**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** |
| **Property, plant and equipment** | | | | | | | | | | | |
|  | COFF 34 - Property reports from Lightstone | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 37 - Inappropriate audit evidence | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 62 - CAATs results for provincial and Deeds | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 63 - Deemed cost and acquisition cost incorrectly assigned to assets | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 64 - Incorrect building counts as per IAR | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 65 - Overstatement in the valuation of Immoveable assets | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 67 - Differences between the financial statements and the supporting schedules | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 70 - Differences between the financial statements and the supporting schedules | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 83 - CAATs results for provincial and Deeds | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 84 - Assets not shown in the disposals and/or opening balance of the Property Plant and Equipment | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 86 - Differences between valuation recalculation and fixed asset register | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 87 - Addition of a complete asset recognised as asset under construction | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 88 - Reconciliation between PMIS and SAGE payments of property rates and taxes and the immovable assets register | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 89 - Useful lives incorrectly assigned to assets | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 107 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 110 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  | COFF 111 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Investment property** | | | | | | | | | | | |
|  | COFF 91 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
| **Prepayments** | |  |  |  |  |  |  |  |  |  |  |
|  | Provision: Misstatement COFF 79 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
| **Leases** | | | | | | | | | | | |
|  | COFF 51 - Duplicate property | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 54 - Misstatements in operating lease revenue and expenditure | **X** |  |  |  |  |  | **X** |  | 3 | In progress |
|  | COFF 56 - Leases underpayment payable | **X** |  |  |  |  |  | **X** |  | 3 | In progress |
|  | COFF 57 - Lease Prepayment | **X** |  |  |  |  |  | **X** |  | 3 | In progress |
|  | COFF 77 - Lease Commitment (understatement) | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 108 - Leases (overpayments) | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 109 - Leases (under claims) | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 118 - Completeness of leases (big clients) | **X** |  |  |  |  |  | **X** |  |  |  |
| **Deferred revenue** | | | | | | | | | | | |
|  | COFF 10L – Schedule of deferred revenue does not agree with progress payment certificates | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 35A – Schedule of deferred revenue does not agree with progress payment certificates | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 13D – Completed project included in deferred revenue | **X** |  |  |  |  | **X** |  |  |  |  |
| **Accruals** | | | | | | | | | | | |
|  | COFF 28A - Proof of services rendered for WCS Accruals not submitted for audit purposes | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 29A - Payment advices for Accrual assets not submitted for audit purposes | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 32A - Invoices before year end not included on the accrual listing | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 39A - Accruals raised from quotations received after year-end with no invoices received | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 40A - Expense paid but included in accruals listing. | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | COFF 41A - Invalid accrual raised and included in accruals listing | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
| **Provision** | |  |  |  |  |  |  |  |  |  |  |
|  | Provision: Misstatement COFF 79 | **X** |  |  |  |  | **X** |  |  | 1 | In progress |
| **Operating expenditure** | | | | | | | | | | | |
|  | COFF 9 CT-Expenditure: Payment not made within 30 Days |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Current year: Expenditure understated COFF 26A | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | Current year: Expenditure understated 24 A | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | Current year: Expenditure understated COFF 20A | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
| **Capital commitments** | | | | | | | | | | | |
|  | COFF 46 – Awarded capital projects contracts are not accounted for in the commitment schedule | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 11L – Awarded capital projects contracts are not accounted for in the commitment schedule | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 12B – Awarded capital projects contracts are not accounted for in the commitment schedule | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 8U – Awarded capital projects contracts are not accounted for in the commitment schedule | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 13C – Awarded capital projects contracts are not accounted for in the commitment schedule | **X** |  |  |  |  | **X** |  |  |  |  |
|  | COFF 17C – Contractor authorization as per the commitments schedule does not agree to supporting documents | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 12D – Contractor authorization as per the commitments schedule does not agree to supporting documents | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 8L – Contractor authorization as per the commitments schedule does not agree to supporting documents | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 6U – Cancelled contracts that are disclosed as commitments | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 5J – Terminated contracts that are disclosed as commitments | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 17C – Completed contracts that are disclosed as commitments | **X** |  |  |  |  |  | **X** |  |  |  |
|  | COFF 14D – Maintenance contract included as capital commitment | **X** |  |  |  |  |  | **X** |  |  |  |
| **Contingent liabilities and assets** | | | | | | | | | | | |
|  | COFF92 - Contingent liabilities: municipal services and property rates | **X** |  |  |  |  | **X** |  |  | - |  |
|  | COFF 94 - Contingent liabilities and assets: municipal services and property rates | **X** |  |  |  |  | **X** |  |  | - |  |
|  | Contingent liabilities - differences | **X** |  |  |  |  |  | **X** |  | - |  |
|  | Contingent liabilities - differences | **X** |  |  |  |  |  | **X** |  | - |  |
|  | Contingent assets - differences | **X** |  |  |  |  |  | **X** |  | - |  |
| **Irregular expenditure** | | | | | | | | | | | |
|  | COFF 29 Completeness of Irregular expenditure | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | Irregular expenditure: Completeness of COFF 119 | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  | Irregular expenditure : understated COFF 112 | **X** |  |  |  |  | **X** |  |  | 3 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Compliance** | | | | | | | | | | | |
|  | COFF 9 - Non-compliance with treasury regulations as bank account is in overdraft |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Procurement and contract management** | | | | | | | | | | | |
