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STATUTORY INSTRUMENTS

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**2003 No. 533**

**The Accounts and Audit Regulations 2003**

**Responsibility for financial management**

4.—(1) The relevant body shall be responsible for ensuring that the financial management of the body is adequate and effective and that the body has a sound system of internal control which facilitates the effective exercise of that body's functions and which includes arrangements for the management of risk.

(2) The relevant body shall conduct a review at least once in a year of the effectiveness of its system of internal control and shall include a statement on internal control, prepared in accordance with proper practices, with—

- (a) any statement of accounts it is obliged to publish in accordance with regulation 11, or
- (b) any income and expenditure account, statement of balances or record of receipts and payments it is obliged to publish or display in accordance with regulation 12.