**SECTION 8: 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** |
| **Compliance** | | | | | | | | | | | |
|  | COFF 9 - Non-compliance with treasury regulations as bank account is in overdraft |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| **Audit of pre-determined objectives** | | | | | | | | | | | |
|  | COFF 22 New Indicators are not well defined due to exclusions of baselines in the Annual Performance Plan. |  |  |  | **X** |  | **X** |  |  | 2 | In progress |
|  | COFF 22 Short definitions not clear and no method of calculation for percentage indicators |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 26 Supporting documents not sufficient to support the reported result |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 28 Programme 3: Construction Project Management: Indicators not verifiable and targets not measurable. |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Property, plant and equipment** | | | | | | | | | | | |
|  | COFF 8 - Understatement of disclosures (movable assets) | **X** |  |  |  |  |  | **X** |  | 1 | In progress |
|  | COFF 32 - Shortcomings identified in the supporting documentation | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 33 - Assets owned by different custodians | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 34 - Property reports from Light-stone | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 35 - Valuation date older than 4 years | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 36 - Shortcomings identified on the Municipal Valuation Rolls submitted for audit | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 37 - Inappropriate audit evidence | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 38 - Incorrect application of conditional assessment | **X** |  |  |  |  | **X** |  |  |  |  |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Revenue** | | | | | | | | | | | |
|  | COFF 13 - Items of capital expenditure which are not recoverable from the client departments have been incorrectly classified as accommodation charges-freehold inter-governmental (revenue) | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 14 - Augmentation incorrectly accounted for as accommodation charges-freehold inter-governmental | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Irregular expenditure** | | | | | | | | | | | |
|  | COFF 29 Completeness of Irregular expenditure | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Leases** | | | | | | | | | | | |
|  | COFF 25 - Misstatements in operating lease revenue and expenditure | **X** |  |  |  |  |  | **X** |  | 3 | In progress |
| **Deferred revenue** | | | | | | | | | | | |
|  | COFF 15 – Deferred revenue as per interim financial statements does not agree with amounts per supporting journals and schedules | **X** |  |  |  |  | **X** |  |  |  |  |
| **Operating expenditure** | | | | | | | | | | | |
|  | COFF 9 CT-Expenditure: Payment not made within 30 Days |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| **Accruals** | | | | | | | | | | | |
|  | COFF 11 – Differences between supporting schedules and amounts disclosed in the AFS | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 16 – Misstatement of Accruals Assets | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 2CT– Accruals amounts incorrectly recorded on the schedule supporting the Financials (Accrual Assets) | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 1 CT Limitation of scope (Cape town) | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 10A Limitation of Scope( Pretoria) | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 11A Incorrect classification and valuation | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 12A Completeness | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 13A Accruals Restatements: Incorrect classification and valuation | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Procurement and contract management** | | | | | | | | | | | |
|  | Procurement: competitive bidding – Bidvest Managed Solution (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: Investigations not finalized timely |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – Bitupquip Construction CC |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – LDM Facilities Management Services (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – Bidvest Facilities Management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – STATS SA |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: quotations - testing R30 000 to R500 000 |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding - Water Skills (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding - Tsekwane Investment CC |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding - ADI Investments Pty Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – COEGA Development Corporation |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – Bono Infrastructure Facilities and Project Management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: contract management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: contract management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Procurement: competitive bidding – TP Construction / MC Bavu Construction JV |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | Procurement: contract management |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 1TK | Testing competitive bidding – BBBEEE certificate |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 4TB | Consultants appointed on the roster system, competitive bidding process not followed. |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 11TC | Deviations from SCM: Khanyisa Cleaning projects and Metrox Enterprise and cleaning services |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 12TC | Deviation from SCM ( Orribi South Africa ) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 3TC | COEGA Development Corporation (deviation and SBD4, 8 and 9) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 5TB | Winning bidder's details not published on Department's website |  |  |  |  |  |  |  |  |  |  |
| 6TC | Bambana (winning bidder, bid adjudication) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 5TC | Nolitha (Pty) Ltd (CIDB grading, winning bidder, functionality criteris) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 5TM | Procurement: Declaration of interest on submitted for audit |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 6TM | invitation to tender not published on the website |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 3TN | Bid advertised for less than 21 days |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 6TD | Testing competitive bidding – tax clearance certificate |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 5TD | Testing competitive bidding – names of bidders not published on website |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 6TD | Retention amount incorrectly calculated |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 10TC | Delays in completing of Construction Project : Control deficiencies |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 7TD | Approval of extension of time |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 8TD | Measures to monitor contract performance and delivery have not been defined and implemented |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 9TD | Projects not registered with CIDB within 21 days |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 13TC | Project registration within 21 days |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 2TU | Incorrect JBCC and GCC used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 14TC | Incorrect JBCC and GCC used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 4TD | JBCC |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 2TK | outdated General Condition of Contract used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
| 2TD | Contract management – information requested could not be provided |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 1TC | Limitation of scope |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| TU | Limitation of scope |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
| 3TU | Limitation of scope |  |  | **X** |  |  | **X** |  |  | 3 | In progress |

|  |  |
| --- | --- |
| **Acronym** | **Regional office** |
|  | Head office |
| A | Pretoria |
| B | Bloemfontein |
| C | Cape Town |
| D | Durban |
| J | Johannesburg |
| K | Kimberly |
| L | Polokwane |
| M | Mafikeng |
| N | Nelspruit |
| E | Port Elizabeth |
| U | Umthatha |