

Walsall Council

Internal Audit Progress Report 2023/24

Audit Committee – 25 September 2023

Prepared by: Mazars LLP

Date: September 2023



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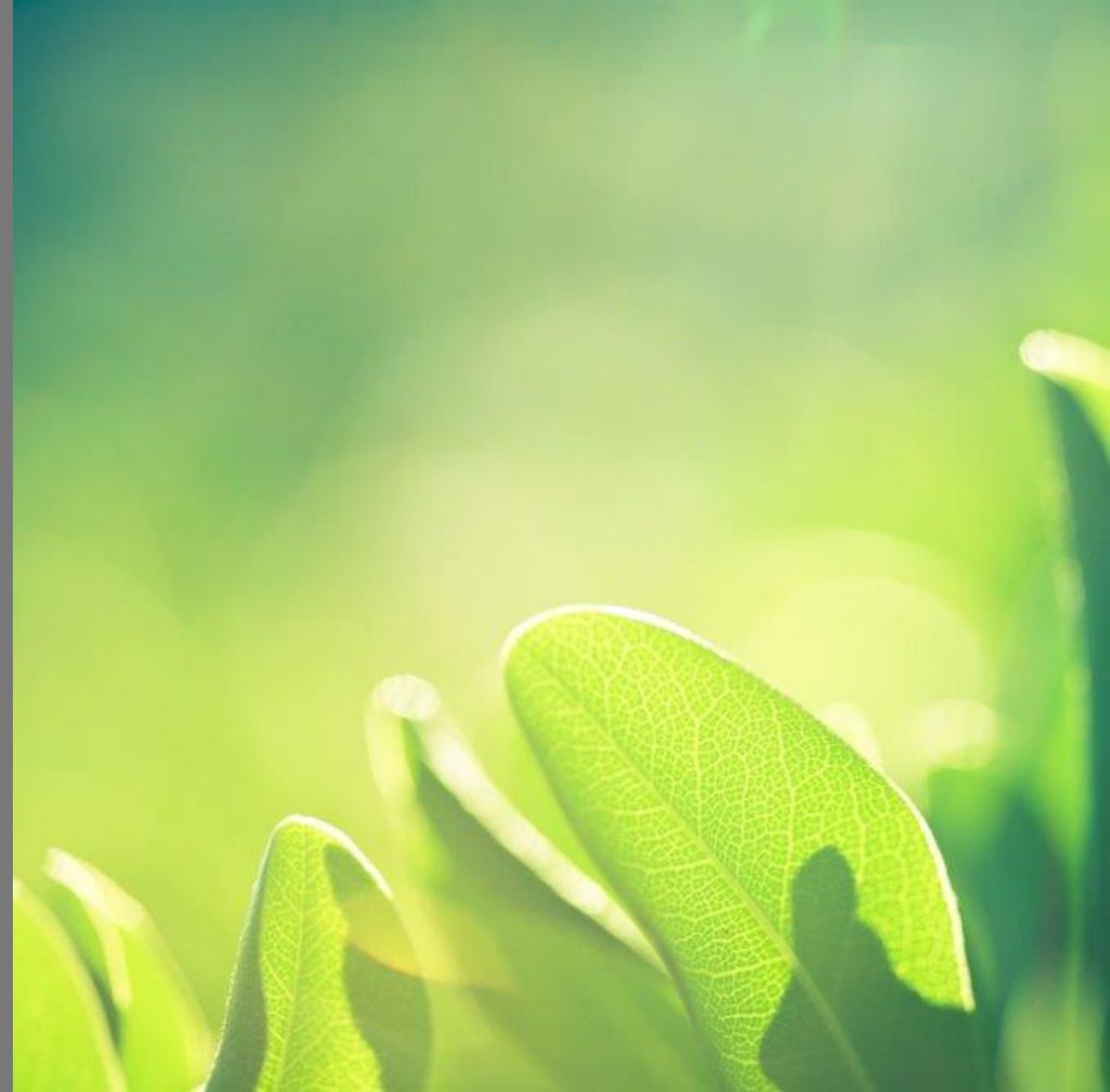
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Status of our Reports

Disclaimer

This report ("Report") was prepared by Mazars LLP at the request of Walsall Council and terms for the preparation and scope of the Report have been agreed with them. The matters raised in this Report are only those which came to our attention during our internal audit work. Whilst every care has been taken to ensure that the information provided in this Report is as accurate as possible, Internal Audit have only been able to base findings on the information and documentation provided and consequently no complete guarantee can be given that this Report is necessarily a comprehensive statement of all the weaknesses that exist, or of all the improvements that may be required.

