

Materiality Levels

The following materiality levels are proposed for the preparation of the 2020/21 financial statements:

Balance Sheet

Materiality will be set at 10% of the 2019/20 balance, subject to the external auditors advised materiality, although some areas are material by nature so this will also be taken into account.

Where the external auditors materiality is less than 10% of the balance sheet, the materiality applied internally is reduced to 90% of the external audit materiality.

The 2019/20 balances are deemed to be the best consistent point to assess materiality on, as although the majority of balance is reconciled and updated regularly throughout the year, some areas, the pension liability for example, is only updated at the end of the financial year.

Balance Sheet Area	2019/20 Balance	Material Level at 10%	External Audit Materiality	90% of External Audit Materiality	Internal Materiality Level
	£'000	£'000	£'000	£'000	£'000
Property, Plant and Equipment (PPE)	281,503	28,150	850	765	765
Debtors	2,776	277	850	765	277
Short Term Creditors	10,673	1,067	850	765	765
Provisions	1,651	165	850	765	165
Pension Liability	44,691	4,469	850	765	765