

**Minutes of the Ordinary Meeting of Sutton St. Nicholas Parish Council, held in Room 2, The Village Hall, Sutton St. Nicholas on Monday 1<sup>st</sup> September 2014 (SPC/TF/065)**

**Councillors Present**

Cllr Ron Gow (Chairman)  
Cllr Richard Andrews  
Cllr Ann Burke  
Cllr Bill Glover  
Cllr Annette Mansie  
Cllr Judy Stevenson  
Cllr Mike Winnell

- 1. Apologies for Absence**  
There were no apologies for absence
  
- 2. Receive, approve and sign the Minutes of the Meeting of the Parish Council Meeting (no SPC/TF/064) held on Monday 4<sup>th</sup> August 2014.**  
The minutes were signed by the Chairman as a correct record of the meeting.
  
- 3. Declarations of Interest**  
There were no declarations of interest by members in respect of items on the agenda, and there were no requests for new Disclosable Pecuniary Interest dispensations.
  
- 4. Report from Clerk on actions from the last meeting**  
There were 15 actions requiring completion, eight were completed, five were in progress and two closed. (Appendix 1 refers).
  
- 5. Questions/Issues on any matter, from members of the public present.**
  - 5.1 Ward Councillors Report**  
A brief verbal report was received from the Ward Councillor (Appendix 2 refers)
  
  - 5.2 Local Police Report**  
PC Brian Hillstead 397.the new Village PC attended the meeting and gave an update on the incident in Sutton St. Nicholas, due to the status of the enquiry he was not able to give too much detail but confirmed that a television and some jewellery had been taken. He also asked what the main concern in the village was. He was informed that the main concerns were
    - Vehicles speeding through the village.
    - 4X4 activity on The Rhea.It was also felt that the occasional police presence walking in the village, would give parishioners particularly the elderly some assurance. He was also informed of an incident at the quarry, which involved a motorbike rider being injured and requiring the assistance of the Air Ambulance.  
There was a query from the public regarding the reported gun shoot noise originating south of the village, PC Hilstead was not able to give any information on the matter, however a parishioner informed the Parish Council that it was a legitimate duck shoot.  
The Parish Council thanked PC Hilstead for attending.

### **5.3 Questions from other members of the public**

- Concern was raised with regards to litter in the village, it was acknowledged that the recent litter pick did improve things.
- There was also a query as to why the resurfacing along the Ridgeway was done and what was the cost of the completed works.

**Action.** Councillor Guthrie would raise the matter with Balfour Beatty.

### **6. Footpaths in the Village**

The Footpaths Officers gave a short verbal update (Appendix 3 refers)

### **7. Herefordshire Council P3 Scheme (Footpaths maintenance)**

The Parish Council was informed that confirmation had been received that a full year's grant of £620 was available, the number of Kilometres had been disputed, and an answer from Balfour Beatty was pending.

### **8. Dispensations**

The Clerk will be attending a training session at Herefordshire Council on Tuesday 16<sup>th</sup> September and therefore requested that this item be deferred until the next meeting. The Parish Council agreed to the request from the Clerk

### **9. Flooding on Churchway**

The Clerk has requested confirmation from Balfour Beatty as to the location of the knock on flooding, and is still waiting for a reply. This item was deferred until the next meeting.

### **10. Flooding On the Ridgeway Road**

As this matter was linked to agenda item 9 above it was also deferred until the next meeting.

### **11. Flooding on the Rhea**

The Clerk has consulted with Cllr Andrews on a Draft letter, which is currently on hold as landowner representation is being made to Lugg Drainage Board on the matter, The Parish Council had received a complaint that the gully running next to the Rhea, was blocked up with hedge and grass cuttings, In addition the drainage pipe at ST 10 was blocked, and Herefordshire Council had responsibility. The update was noted

**Resolved that the Clerk Contact -The Lugg Drainage Board regarding the gully and Herefordshire Council regarding the drainage pipe at ST10.**

### **12. Golden Cross Junction**

Cllr Glover informed the Parish Council of his concerns regarding vehicles parked on the forecourt of the Golden Cross Pub. The Owner of the Golden Cross informed the Parish Council that parking had been agreed as part of the planning decision and that all the accidents that occurred related to vehicles from the Marden side of the junction. The Clerk reminded the Parish Council that there had been a number of agenda items on the matter and that the police had informed the Parish Council that the vehicles were on private property and were therefore legally parked., It was also important that the Parish Council was mindful of the number of occasions this had been discussed In the past.

**13. Financial Regulation**

The Parish Council considered the updated financial regulations (Appendix 4 refers) which were based on draft financial regulations recommended by HALC.  
**Resolved that the Financial Regulations presented be approved.**

**14. Transfer of open spaces**

The clerk informed the Parish Council that legal fees /costs, would amount to £2,000 approximately (legal fees and disbursements including (Environmental Local, Common and Chancel Searches and registration). In addition grass cutting would amount to approximately £1,000 dependant on number of cuts. The £2000 would be a 2014/15 one off cost and the £1,000 a 2015/16 ongoing annual revenue cost. Having considered the likely costs the Parish Council.

**Resolved that**

- 1. The Parish Council proceed with the transfer of both pieces of land from Herefordshire Council.**
- 2. Caldicot and Callimore be asked to act for the Parish Council.**
- 3. That £1,000 is put in the 2015/16 budget to cover the maintenance costs to include £500 for grass cutting and £500 for tree maintenance.**

**Action –** Clerk to ascertain if Section 106 monies can be used to cover the legal and associated costs.

**15. Strategic Environmental Assessment Scoping Report**

The Clerk followed up on the number of dwellings in the document and highlighted some factual errors, and has received confirmation from Herefordshire Council that the figure of 300 dwellings across 6 sites comes from SHLAA (as it looks to the maximum number of houses that could be built on sites with potential), however the actual requirement is substantially less and would be dependent on the outcome of the community consultation and development of the Neighbourhood Plan. The Clerk has also been informed that there is no requirement to make a formal presentation to the Parish Council. It was agreed that this formed part of the evidence base, and came within the remit of the Neighbourhood Development Plan Project Group.

