

STANWICK PARISH COUNCIL RISK ASSESSMENT 2021-2022

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A Risk Assessment is a systematic general examination of working conditions, workplace activities and environmental factors that will enable Stanwick Parish Council to identify any and all potential inherent risks. Stanwick Parish Council will take all practical and necessary steps to reduce or eliminate risks, in so far as is practically and reasonably possible. This document has been produced to enable Stanwick Parish Council to assess the risks it faces and satisfy itself that it has taken adequate steps to minimise them.

Rating A = Satisfactory, Rating B = Review Proposed, Rating X = Unsatisfactory

	Risks Identified	Management/Control	Rating	Review/Assess	Action By
Financial 1	Inadequate records Financial Irregularities	The Parish Council uses Financial Regulations which set out the requirements based on Model Regulations from NALC Appointment of NCALC Internal Audit Service	A	Existing procedure adequate. Review January 2023.	Clerk /Council
2	Lack of commitment by Councillors to the budgetary process	Full council receives detailed budget estimates. Precept determined on basis of the budget set. Expenditure against budget is reported at each full council meeting.	A	Existing procedure adequate	Clerk /Council
3	Failure to ensure that the annual precept results from an adequate budgetary process	Start consideration of budgetary process at least 3 months prior to submission date of Precept. Checks Clerk/RFO and Councillors.	A	Existing procedure adequate	Clerk/ Council

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Financial 4	Inadequate internal controls with regard to monitoring expenditure	Internal Control checks are carried out every month by a councillor who is not a cheque signatory to ensure effective financial management by Clerk/RFO.	A	Existing procedure adequate.	Clerk Councillor
5	Reserves too high/low	Practitioners Guide advises reserve balance must not exceed the Precept but should be sufficient allow the Council to operate if the expected precept is not received	A	Existing procedure adequate.	Council
6	Illegal activity or payments	All activity and payments within the powers of the Parish Council to be resolved at Council meetings, as per the Financial Regulations. Council has adopted the General Power of Competence.	A	Existing procedure adequate.	Clerk Council
7	Fraud by Employees/ Councillors	Ensure level of Fidelity Insurance is adequate and review annually. Payments authorised by two councillors.	A	Existing procedures adequate	Clerk
8	Cash handling	Cash may be received from the allotments or other reasons. Cash to be paid into the current account, not petty cash irrespective of the amount.	A	Existing procedures adequate	Clerk
9	VAT – requirements of HMRC not met	VAT is reclaimed monthly or when the minimum threshold of £100.00 is achieved	A	Existing procedures adequate	Clerk

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Financial 10	Supplier Fraud i.e. Fraud in your supply chain can manifest itself in many ways: it could be that a fraudster disguises themselves as a known supplier and deceives you into redirecting a regular payment, or that a supplier you have used for a number of years starts to intentionally overcharge you	Any payment to a new supplier to be verified to ensure correct payment details are used Any change in payment details for an existing supplier to be verified by telephone	A	Existing procedure adequate.	
11	Payment Fraud i.e. Creating bogus customer records and bank accounts so that false payments can be generated Intercepting and altering payee details and amounts on cheques and Payable Orders, then attempting to cash them	Any payment to a new supplier to be verified to ensure correct payment details are used Cheques to be written unambiguously to reduce scope for alteration	A	Existing procedure adequate.	

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Financial 12	Procurement Fraud Fraud can happen when the tender process has not been followed so that fraud can be committed, or when there is bid rigging. It can also happen when there are payment claims for goods or services that were not delivered or were inferior to what was specified in the order.	Standing Orders and Financial Regulations to be followed to ensure correct procurement processes are used. Items over the value of £1000.00 to be verified by a person other than the Clerk [other than expected expenditure e.g. grounds maintenance]	A	Existing procedure adequate.	
Business Continuity 1	Incapacity/Absence of Clerk/ Resignation of Clerk	Designate a person to temporarily act as Clerk in an emergency. A Locum Service is available through the Society of Local Council Clerks or NCALC A councillor cannot receive remuneration for clerical duties. Locum costs can be expensive.	B		Council

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Business Continuity 2	Loss or damage to Council records through theft/fire/damage Inability to access records	Minutes and Agendas are held on the Council's website. Paper copies held by Clerk until they are transferred to County Archive. Data is backed on external hard drives one of which is stored at a different location to the laptop. Copies of policies and other records are also on the website and can be downloaded. Passwords available to the Chairman	A	Existing procedure adequate.	Clerk
3	Security of data (IT systems and support)	Any confidential documents are securely destroyed. The Council laptop is password protected and has security protection through McAfee. Council is registered with the Information Commissioner	A	Existing procedure adequate.	Clerk Council
4	Failure to retain or secure the necessary number of members for the Council	Clerk to maintain an up to date Councillor Attendance Register. The Council has a policy for casual vacancies.	A	Existing procedure adequate.	Clerk Council
5	Election costs	The Council maintains an election fund at £2500.00 to meet any election costs. If this is insufficient at any point in time, the shortfall will be met from the general reserve.	A	Existing procedure adequate.	Clerk Council

