

## Explanation of variances – pro forma for local councils

### Egerton Parish Council

The NALC/SLCC 'Practitioners' Guide' (paragraph 2.15 onwards) provides guidance on explaining significant variances. Please provide explanations for the following:

- variances of more than 15% between totals for individual boxes (except variances of less than £200);
- if the total reserves (Box 7) figure is more than twice the annual precept value (Box 2).

Section 1	2012/13 £	2013/14 £	Variance £	Variance %	Detailed explanation of variance (with amounts £)
<b>Box 2</b> <i>Precept</i>	31 14,536	14,510	(26)	(0.18)	
<b>Box 3</b> <i>Other receipts</i>	34,008	39,419	4,711	13.57	
<b>Box 4</b> <i>Staff costs</i>	8,495	7,719	(776)	(9.13)	
<b>Box 5</b> <i>Loan interest/ capital repayments</i>	0	0	0	0	
<b>Box 6</b> <i>Other payments</i>	31,071	32,570	1,499	4.82	
<b>Box 9</b> <i>Fixed assets &amp; long term assets</i>	293,591	293,591	0	0	
<b>Box 10</b> <i>Borrowings</i>	0	0	0	0	
<b>Explanation for 'high' reserves</b>	<p>Box 7 is more than twice Box 2 because ....</p> <p>The overall amount in Box 7 is more than twice Box 2. However, some of this money is ringfenced for specific projects which can be seen from the different bank accounts. The Telecottage is holding reserves to replace equipment, the Games Barn is holding reserves to refurbish the roof and the Village Hall money is to improve the village hall. The total held in the Parish Council Current and Deposit accounts is £23,421 which is less than twice the precept (£29,020). The Parish Council current account also contains money which has been ringfenced (£5,750.23 for the CFR's)</p>				