

## Explanation of variances – pro forma

Name of smaller authority: **Laverstoke and Freefolk**  
 County area (local councils and Hampshire): **Hampshire**  
 Insert figures from Section 2 of the AGAR in all Blue highlighted boxes

Next, please provide full explanations, including numerical values, for the following that will be flagged in the green boxes where relevant:

- variances of more than 15% between totals for individual boxes (except variances of less than £200);
- New from 2020/21 onwards: variances of £100,000 or more require explanation regardless of the % variation year on year;
- a breakdown of approved reserves on the next tab if the total reserves (Box 7) figure is more than twice the annual precept/rates & levies value (Box 2).

	2020/21 £	2021/22 £	Variance £	Variance %	Explanation Required?	Automatic responses trigger below based on figures input. DO NOT OVERWRITE THESE BOXES	Explanation from smaller authority (must include narrative and supporting figures)
1 Balances Brought Forward	49,855	65,859				Explanation of % variance from PY opening balance not required - Balance brought forward agrees	
2 Precept or Rates and Levies	10,000	9,750	-250	2.50%	NO		
3 Total Other Receipts	26,819	16,649	-10,170.00	37.92%	YES		In fy 2021/22 we had decreases in grant funding of £12,483 (small bus grant & tennis courts) & one-off donation of £500 & decrease of interest of £2. This was netted off by increases in property income of £2118, VAT received grew £415 & VAT recovered from HMRC of £162 & hire deposit of £100.
4 Staff Costs	4,824	4,832	8	0.17%	NO		
5 Loan Interest/Capital Repayment	0	0	0	0.00%	NO		
6 All Other Payments	15,991	21,499	5,508	34.44%	YES		In fy 2021/22 we had increases in Community centre site maintenance of £4440, capital outlay of £1245 for a defibrillator, PC grounds maintenance of £847, VAT to suppliers of £650, insurance of £318, stationery & postage by £157, utilities of £117, streetlights by £47, Training of £39, bank charges of £39 and vat paid to HMRC £19. Netted off by decreases in: parish projects of £1818, Grants made £346, Professional fees of £244 and expenses £2.
7 Balances Carried Forward	65,859	65,927			YES	VARIANCE EXPLANATION NOT REQUIRED EXPLANATION REQUIRED ON RESERVES TAB AS TO WHY CARRY FORWARD RESERVES ARE GREATER THAN TWICE INCOME FROM LOCAL TAXATION/LEVIES	
8 Total Cash and Short Term Investments	65,859	65,927				VARIANCE EXPLANATION NOT REQUIRED	
9 Total Fixed Assets plus Other Long Term Investments and	29,265	31,255	1,970	6.73%	NO		
10 Total Borrowings	0	0	0	0.00%	NO		

Rounding errors of up to £2 are tolerable

Variances of £200 or less are tolerable

03/05/22

## Explanation for 'high' reserves

(Please complete the highlighted boxes.)

Box 7 is more than twice Box 2 because the authority held the following breakdown of reserves at the year end:

	£	£	£
<b>Earmarked reserves:</b>			
Lady Rose Hall model reserve	55,393		
Reserve for partner funding of roof	-		
Nursery deposit	1,250		
Contingency legal fees for Freefolk Car Park	1,500		
Old lights removal	1,500		
Beech hedge car park clearance & scrape	1,840		
		<u>61483</u>	
<b>General reserve</b>	<b>4444</b>		
		<u>4444</u>	
<b>Total reserves (must agree to Box 7)</b>			<u><u>65927</u></u>

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03/05/22

