



Generational Renewal and CAP

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Multi-dimensional aspects of generational renewal

- *Precondition for social sustainability of agriculture and rural areas*
- *Maintaining viable food production*
- *Improving the competitiveness of the sector and of rural areas*
- *Boosting innovation in the agricultural sector and in rural areas*
- *Ensuring the provision of basic services in rural areas*
- *Ensuring viability of rural areas*

Historical trajectory

70' – Support for young farmers

80' - Early retirement scheme

90' - LEADER

2000: Non-agricultural aspects - diversification into non-agricultural activities, promotion of entrepreneurship, tourism activities etc.

2009: Broadband in rural areas

2013: Pillar I – Young Farmers scheme

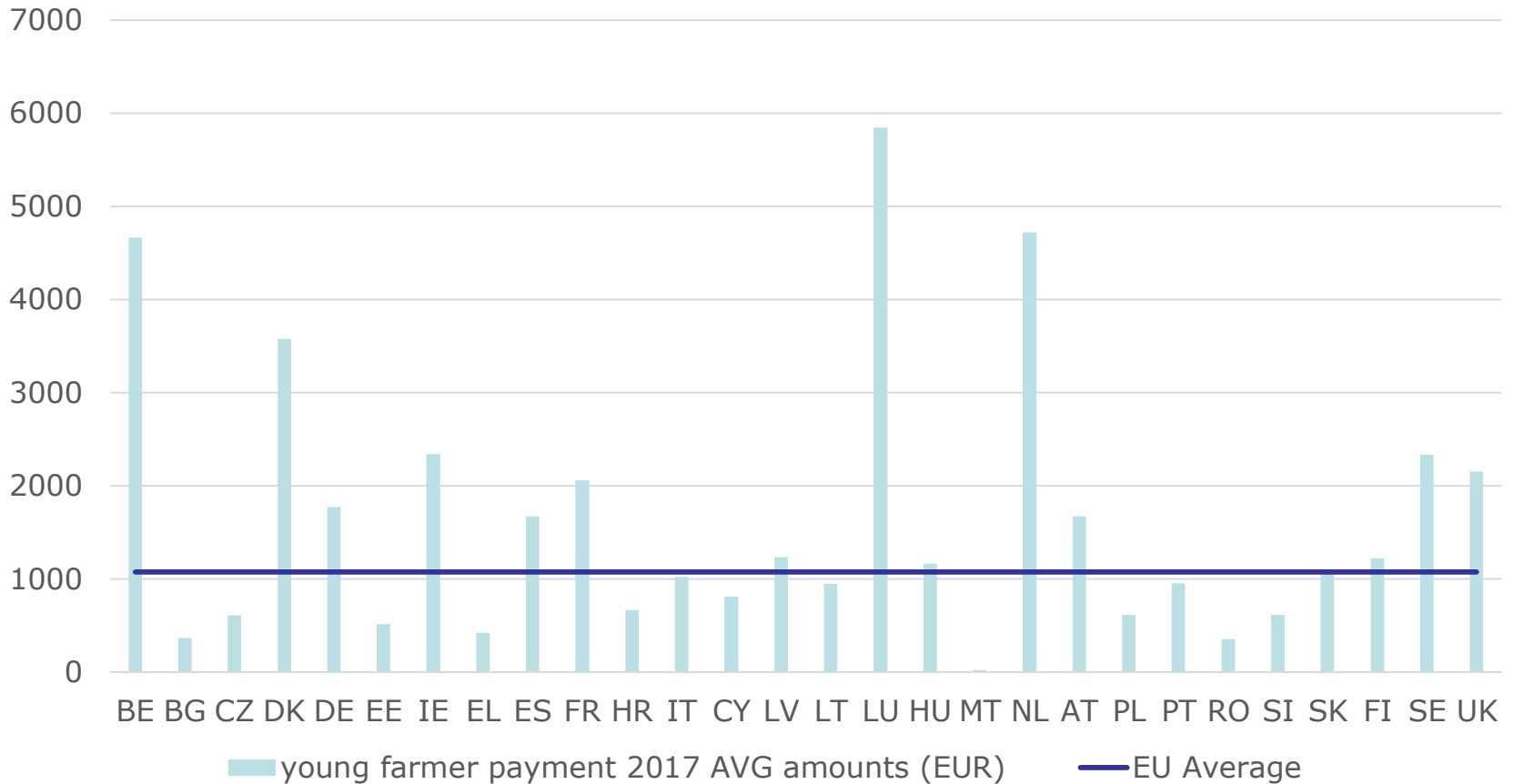
Generational renewal in agriculture

Policy response: Direct payments - Young Farmer Payment

- *Eligible farmers:*
 - *setting up for the first time an agricultural holding as head of the holding, or who have already set up such a holding during five years preceding the first application for the scheme*
 - *no more than 40 years of age in the year of the first application for the scheme*
 - *possessing appropriate skills and/or training requirements (defined by MS)*
- *Payment granted for a period of maximum five years*
- *Ceiling: up to 2 % of the direct payments' envelope*
- *Around **364 000** farmers received YFP out of 2 940 000 Basic Payment Scheme / BPS beneficiaries in 2017*

