PROJECTS SUBMITTED		PROJECTS DEFINITELY LODGED							
	Total number	Number of projects withdrawn or no longer needed	Number of unacceptable projects	Number of projects not complying with conditions for aid	Number of projects not included for lack of sufficient funds	Total	Total Investment ('000 u.a.)	PROJECTS FINANCED		
								Number	Aid granted (u.a.)	Total Investment ('000 u.a.)
1964	226	19	69	-	81	207	142.057	57	9.056.922	175.611
1965	154	21	23	7	6	133	131.108	97	17.134.258	102.103
1966	495	68	48	17	108	427	378.174	254	41.586.675	276.266
1967	303	31	17	12	91	272	265.358	152	26.039.369	143.474
1968	739	96	26	23	156	643	724.714	438	94.897.375	480.360
1969	894	64	14	9	144	830	902.501	663	160.000.000	681.164
1970	862	33	14	7	260	829	1.108.585	548	159.999.497	648.035
1971	1.017	59	18	1	216	958	1.062.307	723	199.943.196	806.856
1972	918	38	43	10	398	880	1.078.638	429	149.998.266	588.435
1973	1.541	39	153	54	658	1.502	2.161.307	637	170.000.000	840.576
1974	1.394	98	95	14	421	1.187	2.092.055	766	234.999.998	1.111.543
TOTALS	8.543	566	520	154	2.539	7.860	10.046.804	4.764	1.263.655.756	5.794.425

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ANNEX C, II

Aid granted by EAGGF, Guidance section, for the financing of projects from 1964 to 1974

Year	GERMANY		BELGIUM		DENMARK		FRANCE		IRELAND		ITALY		LUXEMBOURG		NETHERLANDS		UNITED KINGDOM		EEC	
	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)	No of pro-jects	Aid granted (u.a.)
1964	9	2.557.635	7	703.751	-	-	10	1.951.457	-	-	27	3.069.451	-	-	4	774.565	-	-	57	9.056.922
1965	21	4.968.976	8	751.985	-	-	21	3.692.070	-	-	40	5.865.989	1	275.000	8	1.577.318	-	-	97	17.131.250
1966	59	11.600.152	2	1.279.396	-	-	33	8.921.171	-	-	139	13.771.303	1	699.342	20	3.112.408	-	-	254	41.535.173
1967	31	7.239.940	5	2.040.664	-	-	34	5.745.500	-	-	59	8.835.215	2	150.600	17	2.027.212	-	-	152	26.039.169
1968	95	26.569.946	45	7.154.399	-	-	65	20.076.053	-	-	188	31.907.105	2	813.700	43	7.091.412	-	-	430	94.697.375
1969	152	45.100.861	68	11.826.499	-	-	132	35.600.280	-	-	249	54.303.630	3	94.550	58	13.013.552	-	-	663	160.000.000
1970	142	41.964.169	71	12.665.511	-	-	114	35.413.599	-	-	173	54.265.555	2	374.867	40	13.285.913	-	-	540	159.999.497
1971	161	57.122.634	90	12.535.307	-	-	143	45.073.840	-	-	222	67.901.359	7	1.637.790	34	15.682.370	-	-	723	199.943.196
1972	115	42.100.813	58	12.033.812	-	-	74	33.254.416	-	-	145	50.498.477	6	943.112	30	11.167.636	-	-	429	149.993.266
1973	112	39.219.740	98	12.032.957	10	4.697.216	70	30.865.361	25	6.896.366	221	47.055.398	2	205.000	34	11.027.963	68	19.999.999	617	170.000.000
1974	164	49.820.000	73	12.690.000	24	9.870.000	103	42.770.000	31	11.901.961	251	65.095.000	5	940.000	31	14.100.000	84	27.730.034	760	234.999.999
Totals	1067	331.264.086	547	147.707.444	34	14.567.216	799	261.257.051	56	18.801.330	1.757	402.650.643	33	6.333.961	319	93.262.389	152	47.730.033	4.761	1.263.655.756

Annex O.III

Breakdown by category of projects financed
by the Guidance Section from 1964 to 1974.

<u>Production structures</u>	678 millions u.a.
of which :	(53,7% of the total)
• land improvements	183 millions u.a.
• hydraulic works and irrigation	157 millions u.a.
• afforestation	33 millions u.a.
• miscellaneous	305 millions u.a.
<u>Marketing structures</u>	506 millions u.a.
of which :	(40,0% of the total)
• cereals	27 millions u.a.
• milk products	173 millions u.a.
• meat	71 millions u.a.
• fruit and vegetables	87 millions u.a.
• wine	68 millions u.a.
• miscellaneous	80 millions u.a.
<u>Mixed production/marketing structures</u>	80 millions u.a.
	(5,2% of the total)

ANNEX O.IV

Breakdown by sector of the aid granted
from 1964 to 1974 by the Guidance Section

('000 u.a.)

SECTOR	Nombre de projets	TOTAL 1964-1974	
		Aid granted	%
- Land improvements and hydraulic works	1.785	489.805	38,8
- Milk	539	192.720	15,2
- Grapes and wine	503	145.658	11,5
- Fruit and vegetables	526	95.773	7,6
- Meat	483	110.046	8,7
- Olives	165	32.217	2,5
- Cereals	119	30.163	2,4
- Forestry	132	33.918	2,7
- Fishing	128	33.054	2,6
- Animal feed	66	19.218	1,5
- Flowers and plants	38	11.188	0,9
- Eggs and poultry	64	9.387	0,7
- Seeds and nurseries	50	8.609	0,7
- Research and dissemination of information	39	5.985	0,5
- Sugar	2	780	0,1
- Miscellaneous	125	45.135	3,6
	4.764	1.263.656	100,0

ANNEX O.V

Regional breakdown by Member State of projects
financed by the EAGGF, Guidance Section (years 1964 to 1974)

('000 u.a.)

GERMANY		BELGIUM		DENMARK		FRANCE		IRELAND		ITALY		LUXEMBOURG	NETHERLANDS		UNITED KINGDOM	
Communi-ty regions	Aid granted	Communi-ty regions	Aid granted	Statistical regions	Aid granted	Communi-ty reg.	Aid granted	Statistical regions	Aid granted	Communi-ty regions	Aid granted	Aid granted	Communi-ty reg.	Aid granted	Statistical regions	Aid granted
Schleswig-Holstein	32.371	Nord	45.157	Jylland	8.068	Région Parisienne	1.427	Donegal	1.773	Nord-Ouest	17.699	6.334	Noord	27.502	Scotland	10.865
Hamburg	1.557	Sud	30.743	Sjælland	5.346	Bassin Parisien	52.960	North-West	1.983	Oost	17.255		Oost	15.575	North	2.479
Bremen	5.841	Brabant	8.800	Fyn	1.153	Parisien	14.047	North-East	1.465	Leontardia	77.973		Vest	32.809	Northern-Ireland	9.461
Niedersachsen	68.262			Grønland	-	Nord	14.697	West	706	Nord-Est	48.765		Zuid	15.376	North-West	1.144
Rordrhein-Westfalen	39.164					Est	65.445	Midlands	712	Est	69.950				Yorkshire-Humber	7.014
Hessen	31.412					Ouest	33.419	East	1.613	Picagnia	36.267				Wales	2.734
Rheinland-Pfalz	29.568					Sud-Ouest	32.903	South East	5.822	Lazio	13.577				West-Midlands	3.456
Baden-Württemberg	50.997					Centre-Est	49.352	South West	4.251	Caspania	20.343				East-Midlands	1.925
Bayern	71.483					Méditerranée				Abuzzi-Molise	77.074				East Anglia	1.721
Saarland	610									Sud	20.103				South-West	1.073
										Sardegna	3.645				South-East	5.858
	331.265		84.706		14.567		402.651		18.881		402.651	6.334		93.262		47.730

* The Community regions are in the course of definition.

Individual projects

Payments made in 1975

u.a.

