

Appendix 3

The current position of the audits undertaken by LGSS Internal Audit are set out in the table below. As these reports are either in their final draft or work in progress stage a full report will be presented to Audit Committee at a future meeting

LGSS Internal Audit

Auditable Area	Assurance	Status
Debtors and Cash	Substantial	Draft
Creditors	Substantial	Draft
IBS Creditors		
Fixed Assets	Work in progress	
General Ledger	Substantial	Draft
Payroll	Work in progress	
Housing Benefits	Agreed for completion 14/15	
Bank Reconciliation	Substantial	Draft

Internal Audit gives an overall opinion on the level of assurance provided by the controls within the area audited. The level of assurances are defined below:

Level of Assurance Definition

Full Assurance	There is a sound system of control designed to address the relevant risks with controls being consistently applied.
Substantial Assurance	There is a sound system of control, designed to address the relevant risks, but there is evidence of non-compliance with some of the controls.
Moderate Assurance	Whilst there is a basically a sound system of control, designed to address the relevant risks, there are weaknesses in the system, that leaves some risks not addressed and there is evidence of non-compliance with some of the controls.
Limited Assurance	The system of control is weak and there is evidence of non-compliance with the controls that do exist which may result in the relevant risks not being managed.
No Assurance	There is no system of internal control. Risks are not being managed.