

6. Summary of misstatements

We are pleased to report that no material misstatements have been identified during our audit work to date.

We have identified the following misstatements during the course of the audit work to date which are above the trivial reporting threshold of £63k. Management do not propose to adjust the financial statements for these matters on the grounds of materiality and we ask the Committee to confirm their agreement to this in the Letter of Representation at Appendix A. We will update the Standards and Audit Committee if any further reportable misstatements are identified as a result of the remaining work summarised at page 7.

Details	Assets £000s	Liabilities £000s	Reserves £000s	Comprehensive Income and Expenditure Statement £000s	
Dr Net Pension Liability		1,076			Mazars has advised management of a matter brought to their attention by the Derbyshire Pension Fund auditors. The Pension Fund auditors have identified a 0.43% difference (increased) between the estimated 2020/21 Fund investment asset value used by the Actuary to prepare the employers' IAS19 valuation reports and the 2020/21 Fund financial statements being audited. As disclosed at Note 16 to the Council's financial statements the value of the Council's share of the Fund's estimated pension scheme assets at 31/3/2021 was £250,276k. The extrapolated 0.43% difference is £1,076k. Management is not proposing on the grounds of materiality to obtain an updated IAS19 valuation report or amend the accounts for these specific extrapolated differences.
Cr Unusable Reserves (Pensions Reserve)			(1,076)		
Cr Provisions		(872)			Note 55 (Contingent Liabilities) discloses the Council's liability for repayment of fees for collection of water rates following the outcome of a court case in 2020/21. Management has determined that there is sufficient uncertainty on this issue, as the Council has received no claims regarding the fees collected, that this represents a Contingent Liability rather than a matter that requires the setting up of a Provision. We believe the circumstances relating to this matter indicate it should be a Provision. Management has estimated the value of the liability as £872k and do not propose to adjust the financial statements on the grounds of their judgement regarding the nature of the liability and materiality.
Dr HRA Expenditure				872	

A small number of disclosure amendments to the notes to the Statement of Accounts have been agreed with management to correct minor errors. None of these are significant and we are not required to highlight them in this report.

