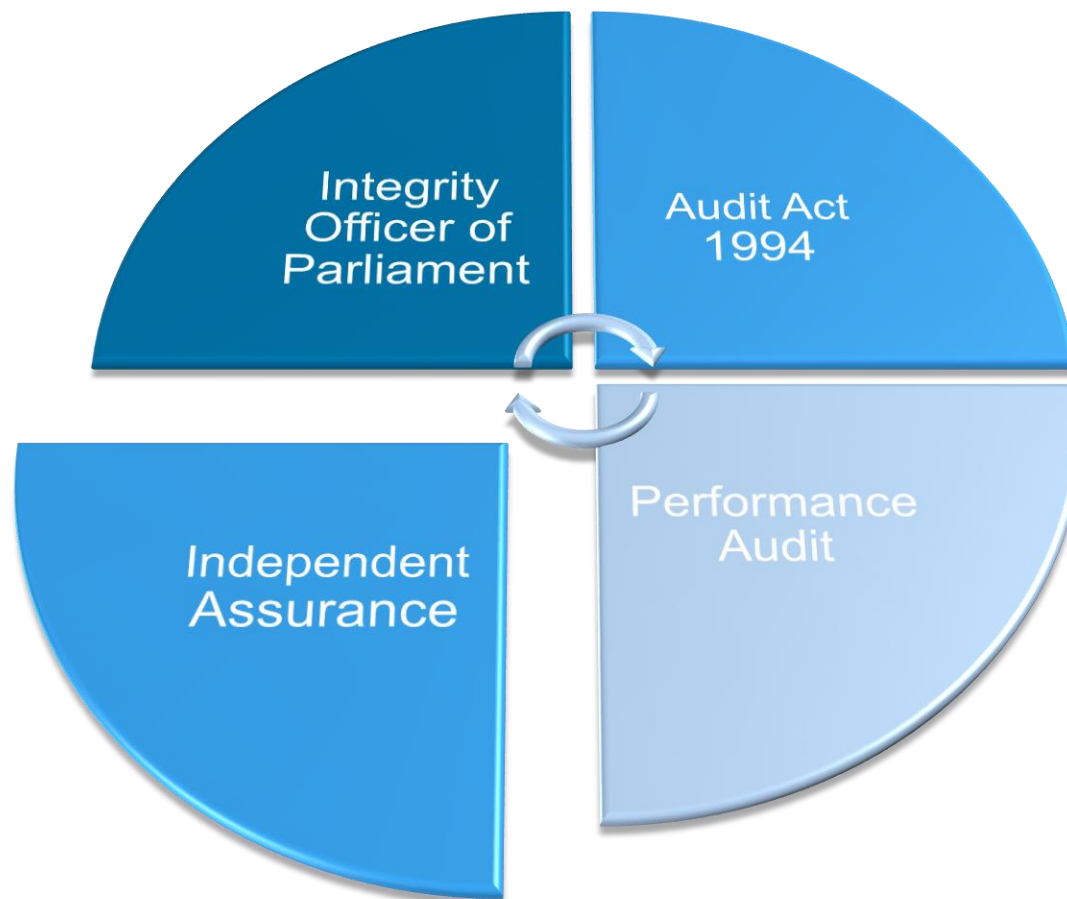


# FinPro sector update

Andrew Greaves  
Auditor-General and  
Tim Loughnan  
Sector Director, Financial Audit

***Sector update by***  
**Victorian Auditor-General's Office**

# Role of the Auditor-General:

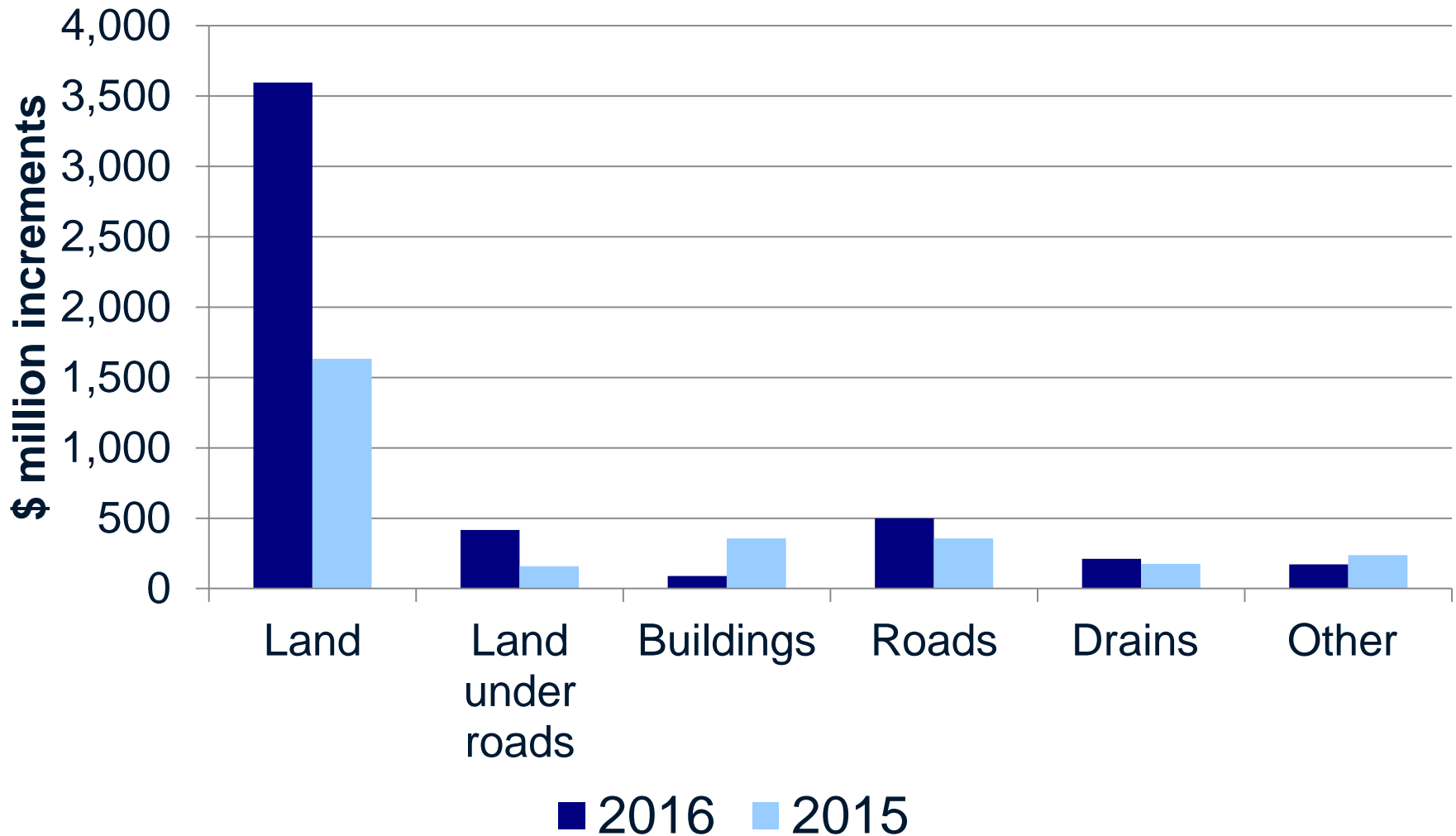


## FY 2016 – Results of audits

- All Councils met 30 September 2016 financial and performance statement reporting deadline.
- Unmodified financial report and performance statement opinions issued for 79 local councils for the year ended 30 June 2016.



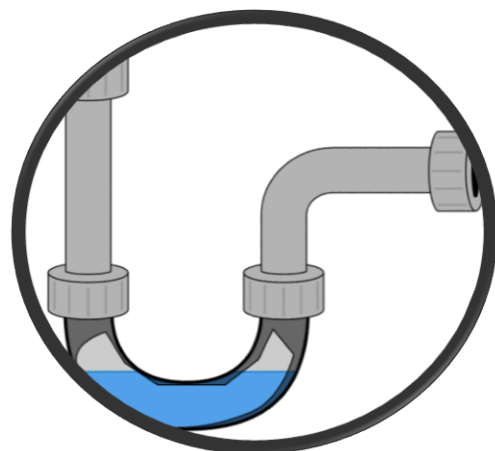
## Non-current assets – Asset revaluations



# Non-current assets – Found assets



**2015-16**  
**\$149.3m**  
**31 Councils**



## Potential liabilities relating to landfills:



- Closed landfills
- Provisions
- EPA Rule Changes



## IT risks and response:



- Control over IT Systems
- Significant IT issues
- Information System Auditors



# Preparedness for audit - benefits of hard close:

- Early verification work
- Hard close audits





## Financial audit – future focus

### *Rate capping*

- What is the impact of rate capping on council operations and expenditure?
- How will local councils respond?



# Performance audit – underway and proposed

- - *Public participation and community engagement*
- - *Local and state government working together*



