

Attachment 1.2

Explanation of significant variances in the accounting statements – AGAR Section 2

Parish Council name: Ingestre with Tixall Parish Council

Please explain any variances of more than 15% or anything over £100k between the totals for individual boxes in Section 2. We do not require explanations for variances of less than £200; however, in some cases there may be 'compensating' variances which leave the overall total for a box relatively unchanged – e.g. where there was a major one-off project in one year (e.g. contribution to village hall extension of £30,000), but a totally different expense of a similar size in the next (e.g. purchase of playground equipment of £28,000). In such cases, it would be helpful to provide an explanation of movements within each box. We also ask you to explain any change where there is a movement to or from zero. Please either use the proforma below or complete a separate schedule if more space is required.

Section 2	2020/21 £	2021/22 £	Variance (+/-) £	Detailed explanation of variance (for each reason noted please include monetary values (to nearest £10))
Box 2 <i>Precept</i>	3928	4822	+£894	Increase in Precept, necessary to ensure funds available to pay for Clerk; to provide for Asset Maintenance budget and to build up provision for grass cutting contract.
Box 3 <i>Other income</i>	751	826	+£75	Compensatory payment received from NS&I, as a result of administrative failures
Box 4 <i>Staff costs</i>	2356	2916	+£560	Payment for additional hours worked by Clerk
Box 5 <i>Loan interest/ capital</i>	0	0		
Box 6 <i>Other payments</i>	3948	2742	-£1206	Reduction in training costs by £205.00, as no new Cllrs co-opted. No new IT equipment purchased – Laptop at a cost of £208 in 2020/21 and Printer at a cost of £83. No

				Donation made to local Hospice of £500, in lieu of Civic Amenity costs. Insurance premium reduced, by approx £30.00 as timely payment of Employer liability cover made.
Box 7 <i>Balances carried forward</i>	11512	11502	-£10	The figure at year end 2020-21 is Re-stated. The reason for the re-stating relates to a rounding up error.
Box 9 <i>Fixed assets & long term assets</i>	5611	5611		
Box 10 <i>Total borrowing</i>	0	0		

Parish Council name: _____

There should only be a difference between Box 7 and Box 8 where the accounts are prepared on an Income & Expenditure basis and where there are year-end adjustments for debtors/prepayments and creditors/receipts in advance. Please provide details of the year-end adjustments, showing how the net difference between them is equal to the difference between Boxes 7 and 8.

	£	£
Total of Box 7: Balances carried forward (31/3/2022)		<input type="text"/>
Deduct: Debtors		
	<input type="text"/>	
Deduct: Payments made in advance (prepayments)		
	<input type="text"/>	
Total deductions		<input type="text"/>
Add: Creditors		
	<input type="text"/>	
Add: Receipts in advance		
	<input type="text"/>	
Total additions		<input type="text"/>
Total of Box 8: Total cash and short term investments (31/3/2022) (must agree to the net balances on bank reconciliation)		<input type="text"/>