

SYSTEMIC CONTROL WEAKNESSES

APPENDIX 1

Background

The table below lists systemic control weaknesses which have been identified at either or both councils (SODC and VWHDC), from the internal audit reports issued in final since 1 April 2010. The table will be reviewed and updated by the audit manager, head of finance and the strategic director (section 151 officer) on an ongoing basis, and will be used to inform the annual audit plan and the scope of individual reviews.

Definition

A systemic control weakness is defined for the purpose of this table, as a significant control weakness which has been identified across a number of operational areas.

Methodology

Every recommendation made by internal audit has been logged within a recommendation register according to an Institute of Internal Auditors control type definition, and a point system has been used - 1 point for a low risk recommendation, 2 points for a medium risk recommendation and 3 points for a high risk recommendation. The points have been totalled against each control type, and the top 10% control weaknesses have been listed as a systemic control weakness according to their recommendation point totals.

Systemic control weaknesses as at 31 December 2013

No	Systemic control weakness	Council	Rec point total	List Entry Date	Movement Since Last Committee
1	Policies, procedures and guidance notes are not comprehensive, up to date and are not owned by a responsible officer.	Joint	163	01/08/11	Decrease (34)
2	There should be regular financial reconciliations.	Joint	39	05/06/13	Decrease (2)
	All officers/members should be trained in their role and corporate responsibilities	Joint	39	02/09/13	Decrease (7)
4	Documents should be filed appropriately.	Joint	34	21/06/12	Decrease (11)
5	Management information should be reported appropriately.	Joint	32	31/12/13	New
	Information should be accurate.	Joint	32	31/12/13	New

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