

EUROPEAN COMMISSION

> Brussels, 29.6.2022 C(2022) 4726 final

COMMISSION IMPLEMENTING DECISION

of 29.6.2022

adopting the IPA III Rural Development programme (IPARD III) of Montenegro for the years 2021-2027

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THE EUROPEAN COMMISSION,

Having regard to the Treaty on the Functioning of the European Union,

Having regard to Regulation (EU, Euratom) 2018/1046 of the European Parliament and of the Council of 18 July 2018 on the financial rules applicable to the general budget of the Union, amending Regulations (EU) No 1296/2013, (EU) No 1301/2013, (EU) No 1303/2013, (EU) No 1304/2013, (EU) No 1309/2013, (EU) No 1316/2013, (EU) No 223/2014, (EU) No 283/2014, and Decision No 541/2014/EU and repealing Regulation (EU, Euratom) No 966/2012¹, and in particular Article 110 thereof,

Having regard to Regulation (EU) 2021/1529 of the European Parliament and of the Council of 15 September 2021 establishing the Instrument for Pre-Accession Assistance (IPA III)², and in particular Article 9(1) thereof,

Whereas:

- (1) In order to ensure the implementation of the IPA III Rural Development programme (IPARD III) of Montenegro for the years 2021-2027, it is necessary to adopt a multiannual financing decision, which constitutes the multi-annual action plan for 2021-2027.
- (2) Article 110 of Regulation (EU, Euratom) 2018/1046 ('the Financial Regulation') establishes detailed rules on financing decisions.
- (3) The envisaged assistance is to comply with the conditions and procedures set out by the restrictive measures adopted pursuant to Article 215 TFEU³.
- (4) Regulation (EU) No 2021/1529 lays down the rules and objectives for pre-accession assistance to beneficiaries listed in Annex 1 of that Regulation.
- (5) The Commission has adopted an IPA III Programming Framework⁴ for the period 2021–2027, which identifies five thematic windows for the delivery of the specific objectives and thematic priorities of Regulation (EU) No 2021/1529.
- (6) In accordance with Article 20(1) of Commission Implementing Regulation 2021/2236 of 15 December 2021⁵, rural development assistance should be subject to a multiannual programme, which is a multi-annual action plan in accordance with Articles 23 and 24 of Regulation (EU) No 2021/947, to be drawn-up at central level, prepared by

¹ OJ L 193, 30.7.2019, p.1.

² OJ L 330, 20.9.2021, p.1.

³ <u>www.sanctionsmap.eu</u> Please note that the sanctions map is an IT tool for identifying the sanctions regimes. The source of the sanctions stems from legal acts published in the Official Journal (OJ). In case of discrepancy between the published legal acts and the updates on the website it is the OJ version that prevails.

⁴ Decision C(2021) 8914 of 10 December 2021.

⁵ OJ L 450, 16.12.2021, p.10.

the relevant authorities designated by the IPA III beneficiary and submitted to the Commission after consulting the appropriate stakeholders.

- (7) The actions provided for in this Decision contribute to climate and biodiversity mainstreaming in line with the European Green Deal.
- (8) The objectives pursued by the IPA III Rural Development programme (IPARD III) of Montenegro for 2021-2027 to be financed under Regulation (EU) No 2021/1529 are: to support sustainable food systems, through increasing the competitiveness of the agri-food sector, progressively aligning it with the EU standards and improving the efficiency and sustainability of on-farm production, which will provide a better response to societal demands for safe, nutritious and sustainable food and animal welfare; to facilitate business development, growth and employment in rural areas, improve farmers' position within the value chain and attract young farmers into agriculture; to contribute to climate change mitigation and adaptation, foster sustainable management of natural resources and contribute to the protection of the environment; and to improve community development and social capital in rural areas and build-up modern public administrations for agriculture and rural development, respecting good governance principles.
- (9) In accordance with Article 9(1) of Regulation (EU) No 2021/1529, the assistance under this Regulation may be implemented through indirect management.
- (10) The Commission is to ensure a level of protection of the financial interests of the Union with regards to entities and persons entrusted with the implementation of Union funds by indirect management as provided for in Article 154(3) of the Financial Regulation.
- (11) To this end, the Commission should be able to entrust the implementation to Montenegro, or the bodies designated by Montenegro, subject to the conclusion of a financing agreement in accordance with Article 158 of the Financial Regulation.
- (12) The maximum contribution of the European Union set by this Decision should cover any possible claims for interest due for late payment on the basis of Article 116(5) of the Financial Regulation.
- (13) In order to allow for flexibility in the implementation of the IPARD programme of Montenegro, it is appropriate to allow changes which should not be considered substantial for the purposes of Article 110(5) of the Financial Regulation.
- (14) The multi-annual programme (IPARD III) provided for in this Decision is in accordance with the opinion of the IPA III Committee, established under Article 17 of Regulation (EU) 2021/1529,