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01

Section 01: **Introduction**



Introduction

This progress report to the Audit Committee covers the work carried out since the last audit committee by Mazars LLP.

The 2023/24 audit plan was agreed at Audit Committee in April 2023 and the Strategic Risk Register informed the audits included in the plan. Due to the Council's blended way of working, we will adapt our approach to ensure that front line services are not impaired by our work, but we must continue to assure members and management that risks are being managed effectively.

The Internal Audit Standards Advisory Board has developed guidance to support both heads of internal audit and individual auditors working in the UK public sector and we will be complying with this guidance in all of our work.

The vast majority of audits completed continue to be carried out remotely and the audit scopes are designed with that in mind.

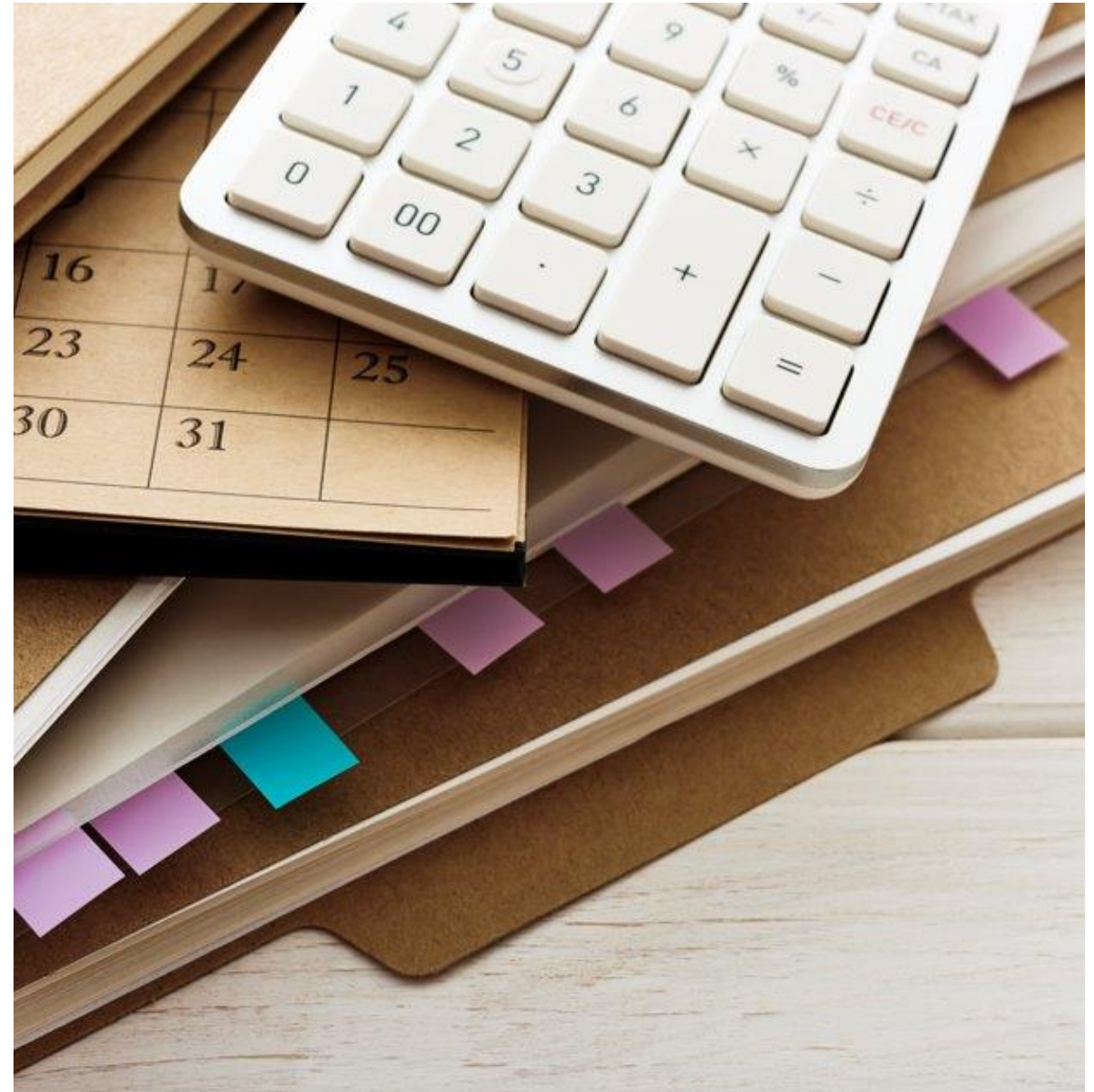
No High priority recommendations have been raised during the period.

