Receiving your grant: Nature Towns and Cities £250,000 to £1million

01/04/2025

See all updates

This guidance sets out how you will receive your Nature Towns and Cities grant. It also explains what we expect of you before, during and after receiving it.

Nature Towns and Cities is a partnership initiative between Natural England, the National Trust and the Heritage Fund. In addition, we are working closely with NatureScot, Natural Resources Wales and the Northern Ireland Environment Agency.

Nature Towns and Cities ambitions

- place access to nature and nature recovery at the heart of local placemaking so that its benefits can be realised for health, prosperity, nature, heritage and local pride
- co-create with communities and partners ambitious green space strategies and improvement plans
- create strong and diverse partnerships between the local communities, businesses and local authorities that focus on the role of urban green and blue space in delivering better outcomes for health, wellbeing, heritage, transport, planning and nature
- Develop implementation plans that will transform the way public green spaces are utilised, managed and funded for the benefit of people and nature. This should include developing costed project plans and exploring how to unlock new investment from a wide range of investors and funders beyond just the National Lottery.

Nature Towns and Cities considerations

- Focus on all the public urban green and blue spaces across an entire place. It is for you to determine the boundary of the place it might be a local or combined authority administrative area, a town, a city, a city region or several towns or boroughs working together.
- set out how you will lead for ambitious change that will deliver against our desired outcomes and ensure green space provides more for people and places
- show how a cross-disciplinary team and partnership working will ensure breadth in your thinking and active working across heritage, planning, transport, health, community and nature sectors

Cohort working

Achieving the ambitious, long-lasting changes we all want to see for the UK is challenging but achievable if we work together. We're making it as easy as possible to take part, supporting

organisations from across sectors to lead for change. We want to build Nature Towns and Cities together, learning and developing as we go, and respond to the help that places need.

As a Nature Towns and Cities grantee, you will have access to a peer network to share learning and practical solutions. The network will be led by the National Trust and will host a library of resources as well as regular online network events, webinars and cohort learning sessions for you to join and contribute to cohort working. There will also be in-person visits to learn from other projects and be inspired and helped by your peers, sharing what works and tapping into collective wisdom to solve problems. We recommend allocating a day a month for the duration of your project for network activities. More information can be found on the <u>Nature Towns and Cities website</u>.

Introduction

After you have been awarded your Grant, it is important to understand the next steps you must take. The funding you will receive is public money from National Lottery players, and it must be managed in an accountable way.

You will need to read and understand the requirements outlined in:

- this Nature Towns and Cities Receiving a Grant guidance
- your completed Application
- the Application Guidance
- specific Nature Towns and Cities criteria
- relevant Other Guidance in the Funding and Good practice sections of our website
- the Grant Contract (including our definitions)

Your Grant Contract is made up of:

- your Grant Notification Letter
- our Standard Terms of Grant
- any Additional Grant Conditions
- your signed Permission to Start document

This will help you make sure that your Project will be compliant with our requirements.

If, after reading these documents, you have outstanding questions or concerns, please <u>get in touch</u> for further support. Your first point of contact with The National Lottery Heritage Fund is your Investment Manager.

Please note, the capitalised words in this guidance reflect the definitions in the Standard Terms of Grant.

Project timeline

Your Project will go straight to a Delivery Phase and will last up to three years. Your Project timeline is:

1. attend Delivery Phase start-up meeting

- 2. submit your Permission to Start documents within six months of award
- 3. complete the Give us more information about your project task
- 4. deliver your Project as agreed
- 5. submit Completion Report and Evaluation within three months of completing the Delivery Phase of your project and by no later than the Grant Expiry Date of 31 July 2028
- 6. comply with your Grant Contract for the term as set out in your Grant Notification Letter

After your Grant has been awarded

We will contact you to arrange a start-up meeting.

