

## 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. 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;
- planned funding from the 'new' voluntary modulation system in accordance with Council Regulation 378/2007 and national co-financing;
- funding associated with the old voluntary modulation system in accordance with Commission Regulation 1655/2004 and national co-financing;
- state aid top ups notified in accordance with Article 16(f) of Regulation EC (No) 1698/2005

2. Throughout the preparation of the rural development programme, the exchange rate used for planning purposes was €1 = £ 0.685.

3. 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 6.2:** the allocation of funding from table 6.1, which will be spent in the non-convergence regions of England. This also includes the EAFRD contribution rates which are set at Axis level and used to determine the total public contribution;
- **table 6.3:** the residual allocation of funding from table 6.1 which will be spent in the convergence region of England (Cornwall and the Isles of Scilly);
- **table 6.4:** the funding resulting from new voluntary modulation applied in accordance with Council Regulation 378 of 2007;
- **table 6.5:** a summary of the information provided in tables 6.2, 6.3, 6.4, and 6.5. This reflects the full amount of expenditure from the EAFRD, but excludes state aid and old voluntary modulation funding, which is shown in tables 8.1 and 8.2;
- **table 7.1** (see Chapter 7): a summary of the information in tables 6.2, 6.3, 6.4 and 6.5 at measure level. This includes all funding expected from the EAFRD;
- **table 8.1** (see Chapter 8): a summary of state aid top ups;
- **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)

Year	2007	2008	2009	2010	2011	2012	2013	2007-2013
Total EAFRD	148,489,987	474,817,199	498,745,998	527,315,843	524,159,554	522,823,902	521,112,152	<b>3,217,464,635</b>
Of which: convergence region	10,911,230	11,743,783	11,406,329	11,489,078	11,353,897	11,247,419	11,115,805	<b>79,267,541</b>
Non- convergence	137,578,757	150,026,729	146,166,920	147,150,407	145,572,035	144,334,655	142,754,519	<b>1,013,584,022</b>
Voluntary Modulation	0	313,046,687	341,172,749	368,676,358	367,233,622	367,241,828	367,241,828	<b>2,124,613,072</b>

## 6.2 Financial plan by axis (in EUR total period)

**Table 6-2 - Non-convergence regions**

Axis	Public contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	189,813,666	50%	94,906,833
Axis 2	1,464,808,958	55%	805,644,927
Axis 3	117,724,988	50%	58,862,494
Axis 4	105,494,768	50%	52,747,384
Technical Assistance	2,844,768	50%	1,422,384
<b>Total</b>	<b>1,880,687,148</b>		<b>1,013,584,022</b>

**Table 6-3 – Convergence Regions**

Axis	Public contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	40,178,671	75%	30,134,003
Axis 2	23,749,420	80%	18,999,536
Axis 3	36,184,911	75%	27,138,683
Axis 4	4,017,867	75%	2,995,319
Technical Assistance	0	0%	0
<b>Total</b>	<b>104,106,760</b>		<b>79,267,541</b>

**Table 6-4 - Voluntary Modulation (in EUR total period)**

Axis	Public contribution		
	Total public	EAFRD contribution rate (%)	EAFRD amount
Axis 1	226,370,892	100%	226,370,892
Axis 2	2,688,375,008	60%	1,613,025,005
Axis 3	179,453,077	100%	179,453,077
Axis 4	105,764,098	100%	105,764,098
Technical Assistance	0	0%	0
<b>Total</b>	<b>3,199,963,075</b>		<b>2,124,613,072</b>

**Table 6-5 – Summary table (in EUR total period)**

Axis	Public contribution		
	Total public	EAFRD amount	% of EAFRD total
Axis 1	456,363,227	351,411,728	10.9%
Axis 2	4,176,933,388	2,437,669,468	75.8%
Axis 3	333,362,976	265,454,254	8.2%
Axis 4 <sup>1</sup>	215,252,625	161,506,801	5.0%
of which from Axis 1	19,417,206	11,065,683	0.3%
of which from Axis 3	189,845,310	147,445,799	4.7%
Technical Assistance	2,844,768	1,422,384	0.0%
<b>Total</b>	<b>5,184,756,984</b>	<b>3,217,464,635</b>	<b>100%</b>

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<sup>1</sup> Axis 4 expenditure will be split between Axis 1 and 3 in the proportions set out above. Therefore the total percentage share for axis 1 is 10.9%+0.3%=11.2% and for Axis 3 is 8.2%+4.7%=12.9%.