Background

The purpose of the internal audit plan is to identify the work required to achieve a reasonable level of assurance to be provided by Mazars LLP in compliance with the Code of Practice for Internal Audit.

The fundamental role of Internal Audit is to provide senior management and Members with independent assurance on the adequacy, effectiveness and efficiency of the system of internal control, and to report major weaknesses together with recommendations for improvement. This role is fulfilled by carrying out appropriate audit work, normally in accordance with a strategic plan and an annual operational plan, as approved by the Chief Finance Officer and the Audit Committee.

As internal audit is a major source of assurance that the Council is effectively managing the principal risks to the achievement of its corporate objectives, a key rationale for the development of the internal audit plan was the Council's own Strategic, and Directorate Risk Registers and how the internal audit plan can provide this assurance.



02

Section 02:

Progress to Date

Progress to Date

Progress against the 2023/24 Internal Audit Plan is shown in Appendix 1

We have issued the following 2022/23 Final Reports since the last meeting of the Audit Committee:

- Procurement (Evaluation/Testing Assurance: **Limited / Limited**)

We have issued the following 2023/24 Final Reports since the last meeting of the Audit Committee:

- Blakenall Heath Junior School (Evaluation/Testing Assurance: **Moderate / Moderate**)
- Little Bloxwich CoE Primary School (Evaluation/Testing Assurance: **Substantial / Substantial**)
- Christchurch CoE Primary School (Evaluation/Testing Assurance: **Moderate / Moderate**)
- Alumwell Infants (Evaluation/Testing Assurance: **Substantial / Substantial**)
- Radley Primary (Evaluation/Testing Assurance: **Moderate / Moderate**)

We have issued the following 2023/24 Draft Reports since the last meeting of the Audit Committee:

- Manor Primary School
- Leamore Primary School
- St Mary's the Mount Catholic Primary School



Follow-up of Recommendations

2019/20, 2020/21, 2021/22, 2022/23

The table below highlights the number of recommendations raised in the final audit reports for 2019/20, 2020/21, 2021/22 and 2022/23. It should be noted that progress in implementing recommendations raised is due for follow up as part of the 2021/22 audit plan, and summary of findings to date is shown in the table below:

| Year | Total Recommendations | Implemented and/or no longer relevant | % | Implemented, no longer relevant and/or partly implemented | % |
|---------|-----------------------|---------------------------------------|-----|---|------|
| 2019/20 | 223 | 222 | 99% | 223 | 100% |
| 2020/21 | 138 | 137 | 99% | 137 | 99% |
| 2021/22 | 214 | 195 | 91% | 209 | 97% |
| 2022/23 | 206 | 131 | 64% | 133 | 65% |
| 2023/24 | 27 | 13 | 48% | 13 | 48% |

The table below highlights outstanding high priority actions:

| Year | Partly implemented | Not implemented / Not Followed up | Not yet due | Superseded |
|---------|--------------------|-----------------------------------|-------------|------------|
| 2019/20 | 1 | | | |
| 2021/22 | 1 | | | |
| 2022/23 | | 1 | 2 | |

Definition of Assurance & Priorities

Audit Assessment

In order to provide management with an assessment of the adequacy and effectiveness of their systems of internal control, the following definitions are used.

| Definitions of Assurance Levels | | |
|----------------------------------|---|--|
| Assurance Level | Adequacy of system design | Effectiveness of operating controls |
| Substantial Assurance: | The framework of governance, risk management and control is adequate. | The control processes tested are being consistently applied. |
| Moderate Assurance: | Some improvements are required to enhance the adequacy of the framework of governance, risk management and control. | There is evidence that the level of non-compliance with some of the control processes may put some of the Organisation's objectives at risk. |
| Limited Assurance: | There are significant weaknesses in the framework of governance, risk management and control such that it could become inadequate. | The level of non-compliance puts the Organisation's objectives at risk. |
| Unsatisfactory Assurance: | There are fundamental weaknesses in the framework of governance, risk management and control such that it is inadequate or is likely to fail. | Significant non-compliance with basic control processes leaves the processes/systems open to error or abuse. |

