



Delegated Act on IACS

Example for the calculation of aid and administrative penalties - Greening

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D.1 Direct support - IACS

DISCLAIMER

This working document has been prepared by DG AGRI staff in order to facilitate the discussion in the Expert group for direct payments on the draft delegated act. The feasibility of the approach is still being assessed. This document cannot in any circumstances be regarded as the official position of the Commission.

	Area declared	Area determined
Wheat and landscape features	38 ha (0,8 ha EFA)	38 ha (0,8ha EFA)
Beans/EFA (protein crop)	10 ha	3,5 ha
Potatoes	50 ha	50 ha
Soja/EFA (N-fixing crop)	0,1 ha	0,1 ha
Permanent grassland	25 ha	20 ha
Permanent grassland (sensitive)	5 ha	5 ha + 0,5 ha ploughed
<u>of which is</u>		
	Arable land	91,6 ha
	EFA (part of the total arable land)	4,4 ha
	Permanent grassland	25 ha



Basis for the calculation of the green payment (article 9)

Area declared by the farmer = 128,1 ha

Eligible area determined for BPS/SAPS = 116,6 ha

Number of payment entitlements = 115 ha

"Area to be used for the calculation of the green payment " = 115ha

Withdrawal for the area found non-compliant with CD obligation

91,6 ha of arable land, of which

50 ha main crop + 38 ha 2nd main crop

max. share main crop > 75%

share main crop = 54,6 % → no non-compliance

max. share 2 main crops > 95%

share 2 main crops = 96,1 % → non-compliance

Ratio of difference = 0,98 ha/4,58 ha = 0,21

Withdrawal = ratio of difference * arable land * weighting

15,11 ha = 0,21 * 91,6 ha * (91,6 ha/116,6 ha)

Withdrawal for the area found non-compliant with PG obligation

Annual PG ratio in region concerned = -1% compared to reference ratio ⇒ conversion of 'normal' PG not forbidden

25 ha of permanent grassland, of which

20 ha 'normal' PG + 5 ha 'sensitive' PG

Non-compliance found during OTSC

0,5 ha of 'sensitive' permanent grassland not declared as PG by applicant has been ploughed

*Withdrawal = non-compliant area * weighting*

0,13 ha = 0,5 ha * ((25 ha + 0,5 ha) / 116,6 ha)

Withdrawal for the area found non-compliant the EFA obligation

91,6 ha of arable land, of which
4,4 ha EFA determined

EFA area required based on the arable land + ...
4,58 ha of EFA required

EFA area missing
0,18 ha of EFA missing

Ratio of difference = 0,18 ha/4,58 ha = 0,039

Withdrawal = ratio of difference * arable land * weighting
2,82 ha = 0,039 * 91,6 ha * (91,6 ha/116,6 ha)

Calculation of the green payment

Area to be used for the calculation (1)	115 ha
<i>minus</i> withdrawal for non-compliance CD obligation	15,11 ha
<i>minus</i> withdrawal for non-compliance PG obligation	0,13 ha
<i>minus</i> withdrawal for non-compliance EFA obligation	2,82 ha
Resulting area to be used for the calculation (2)	96,94 ha
<i>Difference between area under (1) and (2)</i>	18,06 ha (18,6 %)
Administrative penalty = (2 x the difference)	36,12 ha
max. admin. penalty (25% as from 2018) * 1/4	9,03 ha
Area paid under greening (claim year 2018)	87,91 ha