Section 1 – Accounting statements 2013/14 for

Enter name of reporting body here: FELSHAM PARISH Council/~~Meeting~~

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 2013 £	31 March 2014 £	Please round all figures to nearest £1. Do not leave any boxes blank and report £0 or Nil balances. All figures must agree to underlying financial records.
1 Balances brought forward	4524	6437	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	4625	4875	Total amount of precept received or receivable in the year.
3 (+) Total other receipts	1554	1574	Total income or receipts as recorded in the cashbook less the precept received (line 2). Include any grants received here.
4 (-) Staff costs	1389	1959	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	2877	3340	*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	6437	7587	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	6437	7587	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	5231	5609	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 **Disclosure note** Trust funds (including charitable)	yes / no: NO	yes / no: NO	The council acts as sole trustee for and is responsible for managing trust funds or assets. The figures in the accounting statements above do not include any trust transactions.

I certify that for the year ended 31 March 2014 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

H Caldwell

Date 04/04/2014

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

15/04/2014

and recorded as minute reference:

2013/987

Signed by Chair of the meeting approving these accounting statements.

M Garrod

Date 15/04/2014

Section 2 – Annual governance statement 2013/14

We acknowledge as the members of:

FELSHAM PARISH Council/~~Meeting~~

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 2014, that:

	Agreed – Yes	Agreed – No*	'Yes' means that the council:
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 proper practices that could have a significant financial effect on the ability of the council to conduct its business or on 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 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

2013/989.

dated 15/04/14

Signed by:

Chair [signature]

dated 15/4/2014

Signed by:

Clerk [signature]

dated 15/04/2014

*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 2013/14

Certificate

We certify that we have completed the audit of the annual return for the year ended 31 March 2014 of

FELSHAM PARISH Council/~~Meeting~~

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 2014; 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:

Please see enclosed report

BDO LLP Southampton United Kingdom

(continue on a separate sheet if required)

External auditor signature BDO LLP

External auditor name BDO LLP Southampton United Kingdom

Date 10/8/14

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.

BDO LLP is a limited liability partnership registered in England and Wales (with registered number OC305127).

Section 4 – Annual internal audit report 2013/14 to

FELSHAM PARISH Council/~~Meeting~~

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 2014.

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 accounting records 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.	Yes	No	Not applicable
			✓

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 ANDREW DAVID CONQUEST

Signature of person who carried out the internal audit [signature] Date 13 JUNE 2014

*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).

FELSHAM PARISH COUNCIL

Bank Reconciliation

Year ended 31 March 2014

Bank Accounts

Lloyds TSB - Current Account	as at	31.03.14	£936.17
Lloyds TSB - Deposit Account	as at	31.03.14	£6,650.54

Less unpresented cheques (list)

Cheque No	Amount

£0.00

Add uncleared payment (list)

Total	0

0

Add Petty Cash 0

Add Investments 0

TOTAL £7,586.71

What is the figure in Box 8 in Section 1 of the Annual Return? £7,587

Does the total equal Box 8 in Section 1 of the Annual Return? YES

If NO there is an error in this statement.

Felsham Parish Council year ending 31st March 2014

2013/2014

Reciepts	
Precept	£ 4,875.00
Grant	£ 340.00
Donations	£ 1,000.00
Bank Interest	£ 3.02
Refund VAT	£ 231.35
	£ 6,449.37

Payments	
Salaries	£ 1,959.42
Expenses	£ 106.09
Playingfield Grass	£ 225.00
Grass Cutting	£ 963.72
Grants S137	£ 120.00
Subscriptions/Registration	£ 292.00
Insurance	£ 265.00
Village News	£ 25.00
Hall Hire	£ 118.00
Litter Bins	£ 182.95
Street Lights	£ 238.57
Equipment	£ 279.23
CAB	£ 50.00
Repairs & Maint	£ 275.00
Vat	£ 199.72
	£ 5,299.70
Net payments & Reciepts	£ 1,149.67

Cash Reserves

Opening Reserves	£ 6,437.04
Nett Movement	£ 1,149.67
Closing Reserves	£ 7,586.71

Represented by:

Cash at Bank - Current	£ 936.17
- Deposit	£ 6,650.54
Petty Cash	£ -
	£ 7,586.71

As per Asset Register **£ 5,609.00**

Closing Reserves made up of:

Bus Shelter	£350.00
Street Lighting replacement	£3,000.00
Elections	£300.00
Village Sign	£713.89
General	£3,222.82
	£7,586.71

Felsham Parish Council
Annual Return - Check for significant variances 2013/14

Box No	This year	Last Year	Diff £	Diff %	if >£100 or > 10%	Explanation	Amount
2	4875	4625	250	5.41%	YES	Budget process identified precept	
3	1574	1554	20	1.29%	NO		
4	1959	1389	570	41.04%	YES	Salary review and increase in clerks hours **13 months salary in 2013/14 and only 11 months recorded in 2012/13 and 5 Hmrc payments in 2013/14 only 3 in 2012/13**	£242 £328
5	0	0	0		NO		
6	3340	2877	463	16.09%	YES	Additional grass cutting costs in 2014	£268.00
						Higher S137 grants in 2014	£100.00
						Dog bin purchase in 2014 plus emtying	£112.95
						Grit bin purchases in 2014	£267.08
						Additional maint in 2014 Mole control £100 Fence repair £85 Tree work £90	£275.00
						Jubilee bench purchase 2013	-£512.00
						Purchase of dog litter bin	£111.54
9	5609	5231	378	7.23%	YES	purchase of grit bins	£267.09
10		0	0		NO		