

Certificate of Exemption – AGAR 2019/20 Part 2

To be completed by smaller authorities where the higher of gross income or gross expenditure did not exceed £25,000 in the year of account ended 31 March 2020, and that wish to certify themselves as exempt from a limited assurance review under Section 9 of the Local Audit (Smaller Authorities) Regulations 2015

There is no requirement to have a limited assurance review or to submit an Annual Governance and Accountability Return to the external auditor, provided that the authority has certified itself as exempt at a meeting of the authority after 31 March 2020 and a completed Certificate of Exemption is submitted no later than 30 June 2020 notifying the external auditor.

OFFTON AND WILLISHAM PARISH COUNCIL

certifies that during the financial year 2019/20, the higher of the authority's total gross income for the year or total gross annual expenditure, for the year did not exceed £25,000

Total annual gross income for the authority 2019/20: 10,013

Total annual gross expenditure for the authority 2019/20: 11,355

There are certain circumstances in which an authority will be unable to certify itself as exempt, so that a limited assurance review will still be required. If an authority is unable to confirm the statements below then it cannot certify itself as exempt and it must submit the completed Annual Governance and Accountability Return Part 3 to the external auditor to undertake a limited assurance review for which a fee of £200 +VAT will be payable.

By signing this Certificate of Exemption you are confirming that:

- The authority was in existence on 1st April 2016
- In relation to the preceding financial year (2018/19), the external auditor has not:
 - issued a public interest report in respect of the authority or any entity connected with it
 - made a statutory recommendation to the authority, relating to the authority or any entity connected with it
 - issued an advisory notice under paragraph 1(1) of Schedule 8 to the Local Audit and Accountability Act 2014 ("the Act"), and has not withdrawn the notice
 - commenced judicial review proceedings under section 31(1) of the Act
 - made an application under section 28(1) of the Act for a declaration that an item of account is unlawful, and the application has not been withdrawn nor has the court refused to make the declaration
- The court has not declared an item of account unlawful after a person made an appeal under section 28(3) of the Act.

If you are able to confirm that the above statements apply and that the authority neither received gross income, nor incurred gross expenditure, exceeding £25,000, then the Certificate of Exemption can be signed and a copy submitted to the external auditor either by email or by post (not both).

The Annual Internal Audit Report, Annual Governance Statement, Accounting Statements, an analysis of variances and the bank reconciliation plus the information required by Regulation 15 (2), Accounts and Audit Regulations 2015 including the period for the exercise of public rights still need to be fully completed and, along with a copy of this certificate, published on a public website* before 1 July 2020. By signing this certificate you are also confirming that you are aware of this requirement.

Signed by the Responsible Financial Officer

Date



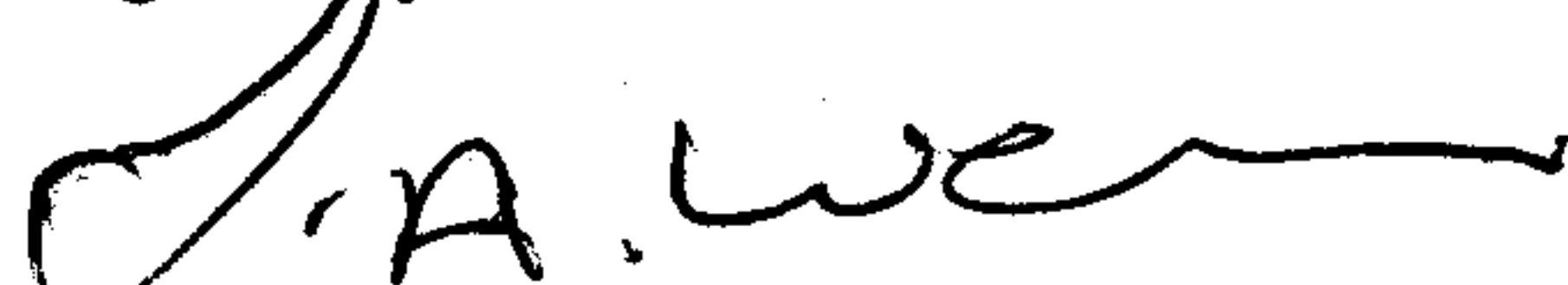
01/07/2020

I confirm that this Certificate of Exemption was approved by this authority on this date:

21/07/2020

Signed by Chairman

Date



21/07/2020

as recorded in minute reference:

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Email of Authority

Clerk@offtonandwillisham.org.uk

Telephone number

07719 208444

*Published web address

www.offtonandwillisham.org.uk

ONLY this Certificate of Exemption should be returned EITHER by email OR by post (not both) as soon as possible after certification to your external auditor, but no later than 30 June 2020. Reminder letters incur a charge of £40 +VAT

Annual Internal Audit Report 2019/20

OFFTON & WILLISTAM PARISH COUNCIL

This authority's internal auditor, acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with relevant procedures and controls to be in operation during the financial year ended 31 March 2020.

