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# Implementation of CAP in The Czech Republic in 2007 – 2013

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Presenting:

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# Introduction

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# The Ministry of Agriculture

1. The basic concept and scope of MoA:
  - central authority of state administration for agriculture excepting preservation of agricultural land fund, for water management excepting preservation of natural water accumulation, preservation of water sources and preservation of water quality, and for food industry
2. Role:
  - define space within the framework of which our entrepreneurs can act. Meanwhile, the policy of the Ministry of Agriculture is based on agricultural policy of the government and of its official program



# The Ministry of Agriculture

## 4. Legislation

- Law No. 2/1969 Coll., Act on the establishment of ministries and other central bodies of state administration
- Law No. 252/1997 Coll., Act on Agriculture
- Law No. 256/2000 Coll., Act on the State Agricultural Intervention Fund and amending certain other laws (the State Agricultural Intervention Fund)



# The Ministry of Agriculture

## 5. Organizational structure

The Ministry of Agriculture administrates:

- the Czech Agricultural and Food Inspection
- the State Phytosanitary Administration
- the State Veterinary Administration of the Czech republic
- the Central Institute for Supervising and Testing in Agriculture
- the Czech breeding inspectorate
- the Czech Inspection for Improvement and Breeding of Farming Animals
- Support and Guarantee Agricultural and Forestry Fund
- The Land Fund of the Czech Republic
- 13 regional agriculture and rural agencies
- cooperation with other NGOs



# Common agriculture politics

## 1. Origin and objectives :

- As the oldest European Community policy. Rome Treaty of 1957 provided for agriculture several fundamental objectives which have been confirmed by the Treaty of Lisbon

Specifically, these objectives:

- increasing agricultural productivity through technological development and optimal utilization of production factors especially labor
- ensure a fair standard of living for the agricultural community, in particular increasing the earnings of individual farmers
- market stability
- regular supply of agricultural products
- ensure reasonable prices for consumers



# Common agriculture politics

## 2. Development and reforms

CAP has undergone several reforms :

- McSharry reform
- Agend 2000
- Mid-term Review
- Check of the CAP (Health Check)



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# Implementation of controls within the Department of Audit and Supervision of MoA

1. Parts of Audit and Supervision Dept.:
  - Internal Audit Unit
  - Unit of Inspections and complaints
  - Special authority Unit



# Implementation of controls within the Department of Audit and Supervision of MoA

## 2. Special Authority Unit

- Provide coordination and execution of public administration and on the spot checks
- Performs follow-up by the commercial company documentation Council Regulation No. 485/2008, Act No. 320/2001 Coll. on financial control, Act No. 552/1991 Coll. State Control
- Cooperate with SAIF, the General Customs Directorate, other EU Member States



# Implementation of controls within the Department of Audit and Supervision of MoA

## 3. Irregularities

- Role of OLAF
- Implementation structure within the sector point of contact of MoA
- Regular reporting to EC
- Statistical evaluation



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# REPORTING OF IRREGULARITIES CAP

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Ministry of Agriculture of the Czech Republic  
Audit and Supervision Department  
AFCOS contact point



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# AFCOS

- ❖ Anti-Fraud Co-Ordination Service („AFCOS“)
    1. Reporting of the irregularities and frauds
    2. Registration of all cases and its data analysis (risk assesment)
    3. Cooperation with Member states, European public institutions and other bodies within the implementation structure of AFCOS in the Czech Republic
  
