## LITTLE BEALINGS PARISH COUNCIL

#### **PAYMENT OF CIL FUNDING**

## FOR BEALINGS VILLAGE HALL ROOF AND DOORS PROJECT

## 1. CONTEXT

1.1. At its meeting on 3 July 2023 the Council resolved to allocation £5,000 of its Neighbourhood CIL funding to the Bealings Village Hall Trust "New Roof and Doors Project.

#### 2. REQUEST FROM THE TRUST

2.1. The Trust has applied to the Landfill Communities Fund for a grant of £45,000. It has advised the Council that the application requires a Contributing Third Party Payment and supplied an extract from the Fund Guidance Notes for Applicants thus:

## "What is a Contributing Third Party Payment?

Under the Landfill Communities Fund (LCF), FCC Environment can donate a small percentage of the landfill tax they collect to us to fund suitable projects. Of this the Government allows FCC Environment to reclaim some, but, not all, as a tax credit. In addition the schemes' regulators charge a levy and there is a cost associated with administering the funds.

In order to reduce the losses incurred by participating in the Scheme, FCC Environment (as a condition of providing the landfill tax money) requires project applicants to secure the help of eligible 'Contributing Third Party (CTP) payments' to make up this shortfall. This equates to 10.75% of the funding provided to each successful project.

Funding is paid directly to FCC Environment and only covers the shortfall they suffer by participating in the scheme. To work out the amount of CTP funding you need to find multiply your application amount by 10.75%.

Please note CTP is different from match funding towards your project and must not be included as a project cost nor as "other funding" on your application.

You must have identified your project's CTP donor before you apply for funding, and you must provide written confirmation that they are willing to provide the contribution if your application is successful. There is a specific question on the application form where you will be asked to confirm details.

# When is the Contributing Third Party payment due?

For successful projects, the request for payment of the CTP is sent to your contributing third party within 7 days of the Board decision. Payment is required within 28 days of the request to secure the grant offer.

#### Who can be a Contributing Third Party donor?

This funding cannot come from LCF monies and must be raised from other sources. The key consideration regarding CTP is the term 'Unique Benefit'. Simply, a CTP donor cannot gain any unique benefit from the project put forward for funding. Examples of organisations which can be CTP donors are:

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- Private Companies
- Public sector organisations- Local Authorities, County Councils
- Charities
- Private Donor. For example, a member of a church congregation or a person who uses with others a village hall or other community facility."
- 2.2. The Trust has advised that the 10.75% CTP required is £4,837.50 and requested that the Council become the CTP for the project.

## 3. RECOMMENDATION

The Council is asked to resolve:

• Whether it becomes the CTP for the project and makes payment of the required amount of the previously allocated CIL funding accordingly.

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