

WESTHALL PARISH COUNCIL
INTERNAL CONTROL STATEMENT FOR YEAR ENDING 31 MARCH 2025

1. SCOPE OF RESPONSIBILITY

Westhall Parish Council is responsible for ensuring that its business is conducted in accordance with the law and proper standards, and that public money is safeguarded and properly accounted for, and used economically, efficiently and effectively.

The council is responsible for ensuring that there is a sound system of internal control which facilitates the effective exercise of the Council's functions and which includes arrangements for the management of risk.

2. THE PURPOSE OF THE SYSTEM OF INTERNAL CONTROL

The system of internal control is designed to manage risk to a reasonable level rather than to eliminate all risk of failure to achieve policies, aims and objectives; it can, therefore, only provide reasonable and not absolute assurance of effectiveness. The system of internal control is based on an on-going process designed to identify and prioritise the risks to the achievement of the Council's policies, aims and objectives, to evaluate the likelihood of those risks being realised and the impact should they be realised, and to manage them efficiently, effectively and economically.

3. THE INTERNAL CONTROL ENVIRONMENT

The Council:

The council reviews its obligations and objectives on budgets for the following year at its November meeting. The January meeting of the council approves the final budget and the level of precept for the following financial year.

The full council meets six times each year and monitors progress against its aims and objectives at each meeting by receiving relevant reports from the responsible financial officer/clerk to the council.

The council carries out regular reviews of its internal controls, systems and procedures. See attached Report.

Clerk to the Council/Responsible Finance Officer:

The Council has appointed a Clerk to the Council who acts as the Council's advisor and administrator. The Clerk is the Council's Responsible Financial Officer and is responsible for administering the Council's finances. The Clerk is responsible for advising on the day-to-day compliance with laws and regulations that the Council is subject to and for managing risks. The Clerk also provides advice to help the Council ensure that its procedures, control systems and policies are adhered to.

Payments: Bank Transfer.

Council payments are mainly carried out by internet Banking Transfer. Two members of the council must sign and date the invoice and approval for payment should be minuted. It is a requirement that a councillor cleared and recognised by the bank, authorise the payment on line to enable the RFO to carry out the transfer.

Payments: Cheque Payment.

Two members of the council must sign every cheque or order for payment. The signatories should consider each payment against the relevant invoice, sign the invoice and initial the cheque counterfoil.

All authorised cheque signatories are members of the Council. Where delegation permits, as per s.101(1)(a) of the Local Government Act of 1972 and the Council's Financial Regulations, a report will be provided to the next full Council.

Income:

Check All income is received and banked in the council's name in a timely manner and reported to the council and minuted.

Risk Assessments/Risk Management:

The council reviews its risk assessment annually in March and regularly reviews its systems and controls.

Internal Audit:

The council appoints an independent and competent internal auditor who reports to the council on an annual basis on the adequacy of it's:

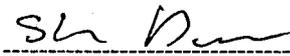
- Records
- Procedures
- Systems
- Internal control
- Regulations
- Risk management

External Audit:

From 2017 smaller authorities with a turnover below £25,000 will still be required to complete and publish an Annual Return (AGAR) but will not be required to submit it for external audit. The Clerk/RFO will apply yearly for exemption from the external audit if agreed by Council.

4. Review of Effectiveness:

The council has responsibility for conducting an annual review of the effectiveness of the system of internal control, which should include a review of the effectiveness of internal audit. The results of that review must be considered by the Council, which should also approve the Statement of Internal Control.



Chairman



RFO/Clerk

Approved and adopted by Westhall Parish Council

Meeting date: 10th March 2025

Minute No: 0331