**16. Financial Report**

- 16.1 Confirmation of Balances £33,528.00 (Bank statement 31/07/14 £34,515.46 less outstanding cheques £987.46)
- 16.2 Receipts £547.00 (Shortfall of Neighbourhood Development Grant)
- 16.3 Invoices for payments
  - i. M. Darley £172.00 ( Footpath Maintenance)
  - ii. R. A. Ford £21.50 ( Paper and black cartridges)
  - iii. Clerks Salary £294.98

**Resolved that the above payments be approved and the cheques signed**

**17. West Mercia Police – Crime Commissioner’s Survey**

Completion of the above survey was delegated to the Clerk in consultation with all councillors.

**18. Herefordshire Councils- Travellers Sites**

Completion was delegated to the Clerk in consultation with Councillor Ann Burke and Councillor Mike Winnell.

**19. Sutton Playing Field**

The issues regarding the sign and basketball net are on hold, The Clerk now has a specification for the hard standing, there is a need to get three quotes,

**20. Planning- E-consultation**

The Clerk has received notification from Herefordshire Council that from 1<sup>st</sup> November 2014 the council will no longer be offering to send out paper consultations. From this date Clerks will receive an electronic notification that an application is available for viewing on the website and all representations must be fed back through the website via the comments button. The clerks requested that the parish council purchased a projector. (Costs between £120 and £320).

**Resolved that the Clerk purchase a projector and signs up to e-consultation.**

**21. Correspondence (Not covered by a separate agenda item and for information only).**

**21.1 Balfour Beatty** Locality Briefings (Noted)

**21.2 Herefordshire Council** – Invite to Budget Consultation update meeting 1/10/14 (Noted)

**21.3 HALC** – Information Corner 20<sup>th</sup> August 2014 (Noted)

**21.4 HALC-** Seminar 1/10/14 (Budget Beater) and 16/10/14 (Blue Light) (Noted)

**21.5. Hereford Civic Society** – Invite to event on 18/9/14 (Noted)

**21.6 Balfour Beatty-** Response to Ridgeway Road C1126 resurfacing query. (Noted)

**21.7 HALC - Draft SAM** meeting 28/07/14 minutes (Noted)

**21.8 Marden P C** –Regarding joint meeting 13/10/14 relating to Sutton Walls Landfill Site final report. (Once confirmation is received from Herefordshire Council a notice will be put out) (Noted)

**21.9 HALC** Policy Review document. (Noted)

**22. Matters relayed to the Clerk for the Agenda of the next meeting.**

- Transfer of open Spaces
- Footpaths in the Village
- Neighbourhood Plan Update
- Dispensations
- P3 Scheme
- Sutton Playing Field

**23. Confirmation of the Date, Time and Venue of the next meeting.  
Monday 6<sup>th</sup> October 2014 at 7.15pm in Room 2 at the Village Hall**

## Appendix 1

### Status of Actions from last meeting

Meeting Ref	Date of Meeting	Agenda Item	Reference	Action	Action Owner	Action Taken	Status
09/01	03/02/14	14	Installation of Grit Bin	The lengthsman be requested to purchase and site a Grit	Clerk	Still trying to get confirmation from Balfour Beatty	Work In progress
09/02	07/04/14	19	Sutton Playing Fields	Clerk to get relevant quotes	Clerk	Agenda Item 19	Closed
09/03	06/05/14	5.3	Questions from other members of the public	Cllr Guthrie would correspond with officers of Herefordshire Council	Cllr Guthrie	Email sent to Herefordshire Council, waiting for reply	Work in progress
09/04	06/05/14	9	Neighbourhood Planning – Budget	Clerk to submit an application to the National Lottery	Clerk	Information requested by Herefordshire Councils Grants Officer sent awaiting reply.	Work in progress
09/05	02/06/14	8	Flooding on the Rhea	Clerk to arrange a meeting with landowners and the Parish Council.	Clerk	Working with Footpath Officer to arrange, asked Cllr Andrews for help	Closed see 09/8 and agenda item 11
09/06	07/07/14	6	Footpaths in the village	Clerk to write to Herefordshire Council reminding them of their legal obligation to keep footpaths clear.	Clerk	Email reply from Herefordshire Council- Linked to Agenda item 7	Completed
09/07	07/07/14	7	Watercourse Clearance	Clerk get confirmation from Balfour Beatty as to the location of the knock on flooding	Clerk	Email sent – waiting for reply	Work in progress
09/08	04/08/14	5	Report on actions	Clerk to write to relevant landlords	Clerk	Consulted with Cllr Andrews on Draft letter, on hold as landowner representation is being made to Lugg drainage Board. See agenda item 11	Work in Progress

<b>Meeting Ref</b>	<b>Date of Meeting</b>	<b>Agenda Item</b>	<b>Reference</b>	<b>Action</b>	<b>Action Owner</b>	<b>Action Taken</b>	<b>Status</b>
09/09	04/08/14	6	Local Police Report	The Clerk to ascertain the name of the local beat police officer	Clerk	Councillors informed that he is PC Hillstead	Completed
09/10	04/08/14	7	Footpaths in Village	Clerk Inform Balfour Beatty of Dual role	Clerk	Email sent	Completed
09/11	04/08/14	7	Footpaths in Village	An update to be presented to the next Parish Council Meeting	Footpath Officer	Agenda item 6	Completed
09/12	04/08/14	7	Footpaths in Village	The Clerk write to Balfour Beatty regarding item 4 due to the adverse safety impact on users	Clerk	Email sent	Completed
09/13	04/08/14	7	Footpaths in Village	Regarding Item 10 the Clerk write to the relevant landowners regarding the clearing of the footpath bordering their property	Clerk	Checked and the footpath is clear	Completed
09/14	04/08/14	10	Flooding on the Rhea	The Clerk purchase a map showing footpaths	Clerk	An A4 version has been sent to councillors by email, and a larger map purchased.	Completed
09/15	04/08/14	13	Transfer of Open Space	Clerk to inform Herefordshire Council of Parish Council's intentions	Clerk	Email sent to Herefordshire Council Agenda item 14	Completed

