
**EXCERPT FROM THE MINUTES OF THE
EXECUTIVE
HELD ON 26 JULY 2011**

**EX.093/11 REFERENCE FROM THE AUDIT COMMITTEE – IFRS RESTATEMENT
OF ACCOUNTS**
(Non Key Decision)

Portfolio Governance and Resources

Subject Matter

Pursuant to Minute AUC.42/11, consideration was given to a reference from the Audit Committee following their consideration of the Audit Commission's report on the International Financial Reporting Standards (IFRS) Restatement of 2009/10 Accounts for Carlisle City Council.

The Audit Committee had resolved:

"(1) That the Audit Committee recognised the considerable amount of work which had been undertaken in relation to the restatement of the 2009/10 Accounts and thanked the Audit Commission and Officers for their input.

(2) That the Audit Committee wished to draw the Executive's attention to the issue of Leases and, in particular, the importance for the Council of ensuring that leases were correctly classified in the future."

A copy of the Minute Excerpt and Report had been circulated.

In response, the Governance and Resources Portfolio Holder welcomed the Committee's sentiments set out in recommendation (1) above. He further confirmed that the Executive was happy to take on board the issues identified within the Audit Commission's report in relation to Leases and the need to ensure that Leases were correctly classified in the future.

The Leader added that investigations would be carried out on that latter point.

Summary of options rejected None

DECISION

(1) That the Executive welcomed the Audit Committee's recognition of the work undertaken by the Audit Commission and Officers of the City Council in relation to the restatement of the 2009/10 Accounts.

(2) That the Executive would investigate the issues identified within the Audit Commission's report in relation to Leases and particularly the need to ensure that Leases were correctly classified in the future.

Reasons for Decision

To respond to a reference from the Audit Committee