



Leicester
City Council

**WARDS AFFECTED:
ALL WARDS (CORPORATE ISSUE)**

AUDIT & RISK COMMITTEE

25th July 2018

External Auditor's Report to Those Charged With Governance

REPORT OF THE EXTERNAL AUDITOR

1. INTRODUCTION

- 1.1. This report sets out what officers from KPMG, the External Auditor, will provide to the Audit & Risk Committee at the meeting of 25th July 2018. These reports are not presently available pending completion of final audit work.
- 1.2. Officers from KPMG will present a report to summarise:
 - 1.2.1. The key findings arising from the audit of Leicester City Council's financial statements for the year ended 31st March 2018;
 - 1.2.2. The Auditor's assessment of the Council's arrangements to secure value for money (VFM) in its use of resources; and
 - 1.2.3. The requirement for Members to authorise the Director of Finance to sign the letter of representation to KPMG from the Council in connection with the audit of the Council's financial statements.
- 1.3. This report is known as the ISA 260 Report to Those Charged with Governance.

2. CONTENT OF THE ISA 260 REPORT

- 2.1. The report will include:
 - 2.1.1. Proposed audit opinion - KPMG expect to give an unqualified audit opinion on the accounts
 - 2.1.2. Audit adjustments – KPMG have not required any material adjustments to be made to the accounts.
 - 2.1.3. Key financial statements audit risks – at this stage KPMG do not have any significant matters to report to members

2.1.4. Accounts production and audit process – KPMG will give brief comments on the process

2.1.5 VFM conclusion and risk areas – KPMG expect to issue an unqualified VFM opinion.

2.2. Completion – KPMG will set out any areas of audit work that are not yet complete; they will give members an update when they present the report on 25th July 2018.

3. FINANCIAL IMPLICATIONS

3.1. The report is exclusively concerned with financial issues.

4. LEGAL IMPLICATIONS

4.1. The timetable and the arrangements for the reporting of the Council’s statement of accounts are governed by statute. These statutory requirements have been complied with.

5. OTHER IMPLICATIONS

| <u>OTHER IMPLICATIONS</u> | <u>YES/NO</u> | <u>PARAGRAPH REFERRED</u> |
|--------------------------------------|----------------------|----------------------------------|
| Equal Opportunities | No | |
| Policy | No | |
| Sustainable and Environmental | No | |
| Crime and Disorder | No | |
| Human Rights / People on low incomes | No | |
| Corporate Parenting | No | |
| Health Inequalities Impact | No | |

6. CONSULTATIONS

Not applicable

7. AUTHOR

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