

Explanation of significant variances in the accounting statements - Section 2

Parish Council name: SOUTH HETTON 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	2019/20 £	2020/21 £	Variance (+/-) £	Detailed explanation of variance (for each reason noted please include monetary values (to nearest £10))
Box 2 Precept	—	—	—	
Box 3 Other income	30,161	54,736		Increase in grants + 23,370 Increase in VAT receipts + 3,030 Reduction in rents (Covid) - 1,700 Reduction in Bank Interest - 130
Box 4 Staff costs	—	—	—	
Box 5 Loan interest/ capital	—	—	—	
Box 6 Other payments	64,288	112,196		Increase in expenditure in 'Contingencies Budget' for purchase of play equipment + 45,660 Increase in VAT payments + 8665 Reduction in expenditure, Park, Audments, Play Areas - 6410

<p>Box 7</p> <p>Balances carried forward</p>	<p>—</p>	<p>—</p>	<p>—</p>	<p>If some of the year-end balances are earmarked for specific purposes rather than as a general reserve, please provide a breakdown.</p>
<p>Box 9</p> <p>Fixed assets & long term assets</p>	<p>826,529</p>	<p>861,578</p>		<p>Explain all movements in this category and not just those above 15% or over £100k</p> <p>Removal of old play equipment - £21,000</p> <p>Purchase of new play equipment - £56,049</p>
<p>Box 10</p> <p>Total borrowing</p>	<p>—</p>	<p>—</p>	<p>—</p>	