

# **Strumpshaw Parish Council**

Internal Audit Report  
Financial Year 2025/26

Prepared by Sonya Blythe  
3 April 2026

I have completed an internal audit of the accounts for Strumpshaw Parish Council for the year ending March 2026.

My findings are detailed below using the tests provided in the Governance and Accountability (England) guidance.

Internal control	Test	Observations
Proper bookkeeping	Is the cashbook maintained and up to date?	Yes (Scribe)
	Is the cashbook arithmetically correct?	Yes
	Is the cashbook regularly balanced?	Monthly, reported each meeting
Standing Orders, Financial Regulations and payment controls	Has the council formally adopted Standing Orders and Financial Regulations?	Yes
	Date Standing Orders last reviewed	May 23
	Date Financial Regulations last reviewed	January 25
	Has a Responsible finance officer been appointed with specific duties?	Clerk is RFO
	Are payments in the cashbook supported by invoices, authorised and minuted?	Yes, selection of payments followed from invoice, to bank statement and minutes
	Has VAT on payments been identified, recorded and reclaimed?	Yes, recorded on Scribe. Five claims made in year.
	Is s137 expenditure separately recorded and within statutory limits?	Yes
Risk management arrangements	Have S137 payments been approved and included in the minutes as such?	Yes
	Does a review of the minutes identify any unusual financial activity?	No
	Do minutes record the council carrying out an annual risk assessment or review of their risk management scheme?	Yes, general- July 25 minutes. H&S policy March 26 minutes.
	Is insurance cover appropriate and adequate?	Yes – values checked against asset list
	Are internal financial controls documented and regularly reviewed?	Reviewed May 25 minutes

Internal control	Test	Observations
Budgetary controls	Has the council prepared an annual budget in support of its precept and has this been minuted as being approved?	2425 – November 24 minutes 2526 – November 25 minutes
	Has the precept been calculated from the budget and been approved?	24/25 – recorded as £14,115.00 2526 – recorded as £15,376
	Does the budget include an actual completed year?	Yes
	Is actual expenditure against budget regularly reported to the council?	Yes, financial reports given at each meeting
	Are there any significant unexplained variances from budget?	No
Income controls	Is income properly recorded and promptly banked?	Yes
	Does the precept recorded agree to the Council Tax authority's notification?	Statement £14115 Remittance £14115
Petty cash procedures	Is all petty cash spent recorded and supported by VAT invoices/receipts?	N/A
	Is petty cash expenditure reported to each council meeting?	N/A
	Is petty cash reimbursement carried out regularly?	N/A
Payroll controls	Do all employees have contracts of employment with clear terms and conditions?	Yes, seen previously
	Do salaries paid agree with those approved by the council?	Yes
	Are salaries above the National Living Wage/Minimum Wage?	Yes September minutes - national pay award implemented
	Are other payments to employees reasonable and approved by the council?	Yes
	Have PAYE/NIC been properly operated by the council as an employer?	Yes, P60 supplied Monthly pension payments made.

Internal control	Test	Observations	
Asset controls	Does the council maintain a register of all material assets owned or in its care?	Yes	
	Are the assets and Investments registers up to date? When were these last reviewed?	Yes, last reviewed July 25 and new item added	
	Do asset insurance valuations agree with those in the asset register?	Yes	
Bank reconciliation	Is there a bank reconciliation for each account and is this reported to council?	Yes	
	Is a bank reconciliation carried out regularly and in a timely fashion?	Yes, each meeting	
	Are there any unexplained balancing entries in any reconciliation?	No	
	Is the value of investments held summarised on the reconciliation?	N/A Earmarked reserves broken down on monthly Council reports	
	Year-end procedures	Are year-end accounts prepared using the correct accounting basis (Receipts and Payments or Income and Expenditure)?	Yes, R&P
		Do accounts agree with the cash book?	AGAR – £73870 Statements - £73870.38
		Has a year-end bank reconciliation been undertaken?	Reconciliation - £73870.38
		Is there an audit trail from underlying financial records to the accounts?	Yes, selection of invoices checked against bank statements
	Where appropriate, have debtors and creditors been properly recorded?	N/A	
Procedural	Is eligibility for the General Power of Competence properly evidenced?	N/A	
	Have points raised on the last Internal Audit report been considered by council and actioned?	S137 payments should be recorder separately within minutes - yes	
Transparency: For smaller councils	Minutes for whole year on website?	Yes	

Internal control	Test	Observations
with turnover under £25,000	Agendas for whole year on website?	Yes
	Payments over £100 detailed on website?	All payments uploaded
	Electors' rights advertised on website?	Yes
	Councillors' responsibilities detailed on website?	Yes
Burial Authorities only	Last financial year's AGAR on website?	Yes
	Land and building assets details on website? (Description, location, owner/leaseholder, date and cost of acquisition and present use)	Yes, asset list uploaded
	Are fees levied in accordance with the Council's approved scale of fees and charges?	N/A
	Have fees for the cemetery been reviewed and agreed by Council?	N/A
	Have burial books been kept up to date and are they safely stored?	N/A
Allotments only	Has a list of allotment holders with amounts paid to Council been submitted?	Payments recorded on Scribe
	Have fees for the allotments been reviewed and agreed by Council?	Yes, November 24 and November 25 for respective budgets
Councils with charities only	Have Charities reported and accounted separately?	N/A
	Has the Council been named as Sole Trustee on the Charity Commission Register?	N/A
	Are the Charity meetings and accounts recorded separately from those of the Council?	N/A
ICO	Is data processed appropriately / Is Council registered with the Information Commissioners Office?	Yes. ICO membership, 15 August bank statement

Internal control	Test	Observations
General Data Protection Regulations	Has the Council adopted a Data Protection Policy?	Yes, on website
	Has the Council put in place Privacy Notices?	Yes, on website
Assertion 10 – Digital and Data compliance	Email address - Does authority must have a generic email account hosted on an authority owned domain,	Yes
	Website – Does website meet legal accessibility guidelines	Yes
	Has IT policy been adopted?	Yes, July 15 minutes
Other	Hall bookings	Invoices / receipts seen

Thank you to Tanya for supplying everything so promptly.

- I have checked through your accounts and confirmed them against income and expenditure receipts, as well as against payments in your cashbook. Bank reconciliations are regularly carried out for the accounts.
- I have confirmed that your Financial Regulations and Standing Orders are up to date.
- I have noted that your VAT has been claimed within the past year
- I have verified that your insurance is adequate
- I confirm that your payroll management meets requirements
- I have reviewed your budget setting process and noted that you provide Council with regular spend against budget information
- I have reviewed the AGAR against your year-end bank reconciliations and your accounts

I have no concerns to raise and as such have signed the internal audit section of the AGAR.

#### **Notes / recommendations for 26/27:**

This won't be a long term matter, as now Tanya has achieved her CiLCA you will no doubt adopt the General Power of Competence at some point. But just to note for now, a couple of Parish Council's have reported to me that the external auditor has commented that they would expect Council's without GPoC to report within minutes the powers that they are

using to make each payment. I think this is overkill, but am reporting onwards for information.

*Sonya*

Sonya Blythe  
Internal auditor