YEAR	TOTAL	GERMANY	BELGIUM	DENMARK	FRANCE	IRELAND	ITALY	LUXEMB.	NETHERLANDS	UNITED KINGDOM
1964	-	-	-	-	-	-	-	-	-	-
1965	53.721,00	-	-	-	-	-	53.721,00	-	-	-
1966	1.502.445,00	258.958,00	7.842,00	-	422.177,00	-	813.467,00	-	-	-
1967	1.597.564,92	316.916,92	41.475,00	-	985.748,00	-	210.075,00	-	43.350,00	-
1968, Instalmerit	1.905.944,00	-	58.000,00	-	1.430.844,00	-	316.893,00	-	100.207,00	-
1968, Ints Ia, II	5.358.284,00	1.135.040,00	476.535,00	-	2.463.352,00	-	1.092.482,00	-	140.875,00	-
1969, Inst. I	1.078.187,00	586.633,00	-	-	174.350,00	-	317.164,00	-	-	-
1969, Insts II, III, IV	19.709.405,20	4.255.482,20	639.757,00	-	3.931.154,00	-	9.133.422,00	-	1.729.590,00	-
1970	17.720.027,00	4.041.883,00	1.359.756,00	-	3.449.563,00	-	7.436.167,00	103.152,00	1.299.565,00	-
1971	24.952.926,53	7.203.203,33	2.105.654,42	-	6.221.216,37	-	7.830.740,52	-	1.621.111,87	-
	73.968.563,55	17.848.116,07	4.720.019,42	-	19.076.444,37	-	27.224.131,62	103.152,00	4.934.657,87	-
1972	19.621.692,74	8.124.689,69	1.727.342,86	-	6.101.335,71	-	1.214.250,81	394.042,98	2.299.566,49	-
1973	31.151.589,63	12.555.128,17	1.311.921,58	3.228.702,00	4.273.659,66	411.047,68	159.876,60	22.308,18	4.162.235,18	3.625.668,75
1974, Inst. I	12.679.006,23	3.413.913,92	431.095,06	1.723.940,67	2.101.150,72	305.429,34	-	-	2.684.404,14	2.016.062,35
1974, Inst. II	1.403.172,02	-	-	-	1.403.172,02	-	-	-	-	-
	138.964.224,57	42.242.043,55	8.690.378,92	4.952.643,47	33.557.616,48	717.477,02	28.598.259,03	519.503,16	14.040.366,68	5.644.731,15

INDIVIDUAL PROJECTS
PAYMENTS MADE UP TO 31.12.1975

ANNEX D. VII

U.S.

YEAR	TOTAL	GERMANY	BELGIUM	DENMARK	FRANCE	IRELAND	ITALY	LUXEMBOURG	NETHERLANDS	UNITED KINGDOM
1964	7.994.839,00	2.477.091,00	700.945,00	-	1.239.610,00	-	2.402.608,00	-	774.555,00	-
1965	13.334.437,00	4.425.610,00	754.467,00	-	2.804.692,00	-	3.497.330,00	275.000,00	1.577.358,00	-
1966	31.425.382,44	9.830.447,50	3.144.330,00	-	7.817.314,94	-	6.774.217,00	856.373,00	3.002.700,00	-
1967	21.996.820,00	6.610.007,00	1.907.374,00	-	4.665.083,00	-	6.341.558,00	25.600,00	2.023.198,00	-
1968, Instalment I	25.336.070,00	7.478.915,00	2.429.429,00	-	5.793.341,00	-	7.699.253,00	13.700,00	2.921.422,00	-
1968, Insts Ia, II	41.749.668,00	15.174.413,00	2.859.589,00	-	9.770.222,00	-	8.665.692,00	800.000,00	4.480.372,00	-
1969, Instalment I	6.410.400,00	2.391.611,00	463.347,00	-	1.780.275,00	-	1.160.374,00	-	614.293,00	-
1969, Insts II, III & IV	96.316.167,86	34.192.905,85	7.300.475,00	-	22.871.549,00	-	20.352.364,00	54.550,00	11.004.324,00	-
1970	77.632.676,00	33.642.711,00	5.620.524,00	-	19.142.592,00	-	11.063.712,00	374.857,00	7.588.270,00	-
1971	61.598.345,77	34.798.020,70	7.592.067,74	-	18.741.445,17	-	10.698.117,62	175.079,62	9.593.514,72	-
1972	404.294.826,07	151.021.732,06	32.773.047,74	-	94.650.124,11	-	79.154.633,62	2.615.169,52	44.600.110,72	-
1973	50.187.321,52	23.671.525,50	5.067.314,48	-	13.130.332,10	-	1.214.250,81	413.504,30	6.640.314,33	-
1973, Instalment I	31.275.009,87	12.835.128,17	1.935.341,82	3.228.702,80	4.873.699,60	411.047,68	159.876,60	22.308,18	4.162.236,16	3.626.003,70
1974, Instalment I	12.679.005,23	3.413.513,92	431.095,06	1.723.940,67	2.101.160,72	306.429,34	-	-	2.664.404,14	2.018.002,30
1974, Instalment II	1.403.172,02	-	-	-	1.403.172,02	-	-	-	-	-
	499.839.335,71	190.962.299,65	40.206.799,10	4.952.643,47	116.208.488,61	717.477,02	80.528.763,03	3.051.062,30	57.967.071,37	5.644.731,10

POSITION OF PROJECTS APPROVED MORE THAN FIVE YEARS PREVIOUSLY

ANNEX O. VIII

Year	Appropriations committed		Appropriations actually paid		Projects not implemented	Appropriations not used	Appropriations to be carried forward	
	No of projects	u.a.	No of projects	u.a.			No of projects	u.a.
1964	57	9.056.922	49	7.594.839,00	8	1.462.083,00	-	-
1965	97	17.134.258	77	13.334.437,00	19	3.695.194,00	1	104.627,00
1966	254	41.586.875	199	31.425.382,44	48	8.545.110,00	17	1.616.382,06
1967	152	26.039.369	133	21.596.820,00	14	2.527.148,00	5	1.915.401,00
1968	438	94.897.375	321	68.085.758,00	71	12.160.456,00	46	14.651.161,00
1969	663	160.000.000	381	102.726.567,86	57	4.333.760,00	225	52.939.672,14
Total	1.661	348.714.799	1.150	244.763.804,30	217	32.723.751,50	294	71.227.243,20
<u>of which :</u>								
Germany	367	98.037.530	328	82.581.000,36	5	6.254.181,50	34	9.202.348,14
Belgium	156	25.759.754	117	19.560.456,00	10	1.112.084,00	29	5.087.214,00
France	295	76.850.972	207	56.766.086,94	29	6.387.161,00	59	13.697.724,06
Italy	682	117.834.844	352	57.392.806,00	165	18.570.463,00	165	41.871.575,00
Luxembourg	11	2.233.192	10	2.065.223,00	1	167.969,00	-	-
Netherlands	150	27.998.507	136	26.398.232,00	7	231.893,00	7	1.368.382,00
Total	1.661	348.714.799	1.150	244.763.804,30	217	32.723.751,50	294	71.227.243,20

ANNEX O.IX

PAYMENTS MADE IN 1975 FOR COMMON MEASURES AND SPECIAL MEASURES

MEASURES	Germany	Belgium	Denmark	France	Ireland	Italy	Luxembourg	Netherlands	United Kingdom	Total
I. COMMON MEASURES										
Directive 72/159	906,273,73		34,337,-	138,804,31				159,755,59	59,553,53	1,416,326,72
Directive 72/160	6,365,46			2,021,001,58				431,140	206,586	7,553,36
Directive 72/161	589,993,17								113,257,21	589,993,17
Hop Producers aid-fishing	3,358,332,15			3,525,500,166	362,073,111		441,500,-	502,157,13	11,311,010,193	4,550,053,173
Conversion to beef and veal	1,463,139,96		755,151,53				40,323,46			2,458,214,95
Fruit tree survey	42,000,-				325,712,191					325,712,191
Agricultural holdings survey	560,000,-								238,505,82	560,000,-
Total common measures	9,337,154,50	331,869,71	739,838,38	4,029,556,75	567,135,60	441,500,-	40,323,46	557,357,57	11,743,440,43	33,530,021,52
II. SPECIAL MEASURES										
Organizations of fruit and vegetable producers	459,315,08			51,194,62					9,213,59	1,030,723,29
Slaughter of cows	1,234,234,65			1,025,192,03			9,562,16	106,703,104		2,796,617,94
Grubbing fruit trees	1,655,94			28,822,-				3,562,60		7,510,071,59
Producers fishing industry	8,509,63			21,325,75						30,835,38
Total special measures	1,224,666,33	167,599,46	-	1,279,541,40	-	3,116,617,33	9,562,16	112,265,70	9,213,59	11,739,758,03
GRAND TOTAL	11,561,820,83	219,469,17	759,338,38	10,446,098,15	567,725,60	3,759,217,33	49,885,62	771,623,27	11,739,758,03	43,319,708,03

AMOUNTS COMMITTED AND PAYMENTS MADE FOR THE VARIOUS COMMON MEASURES AT 31.12.1975

u.a.

		Total	Germany	Belgium	Denmark	France	Ireland	Italy	Luxembourg	Netherlands	United Kingdom
1. Farm modernization Dir. 72/159	Commitments	1.146.325,72	906.273,78		24.217,-						59.557,95
	Payments	1.146.325,72	906.273,78		24.217,-					155.956,99	59.557,95
2. Cessation of farming Dir. 72/160	Commitments	7.553,38	6.863,46							453,40	206,52
	Payments	7.553,38	6.863,46							453,40	206,52
3. Socio-economic Guidance Dir. 72/161	Commitments	589.995,17	589.995,17								
	Payments	589.995,17	589.995,17								
4. Hop producers Regl. 16/6/71	Commitments	252.061,52				138.804,31					113.257,21
	Payments	252.061,52				138.804,31					113.257,21
5. 1975 Structural Survey Dir. 75/108	Commitments	1.521.219,01	960.000,-				325.712,19				235.506,82
	Payments	1.521.219,01	960.000,-				325.712,19				235.506,82
6. Fruit trees survey Dir. 71/285	Commitments	729.900,-	42.000,-	15.000,-		196.000,-		441.600,-	100,-	35.000,-	
	Payments	729.900,-	42.000,-	15.000,-		196.000,-		441.600,-	100,-	35.000,-	
7. Conversion to beef and veal R/1353/73	Commitments	24.978.068,85	4.463.169,94	551.869,71	765.151,58	6.925.507,36	362.073,41		40.328,46	505.457,15	11.363.457,71
	Payments	24.978.068,85	4.463.169,94	551.869,71	765.151,58	6.925.507,36	362.073,41		40.328,46	505.457,15	11.363.457,71
8. Egg-fishing R. 2722/72	Commitments	9.582.914,21	2.859.352,15			6.714.062,06					
	Payments	5.774.544,53	2.859.352,15			2.905.192,38					
TOTAL	Commitments	35.808.039,86	9.837.154,50	564.869,71	789.189,58	13.875.117,23	687.785,60	441.600,-	40.628,46	696.837,57	11.772.297,21
	Payments	34.999.709,16	9.837.154,50	566.869,71	789.189,58	10.157.071,55	687.785,60	441.600,-	40.628,46	656.377,57	11.772.297,21

ANNEX

ANNEX O. XI

Amounts committed and payments made for the various special measures at 31.12.1975

u.a.