  - ❖ Cooperation with OLAF
    1. Workgroups (COCOLAF, Agriculture Products etc.)
    2. Mutual and IT support
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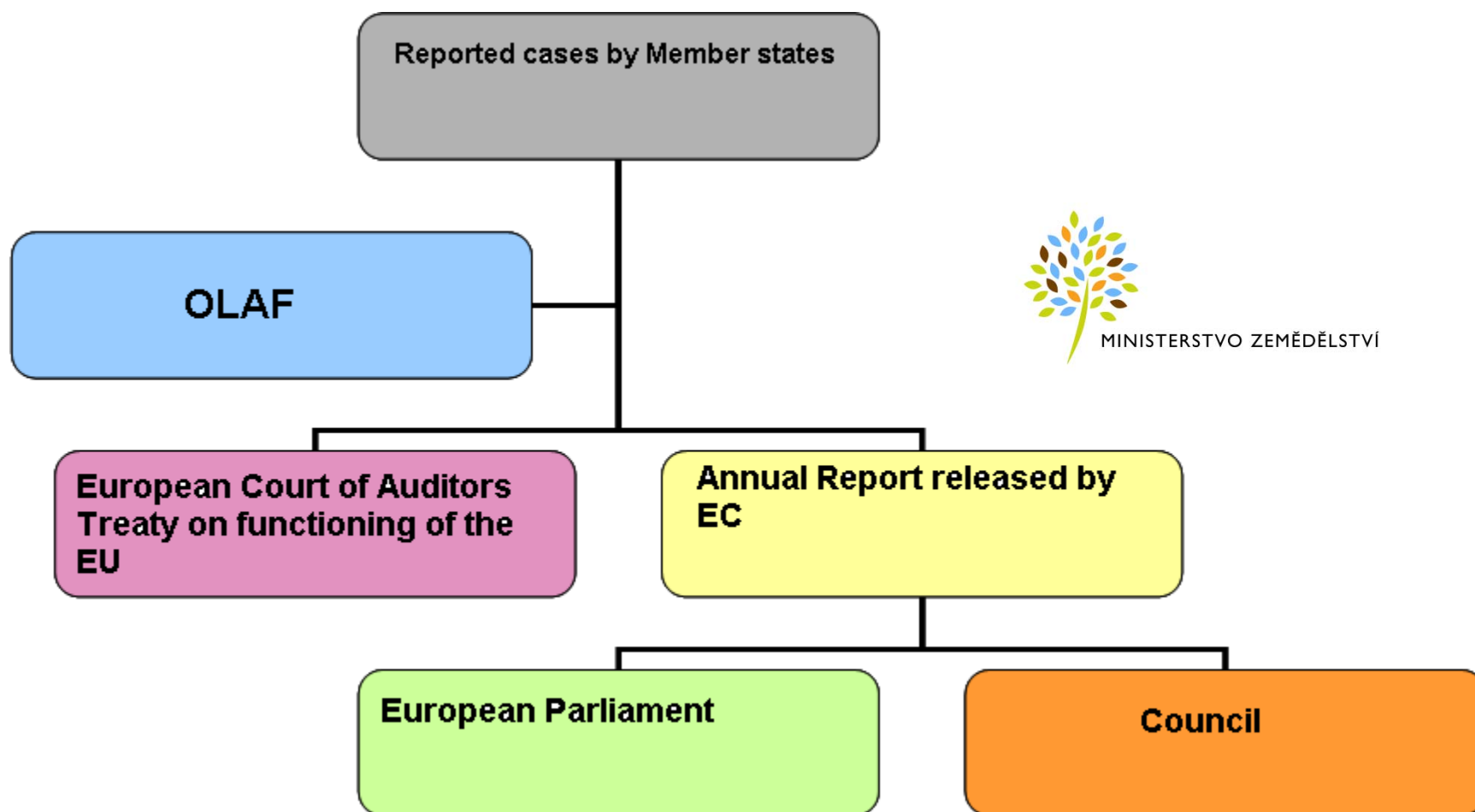
# OLAF

