


Communication #	iss	Description	Qualification (also include aggregate misstatement)	Compliance: AR	Performance information: AR	Audit report matter	Management report matter		AG Official	Date Issued	Date Due	Date Responded	Status	Was response received on time	Resolved, Not resolved or partially resolved	Auditors Response where not resolved	Days Late
1	2	(RESOLVED) Requested Information not submitted (General Planning)							Joyce	25-Oct-19	01-Nov-19	04-Nov-19	Received	No	Resolved	Management submitted all the information	3
2	3	(RESOLVED) Requested Information relating to internal audit not submitted							Kele	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Resolved	Management submitted all the information	0
3	4	Annual Financial Statements not submitted within two months after financial year		X		X	X		Kele	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Not resolved	Management acknowledges the finding therefore the finding remains	0
4	5	(RESOLVED) Requested Information relating to Human Resource Management not submitted							Kele	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Resolved	Management submitted all the information	0
5	6	No Performance agreements and evaluations for employees below sec57					X		Kele	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Not resolved	Management acknowledges the finding therefore the finding remains	0
6	8	Requested information RFI 10 not submitted					X		Kele	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Partially resolved	Management did not submit ARMs contract	0
7	13	Requested information relating to consequence management not submitted					X		Joyce	31-Oct-19	06-Nov-19	07-Nov-19	Received	no	Partially resolved	Management did not submit the following: - Any investigation report (for cases reported to SAPS).	1
8	10	(RESOLVED) Requested cash and bank not submitted							Joyce	25-Oct-19	01-Nov-19	01-Nov-19	Received	Yes	Resolved	Management submitted all the information	0
9	11	AOPO Key performance indicators not defined				X	X		Joyce	14-Nov-19	20-Nov-19	28-Nov-19	Received	no	Not resolved	Management requested a workshop with the Audit team	8
10	16	(RESOLVED) AOPO Limitation							Joyce	04-Nov-19	11-Nov-19	07-Nov-19	Received	Yes	Resolved	Management submitted all the information	0
11	18	(RESOLVED) Key management qualifications and experience							Joyce	04-Nov-19	11-Nov-19	12-Nov-19	Received	No	Resolved	Management submitted all the information	1
12	28	Declaration of interest - Audit committee					X		Max	14-Nov-19	20-Nov-19	17-Dec-19	Received	No	Not resolved	The declaration of interest for the other 3 audit committee members are still outstanding.	27
13	29	Declaration of interest - Section 57 Managers and council					X		Max	14-Nov-19	20-Nov-19	18-Nov-19	Received	Yes	Partially resolved	Council Declaration of interest for 2017/18 still outstanding	0
14	20	No disciplinary board committee for 2018/19		X			X		Max	22-Nov-19	27-Nov-19	28-Nov-19	Received	No	Not resolved	Management agrees with the finding, its yet to appoint a disciplinary board committee	1
15	27	High Level review of the annual financial statements				X			Joyce	22-Nov-19	27-Nov-19	28-Nov-19	Received	No	Not resolved	Management agrees with findings, adjusted AFS awaited.	1
16	14	Employee Costs - High level of Vacancy rates					X		Kele	25-Nov-19	02-Dec-19	10-Dec-19	Received	No	Not resolved	Management agrees with finding	8
17	19	(RESOLVED) Employee Cost There was no Performance agreement for the Municipal Manager and							Kele	25-Nov-19	02-Dec-19	28-Nov-19	Received	Yes	Resolved	Management submitted all the information	0
18	22	(RESOLVED) No Interview reports for the shortlisted							Kele	25-Nov-19	02-Dec-19	03-Dec-19	Received	No	Resolved	Management submitted all the information	1
19	24	(RESOLVED) Employee costs Executive director							Thabang	25-Nov-19	02-Dec-19	03-Dec-19	Received	No	Resolved	Management submitted all the information	1
20	30	Employee Costs there is no performance appraisals for s57 Employees					X		Abel	25-Nov-19	02-Dec-19	10-Dec-19	Received	No	Not resolved	Management agree with finding	8
21	25	Payables (non- compliance)		X			X		Joyce	25-Nov-19	02-Dec-19	02-Dec-19	Received	Yes	Not resolved	Management agrees with finding	0
