

3RD REPORT OF THE AUDIT COMMITTEE

Meeting held on July 14, 2011, commencing at 8:32 a.m.

PRESENT: Councillor P. Hubert (Chair), Councillors N. Branscombe and M. Brown and W. DeShane and L. Rowe (Acting Secretary).

ALSO PRESENT: R. L. Fair, M. Hayward, J. Edward, S. Gilfillan (PWC), C. Howard, I. Jeffreys (KPMG), S. Racik (KPMG), I. Sadler (PWC), C. Shah (PWC), S. Swance, M. Turner and B. Whitelaw.

I YOUR COMMITTEE REPORTS:

2nd Report of the
Audit Committee

1. (1) That the Audit Committee received and noted the 2nd Report of the Audit Committee, from its meeting held on March 31, 2011.

Audit Committee
& Former
Management
Support and
Audit Services
Function

2. (2) That the Audit Committee received and noted a Municipal Council resolution, from its meeting held on April 4, 2011, with respect to the revised terms of reference for the Audit Committee and the former Management Support and Audit Services Function.

PriceWaterhouse
Coopers –
Quarterly Report
on Internal Audit
Results

3. (3) That the Audit Committee received and noted the attached Quarterly Report on Internal Audit Results, dated July 14, 2011, from PriceWaterhouse Coopers; it being noted that S. Gilfillan, I. Sadler and C. Shah gave a verbal overview of the Report's highlights. The Audit Committee requested that PriceWaterhouse Coopers keep a list of audit recommendations "in progress", with items to be removed from the list as they are resolved.

Final Draft 2010
Financial Report

4. (4) That the Audit Committee received and noted the Final Draft 2010 Financial Report of The Corporation of the City of London; it being noted that the Deputy City Treasurer provided the attached presentation with respect to the Report.

KPMG Audit
Findings Report
for the Year
Ended
December 31,
2010

5. (4) That the Audit Committee received the attached Audit Findings Report for the year ending December 31, 2010, from KPMG LLP; it being noted that I. Jefferys and S. Racik provided a verbal overview of the Report's highlights.

Confidential
Matter

6. (1c) That the Audit Committee passed the following resolution prior to moving in camera from 8:33 a.m. to 8:49 a.m.:

That the Audit Committee move in camera to consider a matter pertaining to the security of the information systems of the City of London.

The Audit Committee is submitting a confidential report to the Municipal Council regarding this matter. (See Confidential Appendix to the 3rd Report of the Audit Committee enclosed for Council Members only.)

The meeting adjourned at 10:02 a.m.