Grading of recommendations

In order to assist management in using our reports, we categorise our recommendations according to their level of priority as follows:

| Definitions of Recommendations | |
|--------------------------------|---|
| Priority | Description |
| High | Significant weaknesses in governance, risk management and control that if unresolved exposes the Council to an unacceptable level of residual risk. Remedial action must be taken urgently and within an agreed timescale. |
| Medium | Weakness in governance, risk management and control that if unresolved exposes the organisation to a high level of residual risk. Remedial action should be prioritised and undertaken within an agreed timescale. |
| Low | Scope for improvement in governance, risk management and control. Remedial action should be taken at the earliest opportunity and within an agreed timescale. |

03

Section 03:

Appendix:

1. Status of Audit Work 2023/24
2. Follow-up of Recommendations 2019/20 2020/21, 2021/22, 2022/23 & 2023/24

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2023/24 Internal Audit Plan progress and a status summary for all of the reviews to date.

| Assurance Requirement | Audit | Days | Status | Assurance Level | Total | H | M | L |
|------------------------|---------------------|--|--------|---------------------------------|-------|---|---|---|
| Core Financial Systems | Main Accounting | <ul style="list-style-type: none"> Regulatory, Organisational & Management Requirement Accounting Records, including access control Accounting Transactions and Manual Adjustments Financial and Performance Management Reporting Reconciliations Systems Security | 10 | Work Ongoing | | | | |
| | Accounts Payable | <ul style="list-style-type: none"> Policy, Procedures & Legislation Creditor Transactions & Records Standing Data Amendments Purchase Order Processing Goods Receipting Invoice Processing Payments Processing Procurement Cards Management Reporting | 10 | Work ongoing | | | | |
| | Accounts Receivable | <ul style="list-style-type: none"> Policy, Procedures & Legislation Debtor Transactions & Records Standing Data Amendments Raising Invoices / Bills Collection Refunds Debt Recovery & Enforcement Management Reporting | 10 | Fieldwork commencing 16 Oct '23 | | | | |
| | Budgetary Control | <ul style="list-style-type: none"> To cover the strategic approach to co-ordinating budgetary control, monitoring and reporting, and also testing a sample of departments. | 10 | Q4 | | | | |

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2023/2 Internal Audit Plan progress and a status summary for all of the reviews to date.

| Assurance Requirement | Audit | Days | Status | Assurance Level | Total | H | M | L |
|-----------------------|---|------|---------------------|-----------------|-------|---|---|---|
| | Council Tax / NNDR <ul style="list-style-type: none"> • Roles & Responsibilities • Valuations • Transaction & Records • Discounts, Exemptions, Allowances & Premiums • Billing & Receipts • Refunds • Debt Recovery & Enforcement • Write Off • Management Information | 16 | Work Ongoing | | | | | |
| | Housing Benefit and Local Council Tax Support <ul style="list-style-type: none"> • Administration & Assessment of New Claims • Local Housing Allowance • Reviews • Backdated Benefits / Discretionary Payments • Cancellations, Overpayments & Recovery Action • Fraud Management | 10 | Fieldwork Completed | | | | | |
| | Payroll and Pensions Administration <ul style="list-style-type: none"> • Covering the adequacy and effectiveness of controls over starters, leavers, amendments, etc. | 10 | Q4 | | | | | |

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2023/24 Internal Audit Plan progress and a status summary for all of the reviews to date.

