# COMMISSION OF THE EUROPEAN COMMUNITIES

COM(91) 510 final

Brussels, 9 December 1991

Proposal for a

### COUNCIL REGULATION (EEC)

amending, as regards the Common agricultural policy,

Regulation (EEC) N°1911/91 on

the application of the provisions of Community law for the

Canary Island

(presented by the Commission)

#### EXPLANATORY MEMORANDUM

I. Council Regulation (EEC) No 1911/91 of 26 June made provision for the arrangements applying to the Canary Islands under the 1985 Act of Accession (in particular Protocol 2) to be changed by gradual incorporation of the islands in to the customs territory of the Community and general application of the common policies, to be accompanied by suitable measures to compensate for their insular character and remoteness.

Application of the common agricultural policy from 1 January 1992 (on the lines set out in the Poseican programme adopted by the Council on 26 June) was to be accompanied by introduction of specific supply arrangements to meet the essential requirements of the population and the local economy under which no customs duties or levies would be charged and Community aid would be granted on products from the rest of the Community. There were also to be measures geared to the specific constraints of the island group to support the local economy and develop essential local agricultural, particularly tropical, production.

II. Because of the need to give more detailed consideration to the requirements of the islands' market and to elaborate suitable measures with the partnership of the national and regional authorities application of the new arrangements from 1 January 1992 will not be possible and it is proposed to defer them until at the latest 1 July 1992. This need not affect application of the other common policies as provided for in Regulation (EEC) No 1911/91.

- III. Deferral will mean that for agricultural products the arrangements set out in Protocal 2 annexed to the 1985 Act of Accession will continue to apply, ie no import duty on supplies from the world market and refunds on supplies from the Community market.
- IV. The same requirements of more thorough consideration and concertation dictate postponement until 1 July 1992 at the latest of application of the options set out in the Poseima programme for the Azores and Madeira, but since no change in regulatory status is involved no further act is necessary at this time. The measures introduced several months ago will ensure supply of agricultural products from the rest of the Community to meet consumption requirements on the islands will continue to apply.

#### Proposal for a

#### Council Regulation (EEC) No /

of

amending, as regards the Common agricultural policy, Regulation (EEC) No 1911/91 on the application of the provisions of Community law for the Canary Islands.

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to the Act of Accession of Spain and Portugal, and in particular the first subparagraph of Article 25(4) thereof,

Having regard to the proposal from the Commission<sup>1</sup>,

Having regard to the opinion of the European Parliament<sup>2</sup>,

Whereas the Council, by Regulation (EEC) No 1911/91 of 26 June 1991<sup>3</sup>, decided that the Canary Islands should progressively become part of the Community's customs territory and that, again progressively, all common policies should be applied to them; whereas it was decided that this should be without prejudice to special measures designed to take account of the specific constraints arising from their remoteness, insular nature and previous economic and tax arrangements;

<sup>1</sup> OJ No C,

<sup>2</sup> OJ No C,

<sup>3</sup> OJ No L 171, 29.6.1991, p.1

Whereas under Articles 2 and 10 of the above mentioned Regulation application of the common agricultural policy is conditional on entry into force of specific supply arrangements; whereas application must moreover be accompanied by special measures for the agricultural production of the islands;

Whereas the Council Decision of 26 June 1991 setting up a programme of options specific to the remote and insular nature of the Canary Islands (Poseican)<sup>4</sup> set out the general lines of the options to be exercised to take account of the specific features and constraints encountered in the islands;

Whereas for the preparation and implementation of policy instruments a fuller picture is needed of the islands' market requirements, with due attention paid to local production and traditional trade flows, so that the most suitable measures can be framed for supporting and improving agriculture in the islands, and in particular developing tropical products;

Whereas the measures must be drawn up within the framework of a partnership between the Commission and the national and regional authorities in order to secure complimentarity with measures adopted at national and regional level:

Whereas owing to the complexity of the preparatory work needed in order to take due account of the specific features and constraints as mentioned above and to the requirements involved in the partnership it will not be possible to apply from 1 January 1992 the measures that are to accompany introduction of the common agricultural policy to the islands; whereas applications should be deferred to at the latest 1 July 1992;

<sup>4</sup> OJ No L 171, 29.6.1991, p. 5

Whereas it should be recalled that until entry into force of the specific supply arrangements the provisions of the Act of Accession on application of the common agricultural policy to the Canary Islands shall apply, except for those governing access of products originating in the islands to other parts of the Community,

HAS ADOPTED THIS REGULATION:

#### Article 1

In Article 10(2) of Council Regulation (EEC) No 1911/91 the date of 1 January 1992 in the second sentence is replaced by 1 July 1992.

#### Article 2

This Regulation shall enter into force on 1 January 1992.

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

Done at Brussels,

For the Council

FINANCIAL	STATEME	ENT			-	
			DATE:			
1. BUDGET HEADING: 183 251			APPROPRIATIONS: ECU 46 million ECU 21 million ;			
2. TITLE: Amendment to Regulation (EEC) Canary Islands as regards the					ty law to the	
3. LEGAL BASIS: Article 24 of the Council Regulation	e Act of Accession of on (EEC) No 1911/91	Spain and Po	rtugal	and the special distribution and an analysis of the special distribution of the specia		
4. AIMS OF PROJECT: Postponement of the date of a	oplication of the CAP	to the Canar	y Islands fro	m 1 January	to 1 July 1992.	
Period of 12 months   Current Financia   Year   F					Following Financial Year	
5. FINANCIAL IMPLICATIONS	ECU million	•	992 million	1993 ECU million		
5.0 EXPENDITURE  - CHARGED TO THE EC BUDGET  - (REFUNDS/INTERVENTION)  - NATIONAL ADMINISTRATION  - OTHER		        :	20	}		
5.1 REVENUE  - OWN RESOURCES OF THE EC  (LEVIES/CUSTOMS DUTIES)  - NATIONAL		! ! !		! ! !		
	1994	1995		1996	1997	
5.0.1 ESTIMATED EXPENDITURE 5.1.1 ESTIMATED REVENUE					/	
5.2 METHOD OF CALCULATION: This measure will result in a POSEIMA programmes budget appenditure is therefore	propriations which amo	ount to ECU 2	0 million in	the 1992 dra		
6.0 CAN THE PROJECT BE FINANCED I	FROM APPROPRIATIONS EN	ITERED IN THE	RELEVANT CHA	PTER OF THE	CURRENT BUDGET? YES	
6.1 CAN THE PROJECT BE FINANCED I	BY TRANSFER BETWEEN CH	WPTERS OF TH	E CURRENT BUD	GET?	YES	
6.2 IS A SUPPLEMENTARY BUDGET NE	ŒSSARY?				NO	
6.3 WILL FUTURE BUDGET APPROPRIA	TIONS BE NECESSARY?				NO	
OBSERVATIONS:	adalayanan - Adagay Agan dagay ilina, arquitay inimitada para ini partee any ada da da 48.0 Ag	Marie - Marie		The second secon		

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## **DOCUMENTS**

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Catalogue number: CB-CO-91-555-EN-C

ISBN 92-77-78377-X

Office for Official Publications of the European Communities L-2985 Luxembourg