

**CHISLET PARISH COUNCIL
RISK ASSESSMENT**

1. FINANCE AND ADMIN/MANAGEMENT				
Subject/item	Risk(s) identified	Risk level H/M/L	Management/control of risk	Review/Assess /Revise
Business continuity	Council unable to continue its business due to an unexpected or tragic circumstance (theft, fire, corruption of computer data)	L	All files and records are kept at the Clerk's home. Clerk makes backups onto two memory sticks. Clerk/Chairman can contact KALC or SLCC for advice in the event of a problem with business continuity.	Procedure adequate
Precept	Adequacy of precept.	L	Council reviews precept requirement annually. It reviews the presented budget information by the Dec meeting at the latest, agrees amounts for the set budget headings for the following year, the total of which is resolved to be the precept amount to be requested from City Council.	Procedure adequate
	Amount not received by PC.	L	The Clerk checks for receipt and reports it to Council.	
Financial records	Inadequate records	L	The Council has Financial Regulations which set out requirements	Review annually Audit is done annually Procedure adequate.
	Financial irregularities	L	The Council has an internal auditor. Cheques require two signatories and the Clerk is not a signatory.	
	Loss of records through damage, theft, fire, etc	M/L	Backups are made of computer records. Paper files are stored in Clerk's house – not in fire-proof cabinets. Backups made to two memory sticks	

Bank and Banking	Inadequate checks Bank mistakes/loss/charges	L L	The Council has Financial Regulations which set requirements for banking, cheques and reconciliation of accounts. Cheques require two signatories and the Clerk is not a signatory. The bank accounts are reconciled monthly so errors are found immediately and rectified. Internal audit also checks this.	Procedure adequate. Review signatories when necessary, especially after elections.
Reporting and auditing	Communication Compliance	L	The Council use spreadsheets to produce its accounts Finance reports are produced quarterly for Council meeting and are discussed and approved at the meeting	Procedure adequate Procedure adequate
Direct costs/ overhead expenses/debts	Goods not supplied but billed Incorrect invoicing Members expenses	L L L	Financial Regulations set out requirements At each Council meeting, the list of invoices awaiting approval is distributed to Councillors and considered. Council approves the list of requests for payment, before signing the cheques and remittance. These are covered by presentation of receipts to Clerk, who then raises a cheque in accordance with procedure above (generally n/a)	Procedure adequate. Review Financial Regulations annually.
VAT	Failure to reclaim VAT is reclaimed incorrectly	L L	VAT is reclaimed on an annual basis Reviewed by internal auditor annually	Adequate Adequate
Annual return	Failure to submit within time limits	L	AGAR is completed and submitted to the External Auditor by the Clerk within the prescribed time frame.	Procedure adequate.

			The return is signed by the Council and submitted to the internal auditor for completion and signing and then sent to the External Auditor within the time limit.	
Salaries and associated costs	Salary paid incorrectly. Wrong NI or PAYE deductions made. Unpaid tax or NI	L	Salary rates should be assessed annually/NALC/KALC Clerk provides monthly salary analysis to the Council, including NI and PAYE analysis, done using outsourced payroll provider. The Clerk has a job description.	Adequate
Data protection	Provision of policy	H	Council currently does not have a policy on data protection nor is it registered with the Data Protection Agency	Adequate
Freedom of Information Act	Provision of policy	H	No policy in place. One request for information under the FOI Act so far.	Adequate

2. ASSETS				
Subject/item	Risk(s) identified	Risk level H/M/L	Management/control of risk	Review/Assess/Revise
Street furniture, play areas, open spaces, noticeboards, office equipment, gates and fences, footpaths	Loss or damage Risk/damage to third party(ies) or to property	L L	Asset register is kept. Insurance in place	Adequate Adequate

3. LIABILITY				
Contractors	Not insured or inadequately insured	L	Clarify with any subcontractor that they are insured and obtain copies of certificates and schedules.	Procedure adequate.
Public liability	Risk to third party, property or individuals, including volunteers	M	Insurance is in place up to £10 million.	Review insurance annually.
Employer liability	Non-compliance with employment law	L	Member of KALC so advice can be sought.	Procedure adequate
Legal liability	Proper and timely reporting via minutes	L	Minutes always received and approved at following monthly meeting	Adequate
	Document control	L	Financial and other documents retained as legally required. Minutes and accounts have to be retained indefinitely, other documents for a lesser period.	Procedure adequate

4. COUNCILLORS PROPRIETY				
Members interests	Conflict of interests	M	Councillors have a duty to declare any interests at the start of every meeting and these are noted and minuted	Adequate
	Register of interests	M	Register of interests form is completed by each new councillor. Should be regularly reviewed and updated, as interests change.	Councillors to inform Clerk as interests change.