

NAME OF SMALLER AUTHORITY: HOLCOMBE ROGUS

NOTICE OF CONCLUSION OF AUDIT

ACCOUNTS FOR THE YEAR ENDED 31 MARCH 2017

The Accounts and Audit Regulations 2015 (SI 2015 No.234)

The Local Audit and Accountability Act 2014

NOTICE	NOTES
<p>1. Date of announcement <u>31st AUGUST 2017</u> (a)</p> <p>2. Notice of conclusion of audit and publication of accounts. The audit of the authority's accounts for the above year has been concluded on: <u>24th August 2017</u> (date) by grant Thornton UK LLP.</p> <p>The Annual governance statement, Accounting statements and the External auditor certificate and report (the Annual Return), have been published (b)(c).</p> <p>Copies of documents are available for purchase by any person on payment of a reasonable sum. Documents will remain available for public access for a period of not less than 5 years from the date of this notice (d).</p> <p>3. Section 25 of the Local Audit and Accountability Act 2014 provides for the exercise of public rights to inspect the statement of accounts:</p> <ul style="list-style-type: none"> Local Government Electors and their representatives have rights to make copies of: <ul style="list-style-type: none"> the accounting statements, the external auditor's opinion and certificate of completion (e), any public interest report relating to the authority, and any recommendation relating to the authority. <p>For the year ended 31 March 2017 these documents will be available on reasonable notice on application to the person in paragraph 4 below.</p> <p>4. Person to which you can apply to inspect the accounts and availability (f)</p> <p>Name: <u>M^{rs} Leslie Findlay</u></p> <p>Position: <u>Parish Clerk</u></p> <p>Address: <u>Ayshford House,</u> <u>Westleigh Tiverton EX16 7HL</u></p> <p>Tel no: <u>01884 - 820424</u></p> <p>Email: <u>clerk@holcomberogus-pc.gov.uk</u></p> <p>Days and times of availability: <u>Mon - Fri 10am - 3pm</u></p> <p>5. Signature and name of person giving Notice on behalf of the authority</p> <p><u>[Signature]</u> Clerk and/or Responsible Financial Officer</p>	<p>(a) Insert date of placing of this Notice</p> <p>(b) Parish Councils should publish information on a website.</p> <p>(c) Parish meetings should display information in a conspicuous place in the area of the authority for at least 14 days.</p> <p>(d) See note 25.2 of the Local Audit and Accountability Act 2014 for further information.</p> <p>(e) Section 3 of Annual Return provides the external auditors certificate and report including any subsequent pages attached.</p> <p>(f) Insert name, position, address and contact details such as telephone and email of the Clerk or other person to which any person may apply to inspect the above documents, and the details of the manner in which notice should be given of an intention to inspect the accounting records and other documents.</p>
<p>For more detailed guidance on electors' rights and the special powers of auditors, copies of the publication Council Accounts – A Guide to Your Rights are available from the National Audit Office website</p> <p>https://www.nao.org.uk/code-audit-practice/wp-content/uploads/sites/29/2015/03/Council-accounts-a-guide-to-your-rights.pdf</p>	

Section 1 – Annual governance statement 2016/17

We acknowledge as the members of:

Enter name of
smaller authority here:

HOLCOMBE ROGUS PARISH COUNCIL

our responsibility for ensuring that there is a sound system of internal control, including the preparation of the accounting statements. We confirm, to the best of our knowledge and belief, with respect to the accounting statements for the year ended 31 March 2017, that:

	Agreed			'Yes' means that this smaller authority:
	Yes	No*		
1. We have put in place arrangements for effective financial management during the year, and for the preparation of the accounting statements.	✓			prepared its accounting statements in accordance with the Accounts and Audit Regulations.
2. We maintained an adequate system of internal control, including measures designed to prevent and detect fraud and corruption and reviewed its effectiveness.	✓			made proper arrangements and accepted responsibility for safeguarding the public money and resources in its charge.
3. We took all reasonable steps to assure ourselves that there are no matters of actual or potential non-compliance with laws, regulations and proper practices that could have a significant financial effect on the ability of this smaller authority to conduct its business or on its finances.	✓			has only done what it has the legal power to do and has complied with proper practices in doing so.
4. We provided proper opportunity during the year for the exercise of electors' rights in accordance with the requirements of the Accounts and Audit Regulations.	✓			during the year gave all persons interested the opportunity to inspect and ask questions about this authority's accounts.
5. We carried out an assessment of the risks facing this smaller authority and took appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.	✓			considered the financial and other risks it faces and has dealt with them properly.
6. We maintained throughout the year an adequate and effective system of internal audit of the accounting records and control systems.	✓			arranged for a competent person, independent of the financial controls and procedures, to give an objective view on whether internal controls meet the needs of this smaller authority.
7. We took appropriate action on all matters raised in reports from internal and external audit.	✓			responded to matters brought to its attention by internal and external audit.
8. We considered whether any litigation, liabilities or commitments, events or transactions, occurring either during or after the year-end, have a financial impact on this smaller authority and, where appropriate have included them in the accounting statements.	✓			disclosed everything it should have about its business activity during the year including events taking place after the year-end if relevant.
9. (For local councils only) Trust funds including charitable. In our capacity as the sole managing trustee we discharged our accountability responsibilities for the fund(s)/assets, including financial reporting and, if required, independent examination or audit.	Yes	No	NA	has met all of its responsibilities where it is a sole managing trustee of a local trust or trusts.
			✓	

