

COMMISSION OF THE EUROPEAN COMMUNITIES

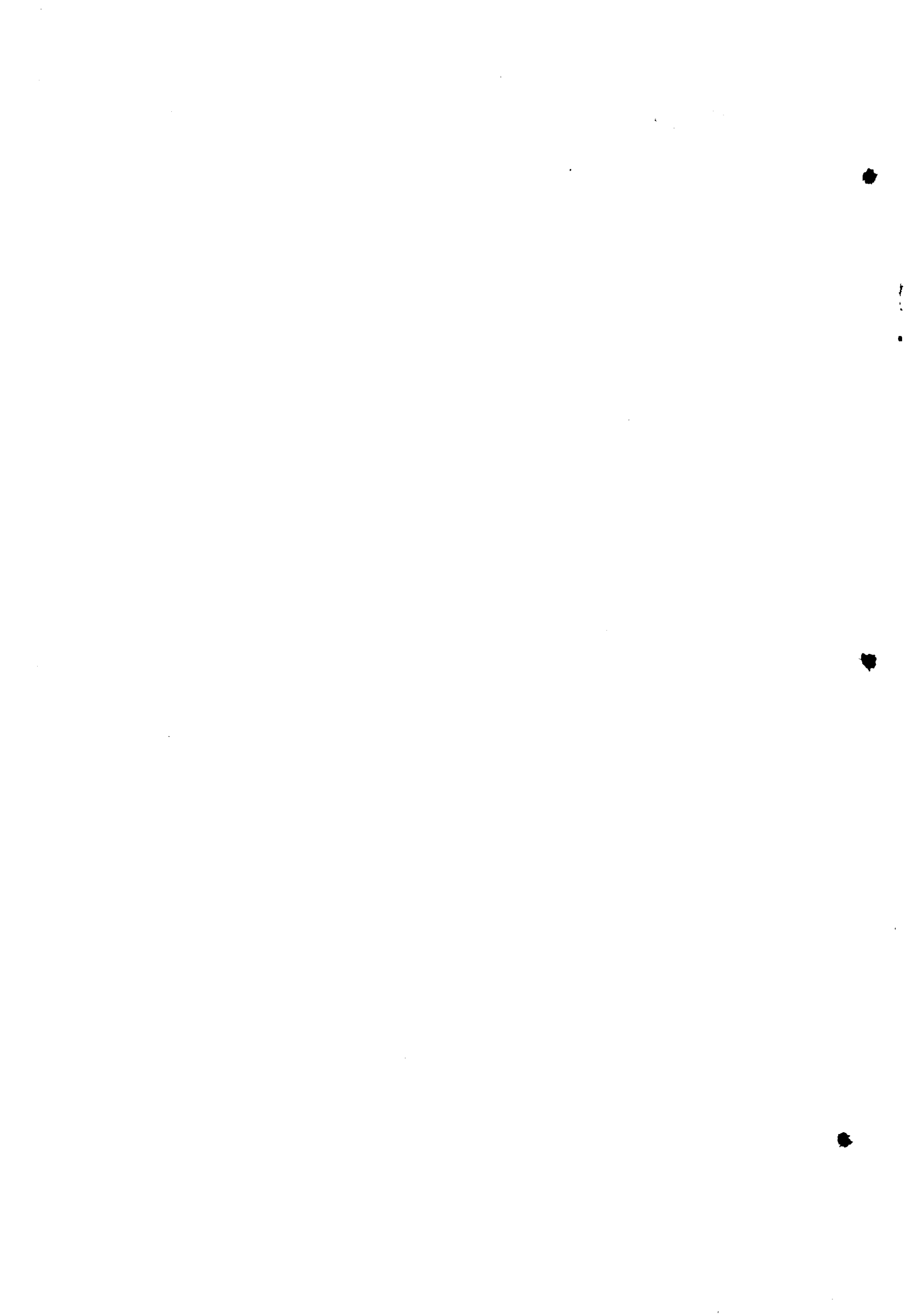
COM(79) 399 final

Brussels, 13 July 1979

PROPOSAL FOR A COUNCIL REGULATION (EEC)
DETERMINING, FOR THE 1979/80 WINE-GROWING YEAR,
THE PRICES TO BE PAID UNDER THE COMPULSORY DISTILLATION
OF THE BY-PRODUCTS OF WINE-MAKING AND THE MAXIMUM AMOUNT OF
THE CONTRIBUTION FROM THE GUARANTEE SECTION OF THE
EUROPEAN AGRICULTURAL GUIDANCE AND GUARANTEE FUND

(presented by the Commission to the Council)

COM(79) 399 final



EXPLANATORY MEMORANDUM

The object of this Regulation is to fix the purchase price for obligatory wine deliveries and the price of the alcohol from those deliveries within the system of obligatory distillation of the by-products of wine-making, in accordance with the provisions of Article 39(6) of Regulation (EEC) No 337/79, for the 1979/80 marketing year, and to determine the maximum level of participation by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund in this expenditure.

The proposed purchase price is within a bracket fixed by the Council; the price proposed for the alcohol from obligatory wine deliveries is at the same level as the market price for alcohol, which means there will be no loss for the intervention agencies and that the participation by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund will be zero.



PROPOSAL FOR A
COUNCIL REGULATION (EEC)

determining, for the 1979/80 wine-growing year, the prices to be paid under the compulsory distillation of the by-products of wine-making and the maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund

THE COUNCIL OF THE EUROPEAN COMMUNITIES,

Having regard to the Treaty establishing the European Economic Community,

Having regard to Council Regulation (EEC) No 337/79 of 5 February 1979 on the common organisation of the market in wine¹, and in Particular Article 39(6) thereof,

Having regard to the proposal from the Commission,

Whereas, in accordance with Article 39 of Regulation (EEC) No 337/79 and Articles 2, 3 and 4 of Regulation (EEC) No 349/79 of 5 February 1979 on the distillation of the by-products of wine-making², the Council fixes for each wine-growing year the buying-in price for wine deliveries and the price for the alcohol from wine deliveries under the compulsory distillation of the by-products of wine-making and determines the maximum amount for the costs of the intervention agencies to be financed by the Guarantee Section of the European Agricultural Guidance and Guarantee Fund ;

Whereas the buying-in price for wine deliveries in accordance with Article 2 of Regulation (EEC) No 349/79 should be between 30 % and 40 % of the guide price for table wine of type A I applicable with effect from 16 December 1979 ; whereas the said price, while remaining within the limits referred to above, should be fixed taking into account both the need to ensure that all producers fulfil all their obligations to distill the by-products of wine-making, and the market price for vinous alcohol ;

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¹OJ No L 54, 5.3.1979, p. 1
²OJ No L 54, 5.3.1979, p. 84

Whereas, when the price of alcohol from wine deliveries referred to in the first subparagraph of Article 3(2) of Regulation (EEC) No 349/79 is fixed, the criteria referred to in that provision should be applied on a standard basis; whereas, on the other hand, when the prices referred to in the third subparagraph of the said paragraph are fixed, they should be based on the variations in cost which result from the differing origins of the alcohol supplied; whereas it should be specified that all these prices should apply to rectified alcohol; whereas, in order to enable the delivery of alcohol to the intervention agencies to be carried out on economically satisfactory terms, the said price of alcohol from wine deliveries should be at the same level as the market price for vinous alcohol;

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

HAS ADOPTED THIS REGULATION :

Article 1

1. The prices for the 1979/80 wine-growing year shall be as follows :

- 0.72 unit of account of per degree of alcohol per hectolitre for the buying-in price for wine deliveries,
- 1.09 units of account per degree of alcohol per hectolitre for the price of alcohol from the wine deliveries referred to in the first subparagraph of Article 3(2) of Regulation (EEC) No 349/79,
- 1.20 units of account per degree of alcohol per hectolitre for the price of alcohol from the deliveries of marc referred to in the third subparagraph of the aforesaid Article 3(2),
- 0.98 unit of account per degree of alcohol per hectolitre for the price of alcohol from the deliveries of wine referred to in the third subparagraph of the aforesaid Article 3(2),
- 0.98 unit of account per degree of alcohol per hectolitre for the price of alcohol from the deliveries of lees referred to in the third subparagraph of the aforesaid Article 3(2).

The price of alcohol from wine deliveries shall apply to rectified alcohol.

2. The maximum amount of the contribution from the Guarantee Section of the European Agricultural Guidance and Guarantee Fund for the aforesaid wine-growing year shall be 0 unit of account per degree of alcohol per hectolitre.

Article 2

This Regulation shall enter into force on 1 September 1979.

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

Done at Brussels,

For the Council

The President

FINANCIAL STATEMENT

Date : 4.7.1979

1. BUDGET HEADING : 6920

APPROBIATIONS : 26.1 m EUA

2. TITLE : Draft Council Regulation determining, for the 1979/80 wine-growing year, the prices to be paid under the compulsory distillation of the by-products of winemaking.

3. LEGAL BASIS : Article 39 of Council Regulation (EEC) No 337/79

4. AIMS OF PROJECT : To fix the buying-in price for wine deliveries, the price of alcohol from wine deliveries and the maximum level of the EAGGF contribution towards the expenditure.

5. FINANCIAL IMPLICATIONS	PERIOD OF 12 MONTHS	CURRENT FINANCIAL YEAR (79)	FOLLOWING FINANCIAL YEAR (80)
5.0 EXPENDITURE			
- CHARGED TO THE EC BUDGET (REFUND INTERVENTIONS)	-	-	-
- NATIONAL ADMINISTRATION			
- OTHER			
5.1 RECEIPTS			
- OWN RESOURCES OF THE EC (LEVIES/CUSTOMS DUTIES)			
- NATIONAL			
5.0.1 ESTIMATED EXPENDITURE			
5.1.1 ESTIMATED RECEIPTS			

5.2 METHOD OF CALCULATION

Anticipated quantity 800 000 hl
 Anticipated rate 0 ECU/°/hl

6.0 CAN THE PROJECT BE FINANCED FROM APPROBIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET ?

YES/NOX

6.1 CAN THE PROJECT BE FINANCED FROM APPROBIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET ?

YES/NOX

6.2 CAN THE PROJECT BE FINANCED FROM APPROBIATIONS ENTERED IN THE RELEVANT CHAPTER OF THE CURRENT BUDGET ?

YES/NOX

6.3 WILL FUTURE BUDGET APPROBIATIONS BE NECESSARY ?

YES/NO

OBSERVATIONS :