| Assurance Requirement | Audit | Scope | Days | Status | Assurance Level | Total | H | M | L |
|-----------------------|------------------------------------|---|------|---------------------|-----------------|-------|---|---|---|
| Operational Risks | Planning and Building Control | Covering adequacy and effectiveness of key controls over customer service processes, investment benefits and demand management. | 10 | Q4 | | | | | |
| | Cultural Services | <ul style="list-style-type: none"> Income Procurement Payroll | 12 | Fieldwork Completed | | | | | |
| | Night Time Economy | Covering adequacy and effectiveness of key controls within licensing, community safety, regeneration and PROTECT | 12 | Q4 | | | | | |
| | Workforce Strategy | To cover controls over the revised Corporate Workforce Strategy, including succession planning, recruitment and retention. | 10 | Work Ongoing | | | | | |
| | One Source Self-Service Compliance | Review of the controls in place within the self service application and staff compliance across the Council | 10 | Q3 | | | | | |
| | Supporting Families | Covering adequacy and effectiveness of controls in place over eligibility, payments and achievement of progress measures. | 10 | Work Ongoing | | | | | |

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2022/23 Internal Audit Plan progress and a status summary for all of the reviews to date.

| Assurance Requirement | Audit | Scope | Days | Status | Assurance Level | Total | H | M | L |
|-----------------------|-----------------------|---|------|--------------|-----------------|-------|---|---|---|
| | Lighthouse Federation | <ul style="list-style-type: none"> • Policies & Procedures • Federation Governance Arrangements • Governing Body Structure • Scheme of Delegation • Declarations of Interest • Get Information about Schools Webste • Financial Reporting to the Local Authority • Budget Monitoring • Traded Service & Financial Management | 10 | Work ongoing | | | | | |
| | Family Hubs | Resource allocated to understanding the Family Hub programme and carrying out the annual auditing process. | 10 | Q4 | | | | | |
| | Early Intervention | Covering adequacy and effectiveness of controls in place over “front door” and prevention services within Adult Social Care | 13 | Q4 | | | | | |

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2023/24 Internal Audit Plan progress and a status summary for all of the reviews to date.

| Assurance Requirement | Audit | Scope | Days | Status | Assurance Level | Total | H | M | L |
|-----------------------|--|--|------|--|-----------------|-------|---|---|---|
| Strategic Risks | Walsall Proud Programme | Covering adequacy and effectiveness of controls in place over transformation projects – scope to be confirmed. | 15 | Q3 | | | | | |
| | Contract Management | Covering adequacy and effectiveness of the controls over the Council's corporate approach to contract management. | 15 | Fieldwork Commencing 6 th Dec '23 | | | | | |
| | Development of Walsall Local Plan | Covering adequacy and effectiveness of the Council's controls in respect of the corporate approach to future planning policy following the end of the Black Country Plan 2039. To include Local Development Scheme timetable and decision making processes. | 15 | Q4 | | | | | |
| | HR Transactional | Covering adequacy and effectiveness of the Council's corporate processes including HR (recruitment) and Finance | 10 | Q4 | | | | | |
| | ASC Charging Policy – End to End Process | <ul style="list-style-type: none"> Adult Social Care Charging Policy Compliance with the Care Act 2014 Data Entry in Mosaic including Joint Funding Financial Assessments / Completion of Data Capture Forms Validation of Bills Issued Collection of Fees / Debt Management Development of Permanent Structure Implementation of Better Care Finance System | 15 | Work Ongoing | | | | | |
| | Grant Sign-off work | Annual Sign Offs | 22 | Ongoing | | | | | |

Appendix 1 – Status of Audit Work 2023/24

The table below lists the 2022/23 Internal Audit Plan progress and a status summary for all of the reviews to date

| Other Considerations | | Days | Comments | | |
|--|---|------------|--|--|--|
| Schools | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | 105 | See individual School Audit update | | |
| ICT | The Digital and Transformation risk register continues to show cyber security as a key risk. The last cyber security audit in April 22 assessed a range of essential cyber security controls, but omitted some that are still important. Furthermore migration of services into Azure creates new risks. We therefore propose to do a single audit of key security controls with a scope yet to be determined that will complement the audit work previously completed. | 25 | Fieldwork to commence 20 th November 2023 | | |
| Governance and Risk Management | The use of CRSA to provide assurance that managers understand their requirements and take ownership of their responsibilities. Risk Management Workshops for staff and Members. Review of individual risks registers as agreed with management. | 30 | | | |
| National Fraud Initiative | Internal Audit will work with the Council and carry out the role of key contact for the NFI and data match reviews | 10 | Data matching work ongoing | | |
| Management and Reporting Activities | | | | | |
| Follow Up | Follow-up of all high and medium priority recommendations made in final reports issued. | 20 | | | |
| Management, Advice and Planning | Including attendance at Audit Committee | 70 | | | |
| Contingency | Contingency allocation to be utilised upon agreement of the Chief Finance Officer. | 50 | | | |
| Total | | 575 | | | |

