

# Single Payment Scheme

## Guidance to accompany the Single Payment Scheme (SPS) Payment Statement

Understanding your payment statement

## Introduction

This leaflet will help you understand the information contained in your payment statement for the 2005 Single Payment Scheme (SPS).

## What the payment statement does

The payment statement tells you:

- The number of Single Payment Scheme entitlements that you have activated for payment in 2005. (i.e. for the application that you made in May 2005), broken down for each type of entitlement that you have established (normal, set-aside, special or national reserve), and for each UK region or English Area in which you are farming;
- The unit value of the entitlements (which will be a combined value of the English Area flat rate, plus any historic reference amount) for the 2005 Scheme year and the associated total payment value. The unit value, and the total value of the payment, will be given in either euros or sterling, depending on the currency you have chosen to be paid in;
- The area, unit value and total payment value of any additional schemes that you may have claimed for on your 2005 SPS application i.e. area payment for nuts, protein crop premium, and aid for energy crops. (Payment for Hill Farm Allowance 2006 claims will be made separately);

- Details of any penalties and deductions that have been applied to your claim (further information on penalties and deductions can be found in Section Q of the Single Payment Scheme Handbook and Guidance for England 2005);
- Deductions made for modulation and, if the EU SPS budget is set to be exceeded for the relevant budget year, under the Financial Discipline Mechanism (further information on modulation can be found in Section P of the Single Payment Scheme Handbook and Guidance for England 2005).

## Reading your payment statement

Your payment statement has been split into four sections – Payments; Modulation; Financial Discipline, Penalties and Deductions; and Payments Due.

Please see the example of a payment statement below:

The breakdown of the number of entitlements you have activated, or area claimed, by entitlement type and/or aid scheme, will be shown here, along with the unit value and amount to be paid, expressed in either euros or sterling, depending on the currency you have chosen to be paid in.

The deductions for modulation (3% compulsory EU modulation and 2% UK voluntary modulation) for each aid scheme and entitlement type are shown here.

The conversion rate for euros to sterling for the 2005 scheme year is €1=£0.68195

**EXAMPLE**

Payment Statement for

Your Customer name will be displayed here

**Scheme: SPS**

	Quantity	Unit Value (in EUR)	Unit Value (in GBP)	Payments (in GBP)	Deductions (in GBP)	Balance (in GBP)
<b>Payments</b>						
SPS - Nuis Premium	11.73	€0	£77.82	£912.78		
SPS - Non SDA Ser-Aside	9.88	€0	£32.86	£324.85		
SPS - Non SDA	124.37	€0	£116.33	£14468.23		
<b>Gross Payment</b>				<b>£15705.66</b>		<b>£15705.66</b>
<b>Modulation</b>						
National Modulation Percentage (England) 2.00%					-£18.26	
EU Modulation 3%					-£27.38	
National Modulation Percentage (England) 2.00%					-£6.49	
EU Modulation 3%					-£9.74	
National Modulation Percentage (England) 2.00%					-£6.49	
EU Modulation 3%					-£9.74	
National Modulation Percentage (England) 2.00%					-£280.36	
EU Modulation 3%					-£434.05	
<b>Financial Discipline 0%</b>						<b>£14936.61</b>
<b>Penalties and Deductions</b>						
Penalty on irregularity for base SPS crop group (irregularity between 3% and 20% for the crop group. The total irregularity area is					-£324.65	
Penalty on irregularity for					-£2163.70	
<b>Payment Due</b>						<b>£12428.17</b>
The regulatory exchange rate from EUR to GBP is :						

The total gross payment for all schemes is shown here

Total payment after modulation

Any penalties and/or deductions are shown here, with details of the area penalised

The final total payment that you will receive will be shown here

**Financial Discipline will not be applied to your payment for the 2005 SPS application.**

## SPS help line

A special call line to deal with SPS payment and entitlement enquiries will be available on 0845 603 7777 from 6 March. You should only contact us before then if we have asked you to do so in order to resolve a query.