



Llywodraeth Cymru
Welsh Government

Clerks of Community and Town Councils,
Directors of Finance,
County and County Borough Councils

November 2019

Dear Clerk,

**Appropriate Sum under Section 137(4) (A) of the Local Government Act 1972
Section 137 Expenditure Limit for 2020-21**

This is to notify you that the appropriate sum for the purposes of section 137(4) (a) of the Local Government Act 1972 (the 1972 Act) for Community and Town Councils in Wales for 2020-21 is £8.32.

Section 137(1) of the 1972 Act permits each Community or Town Council to spend on activities for which it has no other specific powers if the Council considers that the expenditure is in the interests of, and will bring direct benefit to, the area or any part of it, or all or some of its inhabitants, providing that the benefit is commensurate with the expenditure. Community and Town Councils are also permitted under section 137(3) to incur expenditure for certain charitable and other purposes. The maximum expenditure that can be incurred under both section 137(1) and (3) for the financial year 2020-21 will be £8.32 per elector.

For the financial year 2020-21, the appropriate sum for the purposes of section 137(4) is calculated by applying the formula set out in Schedule 12B to the 1972 Act.

The Retail Price Index increased by 2.4% between September 2018 and September 2019. This means that, by application of the formula, the maximum sum for 2020-21 increases from £8.12 to £8.32 per elector.

Yours sincerely

Judith Cole
Local Government Finance & Workforce Partnerships Division



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Glercod Cyngorau Cymuned a Thref
Cyfarwyddwyr Cyllid
Cyngorau Sir a Chyngorau Bwrdeistref Sirol

Tachwedd 2019

Annwyl Gyfaill,

**Swm Priodol o dan Adran 137(4)(a) o Ddeddf Llywodraeth Leol 1972
Gwariant Adran 137 y Terfyn ar Gyfer 2020-21**

Dyma roi gwybod i chi mai £8.32 yw'r swm priodol ar gyfer 2020-21 at ddibenion adran 137(4) (a) o Ddeddf Llywodraeth Leol 1972 (Deddf 1972) ar gyfer Cyngorau Cymuned a Thref yng Nghymru.

Mae Adran 137(1) o Deddf 1972 yn caniatáu i Gyngor Cymuned neu Tref wario ar weithgarwch nad oes ganddo bwerau penodol yn ei gyloch, os yw'r Cyngor yn ystyried y bydd y gwariant o fudd uniongyrchol i'r ardal, unrhyw ran ohoni, rhai o'r trigolion neu'r holl drigolion, cyn belled â bod y gost yn gyson â'r budd. Mae Adran 137(3) o'r Ddeddf hefyd yn caniatáu i Gyngorau Cymuned a Thref wario at ddibenion elusennol ac eraill penodol ac, yn y ddau achos, yr uchafswm y gellid ei wario o dan adran 137(1) ac (3) ar gyfer blwyddyn ariannol 2020-21 fydd £8.32 am bob etholwr.

Ar gyfer blwyddyn ariannol 2020-21, cyfrifir y swm priodol at ddibenion adran 137(4) drwy ddefnyddio'r fformiwla $(A \times B) / C$ fel a nodir yn Atodlen 12B o Ddeddf 1972.

Cynyddodd y mynegai prisiau manwerthu 2.4% rhwng mis Medi 2018 a mis Medi 2019. Mae hyn yn golygu, drwy ddefnyddio'r fformiwla uchod, y bydd yr uchafswm ar gyfer 2020-21 sef o £8.12 i £8.32 am bob etholwr.

Yn gywir

Judith Cole
Yr Is- adran Cyllid Llywodraeth Leol a Phartneriaethau Gweithlu