

## BRECKLAND COUNCIL FINANCIAL COMMENTS &amp; APPRAISAL

THIS DOCUMENT PROVIDES THE FINANCIAL IMPLICATIONS  
IN RESPECT OF THE ATTACHED REPORT

**FROM:** Margaret Bailey (Senior Accountant)  
**REPORT:** Redevelopment of MUGA  
**REPORT DATE:** 07-06-2019

	£ Year 1 2019-20	£ Year 2 2020-21	£ Year 3 2021-22	£ Year 4 2022-23
<b>Revenue</b>				
<i>Income</i>				
<b>Costs</b>				
<b>Total Revenue</b>	-	-	-	-
<b>Capital</b>				
<i>Income</i>				
Football Foundation Grant	-	(264,000)	(-)	(-)
Parkwood leisure Contribution		(80,000)		
Community Projects reserve (Revenue contribution to capital)		(96,000)		
<b>Costs</b>				
RLF (framework provider for Football Foundation)	-	440,000	-	-
<b>Total Capital</b>	-	-	-	-
<b>Considered By:</b>	Cabinet			
<b>Date:</b>	September 2019			

**Financial Services Comments**

Following the feasibility approved by Cabinet in September 2018, this report now requests that Breckland Council submit an application to the Football Foundation and lead delivery of this project. The total cost is £440,000 and would be funded by a grant from the Football Foundation of £264,000 and a contribution of £96,000 is requested from the Council. The balance of £80,000 will be funded by Parkwood from the lifecycle budget (this is £140,000 but Parkwood have committed to spend the balance on lighting etc). Funding needs to be in place in order to make the application. The decision on whether the application is successful would be around April 2020.

After completion, any ongoing surplus arising from activities, anticipated to be 23k-24k has to be recycled into football activities so it is not anticipated that the Council's contribution would be repaid. The grant conditions have a number of ongoing obligations which would need to be passed on to Parkwood to ensure the Council is not exposed to the risk of non-payment of grant or clawback (up to 21 years) after completion of the works. It is not yet confirmed how these conditions will be passed on. The delivery timeline is prescribed as part of the grant conditions and if delivery falls behind schedule, the grant conditions state that payment may not be made.

If approved this funding could come from the Community projects reserve which has a balance of £230k @ 31<sup>st</sup> May 2019.

This appraisal is valid for 1 month from issue date

If there are changes to the original report it may invalidate this document & must be reviewed by Finance.

**Financial Risk**

The Council is the applicant and recipient of the grant funding and responsible for compliance with the grant conditions including the timetable for delivery. Non-compliance or delays may result in not being able to draw down funds as anticipated exposing the Council to additional cost

The author of the report has confirmed that arrangements will be put in place, as far as possible, so that grant conditions and compliance will be passed on to Parkwood.

Any overspends will be the responsibility of the Council.

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