|  | COFF 24 - Procurement: competitive bidding – Bidvest Managed Solution (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 18 - Procurement: Investigations not finalized timely |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 20 - Procurement: competitive bidding – Bitupquip Construction CC |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 23 -Procurement: competitive bidding – LDM Facilities Management Services (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 14A - Procurement: competitive bidding – Bidvest Facilities Management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 29 - Procurement: competitive bidding – STATS SA |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 2A - Procurement: quotations - testing R30 000 to R500 000 |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 3A - Procurement: competitive bidding - Water Skills (Pty) Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 4A - Procurement: competitive bidding - Tsekwane Investment CC |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 5A - Procurement: competitive bidding - ADI Investments Pty Ltd |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 6A - Procurement: competitive bidding – COEGA Development Corporation |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 7A - Procurement: competitive bidding – Bono Infrastructure Facilities and Project Management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 9A - Procurement: contract management |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 21 - Procurement: competitive bidding – TP Construction / MC Bavu Construction JV |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 27 - Procurement: contract management |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 58 - Procurement: interest |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 75 - Procurement: competitive bidding – Caledon River Properties CC t/a Magwa Trading |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 115 - Procurement: competitive bidding: Telkom Towers |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 116 - Procurement: competitive bidding – Pam Golding Consulting (Pty) Ltd |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 117 - Procurement: competitive bidding – Vodacom |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 17A - Procurement: Procurement – information requested could not be provided |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 18A - Procurement: Interest – other |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 19A - Procurement: Interest – family |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 30A - Procurement: competitive bidding – MK Labour Mining and Construction |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 31A - Procurement: competitive bidding – Bakone Consulting Engineering CC |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 42A - Procurement: competitive bidding – Savuka Property Care Services |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 43A - Procurement: quotations – three quotations not obtained |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 1TK - Testing competitive bidding – BBBEEE certificate |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 4TB - Consultants appointed on the roster system, competitive bidding process not followed. |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 11TC - Deviations from SCM: Khanyisa Cleaning projects and Metrox Enterprise and cleaning services |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 12TC - Deviation from SCM ( Orribi South Africa ) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 3TC - COEGA Development Corporation (deviation and SBD4, 8 and 9) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | Winning bidder's details not published on Department's website |  |  |  |  |  |  |  |  |  |  |
|  | COFF 6TC - Bambana (winning bidder, bid adjudication) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 5TC - Nolitha (Pty) Ltd (CIDB grading, winning bidder, functionality criteris) |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 5TM - Procurement: Declaration of interest on submitted for audit |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 6TM - invitation to tender not published on the website |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 3TN - Bid advertised for less than 21 days |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 6TD - Testing competitive bidding – tax clearance certificate |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 5D - Testing competitive bidding – names of bidders not published on website |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 6D - Retention amount incorrectly calculated |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 10C - Delays in completing of Construction Project : Control deficiencies |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 7D - Approval of extension of time |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 8D - Measures to monitor contract performance and delivery have not been defined and implemented |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 9D - Projects not registered with CIDB within 21 days |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 13C - Project registration within 21 days |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 12U - Incorrect JBCC and GCC used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 14C - Incorrect JBCC and GCC used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 4D - JBCC |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 2K - Outdated General Condition of Contract used |  |  | **X** |  |  |  | **X** |  | 3 | In progress |
|  | COFF 2D - Contract management – information requested could not be provided |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 1C - Limitation of scope |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 1U - Limitation of scope |  |  | **X** |  |  | **X** |  |  | 3 | In progress |
|  | COFF 3U - Limitation of scope |  |  | **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 |
|  | Programme 3- sufficient to support the reported result COFF 72. |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | Programme 4- sufficient to support the reported result COFF 72 |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | AOPO: Portfolio of evidence insufficient to support the actual performance reported for 2015/16 in the APR for Programme 6: Facilities Management COFF 93 |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | Strategic objective are not reported in the Annual Performance Report COFF 61 |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  | Reasons for variances were not explained in the annual performance report for 2015/16 COFF 61 |  | **X** |  |  |  | **X** |  |  | 1 | In progress |
|  |  |  |  |  |  |  |  |  |  |  |  |
| **Sector** | | | | | | | | | | | |
|  | COFF 81 - Sector - Statistics South Africa head office in Salvokop |  |  |  |  | **X** |  | **X** |  | - |  |
|  | COFF 82 - Sector-C-Max prison finding |  |  |  |  | **X** |  | **X** |  | - |  |
|  | COFF 113 - Sector – Management of Accommodation: Information requested could not be provided |  |  |  |  | **X** |  | **X** |  | - |  |
|  | COFF 114 - Sector- Project Management: Information requested could not be provided |  |  |  |  | **X** |  | **X** |  | - |  |
|  |  |  |  |  |  |  |  |  |  |  |  |

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| --- | --- |
| **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 |