



Mrs L Kleinschmidt  
Leigh Parish Council  
Salehurst Barn  
Oak Lane  
Blackham  
Kent  
TN3 9UB

28 April 2026

Dear Louise,

**Re: Leigh Parish Council**  
**Internal Audit Report for Financial Year Ended 31 March 2026**

**Executive summary**

Following completion of our final internal audit on 28 April 2026, we are pleased to enclose our report for your review and presentation to the council. The audit was conducted in accordance with current professional standards and guidelines, employing a risk-based approach to our testing. While not all transactions were examined, our sample testing, where appropriate, covered the financial year to date.

Some assertions, as noted in this report, were tested at the interim internal audit completed during the financial year and the council should review all internal audit reports for the year before completing the Annual Governance Statement.

The structure of this report aligns with the assertions set out in the Annual Internal Auditor Report section of the published Annual Governance and Accountability Return (AGAR). Each section begins with a summary of the assertion being assessed, followed by details of the testing undertaken, which was guided by the audit plan previously shared with the council. A copy of the audit plan is available upon request. The report concludes with our opinion on whether each assertion has been met as of the date of the audit. **Any recommendations for action are highlighted in bold and summarised in the table at the end of the report.**

Our testing did not identify any procedural errors requiring reporting to the external auditor at this time, nor did we observe any material weaknesses in internal controls that would pose a risk to public funds. In fact, the processes and procedures together with own built in compensating controls are robust, strictly followed and in many respects a model of good practice.

We are pleased to report that overall, the systems and procedures currently in place are appropriate and effective. While this report may include recommendations for improvement, these should not be viewed as indicators of significant deficiencies. Rather, they are intended to support the continued development of what is, in our view, a well-managed and robust governance framework.

I have completed the Annual Internal Audit Report page of the AGAR and provided this to the council for onward submission to the External Auditor.

## **Regulation**

The Accounts and Audit Regulations 2015 require smaller authorities, each financial year, to conduct a review of the effectiveness of the system of internal control and prepare an annual governance statement in accordance with proper practices in relation to accounts. In addition to this, a smaller authority is required by Regulation 5(1) of the Accounts and Audit Regulations 2015 to “undertake an effective internal audit to evaluate the effectiveness of its risk management, control and governance processes, taking into account public sector internal auditing standards or guidance.”

Internal auditing is an independent, objective assurance activity designed to improve an organisation’s operations. It helps an organisation accomplish its objectives by bringing a systematic, disciplined approach to evaluate and improve the effectiveness of risk management, control and governance processes.

The primary purpose of internal audit is to assess and report to the authority on the effectiveness of its financial systems and other internal controls, including the operational procedures that support its activities.

The internal audit function involves testing and evaluating whether the authority’s internal control framework is both adequate and functioning effectively. Internal audit reports should be made available to all Members, providing a basis for informed decision making when considering the authority’s approval of the Annual Governance Statement.

## **Independence and competence**

Your audit was conducted by Jackie Scarff of Mulberry Local Authority Services Ltd, who has over 14 years’ experience specialising in local government.

Your auditor is independent from the management of the financial controls and procedures of the council and has no conflicts of interest with the audit client, nor do they provide any management or financial assistance to the client.

## **Engagement Letter and inherent risk assessment**

An engagement letter was previously issued to the council covering the 2025/26 internal audit assignment, which includes the scope and plan of works and fee structure. Copies of this document are available on request from [anna@mulberrylas.co.uk](mailto:anna@mulberrylas.co.uk)

In summary, our work will address each of the internal control objectives as stated on the Annual Internal Audit Report of the AGAR.

It is our opinion that the inherent risk of error or misstatement within the council’s financial systems is low. The internal control environment is considered reliable, and as such, substantive testing of individual transactions is not deemed necessary at this stage.

Audit testing will therefore consist of walk-through testing on a selection of sample data, covering the period under review within the current council year. This approach is designed to confirm that key controls are operating effectively throughout the financial period.

