



## Eligible Expenditure – Round 2

Below sets out what the fund can and can not pay for.

If your application includes ineligible expenditure in the funding request, the application or that part of it will be rejected.

### Eligible Equipment Expenditure

**Equipment** = Items that have **no permanent connection** to the structure of the building, the ground (in the case of land) or the vehicle (in the case of mobile units) **and can be removed** will be considered **equipment**. Examples would be pool tables, sofas, computer equipment in a bus, swings or playground equipment not fixed to the ground, fridges or cookers that are not integrated.

- One off purchase of equipment needed to improve a facility's youth offer.
- Equipment to improve health and wellbeing, such as outdoor gym equipment.
- IT improvements including websites, portals, platforms and new IT equipment.
- Purchase of vehicles or mobile units, which could be used for detached youth work or as mobile youth centres.
- Furnishings which enhance/materially benefit the facility's provision.
- Equipment that will allow greater access to young people with disabilities.
- Equipment that will expand and enrich youth activities offered by existing providers.
- Equipment to improve safeguarding and security for young people e.g. CCTV installations, motion detecting lighting, improved building security.

### Equipment item value threshold:

- All individual items of equipment must be £2,000 or greater in value. Note: multiples of identical (i.e. the exact same) items with a cumulative value of £2,000 or greater purchased in a single transaction are eligible.
- Eligible costs of equipment and the £2,000 per item threshold can include:
  - The equipment purchase cost, and
  - Where applicable, all costs necessary to bring the equipment to working condition for its intended use which can include delivery and handling, site preparation, installation, related professional fees for architects and engineers.

- Equipment assets can be considered **as one grouped item** and the **combined value** of them as meeting the £2,000 threshold if they meet both of the following:

a) The individual assets are interdependent and used together to deliver a single purpose or function. Interdependent meaning one item on its own would not be useful or would not achieve the intended purpose without the others)

**Eligible Example 1: Purpose IT set up:** A CPU, monitor, keyboard, mouse, cables may each cost less than £2000, but combined together cost £2,000, they would be eligible as the assets are interdependent and used together to deliver a single purpose or function.

**Ineligible example:** A list of items that includes a computer, and some goal nets. The computer and goal nets are not interdependent and used together to deliver a single purpose or function so cannot be grouped together. E.g. if computer was £1,000 and goal nets were £1000, they would each be treated as separate items for the £2,000k threshold and would not be eligible.

### **Ineligible Equipment Expenditure**

- Routine maintenance and repair costs of equipment.
- Like-for-like replacement of existing equipment\*.
- IT subscriptions.
- Individual equipment Items of less than £2,000 in value, including multiples of identical (i.e. the exact same) items or grouped items with a cumulative value of less than £2,000.
- Any kind of voucher to purchase equipment/vehicles (including gift vouchers)
- Input VAT reclaimable by You from HMRC;

### **Note:**

*\* In determining whether equipment/vehicle request is **Like for Like** we will apply two criteria:*

*- **Criteria 1:** It is not identical AND*

*- **Criteria 2:** The equipment meets at least one of the fund objectives (Improves the reach of activities provided., Improves the safety of existing youth facilities, Improves the youth sector's capacity and quality to deliver a range of enrichment activities, Improves the financial sustainability of youth facilities)*

*If it meets both of the above criteria it will be deemed as not a "like for like" replacement. The above criteria are compared against the current equipment or vehicle as if it is currently in well maintained and fully repaired condition (even if it is not) as general maintenance and repairs to equipment and vehicles is ineligible*

### **General Ineligible Expenditure**

- Operating expenses.

- Payment that supports lobbying or activity intended to influence or attempt to influence Parliament, Government or political parties, or attempting to influence the awarding or renewal of contracts and grants or attempting to influence legislative or regulatory action.
- Using grant funding to petition for additional funding.
- Input VAT reclaimable by you from HMRC.
- Payments for activities of a political or exclusively religious nature.
- Goods or services that you have a statutory duty to provide.
- Payments reimbursed or to be reimbursed by other public or private sector grants.
- Contributions in kind (i.e. a contribution in goods or services, as opposed to money).
- Depreciation, amortisation or impairment of fixed assets owned by you.
- Interest payments (including service charge payments for finance leases).
- Entertaining (entertaining for this purpose means anything that would be a taxable benefit to the person being entertained, according to current UK tax regulations).
- Statutory fines, criminal fines or penalties.
- Liabilities incurred before the issue of this funding agreement unless agreed in writing by us.
- Use in respect of costs reimbursed or to be reimbursed by funding from any other source.
- Use to purchase buildings or land.