An aerial photograph of a large, single-story building with a grey corrugated metal roof and two brick chimneys. The building has a white picket fence in front of it. The surrounding area includes a green lawn, trees, and a dirt road. A large, semi-transparent grey 'X' is overlaid on the image.

Shire of Leonora Audit & Risk Committee Presentation of Report on Financial Management, Risk Management, Legislative Compliance and Internal Controls

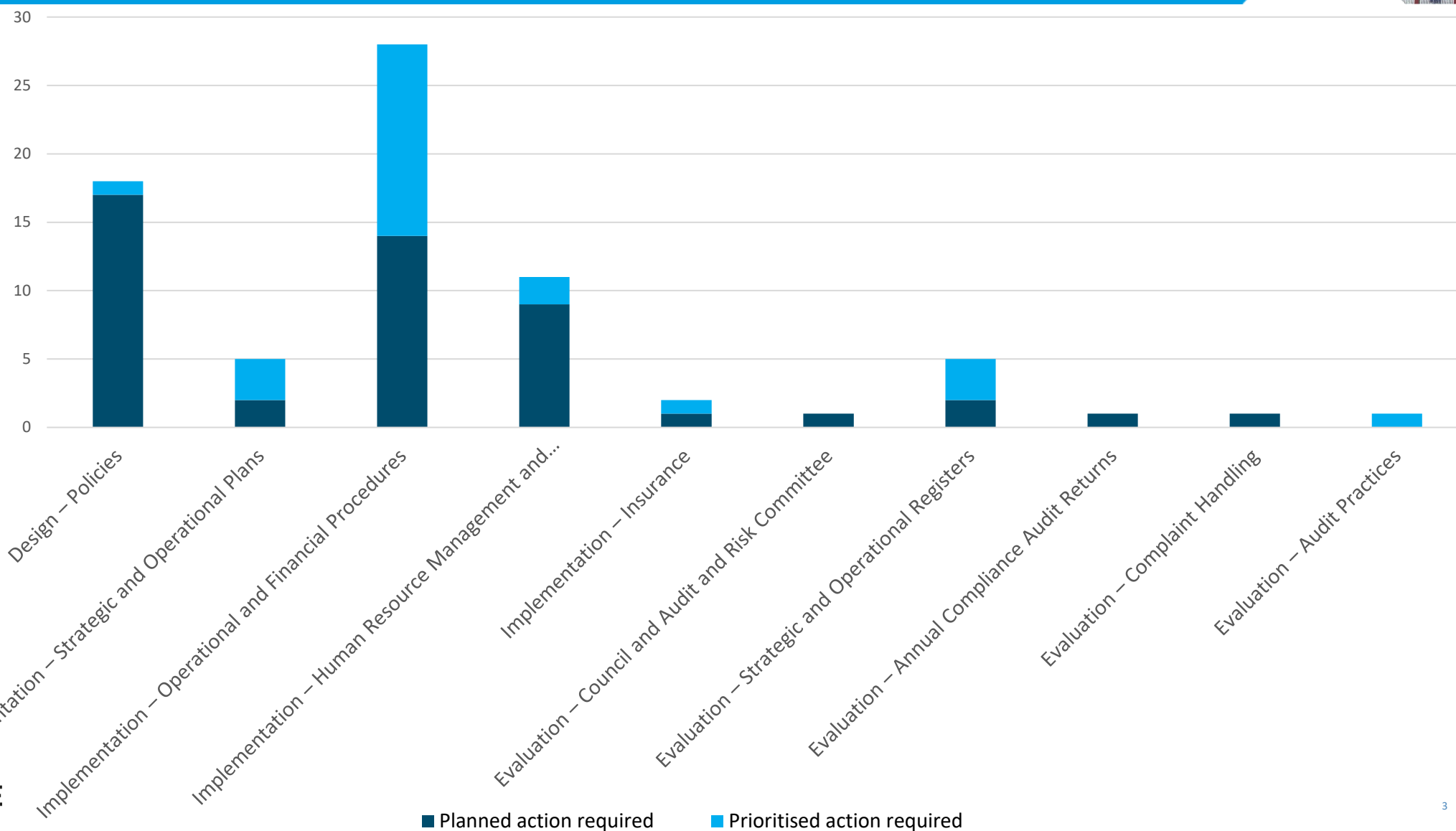
Tanya Browning, Associate Director
Nathan Gilfellon, Senior Project Officer
21 June 2022

Audit Reg 17 and FMR Report



- Reviews required by *Local Government (Audit) Regulations 1996 Regulation 17* and *Local Government Financial Management Regulations Regulation 5(2)(c)*
- Assess the **appropriateness and effectiveness** of systems and procedures relating to Financial Management, Legislative Compliance, Internal Controls and Risk Management
- Report (once finalised) required to be reviewed by the Audit Committee and then presented to Council

Overall Summary - Audit Reg 17 and FMR Report



Audit Reg 17 and FMR Report



- Key improvements to financial management systems include :
 - General journal controls
 - Cash handling and receipting controls
 - Stock controls
 - Security controls
 - Procurement controls and assessment
 - Changes of banking details