		Total	Germany	Belgium	France	Italy	Luxembourg	Netherlands	U.K.	Not used
1. Italian floods R. 205/65	Commitments	10.000.000				10.000.000				2.128.794
	Payments	7.871.206				7.871.206				
2. Olive and olive oil sector Art. 13, R. 130/65	Commitments	8.000.000				8.000.000				
	Payments	8.000.000				8.000.000				
3. Fruit and vegetable and olive oil sectors - Art. 4, R. 130/65	Commitments	45.000.000				45.000.000				
	Payments	45.000.000				45.000.000				
4. Structural surveys R. 10/68	Commitments	8.000.000	1.622.628	256.602	2.012.694	3.135.030	11.898	258.596		692.252
	Payments	7.307.748	1.622.628	256.602	2.012.694	3.135.030	11.898	258.596		
5. Fruit and vegetable sector Art. 12(4), R. 159/66	Commitments	87.299.539				87.299.539				
	Payments	87.299.539				87.299.539				
6. African swine fever R. 349/68	Commitments	3.151.222,94				3.151.222,94				825,05
	Payments	3.600.000	938.160	111.970	1.013.850	1.404.000	20.250	111.870		
7. Pig numbers survey R. 350/68	Commitments	15.000.000	938.160	111.970	1.013.850	1.404.000	20.250	111.870		
	Payments	15.000.000				15.000.000				
8. Raw tobacco sector Art. 12(1), R. 1130/65	Commitments	7.500.000					7.500.000			
	Payments	7.500.000					7.500.000			
9. Integration of Luxembourg agriculture - R. 547/70	Commitments	45.435.824,33	23.014.286,28	3.356.604,48	14.699.723,77		149.031,92	2.216.127,85		
	Payments	45.435.824,33	23.014.286,28	3.356.604,48	14.699.723,77		149.031,92	2.216.127,85		
10. Slaughtering of cows R. 175/68	Commitments	35.238.255,65	10.436.335,04	3.601.630	8.931.648,97	7.565.406,01	91.087,04	4.561.448,59		
	Payments	35.238.255,65	10.436.335,04	3.601.630	8.931.648,97	7.565.406,01	91.087,04	4.561.448,59		
11. Crubbing of fruit trees R. 2517/69	Commitments	7.426.400,58	3.215.737,58		505.723,52	3.695.720,89			9.213,59	
	Payments	7.426.400,58	3.215.737,58		505.723,52	3.695.720,89			9.213,59	
12. Organizations of fruit and vegetable producers - R. 2517/69	Commitments	42.350,18	21.013,43		21.336,75					
	Payments	42.350,18	21.013,43		21.336,75					
13. Producers' organizations in the fishing industry - R. 2142/70	Commitments	275.693.020,74	41.246.160,48	7.326.706,48	27.135.262,01	164.252.746,60	7.772.316,96	7.150.342,47	9.213,59	2.221.874,66
	Payments	272.573.746,66	41.246.160,33	7.326.706,48	27.135.262,01	162.123.124,84	7.772.316,96	7.150.342,47	9.213,59	

ANNEX D.XII

POSITION AT 31.12.1975 OF APPROPRIATIONS COMMITTED AND PAYMENTS MADE (YEARS 1964/1975) - IN U.S.

YEAR	APPROPRIATIONS COMMITTED		PAYMENTS MADE		COMMITMENTS CANCELLED		COMMITMENTS OUTSTANDING		UNCOMMITTED APPROPRIATIONS TO BE CARRIED FORWARD		RESERVE
	PROJECTS	SPEC. MEAS. COM. MEAS.	PROJECTS	SPEC. MEAS. COM. MEAS.	PROJECTS	SPEC. MEAS. COM. MEAS.	PROJECTS	SPEC. MEAS. COM. MEAS.	PROJECTS	SPEC. MEAS. COM. MEAS.	
1964	9.056.922	-	7.594.839,-	-	1.462.083,-	-	-	-	-	-	-
1965	17.114.358	-	13.334.637,-	-	3.695.194,-	-	104.627,-	-	-	-	-
1966	31.586.875	13.000.000	31.425.382,44	13.000.000,-	8.545.110,50	-	1.616.382,06	-	-	-	-
1967	26.019.369	54.000.000	21.596.820,-	51.871.206,-	2.527.143,-	2.123.794,-	1.915.401,-	-	-	-	-
1968	94.897.375	28.552.051	68.085.758,-	27.852.970,94	12.160.456,-	693.080,06	14.651.161,-	-	-	-	-
1969	160.000.000	40.211.797	102.726.567,86	40.211.797,-	4.333.760,-	-	52.939.572,14	-	-	-	99.799.416
1970	159.999.497	41.438.193	77.832.676,-	41.438.193,-	1.131.838,-	-	81.034.983,-	-	-	-	81.562.310
1971	199.943.145,78	42.382.316	91.698.345,77	42.382.316,-	157.978,95	-	118.076.821,16	-	-	-	159.117.664
TOTAL 1964-71	708.657.441,78	219.584.347	404.294.826,07	216.762.472,94	34.021.568,35	2.321.874,06	270.339.047,36	-	-	-	326.479.412
1972	149.998.247,45	17.153.712,-	90.187.321,52	17.153.712,-	235.447,52	-	99.075.478,42	-	-	-	92.846.206
1973	169.999.963,05	11.788.720,45	11.275.005,87	11.788.720,-5	-	-	138.724.953,18	-	-	-	93.211.316
1974	234.999.997,85	24.964.669,72	14.082.178,25	24.474.023,32	-	-	220.917.819,60	490.640,90	-	-	15.035.131,97
1975	107.995.033,76	41.011.410,92	-	37.693.921,73	-	-	107.995.033,76	3.117.489,19	104.602.966,24	6.613.109,15	275.273,93
TOTAL 1972-75	662.993.242,12	94.918.713,09	95.544.509,64	91.110.383,00	235.447,52	-	567.213.284,96	3.608.330,09	104.602.966,24	6.613.109,15	301.366.015,90
Grand Total	1.371.650.683,90	314.503.060,09	499.839.335,71	307.872.855,94	34.259.015,87	2.321.874,06	837.552.332,32	3.608.330,09	104.602.966,24	6.613.109,15	529.647.427,90

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ANNEX O, XIII
 UTILIZATION OF AVAILABLE APPROPRIATIONS
 Positions at 31.12.1975 (In u.a.)

	Appropriations entered or re-entered	Uncommitted appropriations brought forward by Council of Ministers	Available appropriations	Appropriations committed :		Uncommitted appropriations :	
				Projects	Com. meas. Spec. meas.	Cancelled/ reserved	Carried forward by Council of Ministers
Budget 1963							
1964	9.057.000	-	9.057.000	(1) 9.056.922	-	78	-
1965	16.617.000	-	16.617.000	-	-	16.617.000	-
- total	25.674.000	-	25.674.000	9.056.922	-	16.617.078	-
Budget 1966							
1965	16.617.000	317.440	17.134.440	(2) 17.134.258	-	182	-
1966	58.561.000	-	58.561.000	-	-	58.561.000	-
- total	75.178.000	317.440	75.695.440	17.134.258	-	58.561.182	-
Budget 1967							
1966	54.308.000	279.676	54.587.676	(3) 41.586.875	(4) 5.000.000	801	8.000.000
1967	80.040.000	-	80.040.000	-	(5) 50.000.000	30.040.000	-
- total	134.348.000	279.676	134.627.676	41.586.875	55.000.000	30.040.801	8.000.000
Budget 1968							
1966	-	8.000.000	8.000.000	-	(6) 8.000.000	-	-
1967	30.040.000	-	30.040.000	(7) 26.039.369	(8) 4.000.000	-	631
1968	123.460.000	-	123.460.000	(9) 34.114.667	(10) 24.000.000	65.227.524	117.809
- total	153.500.000	8.000.000	161.500.000	60.154.036	36.000.000	65.227.524	118.440
Budget 1969							
1968	65.227.524	118.440	65.345.964	(11) 60.782.708	(12) 3.931.253	632.003	-
1969	285.000.000	-	285.000.000	(13) 8.472.837	(14) 37.969.486	238.557.677	-
- total	350.227.524	118.440	350.345.964	69.255.545	41.900.739	239.189.680	-
Budget 1970							
1968	632.003	-	632.003	-	(15) 620.798	-	-
1969	238.557.677	-	239.557.677	(16) 151.527.163	(17) 2.242.301	84.799.418	-
1970	285.000.000	-	285.000.000	-	(18) 39.448.124	245.531.099	20.777
- total	524.189.680	-	524.189.680	151.527.163	42.311.223	330.330.517	20.777
Budget 1971							
1969	84.799.418	-	84.799.418	-	-	84.799.418	-
1970	245.531.099	20.777	245.551.876	(19) 159.999.497	(20) 1.746.326	83.751.882	34.171
1971	427.500.000	-	427.500.000	-	(21) 37.491.812	386.000.000	4.008.188
- total	757.830.517	20.777	757.851.294	159.999.497	39.238.159	554.551.300	4.062.359