## **Ward Councillor's Update Report**

### **Highways Matters**

Unfortunately, the improvement works at the crossroads which I'd been advised were due to start mid-August, have not, as yet begun. I have therefore, further contacted Balfour Beatty and asked for information on the proposed start date.

There are a number of other ongoing Ward highways issues and I hope to schedule a meeting with our Balfour Beatty Locality Steward in order to discuss these matters: including the BBLP response on Priority Roads for Sutton Walls Ward – especially the condition of the C1120 from Old School House to Moreton Bridge.

Other problems, repairs to Laystone & Moreton bridges, concerns regarding recent resurfacing that has been carried out on the Ridgeway Road & Hayward Lane, drainage repairs on C1126 at Sutton St. Nicholas & plus the flooding problems - as I haven't received information on progress regarding these matters.

### **Herefordshire Council - Office Locations**

I attended the very last meeting held at the Brockington Council Offices on 27<sup>th</sup> August 2014. For information on Herefordshire Council's office locations look up on Herefordshire Council website [www.herefordshire.gov.uk](http://www.herefordshire.gov.uk) click on news & scroll to Council Statement: Office Locations

*"As part of its accommodation strategy, Herefordshire Council is in the process of closing a number of office buildings and co-locating staff into fewer locations, including Plough Lane, Shirehall and Blueschool House"*

### **Black General Rubbish Bins Update**

Remember that the new black general rubbish bins are now being delivered and the new collection service will be starting in November

Councillor Kema Guthrie

**Footpath Officers Report**

- Sutton Walls and the paths that are close by are in a good state of repair but in places around the hill fort, we need to address the problem of wet areas ie; standing water and boggy. There are a few trees to clear up and some that need to be made safe. I will be having a final cut to keep the path open on the South side.

ST 1 good.

ST 3 Freens Ct - bridge still not repaired or re-sited and stiles have had trimming work done to them along the length back to the main road at Sutton.

ST 12 from the Craft to the Rhea in good repair.

ST 11 The Rhea end, needs grass cutting and repairing. Stile is loose and unstable

ST 10 Green Lane has seen it being used as a bridleway and this not allowed, as it is only a footpath and marked on the definitive maps as so. A new Way post is required at The Rhea end and a direction post at the gate into the field at the far end.

2 new stiles (or repairs to existing) at the Wyatt road side of Sutton, will be required after the new build have finished and the path put back to its original line. Total of 4mts to remove of overgrowth

ST 6,7,9. are looking very good.

ST 8 needs to have the 3rd stile repaired and way marked.

I will be visiting the Landowners in the coming weeks to discuss any issues that they have and will be reporting back before the next meeting or at that meeting directly.

Mike Darley



**SUTTON ST. NICHOLAS PARISH COUNCIL**

**FINANCIAL REGULATIONS**

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These Financial Regulations were adopted by the Council at its Meeting held on 1<sup>st</sup> September 2014

## 1. GENERAL

- 1.1. These financial regulations govern the conduct of financial management by the council and may only be amended or varied by resolution of the council. Financial regulations are one of the council's three governing policy documents providing procedural guidance for members and officers. Financial regulations must be observed in conjunction with the council's standing orders<sup>1</sup> and any individual financial regulations relating to contracts.
- 1.2. The council is responsible in law for ensuring that its financial management is adequate and effective and that the council has a sound system of internal control which facilitates the effective exercise of the council's functions, including arrangements for the management of risk.
- 1.3. The council's accounting control systems must include measures:
  - for the timely production of accounts;
  - that provide for the safe and efficient safeguarding of public money;
  - to prevent and detect inaccuracy and fraud; and
  - identifying the duties of officers.
- 1.4. These financial regulations demonstrate how the council meets these responsibilities and requirements.
- 1.5. At least once a year, prior to approving the Annual Governance Statement, the council must review the effectiveness of its system of internal control which shall be in accordance with proper practices.
- 1.6. A breach of these Regulations by an employee is gross misconduct.
- 1.7. Members of Council are expected to follow the instructions within these Regulations and not to entice employees to breach them. Failure to follow instructions within these Regulations brings the office of Councillor into disrepute.
- 1.8. The Responsible Financial Officer (RFO) holds a statutory office to be appointed by the council. The Clerk has been appointed as RFO for this council and these regulations will apply accordingly.
- 1.9. The RFO;
  - acts under the policy direction of the council;
  - administers the council's financial affairs in accordance with all Acts, Regulations and proper practices;

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<sup>1</sup> Model standing orders for councils are available in Local Councils Explained © 2013 National Association of Local Councils