22	1	Internal control deficiencies identified during planning					X		Joyce	26-Nov-19	03-Dec-19	03-Dec-19	Received	No	Not resolved	 L 3 12 Management responses was evaluated, as a result management was provided was assessed except for these internal control deficiencies: 1. The organisational structure has not been approved by Council. 2. The action plan of Matjhabeng Local Municipality was inadequate and it did not address the internal control deficiencies as identified in previous years by the AGSA and internal auditors the issue is not resolved.	0
23	9	(RESOLVED) Limitation of scope (Capital assets)							Kele	04-Dec-19	09-Dec-19	11-Dec-19	Received	No	Resolved	Management submitted all the information	2
24	32	(RESOLVED) Internal Audit function (Non-Compliance)		X					Kele	04-Dec-19	09-Dec-19	18-Dec-19	Received	No	Resolved	Management submitted all the information	9
25	43	(RESOLVED) Information requested not submitted - Contracted Services							Kele	04-Dec-19	09-Dec-19	11-Dec-19	Received	No	Resolved	Management submitted all the information	2
26	44	(RESOLVED) Information requested not submitted - General Expenses							Kele	04-Dec-19	09-Dec-19	12-Dec-19	Received	yes	Resolved	Management submitted all the information	3
27	45	Information requested not submitted - Repairs and Maintenance							Kele	04-Dec-19	09-Dec-19	11-Dec-19	Received	No	Resolved	Management submitted all the information	2
28	46	Information requested not submitted - Additional Contracted Services							Kele	04-Dec-19	09-Dec-19	11-Dec-19	Received	yes	Resolved	Management submitted all the information	2
29	47	Information requested not submitted - Data Requested						X	Kele	04-Dec-19	09-Dec-19	10-Dec-19	Received	No	Not resolved	Management did not submit the information on the RFI	1
30	42	Information requested not submitted - Consultants					X		Kele	04-Dec-19	09-Dec-19	12-Dec-19	Received	No	Not resolved	Management submitted all the information	3
31	34	(RESOLVED) Information requested not submitted -							Kele	04-Dec-19	09-Dec-19	09-Dec-19	Received	Yes	Resolved	Management submitted all the information	0
32	26	Information requested not submitted - Petty Cash					X		Kele	04-Dec-19	09-Dec-19	10-Dec-19	Received	No	Not resolved	Management agrees with finding	1
33	52	Information requested not submitted - Payables					X		Max	06-Dec-19	10-Dec-19	11-Dec-19	Received	No	Not resolved	Management submitted all the information except for item 4 - Restatement journal amounting to R17 237 703	1
34	51	Information requested not submitted - Going Concern					X		Kele	06-Dec-19	10-Dec-19	12-Dec-19	Received	Yes	Not resolved	Management did not submit the appropriate assessment	2
35	50	(RESOLVED) Information requested not submitted - VAT							Joyce	09-Dec-19	12-Dec-19	17-Dec-19	Received	No	Resolved	Management submitted all the information	5
36	48	Subsequent Events not correctly disclosed					X		Joyce	09-Dec-19	12-Dec-19	12-Dec-19	Received	Yes	Not resolved	Management agrees with the finding therefore the finding remains. We will wait for the adjusted financial statements to evaluate further.	0
37	49	Consultants Discrepancies Identified (Internal Control)					X		Joyce	09-Dec-19	12-Dec-19	18-Dec-19	Received	No	Not resolved	Management response received and assessed. The following was concluded: 1.Management did not specify whether they agree or disagree. They indicated that they have not re-appointed HR consultants that were there in the prior year . Management however did not indicate if they do have a policy in place for consultants. Matter therefore remains 2.Management did not specify whether they agree or disagree. The response did not address the finding. Matter still remains.	6
38	60	(RESOLVED)Information requested not submitted - Deviations							Janine	17-Dec-19	20-Dec-19	19-Dec-19	Received	Yes	Resolved	Management submitted all the information	0

