

STANSTED PARISH COUNCIL**RECEIPTS AND PAYMENTS ACCOUNTS FOR THE YEAR TO 31 MARCH 2018**

	2017/18	2016/17
RECEIPTS		
Precept	22,260.00	16,000.00
Council Tax arrangement	0.00	727.00
T&M BC Financial Arrangement	0.00	3,405.00
Bank interest	102.07	6.62
Grants and donations	10,000.00	2,739.00
Recreation Ground Hire	140.00	0.00
Browne's Bequest	300.00	250.00
PWLB loan	499,825.00	0.00
Other income	0.00	0.00
VAT refunded	2,568.44	3,777.89
TOTAL	535,195.51	26,905.51

PAYMENTS

Clerk's salary (nett)	4,360.56	4,360.56
Tax	1,090.00	1,089.80
Clerk's mileage etc	281.45	129.60
Stationery, postage etc	500.00	500.00
Section 137	50.00	25.00
Grants other powers	0.00	2,200.00
Browne's Bequest	0.00	0.00
Churchyard	1,100.00	1,040.00
Administration		
general	245.50	183.00
audit	225.00	230.00
insurance	908.44	879.80
subscriptions	357.32	330.68
Hall hire	233.00	309.00
Training	0.00	0.00
Legal & professional fees	5,346.60	8,488.13
Parish magazine	300.00	150.00
Chairman's Allowance	15.75	0.00
Property		
Greenspaces	4,056.86	5,001.75
Playpark	809.61	299.61
Bus shelter	0.00	0.00
Telephone kiosk	0.00	0.00
Other expenses	19.90	739.00
VAT paid	1,728.48	2,963.24
TOTAL	21,628.47	28,919.17
Excess income over expenditure	513,567.04	-2,013.66

BANK BALANCES

Current Account	4,465.53	1,552.54
Bonus Saver Account	24,755.17	11,748.09
Bonus Saver Playpark Fund	494,750.30	96.75
Bonus Saver Browne's Bequest	7,841.64	7,836.98
TOTAL CASH ASSETS	<u>531,812.64</u>	<u>21,234.36</u>

FIXED ASSETS

War Memorial and gardens	35,000.00	35,000.00
2 Bus shelters	3,636.00	3,636.00
Browne's Bequest field	1.00	1.00
Stansted Recreation Ground	1.00	1.00
Church Bank Stansted	1.00	1.00
Village Greens, Hatham Green lane	2.00	2.00
Telephone kiosk	1.00	1.00
TOTAL FIXED ASSETS	<u>38,642.00</u>	<u>38,642.00</u>

The above statement represents fairly the financial position of the Council as at 31 Ma and reflects its receipts and payments throughout the year.

Approved by the Council on 9 April 2018

Harry Bott
Chairman

Roxana Brammer
Responsible Financial Officer

Local Councils, Internal Drainage Boards and other Smaller Authorities in England

Annual Governance and Accountability Return 2017/18 Part 3

To be completed by:

- all smaller authorities* where either the higher of gross income or gross expenditure exceeded £25,000 but did not exceed £6.5 million; and
- any other smaller authorities that either:
 - are unable to certify themselves as exempt; or
 - have requested a limited assurance review.

Guidance notes on completing Part 3 of the Annual Governance and Accountability Return 2017/18

1. Every smaller authority in England that either received gross income or incurred gross expenditure exceeding £25,000 must complete Part 3 of the Annual Governance and Accountability Return at the end of each financial year in accordance with Proper Practices.
2. The Annual Governance and Accountability Return is made up of three parts, pages 3 to 6:
 - The annual internal audit report is completed by the authority's internal auditor.
 - Sections 1 and 2 are to be completed and approved by the authority.
 - Section 3 is completed by the external auditor and will be returned to the authority.
3. The authority must approve Section 1, Annual Governance Statement, before approving Section 2, Accounting Statements, and both must be approved before 2 July 2018.
4. An authority with either gross income or gross expenditure exceeding £25,000 or an authority with neither income nor expenditure exceeding £25,000, but which is unable to certify itself as exempt, or requesting a limited assurance review, must send to the external auditor:
 - the Annual Governance and Accountability Return Sections 1, 2 and 3, together with
 - a bank reconciliation as at 31 March 2018
 - an explanation of any significant year on year variances in the accounting statements
 - your notification of the commencement date of the period for the exercise of public rights
 - Annual Internal Audit Report 2017/18

Unless requested, do not send any original records to your external auditor. Your external auditor will ask for any additional documents needed.

