

CAPEL-LE-FERNE PARISH
COUNCIL
INCOME AND EXPENDITURE ACCOUNT
01.04.12 - 31.03.13

INCOME			
Precept	-	14,750.00	-
Bank Interest	-	18.83	-
Newsletter Paid Adverts	-	3,888.00	-
History Books	-	61.50	-
Community Recreation Project	-	7,540.00	-
Insurance Claim	-	2,057.30	-
Jubilee Event - Sale of Mugs	-	401.50	-
	-		-
TOTAL INCOME	-		<u>28,717.13</u>

EXPENDITURE			
General Administration:	-	-	-
Clerk's Salary	3,895.32		-
Insurance	1,318.04		-
Members Expenses	0.00		-
Newsletter	4,178.52		-
Postage/Expenses	211.39		-
Hall rent	114.00		-
Election Expenses	0.00		-
Audit Fee 2009	160.00		-
Jubilee Event Medals & Mugs	814.91		-
Total Administration	-	10,692.18	-
Parish Maintenance:	-		-
Play Equipment Inspection	81.00		-
Play Equipment Repairs	2149.30		-
Tree Work/Other Grounds	645.00		-
Work			
Litter Clearance	864.96		-
Mowing (B2011/field)	2,926.85		-
Field rent	485.10		-
Noticeboards	1,098.00		-
			-
Total Parish Maintenance		8250.21	-
Buffet Lunch	-	271.39	-
Community Project Planning Application	-	167.50	-
Grants S137 (Wreaths / Memorial Day)	-	38.50	-
TOTAL EXPENDITURE	-		<u>19,419.78</u>

<u>INCOME OVER EXPENDITURE</u>		<u>9,297.35</u>
---------------------------------------	--	------------------------

CAPEL-LE-FERNE PARISH COUNCIL

BALANCE SHEET AS AT 31st MARCH 2013

2012		2013
	LONG TERM ASSETS	
0.00	Investments	0.00
0.00	Long Term Debtors	0.00
	CURRENT ASSETS	
0.00	Stocks and Shares	0.00
0.00	Debtors	0.00
1,834.84	- VAT	2194.08
0.00	- Invoices	0.00
0.00	Payments in Advance	0.00
24,109.28	Cash	33047.39
25,944.12	TOTAL ASSETS	35241.47
	LESS CURRENT LIABILITY	
0.00	Creditors	0.00
0.00	Receipts in Advance	0.00
0.00	Cash Overdrawn	0.00
25,944.12	NET ASSETS	35,241.47

REPRESENTED BY:

2012		2013
30,012.38	Opening Balance	25,944.12
0.00	Prior Year Adjustment:	0.00
17,993.67	Income	28,717.13
-22,061.93	Expenditure	-19,419.78
25,944.12		35,241.47

The above statement represents fairly the financial position of the authority as at 31st March 2013 and reflects its income and expenditure during the year.

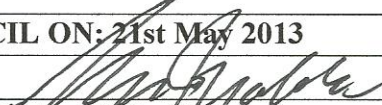

APPROVED BY COUNCIL ON: 21st May 2013

SIGNED: (Chairman)

SIGNED: (Responsible Finance Officer)

ASSETS Movement in the year:	COSTS
The basis of valuation of these assets is historic cost with the exception of Community Land, which is valued at nil.	
Assets disposed of during the year	0.00
As at 31st March 2013 the following assets were held:	-
All weather play surface	7,925.00
Safety Surfaces	4,474.00
Community Land	0.00
Furniture & Fittings - seats, fencing, waste-bins, notice board	14,709.00
Play Equipment	39,400.00
Decorative White Gates	3,000.00
Bus Shelter	2,623.00
CCTV DVR	665.00
Noticeboards	838.00
TOTAL	73,634.00
Other Current Assets (Cash Held)	-
Community Recreation Project	7,540.00
History Book Project	3,511.59
Decorative Gates Project	487.96
Bus Shelter Project	377.00
VAT owed	2194.08
Parish Council C/Fwd	21,130.84
TOTAL	35,241.47

BORROWING
At the close of business on 31 st March 2013 the Council had repaid all loans.
DEBTS OUTSTANDING
There were no debts outstanding.
S137 PAYMENTS
Section 137 of the Local Government Act 1972 enables Parish Councils to spend up to the product of £3.50 per head of electorate for the benefit of people in the area on activities not specifically authorised by other powers. The limits for this Council in the year ended 31 st March 2013 was: £38.50 (Approx: 1598 electorate).
ADVERTISING AND PUBLICITY
There were no costs incurred during this year.

APPROVED BY COUNCIL ON: 21st May 2013
SIGNED: (Chairman) 
SIGNED: (Responsible Finance Officer) 

BANK RECONCILIATION

Prepared by:

Audit: Capel-le-Ferne Parish Council	Completed by: M Leppard
Year: 2012 - 2013	Date: 31 st March 2013

Bank Balances per Bank Statements as at 31st March 2013:

Current Account	2725.75
Reserve Account	25471.96
Community Project Account	5005.00
Other Accounts	
TOTAL	33202.71

Less Unpresented cheques at 31st March 2013:

1416		72.08
1417		48.24
1418		35.00
		155.32

Other Adjustments as at 31st March 2013:

	0.00
--	------

Plus Unpresented Income as at 31st March 2013:

	0.00

Net Balances as at 31 st March 2013	33047.39
--	----------

The net balances reconcile to the Cash Book (receipts and payments accounts for the year as follows:

Opening Balance 1 st April 2012	24109.28
Add: Receipts in the Year	30551.97
Less: Payments in the Year	-21613.86
Closing Balance per cash book (receipts and payments book) as at 31 st March 2013 (<i>must equal net balances above</i>)	33047.39

Local Councils in England

Annual return for the year ended 31 March 2013

Local councils in England with an annual turnover of £6.5 million or less must complete an annual return in accordance with proper practices summarising their activities at the end of each financial year. In this annual return the term 'local council' includes a Parish Meeting, a Parish Council and a Town Council.

The annual return on pages 2 to 5 is made up of four sections:

- Sections 1 and 2 are completed by the person nominated by the local council.
- Section 3 is completed by the external auditor appointed by the Audit Commission.
- Section 4 is completed by the local council's internal audit provider.

Each council must approve this annual return no later than 30 June 2013.

Completing your annual return

Guidance notes, including a completion checklist, are provided on page 6 and at relevant points in the annual return.

Complete all sections highlighted in green. Do **not** leave any green box blank. Incomplete or incorrect returns require additional external audit work and may incur additional costs.

Send the annual return, together with your bank reconciliation as at 31 March 2013, an explanation of any significant year on year variances in the accounting statements and any additional information requested, to your external auditor by the due date.

Your external auditor will identify and ask for any additional documents needed for audit. Therefore, unless requested, do **not** send any original financial records to the external auditor.

Audited and certified annual returns will be returned to the local council for publication or public display of sections 1, 2 and 3. You must publish or display the audited annual return by 30 September 2013.

It should not be necessary for you to contact the external auditor or the Audit Commission directly for guidance.

More guidance on completing this annual return is available in the Practitioners' Guide for local councils that can be downloaded from www.nalc.gov.uk or from www.slcc.co.uk

Section 1 – Accounting statements 2012/13 for

CAPPEL-LE-FERNE PARISH COUNCIL

Readers should note that throughout this annual return references to a 'local council' or 'council' also relate to a parish meeting.

	Year ending		Notes and guidance
	31 March 2012 £	31 March 2013 £	
1 Balances brought forward	30,012	25,944	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 (+) Annual precept	14,500	14,750	Total amount of precept received or receivable in the year.
3 (+) Total other receipts	3,494	13,967	Total income or receipts as recorded in the cashbook less the precept received (line 2). Include any grants received here.
4 (-) Staff costs	4,765	4,760	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	0	0	Total expenditure or payments of capital and interest made during the year on the council's borrowings (if any).
6 (-) All other payments	17,297	14,660	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	25,944	35,241	Total balances and reserves at the end of the year. Must equal (1+2+3) – (4+5+6)
8 Total cash and short term investments	24,109	33,047	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 other long term investments and assets	72,796	73,634	The original Asset and Investment Register value of all fixed assets, plus other long term assets owned by the council 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 (If Applicable) Trust funds (including charitable) disclosure note	YES NO	YES NO	(if applicable) The council acts as sole trustee for and is responsible for managing trust funds or assets. (Readers should note that the figures in the accounting statements above do not include any trust transactions.)

I certify that for the year ended 31 March 2013 the accounting statements in this annual return present fairly the financial position of the council and its income and expenditure, or properly present receipts and payments, as the case may be.

Signed by Responsible Financial Officer



Date 21/05/2013

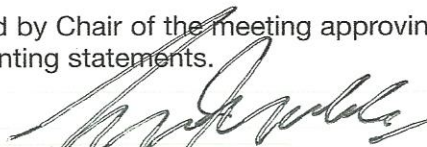
I confirm that these accounting statements were approved by the council on this date:

21/05/2013

and recorded as minute reference:

MAY 2013 - ITEM 9B

Signed by Chair of the meeting approving these accounting statements.



Date 21/05/2013

Section 2 – Annual governance statement 2012/13

We acknowledge as the members of:

CAPEL - LE - FERNE PARISH COUNCIL

our responsibility for ensuring that there is a sound system of internal control, including 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 2013, that:

	Agreed –		'Yes' means that the council:	
	Yes	No*		
1 We approved the accounting statements prepared in accordance with the requirements of the Accounts and Audit Regulations and proper practices.	✓		prepared its accounting statements in the way prescribed by law.	
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 codes of practice that could have a significant financial effect on the ability of the council to conduct its business or on its finances.	✓		has only done things that it has the legal power to do and has conformed to codes of practice and standards in the way it has done 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 has given all persons interested the opportunity to inspect and ask questions about the council's accounts.	
5 We carried out an assessment of the risks facing the council and took appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.	✓		considered the financial and other risks it faces and has dealt with them properly.	
6 We maintained throughout the year an adequate and effective system of internal audit of the council 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 the council.	
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 the council 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 Trust funds (including charitable) – in our capacity as the sole managing trustee we discharged our responsibility in relation to the accountability for the fund(s)/assets, including financial reporting and , if required, independent examination or audit.	YES	NO	NA	has met all of its responsibilities where it is a sole managing trustee of a local trust or trusts.

This annual governance statement is approved by the council and recorded as minute reference

MAY 2013 - ITEM 9B

dated 21/05/2013

Signed by:

Chair

dated 21/05/2013

Signed by:

Clerk

dated 21/05/2013

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

Section 3 – External auditor certificate and opinion 2012/13

Certificate

We certify that we have completed the audit of the annual return for the year ended 31 March 2013 of

CAPPEL-LE-FERNE PARISH COUNCIL

Respective responsibilities of the council and the auditor

The council is responsible for ensuring that its financial management is adequate and effective and that it has a sound system of internal control. The council prepares an annual return in accordance with proper practices which:

- summarises the accounting records for the year ended 31 March 2013; and
- confirms and provides assurance on those matters that are important to our audit responsibilities.

Our responsibility is to conduct an audit in accordance with guidance issued by the Audit Commission and, on the basis of our review of the annual return and supporting information, to report whether any matters that come to our attention give cause for concern that relevant legislation and regulatory requirements have not been met.

External auditor report

~~(Except for the matters reported below)*~~ on the basis of our review, in our opinion the information in the annual return is in accordance with proper practices and no 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 council:

(continue on a separate sheet if required)

External auditor signature

PKF Littlejohn LLP

External auditor name

PKF LITTLEJOHN LLP

Date

19/9/2013

Note: The auditor signing this page has been appointed by the Audit Commission and is reporting to you that they have carried out and completed all the work that is required of them by law. For further information please refer to the Audit Commission's publication entitled *Statement of Responsibilities of Auditors and of Audited Small Bodies*.

Section 4 – Annual internal audit report 2012/13 to

CAPPEL - LE - FERNE PARISH COUNCIL

The council's internal audit, acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with relevant procedures and controls expected to be in operation during the financial year ended 31 March 2013.

