

Environment and climate assessment of Poland's CAP Strategic Plan (Institute for European Environmental Policy, 2022)												
EU food systems => 30% of Europe's GHG emission												
EU CAP (created 60 years ago) <- 30% of total EU budget												
objectives: 1 cross-cutting on knowledge and innovation + 3 economic + 3 social + 3 environmental and climate-related												
MS submit National Strategic Plans ->												
a shift to a performance and result-based approach												
b flexibility to MS to adapt CAP to local conditions and needs												
c increase CAP impact in terms of sustainability												
Polish Strategic Plan -> insufficient to respond:												
largest share -> basic income support payments												
not sufficiently conditioned to sustainable practices												
significant funding -> coupled support												
1.5 bil+ EUR transferred from Pillar II to Pillar I												
=> lack of priority												
large nr. of interventions that could benefit climate & environment + small budget												
interesting interventions and improvements that could be built upon:												
envi-climate commitment promoting perennial flower strips (I 8.7)												
small budget + ill-defined implementation parameters												
Two sets of recommendations:												
1 Potential amendments in the current period												
- address gaps in intervention logic												
especially regarding peatland restoration, climate adaptation, biodiversity												
- strengthen GAEC												
not wait with GAEC 2 implementation until 2025												
- evaluate the impact of 2023 derogations from GAEC 7, 8												
+ no more derogations												
- review eco-scheme on carbon farming and nutrient management (I 4.2) after one year (as planned)												
-> make the most beneficial practices attractive for farmers												
- eco-scheme of water retention on permanent grasslands (I 4.5.) applicable everywhere												
+ payment proportional to flooding time (no 12-day limit)												
- include measures supporting grassland restoration (conversion of arable land even on flooded areas), wetland buffer areas restoration and creation, peatland rewetting, transition towards paludiculture + biodiversity on arable land												
- adjust the area targeted by envi-climate commitments in Natura 2000 to reflect Prioritised Action Framework needs												
- strengthen interventions for biodiv. in arable + landscape features												
- step up support for organic farming												
- improve targeting of some interventions to address specific regional issues (drought, soil erosion)												
- include innovative interventions: result-based payments, collective approaches for natural resources, biodiv. preservation, training & advice												
- increase budget for eco-schemes, envi-climate commitments, envi-climate investments, cross-cutting measures + decrease in basic income support, coupled payments												
- fund studies, research to evaluate the impact of Strategic Plan												
2 Recommendations for the next CAP and related policies:												
- environmental and climate ring-fencing for cross-cutting measures for all sectoral interventions and productive investments in the next EU regulation -> ensure min. share of budget												
- biodiv.-climate proof CAP Strategic Plan + additional safeguards where needed (e.g. on afforestation)												
- improve transparency (incl. publishing complete version of CAP Strategic Plan, output targets, budget for all interventions)												
- accompany changes in production systems by change in other parts of the food systems (developing food systems strategy)												
Introduction												
EU food system =>												
- 30% of EU GHG emissions												
- main pressure on biodiversity: pesticide use, landscape simplification, habitat destruction												
- physical, chemical, biological degradation of soil												
- decrease in water quality and availability												
EC -> EU Green Deal												
- Farm to Fork Strategy												
-> fair, healthy, environmentally friendly food systems												
- Biodiversity Strategy												
-> Europe's biodiv. on path of recovery by 2030												
agricultural targets included:												
50% reduction in use and risk of chemical pesticides												
25% agricultural land under organic farming												
10% agricultural land under high-diversity landscape features												
50% reduction of nutrient losses												
min. 20% reduction of fertilizer use												