Once the external auditor has completed and is able to give an opinion on the limited assurance review, the Annual Governance and Accountability Return including Section 3 – External Auditor Report and Certificate will be returned to the authority.

Publication Requirements

Smaller authorities with either income or expenditure exceeding £25,000 must publish on a public website, under the Accounts and Audit Regulations 2015, the Annual Governance and Accountability Return:

- Section 1 – Annual Governance Statement 2017/18, page 4
- Section 2 – Accounting Statements 2017/18, page 5
- Section 3 – The External Auditor Report and Certificate 2017/18, page 6
- Notice of the period for the exercise of public rights and other information required by Regulation 15 (2), Accounts and Audit Regulations 2015.

It is recommended as best practice, to avoid any potential confusion by local electors and interested parties, that you also publish the Annual Internal Audit Report, page 3.

The Annual Governance and Accountability Return constitutes the annual return referred to in the Accounts and Audit Regulations 2015. Throughout, the words 'external auditor' have the same meaning as the words 'local auditor' in the Accounts and Audit Regulations 2015.

*for a complete list of bodies that may be smaller authorities refer to schedule 2 to Local Audit and Accountability Act 2014.

Guidance notes on completing Part 3 of the Annual Governance and Accountability Return 2017/18

- The authority must comply with Proper Practices in completing Sections 1 and 2 of this Annual Governance and Accountability Return. Proper Practices are found in the Practitioners' Guide* which is updated from time to time and contains everything needed to prepare successfully for the financial year-end and the subsequent work by the external auditor.
- Make sure that the Annual Governance and Accountability Return is complete (i.e. no empty highlighted boxes), and is properly signed and dated. Avoid making amendments to the completed Annual Governance and Accountability Return. Any amendments must be approved by the authority, properly initialled and accompanied by an explanation. If the Annual Governance and Accountability Return contains unapproved or unexplained amendments, it may be returned and additional costs will be incurred.
- The authority should receive and note the annual internal audit report prior to approving the annual governance statement and before approving the accounts.
- Use the checklist provided below to review the Annual Governance and Accountability Return for completeness before sending it to the external auditor.
- Do not send the external auditor any information not specifically requested. However, you must inform your external auditor about any change of Clerk, Responsible Finance Officer or Chairman, and provide relevant email addresses and telephone numbers.
- Make sure that the copy of the bank reconciliation to be sent to your external auditor with the Annual Governance and Accountability Return covers all the bank accounts. If the authority holds any short-term investments, note their value on the bank reconciliation. The external auditor must be able to agree the bank reconciliation to Box 8 on the accounting statements (Section 2, page 5). An explanation must be provided of any difference between Box 7 and Box 8. More help on bank reconciliation is available in the Practitioners' Guide*.
- Explain fully significant variances in the accounting statements on page 5. Do not just send a copy of the detailed accounting records instead of this explanation. The external auditor wants to know that you understand the reasons for all variances. Include complete numerical and narrative analysis to support the explanation.
- If the external auditor has to review unsolicited information, or receives an incomplete bank reconciliation, or variances are not fully explained, additional costs will be incurred.
- Make sure that the accounting statements add up and that the balance carried forward from the previous year (Box 7 of 2017) equals the balance brought forward in the current year (Box 1 of 2018).
- Please enter the authority's name only in Section 3 on Page 6. Do not complete the remainder of that section, which is reserved for the external auditor.
- The Responsible Financial Officer (RFO), on behalf of the authority, must set the commencement date for the exercise of public rights. From the commencement date for a single period of 30 consecutive working days, the accounts and accounting records can be inspected. Whatever period the RFO sets it must include a common inspection period – during which the accounts and accounting records of all smaller authorities must be available for public inspection – of the first ten working days of July.
- The authority must publish the information required by Regulation 15 (2), Accounts and Audit Regulations 2015, including the period for the exercise of public rights and the name and address of the external auditor.