Internal audit has been carried out in accordance with the council'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 the council.

Internal control objective	Agreed? Please choose only one of the following		
	Yes	No*	Not covered**
A Appropriate books of account have been kept properly throughout the year.	✓		
B The council's financial regulations have been met, payments were supported by invoices, all expenditure was approved and VAT was appropriately accounted for.	✓		
C The council assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.	✓		
D The annual precept 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.	✓		
G Salaries to employees and allowances to members were paid in accordance with council 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, were supported by an adequate audit trail from underlying records, and where appropriate debtors and creditors were properly recorded.	✓		
K Trust funds (including charitable) The council met its responsibilities as a trustee.			✓

For any other risk areas identified by the council (list any other risk areas below or on separate sheets if needed) adequate controls existed:

Name of person who carried out the internal audit TREVOR BARRY BISHOP

Signature of person who carried out the internal audit J Barry Date 14/6/2013

***Note:** 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, internal audit must explain why not (add separate sheets if needed).

Guidance notes on completing the 2012/13 annual return

- 1 You must apply proper practices for preparing this annual return. Proper practices are found in the *Practitioners' Guide** which is updated from time to time and contains everything you should need to prepare successfully for your financial year-end and the subsequent audit. Both NALC and SLCC have helplines if you want to talk through any problem you encounter.
- 2 Make sure that your annual return is complete (i.e. no empty green boxes), and is properly signed and dated. Avoid making any amendments to the completed return. But, if this is unavoidable, make sure the amendments are drawn to the attention of and approved by the council, properly initialled and an explanation is provided to the external auditor. Annual returns containing unapproved or unexplained amendments will be returned unaudited and may incur additional costs.
- 3 Use the checklist provided below. Use a second pair of eyes, perhaps a council member or the Chair, to review your annual return for completeness before sending it to the external auditor.
- 4 Do not send the external auditor any information not specifically asked for. Doing so is not helpful. However, you must notify the external auditor of any change of Clerk, Responsible Finance Officer or Chair.
- 5 Make sure that the copy of the bank reconciliation which you send to your external auditor with the annual return covers **all** your bank accounts. If your council holds any short-term investments, note their value on the bank reconciliation. The external auditor must be able to agree your bank reconciliation to Box 8 on the Accounting Statements (Section 1). **You must provide an explanation for any difference between Box 7 and Box 8.** More help on bank reconciliation is available in the *Practitioners' Guide**.
- 6 **Explain fully** significant variances in the accounting statements on page 2. Do not just send in a copy of your detailed accounting records instead of this explanation. The external auditor wants to know that **you** understand the reasons for all variances. Include complete analysis to support your explanation. There are a number of examples provided in the *Practitioners' Guide** to assist you.
- 7 If the external auditor has to review unsolicited information, or receives an incomplete bank reconciliation, or you do not fully explain variances, this may incur additional costs for which the auditor will make a charge.
- 8 Make sure that your accounting statements add up and the balance carried forward from the previous year (Box 7 of 2012) equals the balance brought forward in the current year (Box 1 of 2013).
- 9 **Do not complete section 3.** The external auditor will complete it at the conclusion of the audit.

Completion checklist – 'No' answers mean you may not have met requirements		Done?
All sections	All green boxes have been completed?	✓
	All information requested by the external auditor has been sent with this annual return? Please refer to your notice of audit.	✓
Section 1	Council approval confirmed by signature of Chair of meeting approving accounting statements?	✓
	An explanation of significant variations from last year to this year is provided?	✓
	Bank reconciliation as at 31 March 2013 agreed to Box 8?	✓
	An explanation of any difference between Box 7 and Box 8 is provided?	✓
Sections 1 and 2	Trust funds – all disclosures made if council is a sole managing trustee? NB: Do not send trust accounting statements unless requested.	N/A
Section 2	For any statement to which the response is 'no', an explanation is provided?	✓
Section 4	All green boxes completed by internal audit and explanations provided?	✓

***Note:** *Governance and Accountability for Local Councils in England – A Practitioners' Guide* is available from your local NALC and SLCC representatives or from www.nalc.gov.uk or www.slcc.co.uk