- determines on behalf of the council its accounting records and accounting control systems;
  - ensures the accounting control systems are observed;
  - maintains the accounting records of the council up to date in accordance with proper practices;
  - assists the council to secure economy, efficiency and effectiveness in the use of its resources; and
  - produces financial management information as required by the council.
- 1.10. The accounting records determined by the RFO shall be sufficient to show and explain the council's transactions and to enable the RFO to ensure that any income and expenditure account and statement of balances, or record of receipts and payments and additional information, as the case may be, or management information prepared for the council from time to time comply with the Accounts and Audit Regulations<sup>2</sup>.
- 1.11. The accounting records determined by the RFO shall in particular contain:
- entries from day to day of all sums of money received and expended by the council and the matters to which the income and expenditure or receipts and payments account relate;
  - a record of the assets and liabilities of the council; and
  - wherever relevant, a record of the council's income and expenditure in relation to claims made, or to be made, for any contribution, grant or subsidy.
- 1.12. The accounting control systems determined by the RFO shall include:
- procedures to ensure that the financial transactions of the council are recorded as soon as reasonably practicable and as accurately and reasonably as possible;
  - procedures to enable the prevention and detection of inaccuracies and fraud and the ability to reconstruct any lost records;
  - identification of the duties of officers dealing with financial transactions and division of responsibilities of those officers in relation to significant transactions;
  - procedures to ensure that uncollectable amounts, including any bad debts are not submitted to the council for approval to be written off

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<sup>2</sup> In England - Accounts and Audit (England) Regulations 2011/817  
In Wales - Accounts and Audit (Wales) Regulations 2005/368

except with the approval of the RFO and that the approvals are shown in the accounting records; and

- measures to ensure that risk is properly managed.

1.13. The council is not empowered by these Regulations or otherwise to delegate certain specified decisions. In particular any decision regarding:

- setting the final budget or the precept (Council Tax Requirement);
- approving accounting statements;
- approving an annual governance statement;
- borrowing;
- writing off bad debts;
- declaring eligibility for the power of well-being; and
- addressing recommendations in any report from the internal or external auditors,

shall be a matter for the full council only.

1.14. In addition the council must:

- determine and keep under regular review the bank mandate for all council bank accounts;
- approve any grant or a single commitment in excess of [£5,000]; and
- in respect of the annual salary for any employee have regard to recommendations about annual salaries of employees made by the relevant Committee in accordance with its terms of reference.

1.15. In these financial regulations, references to the Accounts and Audit Regulations or 'the regulations' shall mean the regulations issued under the provisions of section 27 of the Audit Commission Act 1998, or any superseding legislation, and then in force unless otherwise specified.

In these financial regulations the term 'proper practice' or 'proper practices' shall refer to guidance issued in *Governance and Accountability for Local Councils– a Practitioners' Guide (England)* issued by the Joint Practitioners Advisory Group (JPAG), available from the websites of NALC and the Society for Local Council Clerks (SLCC) or *Governance and Accountability for Local Councils in Wales - A Practitioners' Guide*, available from the websites of One Voice Wales (OVW) and SLCC as appropriate.

## **2. ACCOUNTING AND AUDIT (INTERNAL AND EXTERNAL)**

- 2.1. All accounting procedures and financial records of the council shall be determined by the RFO in accordance with the Accounts and Audit Regulations, appropriate Guidance and proper practices.
- 2.2. On a regular basis, at least once in each quarter, and at each financial year end, a member other than the Chairman shall be appointed to verify bank reconciliations for all accounts produced by the RFO. The member shall sign the reconciliations and the original bank statements (or similar document) as evidence of verification. This activity shall on conclusion be reported, including any exceptions, to and noted by the council. .
- 2.3. The RFO shall complete the annual statement of accounts, annual report, and any related documents of the council contained in the Annual Return (as specified in proper practices) as soon as practicable after the end of the financial year and having certified the accounts shall submit them and report thereon to the council within the timescales set by the Accounts and Audit Regulations.
- 2.4. The council shall ensure that there is an adequate and effective system of internal audit of its accounting records, and of its system of internal control in accordance with proper practices. Any officer or member of the council shall make available such documents and records as appear to the council to be necessary for the purpose of the audit and shall, as directed by the council, supply the RFO, internal auditor, or external auditor with such information and explanation as the council considers necessary for that purpose.
- 2.5. The internal auditor shall be appointed by and shall carry out the work in relation to internal controls required by the council in accordance with proper practices.
- 2.6. The internal auditor shall:
  - be competent and independent of the financial operations of the council;
  - report to council in writing, or in person, on a regular basis with a minimum of one annual written report during each financial year;
  - to demonstrate competence, objectivity and independence, be free from any actual or perceived conflicts of interest, including those arising from family relationships; and
  - have no involvement in the financial decision making, management or control of the council.
- 2.7. Internal or external auditors may not under any circumstances:
  - perform any operational duties for the council;

- initiate or approve accounting transactions; or
  - direct the activities of any council employee, except to the extent that such employees have been appropriately assigned to assist the internal auditor.
- 2.8. For the avoidance of doubt, in relation to internal audit the terms ‘independent’ and ‘independence’ shall have the same meaning as is described in proper practices.
- 2.9. The RFO shall make arrangements for the exercise of electors’ rights in relation to the accounts including the opportunity to inspect the accounts, books, and vouchers and display or publish any notices and statements of account required by Audit Commission Act 1998, or any superseding legislation, and the Accounts and Audit Regulations.
- 2.10. The RFO shall, without undue delay, bring to the attention of all councillors any correspondence or report from internal or external auditors.

### **3. ANNUAL ESTIMATES (BUDGET) AND FORWARD PLANNING**

- 3.1. The RFO must each year, by no later than [December], prepare detailed estimates of all receipts and payments including the use of reserves and all sources of funding for the following financial year in the form of a budget to be considered by the council.
- 3.2. The council shall consider annual budget proposals in relation to the council’s three year forecast of revenue and capital receipts and payments including recommendations for the use of reserves and sources of funding and update the forecast accordingly.
- 3.3. The council shall fix the precept (council tax requirement), and relevant basic amount of council tax to be levied for the ensuing financial year not later than by the end of January each year. The RFO shall issue the precept to the billing authority and shall supply each member with a copy of the approved annual budget.
- 3.4. The approved annual budget shall form the basis of financial control for the ensuing year.

