

# Community and Town Councils in Wales

## Annual Return for the Year Ended 31 March 2024

### Accounting statements 2023-24 for:

Name of body: Wick Community Council

	Year ending		Notes and guidance
	31 March 2023 (£)	31 March 2024 (£)	Please round all figures to nearest £. Do not leave any boxes blank and report £0 or nil balances. All figures must agree to the underlying financial records for the relevant year.
Statement of income and expenditure/receipts and payments			
1. Balances brought forward	20709	27165	Total balances and reserves at the beginning of the year as recorded in the financial records. Must agree to line 7 of the previous year.
2. (+) Income from local taxation/levy	6000	9000	Total amount of income received/receivable in the year from local taxation (precept) or levy/contribution from principal bodies.
3. (+) Total other receipts	6221	2767	Total income or receipts recorded in the cashbook minus amounts included in line 2. Includes support, discretionary and revenue grants.
4. (-) Staff costs	0	0	Total expenditure or payments made to and on behalf of all employees. Include salaries and wages, taxable allowances, PAYE and NI (employees and employers), pension contributions and termination costs. Exclude reimbursement of out-of-pocket expenses.
5. (-) Loan interest/capital repayments	0	0	Total expenditure or payments of capital and interest made during the year on external borrowing (if any).
6. (-) Total other payments	5765	11384	Total expenditure or payments as recorded in the cashbook minus staff costs (line 4) and loan interest/capital repayments (line 5).
7. (=) Balances carried forward	27165	27548	Total balances and reserves at the end of the year. Must equal (1+2+3) – (4+5+6).
Statement of balances14840			
8. (+) Debtors	700	0	<b>Income and expenditure accounts only:</b> Enter the value of debts owed to the body at the year-end.
9. (+) Total cash and investments	26465	27548	<b>All accounts:</b> The sum of all current and deposit bank accounts, cash holdings and investments held at 31 March. This must agree with the reconciled cashbook balance as per the bank reconciliation.
10. (-) Creditors	0	0	<b>Income and expenditure accounts only:</b> Enter the value of monies owed by the body (except borrowing) at the year-end.
11. (=) Balances carried forward	27165	27548	<b>Total balances should equal line 7 above:</b> Enter the total of (8+9-10).
12. Total fixed assets and long-term assets	14840	14712	The asset and investment register value of all fixed assets and any other long-term assets held as at 31 March.
13. Total borrowing	0	0	The outstanding capital balance as at 31 March of all loans from third parties (including PWLB).

## Annual Governance Statement

We acknowledge as the members of the 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 2024, that:

	Agreed?		'YES' means that the Council:	PG Ref
	Yes	No*		
1. We have put in place arrangements for: <ul style="list-style-type: none"> <li>effective financial management during the year; and</li> <li>the preparation and approval of the accounting statements.</li> </ul>	Yes		Properly sets its budget and manages its money and prepares and approves its accounting statements as prescribed by law.	6, 12
2. We have 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.	6, 7
3. We have taken 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.	Yes		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.	6
4. We have provided proper opportunity for the exercise of electors' rights in accordance with the requirements of the Accounts and Audit (Wales) Regulations 2014.	Yes		Has given all persons interested the opportunity to inspect the body's accounts as set out in the notice of audit.	6, 23
5. We have carried out an assessment of the risks facing the Council and taken appropriate steps to manage those risks, including the introduction of internal controls and/or external insurance cover where required.	Yes		Considered the financial and other risks it faces in the operation of the body and has dealt with them properly.	6, 9
6. We have maintained an adequate and effective system of internal audit of the accounting records and control systems throughout the year and have received a report from the internal auditor.	Yes		Arranged for a competent person, independent of the financial controls and procedures, to give an objective view on whether these meet the needs of the body.	6, 8
7. We have 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 on the accounting statements.	Yes		Disclosed everything it should have about its business during the year including events taking place after the year-end if relevant.	6
8. We have taken appropriate action on all matters raised in previous reports from internal and external audit.	Yes		Considered and taken appropriate action to address issues/weaknesses brought to its attention by both the internal and external auditors.	6, 8, 23
9. Trust funds – The Council acts as sole trustee for and is responsible for managing trust fund(s)/assets. We exclude transactions related to these trusts from the Accounting Statement. In our capacity as trustee, we have discharged our responsibility in relation to the accountability for the fund(s) including financial reporting and, if required, independent examination or audit.	Yes	No	Has met all of its responsibilities where it is a sole managing trustee of a local trust or trusts.	3, 6
		N/A		

\* Please provide explanations to the external auditor on a separate sheet for each 'no' response given; and describe what action is being taken to address the weaknesses identified.

## Additional disclosure notes\*

The following information is provided to assist the reader to understand the accounting statement and/or the Annual Governance Statement

### 1. Expenditure under S137 Local Government Act 1972 and S2 Local Government Act 2000

Section 137(1) of the 1972 Act permits the Council to spend on activities for which it has no other specific powers if the Council considers that the expenditure is in the interests of, and will bring direct benefit to, the area or any part of it, or all or some of its inhabitants, providing that the benefit is commensurate with the expenditure. Section 137(3) also permits the Council to incur expenditure for certain charitable and other purposes. The maximum expenditure that can be incurred under both section 137(1) and (3) for the financial year 2023-24 was £9.93 per elector.

In 2023-24, the Council made payments totalling £6838.60 under section 137. These payments are included within 'Other payments' in the Accounting Statement. (Note, this includes a £3500 grant received in 2022/23, but not spent until 2023/24)

### 2. Annual Governance Statement – Further Explanations:

WCC are now using Receipts and Payments method, based on Auditor General opinion 2022/23.

It is not possible for WCC to display full copies of the Annual Return in the display cabinet because it is too small.

Notices such as Conclusion of Audit and Right to Inspect are displayed in the cabinet and on website.

WCC would like it noted that there are errors in the opinion of the Auditor General's report for y/e 2022 and 2023:

1. Minutes are on the website from 2017 to date.
2. Decisions are published on WCC website within 7 working days as part of draft minutes as agreed with OVW.
3. The accounting statement is published on the website when approved. Once Audit Wales have completed their audit, full copies of Annual Returns are made available. Currently these go back to 2017/18, a note has been added explaining that the pdf's are downloadable.
4. Other documents such as Councillor Allowances, Register of Members Interest, Model standing Orders, Code of Conduct, Financial Regulations, and other documents are all on the website in the right-hand side column.
5. Notice of Conclusion of Audit and Right to Inspect Documents are uploaded to the website but removed when out of date.
6. WCC are considering adding other documents such as budget and bank reconciliations during 2024/25

### 3. Internal Audit Report – Further Explanations

The RFO has explained that the balance of accounts is higher than predicted in the budget because:

WCC have not signed a lease with Vale Council for the Sports Pavilion. When this happens WCC will take full management and all costs. This should happen by summer 2024)

Grass cutting (£500), and bench repair (£600) did not take place. WCC have not been invoiced by Audit Wales for y/e 2022 and 2023. Please refer to 'variances' documents provided with Annual Return for further details

RFO has requested that invoices prepared by the clerk for hire of the pavilion should be forwarded prior to the booking taking place, not after. This had been requested in previous years, but still does not happen.

\* Include here any additional disclosures the Council considers necessary to aid the reader's understanding of the accounting statement and/or the annual governance statement.

## Council approval and certification

The Council is responsible for the preparation of the accounting statements and the annual governance statement in accordance with the requirements of the Public Audit (Wales) Act 2004 (the Act) and the Accounts and Audit (Wales) Regulations 2014.

<b>Certification by the RFO</b> I certify that the accounting statements contained 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, for the year ended 31 March 2024.	<b>Approval by the Council</b> I confirm that these accounting statements and Annual Governance Statement were approved by the Council under minute reference:
	<b>Minute ref:</b> 24.070.02 <a href="https://wickcc.wales/minutes/">https://wickcc.wales/minutes/</a>
<b>RFO signature:</b> 	<b>Chair signature:</b> 
<b>Name:</b> Phillip Murphy	<b>Name:</b> David Ambrose
<b>Date:</b> 20 June 2024	<b>Date:</b> 20 June 2024

## Auditor General's report and audit opinion

I certify that I have completed the audit of the Annual Return for the year ended 31 March 2024 of **Wick Community Council**. My audit has been conducted on behalf of the Auditor General for Wales and accordance with the requirements of the Public Audit (Wales) Act 2004 and guidance issued by the Auditor General for Wales.