	Appropriations entered or reentered	Uncommitted appropriations brought forward by Council of Ministers	Available appropriations	Appropriations committed :		Uncommitted appropriations :	
				Projects	Com. meas. Spec. meas.	Cancelled/reserved	Carried forward by Council of Ministers
Budget 1971							
- année 1969	84.799.418	-	84.799.418	-	-	84.799.418,-	-
- année 1970	83.751.882	54.171	83.806.053	(22) -	(23) 54.171	83.428.882,-	323.000
- année 1971	386.000.000	4.008.188	390.008.188	199.943.145,78	(23) 4.399.091	185.042.854,22	623.097
- année 1972	285.000.000	-	285.000.000	-	(24) 5.370.816	110.170.000,-	169.459.184
Total	839.551.300	4.062.359	843.613.659	199.943.145,78	9.824.078	463.441.154,22	170.405.281
Budget 1972							
- année 1969	84.799.418	-	84.799.418	-	-	84.799.418,-	-
- année 1970	83.428.882	323.000	83.751.882	-	(26) 189.572	83.562.310,-	-
- année 1971	386.000.000	623.097	386.623.097	(25) -	(27) 491.413	185.117.684,-	-
- année 1972	110.170.000	169.459.184	279.629.184	149.998.247,46	(28) 11.782.896	117.848.040,54	-
- année 1973	325.000.000	-	325.000.000	-	(29) 6.613.999	142.200.000,-	175.186.001
Total	788.384.300	170.405.281	958.789.581	149.998.247,46	19.077.880	613.527.452,54	175.186.001
Budget 1973							
- année 1969	84.799.418	-	84.799.418	-	-	84.799.418,-	-
- année 1970	83.562.310	-	83.562.310	-	-	83.562.310,-	-
- année 1971	185.117.684	-	185.117.684	-	-	185.117.684,-	-
- année 1972	117.846.288	-	117.846.288	(33) -	-	117.846.288,-	-
- année 1973	142.200.000	176.186.001	318.386.001	169.999.963,03	(31) 3.174.721,45	143.211.316,-	-
- année 1974	325.000.000	-	325.000.000	349.832.806,61	(32) 22.873.861,93	61.454.648,-	144.838.689
Total	938.525.700	176.186.001	1.114.711.701	269.832.763,66	28.048.583,38	675.991.664	144.838.689
Budget 1974							
- année 1969	84.799.418	-	84.799.418	-	-	84.799.418,-	-
- année 1970	83.562.310	-	83.562.310	-	-	83.562.310,-	-
- année 1971	185.117.684	-	185.117.684	-	-	185.117.684,-	-
- année 1972	117.846.288	-	117.846.288	(33) -	-	117.846.288,-	-
- année 1973	143.211.316	-	143.211.316	169.999.963,03	(31) 3.174.721,45	143.211.316,-	-
- année 1974	61.454.648	144.838.689	206.293.337	349.832.806,61	(32) 22.873.861,93	61.454.648,-	144.838.689
- année 1975	325.000.000	-	325.000.000	107.995.033,76	(36) 41.011.410,92	275.279,93	113.216.275,39
Total	1000.991.664	144.838.689	1145.830.353	247.162.231,-	43.102.418,71	529.847.427,90	113.216.275,39
Budget 1975							
- année 1969	59.799.418	-	59.799.418	-	-	59.799.418,-	-
- année 1970	83.562.310	-	83.562.310	-	-	83.562.310,-	-
- année 1971	185.117.684	-	185.117.684	-	-	185.117.684,-	-
- année 1972	117.846.288	-	117.846.288	-	-	117.846.288,-	-
- année 1973	143.211.316	-	143.211.316	-	-	143.211.316,-	-
- année 1974	61.454.648	144.838.689	206.293.337	139.167.197,24	2.091.007,79	15.035.131,97	-
- année 1975	325.000.000	-	325.000.000	107.995.033,76	(36) 41.011.410,92	275.279,93	113.216.275,39
Total	1000.991.664	144.838.689	1145.830.353	247.162.231,-	43.102.418,71	529.847.427,90	113.216.275,39
Budget 1976							
- année 1969	59.799.418	-	59.799.418	-	-	59.799.418,-	-
- année 1970	83.562.310	-	83.562.310	-	-	83.562.310,-	-
- année 1971	185.117.684	-	185.117.684	-	-	185.117.684,-	-
- année 1972	117.846.288	-	117.846.288	-	-	117.846.288,-	-
- année 1973	143.211.316	-	143.211.316	-	-	143.211.316,-	-
- année 1974	61.454.648	144.838.689	206.293.337	139.167.197,24	2.091.007,79	15.035.131,97	-
- année 1975	275.279,93	113.216.275,39	388.496.255,32	-	-	-	-
- année 1976	325.000.000	-	325.000.000	-	-	-	-
Total	654.647.927,90	113.216.275,39	767.864.203,29	139.167.197,24	2.091.007,79	15.035.131,97	113.216.275,39

Total amount of committed appropriations up to 31.12.1975 : 1.686.153.743,91 u.a.

of which projects : 1.371.650.683,90 u.a.
common measures/special measures : 314.503.060,01 u.a.

See foot-notes following pages.

The amounts shown in the foregoing table relate to :

- 1) 57 projects from the year 1964. Commission Decision of 14.10.1965
- 2) 97 projects from the year 1965. Commission Decision of 19.7.1966
- 3) 254 projects from the year 1966. Commission Decision of 27.7.1967
- 4) 29 projects relating to the repair of flood damage in Italy.
R. 206/66 Commission Decision of 2.10.1967.
- 5) 5 M.u.a. idem (4)
45 M.u.a. to Italy for the fruit and vegetables sector and the olive and olive oil sector (Art.4, R.130/66). Commission Decision of 5.7.1967.
- 6) 8 M.u.a. to Italy for the olive and olive oil sector (Art. 13, R.130/68). Commission Decision of 29.2.1968.
- 7) 152 projects from the year 1967. Commission Decision of 15.3.1968.
- 8) Farm structure survey under R.70/66/EEC. Commission Decision of 18.12.1968.
- 9) 161 projects from the year 1968 (instalment I). Commission Decision of 18/12/1968.
- 10) 4 M.u.a. idem (8)
20 M.u.a. to Italy for the fruit and vegetables sector for the period 1966/67 (Art.12 (4) of R.159/66/EEC). Commission Decision of 16.10.1968.
- 11) 277 projects from the year 1968 (instalments Ia and II)
Commission Decision of 5.12.1969 and 23.7.1969.
- 12) - 3,043,253 u.a. to Italy in reimbursement of expenditure incurred in making good the damage caused by African swine fever in 1967 (R.349/68). Commission Decision of 29.4.1969.
- 888,000 u.a. for the surveys of pig numbers carried out by the Member States (R.350/68). Commission Decisions of 17.7.1969 and 11.11.1969.
- 13) 34 projects from the year 1969 (instalment I). Commission Decision of 29.10.1969.

- 14) - 22,969,486 u.s.a. to Italy for the fruit and vegetables sector for the period 1967/68 (Art.12 (4) of R.159/66/EEC).
Commission Decision of 22.12.1969.
- 15,000,000 u.s.a. to Italy for the raw tobacco sector (Art.12 (1) of R. 130/66/EEC).
Commission Decision of 22.12.1969.
- 15) - 200,000 u.s.a. to Germany in reimbursement of aid granted to organizations of fruit and vegetable producers during 1967 and 1968 (Art.12 (3) of R. 159/66/EEC).
Commission Decision of 21.12.1970.
- 312,000 u.s.a. for the surveys of pig numbers carried out by Italy (R.350/68). Commission Decision of 16.2.1970
- 108,978 u.s.a. to Italy in reimbursement of expenditure on research into swine fever (R. 349/68).
Commission Decision of 3.12.1970.
- 16) 629 projects from the year 1969 (instalments II, III and IV).
Commission Decisions of 2.3.1970, 1.7.1970 and 27.10.1970.
- 17) - 1,042,301 u.s.a. idem (15), 1st sub-paragraph
- 1,200,000 u.s.a. for the surveys of pig numbers carried out by the Member States (R.350/68). Commission Decisions of 4.6.1970 and 4.12.1970.
- 18) - 7.5 M.u.s.a. to the Grand Duchy of Luxembourg to carry out measures to complete the integration of Luxembourg agriculture into the Common Market (R. 541/70).
Commission Decision of 12.10.1970.
- 31,948,124 u.s.a. to Italy for the fruit and vegetables sector for the period 1968/69 (Art. 12(4) of R.159/66/EEC).
Commission Decision of 22.12.1970.
- 19) 766 projects from the year 1970 (instalments I, II and III).
Commission Decisions of 10.3.1971, 12.7.1971 and 22.12.1971.
- 20) - 1,200,000 u.s.a. for the surveys of pig numbers carried out by the Member States (R.350/68). Commission Decisions of 14.6.1971 and 17.12.1971
- 546,326 u.s.a. to Germany in reimbursement of aid granted to organizations of fruit and vegetable producers during 1969 (Art. 12(3) of R. 159/66/EEC).
Commission Decision of 21.12.1971.

- 21) - 24,773,340 u.a. paid to the Member States (Germany 14,225,500 u.a., Belgium 2,065,930 u.a., France 7,216,577 u.a., Luxembourg 81,983 u.a., Netherlands 1,153,350 u.a.) in reimbursement of premiums paid in 1970 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69). Commission Decisions of 17.12.1971 and 22.12.1971.
- 336,543 u.a. to Germany in reimbursement of premiums paid in 1970 for the grubbing of fruit trees (R. 2517/69). Commission Decision of 21.12.1971.
 - 12,381,929 u.a. to Italy for the fruit and vegetables sector for the period "2nd half-year 1969" (Art. 12(4) of R. 159/66/REC). Commission Decision of 21.12.1971.
- 22) 723 projects from the year 1971 (instalments I, II, III).
Commission Decisions of 21.6.1972, 26.7.1972 and 22.12.1972.
- 23) - 1,505,344 u.a. to Germany, additional reimbursement of premiums paid in 1970 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69). Commission Decision of 18.7.1972.
- 2,557,015 u.a. paid to the Member States in reimbursement of premiums paid in 1970 for the grubbing of fruit trees (R. 2517/69), of which 1,206,266 u.a. was to Belgium (Commission Decision of 18.7.1972), 1,156,813 u.a. to the Netherlands (Commission Decision of 22.12.1972) 193,936 u.a. (out of 371,855 u.a.) to France (Commission Decision of 22.11.1972), the balance of 177,919 u.a. being charged against the appropriations of the final year 1972 (see footnote 24).

- 390,903 u.a. to Italy in reimbursement of aid granted in 1970 to organizations of fruit and vegetable producers (Art.12 (3) of R. 159/66/EEC).
Commission Decision of 18.7.1972.
- 24) - 4,833,539 u.a. paid to Member States in reimbursement of premiums paid in 1971 for the grubbing of fruit trees (R. 2517/69), of which :
 - 4,806,544 u.a. was to Germany (Commission Decision of 22.12.1972) and
 - 26,995 u.a. was to Luxembourg (Commission Decision of 22.11.1972).
- 177,919 u.a. to France, relating to the payment of 371,855 u.a. for grubbing premiums for 1970, see footnote 23.
- 359,358 u.a. paid to the Member States in reimbursement of premiums paid in 1971 for the slaughter of cows and the non-marketing of milk and milk products (R.1975/69), as follows :
 - to Belgium : 336,846 u.a. -(Commission Decision of 22.11.1972)
 - to Luxembourg : 22,512 u.a. (Commission Decision of 22.11.1972)
- 25) 429 projects from the year 1972 (instalments I and II), Commission Decisions of 6.6.1973 and 31.10.1973

- 26) 189,572 u.a. to France in reimbursement of aid granted in 1967-68-69 to organizations of fruit and vegetable producers (Art. 36 (2) of R.1035/72/EEC).
Commission Decision of 21.12.1973.
- 27) 491,413 u.a. paid to the Member States in reimbursement of aid granted in 1970 to organizations of fruit and vegetable producers (Art. 36 (2) of R. 1035/72/EEC), of which 120,870 u.a. was to France and 370,543 u.a. to Germany (Commission Decision of 21.12.1973).
- 28) 6,911,542 u.a. paid to the Member States in reimbursement of premiums paid in 1971 for the grubbing of fruit trees (R. 2517/69), of which 4,757,046 u.a. was to France (Commission Decision of 4.10.1973), 855.439 u.a. was to Belgium (Commission Decision of 12.3.1973) and 1.299.057 u.a. was to the Netherlands (Commission Decision of 21.12.1973).
- 3,122,045 u.a. paid to the Member States in reimbursement of premiums paid in 1971 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69), of which 2,861,558 u.a. was to Germany (Commission Decision of 5.10.1973) and 260,487 u.a. to the Netherlands (Commission Decision of 9 November 1973).
- 1,749,309 u.a. paid to the Member States in reimbursement of aid granted in 1971 to organizations of fruit and vegetable producers (Art. 36 (2) of R. 1035/72/EEC), of which 245,255 u.a. was to Germany (Commission Decision of 21.12.1973) and 1,504,054 u.a. to Italy (Commission Decision of 21.12.1973).
- 29) 3,417,771 u.a. paid to the Member States in reimbursement of premiums paid in 1972 for the grubbing of fruit trees (R. 2517/69), of which 1,831,677 u.a. was to Germany (Commission Decision of 12.11.1973), 831,161 u.a. to Belgium (Commission Decision of 12.11.1973).

24,777 u.a. to the Grand Duchy of Luxembourg
(Commission Decision of 12.11.1973) and 750,456 u.a.
to the Netherlands (Commission Decision of 21.12.1973).

1,133,764 u.a. paid to the Member States in reimbursement of premiums
paid in 1972 for the slaughter of cows and the non-
marketing of milk and milk products (R. 1975/69), of
which 1,124,202 u.a. was to Germany (Commission
Decision of 21.12.1973) and 9,562 u.a. to the Grand
Duchy of Luxembourg (Commission Decision of 9.11.1973).

246,000 u.a. paid to the Member States for the fruit tree survey
(Directive 71/286) carried out by the Member States
(Commission Decision of 21.12.1973).

1,816,466 u.a. granted in aid for two factory trawlers and a refri-
gerated tunny seiner in France (R. 2722/72/EEC)
(Commission Decision of 20.12.1973).

30) Including 538,525,700 u.a. reserved for the years 1969 to 1973 for
the financing of common measures within the meaning of Article 8 of
R.729/70 and 75,000,000 u.a. reserved for the years 1972 and 1973
for Community financing of development operations in the priority
agricultural regions (Council Resolution of 21 March 1972).

- 31) - 1,652,600.07 u.a. paid to the Member States in reimbursement of aid granted in 1972 to organizations of fruit and vegetable producers (Art. 36(2) of R. 1035/72/EEC), of which 50,850 u.a. was to France (Commission Decision of 28.11.1974), 551,467,50 u.a. to Germany (Commission Decision of 17.12.1974) and 1,050,552.57 u.a. to Italy (Commission Decision of 20.12.1974).
- 1,641,158.31 u.a. paid to the Member States in reimbursement of premiums paid in 1972 for the slaughter of cows and the non-marketing of milk and milk products (R.1975/69), of which 178,592.46 u.a. was to Belgium, 1,337,353.42 u.a. to France and 125,212.43 u.a. to the Netherlands (Commission Decision of 28.10.1974).
- 1,715,427.07 u.a. to France in reimbursement of premiums paid in 1972 for the grubbing of fruit trees (R.2517/69) (Commission Decision of 20.12.1974).
- 300,00 u.a. to Luxembourg for the fruit tree survey (Dir. 71/286) (Commission Decision of 20.10.1974).
- 175,236.00 u.a. granting of part of the aid for a German project in the cod-fishing sector (R. 2722/72).

- 32) - 7,461,449,40 u.a. paid to the Member States in reimbursement of premiums paid in 1973 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69), of which 25,462.46 u.a. was to Luxembourg (Commission Decision of 28.10.1974) 4,013,457.65 u.a. to Germany, 616,900.56 u.a. to Belgium, 2,237,253.32 u.a. to France and 568,375.41 u.a. to the Netherlands (Commission Decisions of 20.12.1974)
- 6,952,510.03 u.a. paid to the Member States in reimbursement of premiums granted in 1973 for the grubbing of fruit trees (R.2517/69), of which 699,500 u.a. was to Belgium, 39,615.04 u.a. to Luxembourg (Commission Decision of 28/10/1974), 3,459,904.10 u.a. to Germany, 2,118,748.90 u.a. to France and 634,741.99 u.a. to the Netherlands (Commission Decisions of 20.12.1974)
- 12,103.55 u.a. to Germany in reimbursement of aid paid in 1973 to producers' organizations in the fishing industry (R. 2142/70) (Commission Decision of 26.11.1974).
- 4,908,510.29 u.a. granted in aid for three German projects (2,693,616.15 u.a.) and four French projects (2,214,894.14 u.a.) in the cod-fishing sector. (R. 2722/72) (Commission Decision of 23.12.1974). (175,236 u.a. was granted for one of these three German projects in 1973).