contribution to the 55% GHG emission reduction target												
contribution to climate neutrality												
by 2030												
-> CAP has crucial role through subsidies												
by 2050												
CAP ->												
created 60 years ago = main policies of EU												
historically: - increasing productivity + competitiveness												
accounting 30% of total EU budget												
- ensuring food production, fair income for farmers, reasonable prices for consumers												
-> supported intensification of agriculture -> indirectly contributed to negative impact on environment and climate												
since the end of XX century: - environmental and climate aspects gradually included												
2018: - EC -> new structure for CAP -> started operating in MS in 2023												
- 10 specific objectives -> 3 related to environment and climate: D: climate action												

Contribution to climate change mitigation and adaptation									
1 GHG emission reduction									
State of play in Poland and resulting needs:									
annual GHG emissions:		32.7 mil. T CO2 equiv.		= 8% of total net national emissions (below EU average 13%)					
from agriculture:		0.35% of Poland's CO2 emissions		2/3 from soil, directly related to amount of N introduced in soil (mineral fertilizers, natural fertilizers from grazing animals, plant residues)					
		80.1% of Poland's N2O emissions		12.7% from manure management					
		30.7% of Poland's CH4 emissions		28.1% from enteric fermentation 2.6% from manure management					
		overall emissions increased between 2013-2018		decreased since 1990 due to livestock decline					
Poland's National Energy and Climate Plan (NECP):		projects a 5% increase of emissions from agric. by 2040, increased emissions from soil and manure => objective: maintain low emissions by reducing use of fertilizers, improving manure & slurry management							
Planned interventions:									
GAEC standard that bans burning arable crops + 2 eco-schemes + sectoral interventions for fruit & vegetable + 2 investment aids									
ES 4.2. carbon farming and nutrient management ->		improvements in fertiliser management							
		soil analysis on arable and PG -> fertilisation plan + fertilisation decision support systems							
		soil acidity analysis -> supported liming treatment once/4 years when pH<5.5							
		+ optimizing fertilizer consumption -> reducing fertilizer consumption -> reducing GHG emissions							
		>100 ha farms already required to have fertilization plan							
		+ eco-scheme requirement of additional soil testing -> benefit for small farms							
		bonus on actual fertilizer reduction could improve effectiveness of measure							
		+ incorporation within 12 hours -> better use of available nutrients + reducing emissions, but needs expensive machinery							
		- should be supported by investment aids							
		- farmers can choose easier-to-implement practices instead, with no impact on GHG emissions							
		- not encouraging farmers to adopt practices beyond minimum levels							
		- relatively high stocking rate on PG (max. 2 LSU/ha)							
		assessment of effectiveness + review after 1 year of implementation							
		budget: 1.1 bil. EUR, 6.1% of direct payment budget, targeting 32.8% of UAA							
		- use of natural liquid fertilizers by methods other than spraying targets 40 000 ha, 0.28% of UAA							
ES 4.5. water retention on PG ->		+ water retention support -> reduce decomposition							
		- only 12 days flooding required -> no guarantee of ceasing GHG emission							
		- reducing mitigation potential by limitation to only PG under other commitments							
		- small budget: 97 mil. EUR, 0.56% of Pillar I, small payment/ha, small targeted area: 315 000 ha, 2.2% of UAA							
sectoral interventions:		I 7.5. fruits & vegetables		-> purchase of machineries for low-emission fertilizer application, equipment for storing natural fertilizers, air purification systems for livestock buildings					
		independent expert opinion submit required for 15% improvement							
investment aid:		I 10.4.		-> purchase of machineries for low-emission fertilizer application, equipment for storing natural fertilizers, air purification systems for livestock buildings					
		budget: 217 mil. EUR, 2.9% of Pillar II, 1.12% of farms will receive support							
		I 10.2.		-> investments in new equipment for the production of energy from agric. biogas, solar energy, heat pump systems, energy storage & management					
		-> improving energy efficiency of buildings							
coupled income support for cattle (females over 24 months + males & females below 24 months up to 20 heads)		-> to counter declining of cattle in small herds (up to 20 heads, 84.3% of farms)							