Completion checklist – 'No' answers mean you may not have met requirements		Yes	No
All sections	Have all highlighted boxes have been completed?	✓	
	Has all additional information requested, including the dates set for the period for the exercise of public rights, been provided for the external auditor?	✓	
Internal Audit Report	Have all highlighted boxes have been completed by the internal auditor and explanations provided?	✓	
Section 1	For any statement to which the response is 'no', is an explanation provided?	✓	
Section 2	Has the authority's approval of the accounting statements been confirmed by the signature of the Chairman of the approval meeting?	✓	
	Has an explanation of significant variations from last year to this year been provided?	✓	
	The bank reconciliation as at 31 March 2018 is agreed to Box 8?	✓	
	Has an explanation of any difference between Box 7 and Box 8 been provided?		N/A
Sections 1 and 2	Trust funds – have all disclosures been made if the authority is a sole managing trustee? NB: do not send trust accounting statements unless requested or instructed.		N/A

*More guidance on completing this annual return is available in Governance and Accountability for Smaller Authorities in England – a Practitioners' Guide to Proper Practices, which can be downloaded from www.nalc.gov.uk or from www.slcc.co.uk or from www.ada.org.uk

Annual Internal Audit Report 2017/18

STANSTED 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 2018.

The internal audit for 2017/18 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 KEPT			✓
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. (For local councils only)	Yes	No	Not applicable
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

16/04/18

Name of person who carried out the internal audit

MARTIN FIELDER-WHITE

Signature of person who carried out the internal audit



Date

16/04/18

*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 2017/18

We acknowledge as the members of:

STANSTED 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 2018, that:

	Agreed		
	Yes	No*	
1. We have put in place arrangements for effective financial management during the year, and for the preparation of the accounting statements.	YES		'Yes' means that this authority: 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.	YES		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.	YES		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.		NO	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.	YES		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.	YES		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.	YES		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.	YES		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
			✓

*Please provide explanations to the external auditor on a separate sheet for each 'No' response. Describe how the authority will address the weaknesses identified.

This Annual Governance Statement is approved by this authority and recorded as minute reference:

2018/19/68 REFERENCE

dated 14/05/2018

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

Chairman

Clerk

[Signature]
Ruma M E Brames

Other information required by the Transparency Codes (not part of Annual Governance Statement)
Authority web address

www.stansted-pc.gov.uk

Section 2 – Accounting Statements 2017/18 for

STANSTED PARISH COUNCIL

	Year ending		Notes and guidance
	31 March 2017 £	31 March 2018 £	
1. Balances brought forward	20,095	18,082	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	16,000	22,260	Total amount of precept (or for IDBs rates and levies) received or receivable in the year. Exclude any grants received.
3. (+) Total other receipts	10,906	512,395	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	5580	5,732	Total expenditure or payments made to and on behalf of all employees. Include salaries and wages, PAYE and NI (employees and employers), pension contributions and employment expenses.
5. (-) Loan interest/capital repayments	NIL	NIL	Total expenditure or payments of capital and interest made during the year on the authority's borrowings (if any).
6. (-) All other payments	23,339	15,897	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	18082	531,649	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	18082	531,649	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	38,639	38,639	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	NIL	500,000	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 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 2018 the Accounting Statements in this Annual Governance and Accountability Return present fairly the financial position of this authority and its income and expenditure, or properly present receipts and payments, as the case may be.

Signed by Responsible Financial Officer

Russell M. E. Browne

Date

14/05/2018

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

14/05/2018

and recorded as minute reference:

2018/19/69 REFERENCE

Signed by Chairman of the meeting where approval of the Accounting Statements is given

[Signature]

Section 3 – External Auditor Report and Certificate 2017/18

In respect of

STANSTED PARISH COUNCIL

1 Respective responsibilities of the body and the auditor

This authority is responsible for ensuring that its financial management is adequate and effective and that it has a sound system of internal control. The authority prepares an Annual Governance and Accountability Return in accordance with Proper Practices which:

- summarises the accounting records for the year ended 31 March 2018; and
- confirms and provides assurance on those matters that are relevant to our duties and responsibilities as external auditors.

Our responsibility is to review Sections 1 and 2 of the Annual Governance and Accountability Return in accordance with guidance issued by the National Audit Office (NAO) on behalf of the Comptroller and Auditor General (see note below). Our work does not constitute an audit carried out in accordance with International Standards on Auditing (UK & Ireland) and does not provide the same level of assurance that such an audit would do.

2 External auditor report 2017/18

(Except for the matters reported below)* on the basis of our review of Sections 1 and 2 of the Annual Governance and Accountability Return, in our opinion the information in Sections 1 and 2 of the Annual Governance and Accountability Return is in accordance with Proper Practices and no other matters have come to our attention giving cause for concern that relevant legislation and regulatory requirements have not been met. (*delete as appropriate).