The purpose of a start-up meeting is to:

- clarify work required for your Project
- agree project management, procurement
- set out the reporting, monitoring and evaluation requirements of your Project
- discuss any legal points, such as ownership, licences for work or subsidy control
- make sure third-party funding is in place
- discuss organisational resilience
- talk you through the additional information we need to help gather data on the impact of our funding

We will agree a reporting structure of when you should submit Project updates.

Permission to start

You should not start any work on your Project until you have our written permission to do so.

You will receive an email asking you to sign into your online account and provide information we need to allow you to start your Project.

We normally expect you to submit the documents requested at this stage within three months of the date of your Grant Notification Letter. If there are substantial delays and the documents have not been received within six months, we may decide to withdraw the offer of your Grant.

Before we can grant you Permission to Start your Project and release your Grant funds, you will need to provide the following information as required:

- proof of freehold or leasehold ownership, if applicable
- details of statutory permissions and/or licences required and obtained, if applicable
- evidence of secured cash contributions as outlined in your application
- cost breakdown and cashflow report outlining the Project, as applicable
- an outline of your organisation's project management structure and methods for choosing consultants, contractors and suppliers
- a project timetable or work programme outlining the Project
- a proposal for how you will manage procurement taking place
- any other details that we feel may be relevant to your Project

• any subsidy control advice you have received, if applicable

You must tell us if there are any changes to your Project since you submitted your Application, for example changes to project partners or cash contributions, providing updated evidence as applicable.

You will then be required to provide details of two legal signatories for your organisation. They will need to read and agree to the Standard Terms of Grant and any Additional Conditions set out in your Grant Notification Letter.

Once we have processed and approved the information you have provided at this stage, we will send an email confirming that you have permission to begin work on your Project. You will also need to complete the Give us more project information task on your online account. If you do start any work before receiving this permission, it is at your own risk and we will not cover any costs incurred.

Give us more project information

Once you have submitted your permission to start form and we have reviewed it, you will be able to sign into your account and give us more information about your project. This will include questions about:

- jobs and training opportunities which will be supported through your project
- any volunteers or visitors your project might have
- your project's environmental impact
- how you will acknowledge and promote your grant

These questions are not part of your application – your answers will not affect your grant award. We ask these questions to help gather data on the impact of our funding. We collect evidence from across our portfolio to help inform our practice and how we deliver our strategy.

To help you to answer these additional questions about your project, read the <u>Give us more project</u> information guidance and questions.

You need to complete this task before we can release any payments to you. If you do not provide this information to us as soon as possible after we have given you permission to start, your payments may be delayed.

How we will pay your Grant

You will be asked to provide your bank details within your online account, and these details will then be verified by our finance team.

For grants of over £250,000 we will make payments in arrears.

We will also hold the last 10% of your Grant until we are satisfied that the Project is complete, that the Grant has been spent appropriately, and you have sent us your Evaluation Report and proof of your acknowledgement of the funding.

To claim the last 10% of your Grant you must submit a Completion Report within three months of completing your Project and by your Grant Expiry Date, which will be 31 July 2028.

We will pay your Grant as a percentage of your Project costs. We describe this as the payment percentage and is explained in your Grant Notification Letter. For example, if you provide evidence of expenditure totalling £50,000 and your Grant percentage is 85%, your payment will be £42,500.

We aim to release your Grant payment within 10 working days of receiving a payment request and the required supporting documents.

Completing your Project

You must submit a Completion Report within three months of completing your Project and by the Grant Expiry Date set out in your Grant Notification letter.

If you experience delays in delivering your Project, you can request an extension to the Grant Expiry Date. We cannot guarantee an extension, and if your Project takes more time to complete than the date you agreed to in the terms of grant, we may close your Grant and ask for the repayment of all or part of the funds you received.

When we have received all the necessary documentation to record each phase of your Project as complete, we will confirm this with you. This will be known as the formal Project Completion Date.

