

Payhembury Parish Council

Explanation of variances 2022-23

Explanation of variances – pro forma

Name of smaller authority:

Payhembury Parish Council

County area (local councils and parish meetings only):

East Devon District Council

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).

	2021/22	2022/23	Variance	Variance	Explanation	Automatic responses trigger below based on figures input, DO NOT OVERWRITE THESE BOXES	Explanation from smaller authority (must include narrative and supporting figures)
	£	£	£	%	Required?		
1 Balances Brought Forward	23,868	16,006				Explanation of % variance from PY opening balance not required - Balance brought forward agrees	
2 Precept or Rates and Levies	8,589	8,939	350	4.07%	NO		
3 Total Other Receipts	4,163	5,598	1,435	34.47%	YES		Additional in-year incomes: CIL payment £1185 in Feb 23, plus £410 donations towards Christmas tree
4 Staff Costs	3,913	4,342	429	10.96%	NO		
5 Loan Interest/Capital Repayment	0	0	0	0.00%	NO		
6 All Other Payments	16,701	13,787	-2,914	17.45%	YES		In 2021/22: additional spending on Tale Bus Shelter project (£2000), plus £440 for urgent repairs in playpark and £274 for new batteries, pads & training for defibrillator. Total for these three = £2714 and accounts for most of the difference. The rest was small annual variations in costs.
7 Balances Carried Forward	16,006	12,414			NO	VARIANCE EXPLANATION NOT REQUIRED	
8 Total Cash and Short Term Investments	16,006	12,414				VARIANCE EXPLANATION NOT REQUIRED	
9 Total Fixed Assets plus Other Long Term Investments and Assets	9,312	16,451	7,139	76.66%	YES		Installation of new toddler area in June 2022. Cost of new equipment = £7143; cost of installation, safety surfaces etc £9459
10 Total Borrowings	0	0	0	0.00%	NO		

Rounding errors of up to £2 are tolerable

Variances of £200 or less are tolerable

Payhembury Parish Council

Explanation of 'high' reserves 2022-23

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:

	£	£	£
Earmarked reserves:			
Reserve 1	3119.04		Project 1906 - playing fields improvements (including some CIL funds) - goalposts & aerial runway
Reserve 2	567.00		Project 2302 - picnic bench for playground (CIL funds)
Reserve 3	2362.36		Administration and running costs carried forward (mainly towards multi-year expenses such as elections, laptop replacement etc)
Reserve 4			
Reserve 5			
Reserve 6			
Reserve 7			
		6048.40	
General reserve	6365.13		
		6365.13	
Total reserves (must agree to Box 7)			<u>12413.53</u>