**Appendix FG131**

**From:**   
**Sent:** 15 February 2023 17:07  
**To:** **Subject:** RE: VAT

My apologies I seem to have missed responding to this one.

Provided that the expenditure is

(1) contracted for by the parish council,

(2) paid for entirely from parish council funds and

(3) there is no element of contribution to the project from the Sports Association, then the council may incur the expenditure, recover the VAT and gift the refurbishment works to the Association without restriction.

Any contribution from the Sports Association would constitute a Vatable supply by the council and Output VAT equal to 1/6th of the contributions received would be payable to HMRC.

Regards and stay safe