
Audit and Risk Committee

OPEN MINUTES

Minutes of a meeting of the Audit and Risk Committee held in Room 1, Level 26, 135 Albert Street, Auckland on Tuesday, 15 September 2015 at 10.00am.

PRESENT

Chairperson
Members

Cr Bill Cashmore
Cr Ross Clow
Mr Paul Conder, CA
Cr Sharon Stewart, QSM
Mr Roy Tiffin, FCA
Cr Sir John Walker, KNZM, CBE
Cr Penny Webster

ABSENT

Cr Cameron Brewer
Mayor Len Brown, JP
Cr Linda Cooper, JP
Deputy Mayor Penny Hulse

ALSO PRESENT

Cr Calum Penrose

Until 11.00am
From 12.37pm part item C1

1 Apologies

Resolution number AUD/2015/36

MOVED by Chairperson WB Cashmore, seconded by Cr MP Webster:

That the Audit and Risk Committee:

- a) **accept the apologies from Cr CE Brewer, Mayor LCM Brown, Cr LA Cooper and Deputy Mayor PA Hulse for absence.**

CARRIED

2 Declaration of Interest

There were no declarations of interest.

3 Confirmation of Minutes

Resolution number AUD/2015/37

MOVED by Chairperson WB Cashmore, seconded by Member P Conder:

That the Audit and Risk Committee:

- a) **confirm the ordinary minutes of its meeting held on Wednesday, 29 July 2015, including the confidential section, as a true and correct record.**

CARRIED

4 Petitions

There were no petitions.

5 Public Input

5.1 Public Input - Ms Penny Bright - Various matters

Ms Penny Bright addressed the committee about various matters and tabled a copy of her correspondence. A copy has been placed on the official minutes and is available on the Auckland Council website as a minutes attachment.

Resolution number AUD/2015/38

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

That the Audit and Risk Committee:

- a) **thank Ms Penny Bright for her presentation.**

CARRIED

Attachments

- A 15 September 2015 - Audit and Risk Committee, Item 5.1: Public Input - Ms Penny Bright - Various matters - tabled document

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.

9 Election of Deputy Chairperson

Resolution number AUD/2015/39

MOVED by Chairperson WB Cashmore, seconded by Member RI Clow:

That the Audit and Risk Committee:

- a) **agree to elect a deputy chairperson.**
- b) **agree to adopt voting system A.**

CARRIED

Resolution number AUD/2015/40

MOVED by Cr MP Webster, seconded by Member RI Clow:

That the Audit and Risk Committee:

- a) **appoint Member Paul Conder to the deputy chairperson position.**

CARRIED

10 Office of the Auditor-General and Audit New Zealand briefing

Jo Smaill and Athol Graham, Audit New Zealand Directors addressed the committee and tabled an audit status update to the Audit and Risk Committee dated 8 September 2015. A copy has been placed on the official minutes and is available on the Auckland Council website as a minutes attachment.

Resolution number AUD/2015/41

MOVED by Chairperson WB Cashmore, seconded by Cr MP Webster:

That the Audit and Risk Committee:

- a) **receive the information provided by the Auditor-General and the Audit New Zealand Director.**
- b) **thank Jo Smaill and Athol Graham from Audit New Zealand for their attendance and presentation.**

CARRIED

Attachments

- A 15 September 2015 - Audit and Risk Committee, Item 10: Office of the Auditor-General and Audit New Zealand briefing - Audit NZ report dated 8 September 2015

Note: Item 11 was considered at the conclusion of the confidential agenda.

12 Audit New Zealand Long-term Plan Management Report

Taryn Crewe and Ross Tucker, Financial Planning, Policy and Budget were in attendance for this item.

Resolution number AUD/2015/42

MOVED by Chairperson WB Cashmore, seconded by Cr MP Webster:

That the Audit and Risk Committee:

- a) **receive the Audit New Zealand report on the audit of Auckland Council's 2015-2025 Long-term Plan.**

CARRIED

13 Update on Enterprise Risk Management Activities

Jazz Singh, Head of Risk was in attendance for this item.

Resolution number AUD/2015/43

MOVED by Member RI Clow, seconded by Member P Conder:

That the Audit and Risk Committee:

- a) **receive the update on Enterprise Risk Management activities report.**
b) **note that an update on the November 2015 workshop with the Executive Lead Team will be provided at the December 2015 committee meeting.**

CARRIED

14 Consideration of Extraordinary Items

There were no extraordinary items.

15 Procedural motion to exclude the public

Resolution number AUD/2015/44

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

That the Audit and Risk Committee:

- a) **exclude the public from the following part(s) of the proceedings of this meeting.**

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 Office of the Auditor-General and Audit New Zealand briefing

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)(j) - The withholding of the information is necessary to prevent the disclosure or use of official information for improper gain or improper advantage. In particular, the report may contain financial and operational information regarding Council activities which if released may jeopardise the effective delivery of those activities.	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.

C2 Update on Council-controlled Organisation Risk

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 audit findings which if released may jeopardise the commercial operations of the Council Controlled Organisations.	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.

C3 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)(a) - The withholding of the information is necessary to protect the privacy of natural persons, including that of a deceased person. 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.

C4 Update on Integrity and Investigation 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 6.	s6(a) - The making available of the information would be likely to prejudice the maintenance of the law, including the prevention, investigation, and detection of offences and the right to a fair trial. In particular, this report contains financial and operational information regarding investigation and other activity, which if released may compromise the effective delivery of our integrity and investigative 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 6.

The text of these resolutions was made available to the public who were present at the meeting and formed part of the minutes of the meeting.

CARRIED

11.14am 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.

12.55pm The public was re-admitted.

11 Draft 2014/2015 Annual Report and Summary Annual Report for Auckland Council and Group

Francis Caetano, Group Financial Controller was in attendance for this item.

The item was deferred to be considered at the conclusion of the confidential Items.

Resolution number AUD/2015/45

MOVED by Chairperson WB Cashmore, seconded by Member P Conder:

That the Audit and Risk Committee:

- a) **note that there are no significant outstanding audit issues in respect of the audit and process of preparing of the 2014/2015 Annual Report and the Summary Annual Report for Auckland Council and group.**
- b) **recommend the 2014/2015 Annual Report and the Summary Annual Report for Auckland Council and group to the Finance and Performance Committee for recommendation to the Governing Body for adoption.**

CARRIED

RESTATEMENTS

It was resolved while the public was excluded:

C1 Office of the Auditor-General and Audit New Zealand briefing

Resolution number AUD/2015/46

MOVED by Chairperson WB Cashmore, seconded by Member P Conder:

- d) agree that the information provided by the Auditor-General and the Audit New Zealand Director remains confidential.

C2 Update on Council-controlled Organisation Risk

Resolution number AUD/2015/47

MOVED by Chairperson WB Cashmore, seconded by Cr MP Webster:

That the Audit and Risk Committee:

- c) agree that the Update on Council-controlled Organisation Risk report remain confidential.

C3 Update on Internal Audit Activities

Resolution number AUD/2015/48

MOVED by Chairperson WB Cashmore, seconded by Member R Tiffin:

That the Audit and Risk Committee:

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

C4 Update on Integrity and Investigation Activities

Resolution number AUD/2015/49

MOVED by Chairperson WB Cashmore, seconded by Member RI Clow:

That the Audit and Risk Committee:

- b) agree that the Update on Integrity and Investigation Activities report remains confidential.

12.58pm

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:.....