

**NORTH WEST LEICESTERSHIRE DISTRICT COUNCIL**

**AUDIT AND GOVERNANCE COMMITTEE – 21 MARCH 2018**

Title of report	<b>INTERNAL AUDIT PROGRESS REPORT – FEBRUARY 2018</b>
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Purpose of report	To inform the Committee of progress against the Internal Audit plan for 2017/18 and to highlight any incidences of significant control failings or weaknesses that have been identified.
Reason for Decision	To comply with the Public Sector Internal Audit Standards.
Council Priorities	Value for Money
Implications:	
Financial/Staff	None.
Link to relevant CAT	None.
Risk Management	The Internal Audit planning process using a risk assessment based methodology.
Equalities Impact Assessment	Not Applicable.
Human Rights	None.
Transformational Government	Not Applicable
Consultees	None.
Background papers	Public Sector Internal Audit Standards 2017/18 Internal Audit Annual Audit Plan
Recommendations	<b>MEMBERS NOTE THE CONTENTS OF THE REPORT</b>

## **1.0 INTRODUCTION**

- 1.1 The Public Sector Internal Audit Standards require the authority's Audit Committee to approve the audit plan and monitor progress against it. The Committee should receive periodic reports on the work of internal audit.
- 1.2 The Audit and Governance Committee approved the 2017/18 Audit Plan on 22 March 2017. The Committee receives progress reports quarterly.

## **2.0 TERMS OF REFERENCE**

- 2.1 Section 3 of Part 3 of the Constitution sets out the Terms of Reference of the Audit and Governance Committee, as detailed below:

'To act as the Authority's Audit Committee, to provide independent assurance of the adequacy of the risk management framework and the associated control environment, independent scrutiny of the Authority's financial and non-financial performance to the extent that it affects the Authority's exposure to risk and weakens the control environment, and to be responsible for the financial reporting process.'

- 2.2 Particular statements in the Terms of Reference that refer to Internal Audit include:
  - d) Approve (but not direct) Internal Audit's strategy and plans and monitor performance
  - e) Review summary Internal Audit reports and the main issues arising, and seek assurance that action has been taken where necessary
  - f) Receive the annual report of Internal Audit'.

## **3.0 PROGRESS REPORT**

- 3.1 The Internal Audit Progress Report for the period 01 November 2017 to 28<sup>th</sup> February 2018 is attached at Appendix 1.