

# Carmarthenshire County Council

## Annual Audit Summary 2024

Date Published: April 2025

This is our audit summary for Carmarthenshire County Council. It shows the work completed since the last Annual Audit Summary, which was issued in April 2024. Our audit summary forms part of the Auditor General for Wales' duties.



More information about these duties can be found on our [website](#).

## About the Council

### Some of the services the Council provides



#### Key facts

The Council is made up of 75 councillors who represent the following political parties:

- Independent 12
- Independent Unaffiliated 7
- Plaid Cymru 37
- Labour 19

The Council spent £506 million on providing services<sup>1</sup> during 2023-24<sup>2</sup>.

<sup>1</sup> We define spending on services as the cost of services charged to the general fund from the Expenditure Funding Analysis, less any Housing Revenue Account cost of services, plus precepts, levies and debt interest.

<sup>2</sup> Source: 2023-24 Statement of Accounts

## Key facts

As at 31 March 2024, the Council had £149 million of useable financial reserves<sup>3</sup>. This is equivalent to 30% of the Council's annual spending on services<sup>4</sup>.

Carmarthenshire County Council has 4% of the most-deprived 10% of areas in Wales, this is the eighth lowest of the 22 unitary councils in Wales<sup>5</sup>.

Carmarthenshire County Council's population is projected to increase by 4% between 2024 and 2043 from 190,500 to 197,200, including a predicted 4% decrease in the number of children, a 3% decrease in the number of the working-age population and a 23% increase in the number of people aged 65 and over<sup>6</sup>.

## The Auditor General's duties

### We completed work during 2023-24 to meet the following duties

- **Audit of Accounts**

Each year, the Auditor General audits the Council's financial statements to make sure that public money is being properly accounted for.

- **Value for money**

The Auditor General examines whether the Council has put in place arrangements to get value for money for the resources it uses, and he has to be satisfied that it has done this.

- **Sustainable development principle**

Public bodies need to comply with the sustainable development principle when setting and taking steps to meet their well-being objectives. The Auditor General must assess the extent to which they are doing this.

<sup>3</sup> We define useable financial reserves as reserves usable for revenue costs, where the purpose is not protected by law. This is the total of the general fund, earmarked reserves and schools' balances. It excludes Housing Revenue Account reserves, capital receipts and capital grants unapplied.

<sup>4</sup> Source: 2023-24 Statement of Accounts

<sup>5</sup> An area in this context is defined as a 'Lower Super Output Area'. Source: Stats Wales

<sup>6</sup> Source: [Stats Wales, Population Projections](#)

## What we found

### Audit of Carmarthenshire County Council's 2023-24 Accounts

Each year, we audit the Council's financial statements.



**To meet the Auditor General's duties we complete specific projects, but we also rely on other audit work, and the work of regulators such as Care Inspectorate Wales and Estyn (the education inspectorate). We take the findings of our audit work into account when assessing whether the Council has put in place arrangements to secure value for money. Our findings and conclusions are summarised below.**

#### For 2023-24:

- the draft statements were presented for audit by the deadline of 30 June 2024 set by the Welsh Government.
- the quality of the draft statements presented for audit was generally good.
- the Auditor General gave an unqualified true and fair opinion on the Authority's financial statements on 2 October 2024, before the deadline agreed with the Welsh Government of 30 November 2024.
- the Authority's Annual Governance Statement and Narrative Report were prepared in line with the CIPFA Code and relevant guidance. They were also consistent with the financial statements prepared by the Authority and with our knowledge of the Authority.
- a number of changes were made to the Authority's financial statements arising from our audit work, which were reported to the Audit Committee in our Audit of Financial Statements Report in September 2024.
- in addition to the Auditor General's responsibilities for auditing the Authority's financial statements, he also has responsibility for the certification of a number of grant claims and returns. Our work to date has not identified any significant issues.
- the Auditor General issued the certificate confirming that the audit of accounts for 2023-24 has been completed.

## **Assurance and risk assessment review**

We reviewed the arrangements the Council has put in place to secure value for money in the use of its resources in line with the Auditor General's duties. Our assessment is also used to inform our work planning for future years.

We produced the following reports from our assurance and risk assessment work:

### **Follow-up review of Waste Services (October 2024)**

During 2024, we reviewed the Council's actions to address the recommendations made in the 2021 Review of Waste Services. We found that the Council has met all the recommendations we made in our 2021 report.

### **Financial Sustainability (November 2024)**

During 2024, we reviewed the Council's financial sustainability including a focus on the actions, plans and arrangements to bridge funding gaps and address financial pressures over the medium and long term. We found that the Council's embedded transformation approach provides a strategic framework to positively support its financial resilience.

### **Arrangements for Commissioning Services (December 2024)**

During 2024, we reviewed the Council's arrangements for commissioning services and specifically the extent to which these have been developed in accordance with the sustainable development principle. This audit did not cover procurement arrangements or the Council's contract management arrangements. We found that the Council considers the cost benefits of a range of options when commissioning services, but its arrangements do not provide assurance that this happens systemically.

## **Ongoing work**

Our ongoing work includes:

- Assurance and risk assessment
- Local review – Cyber security
- Local review – risk management

## National reports and products published in 2024

As well as local work at each council, each year, we also carry out studies across the local government sector to make recommendations for improving value for money. We published the following reports in 2024 which may be useful to the Council, and can be found on our website.

Report title	Publication date and link to report
Local Government Financial Sustainability	<a href="#">December 2024</a>
Local Government Financial Sustainability Data tool update now includes data from the draft 2023-24 accounts	<a href="#">December 2024</a>
National Fraud Initiative in Wales 2022-23	<a href="#">October 2024</a>
Active travel (report and data tool)	<a href="#">September 2024</a>
Governance of Fire and Rescue Authorities	<a href="#">September 2024</a>
Affordable housing	<a href="#">September 2024</a>
Digital by design? – Lessons from our digital strategy review across councils in Wales	<a href="#">August 2024</a>
Councils' use of performance information: service user perspective and outcomes – A summary of findings from our review at Welsh councils	<a href="#">July 2024</a>
Governance of National Park Authorities	<a href="#">April 2024</a>
Supporting Ukrainians in Wales	<a href="#">March 2024</a>
From firefighting to future-proofing – the challenge for Welsh public services	<a href="#">February 2024</a>
Planning for sustainable development – Brownfield regeneration	<a href="#">January 2024</a>

The Auditor General is independent of government and was appointed by Her Majesty the Queen. The Auditor General undertakes his work using staff and other resources provided by the Wales Audit Office, which is a statutory board established for that purpose and to monitor and advise the Auditor General. The Wales Audit Office is held to account by the Senedd.

The Auditor General audits local government bodies in Wales, including unitary authorities, police, fire and rescue authorities, national parks, and community councils. He also conducts local government value for money studies, assesses compliance with the remaining requirements of the Local Government (Wales) Measure 2009 and may undertake special inspections under the Local Government and Elections (Wales) Act 2021.

Beyond local government, the Auditor General is the external auditor of the Welsh Government and its sponsored and related public bodies, the Senedd Commission, and National Health Service bodies in Wales.

Audit Wales is the non-statutory collective name for the Auditor General for Wales and the Wales Audit Office, which are separate legal entities with their own legal functions, as described above. Audit Wales is not a legal entity.

We welcome correspondence and telephone calls in Welsh and English. Corresponding in Welsh will not lead to delay. Rydym yn croesawu gohebiaeth a galwadau ffôn yn Gymraeg a Saesneg. Ni fydd gohebu yn Gymraeg yn arwain at oedi.

This document is also available in Welsh.