This annual governance statement is approved by this smaller authority on:

27/04/2017

and recorded as minute reference:

April Minutes 4.6.2

Signed by Chair at meeting where approval is given:

[Signature]

Clerk:

[Signature]

*Note: Please provide explanations to the external auditor on a separate sheet for each 'No' response. Describe how this smaller authority will address the weaknesses identified.

Section 2 – Accounting statements 2016/17 for

Enter name of
smaller authority here:

HOLCOMBE ROGUS PARISH COUNCIL

	Year ending		Notes and guidance
	31 March 2016 £	31 March 2017 £	
1. Balances brought forward	4441	10,256	Total balances and reserves at the beginning of the year as recorded in the financial records. Value must agree to Box 7 of previous year.
2. (+) Precept or Rates and Levies	6136	6103	Total amount of precept (or for IDBs, rates and levies) received or receivable in the year. Exclude any grants received.
3. (+) Total other receipts	8113	5756	Total income or receipts as recorded in the cashbook less the precept or rates/levies received (line 2). Include any grants received.
4. (-) Staff costs	1700	1700	Total expenditure or payments made to and on behalf of all employees. Include salaries and wages, PAYE and NI (employees and employers), pension contributions and employment expenses.
5. (-) Loan interest/capital repayments	NIL	NIL	Total expenditure or payments of capital and interest made during the year on the smaller authority's borrowings (if any).
6. (-) All other payments	6734	7935	Total expenditure or payments as recorded in the cashbook less staff costs (line 4) and loan interest/capital repayments (line 5).
7. (=) Balances carried forward	10,256	12,480	Total balances and reserves at the end of the year. Must equal (1+2+3) – (4+5+6)
8. Total value of cash and short term investments	10,256	12,480	The sum of all current and deposit bank accounts, cash holdings and short term investments held as at 31 March – To agree with bank reconciliation.
9. Total fixed assets plus long term investments and assets	3185	3185	This cell shows the value of all the property the authority owns. It is made up of its fixed assets and long-term investments.
10. Total borrowings	NIL	NIL	The outstanding capital balance as at 31 March of all loans from third parties (including PWLB).
11. (For Local Councils Only) Disclosure note re Trust funds (including charitable)	Yes	No	The Council acts as sole trustee for and is responsible for managing Trust funds or assets. N.B. The figures in the accounting statements above do not include any Trust transactions.

I certify that for the year ended 31 March 2017 the accounting statements in this annual return present fairly the financial position of this smaller authority and its income and expenditure, or properly present receipts and payments, as the case may be.

Signed by Responsible Financial Officer:



Date: 03/04/2017

I confirm that these accounting statements were approved by this smaller authority on:

27/04/2017

and recorded as minute reference:

April Minutes 4.6.3

Signed by Chair at meeting where approval is given:

 SIGNATURE

Section 3 – External auditor report and certificate

In respect of:

Enter name of
smaller authority here:

HOLCOITBE ROGUS PARISH COUNCIL

1. Respective responsibilities of the body and the auditor

This smaller authority is responsible for ensuring that its financial management is adequate and effective and that it has a sound system of internal control. The smaller authority prepares an annual return in accordance with proper practices which:

- summarises the accounting records for the year ended 31 March 2017; and
- confirms and provides assurance on those matters that are relevant to our duties and responsibilities as external auditors.

Our responsibility is to review the annual return in accordance with guidance issued by the National Audit Office (NAO) on behalf of the Comptroller and Auditor General (see note below). Our work does not constitute an audit carried out in accordance with International Standards on Auditing (UK & Ireland) and does not provide the same level of assurance that such an audit would do.

2. 2016/17 External auditor report

(Except for the matters reported below)* on the basis of our review of the annual return, in our opinion the information in the annual return is in accordance with proper practices and no other matters have come to our attention giving cause for concern that relevant legislative and regulatory requirements have not been met. (*delete as appropriate).