### **4. BUDGETARY CONTROL AND AUTHORITY TO SPEND**

- 4.1. Expenditure on revenue items may be authorised up to the amounts included for that class of expenditure in the approved budget. This authority is to be determined by:
- the council for all items over £5,00;
  - a duly delegated committee of the council for items over £150; or

- the Clerk, in conjunction with Chairman of Council or Chairman of the appropriate committee, for any items below £150.

Such authority is to be evidenced by a Minute or by an authorisation slip duly signed by the Clerk, and where necessary also by the appropriate Chairman.

Contracts may not be disaggregated to avoid controls imposed by these regulations.

- 4.2. No expenditure may be authorised that will exceed the amount provided in the revenue budget for that class of expenditure other than by resolution of the council, or duly delegated committee. During the budget year and with the approval of council having considered fully the implications for public services, unspent and available amounts may be moved to other budget headings or to an earmarked reserve as appropriate ('virement').
- 4.3. Unspent provisions in the revenue or capital budgets for completed projects shall not be carried forward to a subsequent year.
- 4.4. The salary budgets are to be reviewed at least annually in October for the following financial year and such review shall be evidenced by a hard copy schedule signed by the Clerk and the Chairman of Council or relevant committee. The RFO will inform committees of any changes impacting on their budget requirement for the coming year in good time.
- 4.5. In cases of extreme risk to the delivery of council services, the clerk may authorise revenue expenditure on behalf of the council which in the clerk's judgement it is necessary to carry out. Such expenditure includes repair, replacement or other work, whether or not there is any budgetary provision for the expenditure, subject to a limit of £500. The Clerk shall report such action to the chairman as soon as possible and to the council as soon as practicable thereafter.
- 4.6. No expenditure shall be authorised in relation to any capital project and no contract entered into or tender accepted involving capital expenditure unless the council is satisfied that the necessary funds are available and the requisite borrowing approval has been obtained.
- 4.7. All capital works shall be administered in accordance with the council's standing orders and financial regulations relating to contracts.
- 4.8. The RFO shall regularly provide the council with a statement of receipts and payments to date under each head of the budgets, comparing actual expenditure to the appropriate date against that planned as shown in the budget. These statements are to be prepared at least at the end of each financial quarter and shall show explanations of material variances. For this purpose "material" shall be in excess of £100 or 15% of the budget.

- 4.9. Changes in earmarked reserves shall be approved by council as part of the budgetary control process.

## **5. BANKING ARRANGEMENTS AND AUTHORISATION OF PAYMENTS**

- 5.1. The council's banking arrangements, including the bank mandate, shall be made by the RFO and approved by the council; banking arrangements may not be delegated to a committee. They shall be reviewed annually for safety and efficiency.
- 5.2. The RFO shall prepare a schedule of payments requiring authorisation, forming part of the Agenda for the Meeting and, together with the relevant invoices, present the schedule to council. The council shall review the schedule for compliance and, having satisfied itself shall authorise payment by a resolution of the council. The approved schedule shall be ruled off and initialled by the Chairman of the Meeting. A detailed list of all payments shall be disclosed within or as an attachment to the minutes of the meeting at which payment was authorised. Personal payments (including salaries, wages, expenses and any payment made in relation to the termination of a contract of employment) may be summarised to remove public access to any personal information.
- 5.3. All invoices for payment shall be examined, verified and certified by the RFO to confirm that the work, goods or services to which each invoice relates has been received, carried out, examined and represents expenditure previously approved by the council.
- 5.4. The RFO shall examine invoices for arithmetical accuracy and analyse them to the appropriate expenditure heading. The RFO shall take all steps to pay all invoices submitted, and which are in order, at the next available council Meeting.
- 5.5. The Clerk and RFO shall have delegated authority to authorise the payment of items only in the following circumstances:
- a) If a payment is necessary to avoid a charge to interest under the Late Payment of Commercial Debts (Interest) Act 1998, and the due date for payment is before the next scheduled Meeting of council, where the Clerk and RFO certify that there is no dispute or other reason to delay payment, provided that a list of such payments shall be submitted to the next appropriate meeting of council.;
  - b) An expenditure item authorised under 5.6 below (continuing contracts and obligations) provided that a list of such payments shall be submitted to the next appropriate meeting of council.
- 5.6. For each financial year the Clerk and RFO shall draw up a list of due payments which arise on a regular basis as the result of a continuing contract, statutory duty, or obligation (such as but not exclusively, Salaries, PAYE and NI,



Superannuation Fund and regular maintenance contracts and the like for which council may authorise payment for the year provided that the requirements of regulation 4.1 (Budgetary Controls) are adhered to, provided also that a list of such payments shall be submitted to the next appropriate meeting of council..

- 5.7. A record of regular payments made under 5.6 above shall be drawn up and be signed by two members on each and every occasion when payment is authorised - thus controlling the risk of duplicated payments being authorised and / or made.
- 5.8. In respect of grants a duly authorised committee shall approve expenditure within any limits set by council and in accordance with any Policy statement approved by council. Any Revenue or Capital Grant in excess of £500 shall before payment, be subject to ratification by resolution of the council.
- 5.9. Members are subject to the Code of Conduct that has been adopted by the council and shall comply with the Code and Standing Orders when a decision to authorise or instruct payment is made in respect of a matter in which they have a disclosable pecuniary or other interest, unless a dispensation has been granted.
- 5.10. The council will aim to rotate the duties of members in these Regulations so that onerous duties are shared out as evenly as possible over time.
- 5.11. Any changes in the recorded details of suppliers, such as bank account records, shall be approved in writing by a Member.

