

2020-2021 Aid schemes for film industry

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The Romanian Government has allocated EUR 1.58 million to four *de minimis* aid schemes in the field of cinema. On 20 January 2020, the government approved a memorandum extending the validity of the *de minimis* aid schemes, which are administered by the *Centrul Național al Cinematografiei* (National Cinematography Center – CNC) (see IRIS 2004-2/35, IRIS 2011-2/5 and IRIS 2018-2/29).

The memorandum includes a *de minimis* aid scheme for participation in domestic and international film festivals and fairs; a *de minimis* aid scheme for the distribution and exploitation of Romanian films of all kinds; a *de minimis* aid scheme for supporting cultural programmes, film education, the organising of cultural film events, as well as the publication of specialised publications; and a *de minimis* aid scheme to encourage art-house cinema and the programming of the films therein, in application of the provisions of Government Ordinance No. 39/2005 on cinematography, approved with modifications and completions by Law No. 328/2006, as subsequently amended and completed.

In addition to extending the validity period, the memorandum also covers changes targeting the estimated number of beneficiaries, the budget allocated to the *de minimis* aid schemes, as well as the duration of the grant. The period of validity of the new schemes is until December 2020, respectively one year from their approval, and the period within which *de minimis* aid payments will be made is 2020-2021. The money allocated for the four *de minimis* aid schemes comes from the CNC.

De minimis aid schemes were developed in their initial form with a validity period from 2014/2015 to 2018/2019. According to the provisions of Emergency Ordinance No. 77/2014 regarding national procedures in the field of state aid as well as amending and completing Competition Law No. 21/1996, with the subsequent modifications and completions, any draft measure likely to represent state aid or *de minimis* aid must be accompanied by a memorandum approved by the government regarding the management of these measures in the economic-budgetary and financial policies of the Romanian State.

The amount proposed for the *de minimis* aid scheme for participating in both domestic and international film festivals and fairs is EUR 300 000, and the

estimated number of beneficiaries is 60. According to the document, 58 Romanian films were presented with a total of 157 awards between 2015 and 2018 .

The total budget allocated to the *de minimis* aid scheme for the distribution and exploitation of Romanian films of all kinds is EUR 375 000, and the estimated number of beneficiaries is 55. Out of a total of 13.2 million spectators who went to the cinema in 2018, only 389 172 of them (2.95%) watched Romanian films. American films obtained the highest attendance, with 10.7 million viewers (81.12%), followed by European films, with 1.5 million viewers (11.43%).

The total budget allocated to the *de minimis* aid scheme for supporting cultural programmes, film education, organising cultural events and publishing specialised publications is EUR 850 000, and the total estimated number of beneficiaries for the entire duration of the scheme is 80.

Lastly, the total budget allocated to the *de minimis* aid scheme to encourage art-house cinema and the programming of the films therein is EUR 63 000, and the estimated number of beneficiaries is four.

Memorandum cu tema: Schema de ajutor de minimis pentru participarea la festivaluri și târguri de filme, interne și internaționale, Schema de ajutor de minimis pentru distribuirea și exploatarea filmelor românești de toate genurile, Schema de ajutor de minimis pentru susținerea programelor de cultură, educație cinematografică, organizare de evenimente culturale cinematografice precum și pentru editarea de publicații de specialitate și Schema de ajutor de minimis pentru încurajarea funcționării cinematografului de artă și a programării filmelor în acestea în aplicarea prevederilor Ordonanței Guvernului nr. 39/2005 privind cinematografia, aprobată cu modificări și completări prin Legea nr. 328/2006, cu modificările și completările ulterioare

<https://sgg.gov.ro/new/wp-content/uploads/2020/01/MEMO-6.pdf>

Memorandum with the theme: De minimis aid scheme for participation in film festivals and fairs, domestic and international, De minimis aid scheme for distribution and exploitation of Romanian films of all kinds, De minimis aid scheme for supporting cultural programs, film education , organization of cultural cultural events as well as for the publication of specialized publications and the De minimis aid scheme to encourage the functioning of the art cinema and the programming of the films therein in application of the provisions of the Government Ordinance no. 39/2005 on the cinematography, approved with modifications and completions by Law no. 328/2006, as subsequently amended and completed)

Comunicat de presă - Ministerul Culturii: Memorandumul pentru prelungirea valabilității schemelor de ajutor de minimis administrate de Centrul Național al Cinematografiei, 20.01.2020

<http://www.agerpres.ro/stiri/2020/01/20/comunicat-de-presa-ministerul-culturii--435279>

Press release - Ministry of Culture: Memorandum for extending the validity of de minimis aid schemes administered by the National Center of Cinematography, 20.01.2020