By complete we mean:

- your Project is finished, and you have achieved your Approved Purposes
- you have appropriately <u>acknowledged your Grant</u> as per the guidance for Nature Towns and Cities
- you have appropriately evaluated your Project and submitted a Completion Report
- you can supply high resolution digital photographs documenting your Project
- if applicable, you have listed the project's Digital Outputs and provided the web address (URL) of the website or websites where they can be accessed
- if applicable, you have filed your conservation plan with the relevant public library, archive and/or database, and shared the details of this with your Investment Manager

It is important to understand that your Grant Contract comes into effect once you have signed and we have processed your Permission to Start. The Grant Contract remains in place after the Project Completion Date and the length of time for which it applies depends on the core activities carried out in your Project. This will be set out in your Grant Notification Letter.

For **activity based projects**, for example an exhibition or an event with no Digital Outputs or capital works, the Grant Contract will end on the Project Completion Date.

For projects creating **Digital Outputs**, for example the creation of a website, the Grant Contract will apply from Permission to Start until 10 years after the Project Completion Date.

Once you have made your final payment request, we will not accept any further requests for payments from you. You should therefore agree your final accounts with your contractors and

suppliers before you apply for the final Grant payment.

If you spend less than your agreed costs and your Project completes under budget, you will need to return to us any funds from your Grant that have not been spent. We will agree with you the amount to be returned as part of completing your Project.

We will continue to keep in contact with you at intervals after the Project is completed, including through our customer surveys.

Working with us

We encourage you to keep in touch with us, so we can hear about the things you are achieving throughout your Project.

While it is not always possible for us to visit or meet the organisations we fund, please invite us to key project events and openings and we will aim to send a representative where possible.

We understand that problems or significant issues can arise during a Project. This could include:

- any issues within your organisation
- changes to project costs
- serious delays
- failure to achieve your Approved Purposes or deliver against our investment principles
- failure to maintain the Approved Usage

You must get in touch with us as soon as possible, so that we can respond and support you as appropriate.

You must respond promptly to any requests for information and to discuss any substantial changes to your Project with us. We will keep you updated about any changes to National Lottery grant policy or practice that may impact your funding.

You cannot change the Approved Purposes or Approved Usage of your project without our prior written agreement. If you would like us to consider any changes to your Approved Purposes or Approved Usage you must send us written details of the reasons for the request and explain how it will affect:

- the quality of your Project
- the cost of your Project
- the time you need to complete your Project
- the future viability of your Project
- future public access to the Property funded by the Grant, if applicable
- future management and maintenance of the Property funded by the Grant, if applicable

We may then re-assess the Project or take any other action we consider necessary. It may be determined that we give permission for the change only if you agree to additional terms and conditions as required. This may include requiring you to sign a deed of variation or a deed of transfer of the Grant Contract where there is a change of ownership.

Any changes that are agreed with us must be in writing and should also be reported in your Project updates and/or Completion Report as applicable.

If you need to make minor budgetary changes and move funds between the cost headings you provided in your Application in order to achieve your Approved Purposes, you can report on this in your Project update. You must demonstrate how these changes helped you to deliver your Project.

You must get in touch with us in advance if you want to propose any substantial budgetary changes and for any major spending of your contingency budget.

If the total project cost increases during the Project, we will only consider increasing your Grant in exceptional circumstances. In this case you will have to provide further information which will be reviewed on a case by case basis.

Promotion of your grant

Nature Towns and Cities is a partnership initiative between Natural England, the National Trust and The National Lottery Heritage Fund.

Projects will be expected to use Nature Towns and Cities branding and acknowledgement.

Promoting and acknowledging the Nature Towns and Cities initiative, and associated partners, is a condition of the Grant Contract.

You must acknowledge your Grant publicly as soon as your Project starts by displaying the Nature Towns and Cities branding.

You must also make sure you include the Nature Towns and Cities branding on any information you produce about your Project, for example, on public consultation or fundraising information or materials. You must also include the branding logos on all designs or plans you produce, on all specialist reports or surveys, and on all tender documents or job adverts that are funded by your Grant. Please refer to the Nature Towns and Cities website for more information.

