

Audit Committee: Terms of Reference and Work Plan

Audit Committee

Date: 27th June 2017

Author: Head of Internal Audit

Wards: None

Parishes Affected: None

1. Purpose and Reasons

- 1.1 To present the Audit Committee terms of reference and updated work programme for approval.
- 1.2 It is important that the Council has a sufficiently independent and effective Audit Committee that follows best practice. An Audit Committee is a key component of corporate governance. It is a key source of assurance about the organisation's arrangements for managing risk, governance, maintaining an effective control environment, and reporting on financial and non-financial performance.
- 1.3 It is therefore essential that the terms of reference and work programme ensure that the Committee receives information on assurance regarding the above areas so that it is in a position to provide assurance itself.

2. Recommendations

The Committee is recommended to:

- 2.1 It is recommended that the Audit Committee approves the terms of reference and updated work programme.

3. Detail

- 3.1 The terms of reference for Audit Committee are reviewed on an annual basis to ensure that they comply with best practice and legislation.
- 3.2 CIPFA issued updated guidance regarding local authority audit committees in December 2013 in their publication *Audit Committees: Practical Guidance for Local Authorities and Police*. This still remains the most up-to-date guidance.
- 3.3 The Head of Internal Audit has reviewed the terms of reference for the Audit Committee in light of this guidance and recommends that the terms of reference remain as they are. The current terms of reference are attached as Appendix 1.
- 3.4 The draft work programme for the Committee for 2017/18 is attached as Appendix 2.

4. Alternative Options

- 4.1 Not Applicable

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5. Implications, Diversity Impact Assessment and Risk Management

Financial and Procurement Implications

- 5.1 There are no direct financial implications arising from this report.

Legal and Human Rights Implications

- 5.2 Internal Audit is a statutory requirement of the Accounts and Audit Regulations 2015. The Internal Audit service also provides assurance to the Board Director: Resources (in his role as Director of Finance) regarding the requirements of Section 151 of the Local Government Act 1972.

All Other Implications (including Staff, Sustainability, Health, Rural, Crime and Disorder)

- 5.3 None

Links to One Swindon, Strategic Objectives, Plans and Policies

- 5.4 Effective systems of governance and internal control within the Council will help to ensure that the objectives set out in One Swindon and the Council's Corporate Strategy is achieved.

Diversity Impact Assessment

- 5.5 None

Risk Management

- 5.6 Not applicable

6. Consultees

- 6.1 The Director of Finance (Section 151 Officer) and the Director of Law and Democratic Services (Monitoring Officer) are consulted on all reports.

7. Background Papers

- 7.1 None

8. Appendices / Background papers

Appendix 1 – Audit Committee terms of reference

Appendix 2 – Draft work programme