

Latest regulatory and IT developments in the EU FADN

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Outline

- Regulatory aspects of the EU FADN
 - "Lisbonization"
 - New FADN regulations at a glance
 - A glimpse into the future
- New IT framework of the EU FADN
 - What is FADN
 - Regulation
 - IT system
 - Coming next







Treaty of Lisbon | Separate | Control of Co

- Entered into force on 1 December 2009
- A new structure of the EU legislation
- Obligation to align with the Treaty (TFEU)
- FADN was no exception





New structure of acts

Basic act (legislative act)

Co-legislators (the EP and the Council) decide on the proposal of the Commission.

Delegated act (non-legislative act)

Commission decides after consulting Experts EP and Council have 2(+2) months to object.

Implementing act (non-legislative act)

Commission decides under the control of the Member States.





New structure of FADN acts

Basic act (2009, amended in 2013)

COUNCIL REGULATION (EC) NO 1217/2009 amended by Regulation (EU) No 1318/2013

Delegated act (August 2014)

COMMISSION DELEGATED REGULATION (EU) No 1198/2014

Implementing act (February 2015)

COMMISSION IMPLEMENTING REGULATION (EU) 2015/220





Applicability

AY before 2015



AY 2015 and after

COUNCIL REGULATION (EC) NO 1217/2009

- Farm return (385/2012)
- **Selection plan** (1291/2009)
- **Typology** (1242/2008)
- Standard fee (283/2012)
- Implementing rules (730/2013)

• COMMISSION DELEGATED REG. (EU) No 1198/2014

• COMMISSION IMPLEM. REG. (EU) 2015/220

Agriculture and Rural Development



Amended FADN Basic act - main changes

- Added delegated and implementing powers of the Commission (TFEU requirement)
- **Definitions** updated and clarified (farmer, holding...)
- More attention to the Selection plan (Article 5a)
- More attention to the Union typology (Article 5b)
- Liaison office tasks clarified (1st data verif., deadlines)
- Obsolete provisions deleted (Chapter III)





FADN Delegated act

- Supplements the Basic act by:
 - further defining the FADN threshold
 - providing elements of the Selection plan
 - setting the **Reference period** for the Standard Output
 - defining:
 - general and principal types of farming
 - main groups of accountancy data







FADN Implementing act

- 5 regulations fully consolidated
- Tailored to follow the **new CAP structure** (subsidies, Ecological Focus Areas...)
- Layout of the Selection plan set for the first time
- Farm return delivery **deadlines** set to 31

 December of AY+1 and to 31 March of AY+2
- Standard fee increased for earlier data delivery





Summary

Item	Before	Now	Difference
Implementing acts	5	1	-4
Recitals	52	17	-35
Articles	28	16	-12
Annexes	10*	8	-2



^{*} Including the Correlation tables and Lists of repealed regulations



A glimpse into the near future

- Accounting year 2015 first increased standard fees to be paid in 2017.
- Possibly more budget scrutiny by the Council and the European Parliament.
- Amending implementing reg. in preparation:
 - Croatian divisions
 - number of holdings in Finland
 - clarifications of possible ambiguities.
- Corrigendum of linguistic omissions possible.
- Adjustment to the data needs of the CAP.





Conclusion

(of the 1st part)

- FADN regulations are now more interconnected.
- All implementing provisions could be found in one place.
- Simplification: from 6 to 3 FADN regulations.
- CAP requirements followed.







NEW IT FRAMEWORK OF THE EU FADN





What is EU FADN?

- Farm Accountancy Data Network

 Has been described during preceding Pacioli meetings ©
- To summarize, it is a tool to measure the health of farms across the EU
- Accounting data (around than 2500 information per holding) are available since 1989, in a harmonized presentation.
- The Network has been set up in 1965 79/65/EEC





