

Audit and Risk Committee Report - 4 August 2022

Tuesday, 9 August 2022
Council

Strategic Alignment - Enabling Priorities

Program Contact:
Jessica Dillon, Acting Manager
Governance

Public

Approving Officer:
Amanda McIlroy - Chief
Operating Officer

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 met on Thursday, 4 August 2022 and is required to report to Council after every meeting to identify and present advice and recommendations.

A precis of the matters considered by the Audit and Risk Committee is presented within this report.

The recommendations below are in response to the deliberations of the Audit and Risk Committee on:

- Value Methodology Report Assessment
- Strategic Internal Audit Plan

RECOMMENDATION

THAT COUNCIL

1. **Report of the Audit and Risk Committee – 4 August 2022**

THAT COUNCIL

1. Notes the report of the meeting of the Audit and Risk Committee held on 4 August 2022.

2. **Value Methodology Report Assessment**

THAT COUNCIL

1. Notes the review of valuation methodology and associated report undertaken in 2017 provided in Attachment A to Item 6.1 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
2. Notes the retention of the Assessed Annual Value methodology as per Rating Policy adopted by Council.

3. **Strategic Internal Audit Plan**

THAT COUNCIL

1. Approves the City of Adelaide one-year Internal Audit Plan, contained in Attachment A to Item 6.5 on the Agenda for the meeting of the Audit Committee held on 4 August 2022.
-

DISCUSSION

1. The Audit and Risk Committee met on Thursday, 4 August 2022. The Agenda with reports for the public component of the meeting can be viewed [here](#).
2. The following matters were subject of deliberations:

2.1. Presentation – Update on Service Planning & Performance

2.2. Valuation Methodology Report Assessment

THAT THE AUDIT AND RISK COMMITTEE RECOMMENDS TO COUNCIL

That Council

1. Notes the review of valuation methodology and associated report undertaken in 2017 provided in Attachment A to Item 6.1 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
2. Notes the retention of the Assessed Annual Value methodology as per Rating Policy adopted by Council.

2.3. 2021/22 Quarterly Business Update Q4

THAT THE AUDIT AND RISK COMMITTEE

1. Notes the 2021-22 Preliminary Financial Position and notes results are estimates only at this stage.
2. Notes the capitalisation KPIs outlined in Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
3. Notes the Capital Works Quarter 4 Review as presented in Attachment A to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
4. Notes the Commercial Operations Quarter 4 Review as presented in Attachment B to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
5. Notes the Adelaide Economic Development Agency Quarter 4 Review as provided in Attachment C to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
6. Notes the Adelaide Central Market Authority Quarter 4 Review as provided in Attachment D to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
7. Notes the Kadaltilla / Park Lands Authority Quarter 4 Review as provided in Attachment E to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
8. Notes the Brown Hill Keswick Creek Quarter 4 Review as provided in Attachment F to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.
9. Notes the Consultants Spend report provided as Attachment G to Item 6.2 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.

2.4. Presiding Member's Annual Report

THAT THE AUDIT AND RISK COMMITTEE

1. Receives the Presiding Member's Annual Report for the 2021-22 financial year as included in Attachment A to Item 6.3 on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022.

2.5. 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 6.4 on the Agenda for the meeting of the City of Adelaide Audit and Risk Committee held on 4 August 2022.

2.6. Strategic Internal Audit Plan

THAT THE AUDIT AND RISK COMMITTEE RECOMMENDS TO COUNCIL

That Council

1. Approves the City of Adelaide one-year Internal Audit Plan, contained in Attachment A to Item 6.5 on the Agenda for the meeting of the Audit Committee held on 4 August 2022.

2.7. Internal Audit Progress Report

THAT THE AUDIT AND RISK COMMITTEE

1. Notes the report.

2.8. Activity of Strategic Risk & Internal Audit Group

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 is provided to the next meeting of the Council as part of the confidential report of the Audit and Risk Committee meeting.
2. In accordance with Section 91 (7) & (9) of the *Local Government Act 1999 (SA)* and on the grounds that Item 11.1 listed on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022 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 2029.
 - 2.3. The confidentiality of this matter be reviewed in December 2023.
 - 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.

2.9. Confidential Meeting with Internal Auditors

Considered in confidence pursuant to Section 90(3)(b) of the *Local Government Act 1999 (SA)*

In accordance with Section 91 (7) & (9) of the *Local Government Act 1999 (SA)* and on the grounds that Item 11.2 listed on the Agenda for the meeting of the Audit and Risk Committee held on 4 August 2022 was received, discussed and considered in confidence pursuant to Section 90 (3) (b) of the *Local Government Act 1999 (SA)*, this meeting of the Audit and Risk Committee, do order that:

1. The discussion and the Minutes of the meeting in relation to the matter remain confidential and not available for public inspection until 31 December 2029.
2. The confidentiality of the matter be reviewed in December 2023.
3. The Chief Executive Officer be delegated the 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 received.

- END OF REPORT -