

Meeting:	Audit and governance committee
Meeting date:	28 November 2016
Title of report:	Progress report on 2016/17 internal audit plan
Report by:	Head of corporate finance / internal audit

Classification

Open

Key decision

This is not an executive decision.

Wards affected

Countywide

Purpose

To update members on the progress of internal audit work and to bring to their attention any key internal control issues arising from work recently completed.

Recommendation

THAT:

- a) performance against the approved plan be reviewed and any areas for improvement identified; and**
- b) the robustness of the management response to recommendations be reviewed and any recommendations for strengthening the response to further mitigate risk be identified.**

Alternative options

- 1 There are no alternative recommendations; it is a requirement of the council's adopted audit and governance code that the committee considers these matters in fulfilling its assurance role.

Reasons for recommendations

- 2 To enable the committee to monitor performance of the internal audit team against the approved plan.
- 3 To assure the committee that action is being taken on risk related issues identified by internal audit. This is monitored by acceptance by management of audit recommendations and progress updates in implementing the agreed action plans. In addition, audit recommendations not accepted by management, and where it is considered that the course of action proposed by management presents a risk in terms of the effectiveness of or compliance with the council's control environment, are reviewed and progress to an appropriate recommendation to cabinet.

Key considerations

- 4 The internal audit progress report is attached at appendix A. In the period covered by the report, six priority 4 recommendations were made.
- 5 A glossary of terms is provided at appendix B and the annual plan summary is provided at appendix C.

Community Impact

- 6 The council's corporate plan and its values include commitments to being open, transparent and accountable about its performance. By ensuring robust management responses to identified risks, the council will be better able to meet its corporate plan priority to secure better services, quality of life and value for money.

Equality duty

- 7 The report does not impact on this area.

Financial implications

- 8 None arising from the recommendations; any additional recommendations made by the committee will be considered by the relevant manager or cabinet member and the financial implications of accepting those recommendations will be considered then.

Legal implications

- 9 None.

Risk management

- 10 There is a risk that the level of work required to give an opinion on the council's systems of internal control is not achieved. This is mitigated by the regular active management and monitoring of progress against the agreed internal audit plan.

Further information on the subject of this report is available from
Jacqui Gooding – assistant director (SWAP) on Tel: 07872500675

- 11 Risks identified by internal audit are mitigated by actions proposed by management in response.

Consultees

- 12 None.

Appendices

Appendix A – SWAP plan progress report 2016-17

Appendix B – Summary of control assurance definitions, categorisation of recommendations and risk levels

Appendix C – Audit Plan Status 2016-17

Background papers

- None identified.