
Audit and Risk Committee

OPEN MINUTES

Minutes of a meeting of the Audit and Risk Committee held in the Council Chambers, Auckland Town Hall, 301-305 Queen Street, Auckland on Tuesday, 18 February 2014 at 2.00pm.

PRESENT

Chairperson	Cr Sir John Walker, KNZM, CBE	
Deputy Chairperson	Cr Dr Cathy Casey	
Members	Cr Cameron Brewer	
	Cr Bill Cashmore	
	Cr Sharon Stewart, QSM	
	Mr Roy Tiffin, FCA	
	Cr Penny Webster	From 2.18pm, Item 10

APOLOGIES

Ex-officio	Mayor Len Brown
	Deputy Mayor Penny Hulse

ALSO PRESENT

Councillor	Calum Penrose
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1 Apologies

Resolution number AUD/2014/1

MOVED by Chairperson JG Walker, seconded by Cr SL Stewart:

That the Audit and Risk Committee:

- a) **accept the apologies from Mayor Len Brown and Deputy Mayor Penny Hulse for absence on Council business.**

CARRIED

2. Declaration of Interest

There were no declarations of interest.

3 Confirmation of Minutes

Resolution number AUD/2014/2

MOVED by Cr SL Stewart, seconded by Deputy Chairperson CM Casey:

That the Audit and Risk Committee:

- a) **confirm the ordinary minutes of its meeting, held on Friday, 13 December 2013, including the confidential section, as a true and correct record.**

CARRIED

4 Petitions

There were no petitions.

5 Public Input

5.1 Grace Haden

Grace Haden addressed the meeting on how corruption occurs in council.

Resolution number AUD/2014/3

MOVED by Chairperson JG Walker, seconded by Cr WB Cashmore:

That the Audit and Risk Committee:

- a) **receive the presentation from Grace Haden.**

CARRIED

6 Local Board Input

There was no local board input.

7 Extraordinary Business

There was no extraordinary business.

8 Notices of Motion

There were no notices of motion.

Precedence of Business

Resolution number AUD/2014/4

MOVED by Chairperson JG Walker, seconded by Cr SL Stewart :

That the Audit and Risk Committee:

- a) **agree that Item 10: Auditor-General Report on Mangawhai Waste Water Scheme be accorded precedence at this time.**

CARRIED

10 Auditor-General Report on Mangawhai Waste Water Scheme

Resolution number AUD/2014/5

MOVED by Chairperson JG Walker, seconded by Deputy Chairperson CM Casey:

That the Audit and Risk Committee:

- a) **receive the update on the Auditor-General's Report on the Mangawhai Waste Water Scheme.**

CARRIED

9 Office of the Auditor-General

Lyn Provost, Auditor-General and Francis Caetano, Director Audit New Zealand were in attendance and tabled a report on the review findings from the Review of the Interim Financial Statements for the six months ended 31 December 2013 and other matters, a copy of which has been placed on the file copy of the minutes and can be viewed at the Auckland Council website.

Resolution number AUD/2014/6

MOVED by Chairperson JG Walker, seconded by Deputy Chairperson CM Casey:

That the Audit and Risk Committee:

- a) **receive the information provided by the Auditor-General and the Audit Director, Audit New Zealand.**

CARRIED

Attachments

- A Report of the Controller and Auditor-General to the Audit and Risk Committee on the review findings from the Review of the Interim Financial Statements for the six months ended 31 December 2013 and other matters

11 Selection of Second External Appointee

Resolution number AUD/2014/7

MOVED by Chairperson JG Walker, seconded by Cr SL Stewart:

That the Audit and Risk Committee:

- a) **approve the proposed approach for the selection of a second external appointee.**
- b) **agree that Cr CE Brewer and Cr MP Webster join the Governance Director on a selection panel.**

CARRIED

12 Update on Ethics and Integrity Activities

Resolution number AUD/2014/8

MOVED by Chairperson JG Walker, seconded by Member R Tiffin:

That the Audit and Risk Committee:

- a) **receive the update on Ethics and Integrity report.**

CARRIED

13 Update on Risk Management Activities

Resolution number AUD/2014/9

MOVED by Chairperson JG Walker, seconded by Member R Tiffin:

That the Audit and Risk Committee:

- a) **receive the Update on Risk Management Activities report.**

CARRIED

14 Consideration of Extraordinary Items

There was no consideration of extraordinary items.

The meeting adjourned at 3.17 pm and reconvened at 3.40 pm.

15 Procedural motion to exclude the public

Resolution number AUD/2014/10

MOVED by Chairperson JG Walker, seconded by Deputy Chairperson CM Casey:

That the Audit and Risk Committee:

- a) **exclude the public from the following part(s) of the proceedings of this meeting.**
- b) **agree Francis Caetano, Audit Director and Robert Sutherland, Audit Manager, Audit New Zealand be permitted to remain for Confidential Item C1 after the public has been excluded, because of their knowledge of the matters being discussed, which will help the Audit and Risk Committee in its decision-making.**

The general subject of each matter to be considered while the public is excluded, the reason for passing this resolution in relation to each matter, and the specific grounds under section 48(1) of the Local Government Official Information and Meetings Act 1987 for the passing of this resolution follows.

This resolution is made in reliance on section 48(1)(a) of the Local Government Official Information and Meetings Act 1987 and the particular interest or interests protected by section 6 or section 7 of that Act which would be prejudiced by the holding of the whole or relevant part of the proceedings of the meeting in public, as follows:

C1 Update on Internal Audit Activities

Reason for passing this resolution in relation to each matter	Particular interest(s) protected (where applicable)	Ground(s) under section 48(1) for the passing of this resolution
The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.	s7(2)(h) - The withholding of the information is necessary to enable the local authority to carry out, without prejudice or disadvantage, commercial activities. In particular, the report contains financial and operational information and details of Internal Audit activity which if released may jeopardise the effective delivery of Internal Audit services..	s48(1)(a) The public conduct of the part of the meeting would be likely to result in the disclosure of information for which good reason for withholding exists under section 7.

The text of these resolutions is made available to the public who are present at the meeting and form part of the minutes of the meeting.

CARRIED

3.40pm The public was excluded.

Resolutions in relation to the confidential items are recorded in the confidential section of these minutes and are not publicly available.

3.53pm The public was re-admitted.

RESTATEMENTS

It was resolved while the public was excluded:

C1 Update on Internal Audit Activities

That the Audit and Risk Committee:

- b) agree that the Update on Internal Audit Activities report remain confidential.**

3.53pm

The Chairperson thanked Members for their attendance and attention to business and declared the meeting closed.

CONFIRMED AS A TRUE AND CORRECT RECORD
AT A MEETING OF THE AUDIT AND RISK
COMMITTEE HELD ON

DATE:.....

CHAIRPERSON:.....