STATUTORY INSTRUMENTS

# 2019 No. 769

# LANDLORD AND TENANT, ENGLAND

The Agricultural Holdings (Units of Production) (England) Order 2019

Made	28th March 2019
Laid before Parliament	2nd April 2019
Coming into force	23rd April 2019

The Secretary of State makes this Order in exercise of the powers conferred by paragraph 4 of Schedule 6 to the Agricultural Holdings Act 1986(1).

#### Citation, commencement and interpretation

**1.**—(1) This Order may be cited as the Agricultural Holdings (Units of Production) (England) Order 2019 and comes into force on 23rd April 2019.

(2) In this Order—

"disadvantaged land" (except in the expression "severely disadvantaged land") means any area of land shown coloured blue on the England LFA maps;

"eligible hectare"(2) has the same meaning as in Article 32(2) of Regulation 1307/2013;

"the England LFA maps" means the four volumes of maps entitled "Less Favoured Area Map of England 2009", each volume being marked with the number of the volume, dated 29th January 2010, signed on behalf of the Secretary of State for Environment, Food and Rural Affairs and deposited at the Intelligence Hub at the offices of the Department for Environment, Food and Rural Affairs at Nobel House, 17 Smith Square, London SW1P 3JR;

"less favoured area" means any area of disadvantaged land or severely disadvantaged land;

"moorland" means all the land that is-

- (a) severely disadvantaged land, and
- (b) shown coloured brown in the three volumes of maps entitled "Moorland Map of England 2009", each volume being marked with the number of the volume, dated 29th January 2010, signed on behalf of the Secretary of State for Environment, Food and Rural Affairs

<sup>(1) 1986</sup> c.5. See section 96(1) for the definitions of "the Minister" (in relation to England) and "prescribed"

<sup>(2)</sup> Eligible hectares are entitled to receive direct payments made under the basic payment scheme established by Regulation 1307/2013 (BPS rates), including an additional greening component (greening rates) in relation to agricultural practices beneficial for the climate and the environment.

and deposited at the Intelligence Hub at the offices of the Department for Environment, Food and Rural Affairs at Nobel House, 17 Smith Square, London SW1P 3JR;

"Regulation 1307/2013" means Regulation (EU) No 1307/2013 of the European Parliament and of the Council establishing rules for direct payments to farmers under support schemes within the framework of the common agricultural policy(3), as it has effect on the day this Order is made;

"severely disadvantaged land" means any area of land shown coloured pink on the England LFA maps.

#### Assessment of productive capacity of land

**2.**—(1) Paragraphs (2) and (3) have effect for the purpose of the assessment of the productive capacity of a unit of agricultural land situated in England in order to determine whether that unit is a commercial unit of agricultural land within the meaning of paragraph 3(1) of Schedule 6 to the Agricultural Holdings Act 1986.

(2) Where the land in question is capable, when farmed under competent management, of being used to produce any livestock, farm arable crop, outdoor horticultural crop or fruit as is mentioned in any of the entries 1 to 3 in Column 1 of the Schedule—

- (a) the unit of production prescribed in relation to that use of the land is the unit in the corresponding entry in Column 2, and
- (b) the amount determined, for the period of 12 months beginning with 23rd April 2019, as the net annual income from that unit of production in that period is the amount in the corresponding entry in Column 3, as read with any relevant note to the Schedule.

(3) Where the land in question is capable, when farmed under competent management, of producing a net annual income and was an eligible hectare in 2018 in accordance with entry 4 in Column 1 of the Schedule—

- (a) the unit of production prescribed in relation to that use of the land is the unit in the corresponding entry in Column 2, and
- (b) the amount determined, for the period of 12 months beginning with 23rd April 2019, as the net annual income from that unit of production in that period is the amount in the corresponding entry in Column 3.

#### Revocation

3. The Agricultural Holdings (Units of Production) (England) Order 2017(4) is revoked.

Robert Goodwill Minister of State Department for Environment, Food and Rural Affairs

28th March 2019

<sup>(3)</sup> OJ No L 347, 20.12.2013, p. 608, as last amended by Commission Delegated Regulation (EU) 2018/162 (OJ No L 30, 2.2.2018, p. 6); and corrected by Corrigendum, OJ No L 130, 19.5.2016, p. 8.

<sup>(4)</sup> S.I. 2017/977.

