

**GULDEN MORDEN PARISH COUNCIL
INTERNAL FINANCIAL CONTROLS & RISK ASSESSMENT**

THE DAY-TO-DAY MANAGEMENT RESTS WITH THE CLERK/RFO WHO MANAGES THE PARISH COUNCIL'S ACCOUNTS AND RISKS AND WHO REPORTS TO THE PARISH COUNCIL AND MAKES RECOMMENDATIONS AS APPROPRIATE.

MONTHLY OR QUARTERLY CHECKS FOR COMPLIANCE RESTS WITH THE FINANCIAL OVERSEER WHO REPORTS TO THE PARISH COUNCIL AND MAKE RECOMMENDATIONS AS REQUIRED BUT NO LESS THAN QUARTERLY (all info is in the accounts folder which is brought to each meeting)

ANNUAL CHECKS FOR COMPLIANCE ARE CARRIED OUT BY THE PARISH COUNCIL'S INTERNAL AUDITOR WHO MUST REMAIN INDEPENDENT AND NOT OFFER ANY ADVICE OR MAKE RECOMMENDATIONS

THE ULTIMATE RESPONSIBILITY FOR THE PARISH COUNCIL'S ACCOUNTS, ASSETS AND RISK ASSESSMENT RESTS CORPORATELY WITH THE PARISH COUNCIL WHO MUST IDENTIFY IF AN ASPECT OF THIS PROCEDURE IS WEAK OR NOT BEING UNDERTAKEN EFFECTIVELY AND TAKE STEPS TO RECTIFY THE SITUATION.

SUBJECT	CHECKS	RESPONSIBLE	CHECKING FREQUENCY
1. GENERAL FINANCIAL MANAGEMENT	CASH BOOK IS MAINTAINED & UP TO DATE	FO	QUARTERLY
	CASH BOOK ARITHMETICALLY CORRECT		QUARTERLY
	BALANCES VERIFIED AGAINST BANK STATEMENT		MONTHLY (CURRENT A/C) QUARTERLY (OTHER SAVINGS A/C)
	RECORD AGREES WITH INVOICES/RECEIPTS		MONTHLY
	MONTHLY FINANCIAL STATEMENT FROM RFO RECEIVED AND CONSIDERED AND MINUTED		MONTHLY
	QUARTERLY REPORT FROM FINANCIAL OVERSEER CONSIDERED BY PC AND MINUTED		QUARTERLY
	HALF YEARLY REPORT FROM INTERNAL AUDITOR CONSIDERED BY PC AND MINUTED		HALF YEARLY

NOTES

FO = FINANCIAL OVERSEER OR IF NOT PRESENT ANY MEMBER

QUARTERLY = SEPTEMBER, DECEMBER, MARCH, JUNE.

SIGNATORIES ARE ANY TWO PARISH COUNCILLORS. PAYMENTS ALWAYS AUTHORISED BY FORMAL RESOLUTION AT P.C. MEETING, IN ADVANCE EXCEPT IN AN EMERGENCY WHEN ACTION WILL BE AUTHORISED BY THE CLERK AND/OR CHAIRMAN IN ACCORDANCE WITH STANDING ORDERS AND REPORTED TO THE NEXT MEETING.

