

CAP Reform post 2013 - Estimated Capping Summary

Overview

Total Number of Customer with Entitlements in 2011:

16,993

Number of Customers who start in each capping band

	2014 Scheme Year	2015 Scheme Year	2016 Scheme Year	2017 Scheme Year	2018 Scheme Year	2019 Scheme Year
Tier 1 (<€150,000) - No Capping	16,977	16,980	16,984	16,984	16,981	16,975
Tier 2 (€150k - €200k) - 20%	11	7	4	4	6	10
Tier 3 (€200k - €250k) - 40%	3	3	1	1	1	2
Tier 4 (€250k - €300k) - 70%	1	1	2	1	1	2
Tier 5 (>€300,000) - 100%	1	2	2	3	4	4

Note: This Table counts each customer only once based on the first level of capping they are affected by (eg, if a customer is paid over 300,000 they will only appear in the Tier 5 column).

Number of Customers affected by each capping level

	2014 Scheme Year	2015 Scheme Year	2016 Scheme Year	2017 Scheme Year	2018 Scheme Year	2019 Scheme Year
Tier 1 (<€150,000) - No Capping	16,993	16,993	16,993	16,993	16,993	16,993
Tier 2 (€150k - €200k) - 20%	16	13	9	9	12	18
Tier 3 (€200k - €250k) - 40%	5	6	5	5	6	8
Tier 4 (€250k - €300k) - 70%	2	3	4	4	5	6
Tier 5 (>€300,000) - 100%	1	2	2	3	4	4

Note: This table counts each customer affected by each level of capping and so a doubling up of customers will occur (eg, a customer earning >€300,000 will appear in each capping level).

Estimated Capping Deduction Values

	2014 Scheme Year	2015 Scheme Year	2016 Scheme Year	2017 Scheme Year	2018 Scheme Year	2019 Scheme Year
Tier 1 (<€150,000) - No Capping	€ 0.00	€ 0.00	€ 0.00	€ 0.00	€ 0.00	€ 0.00
Tier 2 (€150k - €200k) - 20%	€ 90,013.79	€ 75,224.48	€ 75,171.18	€ 72,203.39	€ 81,522.99	€ 108,607.53
Tier 3 (€200k - €250k) - 40%	€ 80,552.18	€ 80,375.25	€ 85,023.84	€ 90,352.72	€ 111,117.38	€ 131,576.37
Tier 4 (€250k - €300k) - 70%	€ 42,425.08	€ 103,485.04	€ 77,283.27	€ 134,454.95	€ 147,613.13	€ 178,714.25
Tier 5 (>€300,000) - 100%	€ 82,347.01	€ 32,893.17	€ 181,732.24	€ 333,909.48	€ 566,488.49	€ 807,373.29

Note: The value of deductions resulting from capping.

NB: this is an illustration only, based on existing entitlement numbers and values and using the details available on capping in the 12 October 2011 draft regulatic (and Rural Payments Wales' interpretation of how it might work).

Based on this calculation by 2019, when Wales needs to be fully area based, 18 farmers (or 0.1%) will be affected by capping to a total value of €1.2mil.