## Table of Contents

|  |    |
|--|----|
| UPDATES ON RECOMMENDATIONS FROM INTERIM AUDIT .....                  | 4  |
| A. BOOKS OF ACCOUNT .....  | 4  |
| B. FINANCE REGULATIONS, GOVERNANCE AND PAYMENTS .....                | 4  |
| C. RISK MANAGEMENT AND INSURANCE .....                               | 5  |
| D. BUDGET, PRECEPT AND RESERVES .....                                | 5  |
| E. INCOME .....  | 6  |
| F. CASH .....  | 7  |
| G. PAYROLL .....   | 7  |
| H. ASSETS AND INVESTMENTS .....                                      | 7  |
| I. BANK AND CASH .....   | 8  |
| J. YEAR END ACCOUNTS .....   | 8  |
| K. LIMITED ASSURANCE REVIEW .....                                    | 11 |
| L: PUBLICATION OF INFORMATION .....                                  | 11 |
| M: EXERCISE OF PUBLIC RIGHTS - INSPECTION OF ACCOUNTS .....          | 12 |
| N: PUBLICATION REQUIREMENTS .....                                    | 13 |
| O. DIGITAL AND DATA COMPLIANCE .....                                 | 13 |
| P. TRUSTEESHIP .....   | 14 |
| Achievement of control assertions at final internal audit date ..... | 14 |
| Internal Audit – Summary of recommendations .....                    | 16 |
| O. DIGITAL AND DATA COMPLIANCE .....                                 | 16 |

## INTRODUCTION

The audit was conducted remotely with the Clerk, who also acts as the council's Responsible Financial Officer (RFO). The Clerk had prepared the information advised in advance of the visit, and overall, I have the impression that accounting records are neatly maintained and easily accessible.

Other information was reviewed through discussion with the Clerk and a review of the council website [www.leighkentparish.gov.uk](http://www.leighkentparish.gov.uk)

## UPDATES ON RECOMMENDATIONS FROM INTERIM AUDIT

### Internal Audit – Summary of recommendations

| Audit Point  | Interim Audit Findings  | Council comments                           |
|--|---|--|
| <b>B. FINANCE REGULATIONS, GOVERNANCE AND PAYMENTS</b> | I recommend committee agendas and minutes are added to the website and a diary of meetings for 2026 is updated. | To be completed                            |
| <b>C. RISK MANAGEMENT AND INSURANCE</b>                | I recommend that the matrix identifies what constitutes high medium or low risk for consistent evaluation.      | Completed                                  |
| <b>I. BANK AND CASH</b>                                | I recommend that the councils FR's are updated to reflect current practice.                                     | Being reviewed for the new financial year. |

## A. BOOKS OF ACCOUNT

### *Internal audit requirement*

*Appropriate accounting records have been kept properly during the year.*

### **Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

## CONCLUSION

I am satisfied this control objective has been met.

## B. FINANCE REGULATIONS, GOVERNANCE AND PAYMENTS

### *Internal audit requirement*

*This authority complied with its Finance Regulations, payments were supported by invoices, all expenditure was approved, and VAT was appropriately accounted for.*

### **Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

---

## CONCLUSION

I am satisfied this control objective has been met.

---

## C. RISK MANAGEMENT AND INSURANCE

### **Internal audit requirement**

*This authority assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.*

### **Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

We discussed assertion 8 on the Annual Governance Statement and whether this had any impact on the council.

*“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.”*

The Clerk confirmed that they were not aware of any event having a financial impact that was not included in the accounting statements.

---

## CONCLUSION

I am satisfied this control objective has been met.

---

## D. BUDGET, PRECEPT AND RESERVES

### **Internal audit requirement**

*The precept or rates requirement resulted from an adequate budgetary process; progress against the budget was regularly monitored; and reserves were appropriate.*

### **Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

### **Budget**

The Clerk/RFO produces regular detailed budget reports from the accounting software. The year-end budget report shows receipts reported as 99% of budget and payments at 103%. There is no evidence to suggest that the budget has not been accurately set and carefully monitored throughout the year.

There is evidence within the minutes of meetings that councillors regularly receive budget reports for review, providing them with sufficient financial information to make informed decisions.

### **Precept**

The council set a precept of £55,250 for 2025/26. With a tax base of 971.93, this equates to a band D equivalent of £56.85 (compared to the average in England of £92.92). I was able to confirm that the precept amount recorded in the accounts is correct, and equals the amount recorded in box 2 of the Accounting Statements.

The Clerk confirmed that the 2026/27 budget and precept were approved by the council at the meeting held on 2 February 2026 (minute ref 150 ii).

