

REPORT TO:	AUDIT SUB COMMITTEE	AGENDA ITEM: 6
DATE OF MEETING:	29th MARCH 2017	CATEGORY: RECOMMENDED
REPORT FROM:	DIRECTOR OF FINANCE AND CORPORATE SERVICES	OPEN
MEMBERS' CONTACT POINT:	KEVIN STACKHOUSE (01283 595811) kevin.stackhouse@south-derbys.gov.uk	DOC: u/ks/internal audit/derby city/annual plans/covering report
SUBJECT:	PROPOSED INTERNAL AUDIT PLAN 2017-18	REF:
WARD(S) AFFECTED:	ALL	TERMS OF REFERENCE: AS 02

1.0 Recommendations

- 1.1 That the proposed Internal Audit Plan for 2017-18 is considered and approved for implementation, subject to any changes agreed by the Committee.

2.0 Purpose of Report

- 2.1 To consider the proposed Audit Plan for 2017/18. This is in accordance with the Public Sector Internal Audit Standards (PSIAS) which requires Internal Audit to develop a risk-based plan to direct their work in the forthcoming financial year.

3.0 Detail

- 3.1 The Plan has been drawn up by the Audit Manager in consultation with the Section 151 Officer. The attached Plan details where audit are proposing to allocate their resources over the financial year 2017-18.
- 3.2 This includes an assessment of the Council's risk areas which helps to inform how audit will allocate resources. The allocation is also based on regulatory requirements to review key financial systems each year.
- 3.3 The Plan also details the audit approach and coverage that the Council can expect from the Internal Audit Service. The Audit Sub Committee is requested to consider priorities and the proposed allocation of audit resources for 2017/18.

4.0 Financial Implications

- 4.1 The Plan will be delivered within the budget allocated for Internal Audit.

5.0 Corporate Implications

- 5.1 A large part of the proposed Plan relates to corporate activities in order that the key financial, IT, HR, procurement and governance systems, etc. that underpin service delivery are covered. This includes audits around health and safety procedures, risk management, ethics and organisational culture
- 5.2 Direct service areas are covered on a cyclical basis to ensure that all activities are subject to some degree of audit over a 5-year period. Although some areas will have an inherent higher risk rating, they may not be audited each and every year unless special circumstances exist.
- 5.3 It is proposed to undertake detailed audits in the following service areas during 2017/18:
- Housing Repairs
 - Affordable Housing
 - Waste Management
 - Licensing
 - Sharpes Pottery and Museum
- 5.4 Contingencies are also included for special investigations and to provide advice on emerging issues that may arise during the year.

6.0 Community Implications

- 6.1 None directly.

7.0 Background Papers

- 7.1 None