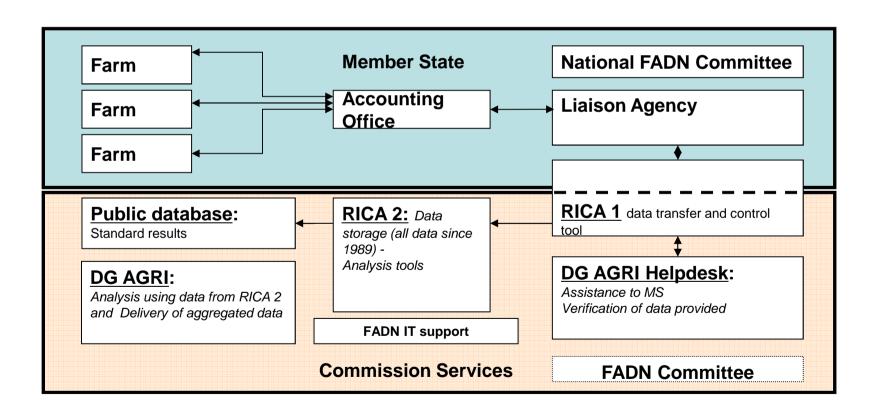
What is FADN - 1965-2015

- 50th anniversary, this year (special event on 11th of June)! Since its creation, it experienced many changes:
 - More Member States
 - EU Typology: From SGM to SO
 - Farm return format: From Binary to CSV, to XML
 - Changes in legislation: Typology, Farm return, FSS, selection plan, etc
 - Technological evolution
 - etc





What is FADN - Data flow in FADN







Regulation driven process

The process of change is mainly driven by regulation

http://eur-lex.europa.eu/

- What happens when there is a New regulation?
 - It enters in force for all MS:
 - Changes in local IT systems
 - Evaluation of the impact on IT system of DG AGRI
 - Software maintenance?
 - New reference data





IT system - Configuration

Quite a lot of reference data is needed for FADN

- Codes for: Country, Region, subdivisions, etc
- Economic thresholds
- Selection plans and clustering rules
- Exchange rates
- Typology
- Farm Structure Survey
- Standard Outputs (prev. SGM)
- Nomenclature of Territorial Units for Statistics
- ...





IT system- (EU) 1320/2012

- The change of exchange format (EU) 385/2012:
 From csv to XML
- The change was not only a question of format but also a complete reorganisation of the information collected.
- How do we make it happen? The analysts need to be able to "compare" data over time, whatever the version of regulation.





IT system - Variable names issue

- The current variable naming scheme is using a mix of file position, heading codes and table name to build the variable names.

 Example:
 - "Location of holding": table A + position 31 → A31
 - "Average number of equines": table D + heading 22 + column 5 "AV" → D22AV
- In the New farm return regulation, positions are irrelevant, all codes are different, some info are no more collected → Drastic changes





IT system- Drastic change

- The solution is to build a new "naming" scheme in an attempt to keep continuity over time (whenever possible)
- Luckily, a correspondence between current and New FR was made available in RI/CC 1680 (CircaBC).
- So we started... and we end up with... "3 possible ways" to access our data.





IT system - Example

- Simple example: "Utilised Agricultural Area in owner-occupation"
 - 1. Was at position 48 and in table B
 - 2. In the new FR regulation and in Rica1
 - 3. New nomenclature

- **→** B48
- → B_UO_10_A
- → UAAOWNED
- 80% of the info can be matched between the old and the new FR





IT System - Standard results

- Standard results are defined in one document: RI/CC 882.
 - This document is under revision.
 - The variable names will not change. Ex: SE005

Build and view your report

• Some might be added...

Sample & Population SYS02 Farms represented Sample farms ☑ SYS03 Structures & Use of agricultural area ☑ <u>SE131</u> Total output Structures & Livestock Total output / Total input ■ SE132 Production ☑ SE275 Total intermediate consumption Production & Crop Production & Livestock Depreciation ☑ SE360 ☑ <u>SE365</u> Total external factors Costs & Intermediate consumption Balance subsidies & taxes on investments ☑ SE405 Costs & Specific ☑ <u>SE410</u> Gross Farm Income Costs & Farming overheads Farm Net Value Added **☑** SE415 Costs & External factors Subsidies Farm Net Income ☑ SE420 Subsidies & Crops Farm Net Value Added / AWU ☑ SE425 Subsidies & Livestock ☑ <u>SE430</u> Farm Net Income / FWU Balance subsidies and taxes Balance current subsidies & taxes Balance sheet & Assets 14 SE600 Balance sheet & Liabilities Select All Deselect All

DWH - Data WareHouse SO - Standard Output

OSGM - Standard Gross Margins

and Rural Development



Coming next

- (EU) 2015/220 Most changes are in Table M, related to subsidies
- DATA visualisation: Our project is to make the aggregated data more accessible and easier to browse for our users. Some ideas from "Eurostat Regional Statistics Illustrated" will be re-used

http://ec.europa.eu/eurostat/cache/RSI





Thank you for your attention!