You can find out more about our minimum requirements for <u>acknowledgement on our website</u>. Examples of imaginative things that projects have done can be found on our website.

If you do not comply with our acknowledgment guidelines, we reserve the right to stop making payments and to request repayment of some or all of your Grant.

If you need any help or have any questions about acknowledging your Grant, please get in touch with us.

It is important to publicise your Grant award to local media so that the public know where their money is being spent. We will publish the fact that you have been awarded a grant on our website within 20 days of your Grant being awarded.

We can assist you with queries about publicity and the media.

Project updates

At your start-up meeting, we will agree with you how many Project updates we expect you to provide during the delivery of your Project. We will let you know the frequency that best supports you within the wider Nature Towns and Cities programme and reflects the risk of the Project.

Using these updates, we will monitor the progress of your Project to confirm that it is delivering the project plan as detailed in your Application and the Approved Purposes set out in your Permission to Start documents.

Your project updates should include:

- photographs showing the progress of your Project (mandatory)
- a record of activities or events that you have arranged (mandatory)
- job descriptions/details of recruitment (mandatory if applicable)
- procurement reports (mandatory if applicable)
- progress in reaching key milestones, for example appointment of contractors or staff
- any issues arising so that we can respond and support you as appropriate

Further details about preparing these documents can be found in the Supporting documents section of the Application Guidance.

How to submit a Project update

To provide a Project update, sign into our online service and open the Project you would like to provide an update for.

At this stage, you will be able to submit a payment request or provide a Project update. When selecting 'Give a project update', you will be invited to answer questions to provide an update on how your Project is progressing.

Once you have provided this information and uploaded evidence as required, you will be able to submit your Project update.

Providing evidence of expenditure

You must provide invoices for all grant spend over £500. All invoices submitted to us should be clear, legible and be for eligible works towards the Project we have agreed to fund. They should not be damaged or tampered with.

The invoice should be addressed to the organisation submitting the payment request.

Invoices must have:

- an invoice number
- the date they were raised
- the date payment is expected and the payment terms
- how payment is made and to who

- company details, including name, address, email address, telephone number, company number, VAT registration number (if VAT registered)
- a description of the services provided
- the gross (without VAT), VAT amount if VAT registered and the net (total) amount due

You may provide a separate table detailing costs under £500, including this total as one line of expenditure in your payment request.

Salary costs should be evidenced by providing payslips or a letter signed by a member of your organisation with financial authority.

We cannot cover the costs of VAT that you can reclaim. It is your responsibility to seek appropriate advice about reclaiming VAT.

If your VAT status changes during your project, we will reduce our contribution to the costs where you have managed to claim back the VAT.

Procurement

In all projects, whenever you use your Grant to purchase goods, works or services, we will ask you to give us details of the procurement (which is the buying, tendering and selection process). If you have already purchased goods, works or services for your Project, you will need to tell us how you did it. We cannot pay your Grant if you have not followed the following procedure.

If you are a public body or your Project is subject to Public Procurement legislation, then you must follow the relevant legislation.

Procedures to recruit consultants and contracts must be fair and open and comply with relevant equality and employment legislation. Fees for any consultants or other professionals that you recruit during the Project should be in line with professional guidelines and be based on a clear written specification. If any of the contractors, suppliers or consultants you wish to appoint are linked, for example close friends or relatives, or if there is any financial link such as ownership of these suppliers you will need to obtain our written permission from us first.

If you are unsure about your obligations, we advise you to take professional or legal advice. You can also see our procurement good practice guidance.

Under £10,000

If you are buying goods, works or services for £10,000 or under you do not need to openly tender for these or get multiple quotes. We will expect you to show overall value for money.

Between £10,000 and £50,000

You should get at least three competitive tenders or quotes for all goods, works and services worth £10,000 or more (excluding VAT) that we have agreed to fund.

