**GB expenditure –whichever way the works are procured, the expenditure is for the GB’s benefit**

**The expenditure is LA revenue**

**expenditure: VAT recovered via the LA**

**Is work to the school premises being funded by capital grant, money raised specifically for capital projects or by Delegated School Budget***?\**

**Is the value of the work under £2000?**

**Who “owns” the capital funding; whose objective is being met: GB or LA?**

**NO**

**YES**

**GB**

**LA**

**YES**

**NO**

**Delegated**

**School Budget**

**\*See note**

**Expenditure in respect of school premises**

 *(“Premises” excludes: playing fields / sports pitches, and related buildings on such areas)*

 **LA expenditure**

**VAT belongs to GB – ability to recover dependent upon GB’s own arrangements**

**NO**

**Does the school’s published policy have a** [**de minimis limit**](#Deminimis_Limit)**?**

**Does the LA have a** [**de minimis limit**](#Deminimis_Limit) **as part of their published accounting practice on capital expenditure?**

**Is the value of the work below the school’s published de minimis limit?**

**YES**

**YES**

**NO**

**VAT belongs to LA – LA responsible for VAT recovery**

**Expenditure classified as GB capital expenditure**

**VAT belongs to GB – ability to recover dependent upon GB’s own arrangements**

**Is the value of the work below the LA’s published de minimis limit?**

**VAT belongs to GB – ability to recover dependent upon GB’s own arrangements**

**Notes**

 **\*Dedicated Schools Grant (DSG) =** ring fenced Government Grant for the purposes of the Schools Budget. The Schools Budget =

delegated budgets allocated to individual schools + budget for pupils which local authorities fund centrally e.g. special educational

needs, pupil referral units **Delegated School Budget =**The budget share of a school of which the Governing body has delegated powers

**#** all local authorities must have a published policy that defines capital expenditure as per the Local Authorities (Capital Finance and Accounting) (England) Regulations 2003.

**YES**

**NO**

**Does the school have a published policy that defines the expenditure as capital in nature?**

**YES**

**NO**

**Does the LA’s published policy define the expenditure as capital in nature? #** See note

**YES**

**NO**

**Capital grant/ money**

**raised for capital projects**