39	54	Information requested not submitted - Competitive Bidding				X			Kholl	18-Dec-19	06-Jan-20	19-Dec-19	Received	Yes	Pending Resolution	<p>We acknowledge receipt of management response and is responded to as follows:</p> <p>CHIPPA WASTE MANAGEMENT BULK WATER PURCHASES 10114471 CHIPPA WASTE MANAGEMENT 800 560 32</p> <p>The cession agreement between Chippa Waste Management and F N Khosana Transport & Construction was inspected. Note is taken of bid 202015 which management indicates the cession relates to and we have confirmed that the award that was audited in prior years is that of Mphahlela Trading and not of F N Khosana.</p> <p>Submitted as well is the file of FN Khosana which includes only the documents F N Khosana and the BEC and BAC minutes. This therefore places a limitation in the audit of the procurement process that was followed as information of the other bidders was not submitted. This matter is not resolved</p> <p>ETSHO CIVILS CEPS: B&A PROJECT MANAGEMENT 10116869 ETSHO CIVILS 422 384 32</p> <p>Management has indicated that proper procurement processes were not followed for this appointment. However, no information was submitted to confirm procurement process followed. This matter therefore remains unresolved as the requested information was not submitted to audit the procurement process that was followed</p> <p>LITEGREEN CAPS: B&A BUSINESS & FIN MANAGEMENT 10116916 LITEGREEN 1 304 347 83</p> <p>The file of Litgreen Amasea JV was submitted. The BEC and BAC minutes were also submitted. No other procurement information was submitted. Thus placing a limitation in the audit of the procurement process that was followed on this award. This matter is not resolved</p> <p>LKS CONSTRUCTION (PTY) LTD OPL LEASES: TRANSPORT ASSETS 10114059 000000020: DE Compactor 304 000.00</p> <p>No information was submitted for the procurement process that was followed for this award. This matter is not resolved</p> <p>MARTZ ATTORNEYS:MBV SECURITY CAPS: LEGAL COST ADVICE & LITIGATION 10116916 MARTZ ATTORNEYS:MBV SECURITY 3160 478.26</p> <p>Management has indicated that there was no new procurement process initiated and that the payments relate to expired contract. It was therefore concluded that management did not follow procurement process for continued use of security services. This matter is not resolved</p> <p>MBV SECURITY (PTY) LTD CONTR: SAFEGUARD & SECURITY 10110596 MBV SECURITY (PTY) LTD 809 560 32</p> <p>Management has indicated that there was no new procurement process initiated and that the payments relate to expired contract. It was therefore concluded that management did not follow procurement process for continued use of security services. This matter is not resolved</p> <p>NEW GENESIS CONTR: MAINTENANCE OF EQUIPMENT 10116927 NEW GENESIS 4 194 646.15</p>	0
40	Several	Information requested not submitted - ISA					X		Kholl	12-Dec-19	18-Dec-19						0
41	53	Information requested not submitted - Government Grants							Janine	18-Dec-19	06-Jan-20	18-Dec-19	Received	Yes	Resolved	Management submitted all the information	0
42	57	Information requested not submitted - Quotation							Janine	18-Dec-19	06-Jan-20	19-Dec-19	Received	Yes	Resolved	No formal response was received from management. However, the information was subsequently submitted to the office of the Auditor General. Therefore, this finding has been resolved	0
43	55	Information requested not submitted - Follow up on contracted services					X		Janine	18-Dec-19	06-Jan-20	20-Dec-19	Received	Yes	Pending Resolution	Management submitted all the information except the follow up on a moon and earth trading and projects, and Jager Tech	0
44	78	(RESOLVED) Information requested not submitted - Property Rates (Journals)							Kele	18-Dec-19	06-Jan-20	20-Dec-19	Received	Yes	Resolved	Management submitted the information	0
45	56	Information requested not submitted - Key projects					X		Kele	18-Dec-19	06-Jan-20		Received		Pending Resolution	Still information not submitted, schedule sent to client	0
46	58	Revenue- Estimates provided not reliable				X				07-Jan-20	20-Jan-20		Overdue			Verification is current in progress	0
47	33	Information requested not submitted - AOPO					X			19-Dec-19	07-Jan-20		Closed			Management did not respond to finding, finding closed.	0
48	80	Information requested not submitted - AOPO Portfolio of Evidence				X				08-Jan-20	14-Jan-20	13-Jan-20	Received	Yes	Pending Resolution	Management did not submit all the information related to the indicators. (Files outstanding 43 - 63)	0
49						Not issued											0
50	31	Information requested not submitted -Irregular Expenditure								08-Jan-20	14-Jan-20	14-Jan-20	Received	Yes	Resolved	Management submitted the information	0

