

## **Briefing Note 31: July 2020**

Farm Woodland Creation in 2020 Including Updated Budget Categories and Threshold Scores

## Update on Forestry Grant Scheme – Additional Funding for Farm Woodland Creation in 2020

This note provides information on changes to the Woodland Creation option for Forestry Grant Scheme applications in 2020 and updates the budget.

## **Woodland Creation Budget 2020**

An additional £1m has been made available to support woodland creation in 2020. The funding, from the Agricultural Transformation Programme, is to support the creation of more farm woodlands, particularly riparian and shelterbelt planting.

The funds will support farmers to diversify into forestry, as part of sustainable farming, and generate a new source of income whilst also helping to deliver on Scotland's climate change ambitions.

Farmers are encouraged to consider if they may benefit from this additional funding, which is available for projects that can be **completed by 31 March 2021**.

For details of the support available visit the <u>Rural Payments & Service website</u>.

Please <u>contact your local Conservancy</u> if you have any queries about the content of this note.

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Table 1 Forestry Grant Scheme: Clearing and Budget Categories with Threshold Scores – July 2020

Grant Category	Clearing categories	Frequency of Clearing	Indicative 2020 Budget £m	Claim Years available for first year of contract	Number of Claim Years available	Indicative Headroom 2020	Indicative Headroom 2021	Threshold Score(Max)
Woodland Creation	WC with CSGNC	Monthly	£8.25m	2020 & 2021	N+2			10 (31)
	WC High Cost <mark>*</mark> (>£6k/ha)		£3.75m	2020 & 2021				10 (31)
	WC with Nat Regen		£0.25m	2020 & 2021				2 (6)
	WC Other		£35.75m	2020 & 2021				10 (31)
Woodland Improvement Grants	Restructuring Regeneration	Monthly	£2.0	2020 & 2021	N+2			3 (6)
	Planning options		£0.35	2020 & 2021	N+2			2 (6)
	Habitats & species/Liss		£0.80	2020 & 2021	N+2			4 (6)
	WIAT		£0.90	2021 <mark>***</mark>	N+2			9 (16)
Sustainable Management of Forests	Native Woodlands/ LISS/ livestock/Grazing	Monthly	£0.60	2021	N+1	N/A		2 (6)
	Squirrels/Predators/Deer		£0.50		N+1	N/A		2 (6)
	WIAT		£0.05		N+1	N/A		6 (16)
	Rural Access		£0.15		N+1	N/A		2 (6)
Tree Health		Monthly	£0.45	2020 & 2021	N+1			2 (6)
Forest Infrastructure**		Monthly	£0.3	2020 & 2021	N+1			3 (6)
Agroforestry		Monthly	£0.1	2020 & 2021	N+2			2 (6)
Harvesting and Processing**		Annual	£2.0	2020	N		N/A	2 (6)
Co-operation		Monthly	£0.1	2020 & 2021	N+1			3 (16)
Total			£ 56.3					

Notes: \*Projects with average cost is £6,000/ha or higher \*\*Projects must be completed and paid in the approved claim year. \*\*\* Projects limited up to £100k/BRN. N = current calendar year

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There is currently good availability of funds within this FGS clearing category and we will be able to support most good quality application

It is likely the demand for funds within this FGS Clearing Category will exceed the available budget and there will be strong competition for funds

There are no longer any funds available within this FGS clearing category

**Claim Years Available** - Our approach to claim years is set out in Table 1 and depends on the grant type. This has been structured to ensure applications go through the competitive clearing process whilst at the same time manage the grant budget without a long forward booking of projects.

Please note that for an application proposal with multiple claim years, the application score must meet the higher of the threshold scores for each claim year to obtain full approval.

**Woodland Creation** - capital such as fencing and initial planting - up to 3 claim years (i.e. within N+2, where N = the current calendar year at time of application submission) with work having to start in the first 2 years e.g. one option is to apply in 2020, start work in year 2020 and complete in 2021. Another option is to apply in 2020, start work in 2021 and complete work in claim year 2022.

**Woodland Improvement Grant** - up to 3 year claim years (within N+2, where N = the current calendar year at time of application submission) with work having to start in the first 2 years except for WIG Restructuring Regeneration where a delay until year 3 is acceptable to meet species diversity rules.

Sustainable Management of Forests – next claim year is available as the first annual management claim year.

**Agroforestry** – as for woodland creation up to 3 claim years (within N+2, where N = the current calendar year at time of application submission) with work having to start in the first 2 years.

Tree health – current and next year claim year (within N+1 where N = the current calendar year at time of application submission)

Forest Infrastructure – current and next claim year available (within N+1, where N = the calendar year of the application round)

**Harvesting & Processing** – one claim year available (within N, where N = the calendar year of the application round)

**Co-operation** – current and next claim year available (within N + 1, where N = the calendar year of the application round)

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