



## Report on Management Letter

### RE: Audit for period ended 31 December 2017

In terms of Article 7 of Legal Notice 156 of 1993 - Audit Regulations, 1993, the Council of Santa Lucija has considered the recommendations made by the Auditors in their letter dated 17 April 2018 and received on the 3 May 2018.

The Auditor General has appointed the **Auditors, Nexia BT International** to audit the Council's accounts.

The period audited was from 1 January 2017 to 31 December 2017.

Following full consideration of the Management Letter, the Council states the following comments regarding the matters as outlined below:

## **2. Management Letter points for the year**

### **2.1 Fixed assets**

We noticed the auditors comments regarding a difference in the amount as per accounts and the amounts per fixed assets register as a result of the difference in the depreciation charge. The Council is confident that as from this year this issue will be solved with the new accounting treatment for fixed assets.

### **2.2 LES Debtors**

Recommended adjustments were duly posted in ledger and LES balances as at 31 December 2017 now agrees with the Loqus (Datatrak) report.

### **2.3 Trade Payables**

The Council sends e-mails to all suppliers asking for statements especially in the period close to year end. Unfortunately not all suppliers provide us with such statements. However we have noted the recommendations of the auditors regarding the creditors reconciliations.

### **2.4 Wages reconciliation**

We will be asking the accountant to look into the difference of €227.92 that arose between the salaries as per accounts and the amounts per FSS Forms. The transactions related to the payroll are posted and reconciled each month.

### **2.5 Tipping Fees**

We have noted the recommendation of the auditors regarding the tipping fees.

### **2.6-2.7 List of unadjusted errors and audit adjustments passed**

The list of unadjusted errors and audit adjustments have been noted and brought to the attention of the Council's Accountant.



**Caroline Silvio**  
**Executive Secretary**



**Terrence Ellul**  
**Mayor**

**cc: Nexia BT International**