- 48,856.76 u.a. to the United Kingdom in reimbursement of aid granted in 1973 for conversion to beef and veal production (R. 1353/73)
Commission Decision of 20.12.1974
Inter-chapter transfer for 3 cases which could not be settled in 1972 and 1973.
 - 110,565.90 u.a. to France in reimbursement of aid granted in 1971 to organizations of fruit and vegetable producers (Art. 36 (2) of R. 1035/72/EEC)
Commission Decision of 28.11.1974.
 - 2,643,348.00 u.a. to France in reimbursement of premiums paid in 1971 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69)
Commission Decision of 28.10.1974.
 - 736,518.00 u.a. to the Netherlands in reimbursement of premiums paid in 1971 for the grubbing of fruit trees (R. 2517/69) - Commission Decision of 30.10.1974.
- 33) 637 projects from the year 1973
Commission Decision of 17.7.1974 and 31.7.1974
- 34) 297 projects from the year 1974, 17th instalment
Commission Decision of 23.12.1974.

- 35)- 180,000 u.a. to Germany as an instalment in respect of aid and premiums for the modernization of farms paid in 1973 (Dir. 72/159) Commission Decision of 18.12.1975 -(726,273.78 u.a. from 75 budget).
- 126,954.50 u.a. to Germany as an instalment in respect of aid paid in 1973 for socio-economic guidance and the acquisition of occupational skills (Dir. 72/161) Commission Decision of 18.12.1975.
 - 131,905.37 u.a. to France in reimbursement of aid paid in 1973 to hop growers' organizations (R. 1696/71) Commission Decision of 17.11.1975.
 - 1,044,197.02 u.a. paid to Member States in reimbursement of aid granted on 1973 to organizations of fruit and vegetable producers -(R. 1035/72), of which 259,845.08 u.a. was to Germany (Commission Decision of 21.11.1975), 34,140.62 u.a. to France (Commission Decision of 24.7.1975) and 750,211.32 u.a. to Italy (Commission Decision of 18.12.1975).
 - 516,461.90 u.a. to Italy in reimbursement of premiums paid in 1973 for the grubbing of fruit trees (R.2517/69) Commission Decision of 18.12.1975.
 - 91,489.71 u.a. granting of part of the aid for a French project in the salt-cod fishing sector (R. 2722/72)
- 36)- 9,213.59 u.a. to United Kingdom in reimbursement of aid granted in 1974 to organizations of fruit and vegetable producers (R. 1035/72) Commission Decision of 21.11.1975).
- 2,796,017.62 u.a. paid to Member States in reimbursement of premiums paid in 1974 for the slaughter of cows and the non-marketing of milk and milk products (R. 1975/69) of which 1,254,224.63 u.a. was to Germany (Commission Decision of 21.11.1975), 158,335.46 u.a. to Belgium (Commission Decision of 4.11.1975), 9,562.46 u.a. to Luxembourg (Commission Decision of 10.7.75), 108,703.04 u.a. to the Netherlands (Commission Decision of 4.11.75) and 1,265,192.03 u.a. to France (Commission Decision of 18.12.1975).

- 7,693,609.65 u.a. paid to Member States in reimbursement of premiums paid in 1974 for the grubbing of fruit trees (R.2517/69), of which 1,666.94 u.a. was to Germany (Commission Decision of 17.9.1975), 9,264 u.a. to Belgium (Commission Decision of 3.11.1975), 28,872 u.a. to France (Commission Decision of 3.11.1975), 7,049,944.11 u.a. to Italy (Commission Decision of 18.12.1975) and 3,862.60 u.a. to the Netherlands (Commission Decision of 3.11.1975).
- 30,246.63 u.a. paid to Member States in reimbursement of aid paid in 1974 to producers organizations in the fishing sector (R 2142/70), of which 8,909.88 u.a. was to Germany (Commission Decision of 21.11.1975) and 21,336.75 u.a. was to France (Commission Decision of 17.11.1975).
- 240,052.94 u.a. paid to Member States as an instalment in respect of aid and premiums paid in 1974 for the modernization of farms (Dir. 72/159), of which 24,237 u.a. was to Denmark (Commission Decision of 18.12.1975), 155,956.99 u.a. to the Netherlands (Commission Decision of 21.11.1975) and 59,858.95 u.a. to the United Kingdom (Commission Decision of 18.12.1975)
- 7,553.84 u.a. paid to Member States as an instalment in respect of the compensation paid in 1974 for cessation of farming (Dir. 72/160), of which 6,683.46 u.a. was to Germany (Commission Decision of 21.11.1975), 483.40 u.a. to the Netherlands (Commission Decision of 21.11.1975) and 206.52 u.a. to the United Kingdom (Commission Decision of 21.11.1975).
- 463,040.67 u.a. to Germany as an instalment in respect of the aid paid in 1974 for socio-economic guidance and the acquisition of occupational skills (Dir. 72/161) Commission Decision of 18.12.1975.
- 120,156.15 u.a. paid to Member States in reimbursement of aid paid in 1974 to groups of hop producers (R 1696/71), of which 6,898.94 u.a. was to France (Commission Decision of 17.11.75) and 113,257.21 u.a. to the United Kingdom (Commission Decision of 18.12.1975).

- 24,929,212.09 u.a. paid to Member States in reimbursement of premiums paid in 1974 for the conversion of dairy herds to meat production (R 1353/73), of which 4,463,169.94 u.a. was to Germany (Commission Decision of 3.11.1975), 551,869.71 u.a. to Belgium (Commission Decision of 18.12.1975), 765,151.58 u.a. to Denmark (Commission Decision of 21.11.1975), 6,926,550.86 u.a. to France (Commission Decision of 3.11.1975), 362,073.41 u.a. to Ireland (Commission Decision of 3.11.1975), 40,328.46 u.a. to Luxembourg (Commission Decision of 10.7.1975), 505,457.18 u.a. to the Netherlands (Commission Decision of 21.11.1975) and 11,314,610.95 u.a. to the United Kingdom (Commission Decision of 18.12.1975).
- 483,600 u.a. paid to Member States for the fruit trees survey (Dir. 71/286), of which 42.000 u.a. was to Germany and 441,600 u.a. to Italy (Commission Decisions of 18.12.1975).
- 1,521,219.01 u.a. paid to Member States as an instalment in respect of the survey into the structure of agricultural holdings (Dir 75/108), of which 960.000 u.a. was to Germany (Commission Decision of 18.12.1975), 325,712.19 u.a. to Ireland (Commission Decision of 18.12.1975) and 235,506.82 u.a. to the United Kingdom (Commission Decision of 18.12.1975).
- 2,591,214,29 u.a. granted in aid for two French projects in the cod-fishing sector (R. 2722/72), Commission Decision of 19.12.1975. (For one of these two projects 91,489.71 u.a. in 1974).
- 726,273.78 u.a. to Germany as an instalment in respect of aid and premiums for the modernization of farms paid in 1973 (Dir. 72/159), Commission Decision of 18.12.1975. (180.000 u.a. on the 1974 budget).

- 37) Transfer of 150 M u.a. from the Guidance Section to the European Regional Development Fund (Council Regulation n° 725/75 of 18.3.1975)
i.e. 25 M u.a. from 1969
25 M u.a. from 1972
50 M u.a. from 1973
50 M u.a. from 1974.
- 38) Exceptional transfer of 62.5 M u.a. from the Guidance Section to the Guarantee Section for beef and veal premiums.

ANNEX O.XIV

PAYMENTS MADE AND APPROPRIATIONS TO BE CARRIED FORWARD (In u.a.)