## Reserves

The Smaller Authorities Proper Practices Panel (SAPPP) Practitioner's guide provides updated guidance on the appropriate level of general reserves that councils should retain as below:

5.33 *The general reserve of an authority comprises its cash flow and contingency funds to cover unexpected inflation, unforeseen events and unusual circumstances.*

5.34 *The generally accepted recommendation with regard to the appropriate minimum level of a smaller authority's general reserve is that this should be maintained at between three and twelve months of net revenue expenditure.*

5.35 *The reason for the wide range is to cater for the large variation in activity level between individual authorities. The smaller the authority, the closer the figure may be to 12 months expenditure, the larger the authority, the nearer to 3 months. In practice, any authority with income and expenditure in excess of £200,000 should plan towards 3 months equivalent general reserve.*

5.36 *In all of this it is important that each authority adopt, as a general reserve policy, the level appropriate to their size, situation, risks and plan their budget so as to ensure that the adopted level is maintained. Consideration of the minimum level of reserves requires not only consideration of level of income and expenditure but also the risks to that income.*

5.37 *Authorities with significant self-generated income (other than the precept or levy) should take into account situations that may lead to a loss in revenue as well as increased costs and adapt their general reserve accordingly.*

At the year-end, the council held circa £97,941 in reserves, split between categories as below:

- Capital EMR           £0
- CIL EMR               £0
- Earmarked EMR      £67,750
- General Reserves    £30,191

I checked the purpose of these earmarked reserves with the Clerk and am satisfied they are all for legitimate future planned projects of the council.

The general reserve balance is within the recommended range as detailed in the Practitioner's Guide.

---

## CONCLUSION

I am satisfied this control objective has been met.

---

## E. INCOME

### **Internal audit requirement**

*Expected income was fully received, based on correct prices, properly recorded and promptly banked; and VAT was appropriately accounted for.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

---

**CONCLUSION**

I am satisfied this control objective has been met.

---

**F. CASH**

**Internal audit requirement**

*Cash payments were properly supported by receipts; all cash expenditure was approved and VAT appropriately accounted for.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

---

**CONCLUSION**

The council has no cash payments and the testing for this internal control objective is not applicable.

---

**G. PAYROLL**

**Internal audit requirement**

*Salaries to employees and allowances to members were paid in accordance with the authority's approvals, and PAYE and NI requirements were properly applied.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

I reviewed the figure included in box 4 (staff costs) on the Accounting Statements and was able to confirm from the accounting software that in accordance with the guidance contained in the Smaller Authorities Proper Practices Panel (SAPPP) Practitioner's guide this includes only salary payments, HMRC payments and pension contributions.

---

**CONCLUSION**

I am satisfied this control objective has been met.

---

**H. ASSETS AND INVESTMENTS**

**Internal audit requirement**

*Asset and investments registers were complete and accurate and properly maintained.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

I confirmed the asset register total matches that included in box 9 (total fixed assets plus long term investments and assets) on the Accounting Statements and was able to trace the changes to the previous year's total against the asset register. I confirmed by sample testing of the invoices that items added during the year has been accurately recorded as the original net purchase price.

The council has no long-term investments.  
The council has no borrowing through the PWLB.

---

## CONCLUSION

I am satisfied this control objective has been met.

---

## I. BANK AND CASH

### **Internal audit requirement**

*Periodic bank account reconciliations were properly carried out during the year.*

### **Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

I reviewed the year-end bank reconciliation for all accounts and was able to confirm the balances on 31 March 2026 to the bank statements and found no errors. I was able to confirm the total bank balances to the figure included in the Accountings Statements on the AGAR.

---

## CONCLUSION

I am satisfied this control objective has been met.

---

## J. YEAR END ACCOUNTS

### **Internal audit requirement**

*Accounting statements prepared during the year were prepared on the correct accounting basis (receipts and payments or income and expenditure), supported by an adequate audit trail from underlying records and, where appropriate, debtors and creditors were properly recorded.*

### **Audit findings**

The council is reminded that at its meeting to sign the Annual Governance and Accountability Return (AGAR), it should complete the steps in the following order:

- **Review and consider the Annual Internal Audit Report**
- **Complete Section 1 – Annual Governance Statement**
- **Complete Section 2 – Accounting Statements**

### **Section 1 – Annual Governance Statement**

Based on the internal audit findings, I recommend using the table below as the basis for that discussion.

