

7. AUDIT MANAGEMENT REPORT

General Manager responsible:	General Manager Corporate Services, DDI 941-8540
Officer responsible:	Corporate Finance Manager
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PURPOSE OF REPORT

1. The purpose of this report is to advise the Audit and Risk Management Subcommittee of the issues covered within Audit New Zealand's 2006 Audit Management Report.

EXECUTIVE SUMMARY

2. Each year once the audit is complete Audit New Zealand forward their Audit Management Report which summarises their significant findings and recommendations. This report is attached along with management's response.
3. Over the last financial year the overall standard of accounting and internal control slipped primarily as a result of staff changes coupled with the additional pressures that staff experienced in producing the LTCCP.
4. A number of the issues raised relate to fixed assets and with the Asset Management Project now underway this will address many of the problems. In addition, many of the other issues raised have already been addressed. Management is confident of receiving a vastly improved report for the 2007 year.

FINANCIAL AND LEGAL CONSIDERATIONS

5. There are no financial or legal implications.

STAFF RECOMMENDATION

It is recommended that the report be received.