Situation at 31 December 1975

Commitments entered in accounts in	In respect of	Appropriations committed up to 31.12.75	Payments made up to 31.12.75	Appropriations not used	Appropriations to be carried forward	
					automatically	by Council of Ministers
1965	- 57 projects from 1964	9.056.922	7.394.839	1.462.083	-	-
1966	- 97 projects from 1965	17.134.258	13.534.437	3.695.194	-	104.627
1967	- 254 projects from 1966	41.360.875	31.425.382,44	8.345.110,50	-	1.616.382,06
	- 29 projects "floods Italy"	10.000.000	7.671.206	2.128.794	-	-
	- Fruit and vegetables, olives olive oil, Italy (Articles 4 R 130/66)	45.000.000	45.000.000	-	-	-
1968	- 152 projects from 1967	26.039.369	21.506.820	2.527.148	-	1.915.401
	- 101 projects from 1968 (Inst. I)	34.114.647	26.336.070	3.624.649	-	3.153.948
	- Farm structures survey (R 70/66)	8.000.000	7.307.748	692.252	-	-
	- Olives, olive oil Italy	8.000.000	8.000.000	-	-	-
	- Art. 13 R 130/66	20.000.000	20.000.000	-	-	-
	- Fruit and vegetables, Italy 1966/67 (Art. 12 (4) R 159/66)	60.722.708	41.749.666	7.535.807	-	11.497.213
1969	- 277 projects from 1968 (Installments Ia and II)	8.472.837	6.410.400	969.762	-	1.092.675
	- 34 projects from 1969 (Inst. I)	3.043.253	3.043.253	-	-	-
	- making good damage caused by swine fever, 1967, Italy (R 349/68)	888.000	888.000	-	-	-
	- pig numbers census (R 350/68)	22.969.486	22.969.486	-	-	-
	- fruit and vegetables, Italy 1967/68 (Art. 12(4) R 159/66)	15.000.000	15.000.000	-	-	-
	- raw tobacco, Italy (Art. 12 (1) R 130/66)	151.527.163	96.316.167,86	3.363.998	-	31.646.997,14
1970	- 629 projects from 1969 (Installments II, III, IV)	1.512.000	1.512.000	-	-	-
	- pig numbers census (R 350/66)	7.500.000	7.500.000	-	-	-
	- integration of Luxembourg agriculture into Common Market, Grand Duchy (R 541/70)	108.798	107.969,94	828,06	-	-
	- reimbursement to Italy of research expenses swine fever (R 349/68)	1.242.301	1.242.301	-	-	-
	- reimbursement to Germany of aid to organizations of fruit and vegetables producers 1967 & 1968 (Art. 12(3) R 159/66)	31.948.124	31.948.124	-	-	-
	- payment to Italy, fruit & vegetables sector, 1968/69 (Art. 12(4) R 159/66)	159.999.497	77.832.676	1.131.838	61.030.463	-
1971	- 548 projects from 1970 (Installment I, II and III)	1.200.000	1.200.000	-	-	-
	- pig numbers census (R 350/68)	346.326	346.326	-	-	-
	- reimbursement to Germany for aid to organizations of fruit and vegetable producers in 1969 (Art. 12(3) R 159/66).					

	- reimbursement to Member States of premiums paid in 1970 for slaughter of cows and non-marketing of milk and milk products (R 1975/69)	24,773,340	24,773,340	-	-	-
	- reimbursement to Germany of premiums paid in 1970 for the grubbing fruit trees (R 2517/69)	336,543	336,543	-	-	-
	- payment to Italy, fruit and vegetable sector, period "2nd half year 1969" (Art.12 (1), R.159/66)	12,381,929	12,381,929	-	-	-
1972	- 723 projects from 1971 (instalments I, II and III)	99,943,145,76	81,608,345	167,978,85	118,076,821,16	-
	- reimbursement of premiums paid in 1970 for slaughter of cows and non-marketing of milk and milk products (R 1975/69)(Germany)	1,505,344	1,505,344	-	-	-
	- idem - 1971 (Belgium-Luxembourg)	359,358	359,358	-	-	-
	- reimbursement of premiums paid in 1970 for grubbing fruit trees (R 2517/69) (Belgium, France, Netherlands)	2,734,934	2,734,934	-	-	-
	- idem - 1971 (Belgium-Luxembourg)	4,833,539	4,833,539	-	-	-
	- reimbursement to Italy of aid to organizations of fruit and vegetable producers 1970 (Art. 36(2) R.1035/72)	390,903	390,903	-	-	-
1973	- 429 projects from 1972 (instalments I, II)	149,999,247,46	50,187,321,52	235,447,52	99,575,478,42	-
	- reimbursement of aid to organizations of fruit and vegetable producers (Art.36(2) R 1035/72) Germany - 1970-1971, France 1967-68 - 1969-70, Italy 1971.	2,430,294	2,430,294	-	-	-
	- reimbursement of premiums in 1971 and 1972 for grubbing fruit trees (R 2517/69) (Germany, Belgium, France, Luxembourg, Netherlands)	10,329,313	10,329,313	-	-	-
	- reimbursement of premiums paid in 1971 & 1972 for the slaughter of cows and non-marketing of milk and milk products (R 1975/69) (Germany, Luxembourg, Netherlands)	4,255,809	4,255,809	-	-	-
	- fruit trees survey (Dir. 71/286) (Belgium, France, Netherlands)	246,000	246,000	-	-	-
	- reimbursement of aid for conversion of cod-fishing sector (R 2722/72) (France)	1,816,463,92	1,816,463,92	-	-	-
1974	- 637 projects from 1973 (instalments I, II)	169,999,963,05	81,275,009,87	-	138,724,953,18	-
	- 297 projects from 1974 (instalment I)	95,832,800,61	12,679,006,23	-	83,153,794,38	-
	- reimbursement of aid to organizations of fruit and vegetable growers (R 1035/72) : Germany-Italy 1972, France 1971-1972.	1,763,165,97	1,763,165,97	-	-	-
	- reimbursement of premiums paid for slaughter of cows and non-marketing milk and milk products -(R 1975/69) France 1971-1972-1973, Belgium-Netherlands 1972-73, Germany-Luxembourg 1973	11,745,955,71	11,745,955,71	-	-	-

	- reimbursement of premiums paid for grubbing fruit trees (R 2517/69) Germany, Belgium Luxembourg 1973, France 72/73, Netherlands 1971 and 1973.	9,394,455,10	9,394,455,10	-	-	-
	- reimbursement of aid to producers' organizations in the fishing industry (R 2142/70) Germany 1973.	12,103,55	12,103,55	-	-	-
	- fruit tree survey (Dir. 71/286) Luxembourg 1973	300,00	300,00	-	-	-
	- reimbursement of aid for conversion to beef and veal production R 1353/73 United Kingdom 1973	48,856,76	48,856,76	-	-	-
	- reimbursement of aid for conversion of the cod-fishing sector R 2722/72 (France, Germany)	5,083,746,29	3,958,120,61	-	1,125,625,68	-
1975	- 459 projects from 1974 (instalment II)	139,167,197,24	1,403,172,02	-	137,764,025,22	-
	- 318 projects from 1975 (instalment I)	107,995,033,78	-	-	107,995,033,78	-
	- reimbursement of aid to organizations of fruit and vegetable producers R 1035,72 (Germany, France, Italy 1973, United Kingdom 1974)	1,053,410,61	1,053,410,61	-	-	-
	- reimbursement of premiums paid for slaughter of cows and non-marketing of milk and milk products R 1975/69 (Germany, Belgium, France, Luxembourg, Netherlands 1974)	2,796,017,62	2,796,017,62	-	-	-
	- reimbursement of premiums paid for grubbing fruit trees (R 2517/69) : Italy 1973, Germany-Belgium-France-Italy-Netherlands 1974	7,610,071,55	7,610,071,55	-	-	-
	- reimbursement of aid to producer organizations in the fishing industry (R 2142/70) Germany-France 1974	30,246,63	30,246,63	-	-	-
	- instalment of aid and premiums for modernization of farms (Dir 72/159) : Germany 1973, Denmark-Netherlands-United Kingdom 1974.	1,146,326,72	1,146,326,72	-	-	-
	- instalment of annuities for cessation of farming (Dir. 72/160) : Germany-Netherlands-United Kingdom 1974	7,553,38	7,553,38	-	-	-
	- instalment for aid for socio-economic guidance and acquisition of occupational skills (Dir. 72/161) : Germany 1973/1974	589,995,17	589,995,17	-	-	-
	- reimbursement of aid to groups of hop producers (R 1691/71) : France 1973, France-United Kingdom 1974	252,061,52	252,061,52	-	-	-
	- reimbursement of aid for the conversion of the cod-fishing sector (R 2722/72) : France, Germany	2,682,704,-	-	-	2,682,704,-	-
	- reimbursement of aid for conversion to beef and veal production (R 1353/73) : Germany, Belgium, Denmark, France, Ireland, Luxembourg, Netherlands, United Kingdom 1974	24,929,212,09	24,929,212,09	-	-	-
	- fruit trees survey (Dir. 71/268) : Germany Italy,	483,600	483,600	-	-	-
	- structural survey of agricultural holdings (Dir. 75/108) Germany, Ireland, United Kingdom 1974	1,521,219,01	1,521,219,01	-	-	-
	TOTAL	1686,153,743,50	807,712,191,57	37,080,889,88	770,133,418,80	71,227,243,20
	APPROPRIATIONS NOT COMMITTED					113,218,275,39
	APPROPRIATIONS TO BE CARRIED FORWARD				770,133,418,80	184,445,518,59

TABLE A.1
Community Food Aid
Financed from the Community Budget
(Food Aid Chapter)