The internal audit for 2019/20 has been carried out in accordance with this 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 authority.

Internal control objective	Agreed? Please choose one of the following		
	Yes	No	Not covered**
A. Appropriate accounting records have been properly kept throughout the financial year.	✓		
B. This authority complied with its financial regulations, payments were supported by invoices, all expenditure was approved and VAT was appropriately accounted for.	✓		
C. This 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.			NONE HELD
G. Salaries to employees and allowances to members were paid in accordance with this 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. If the authority certified itself as exempt from a limited assurance review in 2018/19, it met the exemption criteria and correctly declared itself exempt. (If the authority had a limited assurance review of its 2018/19 AGAR tick "not covered")	✓		
L. The authority has demonstrated that during summer 2019 it correctly provided for the exercise of public rights as required by the Accounts and Audit Regulations.	✓		
M. (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 authority adequate controls existed (list any other risk areas on separate sheets if needed).

Date(s) internal audit undertaken

12/06/2020

Name of person who carried out the internal audit

DF CLIMMIN (ON BEHALF OF HELLIS & LODGE)

Signature of person who carried out the internal audit

DF Climmin

Date

12/06/2020

*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, the annual internal audit report must explain why not (add separate sheets if needed).

Section 1 – Annual Governance Statement 2019/20

We acknowledge as the members of:

OFFTON AND WILLISHAM PARISH COUNCIL

our responsibility for ensuring that there is a sound system of internal control, including arrangements for 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 2020, that:

	Agreed		Yes means that this 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 authority to conduct its business or manage 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 authority and took appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.	✓		considered and documented the financial and other risks it faces and 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 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	N A	has met all of its responsibilities where as a body corporate it is a sole managing trustee of a local trust or trusts.
			✓	

*For any statement to which the response is 'no', an explanation must be published

This Annual Governance Statement was approved at a meeting of the authority on:

08/06/2020



and recorded as minute reference:

Item 13

Signed by the Chairman and Clerk of the meeting where approval was given:

Chairman

Clerk

Section 2 – Accounting Statements 2019/20 for

OFFTON AND WILLISHAM PARISH COUNCIL

	Year ending		Notes and guidance
	31 March 2019 £	31 March 2020 £	
1. Balances brought forward	9806	10356	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	8520	9084	Total amount of precept (or for IDBs rates and levies) received or receivable in the year. Exclude any grants received.
3. (+) Total other receipts	1092	929	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	4034	3647	Total expenditure or payments made to and on behalf of all employees. Include gross salaries and wages, employers NI contributions, employers pension contributions, gratuities and severance payments.
5. (-) Loan interest/capital repayments	0	0	Total expenditure or payments of capital and interest made during the year on the authority's borrowings (if any).
6. (-) All other payments	5028	7708	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	10356	9014	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	10356	9014	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	6203	5646	The value of all the property the authority owns – it is made up of all its fixed assets and long term investments as at 31 March.
10. Total borrowings	0	0	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 as a body corporate 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 2020 the Accounting Statements in this Annual Governance and Accountability Return have been prepared on either a receipts and payments or income and expenditure basis following the guidance in Governance and Accountability for Smaller Authorities – a Practitioners' Guide to Proper Practices and present fairly the financial position of this authority.
Signed by Responsible Financial Officer before being presented to the authority for approval



Date

01/07/2020

I confirm that these Accounting Statements were approved by this authority on this date:

21/07/2020

as recorded in minute reference:

12

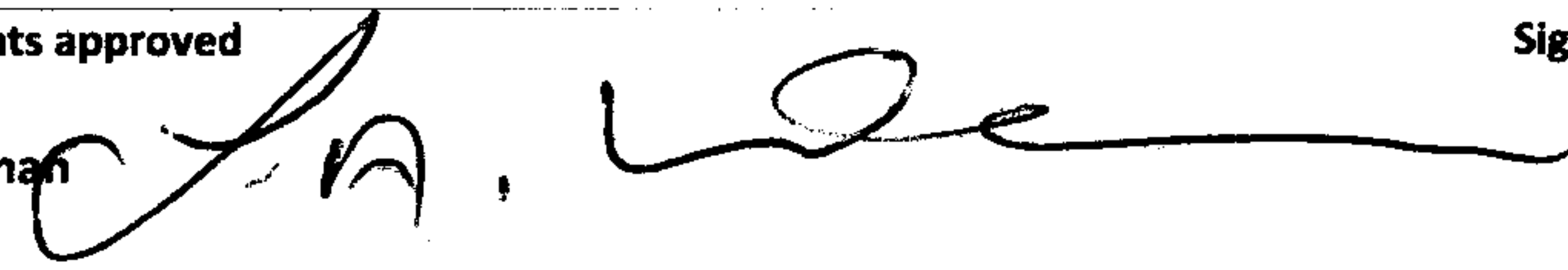

Signed by Chairman of the meeting where the Accounting Statements were approved



Accounts for Offton & Willisham Parish Council for the year up to 31st March 2020

	Budget	Actual
Opening balance at bank and cash in hand at 01/04/19		<u>13,071.68</u>
Income for the year:		
Precept	£9,084	9,084.00
Bank interest		19.35
CIL		760.82
Other		75.53
VAT refund		73.33
Total income	£9,084	10,013.03
Expenditure for the year:		
LGA 1972 Sch 12 para 10(2)b and LGA 1972 S145	Insurance	£300 257.60
Accounts & Audit Regulations 2003	Audit fee	£120
LGA 1972 S112 and LGA 1972 S145	Clerks Pay	£3,375 3,366.48
LGA 1972 Sch 12 para 10(2)b and LGA 1972 S145	Clerks Expenses	£200 171.00
LGA 1972 Sch 12 para 10(2)b and LGA 1972 S145	Clerks Mileage	£200 422.25
LGA 1972 Sch 12 para 10(2)b and LGA 1972 S145	Administration Expenses	£200 64.96
LGA 1972 s15(5) & 34(5)	Chairmans Allowance	£250 250.00
LGA 1972 S111&112 and LGA 1972 S145	Training	£300 230.00
LGA 1972 S111&112	SALC Payroll Service	£45 45.00
LGA 1972 s143	SALC Membership	£350 320.07
LGA 1972 s145	Community Action Suffolk Donation	£50 50.00
LGA 1972 S145	Acquisition of assets and consumables	£100 332.50
Litter Act 1983 s 6	Dog/Litter bin waste removal	£180 152.00
LGA 1972 s142	Village Recorder(s)	£150 75.00
LGA 1972 s142	Link parish magazine	£75 75.00
LGA 1972 s145	Pensioners Xmas Lunch	£500 500.00
LGA 1972 s214 & Open Spaces Act 1906 ss9 & 10	Offton Church	£650 -
LGA 1972 s214 & Open Spaces Act 1906 ss9 & 10	Willisham Church	£650 -
LGA 1972 s133, s164	Offton & Willisham Village Hall	£650 4,761.00
LGA 1972 s133, s137, s145	Community Fund	£0 -
LGA 1972 s150 & Rep Peoples Act 1983 s36	Election Costs	£704 110.78
LGA 1972 s143	Data Protection fees for DPO	£35 35.00
	VAT Paid	136.40
	Total expenditure	£9,084 11,355.04

Cashed Chqs from last Financial year	-2,715.68
	<u>9,013.99</u>
Uncashed Chqs for this financial year (Feb)	586.74
Closing balances as at bank at 31/03/20	<u>9,600.73</u>
Bank reconciliation	
Petty Cash (zero and no longer used)	-
Current Bank a/c 30675067	1,622.31
Community Bank a/c 20911860	0.34
Deposit bank a/c 70961914	7,978.08
	<u>9,600.73</u>
Closing balances as at bank at 31/03/20	<u>9,600.73</u>
Uncashed chqs for this financial yr	-586.74
	<u>9,013.99</u>

Accounts approved	Signed	Date
Chairman		19th June 2020
2nd Authorised Signature		19th June 2020

Explanation of variances – pro forma

Name of smaller authority:

County area fiscal year/leas at:

Insert figures from Section 2 of the AGAR in all Blue highlighted boxes

Next, please provide full explanations, including numerical values, for the following that will be flagged

- variances of more than 15% between totals for individual boxes (except variances of less than £200);
- a breakdown of approved reserves on the next tab if the total reserves (Box 7) figure is more than twice the annual precept/levies & levies value (Box 2).

	2018/19	2019/20	Variance	Variance	Explanation
	£	£	£	%	Explanation from smaller authority (must include narrative and supporting figures)
1 Balances Brought Forward	10,328	10,328			
2 Precept or Rates and Levies	6,000	6,000	564	9.40%	NO
3 Total Other Receipts	1,000	837	-163	-16.30%	NO
4 Staff Costs	1,500	1,500	-667	-44.47%	YES
5 Loan Interest/Capital Repayment	0	0	0	0.00%	NO
6 All Other Payments	1,000	2,374	2,374	237.40%	YES
7 Balances Carried Forward	10,328	6,601			NO
8 Total Cash and Short Term Investments	10,328	6,601			
9 Total Fixed Assets plus Other Long Term Investments	6,300	6,516	-567	-9.00%	NO
10 Total Borrowings	0	0	0	0.00%	NO

Rounding errors of up to £2 are tolerable

Variances of £200 or less are tolerable

BOX 10 VARIANCE EXPLANATION NOT REQUIRED IF CHANGE CAN BE EXPLAINED BY BOX 5 (CAPITAL PLUS INTEREST PAYMENT)