51	7	Audit Committee not functioning adequately.						X			08-Jan-20	15-Jan-20	16-Jan-20	Received	No	Not resolved	Management agreed with the finding, therefore the finding remains.	1
52	84	Procurement competitive bidding process not followed									08-Jan-20	15-Jan-20	14-Jan-20	Received	Yes	Resolved	Matters from this finding will be addressed under CAF 39 as the issues included in this finding were responded to by management under CAF 39. This finding is therefore resolved.	0
53	85	Transport asset: Assets could not be verified (Limitation of scope)									27-Jan-20	03-Feb-20	11-Feb-20	Received	No	Resolved	Information was received, therefore the finding has been resolved.	8
54	86	Infrastructure assets: Assets could not be verified (Limitation of scope)								Tshepo	27-Jan-20	03-Feb-20	12-Feb-20	Received	No	Resolved	Information was received, therefore the finding has been resolved.	9
55	87	Other movable assets: Assets could not be verified (Limitation of scope)								Kele	27-Jan-20	03-Feb-20	03-Feb-20	Received	Yes	Resolved	Information was received, therefore the finding has been resolved.	0
56	88	Infrastructure asset (additions): Asset could not be verified (Limitation of scope)									27-Jan-20	03-Feb-20	11-Feb-20	Received	Yes	Resolved		8
57	89	Landfill site: Asset could not be verified (Limitation of scope)									27-Jan-20	03-Feb-20	03-Feb-20	Received	Yes	Resolved		0
58	100	Information requested not submitted - employee cost - rental agreements								Max	10-Jan-20	17-Jan-20	16-Jan-20	Received	Yes	Resolved	Information was received, therefore the finding has been resolved.	0
59	101	Information requested not submitted - Rental Agreements									10-Jan-20	17-Jan-20	16-Jan-20	Received	Yes	Resolved	Information was received, therefore the finding has been resolved.	0
60	PI	Property plant and equipment- Mmamahabane fire station was not secured and vandalized						X			22-Jan-20	29-Jan-20		Closed				0
61	PI	Work in progress- Installation of zonal meter and valve: Delay of project and advance payment made to contractors.						X		Joyce	22-Jan-20	29-Jan-20		Closed				0
62	PI	Follow up findings T16 findings and wilpan						X		Tshepo	22-Jan-20	29-Jan-20		Closed				0
63	90	Procurement: Less than three quotes were obtained						X		Joyce	22-Jan-20	29-Jan-20	29-Jan-20	Received	No	Not resolved	Management response was received on the 03 February 2020. The auditors inspected procedure 14, paragraph 7.3.3 of the MFMA circular no 87 as indicated by management. Management should be advised that this procedure was derived from regulation 18(a) of the municipal supply chain management regulations, which states that A supply chain management policy must determine the procedure for the procurement of goods or services through written or verbal quotations or formal written price quotations, and must stipulate that all requirements in excess of R30 000 (VAT included) that are to be procured by means of formal written price quotations must, in addition to the requirements of regulation 17, be advertised for at least seven days on the website and an official notice board of the municipality or municipal entity. As a result, regulation 17c should have still been applied by management in an event that it was not possible to obtain three quotes, which indicates that reasons must be recorded and approved by the chief financial officer or an official designated by the chief financial officer. Therefore, this finding remains and will be reported on accordingly.	0
64	112	(RESOLVED) Procurement: No declaration of interest was submitted by the winning bidder								Kele	22-Jan-20	29-Jan-20	29-Jan-20	Received	No	Resolved	Management response received with information, therefore communication is resolved.	0
65	110	Procurement: Limitation of scope. CSD compliance reports not submitted						X		Leandra	22-Jan-20	29-Jan-20	29-Jan-20	Received	No	Not resolved	Management did not submit all the information outstanding	0
66	113	Procurement: Limitation of scope-payment vouchers						X		Kele	22-Jan-20	29-Jan-20	29-Jan-20	Received	No	Not resolved	Some of the information has been received and there is information outstanding.	0
67	92	(RESOLVED) Procurement: Quotes obtained from suppliers who are not registered on NT database								Joyce	22-Jan-20	29-Jan-20	29-Jan-20	Received	No	Resolved	Management response received, therefore communication has been resolved.	0
68	116	Procurement: Incorrect bidder selected								Engela	22-Jan-20	29-Jan-20		Closed			No management response was received on the 29 January 2020 which was the due date of this communication of audit findings. Therefore, no further information will be accepted and management should consider implementing the recommendations provided by the auditors. This finding has been closed.	0
69	109	Property, Plant and equipment: WIP - Differences between the WIP register and amount disclosed on the annual financial statements						X		Kholi	24-Jan-20	31-Jan-20	03-Feb-20	Received	Yes	Not resolved	Management comments noted, For No. 1 and 3 the adjusted annual financial statements will be reviewed for the adjustments. For No.2 the finding is on prior year adjustment on R1 232 013.00 and not on the R2 938 708.00 this finding will remain and will reported on the management report.	3
70	107	Venter fire station Projects RFI - Key Projects - Requested information not submitted						X			24-Jan-20	31-Jan-20	03-Feb-20	Received	Yes		Management response has been received. Awaiting assessment from auditor (Ruan)	3
71	126	VAT Receivable: Late Submissions of VAT returns						X		Tshepo	27-Jan-20	03-Feb-20	29-Jan-20	Received	No	Not resolved	Management response has received, management agrees with the finding. Therefore the finding remains.	0
72	129	Requested information not submitted (RFI 88 - Irregular expenditure)									27-Jan-20	03-Feb-20	31-Jan-20	Received	No	Not resolved	Management submitted all the information.	0
73	127	Contracted Services journal - Requested information not submitted						X			24-Jan-20	31-Jan-20	29-Jan-20	Received		Not resolved	Some of the information has been received, but however there is still information outstanding. 2 invoices of Hill McHardy	0
74	97	AoPO - Difference identified between APR and reports/register/list						X			29-Jan-20	05-Feb-20	04-Feb-20	Received	No	Not resolved	Management response has been received and agreed to the finding. The matter will be reported on in the audit report.	0
75	PI	Work in progress: Kutlwanong Outfall Sewer						X			29-Jan-20	05-Feb-20	10-Feb-20	Received	No		Management response has been received. Awaiting assessment from auditor (Ruan)	5
76	128	Employee cost: Trade Payables - Salary Control Account Requested information not submitted									30-Jan-20	06-Feb-20	29-Jan-20	Received	No	Not resolved		0
77	130	CAF No 77 of 2020 - VAT Receivable Limitation of scope on RFI 93						X			30-Jan-20	06-Feb-20		Received	No	Not resolved	One payment is still outstanding (Flight Special)	0
78	108	Property rates Supplementary valuation roll						X			30-Jan-20	06-Feb-20	06-Feb-20	Received	No	Not resolved	Management response noted, Management has provided us with the following information: • The qualifications and the CV of the valuer • A letter from the valuer stating that they prepared the supplementary roll of the Department of Public works' properties and the date in which the supplementary roll came into effective. However, we did not receive any evidence that indicates that the Department of Public Works instructed the municipality to revalue its property. A correspondence between the Department of Public Works and the Municipality came to the attention of the auditors, where the Department of Public Works disputed the values. We identified other inconsistencies in the correspondence, such as: • The details (qualification and CV) of the valuer submitted by management and the valuer included in the correspondence with the Department of Public Works are different. Management provided the qualifications and CV of Mr Nqole Arther Lelosa and in the valuation report that was attached to the correspondence with the Department of Public Works, the valuer that signed off is Mr Andrew Letlhake. • On December 2018, the valuation of the property was not yet complete, however management indicated that the supplementary roll came into effect from 1 July 2018. • The auditors through enquiry with the Manager of Revenue at the municipality on the 13th of February 2020 were told that the Department of Public Works instructed the municipality to revalue its properties and evidence of that instruction was going to be provided to the auditors, however evidence included in a letter addressed to the municipality from the Department of Public Works gives indications that the Department of Public Works disputed the valuation of the properties and also that the property rates list was being investigated by the Department of Public Works. Therefore, no reliance can be placed on the supplementary roll related to the Department of Public Work's properties and. In that case, the finding remains and will be reported in the auditor's report.	0
