



Rangitikei District Council

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Rangitikei
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Audit/Risk Committee Meeting

Order Paper

**Thursday 25 August 2016,
3.15 pm**

**Council Chamber, Rangitikei District Council
46 High Street, Marton**

Website: www.rangitikei.govt.nz

Email: info@rangitikei.govt.nz

Chair

Mr Craig O'Connell

Deputy Chair

Membership

His Worship the Mayor, Andy Watson and Councillors Nigel Belsham, Dean McManaway,
and Lynne Sheridan

Please Note: Items in this agenda may be subject to amendments or withdrawal at the meeting. It is recommended therefore that items not be reported upon until after adoption by the Council. Reporters who do not attend the meeting are requested to seek confirmation of the agenda material or proceedings of the meeting from the Chief Executive prior to any media reports being filed.



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Audit/Risk Committee Meeting

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The quorum for the Audit/Risk Committee is 3.

At its meeting of 28 October 2010, Council resolved that "The quorum at any meeting of a standing committee or sub-committee of the Council (including Te Roopu Ahi Kaa, the Community Committees, the Reserve Management Committees and the Rural Water Supply Management Sub-committees) is that required for a meeting of the local authority in SO 2.4.3 and 3.4.3.

1 Welcome

2 Apologies/Leave of Absence

3 Members' conflict of interest

Members are reminded of their obligation to declare any conflicts of interest they might have in respect of items on this agenda.

4 Confirmation of order of business

That, taking into account the explanation provided why the item is not on the meeting agenda and why the discussion of the item cannot be delayed until a subsequent meeting, be dealt with as a late item at this meeting.

5 Confirmation of minutes

Recommendation

That the Minutes of the Audit/Risk committee meeting held on 3 June 2016 be taken as read and verified as an accurate and correct record of the meeting.

6 Actions to Address Unacceptable Risk

A report is attached, together with the risk matrix.

File: 5-EX-2-5

Recommendation

That the report 'Actions to address unacceptable risk' to the 25 August 2016 meeting of the Audit/Risk Committee be received.

7 Considerations for Joint-Venture Engagement

The Chief Executive will lead this discussion.

8 Management Report for Interim Audit Conducted June 2016

The draft report (with management responses) is attached.

File ref: 5-EX-2-4

Recommendations

That the draft Management Report for Interim Audit Conducted June 2016 be received.

9 Results of the 2014/15 audits – performance of Rangitikei District Council in the five highlighted concerns for the local government sector

A memorandum is attached/.

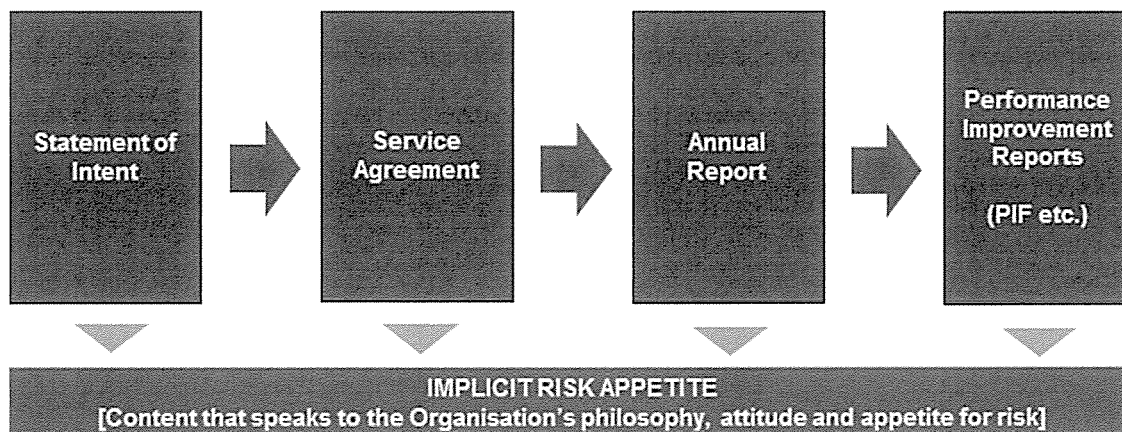
5-EX-2-3

Recommendation

That the memorandum ‘Results of the 2014/15 audits – performance of Rangitikei District Council in the five highlighted concerns for the local government sector’ be received

10 Understanding the Council’s Risk Appetite

Attached is a brief paper from Carnegie Mellon University’s Office of Risk Initiatives, based on ‘Risk appetite and tolerance guidance paper’ by the Institute of Risk Management. The observation that ‘risk appetite...is about what the organisation does want to do, and how it goes about it’ is evident in the following representation in the Auditor General’s reosurces for audit committees.



A more detailed analysis is contained in the attached research paper ‘Understanding and communicating risk appetite’ by Rittenberg and Martens (for the Committee of Sponsoring Organizations of the Treadway Commission).

11 Board Self-Evaluation

The Chair has distributed an evaluation for Committee members to complete prior to the meeting. The intention is to discuss the results – and the usefulness of the evaluation form – at the meeting.

12 Late items

13 Future items for the agenda

14 Next meeting

This is the Committee's last meeting for the triennium.

15 Meeting closed