

SUBJECT:	AUDIT COMMITTEE WORK PROGRAMME 2022/23
DIRECTORATE:	CHIEF EXECUTIVE AND TOWN CLERK
REPORT AUTHOR:	AMANDA STANISLAWSKI, AUDIT MANAGER

1. Purpose of Report

1.1 To provide details of the Audit Committee work programme for 2022/23.

2. Background

2.1 The Chartered Institute of Public Finance and Accountancy (CIPFA) identifies the purpose of an Audit Committee, in its Practical Guidance for Local Authorities and Police 2018 Edition, as providing those charged with governance, independent assurance on the adequacy of the risk management framework, the internal control environment and the integrity of the financial reporting and annual governance processes. In local authorities, audit committees are necessary to satisfy the wider requirements for sound financial and internal control. Accounts and Audit (England) Regulations 2015 state 'the relevant authority must ensure that it has a sound system of internal control which; facilitates the effective exercise of its functions and the achievement of its aims and objectives; ensures that the financial and operational management of the authority is effective; and includes effective arrangements for the management of risk'. With a known work plan, and appropriate and timely learning and development for Members, the committee will be well prepared and members will gain the knowledge and experience needed to carry out their role effectively.

2.2 The Audit Committee approves a work programme each year and monitors progress against it. Any changes to the work programme are reported to the Committee.

3. 2022/23 Work Programme

3.1 The proposed work programme for 2022/23, based on the Committee's Terms of Reference and cyclical reporting, is attached at Appendix B. The frequency of meetings has been reviewed and is considered appropriate for 2022/23.

3.2 There have been a number of changes made to the work programme for the January meeting:-

- The Internal Audit Progress Report has been removed due to the previous one only being reported in December and to free up resources to progress the Audit Plan work.
- Annual Fraud Risk Register Update has been removed and will be incorporated into the Annual Fraud report going forward.

- The External Audit: Audit Strategy Memorandum has been deferred at the request of Mazars until the March Committee. Instead, an External Audit: Progress Report has been included on the agenda.
- The Code of Corporate Governance Update report has been removed from the work programme, although the Code is subject to an annual review (due February 2023) it is anticipated that there will only be minor updates to references etc, in which event it will not need to be considered the by Committee. Any future significant changes to the Code will be presented to the Committee.
- An additional report to update on the appointment of a new External Auditor following the outcome of the procurement process has been added to the agenda.
- An additional report updating on the outcome of the 2022 Homes England Compliance results has also been added to the agenda, following completion of this work.

Any further changes to this work programme will be reported to the Committee at each of its meetings.

3.3 A copy of the Audit Committee's Terms of Reference is attached at Appendix A.

4. Learning and Development

4.1 CIPFA identify a key characteristic of an effective Audit Committee as having a membership that is balanced, objective, independent of mind, knowledgeable and properly trained to fulfil their role. There is a range of knowledge and experience that audit committee members can bring to the committee which will enable it to perform effectively. No one committee member is expected to be an expert in all areas. There are however some core areas of knowledge which committee members need to acquire in addition to the need for regular briefings and training.

4.2 Members need to consider annually their learning and development plan to support them in delivery of their roles. During 2022/23 the following training is scheduled:

- 6th June 2022 – Audit Committee Effectiveness – this was cancelled and rescheduled to 30th June
- 7th July 2022 – Local Government Financial Statements
- 31st January 2023 – Treasury Management
- TBC – Risk Management
- TBC – Counter Fraud learning

5. Strategic Priorities

5.1 The Internal Audit Service and Audit Committee contributes to the Council's strategic priorities, by helping to manage risk and achieve its objectives.

6. Organisational Impacts

6.1 Finance – There are no direct financial implications arising as a result of this report.

6.2 Legal Implications including Procurement Rules – There are no direct legal implications arising as a result of this report.

6.3 Equality, Diversity and Human Rights

The Public Sector Equality Duty means that the Council must consider all individuals when carrying out their day-to-day work, in shaping policy, delivering services and in relation to their own employees.

It requires that public bodies have due regard to the need to:

- Eliminate discrimination
- Advance equality of opportunity
- Foster good relations between different people when carrying out their activities.

Due to the nature of the report, no specific Equality Impact Analysis is required.

7. Risk Implications

7.1 By identifying the key topics to be considered at the Audit Committee meetings and receiving appropriate learning and development sessions in respect of their roles and responsibilities, Audit Committee Members can undertake their duties effectively and deliver them to a high standard, thereby adding to:

- the robustness of the risk management framework;
- the adequacy of the internal control environment and
- the integrity of the financial reporting and annual governance of the Council.

8. Recommendation

8.1 Audit Committee are asked to comment on and agree on the work programme for 2022/23.

Key Decision No

Do the Exempt Information Categories Apply? No

Call in and Urgency: **Is the decision one to which Rule 15 of the Scrutiny Procedure Rules apply?** No

How many appendices does the report contain? Two

List of Background Papers: None

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