

Audited Bodies' Accounts: A Summary of Your Rights

The basic position

By law any person interested has the right to inspect an audited body's accounts. If you are entitled and registered to vote in local council elections then you (or your representative) also have the right to ask the appointed auditor questions about the audited body's accounts or object to an item of account contained within them.

The right to inspect the accounts

When your audited body has finalised its accounts for the previous financial year it must let you know that they are available for inspection. Giving your audited body reasonable notice of your intentions, you then have 20 working days to look through the accounting statements in the annual return and any supporting documents. By arrangement you will be able to inspect and make copies of the accounts and the relevant documents. You may have to pay a copying charge.

The right to ask the auditor questions about the accounts

You can only ask the appointed auditor questions about the accounts. The auditor does not have to answer questions about the audited body's policies, finances, procedures or anything else not related to the accounts. Your question must be about the accounts for the financial year just ended. The auditor does not have to say whether they think something the audited body has done, or an item in its accounts, is lawful or reasonable.

The right to object to the accounts

If you think that the audited body has spent money that they shouldn't have, or that someone has caused a loss to the audited body deliberately or by behaving irresponsibly, you can object to an item of account by sending a formal 'notice of objection' to the auditor at the address below. **The notice must be in writing.** In it, you must tell the auditor why you are objecting and what you want the auditor to do about it. The auditor must reach a decision on your objection. If you are not happy with that decision, you can appeal to the courts.

You may also object if you think that there is something in the accounts that the auditor should discuss with the audited body or tell the public about in a 'public interest report'. **You must give your reasons in writing** to the auditor at the address below and send a copy to the audited body. The auditor must then decide whether to take any action. The auditor does not have to, but usually will, give reasons for their decision and you cannot appeal to the courts. More information is available from the Audit Commission website (see box below).

You may not use this 'right to object' to make a personal complaint or claim against your audited body. You should take such complaints to your local Citizens' Advice Bureau, local Law Centre or to your solicitor. You may also be able to approach the Standards Committee of your Local authority if you believe a member of the audited body has broken the Code of Conduct for Members.

What else you can do

Instead of objecting, you can give the auditor information that is relevant to their responsibilities. For example, you can simply tell the auditor if you think that something is wrong with the accounts or about waste and inefficiency in the way the audited body runs its services. You do not have to follow any set time limits or procedures. The auditor does not have to give you a detailed report of their investigation, but they will usually tell you the outcome.

A final word

Audited bodies, and so local taxpayers, meet the costs of dealing with questions and objections. In deciding whether to take your objection forward, one of a series of factors the auditor must take into account is the cost that will be involved. They will only continue with the objection if it is in the public interest to do so. If you appeal to the courts against an auditor's decision, you will have to pay for the action yourself.

For more detailed guidance on electors' rights and the special powers of auditors, copies of the publication **Council Accounts – A Guide to Your Rights** are available by calling 0303 444 8330 or by emailing public-enquiries@audit-commission.gsi.gov.uk or download from the Audit Commission website at <http://www.audit-commission.gov.uk/about-us/contact-us/querying-council-accounts/council-accounts-a-guide-to-your-rights/>

If you wish to contact your audited body's appointed external auditor please write to the person named in Box 4 of the Notice of appointment of date for the exercise of Electors' Rights.