		- does not contribute to emission reduction							
		- maintaining livestock on small farms in areas specialised for crop production -> envi. benefit of closed N cycles							
=> focus on		- reducing non-CO2 emissions from agric. soils -> fertilisation & manure management							
		- reducing CO2 emissions through renewable energy prod., energy efficiency							
2 Carbon storage									
State of play in Poland and resulting needs:									
Ministry of Climate and Environment:		LULUCF sector = net carbon sink in Poland		15 mil. T CO2 equiv. (MtCO2e) -> compensation of 3.8% of total GHG emissions of Poland					
		-15 MtCO2e (72.6% of LULUCF) by forests							
		-0.9 MtCO2e (4.4% of LULUCF) by cropland							
		-0.1 MtCO2e (0.5% of LULUCF) by grassland							

		I 8.11. organic farming	includes additional premium if stocking rate 0.5-1.5 LSU/ha	905 mil. EURO budget, 11.9% of Pillar II budget	
			-> will not allow to reach Farm to Fork target of 4.5% UAA targeted by support (currently 3.5% under organic farming)		
	GAEC 2	implemented from 2025			
		rules not yet defined	may be interpreted only as ban on ploughing organic soils covered by PG, but not prohibit continuation of drainage		
		no intervention on support for peatland rewetting, paludiculture	-> counter to the needs		
		target:	38% of Poland's UAA under declared commitments	-> majority covered by I 4.2. eco-scheme + I 8.11. organic farming	-> impact on carbon storage unclear
	GAEC 7	derogation for 2023 + exemptions for small and organic farms, farms with >75% PG/leguminous+fallow			
		mandatory on 40% of land			
3	Climate adaptation				
	State of play in Poland and resulting needs:				
	Ministry of Environment of Poland:		winters wetter + warmer, summers hotter + dryer		
			increasing frequency of extreme weather events: heavy rains + droughts	affects agriculture	
		EC:	increasing soil erosion		
		temperature changes =>	extended growing season -> improving conditions for corn, soy, sunflower, vines, wheat		
			risks: early spring, late frost, summer heat waves		
			increasing occurrence of pests, diseases		
			risk of heat stress in animals, impact on livestock by feed, water, pathogens		
		increased frequency, intensity of droughts =>	impact on production of arable crops -> income		
			demand for irrigation -> pressure on water sources, reducing the suitability of rainfed crop production		
		excess precipitation events =>	crop damage, soil erosion		
		past mistakes in water management =>	vulnerability of agroecosystems to extreme weather conditions increased		
		- drainage of most peatlands			
		- extensive drainage systems without water retention possibilities			
		- excessively deepened rivers			
		- continuous "river maintenance" works -> increasing water flow			
		- wetland degradation			
		- general lack of nature-based solutions			
		Necessary adaptation to new climate and geographical conditions:	- relocating production		
			- adapting cultivated crop types: drought-resilient, less water intensive		
			- supporting practices that reduce infection risk by pathogens: crop-rotation		
			- cooling systems in stables and shelters		
			- improving floodplain management		
			- adapting soil health enhancing practices: promoting nature-based solutions		
	Planned interventions:				
	I 8.4. orchards of traditional varieties of fruit trees		might be more resilient to climate change	budget: 0.7 mil EUR = 0.01% of Pillar II, max. 497 ha/year < 0.01% UAA	
	I 8.5. traditional and rare crop species			limited to 5 ha/holding	budget: 6.8 mil EUR = 0.09% of Pillar II, max. 6833 ha/year = 0.05% UAA
	I 8.6. traditional animal breeds			budget: 101.8 mil EUR = 1.3% of Pillar II budget, max 35 252 LSU/year = 23.8% of LSU	
		-> low budget for support	impact likely negligible		
		limited targeted total area			
		=> should be extended to support the transition of more farms			
		should target regions most sensitive to climatic hazards: drought			
		should be provided support for drought-resilient, less water intensive crops			
	GAEC 7	crop rotation/diversification			
		- crop rotation required only on 40% of agric. area			
		- diversification = previous green payment criteria, already weak			
		- derogation for 2023, using weighting factors, exemption of small/organic farms			
	GAEC 2	ban on new ploughing, degradation by continuing ploughing & drainage still allowed			
	I 4.2. carbon farming and nutrient management				
		- at least 3 different crops: not ambitious enough			
		+ - limits the area allocated to crops with negative impact + promotes beneficial crops			