## **6. INSTRUCTIONS FOR THE MAKING OF PAYMENTS**

- 6.1. The council will make safe and efficient arrangements for the making of its payments.
- 6.2. Following authorisation under Financial Regulation 5 above, the council, a duly delegated committee or, if so delegated, the Clerk or RFO shall give instruction that a payment shall be made.
- 6.3. All payments shall be effected by cheque or other instructions to the council's bankers, or otherwise, in accordance with a resolution of Council.
- 6.4. Cheques or orders for payment drawn on the bank account in accordance with the schedule as presented to council or committee shall be signed by two members of council in accordance with a resolution instructing that payment. If a member who is also a bank signatory has declared a disclosable pecuniary interest, or has any other interest, in the matter in respect of which the payment is being made, that Councillor shall be required to consider Standing Orders, and thereby determine whether it is appropriate and / or permissible to be a signatory to the transaction in question.

- 6.5. To indicate agreement of the details shown on the cheque or order for payment with the counterfoil and the invoice or similar documentation, the signatories shall each also initial the cheque counterfoil.
- 6.6. Cheques or orders for payment shall not normally be presented for signature other than at a council or committee meeting (including immediately before or after such a meeting). Any signatures obtained away from such meetings shall be reported to the council at the next convenient meeting.
- 6.7. If thought appropriate by the council, payment for utility supplies (energy, telephone and water) and any National Non-Domestic Rates may be made by variable Direct Debit provided that the instructions are signed by two members and any payments are reported to council as made. The approval of the use of a variable Direct Debit shall be renewed by resolution of the council at least every two years.
- 6.8. If thought appropriate by the council, payment for certain items (principally Salaries) may be made by Banker's Standing Order provided that the instructions are signed, or otherwise evidenced by two members are retained and any payments are reported to council as made. The approval of the use of a Banker's Standing Order shall be renewed by resolution of the council at least every two years.
- 6.9. If thought appropriate by the council, payment for certain items may be made by BACS or CHAPS methods provided that the instructions for each payment are signed, or otherwise evidenced, by two authorised bank signatories are retained and any payments are reported to council as made. The approval of the use of BACS or CHAPS shall be renewed by resolution of the council at least every two years.
- 6.10. Where a computer requires use of a personal identification number (PIN) or other password(s), for access to the council's records on that computer, a note shall be made of the PIN and Passwords and shall be handed to and retained by the Chairman of Council in a sealed dated envelope. This envelope may not be opened other than in the presence of two other councillors. After the envelope has been opened, in any circumstances, the PIN and / or passwords shall be changed as soon as practicable. The fact that the sealed envelope has been opened, in whatever circumstances, shall be reported to all members immediately and formally to the next available meeting of the council. This will not be required for a member's personal computer used only for remote authorisation of bank payments.
- 6.11. No employee or councillor shall disclose any PIN or password, relevant to the working of the council or its bank accounts, to any person not authorised in writing by the council or a duly delegated committee.

- 6.12. Regular back-up copies of the records on any computer shall be made and shall be stored securely away from the computer in question, and preferably off site.
- 6.13. The council, and any members using computers for the council's financial business, shall ensure that anti-virus, anti-spyware and firewall, software with automatic updates, together with a high level of security, is used.
- 6.14. There are no internet banking arrangements.
- 6.15. Changes to account details for suppliers, which are used for internet banking may only be changed on written hard copy notification by the supplier and supported by hard copy authority for change signed by [two of] the Clerk [the RFO][a member]. A programme of regular checks of standing data with suppliers will be followed.
- 6.16. The Council does not have a Debit Card. A pre-paid debit card may be issued to employees with varying limits. These limits will be set by the council. Transactions and purchases made will be reported to the council and authority for topping-up shall be at the discretion of the council.
- 6.17. .The Parish Council does not have a corporate credit card or trade card.
- 6.18. The council will not maintain any form of cash float. All cash received must be banked intact. Any payments made in cash by the Clerk or RFO (for example for postage or minor stationery items) shall be refunded on a regular basis, at least quarterly.

## **7. PAYMENT OF SALARIES**

- 7.1. As an employer, the council shall make arrangements to meet fully the statutory requirements placed on all employers by PAYE and National Insurance legislation. The payment of all salaries shall be made in accordance with payroll records and the rules of PAYE and National Insurance currently operating, and salary rates shall be as agreed by council, or duly delegated committee.
- 7.2. Payment of salaries and payment of deductions from salary such as may be required to be made for tax, national insurance and pension contributions, or similar statutory or discretionary deductions must be made in accordance with the payroll records and on the appropriate dates stipulated in employment contracts, provided that each payment is reported to the next available council meeting, as set out in these regulations above.
- 7.3. No changes shall be made to any employee's pay, emoluments, or terms and conditions of employment without the prior consent of the council. Each and every payment to employees of net salary and to the appropriate creditor of the statutory and discretionary deductions shall be recorded in a separate confidential record (confidential cash book). This confidential record is not

open to inspection or review (under the Freedom of Information Act 2000 or otherwise) other than:

- a) by any councillor who can demonstrate a need to know;
  - b) by the internal auditor;
  - c) by the external auditor; or
  - d) by any person authorised under Audit Commission Act 1998, or any superseding legislation.
- 7.4. The total of such payments in each calendar month shall be reported with all other payments as made as may be required under these Financial Regulations, to ensure that only payments due for the period have actually been paid.
- 7.5. An effective system of personal performance management should be maintained for the senior officers.
- 7.6. Any termination payments shall be supported by a clear business case and reported to the council. Termination payments shall only be authorised by council.
- 7.7. Before employing interim staff the council must consider a full business case.

