## 2020 Cross Compliance – Scottish Payment Reduction Matrix for 1<sup>st</sup> time <u>Negligent</u> Breaches

| Intent     | Extent          | Severity   | Permanence  | Reduction |
|------------|-----------------|------------|-------------|-----------|
| Negligence | On-farm effect  | Very low   | Rectifiable | WL*       |
|            |                 |            | Permanent   | 1%        |
|            |                 | Low        | Rectifiable |           |
|            |                 |            | Permanent   | 3%        |
|            |                 | Medium     | Rectifiable |           |
|            |                 |            | Permanent   |           |
|            |                 | High       | Rectifiable | 5%        |
|            |                 |            | Permanent   |           |
|            | Off-farm effect | Very low — | Rectifiable | 1%        |
|            |                 |            | Permanent   | 3%        |
|            |                 | Low        | Rectifiable |           |
|            |                 |            | Permanent   |           |
|            |                 | Medium     | Rectifiable |           |
|            |                 |            | Permanent   |           |
|            |                 | High       | Rectifiable | 5%        |
|            |                 |            | Permanent   |           |

\* WL = Warning letter. If the breach is not remedied a reduction of at least 1% will be applied.

## An explanation of how reductions for <u>repeat</u> Negligent breaches are calculated is set out on page 2. <u>Repeat Negligent Breaches</u>

A repeat cross compliance breach is where the <u>same</u> requirement is breached within a consecutive period of 3 calendar years, provided the farmer has been informed of the previous breach and where possible been given the opportunity to remedy it.

The first time a repeat is discovered the penalty for <u>that breach only</u> is calculated as if it were a first time breach and then multiplied by 3. The penalty for a second or subsequent repeat breach will be three times the penalty we imposed for the previous breach.

The penalty for a repeat is added to the penalty for any other repeat or first time negligent breaches found during the second or subsequent inspection and the overall reduction is capped at 15%.

When the 15% cap is reached the farmer is told that any further breaches will be regarded as if they had been a result of an intentional act.