



6 Financing plan

1. This Chapter provides a summary of all the financing arrangements for the Rural Development Programme for England 2007-2013. It includes the tables required by Annex 2 of Regulation 1974/2006, but also includes supplementary tables showing additional funding which will be spent on rural development support over the 7-year period.

2. The Programme will be funded from a variety of different sources:

- funding from the European Agricultural Fund for Rural Development (EAFRD) and national co-financing;
- funding from the Voluntary Modulation system in accordance with Regulation (EC) No 378/2007 and national co-financing;
- funding associated with the Old Voluntary Modulation system in accordance with Regulation (EC) No 1655/2004 and national co-financing;
- funding associated with the CAP Healthcheck and Economic Recovery Plan in accordance Article 69(5a) of Regulation (EC) No 1698/2005 and national co-financing; and
- state aid top ups notified in accordance with Article 16(f) of Regulation (EC) No 1698/2005.

3. Throughout the preparation of the rural development programme, the exchange rate used for planning purposes was €1 = £ 0.8.

4. A brief summary of the information provided in the tables is as follows:

- **table 6.1:** the annual contribution from the EAFRD. This represents the England share of the UK's allocation as detailed in Commission Decision 680 of 2007;
- **table(s) 6.2:** the allocation of funding from table 6.1 by axis. Each line of funding from table 6.1 is represented by a separate table in 6.2. Tables 6.2 also show the rates of co-financing that will be provided and the public expenditure totals resulting from the application of those co-financing rates;
- **table 6.3:** indicative budget related to the compulsory modulation resulting from the CAP Healthcheck and the Economic Recovery Plan by measure;
- **table 7.1** (see Chapter 7): a summary of the information in tables 6.2 at measure level. This includes all funding expected from the EAFRD;
- **table 8.1** (see Chapter 8): a summary of state aid top ups; and
- **table 8.2** (see Chapter 8): a summary of expected expenditure from the old voluntary modulation system from Commission regulation 1655/2004.

6.1 Annual contribution from EAFRD

Table 6-1 - Annual Contribution from the EAFRD (in EUR)

	2007	2008	2009	2010	2011	2012	2013	2007-2013
EAFRD non-convergence	137,247,398	149,665,390	145,974,876	146,955,995	145,381,425	144,147,025	142,636,693	1,012,008,802
EAFRD convergence	11,242,589	12,105,122	11,758,373	11,843,490	11,704,507	11,595,049	11,459,631	81,708,761
Voluntary Modulation	0	313,046,687	341,172,749	324,359,113	301,134,628	278,835,868	256,726,905	1,815,275,950
New Challenges non-convergence	0	0	3,911,400	45,902,401	64,381,271	86,108,411	107,642,784	307,946,267
New Challenges convergence	0	0	0	1,152,824	1,717,723	2,297,549	2,872,139	8,040,235
EAFRD total	148,489,987	474,817,199	502,817,398	530,213,823	524,319,554	522,983,902	521,338,152	3,224,980,015

6.2 Financial plan by axis (in EUR total period)

6.2.1 EAFRD non-convergence regions (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	209,529,573	50%	104,764,792
Axis 2	1,517,197,169	55%	830,635,454
Axis 3	112,410,528	50%	56,205,117
Axis 4	16,871,029	50%	8,435,515
Axis 5	23,935,847	50%	11,967,924
Total	1,879,944,146	54%	1,012,008,802

6.2.2 EAFRD convergence regions (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	29,769,143	75%	22,326,858
Axis 2	46,850,052	80%	37,420,094
Axis 3	20,383,504	75%	15,287,628
Axis 4	8,898,909	75%	6,674,181
Axis 5			
Total	105,901,608	77%	81,708,761

6.2.3 Voluntary Modulation (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	240,815,984	100%	240,815,984
Axis 2	1,687,349,582	77%	1,296,396,044
Axis 3	142,024,792	100%	142,024,792
Axis 4	136,039,130	100%	136,039,130
Axis 5			
Total	2,206,229,488	82%	1,815,275,950

6.2.3(a) Voluntary Modulation (EUR) - to 31st March 2011

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	52,426,349	100%	52,426,349
Axis 2	867,233,467	60%	520,340,080
Axis 3	37,919,094	100%	37,919,094
Axis 4	25,053,037	100%	25,053,037
Axis 5			
Total	982,631,947	65%	635,738,560

6.2.3(b) Voluntary Modulation (EUR) - from 1st April 2011 to 31st December 2013

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	134,695,468	100%	134,695,468
Axis 2	685,227,290	94%*	641,167,139
Axis 3	72,021,115	100%	72,021,115
Axis 4	110,986,092	100%	110,986,092
Axis 5			
Total	1,002,929,966	96%	958,869,815

*note: this should reflect the agreed 90% EAFRD contribution rate. However, accounting adjustments in the Commission's Financial Implementation Reports, records actual spend at an artificial EAFRD to Total Public ratio. All estimates to 31st December 2013 have been made at the agreed 90% EAFRD contribution rate

6.2.3(c) Voluntary Modulation (EUR) - From 1st January 2014

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	53,694,167	100%	53,694,167
Axis 2	134,888,825	100%	134,888,825
Axis 3	32,084,583	100%	32,084,583
Axis 4	0	100%	0
Axis 5			
Total	220,667,575	100%	220,667,575

6.2.4 New Challenges and EERP (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	3,858,410	75%	2,893,808
Axis 2	405,214,027	75%	303,910,520
Axis 3	1,310,339	75%	1,002,754
Axis 4	185,580	75%	139,185
Axis 5			
Total	410,568,356	75%	307,946,267

6.2.5 New Challenges and EERDP Convergence (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1			
Axis 2	8,933,594	90%	8,040,235
Axis 3			
Axis 4			
Axis 5			
Total	8,933,594	90%	8,040,235

6.2.6 RDPE Total Table (EUR)

Axis	Public Contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	483,973,110	77%	370,801,442
Axis 2	3,665,544,424	68%	2,476,402,347
Axis 3	276,129,163	78%	214,520,291
Axis 4	161,994,648	93%	151,288,011
Axis 5	23,935,847	50%	11,967,924
Total	4,611,577,192	70%	3,224,980,015

Table 6.3:

Indicative budget related to operations referred to in Article 16a of Regulation (EC) 1698/2005 between 1 January 2009 and 31 December 2013 (Article 16a(3b) up to the amounts specified in Article 69(5a) of Regulation (EC) No 1698/2005) (New challenges and rural broadband resulting from the CAP Healthcheck and the Economic Recovery Package)

Axis/measure	EAFRD contribution for 2009-2013 (in EUR)
121 - farm modernisation	2,271,767
123 - adding value to agri/forestry products	530,485
124 - cooperation for developing new products	91,556
Axis 1 total:	2,893,808
214 - agri-environment payments	290,250,445
216 - non-productive investments (agriculture)	21,839,495
Axis 2 total:	312,089,940
321 - basic services - rural broadband	1,002,754
Axis 3 & 4 total:	1,002,754
Total programme:	315,986,502
Total under Axis 1,2,3 and 4 related to priorities listed in Article 16a(1), points (a) to (f) of Regulation (EC) No 1698/2005 (new challenges)	314,983,748
Total under Axis 3 and 4 related to priorities listed in Article 16a(1), point (g) of Regulation EC No 1698/2005 (rural broadband)	1,002,754