

21 April 2024

Earswick Parish Council

Internal Audit for the Financial Year Ending 31 March 2024

I am pleased to report to Members that I completed my Internal Audit of the Parish Council for 2023-2024 on 21 April. Members should be aware that my work cannot be relied on to identify the occasional omissions or insignificant error, nor to disclose breaches of trust or statute, neglect or fraud which may have taken place and which it is the responsibility of the Members of Council to guard against.

I would like to take the opportunity to thank Barry O'Connor, the Parish Clerk, for the assistance given to me in the conduct of the Audit.

Overview

Overall, the Council has GOOD internal controls in place surrounding the key financial systems, with appropriate books of account being properly kept throughout the year. Creditor payments were supported by invoices, approved and VAT properly applied and expected income was fully received, properly recorded and promptly banked.

Internal Audit Scope

The scope of this Internal Audit involved such testing and evidence of compliance as highlighted in the Joint Panel on Accountability and Governance (JPAG) practitioners' guide - March 2020. Specifically, in Section Four - Non-Statutory Guidance for Internal Audit and Annual Governance Statement (AGS) Assertion 6 -Internal Audit.

Observations

All notes and observations during the Internal Audit were satisfactorily answered/resolved. At the conclusion of the audit I was able to sign the Annual Return without qualification.

A handwritten signature in black ink, appearing to read 'James D McTurk', written over a horizontal line.

James D McTurk FCA (Retired)

Annual Internal Audit Report 2023/24

Earswick Parish Council

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During the financial year ended 31 March 2024, this authority's internal auditor acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with the relevant procedures and controls in operation and obtained appropriate evidence from the authority.

The internal audit for 2023/24 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	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.			N/A
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 bank account reconciliations were properly carried out during the year.	✓		
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 2022/23, it met the exemption criteria and correctly declared itself exempt. (If the authority had a limited assurance review of its 2022/23 AGAR tick "not covered")	✓		
L. The authority published the required information on a website/webpage up to date at the time of the internal audit in accordance with the relevant legislation.	✓		
M. In the year covered by this AGAR, the authority correctly provided for a period for the exercise of public rights as required by the Accounts and Audit Regulations (during the 2023-24 AGAR period, were public rights in relation to the 2022-23 AGAR evidenced by a notice on the website and/or authority approved minutes confirming the dates set).	✓		
N. The authority has complied with the publication requirements for 2022/23 AGAR (see AGAR Page 1 Guidance Notes).	✓		
O. (For local councils only) Trust funds (including charitable) – The council met its responsibilities as a trustee.			✓

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

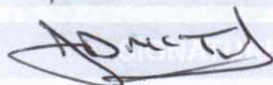
Date(s) internal audit undertaken

Name of person who carried out the internal audit

15/04/2024 - 21/04/2024

JAMES DOUGLAS McTURK

Signature of person who carried out the internal audit



Date

21/04/2024

*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).