



11.4 Internal Audit Contract

Report Reference	GC230228F11.4
Originating Officer	Manager Office of the Chief Executive – Kate McKenzie
Corporate Manager	Manager Office of the Chief Executive - Kate McKenzie
General Manager	Chief Executive Officer - Tony Harrison

CONFIDENTIAL MOTION

That pursuant to Section 90(2) and (3)(d) of the *Local Government Act 1999*, the Council orders that all persons present, with the exception of the following persons: Chief Executive Officer, General Manager City Development, General Manager City Services, General Manager Corporate Services, Manager Office of the Chief Executive, Unit Manager Governance and Council Support and Governance Officer, be excluded from the meeting as the Council receives and considers information relating to Internal Audit Contract, upon the basis that the Committee is satisfied that the requirement for the meeting to be conducted in a place open to the public has been outweighed by the need to keep consideration of the matter confidential given the information relates to management of the contract.

REPORT HISTORY

FAC210223F02	Internal Audit Contract
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REPORT OBJECTIVE

That Council extend the KPMG Internal Audit contract for two years.

EXECUTIVE SUMMARY

In 2019, the Cities of Marion and Charles Sturt undertook a joint tender for their Internal Audit Services. KPMG was appointed for two (2) years with an option for two (2), two year extensions. The current contract expires in June 2023, and can be renewed one more time for two years.

Feedback has been sought from the City of Marion's Executive Leadership Team and the City of Charles Sturt. The feedback received includes:

- KMGP have fulfilled the requirements of the contract and completed the internal audit plan consistently for the past four (4) years.
- The audit work completed has been of a good standard.
- The collaborative audits are providing benefit to both Councils, however do take longer due to logistics and closing out the audits with two councils.
- The City of Charles Sturt has indicated that they will be recommending to their Audit Committee to extend the contract.
- The City of Port Adelaide Enfield has also expressed interest in joining the collaborative audits.

The Finance, Risk and Audit Committee considered the contract extension at its meeting of 21 February 2023 and after discussion (refer to confidential FRAC minutes in the agenda), resolved *'that the Finance, Risk and Audit Committee recommends to Council that the KPMG Internal Audit contract be extended until June 2025'*

RECOMMENDATION

That Council:

- 1. Exercises the two-year extension on the KPMG Internal Audit contract until June 2025.**
- 2. Notes that this contract will be tendered in 2025.**
- 3. In accordance with Section 91(7) and (9) of the *Local Government Act 1999* the Council orders that this report, Internal Audit Contract, any appendices and the minutes arising from this report having been considered in confidence under Section 90(2) and (3)(d) of the Act, except when required to effect or comply with Council's resolution(s) regarding this matter, be kept confidential and not available for public inspection until the contract extension has been executed or for a period of 12 months from the date of this meeting. This confidentiality order will be reviewed at the General Council Meeting in December 2023.**

ATTACHMENTS

Nil

