

Audit and Risk Committee Report - 4 August 2023

Tuesday, 8 August 2023
Council

Strategic Alignment - Enabling Priorities

Program Contact:
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Public

Approving Officer:
Michael Sedgman - Chief
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EXECUTIVE SUMMARY

The Audit and Risk Committee's role is to report to Council and provide appropriate advice and recommendations on matters relevant to its Terms of Reference in order to facilitate informed decision making in relation to discharging its legislative responsibilities and duties.

The Audit and Risk Committee is required to report to Council after every meeting. This report presents the outcomes of the Audit and Risk Committee following their meeting on 4 August 2023 (see [Agenda for Audit and Risk Committee on Friday, 4th August, 2023, 8.30 am - City of Adelaide](#)).

When consideration of matters results in a recommendation to Council, this will be incorporated into the report as an item comes to Council (via Committee) for decision.

Item 5.3 – Climate Change Risk Adaptation Action Plan was presented in response to a request from the Audit and Risk Committee and no reports on the matter are scheduled for presentation to Committee or Council. To facilitate presentation of the Audit and Risk Committee's recommendation to Council it has been incorporated into the Recommendation section of this report.

RECOMMENDATION

THAT COUNCIL

1. Notes that the Audit and Risk Committee met on 4 August 2023.
2. Notes that advice provided by the Audit and Risk Committee will be incorporated into the report as an item comes to Council (via Committee) for decision.
3. **Recommendation 1 – Item 5.3 – Climate Change Risk Adaptation Action Plan**

THAT COUNCIL

1. Notes the report.
 2. Commends the intention to integrate Council's Climate Change Risk Adaptation Action Plan 2021-2026 and the City of Adelaide Climate Action Plan 2022-2025 by December 2023.
 3. Notes the internal audit review project proposed as part of the strategic internal audit plan in relation to strategic climate change impacts.
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DISCUSSION

1. The Audit and Risk Committee met on 4 August 2023 and considered the following items:
 - 1.1. Item 5.1 – Deloitte Review of the Adelaide Economic Development Agency (advice to be included in report to the City Finance and Governance Committee held on 15 August 2023)
 - 1.2. Item 5.2 – KPMG Review of the Adelaide Economic Development Policy (advice to be included in report to the City Finance and Governance Committee held on 15 August 2023)
 - 1.3. Item 5.3 – Climate Change Risk Adaptation Action Plan (advice incorporated into the Recommendation section of this report)
 - 1.4. Item 5.4 – Presiding Member’s Annual Report (In accordance with the Terms of Reference, the Audit and Risk Committee Presiding Member will present this report to the 22 August 2023 Council meeting)
 - 1.5. Item 5.5 – Risk Statement
 - 1.6. Item 5.6 – Internal Audit Progress Report
 - 1.7. Item 7.1 – Strategic Risk and Internal Audit Update (considered in confidence pursuant to Section 90 (3) (i) of the *Local Government Act 1999 (SA)*)
 - 1.8. Item 8.1 – LTFP Assumptions (this presentation to occur at the City Finance and Governance Committee held on 15 August 2023)

Resolutions of the Committee

2. Item 5.1 – Deloitte Review of the Adelaide Economic Development Agency
THAT THE AUDIT AND RISK COMMITTEE RECOMMENDS TO COUNCIL
THAT COUNCIL
 1. Notes the Deloitte review of the Adelaide Economic Development Agency (Attachment A to Item 5.1 on the Agenda for the 4 August 2023 meeting of the Audit and Risk Committee).
 2. Notes that the Audit and Risk Committee supports the development of an implementation plan addressing the recommendations of the Deloitte review and other relevant reviews showing how the recommendations will be addressed.
 3. Notes that the Audit and Risk Committee supports the recording of the actions in Promapp and reporting through the Strategic Risk and Internal Audit Group.
3. Item 5.2 – KPMG Review of the Adelaide Economic Development Policy
THAT THE AUDIT AND RISK COMMITTEE RECOMMENDS TO COUNCIL
THAT COUNCIL
 1. Notes the Review of the Adelaide Economic Development Agency (AEDA) as shown in Attachment A to Item 5.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2023.
 2. Notes that the Audit and Risk Committee supports the development of an implementation plan addressing the recommendations of the KPMG review and other relevant reviews showing how the recommendations will be addressed.
 3. Notes that the Audit and Risk Committee supports the recording of the actions in Promapp and reporting through the Strategic Risk and Internal Audit Group
4. Item 5.3 – Climate Change Risk Adaptation Action Plan
THAT THE AUDIT AND RISK COMMITTEE RECOMMENDS TO COUNCIL
THAT COUNCIL
 4. Notes the report.
 5. Commends the intention to integrate Council’s Climate Change Risk Adaptation Action Plan 2021-2026 and the City of Adelaide Climate Action Plan 2022-2025 by December 2023.
 6. Notes the internal audit review project proposed as part of the strategic internal audit plan in relation to strategic climate change impacts.

5. Item 5.4 – Presiding Member’s Annual Report

THAT THE AUDIT AND RISK COMMITTEE

1. Receives the Presiding Member’s Annual Report for the 2022-23 financial year as included in Attachment A to Item 5.4 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2023.

6. Item 5.5 – Risk Statement

THAT THE AUDIT AND RISK COMMITTEE

1. Approves the statement to be included in the Annual Report, as outlined in Attachment A to Item 5.5 on the Agenda for the meeting of the City of Adelaide Audit and Risk Committee held on 4 August 2023.

7. Item 5.6 – Internal Audit Progress Report

THAT THE AUDIT AND RISK COMMITTEE

1. Notes the progress of the Internal Audit Plan as outlined in Item 5.6 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2023.
2. Notes the progress of the completion of Internal Audit Actions as outlined in Item 5.6 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2023.
3. Notes the internal audit report on workforce planning and staff retention and support the adoption of dashboards and KPIs and the development of a workforce plan.

8. Item 7.1 – Strategic Risk and Internal Audit Update (considered in confidence pursuant to Section 90 (3) (i) of the *Local Government Act 1999 (SA)*)

THAT THE AUDIT AND RISK COMMITTEE

1. Notes the report, which will be provided to the next meeting of the Council as part of the confidential report of the Audit and Risk Committee.
2. In accordance with Section 91 (7) & (9) of the Local Government Act 1999 (SA) and on the grounds that Item 7.1 listed on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2023 was received, discussed and considered in confidence pursuant to Section 90 (3)(i) of the Local Government Act 1999 (SA) this meeting of the Audit and Risk Committee, do order that:
 - 2.1. The resolution become public information and included in the Minutes of the meeting.
 - 2.2. The report, the discussion and any other associated information submitted to this meeting and the Minutes of this meeting in relation to the matter remain confidential and not available for public inspection until 31 December 2030.
 - 2.3. The confidentiality of this matter be reviewed in December 2024.
 - 2.4. The Chief Executive Officer be delegated authority to review and revoke all or part of the order herein and directed to present a report containing the Item for which the confidentiality order has been revoked.

9. Item 8.1 – LTFP Assumptions

THAT THE AUDIT AND RISK COMMITTEE

1. Receives and notes the 2023/24 to 2032/33 Long term Financial Plan presentation as set out in Attachment A to Item 8.1 on the Agenda for the Audit and Risk Committee meeting held 4 August 2023, with feedback to be determined by the Audit and Risk Committee.

DATA AND SUPPORTING INFORMATION

Link 1 – Audit and Risk Committee Agenda

ATTACHMENTS

Nil

- END OF REPORT -