79	131	Employee related Costs Overtime Payments Limitation of scope									30-Jan-20	06-Feb-20	12-Feb-20	Received	Yes	Resolved		6

80	143	Operating Expenditure (Meter reading) - Classification of expenditure					X			30-Jan-20	06-Feb-20	05-Feb-20	Received		No	Partially resolved	The response from management has been analysed and concluded as follows: 1. Management acknowledged the finding; however, no indication was provided that the necessary correction will be made. Although both votes relate to contracted services, this transaction should be reallocated from the sub-line item "Meter reading services" under contracted services in note 35 to "Professional services". This finding therefore remains 2. Management disagreed with the finding. Inspected the journal entry 1819June107 submitted and confirmed that the transaction was reallocated to repairs and maintenance. This finding is therefore resolved 1.3. Management disagreed with the finding. Inspected the journal entry 1819June107 submitted and confirmed that the transaction was reallocated to consumables. This finding is therefore resolved 2.4. Management acknowledged the finding; however, no indication was provided that the necessary correction will be made. Although both votes relate to contracted services, this transaction should be reallocated from the sub-line item "Meter reading services" under contracted services in note 35 to "Professional services". This finding therefore remains	0
81	WITHDRAWN	Employee Cost Payables – Scope Limitation (Sundry accounts)											Withdrawn					
82	94	Interest received - Rental interest incorrectly charged to property not in the name of the municipality					X		Kele	31-Jan-20	07-Feb-20	07-Feb-20	Received	yes		Not resolved	Management agrees with the finding, therefore the finding will remain and will be reported in the management report.	0
83	98	Payables: Eskom and Sedibeng accounts - Differences identified					X		Max	31-Jan-20	07-Feb-20	07-Feb-20	Received	yes		Not resolved	Management submitted the Eskom and Sedibeng reconciliations/workings for the year ended 30 June 2019. These schedules were evaluated and the following conclusions were reached: a) Sedibeng Account: Management should submit the Sedibeng statement after year end (July 2019) to the auditors that will reflect the true billing for the for period 27 June 2019-27 June 2019. This billing will enable the auditor to determine the billing for the period 27 June 2019-30 June 2019. b) Eskom Account: It is management's responsibility to ensure that the statements that they receive and accept from Eskom is a true reflection of the balance outstanding. There is also no evidence that management has raised concerns with regards to the outstanding balances as per the Eskom statements. Based on the evaluations above, the finding remains and management should ensure that the appropriate supporting documentation is submitted to the auditors by 17th February 2020.	0
84	133	VAT Receivable: Input VAT claimed with an invalid invoice					X		Engela	31-Jan-20	07-Feb-20	07-Feb-20	Received	yes		Not resolved	Management acknowledged the finding. Inspected the invoice submitted by management and it could be confirmed that VAT was incorrectly. (Management used 13% to calculate VAT)	0
