

SECTION 11: Summary of detailed audit findings

Page no.	Finding	Classification					Rating			Number of times reported in previous three years	Status of implementation of previous year(s) recommendation
		Misstatements in financial statements	Misstatements in annual performance report	Non-compliance with legislation	Internal control deficiency	Service delivery	Matters affecting the auditor's report	Other important matters	Administrative matters		
Immovable assets											
	Differences in extent of footprint (COFF 33)	x					x			1	In progress
	Differences in extent of footprint (COFF51))	x					x			1	In progress
	Different in extent of structure (COFF 54)	x					x			1	In progress
	Incorrect replacement cost rates used (COFF 20)	x					x			1	In progress
	Different in accommodation type (COFF 52)	x					x			-	None
	Improvements included in the average land rate calculation (COFF 17)	x					x			1	In progress
	Incorrect classification of project cost (COFF 42)	x					x			1	In progress
	Ownership of buildings (COFF 35)	x					x			1	In progress
	Depreciation differences (COFF 56)	x					x			1	In progress
	Incorrect depreciation calculation based on remaining useful lives (COFF 16)	x					x			-	None
	Reassessment of useful lives not in accordance with GRAP (COFF 40)	x						x		1	In progress
	Impairment – Incorrect value in use (COFF 45)	x						x		1	In progress
	Derecognition of immovable assets (COFF 32)	x						x		1	In progress
	Completeness of immovable assets register (COAF 58)	x						x		1	In progress
	Completeness of immovable asset register (COFF 74)	x						x		1	In progress
	Incorrect classification of assets (COFF 36)	x						x		1	In progress

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Payables from exchange transactions											
Accrual assets											
	Understatement)Coff 05 CT, Coff 15 HO, Coff 4 MMB, Coff 3 JHB, Coff 8 DBN, Coff 10 PLK, Coff 16 & 19 PTA, Coff 2 KMB	x						x		3	In progress
	Overstatement Coff 5 MMB, Coff 9 DBN	x						x		3	In progress
Scheduled maintenance											
	Understatement Coff 06 CT, Coff 14 HO, Coff 4 NEL, Coff 10 DBN, Coff 10 PLK, Coff 16 PTA,	x						x		3	In progress
	Overstatement Coff 06 CT	x						x		3	In progress
Accrued expenses - Municipal services											
	Understatement Coff 4 CT, Coff 6 MMB	x						x		3	In progress
Property Rates											
	Property Rates expenditure is understated Coff 75	x						x		1	In progress
Predetermined objectives											
Programme 3: construction project management											
	Coff 55 - Reported information contained in the the annual report is not complete		x				x			2	In progress
	Coff 83 - Differences between auditor's calculation and the reported result		x				x			2	In progress
Programme 4: real estate management services											
	Coff 71 - Limitation of scope		x				x			1	In progress
	Coff 72 – Limitation of scope		x				x			1	In progress
	Coff 73 – Limitation of scope		x				x			1	In progress
Programme 6: facilities management											
	Coff 67 - Reported achievement per the APR may not be valid and accurate		x				x			2	In progress
	Coff 70 - Reported achievement per the		x				x			2	In progress

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	APR may not be valid and accurate										
	Coff 81 - Differences identified between auditor's recalculations and amount per listing		x				x			2	In progress
Programme 5: real estate information and registry services											
	Differences between auditor's calculation and the reported result-COFF 59		x				x			1	In progress
Information system audit											
	WORX4U system - Inadequate controls related to closure and cancelling of calls-COFF 69		x				x			1	In progress
Non-compliance											
	Non-compliance with the PFMA on submission of financial statements			x			x			3	In progress
	Operating expenditure – Invoices not paid within 30 days from receipt of the invoice			x			x			3	In progress
	Operating leases – Overpayments made in contravention of Treasury Regulations			x			x			3	In progress
	Interest not disclosed by employee (Coff 1UMT, Coff 6PLK, Coff 14CPT)			x			x			3	In progress
	Interest not disclosed by employee who participated in award (Coff 1 DBN)			x			x			3	In progress
	Quotation awarded to a bidder whose tax affairs were non-compliant (PTA – Coff 5)			x			x			3	In progress
	Procurement process not followed on quotations (CT – Coff 1)			x			x			3	In progress
	Tender which was non-compliant was not cancelled and re-advertise (DBN – Coff 2)			x			x			3	In progress

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	Reason for deviation not justifiable (PLK – Coff 7)			x			x			3	In progress
	Three quotations not obtained (DBN – Coff 3)			x			x			3	In progress
VALUE ADD MATTERS AFFECTING THE AUDITOR'S REPORT											
	Upgrading of C-Max facility follow-up prior year audit finding on service delivery and contract management (COFF 41)	x					x			0	In progress
	Management and Implementation of the Upgrading of Essential Infrastructure at Skilpadhek Border Post (COFF 13)	x					x			0	In progress
	KWAZULU NATAL MIDLANDS AREA: ESTCOURT PRISON: DCS- DEMOLITION OF EXISTING CORRUGATED IRON BUILDINGS AND BUILD WITH BRICK (COFF 38)	x					x			0	In progress
	STABDERTON CORRECTIONAL CENTRE – ADAPTION AND COMPLERE UPGRADE (PHASE II) (COFF 37)	x					x			0	In progress
	Tzaneen Correctional Facility – WCS 0411821 (COFF 25)	x					x			0	In progress
	Van Rhynsdorp Correctional Facility – WCS025908 (COFF 24)	x					x			0	In progress
	Thohoyandou: Matatshe Correctional Facility – Upgrading of the waste water	x					x			0	In progress

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	treatment and water purification WCS047870										
	2 Military Hospital	x					x			0	In progress
Material adjustment to the financial statements											
Provision											
	Provision raised for calls that were paid (Coff 31)			x			x			3	In progress
	Provisions-Opening balance: Provision raised for cancelled calls (COFF 21)			x			x			3	In progress
Prepayment											
	Differences on prepaid expenses between recorded amounts and confirmations from implementing agents (Coff 53)			x			x			3	In progress
Commitment											
	Increase in VAT rate not considered for commitments (Coff 86)			x			x			0	In progress
Irregular expenditure											
	Irregular expenditure amount incorrectly disclosed as not recoverable not condoned. (Coff 26)			x			x			0	In progress
Other matters											
Commitments											

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	Differences on commitments (JHB Coff 2)(CTN Coff 10)(MTH Coff 5)	x						x		2	In progress
	Commitment not included in the commitment schedule (Coff 21 PTA	x						x		2	In progress
	Cancelled contract included in the commitment schedule (Nel Coff 06)	x						x		2	In progress
Irregular expenditure											
	GRC investigations on irregular expenditure not included in the irregular expenditure register. (Coff 76)	x						x		2	In progress
	Irregular Expenditure not included in the register`	x						x		2	In progress
Fruitless and wasteful expenditure											
	Understatement of Fruitless and Wasteful Expenditure	x						x		2	In progress
Non-compliance											
	Non-compliance with treasury regulations as bank account is in overdraft Coff 29			x				x		2	In progress
	Suppliers did not declare interest of persons in service of state institutions (MMB – Coff 2)(KBY – Coff 1)(PTA – Coff 9)(UMT – Coff 2) (PLK – Coff 6)			x				x		2	In progress

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	Publication of bidders' names and winning bidders on the Public Works website. (PTA – Coff 7, 10)(HO – Coff 10)(CT – Coff 2)(DBN-Coff 4)			x				x		3	In progress
	Evaluation criteria not stipulated (DBN – Coff 1)			x				x		3	In progress
	B-BBEE points awarded to bidders who submitted copies of B-BBEE certificates that were not certified. (Development Bank of South Africa)			x				x		3	In progress
	Incorrect preference points awarded to the bidders (Development Bank of South Africa)			x				x		3	In progress
	Awarded construction contract not registered with Construction Industry Development Board (CIDB) - COEGA			x				x		3	In progress
Operating leases											
	Operating leases - Difference in operating lease expenses	x						x		3	In progress
	Operating leases - Difference in operating lease accruals	x						x		3	In progress
	Operating leases - Difference in operating lease commitments	x						x		3	In progress

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	Operating leases – Lease contracts are not signed	x						x		3	In progress
	Operating leases: Lease expenditure incurred on expired lease contracts	x						x		3	In progress
Receivables											
	Receivables - Accommodation debtors (freehold private)	x						x		3	In progress
	Contingent Assets - Limitation of scope	x						x		3	In progress
Information system audit											
	USER ACCESS CONTROLS				x			x		3	In progress
	SECURITY MANAGEMENT				x			x		3	In progress
	IT SERVICE CONTINUTY				x			x		3	In progress
	Project assurance SAGE				x			x		3	In progress
Human Resource Management											
	Coff PTA 6, NEL 1, CPT 3, JHB 1, BLM 1, PLK 4 - Payroll certificates not certificate and returned timeously.				x			x		3	In progress
	Coff 02 - BLM: Performance work plans not signed timeously.				x			x		3	In progress

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	Coff 02 - NEL: Scope limitation on payroll reports				x			x		3	In progress