## **8. LOANS AND INVESTMENTS**

- 8.1. All borrowings shall be effected in the name of the council, after obtaining any necessary borrowing approval. Any application for borrowing approval shall be approved by Council as to terms and purpose. The application for Borrowing Approval, and subsequent arrangements for the Loan shall only be approved by full council.
- 8.2. Any financial arrangement which does not require formal Borrowing Approval from the Secretary of State/Welsh Assembly Government (such as Hire Purchase or Leasing of tangible assets) shall be subject to approval by the full council. In each case a report in writing shall be provided to council in respect of value for money for the proposed transaction.
- 8.3. The council will arrange with the council's Banks and Investment providers for the sending of a copy of each statement of account to the Chairman of the council at the same time as one is issued to the Clerk or RFO.
- 8.4. All loans and investments shall be negotiated in the name of the Council and shall be for a set period in accordance with council policy.
- 8.5. The council shall consider the need for an Investment Strategy and Policy which, if drawn up, shall be in accordance with relevant regulations, proper practices and guidance. Any Strategy and Policy shall be reviewed by the council at least annually.

- 8.6. All investments of money under the control of the council shall be in the name of the council.
- 8.7. All investment certificates and other documents relating thereto shall be retained in the custody of the RFO.
- 8.8. Payments in respect of short term or long term investments, including transfers between bank accounts held in the same bank, or branch, shall be made in accordance with Regulation 5 (Authorisation of payments) and Regulation 6 (Instructions for payments).

## **9. INCOME**

- 9.1. The collection of all sums due to the council shall be the responsibility of and under the supervision of the RFO.
- 9.2. Particulars of all charges to be made for work done, services rendered or goods supplied shall be agreed annually by the council, notified to the RFO and the RFO shall be responsible for the collection of all accounts due to the council.
- 9.3. The council will review all fees and charges at least annually, following a report of the Clerk.
- 9.4. Any sums found to be irrecoverable and any bad debts shall be reported to the council and shall be written off in the year.
- 9.5. All sums received on behalf of the council shall be banked intact as directed by the RFO. In all cases, all receipts shall be deposited with the council's bankers with such frequency as the RFO considers necessary.
- 9.6. The origin of each receipt shall be entered on the paying-in slip.
- 9.7. Personal cheques shall not be cashed out of money held on behalf of the council.
- 9.8. The RFO shall promptly complete any VAT Return that is required. Any repayment claim due in accordance with VAT Act 1994 section 33 shall be made at least annually coinciding with the financial year end.
- 9.9. Where any significant sums of cash are regularly received by the council, the RFO shall take such steps as are agreed by the council to ensure that more than one person is present when the cash is counted in the first instance, that there is a reconciliation to some form of control such as ticket issues, and that appropriate care is taken in the security and safety of individuals banking such cash.
- 9.10. Any income arising which is the property of a charitable trust shall be paid into a charitable bank account. Instructions for the payment of funds due from the charitable trust to the council (to meet expenditure already incurred

by the authority) will be given by the Managing Trustees of the charity meeting separately from any council meeting (see also Regulation 16 below)

## **10. ORDERS FOR WORK, GOODS AND SERVICES**

- 10.1. An official order or letter shall be issued for all work, goods and services unless a formal contract is to be prepared or an official order would be inappropriate. Copies of orders shall be retained.
- 10.2. Order books shall be controlled by the RFO.
- 10.3. All members and Officers are responsible for obtaining value for money at all times. An officer issuing an official order shall ensure as far as reasonable and practicable that the best available terms are obtained in respect of each transaction, usually by obtaining three or more quotations or estimates from appropriate suppliers, subject to any *de minimis* provisions in Regulation 11 (l) below.
- 10.4. A member may not issue an official order or make any contract on behalf of the council.
- 10.5. The RFO shall verify the lawful nature of any proposed purchase before the issue of any order, and in the case of new or infrequent purchases or payments, the RFO shall ensure that the statutory authority shall be reported to the meeting at which the order is approved so that the Minutes can record the power being used.

## **11. CONTRACTS**

- 11.1. Procedures as to contracts are laid down as follows:
  - a. Every contract shall comply with these financial regulations, and no exceptions shall be made otherwise than in an emergency provided that this regulation need not apply to contracts which relate to items (i) to (vi) below:
    - i. for the supply of gas, electricity, water, sewerage and telephone services;
    - ii. for specialist services such as are provided by solicitors, accountants, surveyors and planning consultants;
    - iii. for work to be executed or goods or materials to be supplied which consist of repairs to or parts for existing machinery or equipment or plant;
    - iv. for work to be executed or goods or materials to be supplied which constitute an extension of an existing contract by the Council;

- v. for additional audit work of the external Auditor up to an estimated value of £500 (in excess of this sum the Clerk and RFO shall act after consultation with the Chairman and Vice Chairman of council); and
  - vi. for goods or materials proposed to be purchased which are proprietary articles and / or are only sold at a fixed price.
- b. Where it is intended to enter into a contract exceeding £2,500 in value for the supply of goods or materials or for the execution of works or specialist services other than such goods, materials, works or specialist services as are excepted as set out in paragraph (a) the Clerk shall invite tenders from at least three firms to be taken from the appropriate approved list.
  - c. When applications are made to waive financial regulations relating to contracts to enable a price to be negotiated without competition the reason shall be embodied in a recommendation to the council.
  - d. Such invitation to tender shall state the general nature of the intended contract and the Clerk shall obtain the necessary technical assistance to prepare a specification in appropriate cases. The invitation shall in addition state that tenders must be addressed to the Clerk in the ordinary course of post. Each tendering firm shall be supplied with a specifically marked envelope in which the tender is to be sealed and remain sealed until the prescribed date for opening tenders for that contract.
  - e. All sealed tenders shall be opened at the same time on the prescribed date by the Clerk in the presence of at least one member of council.
  - f. If less than three tenders are received for contracts above £2,500 or if all the tenders are identical the council may make such arrangements as it thinks fit for procuring the goods or materials or executing the works.
  - g. Any invitation to tender issued under this regulation shall be subject to Standing Order 18d and shall refer to the terms of the Bribery Act 2010.
  - h. When it is to enter into a contract of less than £2,500 in value for the supply of goods or materials or for the execution of works or specialist services other than such goods, materials, works or specialist services as are excepted as set out in paragraph (a) the Clerk or RFO shall obtain 3 quotations (priced descriptions of the proposed supply); where the value is below £1,000 and above £150 the Clerk or RFO shall strive to obtain 3 estimates. Otherwise, Regulation 10 (3) above shall apply.
  - i. The council shall not be obliged to accept the lowest or any tender, quote or estimate.
  - j. Should it occur that the council, or duly delegated committee, does not accept any tender, quote or estimate, the work is not allocated and the

council requires further pricing, provided that the specification does not change, no person shall be permitted to submit a later tender, estimate or quote who was present when the original decision making process was being undertaken.

