

West Hill Parish Council  
Policy on Gifts to the Authority

ADOPTED at WHPC Meeting 5<sup>th</sup> May 2026 Agenda Item 26/112

**1. Scope**

This policy sets out the actions the Parish Council will take on receipt of an offer of a gift to the Authority.

The Parish Council policy on gifts or hospitality offered to individual Councillors or Employees is outside the scope of this policy but is covered by the Council's Code of Conduct.

**2. Background**

Under the Local Government Act 1972, section 139, a local council may generally accept gifts of property for the purpose of discharging any of its functions, or for the benefit of the inhabitants of the whole or part of its area. A common example is the gift to a local authority of a sports/recreation ground held by a welfare organisation, with a view to the local council holding and administering the ground for the benefit of the local inhabitants. Gifts are free of inheritance tax to the donor.

The decision about whether to accept a gift must be carefully considered to avoid any misinterpretation or placing the Council under any obligation.

**3. Definition**

A gift to the Parish Council may take the form of the provision of land, goods or services.

The terms "Gift or Hospitality" may include:

1. the free gift of any goods or services.
2. the opportunity to acquire any goods or services at a discount or on terms which are more advantageous than those which are available to the general public.
3. the opportunity to obtain any goods or services which are not available to the general public.

References to the "value" or "cost" of any gift or hospitality are references to the higher of:

1. an estimate of the cost to the person or organisation of providing the gift or consideration
2. the open market price for the gift or hospitality, if it were made available commercially to the public, less the cash sum of any contribution which the Council would be required to make toward that price to the person or organisation providing or offering the gift or hospitality.

**4. Gifts Of Land and Buildings**

Gifts of land and buildings ('real property') may be accepted free of any liabilities or restrictions. Conversely, this sort of gift may be offered subject to restrictive covenants,

such as a covenant that the land will always be held and used for a specified purpose and for none other without the prior consent of the donor.

On receipt of an offer of a gift of property the Council will investigate the title to the property (usually by its solicitors) to ensure any such liabilities or restrictions are known at the outset. It is important to acquire an asset, rather than a liability.

Property which a local council is not authorised to accept under section 139, or under any other statutory provision, is property which would be held in trust for an ecclesiastical charity or for a charity for the relief of poverty.

## **5. Other Gifts**

The term 'property' in the above context is not restricted to land and buildings. A local council may accept a gift of any article or thing provided it is either 'for the purpose of discharging a statutory function' or 'for the benefit of the inhabitants'. Examples might include a gift of a wayside seat or an item of playground equipment.

## **6. Consideration Of An Offer Of A Gift**

6.1 An offer of a gift must be reported to the Chairman and Parish Clerk.

6.2 Details of the offer must be provided in writing to the Council. It must be made clear whether the offer is made by a person or an organisation.

6.3 The Parish Council will:

- a. write back to the person or organisation making the offer to acknowledge receipt of the offer,
- b. report the offer to the next Parish Council meeting.
- c. consider the offer at a Parish Council meeting. This will include:
- d. assessment of the benefit to the Parish.
- e. assessment of future liabilities such as maintenance.
- f. confirming whether it would be proper for the authority to accept the gift.
- g. confirming that there are no obligations resulting from acceptance of the gift.
- h. record the acceptance or non-acceptance of the gift in the minutes of the meeting.
- i. record the gift for audit purposes and ensure that the gift is properly applied for the benefit of the authority.

6.4 The Parish Council is not obliged to accept the offer.

6.5 In considering the offer of a gift it should be recognised by the Council that some commercial organisations and private individuals may regard the provision of gifts as a means of obtaining influence. It should also be considered that accepting a gift from a company or individual may lead to others feeling that they may not secure impartial consideration from the Council.

6.6 The Council must not accept any gift if there is a risk that this may place the Council under an improper obligation or if acceptance may reasonably be open to misinterpretation.

6.7 Having accepted a gift of property, the Council has the power to execute any work, including works of maintenance or improvement, incidental to or consequential on, the exercise of the powers. It must be noted that where such works are carried out in connection with a gift made for the benefit of the inhabitants (as opposed to being made for the discharge of a statutory function), the cost of executing those works must be charged against the discretionary expenditure allowance, under s. 137 of the 1972 Act.

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Version History previously adopted:

WHPC Meeting 6<sup>th</sup> May 2025 Agenda Item 25/185  
WHPC Meeting 2<sup>nd</sup> July 2024 Agenda Item 24/227 (a)