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### SCHEDULE

Article 2

## Prescribed units of production and determination of net annual income

Column 1		Column 2	Column 3
Farming use		Unit of production	Net annual income from unit of production (£)
1. Livestock		Cow	538
Dairy cows			
Beef breeding cows:	on land in a less favoured area	Cow	-133
	on other land	Cow	-171
Beef fattening cattle (semi-intensive)		Head	-85 <sup>(1)</sup>
Dairy replacements		Head	88 <sup>(1)</sup>
Ewes:	on land in a less favoured area	Ewe	-32
	on other land	Ewe	-8
Store lambs (including ewe-lambs sold as shearlings)		Head	4
Pigs:	sows and gilts in pig	Sow or gilt	299
	porker	Head	8.6
	cutter	Head	11.9
	bacon	Head	14.9
Poultry:	laying hens	Bird	4.6
	broilers	Bird	0.3
	point-of-lay pullets	Bird	0.8
Christmas turkeys		Bird	9.6
2. Farm arable crops		1	,
Barley		Hectare	44
Beans		Hectare	33
Oilseed rape		Hectare	33
Dried peas		Hectare	-80
Potatoes:	first early	Hectare	2390
	maincrop (including seed)	Hectare	2620

<sup>(1)</sup> This is the figure for animals (irrespective of age) which are kept for 12 months. In the case of animals kept for less than 12 months, a pro-rata adjustment of this figure is to be made.

<sup>(2)</sup> The figures given in Column 3, for a hectare of the type of land described in Column 1, are the aggregate of the BPS rate and greening rate applicable to that unit of production for the relevant farming use. The BPS rates used have been adjusted to take off average rents and 2% for cross compliance. The BPS rates, greening rates and exchange rate applied are those confirmed on the 15th November 2017 at www.gov.uk/government/collections/basic-payment-scheme.

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Column 1		Column 2	Column 3
Farming use		Unit of production	Net annual income from unit of production (£)
Sugar beet		Hectare	340
Wheat		Hectare	190
3. Outdoor horticultural cro	ops and fruit		
Orchard fruit		Hectare	2740
Soft fruit		Hectare	9720
4. Eligible hectare		I	-
Land which was, in 2018, an eligible hectare <sup>(2)</sup> within the meaning of Regulation 1307/2013	moorland	Hectare	-2.7
	severely disadvantaged land, excluding moorland	Hectare	159.40
	disadvantaged land	Hectare	45.5
	all other land	Hectare	-1.8

(1) This is the figure for animals (irrespective of age) which are kept for 12 months. In the case of animals kept for less than 12 months, a pro-rata adjustment of this figure is to be made.

(2) The figures given in Column 3, for a hectare of the type of land described in Column 1, are the aggregate of the BPS rate and greening rate applicable to that unit of production for the relevant farming use. The BPS rates used have been adjusted to take off average rents and 2% for cross compliance. The BPS rates, greening rates and exchange rate applied are those confirmed on the 15th November 2017 at www.gov.uk/government/collections/basic-payment-scheme.

## **EXPLANATORY NOTE**

### (This note is not part of the Order)

This Order prescribes units of production for the assessment of the productive capacity of agricultural land situated in England and sets out the amount which is to be regarded as the net annual income from each such unit for the year from 23rd April 2019 to 22nd April 2020 for certain purposes of the Agricultural Holdings Act 1986 ("the 1986 Act").

An assessment of the productive capacity of agricultural land is required in determining whether or not the land in question is a "commercial unit of agricultural land" for the purposes of the succession provisions in the 1986 Act (in particular sections 36(3) and 50(2)). A "commercial unit of agricultural land" is a unit of agricultural land which, when farmed under competent management, is capable of producing a net annual income which is not less than the aggregate of the average annual earnings of two full-time male agricultural workers aged 20 years or over (as defined in paragraph 3 of Schedule 6 to the 1986 Act).

Article 2 of this Order provides that, in determining this annual income figure, whenever a particular farming use mentioned in Column 1 of the Schedule is relevant to the assessment of the productive

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capacity of the land in question, the units of production and the net annual income specified in Columns 2 and 3 respectively will form the basis of that assessment.

Article 2 also includes net annual income figures for land which was, in 2018, an eligible hectare within the meaning of Article 32(2) of Regulation (EU) No 1307/2013 of the European Parliament and of the Council establishing rules for direct payments to farmers under support schemes within the framework of the common agricultural policy (OJ No L 347, 20.12.2013, p. 608, as it has effect on the day this Order is made).

Article 3 revokes the Agricultural Holdings (Units of Production) (England) Order 2017 (S.I. 2017/977).

An impact assessment has not been produced for this instrument as no, or no significant, impact on the private, voluntary or public sector is foreseen.