(continue on a separate sheet if required)

Other matters not affecting our opinion which we draw to the attention of the smaller authority:

(continue on a separate sheet if required)

3. 2016/17 External auditor certificate

We certify/~~do not certify~~* that we have completed our review of the annual return, and discharged our responsibilities under the Local Audit and Accountability Act 2014, for the year ended 31 March 2017.

* We do not certify completion because:

External auditor signature

Grant Thornton UK LLP

External auditor name

Grant Thornton UK LLP

Date

24/8/17.

Note: The NAO issued guidance applicable to external auditors' work on 2016/17 accounts in Auditor Guidance Note AGN/02. The AGN is available from the NAO website (www.nao.org.uk)

Annual internal audit report 2016/17 to

Enter name of
smaller authority here:

HOLCOMBE ROLDS PARISH COUNCIL

This smaller authority's internal audit, acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with relevant procedures and controls expected to be in operation during the financial year ended 31 March 2017.

Internal audit has been carried out in accordance with this smaller authority's needs and planned coverage. On the basis of the findings in the areas examined, the internal audit conclusions are summarised in this table. Set out below are the objectives of internal control and alongside are the internal audit conclusions on whether, in all significant respects, the control objectives were being achieved throughout the financial year to a standard adequate to meet the needs of this smaller authority.

Internal control objective	Agreed? Please choose only one of the following		
	Yes	No*	Not covered**
A. Appropriate accounting records have been kept properly throughout the year.	✓		
B. This smaller authority met its financial regulations, payments were supported by invoices, all expenditure was approved and VAT was appropriately accounted for.	✓		
C. This smaller authority assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.	✓		
D. The precept or rates requirement resulted from an adequate budgetary process; progress against the budget was regularly monitored; and reserves were appropriate.	✓		
E. Expected income was fully received, based on correct prices, properly recorded and promptly banked; and VAT was appropriately accounted for.	✓		
F. Petty cash payments were properly supported by receipts, all petty cash expenditure was approved and VAT appropriately accounted for.	n/a		
G. Salaries to employees and allowances to members were paid in accordance with this smaller authority's approvals, and PAYE and NI requirements were properly applied.	✓		
H. Asset and investments registers were complete and accurate and properly maintained.	✓		
I. Periodic and year-end bank account reconciliations were properly carried out.	✓		
J. Accounting statements prepared during the year were prepared on the correct accounting basis (receipts and payments or income and expenditure), agreed to the cash book, supported by an adequate audit trail from underlying records and where appropriate debtors and creditors were properly recorded.	✓		
K. (For local councils only) Trust funds (including charitable) – The council met its responsibilities as a trustee.	Yes	No	Not applicable
			✓

For any other risk areas identified by this smaller authority adequate controls existed (list any other risk areas below or on separate sheets if needed)

Name of person who carried out the internal audit

MICHAEL HASKINS

Signature of person who carried out the internal audit

SIGNATURE REQUIRED

Date

19.4.17

*If the response is 'no' please state the implications and action being taken to address any weakness in control identified (add separate sheets if needed).

**Note: If the response is 'not covered' please state when the most recent internal audit work was done in this area and when it is next planned, or, if coverage is not required, internal audit must explain why not (add separate sheets if needed).



Schedule E

Analysis of earmarked reserves

Authority name and reference	Holcombe Rogus Parish Council DVN 191
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Purpose and nature of reserve	Held as short-term or long-term investment?*	Amount £
Annual payment from the Solar Farm within the Parish which is stipulated for community benefit or project	short term	
Received in 2016		4797.00
Expenditure £3000 on Village Hall		- 3000.00
earmarked for Community broadband		1797.00
Received in 2017		5103.00
(a) TOTAL		6900

Note: * short-term investments would be included in Box 8 of the Accounting Statements in the Annual return; long-term investments would be in Box 9.

Please provide an explanation for any high level of general reserves if over 3 times (or less than 0.1) of the precept/rates and levies.

	£
(b) Precept/rates and levies (Accounting Statements Box 2)	
(c) Balance carried forward (Accounting Statements Box 7)	
(d) Amount of balances less total earmarked reserves (c - a)	
Ratio of balances less earmarked reserves to Precept/rates and levies (d / b)	
Reason if over 3 times or less than 0.1	



Schedules for submission to external auditor

Bank reconciliation template

Schedule B

The model can be applied for reconciliations carried out at any time of the year. Please complete all green cells.