|   | <b>Annual Governance Statement</b>  | <i>'Yes', means that this authority</i>  | Suggested response based on evidence  |
|---|---|--|---|
| 1 | We have put in place arrangements for effective financial management during the year, and for the preparation of the accounting statements. | <i>prepared its accounting statements in accordance with the Accounts and Audit Regulations.</i> | <b>YES</b> – accounts follow latest Accounts and Audit Regulations and practitioners guide recommendations. |
| 2 | We maintained an adequate system of internal control including measures designed to prevent and detect fraud and                            | <i>made proper arrangements and accepted responsibility for safeguarding the public</i>          | <b>YES</b> – there is regular reporting of financial transactions and accounting                            |

|   |   |  |   |
|---|---|--|---|
|   | corruption and reviewed its effectiveness.  | <i>money and resources in its charge.</i>  | summaries, offering the opportunity for scrutiny.   |
| 3 | We have assured 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. | <i>has only done what it has the legal power to do and has complied with Proper Practices in doing so.</i>   | <b>YES</b> – the Clerk advises the council in respect of its legal powers.                |
| 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.  | <i>during the year gave all persons interested the opportunity to inspect and ask questions about this authority's accounts.</i>   | <b>YES</b> – the requirements and timescales for 202/25 year-end were followed.           |
| 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.   | <i>considered and documented the financial and other risks it faces and dealt with them properly.</i>  | <b>YES</b> – the council has a risk management scheme and appropriate external insurance. |
| 6 | We maintained throughout the year an adequate and effective system of internal audit of the accounting records and control systems.   | <i>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.</i> | <b>YES</b> – the council has appointed an independent and competent internal auditor.     |
| 7 | We took appropriate action on all matters raised in reports from internal and external audit.   | <i>responded to matters brought to its attention by internal and external audit.</i>   | <b>YES</b> – matters raised in internal and external audit reports have been addressed.   |
| 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.           | <i>disclosed everything it should have about its business activity during the year including events taking place after the year end if relevant.</i>   | <b>YES</b> – no matters were raised during the internal audit visits.                     |
| 9 | Trust funds including charitable – In our capacity as the sole managing trustee we discharged our accountability responsibilities   | <i>has met all its responsibilities where, as a body corporate, it is a sole managing trustee of a local trust or trusts.</i>  | <b>N/A</b> – the council has no trusts  |

|    |  |   |  |
|----|--|---|--|
|    | for the fund(s)/asset(s), including financial reporting and, if required, independent examination or audit.                                  |   |  |
| 10 | We have put in place arrangements for the effective IT and data management in accordance with proper practices during the year under review. | <i>has made suitable arrangements for its IT and data management and has complied with proper practices in doing so</i> | <b>YES</b> – the council has met the requirements of Governance Assertion 10 |

## Section 2 – Accounting Statements

| AGAR box number |   | 2024/25   | 2025/26   | Internal Auditor notes  |
|-----------------|---|-----------|-----------|---|
| 1               | Balances brought forward                                  | 98,075    | 100,978   | Agrees to 2024/25 carry forward (box 7)   |
| 2               | Precept or rates and levies                               | 52,500    | 55,250    | Figure confirmed to central precept record  |
| 3               | Total other receipts                                      | 24,743    | 24,691    | Agrees to underlying accounting records   |
| 4               | Staff costs   | 29,851    | 31,839    | Agrees to underlying accounting records. Includes only expenditure allowed as staff costs (see section G) |
| 5               | Loan interest/capital repayments                          | 0         | 0         | Agrees to PWLB remittance advices / Council has no borrowing  |
| 6               | All other payments  | 44,489    | 51,139    | Agrees to underlying accounting records   |
| 7               | Balances carried forward                                  | 100,978   | 97,941    | Casts correctly and agrees to balance sheet   |
| 8               | Total value of cash and short- term investments           | 100,978   | 97,941    | Agrees to bank reconciliation for all accounts  |
| 9               | Total fixed assets plus long- term investments and assets | 2,062,180 | 2,062,180 | Matches asset register total and changes from previous year have been traced                              |
| 10              | Total borrowings  | 0         | 0         | Agrees to PWLB statement/ Council has no borrowing  |
| 11              | Do the figures in the accounting statements above         | yes       |           | Yes – trust transactions are excluded from the stated figures   |

|  |                                |  |  |  |
|--|--------------------------------|--|--|--|
|  | exclude any trust transactions |  |  |  |
|--|--------------------------------|--|--|--|

**Audit findings**

The year-end accounts have been correctly prepared on a receipts and payments basis with no requirement to complete the box 7 and 8 reconciliation.