❖ **European Anti-Fraud Office** /Office européen de Lutte Antifraude,

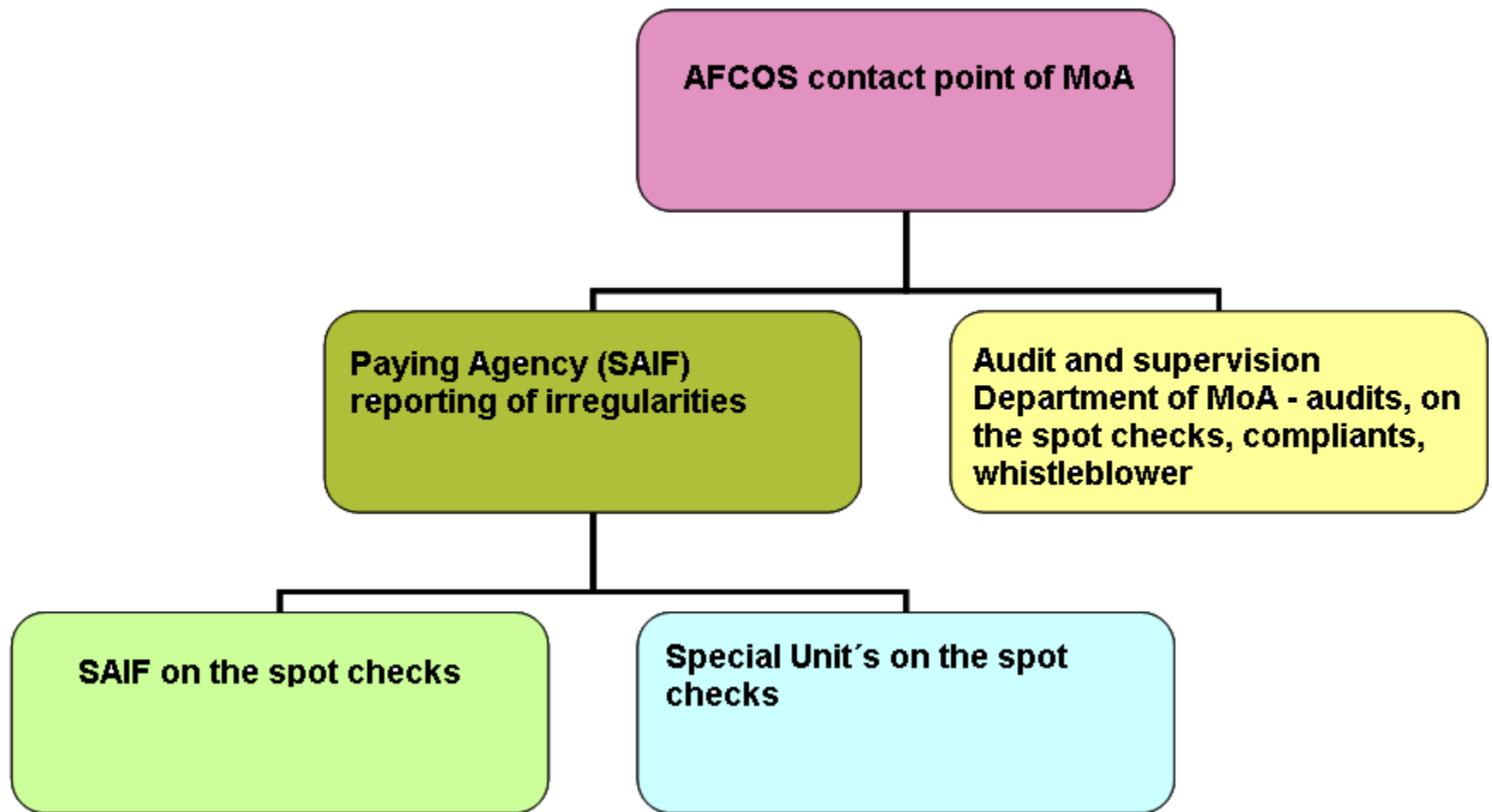
Role and competences:

- ❖ Investigation in the field of Law No. 500/2004 Coll., Act on the State Law
  - ❖ Executing of table checks and other inspections, CR (ES) no. 1073/1999 a CR (ES) no. 2988/1995
  - ❖ Quality checks of reported cases by each Member states
  - ❖ Part of assistance within the combating against frauds
  - ❖ Supported by EC
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# OLAF and EU financial interests



# Internal reporting level of EAGF (CAP)



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# Implemented AFCOS structure in the Czech Republic

- ❖ Legislation: National Strategy against frauds impacts financial interests of the EU – Government Decision No 1010/2007, No 535/2008, No 1275/2008 – „Action Plan“.
  - ❖ The role of the Central AFCOS Point is performed by the Ministry of Finance (up to 01/2008)
  - ❖ Contact AFCOS points are located at the Ministries, Regional Councils, Public Supreme Prosecutor's Office, Police - Paying Agencies and Managing authorities)
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# Role of The State Agriculture Intervention Fund („SAIF“) at the internal reporting level

- ❖ SAIF is an paying agency for the CAP. Suspicions on irregularities detected by SAIF and Special Unit (body of MoA) are transferred on to the MoA AFCOS contact point. SAIF verify wrong expenditures and release a recovery procedure in accordance with Law No. 256/2000 Coll., Act on the State Agricultural Intervention Fund and amending certain other laws (the State Agricultural Intervention Fund)
  - ❖ Claims are registered via Information System „IS Velká kniha dlužníků“
  - ❖ AFCOS contact point of MoA has dealed a public treaty about data transferring with the SAIF.
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# Contact AFCOS point - Ministry of Agriculture

Competent authority for reporting of irregularities and frauds to  
OLAF via AFIS/IMS Module 1848

- ❖ **EAGF** (2007-2013) - checks are performed by "Special unit"
- ❖ **EAFRD – PRV** - checks are performed by "Inspection and Compliers Unit"
- ❖ **EAGGF** (2000 resp. 2004-2006) - **2 sections:** Development = SF.  
**Guarantee EAGGF** (Direct Payments; Common Organization of Market)  
= CAP.
- ❖ **Black list** reporting of irregularities from guarantee section performed by MS in a word form in compliance with NR (ES) č. 1469/95 in a word of implemented regulation NK (ES) č. 745/96. Black list is an warning system composed by evidence of irregularities

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# Sources

- [www.eagri.cz](http://www.eagri.cz)
  - [www.szif.cz](http://www.szif.cz)
  - [www.bdo.cz](http://www.bdo.cz)
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- **Note:** all sources are also available in EN version



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# ANY QUESTIONS?



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*Thank you for your attention,*

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