

Attachment 1.2

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

Parish Council name: WHESOE 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>	5,539	5,650	111	
Box 3 <i>Other income</i>	14,824	11,550	-3,274	In 2020/21 income was made up of £11,330 from grants due to COVID plus £2,100 from hall hire and £1,390 from VAT on receipts. In 2021/22 income was derived from £10,580 from hall hire and £970 from VAT on receipts.
Box 4 <i>Staff costs</i>	5,687	6,344	657	The increase represents the national pay rise including backdated pay for the previous year.
Box 5 <i>Loan interest/ capital</i>	0	0	0	

Box 6 <i>Other payments</i>	10,421	12,764	2,343	There were significant differences due to COVID as there were fewer hall bookings and we were able to do more maintenance work on the hall. £2,270 was spent on building maintenance compared to none in the previous year.
Box 7 <i>Balances carried forward</i>	12,229	10,321	-1,908	See box 6. We were able to do more maintenance work on the hall and were not able to generate as much income as in the previous year.
Box 9 <i>Fixed assets & long term assets</i>	127,700	127,700	0	Explain <u>all</u> movements in this category and not just those above 15% or over £100k
Box 10 <i>Total borrowing</i>	0	0	0	