

# MOULTON PARISH COUNCIL

## INTERNAL CONTROL REPORT FOR YEAR ENDING 31 MARCH 2023

The Accounts and Audit (England) Regulations 2015 aim 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 Parish Council has appointed a non-signatory councillor to conduct a review of the system of internal control via the following tests on an annual basis with a written report of any findings to be submitted to the Council and minuted as received.

CONTROL TEST	TEST DONE Yes or No	DOCUMENT/COMMENTS	MINUTE REF	CHECKED – check documents and initial
Ensuring an up to date Register of Assets.	Yes	See <b>Asset Register</b> . Asset Register reviewed and updated annually at the March meeting.		
Regular maintenance arrangement for physical assets	Yes	See <b>Inspection of Council Property</b> checklist. Council's assets inspected annually after the March meeting and any repairs or maintenance arranged.		
Annual review of risk and the adequacy of Insurance cover	Yes	See <b>insurance information</b> and <b>minutes of March meeting</b> . Insurance cover is reviewed annually in March.		
Annual review of financial risk	Yes	See <b>Risk Assessment</b> and <b>minutes of the March meeting</b> .		
Awareness of Standing Orders, Financial regulations	Yes	At the July meeting. See <b>Standing Orders, Financial Regulations</b> and <b>Procedure for Online Banking</b> .		
Adoption /Review of Financial and Standing Orders	Yes	At the July meeting. See <b>minutes</b> .		
Review of contracts and reporting on performance by contractors (where	Yes	At the January meeting. See <b>contract information</b> .		

appropriate)				
Regular bank reconciliation, independently reviewed.	Yes	Monthly by the Clerk and checked by a councillor at every meeting. See <b>minutes</b> and <b>accounts folder</b> .		
Regular scrutiny of financial records and proper arrangements for the approval of expenditure	Yes	Yes - see <b>Internal Control Statement</b> .		
Recording in the minutes or appendices of the minutes the precise powers under which expenditure is being approved	Yes	In the minutes and in the Council's accounts. See <b>minutes</b> and <b>accounts folder</b> .		
Payments supported by invoices, authorised and minuted	Yes	Payments are authorised at meetings and approved payments minuted, invoices are checked at every meeting and signed by two councillors. See <b>minutes</b> and <b>accounts folder</b> .		
Regular scrutiny of income records to ensure income is correctly received, recorded and banked	Yes	The clerk presents a record of receipts at every meeting. See <b>minutes</b> .		
Scrutiny to ensure precept recorded in the cashbook agrees to District Council notification	Yes	This is checked at the May meeting. See <b>minutes</b> .		
Contracts of employment for staff	Yes	At the March meeting.		
Contract annually reviewed	Yes	At the March meeting.		
Updating records to record changes in relevant legislation	Yes	At the March meeting.		
PAYE/NIC properly operated by the Council as an employer	Yes	Moulton Parish Council uses HMRC's basic PAYE tool to insure that PAYE/NIC is properly operated. See <b>minutes</b> and <b>Confidential cashbook</b> .		
VAT correctly accounted for VAT payments identified, recorded and reclaimed in the cashbook	Yes	VAT is accounted for in the Council's Scribe accounts. The clerk reclaims VAT for the previous financial year in April each year. See <b>minutes</b> and <b>VAT info</b> .	Reclaimed April 2022.	
Regular financial reporting to Parish Council	Yes	Yes at every meeting. See <b>minutes</b> .		
Regular budget monitoring statements	Yes	At the September and March meetings.		

as reported to Parish Council		See <b>budget info</b> and <b>minutes</b> .		
Compliance with DCLG Guide <i>Open &amp; Accountable Local Government</i> 2014, Part 4:	Yes	Audit documentation prepared in accordance with DCLG guidelines.		
Verifying that The Council is compliant with the General Data Protection Regulation requirements Are the following in place:	Yes	Approved at the meeting on 13 <sup>th</sup> December 2021. See <b>minutes</b> .		
- Audit /Impact Assessment	Yes	See <b>GDPR documents</b> .		
- Privacy Notices	Yes			
- Procedures for dealing with Subject Access Requests	Yes			
- Procedure for dealing with data breaches	Yes			
- Data Retention and Disposal Policies	Yes			
Minutes properly numbered with a master copy kept in for safekeeping	Yes	See <b>minutes</b> .		
Procedures in place for recording and monitoring Members' Interests and Gifts of Hospitality	Yes	Register of Interest forms are reviewed annually in May. See <b>minutes</b> .		
Adoption of new Code of Conduct for Members.	Yes	See <b>Code of Conduct</b> and <b>minutes</b> . <a href="http://moulton.onesuffolk.net/assets/Moulton-Parish-Council/Policy-documents/Local-Government-Association-Model-Councillor-Code-of-Conduct-2020.pdf">http://moulton.onesuffolk.net/assets/Moulton-Parish-Council/Policy-documents/Local-Government-Association-Model-Councillor-Code-of-Conduct-2020.pdf</a>		
Declaration of Acceptance of Office	Yes	After the 2019 elections.		

Signed:

(Councillor). Date: