

CHARSFIELD PARISH COUNCIL

INTERNAL CONTROL REPORT

The Accounts & Audit (England) Regulations 2015 aims to strengthen governance and accountability through requirements related to internal control and internal audit.

Whilst the Parish Council has reviewed the effectiveness of the internal audit (independence, competence, proportionate and scope), it has a requirement levied on it to ensure that its financial management is adequate and effective and that it has a sound system of internal control: -

'The regulations require active participation by members in providing positive assurance to the electors of their stewardship of public money. The framework of accountability is risk-based i.e. level of control and management must be appropriate to the risk involved. The Council must determine the most appropriate method of internal control.... care should be taken to ensure that internal control tests are proportionate and relevant and that they are neither seen as, nor intended as, undue interference in the RFO's day to day management of financial affairs.'

As part of its internal control, the [Town/ Parish Council] has appointed a non-signatory Councillor to conduct a review of the system of internal control via the following tests on a quarterly basis with a written report of any findings to be submitted to the Council and minuted as received.

CONTROL TEST	TEST DONE	COMMENTS – check documents and initial
	Yes or No	
Ensuring an up to date Register of Assets	Yes	
Regular maintenance arrangement for physical assets	Yes	Regular checks by valuers
Annual review of risk and the adequacy of Insurance cover	Yes	Discussed annually See Minutes
Annual review of financial risk	Yes	Discussed annually Jan '23
Awareness of Standing Orders and Financial regulations	Yes	Discussed annually July '22
Adoption of Financial and Standing Orders	Yes	Discussed annually July '22
Regular reporting on performance by Contractors	Yes	N/A
Annual review of contracts (where appropriate)	Yes	N/A

Regular bank reconciliation, independently Reviewed	Yes	Discussed and signed at Council meetings
Regular scrutiny of financial records and proper arrangements for the approval of expenditure	Yes	Discussed see minutes
Recording in the minutes or appendices of the minutes the precise powers under which expenditure is being approved	Yes	Discussed see minutes
Payments supported by invoices, authorised and minuted	Yes	Discussed see minutes
Regular scrutiny of income records to ensure income is correctly received, recorded and banked	Yes	Discussed see minutes
Scrutiny to ensure precept recorded in the cashbook agrees to District Council notification	Yes	Discussed see minutes
Contracts of employment for staff	} Yes	on file
Contract annually reviewed		
Updating records to record changes in relevant legislation		
PAYE/NIC properly operated by the Council as an employer		
VAT correctly accounted for VAT payments identified, recorded and reclaimed in the cashbook	Yes	accounted for and claimed
Regular financial reporting to Parish Council	Yes	Discussed at council meetings
Regular budget monitoring statements as reported to Parish Council	Yes	Discussed and signed at council meetings
Compliance with DCLG Guide <i>Open & Accountable Local Government 2014</i> , Part 4: Officer Decision Reports	Yes	N/A
Compliance with Local Transparency Code Of 2014:		

Items of expenditure incurred over £500 #100	Yes	Discussed at Council meetings see minutes & website
Verifying that the Council is compliant with the General Data Protection Regulation requirements Are the following in place: <ul style="list-style-type: none"> • Audit / Impact Assessment • Privacy Notices • Procedures for dealing with Subject Access Requests • Procedure for dealing with Data breaches • Data Retention & Disposal Policies 	Yes	
Minutes properly numbered and paginated with a master copy kept in for safe-keeping	Yes	See minutes
Procedures in place for recording and monitoring Members' Interests and Gifts of Hospitality	Yes	Copy with Clerk on Council website plus ES
Adoption of Codes of Conduct for Members	Yes	Discussed annually see minutes
Declaration of Acceptance of Office	Yes	Copy with Clerk

Date of review of system of Internal Controls..... 27th June 2023

Review of system of Internal Controls carried out by:

Name..... SALLY HAIRD Signature..... Sally HaIRD

Report submitted to Council (date)..... 27th June 2023

(minute reference)..... 18/12

Next review of system of Internal Controls due..... January 2024

Additional comments by reviewer: