

16h

Certificate of Exemption – AGAR 2021/22 Form 2

To be completed by smaller authorities where the higher of gross income or gross expenditure did not exceed £25,000 in the year of account ended 31 March 2022, and that wish to certify themselves as exempt from a limited assurance review under Section 9 of the Local Audit (Smaller Authorities) Regulations 2015

There is no requirement to have a limited assurance review or to submit an Annual Governance and Accountability Return to the external auditor, **provided** that the authority has certified itself as exempt at a meeting of the authority after 31 March 2022 and a completed Certificate of Exemption is submitted no later than **30 June 2022** notifying the external auditor.

Hessett Parish Council

certifies that during the financial year 2021/22, the higher of the authority's total gross income for the year or total gross annual expenditure, for the year did not exceed **£25,000**

Total annual gross income for the authority 2021/22: 8,128

Total annual gross expenditure for the authority 2021/22: 10,561

There are certain circumstances in which an authority will be **unable to certify itself as exempt**, so that a limited assurance review will still be required. If an authority **is unable to confirm the statements below then it cannot certify itself as exempt** and it **must** submit the completed Annual Governance and Accountability Return Form 3 to the external auditor to undertake a limited assurance review for which a fee of **£200 +VAT** will be payable.

By signing this **Certificate of Exemption** you are confirming that:

- The authority was in existence on 1st April 2018
- In relation to the preceding financial year (2020/21), the external auditor **has not**:
 - issued a public interest report in respect of the authority or any entity connected with it
 - made a statutory recommendation to the authority, relating to the authority or any entity connected with it
 - issued an advisory notice under paragraph 1(1) of Schedule 8 to the Local Audit and Accountability Act 2014 ("the Act"), and has not withdrawn the notice
 - commenced judicial review proceedings under section 31(1) of the Act
 - made an application under section 28(1) of the Act for a declaration that an item of account is unlawful, and the application has not been withdrawn nor has the court refused to make the declaration
- The court has not declared an item of account unlawful after a person made an appeal under section 28(3) of the Act.

If you are able to confirm that the above statements apply and that the authority neither received gross income, nor incurred gross expenditure, exceeding £25,000, then the Certificate of Exemption can be signed and a copy submitted to the external auditor **either** by email **or** by post (not both).

The Annual Internal Audit Report, Annual Governance Statement, Accounting Statements, an analysis of variances and the bank reconciliation plus the information required by Regulation 15 (2), Accounts and Audit Regulations 2015 including the period for the exercise of public rights still need to be fully completed and, along with a copy of this certificate, published on the authority website/webpage* before 1 July 2022.

By signing this certificate you are also confirming that you are aware of this requirement.

Signed by the Responsible Financial Officer

Date

23/5/2022

I confirm that this Certificate of Exemption was approved by this authority on this date:

23/5/2022

Signed by Chairman

Date

23/5/2022

as recorded in minute reference:

16h

Generic email address of Authority

hessetpc@gmail.com

Telephone number

07775956515

*Published web address

https://hessett.suffolk.cloud

ONLY this Certificate of Exemption should be returned EITHER by email OR by post (not both) as soon as possible after certification to your external auditor, but no later than 30 June 2022. Reminder letters incur a charge of £40 +VAT

Annual Internal Audit Report 2021/22

Hessett Parish Council

During the financial year ended 31 March 2022, this authority's internal auditor acting independently and on the basis of an assessment of risk, carried out a selective assessment of compliance with the relevant procedures and controls in operation and obtained appropriate evidence from the authority.

The internal audit for 2021/22 has been carried out in accordance with this authority'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 this authority.

Internal control objective	Yes	No*	Not covered**
A. Appropriate accounting records have been properly kept throughout the financial year.	YES		
B. This authority complied with its financial regulations, payments were supported by invoices, all expenditure was approved and VAT was appropriately accounted for.	YES		
C. This authority assessed the significant risks to achieving its objectives and reviewed the adequacy of arrangements to manage these.	YES		
D. The precept or rates requirement resulted from an adequate budgetary process; progress against the budget was regularly monitored; and reserves were appropriate.	YES		
E. Expected income was fully received, based on correct prices, properly recorded and promptly banked; and VAT was appropriately accounted for.	YES		
F. Petty cash payments were properly supported by receipts, all petty cash expenditure was approved and VAT appropriately accounted for.			NO PETTY CASH
G. Salaries to employees and allowances to members were paid in accordance with this authority's approvals, and PAYE and NI requirements were properly applied.	YES		
H. Asset and investments registers were complete and accurate and properly maintained.	YES		
I. Periodic bank account reconciliations were properly carried out during the year.	YES		
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, supported by an adequate audit trail from underlying records and where appropriate debtors and creditors were properly recorded.	YES		
K. If the authority certified itself as exempt from a limited assurance review in 2020/21, it met the exemption criteria and correctly declared itself exempt. (If the authority had a limited assurance review of its 2020/21 AGAR tick "not covered")	YES		
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 any relevant transparency code requirements	YES		
M. The authority, during the previous year (2020-21) correctly provided for the period for the exercise of public rights as required by the Accounts and Audit Regulations (evidenced by the notice published on the website and/or authority approved minutes confirming the dates set).	YES		
N. The authority has complied with the publication requirements for 2020/21 AGAR (see AGAR Page 1 Guidance Notes).	YES		
O. (For local councils only) Trust funds (including charitable) – The council met its responsibilities as a trustee.			✓

For any other risk areas identified by this authority adequate controls existed (list any other risk areas on separate sheets if needed).

Date(s) internal audit undertaken: 29/04/2022
 Name of person who carried out the internal audit: CHRISTINE FITZGERALD
 Signature of person who carried out the internal audit: [Signature]
 Date: 29/04/2022

*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, the annual internal audit report must explain why not (add separate sheets if needed).

Section 1 – Annual Governance Statement 2021/22

We acknowledge as the members of:

Hessett Parish Council

(TYPE NAME OF AUTHORITY)

our responsibility for ensuring that there is a sound system of internal control, including arrangements for 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 2022, that:

	Agreed		'Yes' means that this authority:
	Yes	No	
1. We have put in place arrangements for effective financial management during the year, and for the preparation of the accounting statements.	✓		prepared its accounting statements in accordance with the Accounts and Audit Regulations.
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 this authority to conduct its business or manage 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 gave all persons interested the opportunity to inspect and ask questions about this authority's accounts.
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.	✓		considered and documented the financial and other risks it faces and dealt with them properly.
6. We maintained throughout the year an adequate and effective system of internal audit of the 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 this smaller authority.
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 this authority 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. (For local councils only) Trust funds including charitable. In our capacity as the sole managing trustee we discharged our accountability responsibilities for the fund(s)/assets, including financial reporting and, if required, independent examination or audit.	Yes	No	N/A
			✓
			has met all of its responsibilities where as a body corporate it is a sole managing trustee of a local trust or trusts.

*For any statement to which the response is 'no', an explanation must be published

This Annual Governance Statement was approved at a meeting of the authority on:
23/05/2022
 and recorded as minute reference:
16f

Signed by the Chairman and Clerk of the meeting where approval was given:
 Chairman [Signature]
 Clerk [Signature]

Other information required by the Transparency Code (not part of the Annual Governance Statement)

The authority website/webpage is up to date and the information required by the Transparency Code has been published.	Yes	No
	✓	

<https://hessett.suffolk.cloud>

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Section 2 – Accounting Statements 2021/22 for

Hessett Parish Council

ENTER NAME OF AUTHORITY

	Year ending		Notes and guidance	
	31 March 2021 £	31 March 2022 £		
1. Balances brought forward	18,299	25,174	<i>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.</i>	
2. (+) Precept or Rates and Levies	9,886	10,048	<i>Total amount of precept (or for IDBs rates and levies) received or receivable in the year. Exclude any grants received.</i>	
3. (+) Total other receipts	5,117	513	<i>Total income or receipts as recorded in the cashbook less the precept or rates/levies received (line 2). Include any grants received.</i>	
4. (-) Staff costs	5,092	5,092	<i>Total expenditure or payments made to and on behalf of all employees. Include gross salaries and wages, employers NI contributions, employers pension contributions, gratuities and severance payments.</i>	
5. (-) Loan interest/capital repayments	0	0	<i>Total expenditure or payments of capital and interest made during the year on the authority's borrowings (if any).</i>	
6. (-) All other payments	3,036	7,520	<i>Total expenditure or payments as recorded in the cashbook less staff costs (line 4) and loan interest/capital repayments (line 5).</i>	
7. (=) Balances carried forward	25,174	23,123	<i>Total balances and reserves at the end of the year. Must equal (1+2+3) - (4+5+6).</i>	
8. Total value of cash and short term investments	25,174	23,123	<i>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.</i>	
9. Total fixed assets plus long term investments and assets	40,278	41,874	<i>The value of all the property the authority owns – it is made up of all its fixed assets and long term investments as at 31 March.</i>	
10. Total borrowings			<i>The outstanding capital balance as at 31 March of all loans from third parties (including PWLB).</i>	
11. (For Local Councils Only) Disclosure note re Trust funds (including charitable)	Yes	No	N/A	<i>The Council as a body corporate acts as sole trustee for and is responsible for managing Trust funds or assets. N.B. The figures in the accounting statements above do not include any Trust transactions.</i>
		✓		

I certify that for the year ended 31 March 2022 the Accounting Statements in this Annual Governance and Accountability Return have been prepared on either a receipts and payments or income and expenditure basis following the guidance in Governance and Accountability for Smaller Authorities – a Practitioners' Guide to Proper Practices and present fairly the financial position of this authority. Signed by Responsible Financial Officer before being presented to the authority for approval

R. Kelly

6th May 2022

Date

I confirm that these Accounting Statements were approved by this authority on this date:

23/05/2022

as recorded in minute reference:

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Signed by Chairman of the meeting where the Accounting Statements were approved

[Signature]

**Hesset Parish Council - Bank Reconciliation for Year End 2021-22
and statement of Reserves**

	2021/22
Income to Date	10,560.99
Expenditure to Date	<u>12,611.50</u>
Surplus for the year to date (per summary A/Cs)	<u><u>-2,050.51</u></u>

Bank Reconciliation		
Current A/c Bank balance at 31st March 2021	18,125.18	
Deposit A/c Bank balance at 31st March 2021	6,029.99	
Less outstanding cheques at 31st March 2021	-126.00	
Plus credits in transit 31st March 2021	1,145.00	
		25,174.17
Reserves at 31st March 2021		
Surplus/ Deficit to 30th September 2021		<u><u>-2,050.51</u></u>
		<u><u>23,123.66</u></u>
Current A/c Bank balance at 31st March 2022	17,029.83 <i>AW</i>	
Deposit A/c Bank balance at 31st March 2022	6,030.59	
Less outstanding cheques at 31st March 2022	-186.15	
Plus credits in transit 31st March 2022	249.39	
		<u><u>23,123.66</u></u>

Fund Allocation at 31.12.21		
		Ear-marked for
Designated Funds		rest of year
Playground Maintenance	273.29	0.00
General Maintenance	1,020.69	
Election Reserve	0.00	
Defibrillator Reserve	400.00	400.00
Restricted Funds		
CIL	2,772.91	
	Total	400.00
	4,466.89	
General funds	18,656.77	
Total Funds	23,123.66	

Hessett Parish Council - Summary Accounts 2021/22

Prev Yr Actual	Receipts	Actual	Budget	Against Budget		Against prev Yr		Notes on Var
				£ +/-	% +/-	£ +/-	% +/-	
9,886	Precept	10,048.00	10,048	0	0%	162	2%	
3,752	Grants & Donations	137.00	500	-363	0%	-3,615	-96%	Budget was :
1,365	Interest, Rent & RPA	249.99	783	-533	-68%	-1,115	-82%	RPA Payment
0	Other	126.00	0	126	-	126	-	
0	VAT Refund	0.00	417	-417	-100%	0	-	VAT will be r
#####		10,560.99	11,748	-1,187		-4,442		
	Payments							
5,092	Salary costs	5,091.84	7,031	-1,940	-28%	0	0%	No Village W
0	Chair's Allowance	0.00	107	-107	0%	0	-	
1,558	Environmental Maint	2,822.11	2,722	101	4%	1,264	81%	
450	Insurance	437.83	518	-80	-15%	-12	-3%	
258	Pubs, Subs and Training	265.20	600	-335	-56%	7	3%	No training d
0	Grants	300.00	776	-476	-61%	300	-	Only one gra
115	Audit Costs	115.00	121	-6	-5%	0	0%	
0	Election Costs	0.00	0	0	0%	0	-	
0	Payments under S137	0.00	0	0	0%	0	-	
338	Administration Costs	563.46	668	-104	-16%	225	67%	
0	Cost of Meetings	69.00	81	-12	-15%	69	-	
0	Fixed Assets	2,190.31	404	1,786	442%	2,190	-	New Benche:
0	Other Expenses	0.00	207	-207	0%	-0	-	No continger
317	VAT on payments	756.75	673	84	0%	440	139%	Increased VA
8,128		12,611.50	13,907	-1,296		4,483		
2,981	Surplus / Deficit	-2,050.51	-2,160	-2,483				

variances Against Budget

a notional figure
of £550 outstanding at year end

received after year end

variance

due to Covid
amount received in year

and Defibrillator
variances arose

Table expenditure leads to concomitant higher VA

Hessett Parish Council

Asset Register - 2021/22 (as at 31st March 2022)

Land			
1	The Green	1	
2	Green at Lime Tree Close	819	
5	Behind Heath Road (The Heath)	1	
Other			
6	Lawn Mower	500	
7	Brush Cutter	300	
8	Dog Waste Bin	60	
9 R	Table with seats	575	-150
10	Metal Bench	200	
11	Litter Bin	300	
12	Litter Bin	300	
13	Litter Bin	300	
14	Fences & Gate	1,200	
15	Seat	608	
16 R	Bench (Green)	405	-445
17	Dog Waste Bin	129	
18	Dog Waste Bin	129	
19	Dog Waste Bin	129	
20	Village Sign & Seating	4,555	
21	Five-a-side Goal Posts	380	
23	Crazy Gander (Play Equipment)	1,072	
24	Super-Nova Play Equipment	3,196	
25	TwoBay Swing	3,089	
26	R & T Cradle Seat	77	
27	Custom Play Unit	9,880	
29	Play area surfacing	7,598	
30	Playground gate	656	
31	Matting for Recycling area	863	
32	Noticeboard	1,265	
33	Heath Gate	423	
34	Dog Waste Bins & Fixings	127	
36-38	Grit Bins x 3 @ £117 each	351	
39	Audio-Visual Equipment	532	
40	Benches x 2 @ 321 each (Heath)	642	
41	Defibrillator	1,211	
Total		£41,874	
Additions during 2021/22		2,191	
Removals during 2021/22 (Superceded items)			(£595)
Nett Change			£1,596