HAS DECIDED AS FOLLOWS:

Article 1 Adoption of the Programme

The multi-annual financing decision, constituting the multi-annual action plan for the implementation of the IPA III Rural Development programme (IPARD III) for the years 2021-2027 for Montenegro, as set out in the Annex, is adopted.

Article 2 EU financial contribution

The indicative maximum European Union contribution for the implementation of the IPARD III programme referred to in Article 1 is set at EUR 63 000 000, split per year as follows, in million euros, and shall be financed from appropriations entered in the budget line 15 02 02 02 of the general budget of the Union.

Year	2021	2022	2023	2024	2025	2026	2027
		indicative	indicative	indicative	indicative	indicative	indicative
		amount	amount	amount	amount	amount	amount
Total	5	6	8	9	10	12	13

The indicative amounts of the EU contribution per measure are set out as follows:

Measure	EU contribution	
Investments in physical assets of agricultural holdings	17 320 000	
Investments in physical assets concerning processing and marketing of	14 760 000	
agricultural and fishery products		
Agri-environment - climate and organic farming measure	5 380 000	
Implementation of local development strategies – LEADER approach	920 000	
Investments in rural public infrastructure	5 730 000	
Farm diversification and business development	12 670 000	
Technical Assistance	1 270 000	
Establishment and protection of forests	4 950 000	
Total	63 000 000	

The appropriations provided for in the first paragraph may also cover interest due for late payment.

The implementation of this Decision is subject to the availability of the appropriations provided for in the general budget of the Union for 2021-2027 following the adoption of that budget by the budgetary authority for the respective years 2022-2027.

Article 3

Methods of implementation

The implementation of the actions carried out by way of indirect management, as set out in the Annex, may be entrusted to Montenegro subject to the conclusion of the relevant agreements, provided that Montenegro, has fulfilled the requirements pursuant to Article 154 of the Financial Regulation.

The implementation of the actions shall correspond to the following measures contained in the IPARD III for Montenegro:

- Investments in physical assets of agricultural holdings,
- Investments in physical assets concerning processing and marketing of agricultural and fishery products,
- Agri-environment climate and organic farming measure,
- Implementation of local development strategies LEADER approach,
- Investments in rural public infrastructure,
- Farm diversification and business development,
- Technical Assistance,
- Establishment and protection of forests.

Article 4 Flexibility clause

Increases⁶ or decreases of up to EUR 10 million and not exceeding 20% of the contribution set in the first paragraph of Article 2, considering each financial year separately, or cumulated reassignments of funds between actions contained in an action plan not exceeding 20% of that contribution, as well as extensions of the implementation and execution period shall not be considered substantial within the meaning of Article 110(5) of the Financial Regulation, where these changes do not significantly affect the nature and objectives of the actions.

The authorising officer responsible may apply the changes referred to in the first paragraph acting in accordance with the principles of sound financial management and proportionality.

Done at Brussels, 29.6.2022

For the Commission Janusz WOJCIECHOWSKI Member of the Commission

⁶ These changes can come from external assigned revenue made available after the adoption of the financing Decision.