



Political Parties, Elections and Referendums Act 2000

2000 CHAPTER 41

PART III

ACCOUNTING REQUIREMENTS FOR REGISTERED PARTIES

Statements of accounts

42 Annual statements of accounts.

- (1) The treasurer of a registered party shall prepare a statement of accounts in respect of each financial year of the party.
- (2) A statement of accounts under this section must—
 - (a) comply with such requirements as to its form and contents as may be prescribed by regulations made by the Commission; and
 - (b) be approved—
 - (i) by the management committee of the party, if there is one, and
 - (ii) otherwise by the registered leader of the party.
- (3) Regulations under subsection (2)(a) may in particular—
 - (a) require any such statement to be prepared in accordance with such methods and principles as are specified or referred to in the regulations;
 - (b) specify information which is to be provided by way of notes to the accounts.
- (4) Without prejudice to the generality of paragraph 22(7) of Schedule 1 (power to make different provision for different cases), regulations under subsection (2)(a) may impose different requirements—
 - [^{F1}(a) according to which of the following bands the gross income or total expenditure of a party falls within—
 - (i) not exceeding £25,000;
 - (ii) exceeding £25,000 but not £100,000;

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- (iii) exceeding £100,000 but not £250,000;
 - (iv) exceeding £250,000;]
 - (b) in respect of (on the one hand) parties registered in the Great Britain register and (on the other) those registered in the Northern Ireland register.
- [^{F2}(4A) The Secretary of State may by order amend subsection (4)(a) by varying the number of bands set out in it.
- (4B) The Secretary of State may not make an order under subsection (4A) except to give effect to a recommendation of the Commission.]
- (5) ^{F3}
- (6) The treasurer of a registered party shall ensure that any statement of accounts prepared under this section in respect of the party is preserved for at least six years from the end of the financial year to which the statement relates.
- (7) Subsection (5) of section 41 shall apply in relation to the preservation of any such statement as it applies in relation to the preservation of any accounting records (the references to subsection (4) of that section being read as references to subsection (6) above).
- (8) In this Part “gross income” means gross recorded income from all sources.

Textual Amendments

- F1** S. 42(4)(a) substituted (11.9.2006 with effect as mentioned in s. 53(4) of the amending Act) by [Electoral Administration Act 2006 \(c. 22\), ss. 53\(2\), 77\(2\)](#); S.I. 2006/1972, [art. 3](#), Sch. 1 para. 14 (subject to [art. 4](#), Sch. 2)
- F2** S. 42(4A)(4B) inserted (11.9.2006 with effect as mentioned in s. 53(4) of the amending Act) by [Electoral Administration Act 2006 \(c. 22\), ss. 53\(3\), 77\(2\)](#); S.I. 2006/1972, [art. 3](#), Sch. 1 para. 14 (subject to [art. 4](#), Sch. 2)
- F3** S. 42(5) repealed (25.9.2006) by [Northern Ireland \(Miscellaneous Provisions\) Act 2006 \(c. 33\)](#), ss. 10(2)(a), 11(8)(a)(i), 30(2), 31(2)(4), [Sch. 5](#)

Commencement Information

- II** S. 42 wholly in force at 1.1.2002; s. 42 partly in force at Royal Assent, see s. 163(3); s. 42 in force in so far as not already in force at 1.1.2002 by [S.I. 2001/3526](#), [art. 3](#)

43 Annual audits.

- (1) Where a registered party’s gross income or total expenditure in any financial year exceeds £250,000, the accounts of the party for that year must be audited by a qualified auditor.
- (2) Where—
- (a) a registered party’s gross income or total expenditure in any financial year does not exceed £250,000, but
 - (b) the Commission consider it desirable that the accounts of the party for that year should be audited,
- the Commission may (at any time) give the treasurer of the party a direction requiring those accounts to be audited by a qualified auditor.

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- (3) An audit under this section must be carried out—
- (a) by the end of the period of six months from the end of the financial year in question, if the audit is required by subsection (1), or
 - (b) by the later of—
 - (i) the end of the period of six months from the end of the financial year in question, and
 - (ii) the end of the period of three months from the date of the direction under subsection (2),if the audit is required by such a direction.
- (4) If it appears to the Commission that any accounts required to be audited by virtue of—
- (a) subsection (1), or
 - (b) a direction under subsection (2),
- have not been duly audited by the time mentioned in subsection (3)(a) or (b) (as the case may be), the Commission may appoint a qualified auditor to audit those accounts.
- (5) The expenses of any audit carried out by an auditor appointed by the Commission, including the auditor's remuneration, may be recovered by the Commission from the funds of the party concerned as a debt due to the Commission.
- (6) The Commission may by regulations make provision with respect to—
- (a) the appointment of auditors to carry out audits under this section;
 - (b) the duties of auditors so appointed; and
 - (c) the removal or resignation of such auditors and matters connected with their removal or resignation.
- (7) Regulations under subsection (6)(c) may make provision requiring such person as is specified in the regulations to deliver to the Commission, in a case where such an auditor is removed or resigns, a copy of such document relating to the auditor's removal or resignation as is so specified; and any such person commits an offence if he fails to comply with any such requirement.
- (8) Subsection (6)(a) does not apply in relation to the appointment of auditors by the Commission under subsection (4).