Appendix 1 – Status of Audit Work 2023/24 (Schools)

The table below lists the 2022/23 Internal Audit Plan progress and a status summary for all of the school reviews to date.

| Audit | Days | Audit Scope | Status | Assurance Level | Total | Status Summary | | |
|----------------------------|------|---|---------------------------------|---------------------------|-------|----------------|---|---|
| | | | | | | H | M | L |
| Alumwell Infants | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (July 2023) | Substantial / Substantial | 3 | - | 1 | 2 |
| Blakenall Heath Junior | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (June 2023) | Moderate / Moderate | 7 | - | 5 | 2 |
| Christchurch CE Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (July 2023) | Moderate / Moderate | 7 | - | 3 | 4 |
| Elmore Green Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | To commence 11/10/23 | | | | | |
| Kings Hill Primary School | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (June 2023) | Substantial / Substantial | 3 | - | 1 | 2 |
| Leamore Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Draft Report Issued | | | | | |
| Little Bloxwich CE Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (July 2023) | Substantial / Substantial | 3 | - | 1 | 2 |

Appendix 1 – Status of Audit Work 2023/24 (Schools)

The table below lists the 2023/24 Internal Audit Plan progress and a status summary for all of the school reviews to date.

| Audit | Days | Audit Scope | Status | Assurance Level | Total | Risk Level | | |
|--------------------------------------|------|---|---------------------------------|---------------------------|-------|------------|---|---|
| | | | | | | H | M | L |
| Manor Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Draft Report Issued | | | | | |
| New Invention Infants | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | To commence 2/10/23 | | | | | |
| Radley Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued | Moderate / Moderate | 4 | - | 4 | - |
| St Giles CE Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Final Report Issued (June 2023) | Substantial / Substantial | 1 | - | - | 1 |
| St Mary's the Mount Catholic Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Draft Report Issued | | | | | |
| St Patricks Catholic Primary | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | To commence 18/9/23 | | | | | |

Appendix 1 – Status of Audit Work 2023/24 (Schools)

The table below lists the 2023/24 Internal Audit Plan progress and a status summary for all of the school reviews to date.

| Audit | Days | Audit Scope | Status | Assurance Level | Total | H | M | L |
|-----------------------------|------|---|---------------------|-----------------|-------|---|---|---|
| Sunshine Nursery & infants | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | Work Ongoing | | | | | |
| Walsall Wood Primary School | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | To commence 27/9/23 | | | | | |
| Whitehall Junior | 6 | To provide the Chief Finance Officer with adequate assurance over standards of financial management and the regularity and probity of spend | To commence 3/10/23 | | | | | |

Appendix 2 - Follow-up of Recommendations 2019/20, 2020/21, 2021/22, 2022/23 & 2023/24

Follow-up audits have been undertaken in accordance with the 2021/22 audit plan. The objective was to confirm the extent to which the recommendations made in 2019/20 and 2020/21 internal audit final reports have been implemented.

Summary of Recommendations Raised and Follow Up Status - 2019/20

| Audit | Assurance Level | Total Number of Audit Actions | | | Implemented | | | Status | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
|----------------------------------|-----------------------|-------------------------------|---|---|-------------|---|---|--------------------|---|---|---------------------------|---|---|----------------------|--|--|
| | | H | M | L | H | M | L | Partly Implemented | H | M | L | H | M | L | | |
| New Art Gallery (September 2019) | Limited / Substantial | 2 | 3 | 1 | 1 | 3 | 1 | 1 | - | - | - | - | - | - | | |
| | | 2 | 3 | 1 | 1 | 3 | 1 | 1 | - | - | - | - | - | - | | |
| | | 6 | | | 5 | | | 1 | | | - | | | - | | |

Summary of Recommendations Raised and Follow Up Status - 2020/21

| Audit | Assurance Level | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
|----------------------------|---------------------------|-------------------------------|---|---|-------------|---|---|--------------------|---|---|---------------------------|---|---|----------------------|---|---|
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L |
| HR Grievances (March 2021) | Substantial / Substantial | | 1 | - | - | - | - | - | - | - | - | 1 | - | - | - | - |
| | | | - | 1 | - | - | - | - | - | - | - | 1 | - | - | - | - |
| | | | 1 | | | - | | | - | | | 1 | | | | - |

