

A. Annual Capital Budget

	Current		Revised
10	Under the provisions of the Greater London Authority Act 1999, the Mayor is responsible for preparing an annual capital spending plan for the functional bodies, including the Authority, setting out the sources of capital funding available to the Authority and the total capital spending which is expected to be incurred.	10	Under the provisions of the Greater London Authority Act 1999, the Mayor is responsible for preparing an annual capital spending plan for the functional bodies, including the Authority, setting out the sources of capital funding available to the Authority and the total capital spending which is expected to be incurred.
11	The Treasurer, in consultation with the Commissioner and Greater London Authority, will determine the detailed form and timetable for the production of an annual capital estimate for consideration by the Authority and submission to the Mayor in the preparation of the annual capital spending plan.	11	The Treasurer, in consultation with the Commissioner and the Greater London Authority, will determine the detailed form and timetable for the production of a five year capital programme and annual capital estimate for consideration by the Authority and submission to the Mayor in the preparation of the annual capital spending plan.
12	The Director of Resources, on behalf of the Commissioner, shall be responsible for preparing detailed information for the production of the annual capital estimate, which shall reflect the priorities, objectives and assumptions upon which the Corporate Plan and the Medium Term Financial Strategy are based.	12	The Director of Resources, on behalf of the Commissioner, shall be responsible for preparing detailed information for the production of the five year capital programme and annual capital estimate, which shall reflect the priorities, objectives and assumptions upon which the Corporate Plan and the Medium Term Financial Strategy are based.
13	Upon receipt of the draft capital spending plan prepared by the Mayor the Treasurer shall in consultation with the Commissioner, advise the Authority on the draft capital spending plan and submit comments in writing	13	The Treasurer shall, in conjunction with the Commissioner, present the five year capital programme and annual capital budget for approval by the Authority, having regard to the Mayor's annual capital spending plan.

	to the Mayor. Following consideration of these comments by the Mayor and upon receipt of the capital spending plan from the Mayor the Treasurer will, in consultation with the Commissioner, finalise the annual capital budget and associated capital programme.		
14	The Treasurer shall, in consultation with the Commissioner, report on the annual capital budget and associated capital programme to the Authority or a designated Committee of the Authority.	14	The Commissioner has delegated authority to proceed with all projects in the approved capital programme up to the value of £10 million, subject to the expenditure limits set for overall programme.
15	The Commissioner shall be responsible for the day to day management and control of the annual capital budget subject to the provisions of Standing Orders, Contracts Regulations, Financial Regulations and Schemes of Delegation approved by the Authority on advice from the Treasurer.	15	The Commissioner shall be responsible for the day to day management and control of the annual capital budget subject to the provisions of Standing Orders, Contracts Regulations, Financial Regulations and Schemes of Delegation approved by the Authority on advice from the Treasurer.
16	The Treasurer, in consultation with the Commissioner, shall advise the Authority on the most appropriate method of financing proposed capital schemes, taking into account the capital spending plan prepared by the Mayor.	16	The Treasurer, in consultation with the Commissioner, shall advise the Authority on the most appropriate method of financing proposed capital schemes, taking into account the capital spending plan prepared by the Mayor.

B. Internal Audit

3	The responsibility of internal audit is to provide opinions on the adequacy and effectiveness of control systems to: ensure adherence to management policies and directives in order to	3	The responsibility of internal audit is to provide opinions on adequacy and effectiveness of control systems to: ensure adherence to management policies and directives in order
---	--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------	---	-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------

	<p>achieve the organisation's objectives;</p> <p>safeguard assets;</p> <p>secure the relevance, reliability and integrity of information, so ensuring as far as possible the completeness and accuracy of records;</p> <p>ensure compliance with statutory requirements.</p>		<p>achieve the organisational objectives;</p> <p>safeguard assets;</p> <p>secure the relevance, reliability and integrity of information, ensuring as far as possible completeness and accuracy of records;</p> <p>ensure compliance with procedures, laws and regulations;</p> <p>ensure the economy, efficiency and effectiveness with which resources are employed.</p>
4	<p>Internal audit will report to the Treasurer and have independent access to members through the Audit Committee. Internal audit will also liaise closely with the Commissioner and his/her staff especially the Director of Resources.</p>	4	<p>The Director of Internal Audit will report to the Treasurer and have independent access to members through the Audit Committee. The Director of Internal Audit will also liaise closely with the Director of Resources and have a right of direct access to the Commissioner.</p>
5	<p>Internal audit shall have authority to:</p> <p>enter at a reasonable time any Authority premises or land;</p> <p>have access to records, documents and correspondence relating to any transaction of the Authority;</p> <p>require and receive such explanations as are necessary concerning any matter under examination;</p> <p>require any employee of the Authority or officer of the MPS to produce cash, stores or any other asset under his/her control.</p>	5	<p>Internal audit shall have authority to:</p> <p>enter at a reasonable time any Authority premises or land;</p> <p>have access to records, documents and correspondence relating to any transaction of the Authority;</p> <p>review any activity of the Authority and the MPS;</p> <p>require and receive such explanations as are necessary concerning any matter under examination;</p> <p>require any employee or contractor of the Authority or officer of the MPS to produce any asset under his/her control for which the Authority is responsible.</p>
6	<p>Internal audit, on behalf of the Treasurer, shall be informed immediately by the Commissioner,</p>	6	<p>The Director of Internal Audit, on behalf of the Treasurer, shall be informed immediately by the Commissioner,</p>

	irrespective of whether the matter is the subject of a criminal investigation, of any loss or financial irregularity or suspected irregularity, or of any circumstance which may suggest the possibility of losses or irregularities, including those affecting cash, stores and other property of the Authority.		Commissioner, irrespective whether the matter is the subject of a criminal investigation, of any loss or financial irregularity or suspected irregularity, or of any circumstance which may suggest the possibility of losses or irregularities, including those affecting cash, stores and other property for which the Authority is responsible.
7	The Treasurer shall ensure that serious losses and irregularities are reported to the audit Committee.	7	The Treasurer shall ensure that serious losses and irregularities are reported to the Audit Panel.
8	The Treasurer will agree with the Director of Resources, on behalf of the Commissioner, the annual internal audit plan for approval by the Audit Committee.	8	The Treasurer will agree with the Director of Resources, on behalf of the Commissioner, the annual internal audit plan for approval by the Audit Panel.
		9	The Commissioner will have responsibility for identifying and leading implementation of recommendations from internal audit reviews. The Treasurer will report progress in implementation to the Audit Panel.