You do not necessarily need to appoint the contractor, supplier or consultant who provides the lowest quote. When deciding who to appoint for your project, you should look at the overall value for money the tender or quote presents and the skills, experience and financial viability of the contractor, supplier or consultant.

Above £50,000

For all goods, works and services worth more than £50,000 (excluding VAT), you must provide proof of competitive tendering procedures. Your proof should be a report on the tenders you have received, together with your decision on which to accept.

You do not necessarily need to appoint the contractor, supplier or consultant who provides the lowest quote. When deciding who to appoint for your project, you should look at the overall value for money the quote presents and the skills, experience and financial viability of the contractor, supplier or consultant.

In some circumstances, you do not need to undertake a competitive tendering procedure and you can invite only one organisation to tender. This is where:

- the total price of the contract is less than £10,000
- a framework agreement is in place for the supply of goods, works or services which has been previously competitively tendered, and the goods or services are directly relevant to the scope of the project works to be undertaken
- there is a project contract in place, which has previously been competitively tendered, and it is logical to extend to cover additional project work. In this case you must confirm that:
 - in the case of capital works the prices of most elements of work, including preliminaries, overheads and profits can be directly applied from the existing contract to the new work
 - $\circ\,$ the new work is smaller in scale, and is of a similar type to the main contract work
 - the contractor will not claim disruption or prolongation cost to the main contract if the new work is introduced
 - the existing contract restricts work being undertaken by others
- the goods, works or services required are unique as set out in a non-branded requirement specification and it is not possible to obtain them from other sources by competitive tender
- you can demonstrate that you have tried to tender the goods, works or services openly and competitively but had not received sufficient interest. The only tender received was submitted by a service provider who believed they were doing so in competition with others
- emergency work where it can be shown that time taken to obtain tenders would put the project at risk and add considerably to eventual costs
- the company providing the single tender is not connected, either through ownership or through family connections, with senior representatives of the grantee

We will also require you to consider social values in your procurement, including:

- diverse supply chains
- improved employability and skills
- inclusion, mental health and wellbeing
- environmental sustainability

• safe supply chains

You should make sure any contractor/supplier/consultant or partner who may contribute to the creation of Digital Outputs is aware of our requirement for projects to share these under a Creative Commons Attribution 4.0 International licence or equivalent, and make sure you have agreement for the resulting work to be shared in this way. Where this is not possible, you must seek written agreement to make alternative arrangements with us, for example to use an alternative open licence, prior to issuing any contract of work.

Community grants

As part of your Project, you may have asked us to contribute towards a pot of money that you can use to fund other groups or organisations, who we call community grant recipients, to complete pieces of work that will contribute to the overall aims of your project. This is called a community grant.

Before you launch your community grant scheme, you will need to send us details about your application, decision making and progress monitoring processes. This should be sent to your Investment Manager who will review and approve it.

When making a payment request to us, you must include a list of community grant recipients as evidence of expenditure. The list must include how much each grantee was awarded, the date of the decision to award the grant and must be signed by two people from your community grant decision panel.

You are responsible for monitoring the progress of community grants and ensuring compliance with the terms you have agreed to during your project application. You will need to decide how you will keep in touch with each community grant recipient and what information you want to see from them. This can be proportionate depending on the size of the grant and what it was awarded for.

You should tell us how the community grant scheme is progressing in your project updates to us and evaluate the overall effectiveness of community grants within your project in your completion report.

Managing your data

The National Lottery Heritage Fund will be the data controller for any personal data you provide in relation to your grant application or request for grant funding. We will process it in line with our public task and the official authority vested in us to prevent fraud and money laundering, and to verify identities.

Your personal and grant related data will be shared with Nature Towns and Cities programme partners, National Trust and Natural England as joint data controllers, any contractor appointed by the partnership to undertake external evaluation of Nature Towns and Cities to review the impact, performance and costs of the scheme.