Summary of Recommendations Raised and Follow Up Status - 2021/22

| Audit | Assurance Level | Status | | | | | | | | | | | | | | |
|---|---------------------|-------------------------------|---|---|-------------|---|---|--------------------|---|---|---------------------------|---|---|----------------------|---|---|
| | | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L |
| Section 106 Planning Obligations (Mar 2022) | Limited / Limited | 3 | 2 | 1 | 2 | 2 | 1 | 1 | - | - | - | - | - | - | - | - |
| Information Governance (Feb 2022) | Moderate / Moderate | - | 5 | 1 | - | 2 | 1 | - | 3 | - | - | - | - | - | - | - |
| Business Continuity (Mar 2022) | Moderate / Limited | - | 5 | 2 | - | 5 | 2 | - | - | - | - | - | - | - | - | - |
| Children's Services / IFM School Capital (May 2022) | Moderate / Moderate | - | 3 | 1 | - | - | 1 | - | 2 | - | - | - | - | 1 | - | - |
| Contract Management (Apr 2022) | Limited / Moderate | 1 | 1 | - | 1 | 1 | - | - | - | - | - | - | - | - | - | - |
| Asset Management (Jul 2022) | Moderate / Moderate | - | 4 | 3 | - | 1 | 3 | - | 3 | - | - | - | - | - | - | - |
| Mental Health Social Care Provision (Sep 2022) | Moderate / Moderate | - | 3 | 1 | - | - | 1 | - | - | - | - | 3 | - | - | - | - |

Summary of Recommendations Raised and Follow Up Status - 2021/22

| Audit | Assurance Level | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
|--|--------------------|-------------------------------|-----------|---|-------------|-----------|---|--------------------|-----------|---|---------------------------|----------|---|----------------------|----------|---|
| | | Status | | | Status | | | Status | | | Status | | | | | |
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L |
| Commissioning Strategy (Jun 2022) | Moderate / Limited | 1 | 4 | - | 1 | 2 | - | - | 1 | - | - | 1 | - | - | - | - |
| Walsall Proud Programme – The Hub (Oct 2022) | Moderate / Limited | - | 6 | - | - | 2 | - | - | 4 | - | - | - | - | - | - | - |
| | | 5 | 33 | 9 | 4 | 15 | 9 | 1 | 13 | - | - | 4 | - | - | - | - |
| | | | 47 | | | 28 | | | 14 | | | 4 | | | 1 | |

Summary of Recommendations Raised and Follow Up Status - 2022/23

| Audit | Assurance Level | Status | | | | | | | | | | | | | | | | | |
|---|---------------------|-------------------------------|---|---|-------------|---|---|--------------------|---|---|---------------------------|---|---|----------------------|---|---|--|--|--|
| | | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | | | | |
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L | | | |
| Planning Applications (Nov 2022) | Moderate / Moderate | - | 2 | - | - | 1 | - | - | 1 | - | - | - | - | - | - | - | | | |
| New Leaf Centre (Nov 2022) | Moderate / Moderate | - | 5 | 1 | - | 4 | 1 | - | - | - | - | 1 | - | - | - | | | | |
| Shepwell School (Dec 2022) | Moderate / Limited | - | 8 | 4 | - | 7 | 4 | - | - | - | - | - | - | - | 1 | | | | |
| St Thomas of Canterbury Catholic School (Jan 2023) | Moderate / Moderate | - | 2 | 5 | - | - | 5 | - | - | - | - | 2 | - | - | - | | | | |
| Millfield Primary School (Feb 2023) | Moderate / Limited | - | 7 | 3 | - | 5 | 3 | - | 1 | - | - | - | - | - | 1 | | | | |
| Cadmus Family of Schools (Apr 2023) | Limited / Limited | 4 | 6 | - | 1 | 5 | - | - | - | - | 1 | 1 | - | 2 | - | | | | |
| Internal Governance & Oversight of Public Health Contracts (Mar 2023) | Moderate / Moderate | - | 3 | 1 | - | - | 1 | - | - | - | - | - | - | - | 3 | | | | |
| Climate Emergency Action Plan (Mar 2023) | Limited / Moderate | - | 6 | 2 | - | - | 2 | - | - | - | - | - | - | - | 6 | | | | |

