Expert Group for Direct Payment and Rural Development

Additional follow-up checks in the context of the yellow card system

Unit D3– Implementation support, monitoring, IACS and LPIS

19 February 2016
Disclaimer

This presentation has been prepared by DG AGRI staff in order to facilitate the discussion in the joint Expert Group for Direct Payments and Rural Development.
Why this presentation?

- MS raised concerns
- Analysis of the provision using figures for SPS/SAPS from claim year 2013
- Good balance between the need to ensure a sound financial management of this "yellow card" system and the necessary additional checks
- Increase of OTSC as a consequence of "yellow card" tends to be less than expected
Background

- Article 19a(2) of a Draft Delegated Regulation amending Delegated Regulation (EU) No 640/2014 – "Yellow Card";

- Article 30(i) of a Draft Implementing Regulation amending Implementing Regulation (EU) No 809/2014 as regards the follow-up controls in claim year N+1 of beneficiaries who in claim year N both:
  - benefitted from the "yellow card" and
  - over-declaration was found during on-the-spot check
Mathematics
based on the figures for SPS/SAPS from claim year 2013

100%  7,345,718 beneficiaries applying for SPS/SAPS
↓
1,35%  99,037 beneficiaries with over-declaration between 3% or 2ha and 10% - yellow card
↓
0,44%  32,486 beneficiaries with over-declaration between 3% or 2ha and 10% found during OTSC – follow up control
Graphically expressed the increase of OTSC for SPS/SAPS due to the Yellow Card

**Comment:** Please note that beneficiaries under *small farmer scheme* other than due payment each year are not involved.
Further decrease of the % of non-compliance found during an on-the-spot check to be expected thanks to:

• The introduction of the Geo-spatial aid application (Article 17 of Regulation (EU) No 809/2014)

• The introduction of the Preliminary checks (Article 11(2) of Regulation (EU) no 809/2014)