The AGAR correctly casts and cross casts and last year’s comparatives match the figures submitted for 2024/25 and published on the council website.

The variance analysis has been completed and, in my opinion, provides sufficient financial and narrative information to explain the variances to the External Auditor.

-----  
**CONCLUSION**

I am satisfied this control objective has been met.  
 -----

**K. LIMITED ASSURANCE REVIEW**

**Internal audit requirement**

*IF the authority certified itself as exempt from a limited assurance review in the previous year, it met the exemption criteria and correctly declared itself exempt.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

-----  
**CONCLUSION**

The council did not certify itself exempt from a limited assurance review in the previous year and the testing for this internal control objective is not applicable.  
 -----

**L: PUBLICATION OF INFORMATION**

**Internal audit requirement**

*The authority publishes information on a free to access website/webpage, up to date at the time of the internal audit in accordance with relevant legislation*

**Audit findings**

All councils are required to follow The Accounts and Audit Regulations which include the following requirements:

- 13(1)** An authority must publish (which must include publication on that authority’s website)
  - (a) the Statement of Accounts together with any certificate or opinion entered by the local auditor in accordance with section 20(2) of the Act; and
  - (b) the Annual Governance Statement approved in accordance with regulation 6(3)

**13(2)** Where documents are published under paragraph (1), the authority must

- (a) keep copies of those documents for purchase by any person on payment of a reasonable sum; and
- (b) ensure that those documents remain available for public access for a period of not less than five years beginning with the date on which those documents were first published in accordance with that paragraph.

I was able to confirm that pages 4 (Annual Governance Statement), 5 (Accounting Statements) and 6 (External Auditor's Report and Certificate) of the AGARs are available for review on the council website for the previous five financial years.

*Confirm that the council is compliant with the relevant transparency code*

For councils with a turnover over £25,000, it is recommended best practice to follow the Local Government Transparency Code 2015, but not a statutory requirement and therefore not subject to verification during the internal audit.

---

**CONCLUSION**

I am satisfied this control objective has been met.

---

**M: EXERCISE OF PUBLIC RIGHTS - INSPECTION OF ACCOUNTS**

**Internal audit requirement**

*The authority, during the previous year, correctly provided for the exercise of public rights as required by the Accounts and Audit Regulations.*

**Audit findings**

| Inspection – key dates                                 | 2024/25 Actual | 2025/26 Proposed |
|--|----------------|------------------|
| Date AGAR signed by council                            | 6 May 2025     | 5 May 2026       |
| Date inspection notice issued                          | 2 June 2025    | 2 June 2026      |
| Inspection period begins                               | 3 June 2025    | 3 June 2026      |
| Inspection period ends                                 | 14 July 2025   | 14 July 2026     |
| Correct length (30 working days)                       | Yes            | Yes              |
| Common period included (first 10 working days of July) | Yes            | Yes              |

I am satisfied the requirements of this control objective were met for 2024/25, and assertion 4 on the Annual Governance Statement can therefore be signed yes by the council.

I reviewed the proposed dates for the Exercise of Public Rights for the 2025/26 AGAR and confirm that these are in accordance with the requirements of the Accounts and Audit Regulations.

---

**CONCLUSION**

I am satisfied this control objective has been met.

---

**N: PUBLICATION REQUIREMENTS****Internal audit requirement**

*The authority complied with the publication requirements for the prior year AGAR.*

Under the Accounts and Audit Regulations 2015, authorities must publish the following information on the authority website / webpage.

*Before 1 July 2025 authorities must publish:*

- *Notice of the period for the exercise of public rights and a declaration that the accounting statements are as yet unaudited*
- *Section 1 - Annual Governance Statement 2024/25, approved and signed, page 4*
- *Section 2 - Accounting Statements 2024/25, approved and signed, page 5*

*Not later than 30 September 2025 authorities must publish:*

- *Notice of conclusion of audit*
- *Section 3 - External Auditor Report and Certificate*
- *Sections 1 and 2 of AGAR including any amendments as a result of the limited assurance review.*

*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.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

---

**CONCLUSION**

I am satisfied this control objective has been met.