1st Pillar - Young Farmer payment 2017

Average amount/year per beneficiary



Generational renewal in agriculture

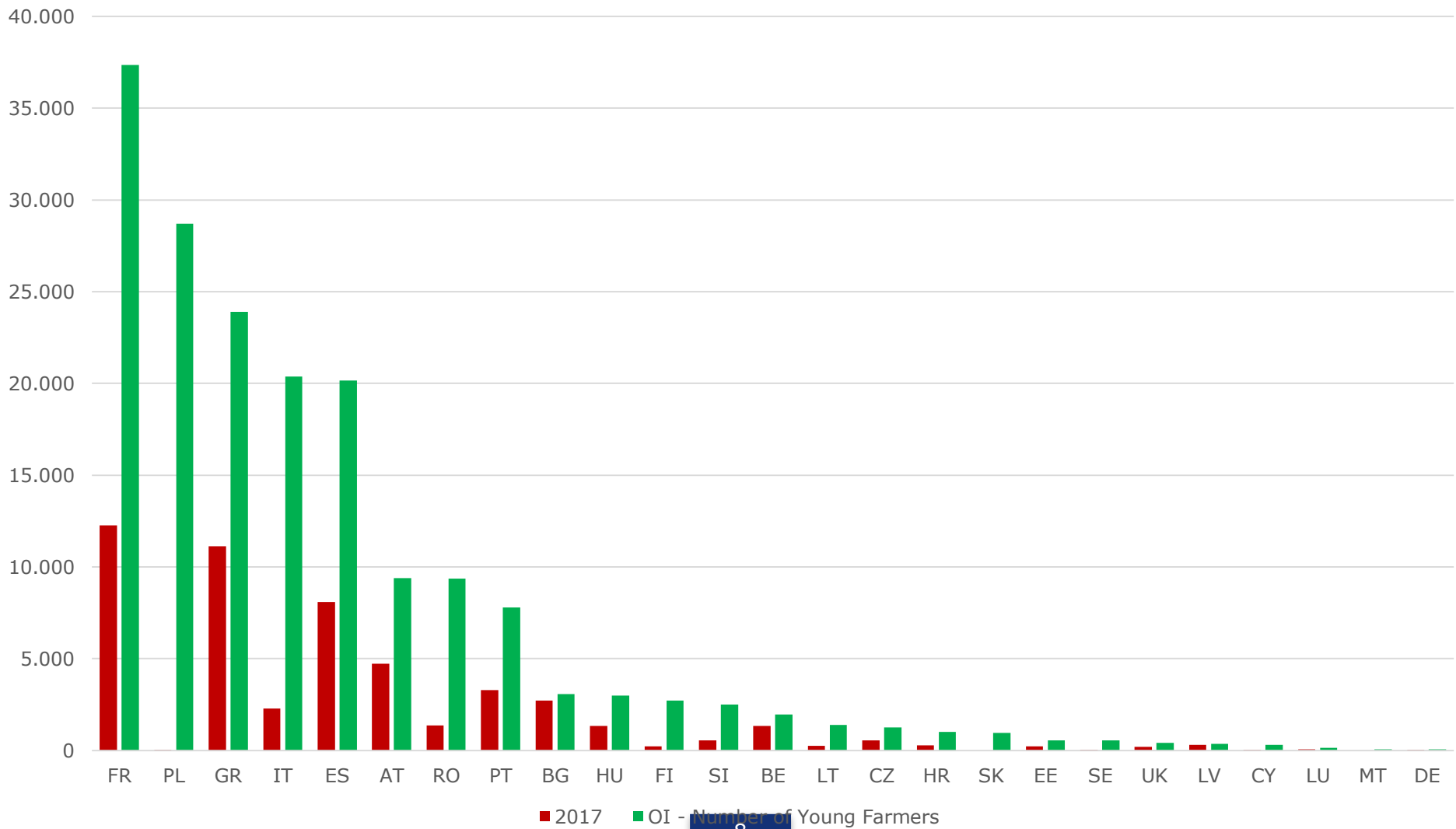
Policy Response: Rural Development

- *Available measures:*
 - *Business start-up aid for young farmers setting up for the first time in an agricultural holding*
 - *Investments in physical assets*
 - *Knowledge transfer and information actions, advisory services*
 - *Co-operation for developing new products, organising joint work processes, or sharing facilities*
 - *Operational groups of the EIP*
 - *Financial Instruments: specific products for young farmers*
- *Targeting young farmers is possible through specific selection criteria/positive discrimination and higher aid intensities for investments*

Rural Development - Young Farmers

- **5.4 billion EUR:** *planned public expenditure for Young Farmers*
- **181 047:** *Number of Young Farmers planned to be supported*
- *DK, IE & NL did not activate support (Germany – only Saxony-Anhalt)*
- *HU: thematic sub-programme for Young Farmers*

Young farmers: target setting & implementation



(Non-agricultural) generational renewal in rural areas (1)

Policy Response: Rural Development

- ***Knowledge transfer and information actions, advisory services***
 - *Advisory services for rural SMEs*
- ***Business start-up aid and investments for non-agricultural activities***
 - *Tourism, catering services, mobile medical service etc.*
- ***Basic services and village renewal***
