

**WILTSHIRE COUNCIL**

**AUDIT COMMITTEE**

**30 JUNE 2010**

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**KPMG: INTERIM AUDIT ON 2009-10 FINANCIAL YEAR**

**Purpose of Report**

1. To present KPMG's report on their Interim Audit for the 2009-10 Financial year.

**Background**

2. At the end of each financial year, the external auditors undertake an interim audit which informs the approach to the audit of the final accounts.

**Interim Audit Report**

3. KPMG's report is attached at Appendix 1. The report makes a range of recommendations, for which management actions have been identified. The recommendations relate to a combination of internal controls, processes and IT system issues. Actions for all recommendations are contained in Appendix 1 and are all well progressed.
4. The report reflects on the context of the Council in terms of the implementation of SAP at a time of several other major change programmes. Challenges were inevitably encountered. The report also acknowledges that the issues raised were recognised by the Council and mitigating actions introduced to ensure significant improvement in the second part of the financial year.

**Risk Assessment**

5. None have been identified as arising directly from this report.

**Equality and Diversity Impact of the Proposal**

6. None have been identified as arising directly from this report.

**Environmental Impact of the Proposal**

7. None have been identified as arising directly from this report..

**Financial Implications**

8. None have been identified as arising directly from this report.

### **Legal Implications**

9. None have been identified as arising directly from this report.

### **Recommendations**

10. That Members note KPMG's report.

11. That an update on progress to deliver the actions is reported to a future Audit Committee.

### **Reasons for Proposals**

12. That the Audit Committee are aware of the outcome of the Interim Audit.

13. That the Audit Committee are reassured that the actions are being delivered.

**MARTIN DONOVAN**  
Chief Finance Officer

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The following unpublished documents have been relied on in the preparation of this report:

None.

### **Appendices:**

Appendix 1                      KPMG's Interim Audit Report 2009/10