

**INDEPENDENT INTERNAL AUDITOR'S REPORT TO THE MEMBERS OF
DINEDOR PARISH COUNCIL**

AUDIT REPORT FOR THE YEAR ENDED 31st MARCH 2020

I have examined the Council's records in the areas delineated in the attached schedule and made enquiries as deemed appropriate.

In my opinion the systems of internal controls is adequate for the purpose intended and there are no matters to be brought to your attention.

A handwritten signature in black ink, appearing to read 'I Selkirk', written over a horizontal line.

**Iain Selkirk FCA
Appointed Independent Internal Auditor**

16.06.20

**AUDITORS REPORT TO THE MEMBERS OF:-
DINEDOR PARISH COUNCIL**

31.03.20

	Y/N	COMMENTS	
1 a	Y	Is the cashbook maintained and up to date	
b	Y	Is the cashbook arithmetic correct	
c	Y	Is the cashbook regularly balanced and reconciled to the bank	monthly
2 a	Y	Have Standing Orders and Financial Regulations been formally adopted	Sept.2019
b	Y	Are Standing Orders and Financial Regulations regularly reviewed	Sept.2019
c	Y	Has an RFO been appointed with specific duties	clerk
d	Y	Have items or services above a de minimis amount been competitively purchased	
e	Y	Has the Clerk authority to spend in emergencies	£1,000
		From what level are quotes required	up to £5,000
		From what level are tenders required	above £5,000
3 a	Y	Are payments in the cashbook supported by invoices, authorised and minuted	
b	Y	Has VAT on payments been identified, recorded and reclaimed	
c	Y	Is S137 expenditure separately recorded and within statutory limits	
d	Y	Is S137 expenditure separately minuted as such	
e	Y	Is the signing authority two or more councillors	
f	N	Is the Clerk a signatory	
g	Y	Are the counterfoils initialled by the signatories	
h	Y	Are invoices vouched to payments	
4 a	Y	Is there a procedure in place for the regular audit of internal controls	
b	Y	Has a member of the Committee been appointed internal auditor	
c	Y	Does she have a specific programme and does he report to meetings	
5 a	N	Does scanning of the minutes identify any unusual activity	Quarterly
b	Y	Is the annual risk assessment minuted	
c	Y	Is insurance cover appropriate and adequate	
d	Y	Are internal financial controls documented and regularly reviewed.	see 2b above
6 a	Y	Has the Council prepared an annual budget in support of its precept	
b	Y	Is actual expenditure against budget regularly reported to the Council	
c	N/A	Are there any significant unexplained variances from budget	

general power of confidence

- 7 a Y Is income properly recorded and banked as promptly as possible
 - b Y Does the precept recorded in the cash book agree to the District Councils notification
 - c N/A Where income is raised by rental or lettings has the VAT position been clarified
 - d Y Are security controls over cash adequate and effective
- 8 a N/A Is petty cash spent recorded and supported by VAT invoices/receipts
 - b N/A Is petty cash expenditure reported to each Council meeting
 - c N/A Is petty cash expenditure reimbursed regularly
 - d Y Or does the Clerk present petty cash with his expenses supported by VAT invoices/receipts
- 9 a Y Do salaries paid agree to with those approved by the Council
 - b Y Has PAYE/NIC been properly operated by the Council as employer
 - c Y Are other payments to the Clerk and staff reasonable and approved by the Council
 - d N/A Where PAYE/NIC is not operated due to the low salary level has HMRC been informed
- 10 a Y Does the Council maintain an Asset Register of all material assets owned
 - b Y Is the Register up to date
 - c Y Do the values agree to insurance valuations
 - d N/A Are movements in Treasury Deposits accurately recorded
- 11 a Y Is each bank account reconciled on a regular basis
 - b N Are there any unexplained balancing entries in any reconciliation
- 12 a Y Are accounts prepared on the correct accounting basis
 - b Y Do the accounts reflect the cashbook entries
 - c Y Is there an audit trail from the underlying financial records to the accounts
 - d N/A Where appropriate have debtors and creditors been properly recorded
- 13 a Y Are minutes signed, initialled and pages sequentially numbered
- 14 a N/A Do Burial receipts agree to the attendant Burial records
 - b N/A Are rights or permissions properly recorded
- 15 a N/A Any evidence of fraudulent activity should be brought to the attention of the Chairman