

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 \

	£	£	£
Earmarked reserves:			
Tree, furniture & equipment		5000	
Unforeseen legal fees		5000	
Risks not covered by insurance		5000	
		<hr/>	
		15000	
General reserve	10,878	<hr/>	
		10878	
Total reserves (must agree to Box 7)		<hr/>	<hr/> 25878 <hr/>

year end: