
MINUTES

FRIDAY 19 MARCH 2010

1.02PM – 2.28PM

2.28PM – 2.46PM (PUBLIC EXCLUDED SESSION)

3.03PM – 4.16PM (PUBLIC EXCLUDED SESSION)

**Committee Room One
Ground Floor, Council Offices
101 Wakefield Street
Wellington**

PRESENT:

Mayor Prendergast	(1.02pm-2.46pm, 3.03pm-4.04pm)
Councillor Best	(1.02pm-2.46pm, 3.03pm-4.16pm)
Councillor McKinnon (Chair)	(1.02pm-2.46pm, 3.03pm-4.16pm)
Councillor Pepperell	(1.02pm-1.20pm, 1.21pm-2.19pm, 2.21pm-2.46pm, 3.03pm-4.16pm)
John Milne	(1.02pm-2.46pm, 3.03pm-4.16pm)
David Pilkington	(1.02pm-2.46pm, 3.03pm-4.16pm)

IN ATTENDANCE:

Councillor Goulden	(1.02pm-1.53pm, 1.58pm-2.07pm, 2.11pm-2.46pm, 3.03pm-4.16pm)
--------------------	-----------------------------------------------------------------

IN ATTENDANCE (DEMOCRATIC SERVICES):

Svea Cunliffe-Steel, City Secretary
Keegan Bartlett, Committee Advisor

001/10QA **APOLOGIES**
(1215/52/01/IM)

NOTED:

There were no apologies.

002/10QA **CONFLICT OF INTEREST DECLARATIONS**
(1215/52/01/IM)

NOTED:

See 012/10QA for conflict declaration by Mayor Prendergast in relation to Report Six.

003/10QA **ANNOUNCEMENTS FROM THE CHAIR**
(1215/52/01/IM)

NOTED:

The Chair, on behalf of the Subcommittee, greeted Mr Peter Garty, interim Chief Financial Officer for Wellington City Council.

004/10QA **MINUTES FOR CONFIRMATION**
(1215/52/01/IM)

RESOLVED:

THAT the Audit and Risk Management Subcommittee:

- 1. Approve the minutes of the meeting held on Friday, 4 December 2009, having been circulated, be taken as read and confirmed as an accurate record of this meeting.*

005/10QA **PUBLIC PARTICIPATION**
(1215/52/01/IM)

NOTED:

There was no public participation.

006/10QA **STATUS REPORT ON AUDIT NEW ZEALAND ARRANGEMENTS,
PROGRESS AND RECOMMENDATIONS** (1.04PM – 1.53PM)
(1215/52/01/IM) (REPORT 1)

Report of Nicky Blacker, Manager, Financial Accounting

(Councillor Pepperell left the meeting at 1.20pm)

(Councillor Pepperell returned to the meeting at 1.21pm.)

Moved Councillor Best, seconded Mr Milne, the substantive motion.

The substantive motion was put and declared CARRIED.

RESOLVED:

THAT the Audit and Risk Management Subcommittee:

1. *Receive the information.*
2. *Note the progress made in implementing the Audit New Zealand recommendations attached in Appendix 1 of the officer's report.*
3. *Note the Planned Audit Approach prepared by Audit New Zealand for 2009/10 audit attached in Appendix 2 of the officer's report.*

(Councillor Goulden left the meeting at 1.53pm.)

007/10QA **IMPLICATIONS FOR COUNCIL OF NEW AND PROPOSED FINANCIAL REPORTING STANDARDS** (1.53PM – 2.28PM)
(1215/52/01/IM) (REPORT 2)
Report of Nicky Blacker, Manager, Financial Accounting

(Councillor Goulden returned to the meeting at 1.58pm.)
(Councillor Goulden left the meeting at 2.07pm.)
(Councillor Goulden returned to the meeting at 2.11pm.)
(Councillor Pepperell left the meeting at 2.19pm.)
(Councillor Pepperell returned to the meeting at 2.21pm.)

Moved Mr Pilkington, seconded Councillor Pepperell, the substantive motion.

The substantive motion was put and declared CARRIED.

RESOLVED:

THAT the Audit and Risk Management Subcommittee:

1. *Receive the information*
2. *Note the developments in New Zealand generally accepted accounting practice (GAAP) since the last regular Subcommittee meeting in December 2009.*

008/10QA **RESOLUTION TO EXCLUDE THE PUBLIC**
(1215/52/01/IM)

Moved Councillor McKinnon, seconded Mayor Prendergast, the motion to exclude the public.

The motion was put and declared CARRIED.

RESOLVED:

THAT the Audit and Risk Management Subcommittee:

1. *Pursuant to the provisions of the Local Government Official Information and Meetings Act 1987, exclude the public from the following part of the proceedings of this meeting namely:*

Report 3 - Audit Committee Effectiveness Review Update

Grounds: Section 48(1) (a) Local Government Official Information and Meetings Act – that public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.

Reason: Section 7(2) (a) protect the privacy of natural persons, including that of deceased natural persons.

Section 7(2) (b) protect information where the making available of the information would be likely to unreasonably prejudice the commercial position of Council.

Section 7(2) (f) (i) to maintain the effective conduct of public affairs through the free and frank expression of opinions by or between or to members or officers or employees of the Council.

Section 7(2) (i) to enable the Council to carry out negotiations without prejudice or disadvantage.

Report 4 - Risk Assurance Summary of Work Completed

Grounds: Section 48(1) (a) Local Government Official Information and Meetings Act – that public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.

- Reason: Section 7(2) (a) protect the privacy of natural persons, including that of deceased natural persons.*
- Section 7(2) (b) protect information where the making available of the information would be likely to unreasonably prejudice the commercial position of Council.*
- Section 7(2) (f) (i) to maintain the effective conduct of public affairs through the free and frank expression of opinions by or between or to members or officers or employees of the Council.*
- Section 7(2) (i) to enable the Council to carry out negotiations without prejudice or disadvantage.*

Report 5 - Risk Management Framework Update

- Grounds: Section 48(1) (a) Local Government Official Information and Meetings Act – that public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.*
- Reason: Section 7(2) (a) protect the privacy of natural persons, including that of deceased natural persons.*
- Section 7(2) (b) protect information where the making available of the information would be likely to unreasonably prejudice the commercial position of Council.*
- Section 7(2) (f) (i) to maintain the effective conduct of public affairs through the free and frank expression of opinions by or between or to members or officers or employees of the Council.*
- Section 7(2) (i) to enable the Council to carry out negotiations without prejudice or disadvantage.*

Report 6 - Summary of Incidents

Grounds: Section 48(1) (a) Local Government Official Information and Meetings Act – that public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.

Reason: Section 7(2) (a) protect the privacy of natural persons, including that of deceased natural persons.

Section 7(2) (b) protect information where the making available of the information would be likely to unreasonably prejudice the commercial position of Council.

Section 7(2) (f) (i) to maintain the effective conduct of public affairs through the free and frank expression of opinions by or between or to members or officers or employees of the Council.

Section 7(2) (i) to enable the Council to carry out negotiations without prejudice or disadvantage.

Report 7 - Council Debtors Report (to be distributed at the meeting)

Grounds: Section 48(1) (a) Local Government Official Information and Meetings Act – that public conduct of this item would be likely to result in the disclosure of information for which good reason for withholding would exist under Section 7.

Reason: Section 7(2) (a) protect the privacy of natural persons, including that of deceased natural persons.

Section 7(2) (b) protect information where the making available of the information would be likely to unreasonably prejudice the commercial position of Council.

Section 7(2) (f) (i) to maintain the effective conduct of public affairs through the free and frank expression of opinions by or between or to

members or officers or employees of the Council.

Section 7(2) (i) to enable the Council to carry out negotiations without prejudice or disadvantage.

2. *Permit Audit New Zealand to remain at this meeting after the public has been excluded, because of their specialist knowledge of the matters under discussion.*

The meeting went into public excluded session at 2.28pm.

For items 009/10QA to 013/10QA, see the public excluded minutes.

(The meeting adjourned for afternoon tea at 2.46pm.)

(The meeting reconvened at 3.03pm.)

(Mayor Prendergast, Councillors Best, Goulden, McKinnon and Pepperell, and Mr John Milne and Mr David Pilkington were present when the meeting reconvened.)

(Mayor Prendergast left the meeting at 4.04pm.)

The meeting concluded at 4.16pm.

Confirmed: _____
Chair
/ /