2. FINANCIAL REGULATIONS	STANDING ORDERS FORMALLY ADOPTED	PARISH COUNCIL	ANNUALLY MAY	
	FINANCIAL REGULATIONS ARE UP-TO-DATE			
	A) STANDING ORDERS	CORRECT NUMBER OF ESTIMATES, QUOTES, TENDERS HAVE BEEN OBTAINED (COMPETITIVE PURCHASING) PROPER PURCHASE AUTHORITY IS IN PLACE	FO	MONTHLY WHEN APPROVING QUOTES OR PAYMENT
		PROPER LEGAL POWER HAS BEEN IDENTIFIED FOR EXPENDITURE		MONTHLY
	B) PAYMENT CONTROLS	CHEQUES SIGNED ANY TWO AUTHORISED SIGNATORIES	SIGNATORIES & FO	MONTHLY
		SUPPORTING PAPERWORK CONFIRMS THERE IS A FULLY APPROVED INVOICE	FO	MONTHLY
		VAT IDENTIFIED & RECLAIMED REGULARLY		QUARTERLY
		MONITOR & RECORD SECTION 137 EXPENDITURE		WHEN PRESENTED
3. RISK ARRANGEMENTS	FORMAL REVIEW OF RISK ASSESSMENT	PARISH COUNCIL	ANNUALLY	
	REVIEW OF INSURANCE IS UNDERTAKEN & MINUTED	FO	ANNUALLY	
	REGISTER OF ASSETS IS UP-TO-DATE		ONGOING	
	REGULAR CHECKS OF ASSETS UNDERTAKEN (E.G. PLAY EQUIPMENT, BINS & BENCHES, PAVILION NO LESS FREQUENTLY THAN WEEKLY, TREES ANNUALLY	GROUNDSMAN TREE GROUP CLERK AS APPROPRIATE	WEEKLY, MONTHLY & ANNUALLY AS APPROPRIATE	
	ANNUAL ASSETS REVIEW BY VICE-CHAIRMAN AND MEMBERS	VICE-CHAIRMAN	ANNUALLY (NOVEMBER)	
	ANNUAL REVIEW OF CONTRACTS	FO / PARISH COUNCIL	ANNUALLY	
	ORIGINAL MINUTES PROPERLY NUMBERED AND KEPT SAFELY	FO	HALF YEARLY	
	REGISTERS OF MEMBERS' INTERESTS IS UP-TO-DATE		ONGOING	
	INTERNAL FINANCIAL CONTROLS DOCUMENTED & REVIEWED	FO / PARISH COUNCIL	ANNUALLY	

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4. BUDGETARY CONTROLS	REVIEW OF BUDGET IS UNDERTAKEN & MINUTED	FO	ANNUALLY
	ENSURE PRECEPT IS IN LINE WITH BUDGET		HALF YEARLY
	REGULAR REPORTING OF EXPENDITURE IS MINUTED		MONTHLY
	VARIANCES FROM BUDGET ARE REPORTED & MINUTED		QUARTERLY
	ENSURE ADEQUATE GENERAL RESERVES ARE MAINTAINED		ANNUALLY
5. INCOME CONTROLS	PRECEPT IS PROPERLY RECORDED & PROMPTLY BANKED	FO	HALF YEARLY
	INCOME PROPERLY RECORDED & PROMPTLY BANKED		QUARTERLY
	PRECEPT RECORDED IN CASHBOOK AGREES TO THE DISTRICT COUNCIL'S NOTIFICATION		HALF YEARLY
	SECURITY CONTROL OVER CASH ADEQUATE & EFFECTIVE		ONGOING
	MEMBERS RECEIVING CASH ON THE PC'S BEHALF NOTIFY THE RFO IMMEDIATELY & ARRANGEMENTS MADE TO BANK WITHIN 24 HOURS		ONGOING
6. PETTY CASH PROCEDURES	NO PETTY CASH USED. REIMBURSEMENT TO THE CLERK OR MEMBERS ON RECEIPT OF INVOICE (LGS SERVICES) OR WRITTEN REQUEST FROM MEMBER FOR OUT OF POCKET EXPENSES INCURRED WITH PRIOR APPROVAL OF THE PC, ON THE PC'S BEHALF.	FO	MONTHLY
	PETTY CASH REIMBURSEMENT CARRIED OUT REGULARLY	FO	MONTHLY