### Audit opinion: Unqualified

On the basis of my audit, in my opinion no matters have come to my attention to give cause for concern that, in any material respect, the information reported in this Annual Return:

- has not been prepared in accordance with proper practices;
- that relevant legislative and regulatory requirements have not been met;
- is not consistent with the Council's governance arrangements; and
- that the Council does not have proper arrangements in place to secure economy, efficiency and effectiveness in its use of resources.

### Other matters and recommendations

There are no further matters I wish to draw to the Council's attention.

 <b>Deryck Evans, Audit Manager, Audit Wales</b> For and on behalf of the Auditor General for Wales	<b>Date 13/11/2024</b>
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## Annual internal audit report to:

Name of body: **Wick Community Council**

The Council's internal audit, acting independently and on the basis of an assessment of risk, has included carrying out a selective assessment of compliance with relevant procedures and controls expected to be in operation during the financial year ending 31 March 2024.

The 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 the internal audit conclusions on whether, in all significant respects, the following control objectives were being achieved throughout the financial year to a standard adequate to meet the needs of the Council.

	Agreed?				Outline of work undertaken as part of the internal audit (NB not required if detailed internal audit report presented to body)
	Yes	No*	N/A	Not covered**	
1. Appropriate books of account have been properly kept throughout the year.	Yes				I have examined the Community Council's records and concluded that they are in good order.
2. Financial regulations have been met, payments were supported by invoices, expenditure was approved, and VAT was appropriately accounted for.	Yes				Financial Regulations have been met. Payments are supported by invoices, expenditure approved by Council and minuted. The Council reclaimed VAT from HMRC for year 2022/23.
3. The body assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.	Yes				The Risk Register was reviewed and agreed by Councillors in June 2023.
4. The annual precept/levy/resource demand requirement resulted from an adequate budgetary process, progress against the budget was regularly monitored, and reserves were appropriate.	Yes				The budget was monitored in September and December and reported to Council. The Council approved its budget in January 2023.
5. Expected income was fully received, based on correct prices, properly recorded, and promptly banked, and VAT was appropriately accounted for.	Yes				The precept was received as expected and paid directly to bank account. There was increased income from sports pavilion lettings. Please refer to variances document for explanations. VAT was accounted for and reclaimed.
6. Petty cash payments were properly supported by receipts; expenditure was approved, and VAT appropriately accounted for.			N/A		There was no use of petty cash for year 2023/24.
7. Salaries to employees and allowances to members were paid in accordance with minuted approvals, and PAYE and NI requirements were properly applied.			N/A		Councillors do not receive a salary. There were no expenses paid during the financial year.
8. Asset and investment registers were complete, accurate, and properly maintained.	Yes				The Asset Register is complete and properly maintained up to 31 <sup>st</sup> March 2024

	Agreed?				Outline of work undertaken as part of the internal audit (NB not required if detailed internal audit report presented to body)
	Yes	No*	N/A	Not covered**	
9. Periodic and year-end bank account reconciliations were properly carried out.	Yes				Reconciled bank balances are reported to council each month. A reconciled balance sheet including a summary of all transactions is reported quarterly and at year-end. Budget and financial monitoring takes place in September, December, and March.
10. Accounting statements prepared during the year were prepared on the correct accounting basis (receipts and payments/income and expenditure), agreed with the cashbook, were supported by an adequate audit trail from underlying records, and where appropriate, debtors and creditors were properly recorded.	Yes				Accounting statements are correctly prepared.  N.B. WCC have reverted to Receipts and Payments.
11. Trust funds (including charitable trusts). The Council has met its responsibilities as a trustee.			N/A		

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

	Agreed?				Outline of work undertaken as part of the internal audit (NB not required if detailed internal audit report presented to body)
	Yes	No*	N/A	Not covered**	
12.					
13.					
14.					

\* 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).

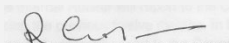
\*\* If the response is 'not covered', please state when the most recent internal audit work was done in this area and when it is next planned, or if coverage is not required, internal audit must explain why not.

### Internal audit confirmation

I confirm that as the Council's internal auditor, I have not been involved in a management or administrative role within the body (including preparation of the accounts) or as a member of the body during the financial years 2022-23 and 2023-24. I also confirm that there are no conflicts of interest surrounding my appointment.

**Name of person who carried out the internal audit:** Richard Christopher

**Signature of person who carried out the internal audit:**



**Date:** 28 May 2024