Basic information

2003/0011(CNS) CNS - Consultation procedure Regulation	Procedure completed
Common organisation of the market in milk and milk products: intervention prices Amending Regulation (EC) No 1255/1999 1998/0110(CNS) **Subject** 3.10.05.02 Milk and dairy products 3.10.14 Support for producers and premiums	

Key players

European Parliament

Committee responsible	Rapporteur	Appointed
AGRI Agriculture and Rural Development	JEGGLE Elisabeth (PPE-DE)	23/01/2003

Committee for opinion	Rapporteur for opinion	Appointed
BUDG Budgets	HERRANZ GARCÍA Esther (PPE-DE)	19/02/2003

Council of the European Union

Council configuration	Meetings	Date
Agriculture and Fisheries	2481	2003-01-27
Agriculture and Fisheries	2494	2003-03-17
Agriculture and Fisheries	2528	2003-09-29
Agriculture and Fisheries	2516	2003-06-25

European Commission

Commission DG	Commissioner
Agriculture and Rural Development	

Key events

Date	Event	Reference	Summary
21/01/2003	Legislative proposal published	COM(2003)0023	Summary
27/01/2003	Debate in Council		

13/02/2003	Committee referral announced in Parliament		
17/03/2003	Debate in Council		
20/05/2003	Vote in committee		Summary
20/05/2003	Committee report tabled for plenary, 1st reading/single reading	A5-0181/2003	
03/06/2003	Debate in Parliament		
05/06/2003	Decision by Parliament	T5-0262/2003	Summary
29/09/2003	Act adopted by Council after consultation of Parliament		
29/09/2003	End of procedure in Parliament		
21/10/2003	Final act published in Official Journal		

Technical information

Procedure reference	2003/0011(CNS)
Procedure type	CNS - Consultation procedure
Procedure subtype	Legislation
Legislative instrument	Regulation
Amendments and repeals	Amending Regulation (EC) No 1255/1999 1998/0110(CNS)
Legal basis	EC Treaty (after Amsterdam) EC 037
Stage reached in procedure	Procedure completed
Committee dossier	AGRI/5/19135

Documentation gateway

European Parliament

Document type	Committee	Reference	Date	Summary
Committee report tabled for plenary, 1st reading/single reading		A5-0181/2003	20/05/2003	
Text adopted by Parliament, 1st reading/single reading		T5-0262/2003 OJ C 068 18.03.2004, p. 0333-0581 E	05/06/2003	Summary

European Commission

Document type	Reference	Date	Summary
Legislative proposal	COM(2003)0023	21/01/2003	Summary

Other institutions and bodies

Institution/body	Document type	Reference	Date	Summary
	Economic and Social Committee:	CES0586/2003		

EESC	opinion, report	OJ C 208 03.09.2003, p. 0045-0049	14/05/2003	
CofR	Committee of the Regions: opinion	CDR0066/2003 OJ C 256 24.10.2003, p. 0018-0023	02/07/2003	

Additional information		
Source	Document	Date
European Commission	EUR-Lex	

Final act	
Regulation 2003/1787 OJ L 270 21.10.2003, p. 0121-0122	Summary

Common organisation of the market in milk and milk products: intervention prices

2003/0011(CNS) - 05/06/2003 - Text adopted by Parliament, 1st reading/single reading

The European Parliament adopted the resolution drafted by Elisabeth JEGGLE (EPP-ED, Germany) and made some amendments to he Commission's proposal. (Please see the summary of 20/05/03). The premium amount per tonne of individual reference quantity eligible for premium is set at: - EUR 9.58 for the calendar year 2005, - EUR 19.16 for the calendar year 2006, - EUR 28.74 for the calendar year 2007 and the subsequent calendar years. Before 1 January 2008, the Commission must review the common organisation of the market in milk and milk products with a view to possibly decoupling of this premium.

Common organisation of the market in milk and milk products: intervention prices

2003/0011(CNS) - 29/09/2003 - Final act

PURPOSE : to amend Regulation 1255/1999/EC on the common organisation of the market in milk and milk products. LEGISLATIVE ACT : Council Regulation 1787/2003/EC amending Regulation 1255/1999/EC on the common organisation of the market in milk and milk products. CONTENT : the Council formally adopted the Regulations on reform of the Common Agricultural Policy, without debate and by a qualified majority, the Portuguese delegation voting against the "horizontal" Regulation and the Regulation establishing a levy in the milk and milk products sector. Statements by the Council, Belgium, France, the Netherlands, Luxembourg, Austria, Finland, the United Kingdom, Portugal (giving reasons for voting against) and the Commission are appended to the legal texts adopted. Initially based on principles (Articles 32 to 38 of the Treaty) intended to ensure self-sufficiency in food for the European Community by increasing agricultural productivity, to guarantee a high income to farmers, to stabilise markets and to provide agricultural products at a reasonable price to consumers, the reformed CAP henceforth introduces a new key element, a pillar of the reform, which is the partial decoupling of production-related aid, based on a reference period (2000-2002); it now makes payment of such aid conditional on compliance with rules on the environment, animal welfare, hygiene standards and preservation of the countryside. The key elements of the new, reformed CAP in a nutshell: - a single farm payment for EU farmers, independent from production; limited coupled elements may be maintained to avoid abandonment of production, - this payment will be linked to the respect of environmental, food safety, animal and plant health and animal welfare standards, as well as the requirement to keep all farmland in good agricultural and environmental condition ("cross-compliance"), - a strengthened rural development policy with more EU money, new measures to promote the environment, quality and animal welfare and to help farmers to meet EU production standards starting in 2005, - a reduction in direct payments ("modulation") for bigger farms to finance the new rural development policy, - a mechanism for financial discipline to ensure that the farm budget fixed until 2013 is not overshot, - revisions to the market policy of the CAP: - asymmetric price cuts in the milk sector: The intervention price for butter will be reduced by 25% over four years, which is an additional price cut of 10% compared to Agenda 2000, for skimmed milk powder a 15% reduction over three years, as agreed in Agenda 2000, is retained, - reduction of the monthly increments in the cereals sector by half, the current intervention price will be maintained, - reforms in the rice, durum wheat, nuts, starch potatoes and dried fodder sectors. - Milk products : the Council decided the prolongation of a reformed dairy quota system until the 2014/15 campaign. The Council decided on asymmetric price cuts in the milk sector. The intervention price for butter will be reduced by 25% (-7% in 2004, 2005, 2006 and -4% in 2007), which is a additional price cut of 10% compared to Agenda 2000. For skimmed milk powderprices will be cut by 15% (in 5% steps over three years from 2004 to

2006), as agreed in Agenda 2000. Intervention purchases of butter will be suspended above a limit of 70 000 tonnes in 2004 and falling to 30 000 from 2007. Above that limit, purchases may be carried out under a tender procedure. The target price for milk will be abolished. The compensation is fixed as follows: EUR 11.81/t in 2004, EUR 23.65 in 2005 and EUR 35.5 from 2006 onwards. The single farm payment will only apply in the dairy sector once the reform is fully implemented, unless Member States decide to introduce it earlier. The Council decided to increase the milk quotas for Greece (+120 000t) and on a temporary exemption for the Azores regarding milk quota implementation of 73 000t in 2003/2004, 61 500t in 2004/2005 and 50 000t from 2005/2006 onwards. ENTRY INTO FORCE : 28/10/03.

Common organisation of the market in milk and milk products: intervention prices

2003/0011(CNS) - 21/01/2003 - Legislative proposal

PURPOSE : to amend Regulation 1255/1999/EC on the common organisation of the market in milk and milk products. CONTENT : In order to provide a stable perspective for dairy farmers, the Commission proposes the prolongation of a reformed dairy quota system until the 2014/15 campaign. In Berlin in March 1999 the European Council decided to delay the entry into force of reform in the dairy sector due to budgetary considerations. Since unanticipated budgetary resources have become available in the current financial perspective, the Commission strongly believes the dairy reform agreed in Berlin should be advanced by one year in order to achieve the objectives and benefits of the reform at the earliest possible date. Furthermore, it is necessary to reduce the support price for milk with a corresponding quota increase of 1% per year in 2007 and 2008 based on reference quantities after the full implementation of Agenda 2000. The foreseen uniform reduction of 5% per year will be replaced by asymmetric intervention price cuts of 3.5%/year for skimmed milk powder and 7% per year for butter over the five year period. On the whole this 35% reduction in butter prices and 17.5% reduction in skimmed milk powder prices correspond to a global reduction of 28% for EU milk target prices over 5 years. Intervention purchases of butter will be suspended above a limit of 30 000 tonnes per year. Above that limit, it is proposed that purchases may be carried out under a tender procedure. Additional compensation in 2007 and 2008 through direct payments will be made, using the same method of calculation as in Agenda 2000. All dairy payments will be integrated into the single farm payment. (Please refer to CNS/2003/0006).