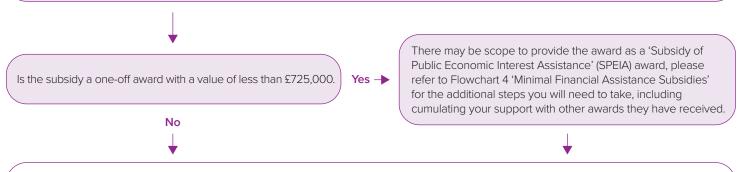
Flowchart 3: Services of Public Economic Interest (SPEI) Subsidies

If you are subsidising a service that is provided for the benefit of the public that would not be provided, or would not be provided on the terms required, by an enterprise under normal market conditions there may be scope to designate it a SPEI. This flowchart will help you ensure you have met all the requirements.

If the support you are providing is not a subsidy you do not Is the support you are providing a subsidy? If in doubt you need to identify appropriate subsidy cover. However, you No should refer to Flowchart 1 'Am I Awarding a Subsidy?' should gather and retain evidence supporting this assertion in case you are challenged by an interested party. Yes Is the support for a prohibited activity? (Unlimited guarantees, It is likely the support you are looking to provide is export performance, use of domestic goods/services, prohibited, or at the very least subject to special conditions. Yes relocation of activity, support for ailing/insolvent enterprises, Please contact the Subsidy Control Unit to talk through your subsidies for operation of air routes). options via: SubsidyControlUnit@gov.wales No You will need to undertake a principles assessment of Have you assessed your subsidy for compliance with the your subsidy, please review the BEIS **Statutory Guidance for** No seven subsidy control principles? the United Kingdom Subsidy Control Regime or contact the Subsidy Control Unit. Yes

To ensure compliance with the Subsidy Control Regime's rules on the provision of 'Services of Public Economic Interest' you should at this point gather and retain evidence demonstrating that your proposed subsidy or scheme is:

- · limited to what is necessary to delivery the service whilst allowing a 'reasonable profit';
- · provided in a transparent manner, with the methodology for calculating compensation determined in advance; and
- · has a regular review process built in.



Your award letter must state the following:

- the services for which the subsidy is being given;
- the enterprise providing the service;
- the period over which the services are being given;
- the geographic area in which the services are being provided;
- · any key performance requirements and conditions;
- how the amount of subsidy will be calculated; and
- arrangements for review and steps for recovery if this becomes necessary.



For SPEI schemes – you will need to register it as a scheme on the UK's Subsidy Transparency Database.

For one-off SPEI awards – you will need to register it as an ad hoc award on the UK's Subsidy Transparency Database.

Please see gov.wales/transparency-rules for more information on transparency requirements.



You should gather and retain all evidence supporting your assertions on file for at least ten years from the point of the award in case your subsidy is challenged by an interested party.

If you have any queries or concerns about this award process, please feel free to get in contact via our mailbox: SubsidyControlUnit@gov.wales