Audit Reg 17 and FMR Report



- Risk management policy and risk management strategy aligned to AS/NZ ISO 31000: 2018 have been adopted and implemented by the Shire
- Further improvements to risk management activities include:
 - Report actions and activities undertaken at management level to the Audit Committee
 - Implement recommendations within the ICT strategic plan
 - Review contractor insurances to ensure they are in place

Audit Reg 17 and FMR Report



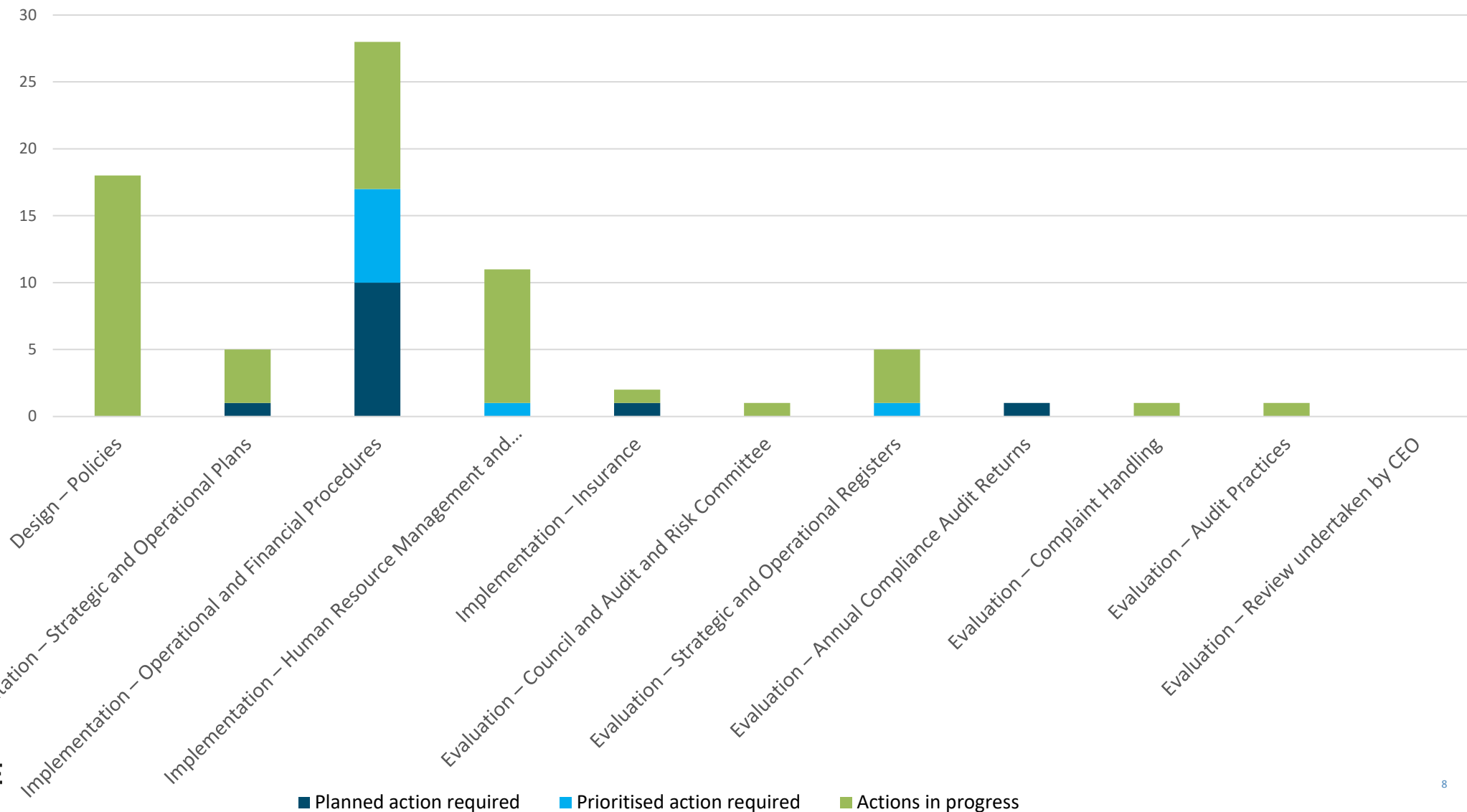
- Effective risk management relies on sound governance functions
- Closing the gaps relating to governance automatically reduces risk and through time enables the appropriate focus on managing the strategic and high level risks
- Operational staff are responsible for day to day risk management in accordance with Council policy through **structured processes and procedures (internal controls)**

Audit Reg 17 and FMR Report



- Legislative Compliance and Internal Controls may be improved through development and adoption of legislative compliance and internal control policies (guiding document)
- Improvements to issues raised are included within our report for management consideration

Going forward – Implementation of Improvements



Thank You

Contact Details:

Tanya Browning, Associate Director
Level 15, Exchange Tower
2 The Esplanade
Perth WA 6000

T | 08 9225 5355

W | www.moore-australia.com.au



MOORE

Liability limited by a scheme approved under Professional Standards Legislation.

An independent member of Moore Global Network Limited- members in principal cities throughout the world. ©2021 Moore Australia (WA) Pty Ltd All rights reserved.

