

# Southend-on-Sea Borough Council

Agenda  
Item No.

**6**

Report of Corporate Director Support Services

to

**Audit Committee**

on

**9 January 2013**

Report prepared by: PKF External Auditor

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**PKF: Annual Governance Report 2011/12**

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*A Part 1 Public Agenda Item*

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## **1. Purpose of Report**

1.1 This report summarises the results of the work completed for the 2011/12 financial year with regard to:

- the opinion on the Statement of Accounts; and
- the conclusion on the adequacy of the Council's arrangements for securing economy, efficiency and effectiveness in the use of resources (the VFM conclusion).

## **2. Recommendation**

**2.1 The Committee accepts the external auditors Annual Governance Report 2011/12.**

## **3. Background**

3.1 A senior representative of PKF (the appointed External Auditor to the Council) will present this report to the Audit Committee and respond to Members' questions.

## **4. Corporate Implications**

4.1 Contribution to Council's Aims and Priorities

This audit work contributes to the delivery of all the Council's aims and priorities.

4.2 Financial Implications

The fee for the audit work is influenced by the Audit Commission and agreed with the Council before the start of the audit. Issues arising during the course of the audit can impact on the audit fee payable. The outturn fee information is included within the report.

#### 4.3 Legal Implications

The Council is required by statute to have an external audit of its activities that complies with the requirements of the Audit Commission's Code of Audit Practice (the Code). By considering this report, the Committee can satisfy itself that this requirement is being discharged.

#### 4.4 People and Property Implications

None

#### 4.5 Consultation

The contents of this report has been discussed and agreed with the Corporate Director Support Services and the Head of Finance and Resources.

#### 4.6 Equalities Impact Assessment

None

#### 4.7 Risk Assessment

Consideration of the results of the external audit help to inform the Audit Committee about the appropriateness of the governance arrangements in place at the Council and how these help to mitigate risk.

#### 4.8 Value for Money

The report includes the auditor's conclusion on the adequacy of the Council's arrangements for securing economy, efficiency and effectiveness in the use of resources (the VFM conclusion)

#### 4.9 Community Safety Implications and Environmental Impact

None

### 5. **Background Papers**

None

### 6. **Attachment: PKF Annual Governance Report 2011/12**