85	120	Expenditure (Legal services) - Incorrect classification					X		Kholi	31-Jan-20	07-Feb-20	10-Feb-20	Received		No	Partially resolved	1. Management disagreed with the finding. Inspected journal entry 1819June107 and confirmed that the entry was reallocated to insurance. The finding is therefore resolved 2. Management acknowledged the finding; however, no indication was provided that the necessary correction will be made. Although both votes relate to contracted services, this transaction should be reallocated from the sub-line item "Legal Services" in note 35 as this is not a legal service transaction. This finding therefore remains. 3. Management acknowledged the finding; however, no indication was provided that the necessary correction will be made. Although both votes relate to contracted services, this transaction should be reallocated from the sub-line item "Legal Services" in note 35 as this is not a legal service transaction. This finding therefore remains. 4. Management disagreed with the finding. Inspected the general ledger and confirmed that the entry was cancelled and therefore the effect will be Nil. This finding is therefore resolved. 5. Management disagreed with the finding. Inspected journal entry 1819June76 and confirmed that the transaction was reallocated. Therefore, the finding has been resolved. 6. Management disagreed with the finding. Management stated that the transaction was reallocated by means of journal entry 1819June100, however this journal was not provided. Followed up with Mothusi on 11/02/2020 who indicated that he would get back to me. The finding therefore remains. 7. Management acknowledged the finding; however, no indication was provided that the necessary correction will be made. Although both votes relate to contracted services, this transaction should be reallocated from the sub-line item "Legal Services" in note 35 as this is not a legal service transaction. This finding therefore remains. Projected error of R27 481 074.38 remains.	3
86	121	Expenditure (Legal services) - Limitation of scope							Leandra	31-Jan-20	07-Feb-20	10-Feb-20	Received	No		Not resolved	Management submitted all the information	3
87	148	Awards made to suppliers that are not tax compliant					X		Thabang	31-Jan-20	07-Feb-20	10-Feb-20	Received	No			Still assessing the information received therefore it is not yet resolved	3
88	118	Revenue Government grants and subsidies - Presentation and disclosure					X		Tshepo	03-Feb-20	10-Feb-20	07-Feb-20	Received	yes		Not resolved	1. Management did not obtain the required roll-over from the relevant treasury and at this stage the unspent portion has turn into a payable and management is required to pay back the money to the relevant treasury. Which means the money have moved from being a conditional grant to "amounts owed to treasury". 2. The amount for equitable share was reduced by the unspent portion, however the unspent portion was already spent in the 2017/18 financial year and it cannot be recognised as revenue in the 2018/19 financial year.	0
89	WITHDRAWN								Kele	03-Feb-20	10-Feb-20		Withdrawn					0
90	146	Limitation of Scope - Consumer Deposits					X		Thabang	04-Feb-20	11-Feb-20	07-Feb-20	Received	yes			Still assessing the information received therefore it is not yet resolved	0
91	136	Payables - Payments received in advance overstated					X		Thabang	04-Feb-20	11-Feb-20	11-Feb-20	Received	yes			Still assessing the information received therefore it is not yet resolved	0
92	135	Receivables from exchange transaction (Rental): Rental agreement not submitted					X		Janine	04-Feb-20	11-Feb-20	11-Feb-20	Received	yes			Still assessing the information received therefore it is not yet resolved	0
93	150	Use of consultants - Information requested not submitted					X		Janine	04-Feb-20	11-Feb-20	10-Feb-20	Received	yes			Still assessing the information received therefore it is not yet resolved	0
94	EA	Matjhabeng Communication of Audit Findings No. 94 - 2020 (Environmental Audit)					X		Janine	04-Feb-20	11-Feb-20	11-Feb-20	Received	yes			Still assessing the information received therefore it is not yet resolved	0
95	155	Information requested not submitted - General Expenses (Follow up)					X			04-Feb-20	11-Feb-20	11-Feb-20	Received	yes		Not resolved	Management did not submit all the information: Free State Provincial Government is still outstanding	0
96	152	Payables - Limitation of Scope					X			04-Feb-20	11-Feb-20	11-Feb-20	Received	yes		Not resolved	Management did not submit all the information (4 payments are still outstanding)	0
97	82	AoPO - Usefulness - Prior year figures and performance procedures					X			05-Feb-20	12-Feb-20	05-Feb-20	Received	Yes		Not resolved	Management response has been received and taking note of paragraph 2 of the management response, management agrees to the finding and it remains. On the second issue of measures taken to improve performance, the finding remains with the exception of BS 58 which was correctly quoted as an oversight on the part of auditors.	0

