

2023/24 INTERNAL AUDIT PLAN

1. INTRODUCTION

1.1 This report introduces the 2023/24 Internal Audit Annual Audit Plan.

2. RECOMMENDATIONS

2.1 To agree and endorse the Internal Audit Annual Plan 2023/24 (Appendix 1).

3. DETAIL

3.1 The Public Sector Internal Audit Standards (PSIAS) stipulate that the Council's internal audit plan must be risk based and focused on governance, risk and controls to allow the Chief Internal Auditor (CIA) to provide an annual opinion on the Council's internal control framework, based on the work undertaken during the year. This annual opinion informs the Annual Governance Statement.

3.2 The Annual Audit Plan is shown at Appendix 1. The creation of the plan gave consideration to a number of factors including:

the audit universe risk assessment which is based upon a matrix taking account of scores for each potential audit area in respect of materiality, sensitivity, time elapsed since it was last subject to audit and the overall audit assessment when it was last reviewed.

the Council's strategic risk register and operational risk registers input from Executive Directors, the Health and Social Care Partnership (HSCP) Chief Officer, Heads of Service and Audit and Scrutiny Committee members.

a consideration of the need to provide audit coverage across all Heads of Service, the HSCP and LiveArgyll

significant changes within the Council (i.e. new systems, new policies)

wider issues in the public sector environment

an internal audit team meeting to discuss possible areas of focus based on cumulative audit knowledge.

3.3 The Audit plan is broken down into 3 main areas which are:

Service department reviews

Continuous monitoring programme

Other Activity

3.4 Service department reviews include auditable units within the audit universe which are specific to an individual department. Our continuous monitoring programme includes a number of auditable units which were historically subject to individual annual audits. These areas are now tested on a regular recurring basis with control weaknesses reported by exception. Internal Audit also undertake other activities during the year including verification work and following up on previous internal audit recommendations for improvement.

