



**MINUTES OF AUDIT COMMITTEE MEETING HELD IN COMMITTEE ROOMS, 12
JAMES STREET, SALISBURY ON**

10 OCTOBER 2017

MEMBERS PRESENT

Cr G Reynolds (Chairman)
Cr G Caruso
Mr N Ediriweera
Mr C Johnson (Deputy Chairman)
Ms K Verrall

OBSERVERS

Nil

STAFF

Chief Executive Officer, Mr J Harry
General Manager Business Excellence, Mr C Mansueto
Manager Governance, Mr M Petrovski
Manager Financial Services, Ms K George
Senior Accountant Mr T Aplin
Business Analyst - Internal Audit & Risk, Mr G Kendall

The meeting commenced at 6:31pm

The Chairman welcomed the members, staff and the gallery to the meeting.

APOLOGIES

Nil

LEAVE OF ABSENCE

Nil

PRESENTATION OF MINUTES

Moved Cr G Caruso
Seconded Mr C Johnson

The Minutes of the Audit Committee Meeting held on 11 July 2017, be taken and read as confirmed.

CARRIED

REPORTS

Administration

4.0.1 Appointment of Deputy Chairman - Audit Committee

Moved Ms K Verrall
Seconded Cr G Caruso

1. Mr C Johnson be appointed as Deputy Chairman of the Audit Committee for the remainder of the term of Council.

CARRIED

4.0.2 Future Reports for the Audit Committee of Council

Moved Ms K Verrall
Seconded Mr C Johnson

1. The information be received.

CARRIED

Reports

4.2.1 Report to the Audit Committee for the year ended 30 June 2017, prepared by Bentleys

Moved Ms K Verrall
Seconded Mr C Johnson

1. The information be received.

CARRIED

4.2.2 End of Financial Year Statements and Analysis

Moved Mr C Johnson
 Seconded Ms K Verrall

1. The information be received.
2. In accordance with Section 126(4)(a) of the Local Government Act 1999 the Audit Committee advises that it has reviewed the annual financial statements of the Council for the year ended 30 June 2017 and is satisfied they present fairly the state of affairs of Council, subject to satisfactory responses to the following questions taken on notice which will be circulated out of session, with changes in the financial statements made where appropriate:
 - a. How is it that the Statement of Cash Flows has Payment for Materials, Contracts and Other Expenses of \$54M, whereas the Statement of Comprehensive Income shows \$48.8M, without a \$6M reduction in creditors?
 - b. Why does Note 11 reconciliation of Cash show a balance of Net (increase)/decrease in inventories and Net increase/(decrease) in Trade and Other Payables which are inconsistent with the balance sheet?
 - c. Why does the movement in the share of the operating result for NAWMA in Note 19 not reconcile to the equity share disclosed in the Statement of Comprehensive Income?
3. In accordance with Regulation 22 of the Local Government (Financial Management) Regulations 2011 clauses (3) (a) and (4), that the Chief Executive Officer and the Chair of the City of Salisbury Audit Committee sign the statement to certify the independence of the Council Auditor, Bentleys.

CARRIED

OTHER BUSINESS

Nil

The meeting closed at 7:18 pm.

CHAIRMAN.....

DATE.....