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7. PAYROLL CONTROLS	PAYE PROPERLY OPERATED BY THE COUNCIL AS AN EMPLOYER	FO	ANNUALLY
	REVIEW OF CLERK'S CONTRACT	PARISH COUNCIL	ANNUALLY
	REVIEW OF OTHER EMPLOYEES CONTRACTS (AS APPROPRIATE)		ANNUALLY
	SALARIES PAID AGREE WITH THOSE APPROVED BY COUNCIL	FO	MONTHLY
	OTHER PAYMENTS TO THE CLERK REASONABLE FOR ADDITIONAL HOURS WORKED WHICH SHOULD BE AGREED BY THE CHAIRMAN AND/OR PC FOR LARGE PROJECTS OR ADDITIONAL MEETINGS	CHAIRMAN	ONGOING
	WHERE AN OFFICER OR MEMBER HAS AN INTEREST IN A PAYMENT THEN THEY SHOULD BE EXCLUDED FROM THE PROCESS OF APPROVAL BY LEAVING THE MEETING THEN THE PAYMENT IS CONSIDERED AND APPROVED. (ADDED Sept 2011)	PARISH COUNCIL	ONGOING
8. ASSET CONTROLS	ASSET REGISTER KEPT OF ALL MATERIAL ASSETS OWNED	FO	ANNUALLY
	ASSET/INVESTMENT REGISTER UP TO DATE		ANNUALLY
	ASSET INSURANCE VALUATIONS AGREE WITH THOSE IN ASSET REGISTER		ANNUALLY
9. BANK RECONCILIATION	BANK RECONCILIATION FOR EACH ACCOUNT	FO	MONTHLY (CURRENT A/C) QUARTERLY (ON SAVINGS A/Cs)
	BANK RECONCILIATION CARRIED OUT REGULARLY ON RECEIPT OF STATEMENTS	FO	QUARTERLY

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10. YEAR-END PROCEDURES	YEAR-END ACCOUNT PREPARED ON THE CORRECT ACCOUNTING BASIS	FO / PARISH COUNCIL	ANNUALLY
	ACCOUNTS AGREE WITH THE CASH BOOK		ANNUALLY
	AUDIT TRAIL FROM UNDERLYING FINANCIAL RECORDS TO THE ACCOUNTS		ANNUALLY
	DEBTORS & CREDITORS PROPERLY RECORDED		ANNUALLY
	NOTIFY THE PUBLIC OF ITS RIGHT TO INSPECT THE ACCOUNTS	PARISH COUNCIL	ANNUALLY
	DISPLAY COPY OF STATEMENT OF ACCOUNTS ON COMPLETION OF AUDIT		ANNUALLY FOLLOWING COMPLETION OF AUDIT
	YEAR-END ACCOUNTS APPROVED & SIGNED		ANNUALLY – BY END OF JUNE
	STATEMENT OF ASSURANCE CONSIDERED AND SIGNED		ANNUALLY BY END OF JUNE
INTERNAL AUDITOR & EXTERNAL AUDITOR OBSERVATIONS AND REQUESTS CONSIDERED AND WHERE APPROPRIATE IMPLEMENTED	HALF YEARLY & ANNUALLY		

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11. OTHER	(IN EVENT OF FIRE AT PC OFFICE OR CLERK'S HOME) SEPARATE RECORD OF ACCOUNTS	FO	EMAILED QUARTERLY TO FO
	COPIES OF ALL PC MINUTES	FO	MONTHLY
	ALL ORIGINAL COPIES OF DEED, LEASES OR OTHER LEGAL DOCUMENTS TO BE PHOTOCOPIED AND THE ORIGINALS TO BE ARCHIVED WITH COUNTY RECORDS OFFICE OR PC'S SOLICITOR	PARISH COUNCIL	ANNUALLY
12 GENERAL	HEALTH & SAFETY POLICY. REQUIRED ONLY IF COUNCIL HAS MORE THAN FIVE EMPLOYEES HOWEVER RECOMMENDED FOR ALL COUNCILS	PARISH COUNCIL	ANNUALLY
	ACCIDENT BOOK TO RECORD ALL ACCIDENTS ON PC LAND OR ASSETS OR TO STAFF DURING WORK	FO	ANNUALLY
	THE PARISH COUNCIL WILL APPOINT SUCH PROFESSIONALS AND OR THE SERVICES OF A SOLICITOR (OR FIRM OF SOLICITORS) TO ADVISE THE COUNCIL ON MATTERS AS APPROPRIATE WHICH ARE DEEMED BEYOND THE REMIT OF THE CLERK	PARISH COUNCIL	ONGOING
	THE PC WILL IDENTIFY AND CONSIDER ALL OTHER RISKS AS THEY OCCUR AND WILL MODIFY THIS LIST AS APPROPRIATE	PARISH COUNCIL	ONGOING

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