Commencement Information

I2 S. 43 wholly in force at 1.1.2002; s. 43 partly in force at Royal Assent, see s. 163(3); s. 43 in force in so far as not already in force at 1.1.2002 by [S.I. 2001/3526](#), [art. 3](#)

44 Supplementary provisions about auditors.

- (1) An auditor appointed to carry out an audit under section 43—
- (a) has a right of access at all reasonable times to the party's books, documents and other records; and
 - (b) is entitled to require from the treasurer or any other officer of the party, or from any former treasurer or officer of the party, such information and explanations as he thinks necessary for the performance of his duty as auditor.
- (2) If any person fails to provide an auditor with any access, information or explanation to which the auditor is entitled by virtue of subsection (1), the Commission may give

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that person such written directions as they consider appropriate for securing that the default is made good.

- (3) A person guilty of disobedience to any directions of the Commission under subsection (2) may, on the application of the Commission to the High Court or the Court of Session, be dealt with as for disobedience to an order of that Court.
- (4) A person commits an offence if he knowingly or recklessly makes to an auditor appointed to carry out an audit under section 43 a statement (whether written or oral) which—
- (a) conveys or purports to convey any information or explanation to which the auditor is entitled by virtue of subsection (1), and
 - (b) is misleading, false or deceptive in a material particular.

^{F4}(5)

Textual Amendments

- F4** S. 44(5) repealed (31.12.2020) by [The European Parliamentary Elections Etc. \(Repeal, Revocation, Amendment and Saving Provisions\) \(United Kingdom and Gibraltar\) \(EU Exit\) Regulations 2018 \(S.I. 2018/1310\)](#), reg. 1, **Sch. 1 Pt. 1** (as amended by [S.I. 2019/1389](#), regs. 1, 2(2))

45 Delivery of statements of accounts etc. to Commission.

- (1) The treasurer of a registered party shall, if the party's accounts for a financial year are not required to be audited by virtue of section 43(1) or (2), within [^{F5}4 months] of the end of that financial year deliver to the Commission—
- (a) the statement of accounts prepared for that year under section 42; and
 - (b) the notification required to be sent with that statement by virtue of section 32(1).
- (2) If a registered party's accounts for a financial year are required to be audited by virtue of section 43(1) or (2), the treasurer of the party shall, no later than 7 days after the end of the period allowed under section 43(3) for the audit of the accounts, deliver to the Commission—
- (a) the documents mentioned in paragraphs (a) and (b) of subsection (1); and
 - (b) a copy of the auditor's report (unless the auditor was appointed by the Commission under section 43(4)).
- (3) If for any special reason the Commission think it fit to do so they may, on an application made to them before the end of the period otherwise allowed under this section for delivering a party's documents within subsection (1) or (2) for any financial year, by notice extend that period by a further period specified in the notice.
- (4) Any documents delivered to the Commission under this section shall be kept by the Commission for such period as they think fit.

Textual Amendments

- F5** Words in s. 45(1) substituted (11.9.2006) by [Electoral Administration Act 2006 \(c. 22\)](#), ss. 54, 77(2); [S.I. 2006/1972](#), art. 3, Sch. 1 para. 15 (subject to art. 4, Sch. 2)

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46 Public inspection of parties' statements of accounts.

Where the Commission receive any statement of accounts under section 45, they shall—

- (a) as soon as reasonably practicable after receiving the statement, make a copy of the statement available for public inspection; and
- (b) keep any such copy available for public inspection for the period for which the statement is kept by them or, if they so determine, during such shorter period as they may specify.

47 Criminal penalty for failure to submit proper statement of accounts.

(1) If in the case of a registered party—

- (a) any requirements of regulations under section 42(2)(a) are [^{F6}, without reasonable excuse,] not complied with in relation to any statement of accounts delivered to the Commission under section 45, or
- (b) any statement of accounts, notification or auditor's report required to be delivered to the Commission under that section is [^{F7}, without reasonable excuse,] not delivered to them before the end of the relevant period,

the person who was the treasurer of the party immediately before the end of that period is guilty of an offence.