- k. The European Union Procurement Directive shall apply and the terms of the Public Contracts Regulations 2006 and the Utilities Contracts Regulations 2006 including thresholds shall be followed.

## **12. PAYMENTS UNDER CONTRACTS FOR BUILDING OR OTHER CONSTRUCTION WORKS**

- 12.1. Payments on account of the contract sum shall be made within the time specified in the contract by the RFO upon authorised certificates of the architect or other consultants engaged to supervise the contract (subject to any percentage withholding as may be agreed in the particular contract).
- 12.2. Where contracts provide for payment by instalments the RFO shall maintain a record of all such payments. In any case where it is estimated that the total cost of work carried out under a contract, excluding agreed variations, will exceed the contract sum of 5% or more a report shall be submitted to the council.
- 12.3. Any variation to a contract or addition to or omission from a contract must be approved by the council and Clerk to the contractor in writing, the council being informed where the final cost is likely to exceed the financial provision.

## **13. STORES AND EQUIPMENT**

- 13.1. The officer in charge of each section shall be responsible for the care and custody of stores and equipment in that section.
- 13.2. Delivery Notes shall be obtained in respect of all goods received into store or otherwise delivered and goods must be checked as to order and quality at the time delivery is made.
- 13.3. Stocks shall be kept at the minimum levels consistent with operational requirements.
- 13.4. The RFO shall be responsible for periodic checks of stocks and stores at least annually.

## **14. ASSETS, PROPERTIES AND ESTATES**

- 14.1. The Clerk shall make appropriate arrangements for the custody of all title deeds and Land Registry Certificates of properties held by the council. The RFO shall ensure a record is maintained of all properties held by the council, recording the location, extent, plan, reference, purchase details, nature of the interest, tenancies granted, rents payable and purpose for which held in accordance with Accounts and Audit Regulations.



- 14.2. No tangible moveable property shall be purchased or otherwise acquired, sold, leased or otherwise disposed of, without the authority of the council, together with any other consents required by law, save where the estimated value of any one item of tangible movable property does not exceed £50.
- 14.3. No real property (interests in land) shall be sold, leased or otherwise disposed of without the authority of the council, together with any other consents required by law, In each case a Report in writing shall be provided to council in respect of valuation and surveyed condition of the property (including matters such as planning permissions and covenants) together with a proper business case (including an adequate level of consultation with the electorate).
- 14.4. No real property (interests in land) shall be purchased or acquired without the authority of the full council. In each case a Report in writing shall be provided to council in respect of valuation and surveyed condition of the property (including matters such as planning permissions and covenants) together with a proper business case (including an adequate level of consultation with the electorate).
- 14.5. Subject only to the limit set in Reg. 14.2 above, no tangible moveable property shall be purchased or acquired without the authority of the full council. In each case a Report in writing shall be provided to council with a full business case.
- 14.6. The RFO shall ensure that an appropriate and accurate Register of Assets and Investments is kept up to date. The continued existence of tangible assets shown in the Register shall be verified at least annually, possibly in conjunction with a health and safety inspection of assets.

## **15. INSURANCE**

- 15.1. Following the annual risk assessment (per Financial Regulation 17), the RFO shall effect all insurances and negotiate all claims on the council's insurers
- 15.2. The RFO shall keep a record of all insurances effected by the council and the property and risks covered thereby and annually review it.
- 15.3. The RFO shall be notified of any loss liability or damage or of any event likely to lead to a claim, and shall report these to council at the next available meeting.
- 15.4. All appropriate members and employees of the council shall be included in a suitable form of security or fidelity guarantee insurance which shall cover the maximum risk exposure as determined annually by the council, or duly delegated committee.

## **16. CHARITIES**

- 16.1. Where the council is sole managing trustee of a charitable body the Clerk and RFO shall ensure that separate accounts are kept of the funds held on charitable trusts and separate financial reports made in such form as shall be appropriate, in accordance with Charity Law and legislation, or as determined by the Charity Commission. The Clerk and RFO shall arrange for any Audit or Independent Examination as may be required by Charity Law or any Governing Document.

## **17. RISK MANAGEMENT**

- 17.1. The council is responsible for putting in place arrangements for the management of risk. The Clerk/RFO shall prepare, for approval by the council, risk management policy statements in respect of all activities of the council. Risk policy statements and consequential risk management arrangements shall be reviewed by the council at least annually.
- 17.2. When considering any new activity, the Clerk/ RFO shall prepare a draft risk assessment including risk management proposals for consideration and adoption by the council.

## **18. SUSPENSION AND REVISION OF FINANCIAL REGULATIONS**

- 18.1. It shall be the duty of the council to review the Financial Regulations of the council from time to time. The Clerk shall make arrangements to monitor changes in legislation or proper practices and shall advise the council of any requirement for a consequential amendment to these financial regulations.
- 18.2. The council may, by resolution of the council duly notified prior to the relevant meeting of council, suspend any part of these Financial Regulations provided that reasons for the suspension are recorded and that an assessment of the risks arising has been drawn up and presented in advance to all members of council.

**Councillor Ron Gow**

**Chairman**