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Legal 6	Freedom of Information	The Council has adopted the model scheme produced by the Office of the Information Commissioner. Assistance to be sought from Monitoring Officer or NCALC as required	A	Action any FOI requests in accordance with policy	Clerk
7	Governing Policies not up to date	There is a rolling policy review schedule and policies are referred to Council for review as and when necessary.	A	Existing procedure adequate	Clerk Council
8	Failure to ensure that all employees are paid in accordance with Council regulations and are adequately monitored. Failure to comply with Inland Revenue and HMRC regulations.	A Contract of Employment and Job Description is agreed for the Clerk. Clerk runs payroll using the HMRC Basic Tools. Ensure employee regulations are available and understood by the Clerk. No additional payment to the Clerk without Council approval.	A	Existing procedure adequate.	Clerk Council Internal Auditor Internal control

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Legal 9	Conflict of interest Members Register of Interests	Councillors are required to declare where they have an interest in any item of business and this is recorded in the Minutes. Completed Register of Interests forms are submitted to the Monitoring Officer at ENC and periodically reviewed. Any change in a Councillors Register of Interest must be declared. Code of Conduct has been adopted.	A	Existing procedures adequate	Councillors
Governance & Management 1	Lack of knowledge of regulations and legislation	Ensure that a Code of Conduct, Standing Orders and Financial Regulations are in place and are reviewed annually. Highlight essential parts and provide training where relevant. Attend training courses Membership of NALC & SLCC	A	Existing procedure adequate.	Clerk Councillors
2	Action by the Parish Council outside its powers laid down by Parliament	Clerk to monitor relevant legislation and report to Council Advice sought from other bodies where required	A	Existing procedure adequate.	Clerk
3	Lack of commitment to regulations and procedures	Council and Clerk to review Council's meeting and operational procedures annually.	A	Existing procedure adequate.	Clerk Chairman

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Governance & Management 4	Notice of meeting	The meeting Agenda is placed on village noticeboard and on the Council's website giving the required notice of each meeting. Councillors to receive summons electronically.	A	Existing procedure adequate.	Clerk
5	Accurate and legal Minutes	Minutes are presented to next council meeting for approval. Minutes are produced for all meetings. Draft Minutes are posted on the website.	A	Existing procedure adequate.	Clerk Council
6	Written communication to third parties	All formal written communication/emails should be directed through the Clerk and may be signed by the Chairman or Vice-Chairman when necessary.	A	Existing procedure adequate.	Clerk Council
7	Engagement by Members in the operation and activities of the Parish Council	Take every opportunity to publicise the role of the Parish Council through the website and facebook. Public Open Forum Sessions are held at start of each Council meeting. Effective use of village noticeboards. Use key issues to raise the profile of the Parish Council and to test parishioners' views. Councillors contact details are available on the website	A	Existing procedure adequate.	Council
8	Impact of Public spending cuts	All Councillors to be made aware that priorities must be set on the basis of the financial capacity of the Parish Council to deliver. Attend training where appropriate.	A	Existing procedure adequate.	Council

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	Risks Identified	Management/Control	Rating	Review/Assess	Action By
Governance & Management	Lack of engagement by Councillors and Residents on major items of public interest	Ensure publicity through village noticeboards, facebook, leaflets and website.	A	Existing procedure adequate.	Clerk Council
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10	Lack of knowledge by Councillors on their role, responsibility and accountability	All councillors to receive a 'councillor information' folder upon becoming a member of the council. Councillors to attend relevant training courses	A	Existing procedure adequate.	Clerk Council
11	Inadequate insurance cover for members and Clerk	Review Risk Assessment by including on Agenda of Parish Council meetings at least annually. Ensure a Risk Assessment is carried out for all new assets and appropriate insurance cover implemented.	A	Existing procedure adequate.	Clerk Council
12	Failure to identify, value and maintain all assets of the Parish Council, and ensure that asset and investment registers are complete.	Record and maintain a record of all assets for which the Parish Council is responsible and include in the year end accounts. Arrange for annual review of valuations and arrange for professional valuation where appropriate.	A	Existing procedure adequate.	Clerk
13	Adoption and implementation of appropriate Government legislation	Clerk to have appropriate legislation available. Review liabilities and responsibilities periodically at Parish Council meetings. Clerk to attend training and conferences and to read sector publications to keep up to date.	A	Existing procedure adequate.	Clerk

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Assets and Property 1	Loss or damage to Assets Risk/damage to third party	An Asset Register is maintained for asset control An annual review of any assets will be undertaken for insurance purposes. Regular risk checks of Council property. Independent check of equipment in the play area at the recreation ground is instructed annually. Repairs undertaken by competent contractor Public liability insurance is in place	A	Existing procedure adequate	Clerk Council
2	Poor maintenance of assets or amenities	All assets owned by the Parish Council are regularly reviewed and maintained. All repairs and relevant expenditure for any repair is actioned/authorised in accordance with the correct procedures of the Parish Council	A	Existing procedure adequate.	Council Clerk
3	Employment of Contractors	Ensure that all contractors hold sufficient public liability insurance and health and safety certificates. Contractors to be issued with Councils requirements	A	Existing procedure adequate.	Council Clerk

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4	Adequacy of meeting locations Health & Safety COVID 19	Parish Council meetings are held in Stanwick Village Hall, which is a venue considered to have all the appropriate facilities for the Clerk, Councillors and the general public. See separate policy and risk assessments for C-19	A	Existing procedure adequate.	Clerk Council
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Presented to Council 20th January 2022

Revised March 2022 [Financial 10, 11 & 12 added] Numbering added.