(2) ^{F8}

(3) ^{F8}

(4) In this section “the relevant period” means the period allowed by section 45(1) or (2) for delivering the statement, notification or report to the Commission or, if that period has been extended (or further extended) under section 45(3), that period as so extended.

Textual Amendments

F6 Words in s. 47(1)(a) inserted (1.1.2010) by [Political Parties and Elections Act 2009 \(c. 12\), ss. 13\(2\)\(a\), 43; S.I. 2009/3084, art. 4\(b\)](#) (with art. 5)

F7 Words in s. 47(1)(b) inserted (1.1.2010) by [Political Parties and Elections Act 2009 \(c. 12\), ss. 13\(2\)\(b\), 43; S.I. 2009/3084, art. 4\(b\)](#) (with art. 5)

F8 S. 47(2)(3) repealed (1.1.2010) by [Political Parties and Elections Act 2009 \(c. 12\), ss. 13\(2\)\(c\), 39, 43, Sch. 7; S.I. 2009/3084, art. 4\(b\)\(k\)](#) (with art. 5)

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Changes and effects yet to be applied to the whole Act associated Parts and Chapters:

Whole provisions yet to be inserted into this Act (including any effects on those provisions):

- s. 2(2A) inserted by 2022 c. 37 s. 18(1)
- s. 4A-4E and cross-heading inserted by 2022 c. 37 s. 16
- s. 8(3)(d) inserted by 2011 c. 13 Sch. 10 para. 12
- s. 13ZA and cross-heading inserted by 2022 c. 37 s. 17(1)
- s. 54(1)(aa) inserted by 2009 c. 12 s. 9(1)
- s. 54(1)(aa) substituted by 2009 c. 12 s. 10(1)
- s. 54(2ZA)-(2ZC) inserted by 2009 c. 12 s. 10(3)
- s. 56(1A) inserted by 2009 c. 12 s. 10(5)
- s. 56(2)(aa) inserted by 2009 c. 12 s. 9(3)(b)
- s. 56(3B) inserted by 2009 c. 12 s. 9(4)
- s. 71H(3ZA) inserted by 2009 c. 12 Sch. 6 para. 19
- s. 71L(9A) inserted by 2009 c. 12 s. 11(2)
- Sch. 1 para. 2(1) Sch. 1 para. 2 renumbered as Sch. 1 para. 2(1) by 2022 c. 37 s. 19(2)
- Sch. 1 para. 2(2) inserted by 2022 c. 37 s. 19(4)
- Sch. 1 para. 2(1) words inserted by 2022 c. 37 s. 19(3)(a)
- Sch. 1 para. 2(1) words omitted by 2022 c. 37 s. 19(3)(b)
- Sch. 2 para. 2(1A) inserted by 2022 c. 37 s. 18(2)
- Sch. 2 para. 4 and cross-heading inserted by 2022 c. 37 s. 17(2)
- Sch. 7 para. 6(1)(aa) inserted by 2009 c. 12 Sch. 3 para. 1(1)
- Sch. 7 para. 8(1A) inserted by 2009 c. 12 Sch. 4 para. 2
- Sch. 7 para. 10(5)(aa) inserted by 2009 c. 12 Sch. 3 para. 2(5)(b)
- Sch. 7 para. 6(1)(aa) substituted by 2009 c. 12 Sch. 4 para. 1(1)
- Sch. 7 para. 10(5)(aa) words inserted by 2009 c. 12 Sch. 4 para. 3(3)
- Sch. 7A para. 8(9A) inserted by 2009 c. 12 s. 11(5)
- Sch. 7A para. 9(10)(ba) inserted by 2009 c. 12 s. 11(6)(b)
- Sch. 11 para. 4(3) inserted by 2009 c. 12 Sch. 6 para. 29(2)
- Sch. 11 para. 6(1)(aa) inserted by 2009 c. 12 Sch. 3 para. 4(1)
- Sch. 11 para. 7(2)(aa) inserted by 2009 c. 12 Sch. 4 para. 5
- Sch. 11 para. 6(1)(aa) substituted by 2009 c. 12 Sch. 4 para. 4(1)
- Sch. 11 para. 4(3) words inserted by 2009 c. 12 Sch. 6 para. 29(3)
- Sch. 15 para. 4(3)(4) inserted by 2009 c. 12 Sch. 6 para. 30(2)(b)
- Sch. 15 para. 6(1)(aa) inserted by 2009 c. 12 Sch. 3 para. 7(1)
- Sch. 15 para. 7(2)(aa) inserted by 2009 c. 12 Sch. 4 para. 8
- Sch. 15 para. 6(1)(aa) substituted by 2009 c. 12 Sch. 4 para. 7(1)
- Sch. 15 para. 4(3) words inserted by 2009 c. 12 Sch. 6 para. 30(3)