

**FALKIRK COUNCIL**

**Subject: REPORT TO THOSE CHARGED WITH GOVERNANCE ON THE  
2011/12 AUDIT**  
**Meeting: AUDIT COMMITTEE**  
**Date: 24 September 2012**  
**Author: CHIEF FINANCE OFFICER**

**1. INTRODUCTION**

- 1.1 International Standard on Auditing 260 (ISA 260) “Communication of audit matters to those charged with governance” requires auditors to communicate matters relating to the audit of the financial statements to those charged with governance of a body, in sufficient time to enable action. Audit Scotland’s report for 2011/12 is attached for information.

**2. FINDINGS**

- 2.1 The External Auditor’s anticipated report is unqualified. Whilst the accounts have been adjusted for misstatements and other minor presentational and typographical changes 3 items have not been amended and the financial consequences are outlined at Appendix B. These amounts are immaterial to the accounts as a whole and I proposed that no adjustment is made to the accounts. This view is supported by the External Auditor.
- 2.2 The External Auditor states that no material weaknesses were identified in the accounting and internal control systems.

**3. RECOMMENDATION**

- 3.1 Members are invited to note the External Auditor’s report.

**Chief Finance Officer**

**Date: 23 August 2012**

**Contact Officer: John Flannigan**

**LIST OF BACKGROUND PAPERS**

NIL