

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 | 6000 | | 2 x VAS |
| Reserve 2 | | | |
| Reserve 3 | | | |
| Reserve 4 | | | |
| Reserve 5 | | | |
| Reserve 6 | | | |
| Reserve 7 | | | |
| | | | <hr/> 6000 |
| General reserve | | | |
| | | | <hr/> 0 |
| Total reserves (must agree to Box 7) | | | <hr/> <hr/> 6000 |