BANK RECONCILIATION		FINANCIAL YEAR ENDING 31 MARCH 2017	
Authority name and reference	Holcombe Rogus Parish Council		
Prepared by: Name	Leslie Findlay	Date:	03 April 2017
Role (Clerk/RFO etc)	Parish Clerk / RFO		
Approved by: Name		Date:	
Role (RFO/Chair etc)			
Balance per bank statements as at 31 March 2017	£	TOTAL £	
List balances on all bank accounts plus petty cash floats at 31 March 2017:			
Nat West Current Account	50.00	50.00	
Nat West Reserve Account	12,429.44	12,429.44	
Less: any un-presented cheques at 31 March 2017: (normally only current account. List date, cheque number & value. Use separate list if needed)		NIL	
Add any unbanked cash at 31 March 2017: (List date & amount received)		NIL	
TOTAL - NET BANK BALANCES AS AT 31 MARCH 2017		12479.44	

The net balances reconcile to the Cash Book for the year, as follows:

CASH BOOK (receipts and payments/income & expenditure schedules)	£
Opening Balance:	
Add: Receipts in the year:	N/A
Less: Payments in the year:	
CLOSING BALANCE PER CASH BOOK @ 31 MARCH 2017	
Must equal total net bank balances above and Section 2, Box 8	

Please complete all shaded boxes and send this form with your Annual Return to:
Mrs Jo Farr, Grant Thornton UK LLP, Hartwell House, 55-61 Victoria Street, Bristol, BS1 6FT
or email to Jo.farr@uk.gt.com

EXPLANATION OF SIGNIFICANT VARIANCES				
BOX 3				
	2016	DIFFERENCE	2017	reason
	8113	2357	5756	
COUNCIL TAX SUPPORT GRANT		254	-57	197
TAP FUND GRANT	1342	-1342	0	No grant applied for
INTEREST	5	0	5	
VAT	181	250	431	Vat reclaim was larger
LIGHTSOURCE SPV PAYMENT	4797	306	5103	Increase in the income
TRANSPARENCY CODE GRANT	1030	-1030	0	Grant was a one off payment
LOCALITY BUDGET GRANT	500	-500	0	No grant was applied for in this financial year
ADJUSTMENT TO INVOICE	4	-4	0	
MISC	0	20	20	Received part payment for Clerks Course from Burlescombe Parish Council
TOTAL	8113	2357	5756	

Holcombe Rogus Parish Council Audit 2017

Reason for Variances				
BOX 6				
	<u>2016</u>	<u>DIFFERENCE</u>	<u>2017</u>	<u>reason</u>
	6734	1201	7935	
TAP Fund Grant	1342	1342	0	No grant applied for
Village Hall grant	1500	0	1500	
Subscriptions/Memberships	192	36	228	Includes 2017/18 membership for SLCC (£46.50 as well as 2016/17 £56.50) and increase in DALC membership
Village Hall	0	3000	3000	Contribution to pay for a new boiler and Fire doors for the Village Hall
Registration of Data protection	0	35	35	First time Council has applied for this
Audit fee	0	220	220	First time payment for Internal Auditor and External Auditor
Drain clearing in village	660	160	820	
Training courses	125	89	214	Clerk attended several DALC Workshops
Village Hall hire	150	0	150	
Remembrance wreath	35	5	40	
Insurance	172	13	185	
Election Fees	147	147	0	No election
Book Purchases	59	59	0	No purchases
Donation	100	100	0	No Donation
asset purchases	480	480	0	No purchases of assets
Website	740	447	293	Now have annual costs for Village website £28 & Council website £265
repair of notice-boards	240	240	0	Maintenance not required this year
VAT to be reclaimed	431	37	394	
Clerk expenses	361	148	213	Last year claimed for transparency code grant (£210) and this year includes contribution of £60 towards broadband costs
Councillor Expenses	0	21	21	
Sweeping after Verge ploughing	0	360	360	First time Council has paid for this to be carried out
Queen's 90 th Street Party	0	81	81	
Grass Cutting	0	181	181	First time PC has had to contribute towards the cost of cutting the verges
TOTAL	6734	1201	7935	

Holcombe Rogus Parish Council Audit 2017

EXPLANATION OF SIGNIFICANT VARIANCES				
<u>BOX 3</u>				
	<u>2016</u>	<u>DIFFERENCE</u>	<u>2017</u>	<u>reason</u>
	8113	2357	5756	
COUNCIL TAX SUPPORT GRANT	254	-57	197	
TAP FUND GRANT	1342	-1342	0	No grant applied for
INTEREST	5	0	5	
VAT	181	250	431	Vat reclaim was larger
LIGHTSOURCE SPV PAYMENT	4797	306	5103	Increase in the income
TRANSPARENCY CODE GRANT	1030	-1030	0	Grant was a one off payment
LOCALITY BUDGET GRANT	500	-500	0	No grant was applied for in this financial year
ADJUSTMENT TO INVOICE	4	-4	0	
MISC	0	20	20	Received part payment for Clerks Course from Burlescombe Parish Council
TOTAL	8113	2357	5756	