 - *Childcare services, broadband, public transports, bank access points etc.*

(Non-agricultural) generational renewal in rural areas (2)

- **Co-operation**

- *social and health activities, organising joint work processes, or sharing facilities*

- **LEADER**

- *Work together and involvement of young people, women (!) in decision-making*
- *Business development, cultural events, social life, local UBER, public transport*

Target setting & implementation (1)

*3.8 million **training** places (By end of 2017: 1.3 million places - 29%)*

*14 846 **co-operation** projects (By end of 2017: 2 386 projects - 16%)*

*181 047 **young farmers** to be supported (By end of 2017: 31 939 holdings - 29.5%)*

Target setting & implementation (2)

*113 900 **non-agricultural** new **jobs** to be created, of which:*

- 79 900 in relation to **diversification** actions and **creation** and development of **small enterprises** (By end of 2017: 4 221 jobs created - 5,3%)*
- 44 000 through **LEADER** groups (By end of 2017: 4 157 jobs created - 9,4%)*

*154 million rural citizens coming under a **local development strategy***

- 17 million rural citizens benefited from improved access to **ICT** services and **infrastructure** (12%)*

DG AGRI activities

Evaluation of the impact of the CAP on generational renewal, local development and jobs in rural areas

New Entrant netWork: NEWBIE (Horizon 2020) aiming at the facilitation of the development and dissemination of new business models, including new entry models



**Thank you
for your attention!**

