

## Agenda Item No. 7

Title: **Internal Audit Reports**

Lead Member: **Cllr Hames - Chair of Audit Committee**

Reporting Officer: **Ian Jamieson - Head of Finance**

---

### Purpose

To consider the following Internal Audit reports:

- 1 Risk Management
- 2 Licensing Act
- 3 CPA Improvement Plan

### Background

KPMG provide the internal audit service to the Council. The work has been carried out in accordance with the Internal Audit plan approved by Corporate Management Team and the Scrutiny Committee. The plan is designed to allow an opinion to be given on the adequacy and effectiveness of the Council's risk management, control and governance processes.

### Key Issues

Each internal audit assignment is risk rated as either good, satisfactory, weak or unacceptable. All recommendations are prioritised as high, medium or low. The results from the three audits are summarised in the table below:

	<b>Risk</b>	<b>High</b>	<b>Medium</b>	<b>Low</b>
<b>Risk Management</b>	Good	0	2	4
accepted		0	2	4
<b>Licensing Act</b>	Good	0	3	0
accepted		0	3	0
<b>CPA Improvement Plan</b>	Good	0	3	1
accepted		0	3	1

### Effect on strategies and codes

The internal audit opinion supports the 'sound financial management' principle.

### **Risk Management implications**

These are contained within the report.

### **Financial and performance implications**

There are no financial implications.

### **Legal and human rights implications**

There are no direct legal or human rights implications.

### **Next steps**


Recommendations will be implemented as detailed in the individual internal audit report action plans. The current years internal audit work will review progress on implementation.

### **Recommendations**

The Audit Committee:

- Reviews the internal audit reports
- Reviews progress of actions taken to implement internal audit recommendations.

Background Papers: Final Accounts Working Papers – Room 35

 Plain English guidance given

28 November 2006

Filename: N:\Cabinet Reports\2006-2007\audit committee\14 December