		- no specification: which crops are good or bad for SOM, which are drought tolerant			
	investment aids & sectoral interventions:				
	I 7.5. sectoral interventions for fruit and vegetables		installations improving ventilation/lowering temp. of livestock buildings other than pigs, cattle		
			improvement of water efficiency, independent expert opinion needed to prove min. 15% improvement	no budget	
	I 4.5. water retention on PG	- limited target area & need for other commitments	budget: 97 mil EUR = 0.56% of Pillar I, targeted area: 315 000 ha/year = 2.2% of UAA		-> maybe not sufficient to manage floods

		basic income support		-> largest share of budget	-> not sufficiently conditioned on sustainable practices														
		coupled support																	
		- total budget dedicated to envi.&climate objectives = 20.5% of total CAP budget																	
		64% supports economic objectives																	
		1.5 bil EUR transferred from Pillar II to Pillar I																	
		cutting Pillar II budget by 30%																	
		many climate&envi. measures but with small budget																	
		=> lack of priority given by government																	
		- GAEC with low ambition																	
		- interesting new interventions:																	
		I 8.7. perennial flower strips																	
		I 4.5. water retention on PG																	
		weak requirements, low target area																	
		- mid-term review scheduled on 2026																	
		1 Recommendations for amending the Polish Plan:																	
		- address gaps in the intervention logic (needs vs. proposed interventions), especially:																	
		peatland restoration																	
		climate adaptation (droughts)																	
		biodiv. (landscape features, fallow)																	
		- strengthen GAEC, especially:																	
		GAEC 1	maintaining PG ratio at regional level, ban ploughing																
		GAEC 2	prohibiting further degradation of peatlands by continuation of drainage and ploughing													implemented ASAP, without derogation			
		GAEC 4	creation of strips along all water bodies with no ploughing																
		GAEC 5	define requirements for slopes < 14%																
		GAEC 7	crop rotation on total farm area																
		GAEC 8	10% landscape features, removing weighting factors, adjusting protected landscape element list																
		- evaluate impact of derogations for GAEC 7,8 in 2023 + no further derogations																	
		- review I 4.2. eco-scheme on carbon farming after 1 year as planned + most beneficial options made most attractive to support adoption of practices beyond min. level																	
		- correct implementation details of I 4.5. water retention on PG: applicable everywhere + payment proportional to flooding time + no penalties due to high water levels																	
		- include measures to support grassland restoration (incl. arable conversion to grassland in flooded areas) + wetland buffer zones restoration and creation + rewetting peatlands + transition to paludiculture																	
		- adjust the area targeted by climate& envi. commitments in Natura 2000 to reflect Prioritised Action Framework																	
		- strengthen interventions supporting biodiv. on arable land: increase targeted area of I 8.7. + landscape features																	
		- step up support for organic farming																	
		- improve targeting of some interventions to address regional issues (soil erosion, droughts)																	
		- include result-based measures, bonuses, collective approaches + training & advice beneficial in natural resource protection																	
		- increase budgets for eco-schemes, envi.&climate commitments, envi.&climate investments, cross-cutting measures + corresponding decrease in basic income support and coupled support																	
		- fund additional studies+research to evaluate the potential impact of CAP Strategic Plan on envi. and climate																	
		2 Wider recommendations:																	
		- introduce envi.&climate ring-fencing for cross-cutting measures, sectoral interventions, investments to ensure a min. share																	
		- biodiv.&climate proof the CAP Strategic Plan + include additional safeguards where needed (like in afforestation)																	
		- improve transparency, publishing complete version of all CAP Plans + output targets + budgets for all interventions																	
		- accompany changes in production systems by changes in food system strategy incl. targets on meat + dairy consumption, sustainability standards on import -> limit carbon leakage outside EU																	