

Type: System **SUBJECT: Main Accounting System** Date: August 2008

Introduction

A current accounting system was introduced during 2004/05, this being Agresso's Business World Financial Management System. The system is functioning well after the initial post implementation problems.

Scope and Coverage

The audit review was undertaken using the systems-based auditing approach, identifying the system and controls, evaluating and testing in relation to the system objectives.

All documentation has been updated as appropriate. Findings, conclusions and recommendations have been discussed with management prior to being included in a formal report or memorandum.

The audit has examined opening balances, ledger balancing, feeder system control accounts, bank reconciliation (as a control), suspense accounts, journals, access controls and the continued customisation of the Agresso system.

Recommendations

High/Significant risk recommendations – None

The remaining recommendations were either medium or low risk.

Governance Statement Assessment

Significant steps have been taken to get the most out of the Agresso Main Accounting system. During the year the trial balance facility has been implemented and many presentational aspects of the final accounts have been automated reducing the need for journal entries. The ledger/cash book reconciliation and the bank reconciliation processes have improved. No major control weaknesses have been found during the course of this audit and it is pleasing to report that progress is being made in developing the potential of the Agresso system.