(continue on a separate sheet if required)

Other matters not affecting our opinion which we draw to the attention of the authority:

(continue on a separate sheet if required)

3 External auditor certificate 2017/18

We certify/do not certify* that we have completed our review of Sections 1 and 2 of the Annual Governance and Accountability Return, and discharged our responsibilities under the Local Audit and Accountability Act 2014, for the year ended 31 March 2018.

*We do not certify completion because:

External Auditor Name

ENTER NAME OF EXTERNAL AUDITOR

External Auditor Signature

SIGNATURE REQUIRED

Date

DD/MM/YY

*Note: the NAO issued guidance applicable to external auditors' work on limited assurance reviews for 2017/18 in Auditor Guidance Note AGN/02. The AGN is available from the NAO website (www.nao.org.uk)

STANSTED PARISH COUNCIL

ANNUAL RETURN 2017/18 GOVERNANCE STATEMENT

Box 4 Explanation

In 2017 the Annual Parish Council Meeting was scheduled to be held on Monday 8th May and all items relating to the External Audit Annual Return were on the agenda for that meeting. The Notice of Public Rights was put up at the same time as the notice for the meeting, a few days before 8th May, although the period stated started on Monday 5th June.

By the time of the meeting on 8th May, the internal auditor had not returned the books and papers and the items relating to the Annual Return had to be deferred to the next meeting, which was held on Monday 5th June. Unfortunately it did not occur to anybody that the Notice of Public Rights needed to be amended by one day to start and finish one day later than the meeting at which the Annual Return items were agreed and signed and of course to alter on the notice already displayed on the notice board.

STANSTED PARISH COUNCIL

BANK RECONCILIATION at 31 March 2018

NatWest Community Account	4466
NatWest Bonus Saver Account #1	24755
NatWest Bonus Saver Account #2 (school purchase reserve)	494750
NatWest Bonus Saver Account #3 (Brownes Bequest)	7842
	<u>531813</u>

less unpresented cheques	
cheque 854	164

total	<u>164</u>
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add unbanked cash at 31 March 2018

none 0

total	<u>0</u>
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Total 531,649

Balance brought forward	18082
Total receipts	535196
Total payments	21628
	<u>531649</u>

Balance carried forward 531,649

CASH BOOK

Balance brought forward	18082
Receipts in year	535196
Payments in year	21628
	<u>531649</u>

NOTE

No petty cash kept

Prepared by Roxana Brammer
Clerk/RFO

Approved by Council 14 May 2018
Minute 2018/19/63

STANSTED PARISH COUNCIL

ANNUAL RETURN 2017/18

VARIANCES

SECTION 1	2016/17 £	2017/18 £	VARIANCE £	VARIANCE %	DETAILED EXPLANATION		AMOUNTS
BOX 1 balances brought forward	20095	18082	-2013	-10%			
Box 2 precept	16000	22260	6260	39%			345
Box 3 other receipts	10906	512936	502030	4603%	Line 3 Variation -increase of £502030 due to the following items: Council Tax support grant - lower Tonbridge & Malling Borough Council Financial arrangement -lower Bank interest - higher Recreation Ground hire - higher Grants & donations - higher PWLb loan - higher Rent - higher VAT repaid - lower	-727 -3405 95 140 7261 499,825 50 -1209 502030	
Box 4 Staff costs	5580	5732	152	3%	within 15%		30
Box 5 loan interest/capital repavments	0	0	0	0%	First repayment on loan due May 2018		

Box 6 other payments	23339	15896	-7443	-32%	Line 6 Variation - decrease of £7443 due to the following items S 137 grants -higher Grants under other powers - lower General administration - higher Audit - lower Insurance - higher Subscriptions -higher Legal & professional fees - lower Hall hire - lower Land and playpark maintenance -lower grass cutting of churchyard - higher Other expenses - lower VAT paid - lower	25 -2200 228 -5 29 27 -3142 -76 -435 60 -719 -1235 -7443
Box 7 balances c/f	18082	531649	513567	2840%	Line 7 variation - higher due to PWLB loan received during year	
Box 8 cash & short term investments	18082	531649	513567	2840%	Line 8 variation - due to balance of PWLB loan unspent at end of year	
Box 9 Fixed & long term assets	38639	38639	38369	0%		
Box 10 borrowings	0	50000	50000			
Reserves at 31 March 2017	Box 7 is more than twice Box 2					
	Maintenance of Browne's Bequest Field Playpark renewal Former school purchase & refurbishment General Reserves					7840 97 494731 10145 512813