---

**O. DIGITAL AND DATA COMPLIANCE****Internal audit requirement**

*The authority has complied with laws, regulations and proper practices relating to digital and data compliance.*

**Audit findings**

The Smaller Authorities Proper Practices Panel (SAPPP) Practitioner's Guide (March 2025) contains guidance on the new Governance Assertion included on the 2025/26 AGAR which relates to this internal control objective.

**Website**

I was able to confirm that the council website contains a Privacy Notice and a Website Accessibility Statement. The Website Accessibility Statement correctly references partial compliance with the Web Content Accessibility Guidelines (WCAG) 2.2 AA and was last updated April 2026

**I recommend the Privacy Notice and Website Accessibility Statement are updated.**

The council has an IT Policy in place which was last reviewed and approved by the council at the meeting held on 1 December 2025 (minute ref 108).

**Email management and GDPR**

It was noted the council has a generic email address on a domain owned by the council and has established common email addresses for all councillors. This is recommended because it gives a natural segregation between work and personal lives, making it clear beyond doubt in what capacity a councillor is acting. In addition to this it gives control to the council, adds a degree of professionalism and in the event of a FOI request limits access to personal computers.

The Council's data audit last took place 2 June 2025.

**I recommend the council ensures that a data audit is conducted during 2026/27 to comply with GDPR regulations. This may be an audit test under Governance Assertion 10 next year.**

**CONCLUSION**

I am satisfied this control objective has been met.

**P. TRUSTEESHIP****Internal audit requirement**

*Trust funds (including charitable) – The council met its responsibilities as a trustee.*

**Audit findings**

Testing conducted at the interim audit and findings included in the interim audit report.

**CONCLUSION**

The council has no trusts and the testing for this internal control objective is not applicable.

**Achievement of control assertions at final internal audit date**

Based on the tests conducted during the interim audit, our conclusions on the achievement of the internal control objectives to date are summarised in the table below.

|   | <b>INTERNAL CONTROL OBJECTIVE</b>   | <b>YES</b> | <b>NO</b> | <b>NOT COVERED</b> |
|---|---|------------|-----------|--------------------|
| A | Appropriate accounting records have been properly kept throughout the financial year  | ✓          |           |                    |
| B | This authority complied with its Finance Regulations, payments were supported by invoices, all expenditure was approved, and VAT was appropriately accounted for  | ✓          |           |                    |
| C | This authority assesses 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 | Cash payments were properly supported by receipts, all cash expenditure was approved, and VAT appropriately accounted for   |            |           | ✓<br>No petty cash |

|   |  |   |  |   |
|---|--|---|--|---|
| G | Salaries to employees and allowances to members were paid in accordance with the 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), 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 the previous year, it met the exemption criteria and correctly declared itself exempt.  |   |  | ✓ |
| L | The authority publishes information on a free to access website/webpage up to date at the time of the internal audit in accordance with the relevant legislation.  | ✓ |  |   |
| M | The authority, during the previous year correctly provided for the period for the exercise of public rights as required by the Accounts and Audit Regulations.   | ✓ |  |   |
| N | The authority complied with the publication requirements for prior year AGAR.  | ✓ |  |   |
| O | The authority has complied with laws, regulations and proper practices relating to digital and data compliance   | ✓ |  |   |
| P | Trust funds (including charitable) – The council met its responsibilities as a trustee.  |   |  | ✓ |

Should you have any queries please contact me directly on [jackie@mulberrylas.co.uk](mailto:jackie@mulberrylas.co.uk).

Yours sincerely

*Jackie Scarff*

**Jackie Scarff**

**Mulberry Local Authority Services Ltd**

**Internal Audit – Summary of recommendations**

| <b>Audit Point</b>                    | <b>Internal Audit Findings</b>   | <b>Council comments</b> |
|---------------------------------------|--|-------------------------|
| <b>O. DIGITAL AND DATA COMPLIANCE</b> | <b>I recommend the Privacy Notice and Website Accessibility Statement are updated.</b>   |                         |
|                                       | <b>I recommend the council ensures that a data audit is conducted during 2026/27 to comply with GDPR regulations. This may be an audit test under Governance Assertion 10 next year.</b> |                         |
|                                       |  |                         |