Financial Year	Products	Quantities m. t.	Amount u.a.	TOTALS u.a.	
1972	<u>Cereals and rice</u>				
	1968/69 Scheme	301.000,000	18.842.681,00 (1)	23.750.210,00	
	Bangali Refugees 1971/72 Scheme	50.000,000	4.907.529,00 (1)		
1973	<u>Cereals and rice</u>				
	1969/70 Scheme	335.500,000	22.148.041,85 (1)	104.716.179,28	
	1971/72 Scheme	180.234,000	20.392.530,63 (2)		
	1972/73 Scheme	264.900,000	34.915.656,66 (2)		
	<u>Sugar</u>				
	1st Convention	8.212,000	1.398.374,25 (2)		
	<u>Milk products</u> (bought on market)	3.020,000	2.145.266,96 (2)		
	<u>Eggs products</u>	500,000	1.485.831,61 (1)		
	<u>Milk products</u>	31.580,975	21.178.366,23 (1)		
<u>Sugar (1st Conv.)</u>	3.939,320	1.052.111,09 (1)			
1974	<u>Cereals and rice</u>				
	1970/71 Scheme	4.500,000	105.572.966,09 (2)	106.225.611,66	
	1971/72 Scheme	103.765,000			
	1972/73 Scheme	168.612,000			
	1973/74 Scheme	448.500,000			
<u>Milk products</u> (bought on market)	4.852,700	652.575,57 (3)			
1975	<u>Cereals and rice</u>				
	1968/69 Scheme	401,000	163.979.335,46 (2)	191.152.354,79	
	1970/71 Scheme	469,500			
	1971/72 Scheme	20.001,000			
	1972/73 Scheme	25.888,000			
	1973/74 Scheme	126.637,000			
	1974/75 Scheme	509.081,000			
	<u>Skimmed milk powder</u> Programmes prior to 1975	26.668,000			1.209.730,65 (3)
	1975 Programme	24.106,000			
	<u>Butteroil</u> Programmes prior to 1975	25.437,000			748.000,00 (4)
	1975 Programme	6.411,000			
	<u>Sugar</u> - 1st Convention	{ 4.094,000 2.000,000			
<u>Cereals</u> 1970/71 Scheme	348.070,500	25.135.208,63 (1)			

TABLE A. III

Financial situation of food aid - Chap. 92

Art. Item	Product	C R E D I T S			Expenditure from 1.1.75 to 31.12.75 made and charged			Advances + balance (31.12.1974)	Crédits not used
		Amounts car- ried forward	Budget 1975	TOTAL	Member States	Direct payments	TOTAL	in 31.12.1975	in 31.12.1975
				a	b	c	d	e	f = a - d
9200	CEREALS Progr. before 1975	39.823.040,01	31.178.074,94	71.001.114,93	41.668.294,37	26.246.944,76	67.915.239,13		3.085.875,85
9201	Progr. 1975	-	71.121.925,06	71.121.925,06	57.105.531,20	-	57.105.531,20		14.016.390,86
	MILK								
9210	Progr. before 1975	55.065.287,57	p.m.	55.065.287,57	47.552.562,34	118.759,93	47.671.322,27		7.393.965,30
9211	Skimmed milk powder 1975	-	32.900.000,00	32.900.000,00	11.080.077,94	6.481,60	11.086.559,54		21.813.440,46
9212	Butter/Butter oil 1975	-	28.500.000,00	28.500.000,00	4.802.233,78	-	4.802.233,78		23.697.766,22
	SUGAR								
9220	Progr. before 1975	3.194.735,57	p.m.	3.194.735,57	1.638.735,70	800.833,01	2.439.568,74		755.166,83
9221	Progr. 1975	-	2.300.000,00	2.300.000,00	-	-	-		2.300.000,00
923	OTHER PROD. Progr. 1975	-	p.m.	-	-	-	-		-
	TOTAL	98.083.063,18	255.000.000,00	261.083.063,18	163.847.438,33	27.173.019,33	191.020.457,66	184.520.205,41	73.062.605,52
924	Other expendt.	3.433.836,00	1.000.000,00	3.433.836,00	841.052,58	-	841.052,58	-	2.592.783,42

- Column C : Lump-sum contributions and forwarding expenses paid direct by Commission
+ reimbursement 1970/71 programm
+ payment 2000 + sugar equivalent to the UNRWA

(-1372)

EXPLANATORY NOTES TO TABLE AI

1. Final figures corresponding to aid decisions or decisions on the clearance of accounts.
2. Provisional figures corresponding to the monthly statements of the Member States.
3. Direct payments to certain countries or bodies receiving lump-sum contributions towards the cost of forwarding or distributing the goods.
4. Equivalent of 2000 tons of sugar paid for in cash.

Table AI gives an overall view of food aid granted by the Community in each financial year since the beginning of the scheme.

It must be stressed that this table covers only aid entered under the "food aid" heading of the Community budget, and excludes Community food aid in milk products financed up to 31.12.1974 by the E.A.G.G.F., Guarantee Section.

However, up to and including the 1974 financial year, the amounts correspond to the value of the goods in the case of milk products, sugar and eggs products, while the figures given for cereals are net of refunds. From 1975 onwards, all figures exclude refunds.

TABLE A.11
Cash position at 31.12.1975

MEMBER STATE		Advances granted from 1.01.1975 to 31.12.1975	Availability at 31.12.74	Expenditure from 1.01.1975 to 31.12.75	Clearance of accounts for 1973	Availability at 31.12.75
		a	b	c	d	a + b - (c + d)
BELGIUM	FB ua	807.500.000,00 16.150.000,00	15.033.982,00 317.079,21	720.175.121,00 11.103.523,02	- 3.701,00 - 71,03	103.181.472,00 2.063.629,44
DENMARK	DKr ua	16.275.000,00 2.170.000,00	- -	12.290.517,76 1.633.735,70	- -	3.984.482,24 531.264,30
GERMANY	DM ua	91.536.600,00 25.010.000,00	7.035.710,65 2.160.225,95	86.391.602,61 23.605.107,23	- 91.119,82 - 25.715,00	13.171.737,83 3.598.835
FRANCE	FF ua	513.731.201,05 92.195.000,00	26.010.120,33 1.609.815,06	505.333.210,60 91.163.295,15	- 363.071,92 - 65.369,01	33.807.723,70 6.006.886,42
IRELAND	£ ua	145.833,45 350.000,00	- -	145.833,45 350.000,00	- -	- -
ITALY	Lit ua	12.125.000.000,00 19.100.000,00	4.023.116.100,00 6.137.165,76	11.932.161.251,00 19.091.158,02	- 3.513.702,00 - 5.621,92	4.219.768.538,00 6.751.629,66
LUXEMBOURG	Flux ua	89.500.000,00 1.790.000,00	- -	81.703.100,00 1.691.102,00	- -	4.791.900,00 95.838,00
NETHERLANDS	Fl uz	35.916.600,00 9.930.000,00	8.009.675,71 2.212.617,60	41.891.813,57 11.573.152,92	- 4.851,55 - 1.310,21	2.066.313,69 570.804,89
UNITED KINGDOM	£ ua	583.333,00 1.400.000,00	- -	191.623,09 459.897,21	- -	391.709,81 940.102,79
E.E.C.	ua	168.695.000,00	15.25.205,11	163.979.335,16	- 98.121,02	20.638.990,97

The difference of 33,776,24 u.a. between columns c and d and column b of Table A.111 is due to expenditure which will not be charged against the budget until a final decision has been reached on its eligibility, subject to a rounding-up to 0,13 u.a.

TABLE A. IV

REIMBURSEMENT OF EXPENDITURE ON THE FOOD AID SCHEME 1970/1971

MEMBER STATES	Declared expenditure (a)		Eligible expenditure (b)		Différence (a - b)	
	N.C.	U.A.	N.C.	U.A.	N.C.	U.A.
BELGIQUE	100.791.641,00	2.015.832,82	100.654.138,00	2.013.082,76	- 137.503,00	- 2.750,06
DEUTSCHLAND	24.964.403,65	6.820.875,31	24.879.551,03	6.797.691,54	- 84.852,62	- 23.183,78
FRANCE	39.316.965,07	7.078.793,68	38.414.623,44	6.916.332,25	- 902.341,63	- 162.461,43
ITALIA	4.017.164.464,00	6.427.163,14	4.050.970.714,00	6.481.553,14	+ 33.806.250,00	+ 54.090,00
NEDERLAND	10.626.749,86	2.935.566,26	10.594.396,93	2.926.628,99	- 32.352,92	- 8.937,27
		25.278.531,21		25.135.288,68		- 143.242,54

TABLE A. V

Summary of expenditure and financing

(Clearing of accounts for 1973 financial year)

MEMBER STATE	EXPENDITURE		COMMITMENTS AT 31.12.73 (a)		FINANCE (b)		BALANCE (a - b)	
	N.C.	U.A.	N.C.	U.A.	N.C.	U.A.	N.C.	U.A.
GERMANY	89,799,294.26 + 170,067.42 89,969,361.68	24,581,792.81	89,969,361.71	24,581,792.82	89,875,241.89	24,556,077.02	- 94,119.82	- 25,715.80
BELGIUM	149,345,330.00	2,986,906.60	149,345,330.00	2,986,906.60	149,341,626.00	2,986,832.52	- 3,704.00	- 74.08
FRANCE	155,453,201.75	27,988,455.70	155,453,187.79	27,988,453.36	155,090,115.87	27,923,084.35	- 363,071.92	- 65,369.01
ITALY	1,087,860,000.00	1,740,576.00	1,087,860,000	1,740,576.00	1,084,316,298	1,734,954.08	- 3,513,702.00	- 5,621.92
NETHERLANDS	5,625,839.86	1,554,099.41	5,625,841.00	1,554,099.72	5,620,969.45	1,552,759.52	- 4,851.55	- 1,340.20
E.E.C.		58,851,830.52		58,851,828.50		58,753,707.49		- 98,121.01