Summary of Recommendations Raised and Follow Up Status - 2022/23

| Audit | Assurance Level | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
|-----------------------------------|------------------------|-------------------------------|------------|-----------|-------------|-----------|-----------|--------------------|----------|----------|---------------------------|-----------|----------|----------------------|-----------|----------|
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L |
| | | | | | | | | | | | | | | | | |
| Alumwell Junior (Apr 2023) | Limited / Limited | 1 | 9 | 3 | 1 | 7 | 3 | - | - | - | - | - | - | - | 2 | - |
| Atlas Federation (Apr 2023) | Limited / Limited | - | 8 | 7 | - | 1 | 7 | - | - | - | - | 7 | - | - | - | - |
| Payroll & Pensions Administration | Substantial / Moderate | - | 2 | 2 | - | - | - | - | - | - | - | - | - | - | 2 | 2 |
| Temporary Accommodation | Limited / Limited | 1 | 6 | 2 | 1 | - | - | - | - | - | - | - | - | - | 6 | 2 |
| WPP - Income Generation | Moderate / Moderate | - | 1 | 2 | - | - | 2 | - | - | - | - | - | - | - | 1 | - |
| | | 6 | 65 | 32 | 3 | 30 | 28 | - | 2 | - | 1 | 11 | - | 2 | 22 | 4 |
| | | | 103 | | | 61 | | | 2 | | | 12 | | | 28 | |

Summary of Recommendations Raised and Follow Up Status - 2023/24

| Audit | Assurance Level | Total Number of Audit Actions | | | Implemented | | | Partly Implemented | | | Outstanding Past Due Date | | | Due Date Not Reached | | |
|--|---------------------------|-------------------------------|-----------|----|-------------|-----------|----|--------------------|----------|---|---------------------------|----------|---|----------------------|-----------|---|
| | | H | M | L | H | M | L | H | M | L | H | M | L | H | M | L |
| | | | | | | | | | | | | | | | | |
| Blakenall Heath Junior School (June 2023) | Moderate / Moderate | - | 5 | 2 | - | - | 2 | - | - | - | - | - | - | - | 5 | - |
| Alumwell Infants School (July 2023) | Substantial / Substantial | - | 1 | 2 | - | - | 2 | - | - | - | - | - | - | - | 1 | - |
| Little Bloxwich CoE Primary School (July 2023) | Substantial / Substantial | - | 1 | 2 | - | - | 2 | - | - | - | - | - | - | - | 1 | - |
| Kings Hill Primary School (June 2023) | Substantial / Substantial | - | 1 | 2 | - | - | 2 | - | - | - | - | - | - | - | 1 | - |
| Christ Church CoE Primary School (July 2023) | Moderate / Moderate | - | 3 | 4 | - | - | 4 | - | - | - | - | - | - | - | 3 | - |
| Radley Primary School (July 2023) | Moderate / Moderate | - | 4 | - | - | 1 | - | - | - | - | - | - | - | - | 3 | - |
| | | | 15 | 12 | | 1 | 12 | | | | | | | | | |
| | | | 27 | | | 13 | | | - | | | - | | | 14 | |

Section 04 - Statement of Responsibility

We take responsibility to Walsall Council for this report, which is prepared on the basis of the limitations set out below.

The responsibility for designing and maintaining a sound system of internal control and the prevention and detection of fraud and other irregularities rests with management, with internal audit providing a service to management to enable them to achieve this objective. Specifically, we assess the adequacy and effectiveness of the system of internal control arrangements implemented by management and perform sample testing on those controls in the period under review with a view to providing an opinion on the extent to which risks in this area are managed.

We plan our work in order to ensure that we have a reasonable expectation of detecting significant control weaknesses. However, our procedures alone should not be relied upon to identify all strengths and weaknesses in internal controls, nor relied upon to identify any circumstances of fraud or irregularity. Even sound systems of internal control can only provide reasonable and not absolute assurance and may not be proof against collusive fraud.

The matters raised in this report are only those which came to our attention during the course of our work and are not necessarily a comprehensive statement of all the weaknesses that exist or all improvements that might be made. Recommendations for improvements should be assessed by you for their full impact before they are implemented. The performance of our work is not and should not be taken as a substitute for management's responsibilities for the application of sound management practices.

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