98	38	Expenditure - Difference between 2018 Restated Balance and Note 46					X			05-Feb-20	12-Feb-20	11-Feb-20	Received	yes	Not resolved	Management acknowledges the finding, auditor is waiting for the adjustments.	0
99	151	Payables (Completeness) - Limitation of Scope								05-Feb-20	12-Feb-20	10-Feb-20	Received	Yes			2
100	132	Property, plant and equipment Differences between asset register and the amounts on the annual financial statements					X			05-Feb-20	12-Feb-20	12-Feb-20	Received	Yes	Not resolved	Management acknowledges the finding, auditor is waiting for the adjusted asset register.	0
101	149	VAT Receivable: VAT inputs and outputs in the VAT201 do not agree with amounts in the general ledger					X			05-Feb-20	12-Feb-20	12-Feb-20	Received	Yes		Still assessing the information received therefore it is not yet resolved	0
102	125	Rental Agreements not signed by a lessor						X		05-Feb-20	12-Feb-20	12-Feb-20	Received	Yes	Not resolved	Till the contract has been signed by the MM, the contracts may still be seen to be invalid and not binding due to the fact that the other party to the contract had not signed. Therefore, the control finding remains and is not resolved.	0
103	158	Roads infrastructure: No approved priority list					X			06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes	Not resolved	Management agrees with the audit finding.	0
104	140	Procurement: disqualified bidders					X			06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes		Still assessing the information received therefore it is not yet resolved (Pall)	0
105	171	Employee Cost - Employees not verified					X			06-Feb-20	13-Feb-20		Overdue		Nothing resolved	Auditors are still waiting for the following employees to come for verifications: (6 employees still need to come for verification) - Moli NN (New appointees) - Thuthelo, S Nieuwoudt, Dzanibe and Smit	0
106	170	Contracted Services Follow Up: Limitation of scope						X		06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes	Not resolved	Management acknowledgeged the finding	0
107	95	Deviations above R200 000 not in accordance with SCM regulation 36					X			06-Feb-20	13-Feb-20		Closed				0
108	169	Finance Cost Follow Up: Limitation of Scope								06-Feb-20	13-Feb-20	10-Feb-20	Received	Yes	Resolved		0
109	168	Repairs and Maintenance - Incorrect classification								06-Feb-20	13-Feb-20	12-Feb-20	Received	Yes	Resolved		0
110	167	Information requested not submitted - Repairs and Maintenance (Follow up)								06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes	Resolved		0
111	166	Information requested not submitted - General Expenses (Follow up of prior year)								06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes	Resolved		0
112	154	Investment Property: Municipal properties not identified on investment property								06-Feb-20	13-Feb-20	13-Feb-20	Received	Yes	Resolved		0
113	74	Expenditure - Payments not made within 30 days					X			06-Feb-20	13-Feb-20	17-Feb-20	Received	No	Not resolved	Management acknowledgeged the finding therefore the finding remains	4
114	157	Revenue (Service charges) - water and electricity (Cut off)					X			06-Feb-20	13-Feb-20	12-Feb-20	Received	Yes	Not resolved	Management acknowledges the finding therefore the finding remains (Management is waiting for the system to be back on line)	0
115	156	Payables from exchange transactions (Limitation)					X			07-Feb-20	14-Feb-20		Closed				0
116	83	AcPO - Consistency between SDBIP and APR					X			07-Feb-20	14-Feb-20		Closed				0
117	175	Land and buildings - Property in the name of Municipality not included in the investment register or land and building register								07-Feb-20	14-Feb-20	13-Feb-20	Received	Yes	Resolved		0
118	176	Transport assets - Difference in condition						X		07-Feb-20	14-Feb-20	13-Feb-20	Received	Yes	Not resolved	Management acknowledges the finding therefore the finding remains	0
119	177	Investment Property - Difference in valuation amount					X			07-Feb-20	14-Feb-20		Closed				0
120	178	Investment Property - Property identified which is not in the name of Municipality								07-Feb-20	14-Feb-20	12-Feb-20	Received	Yes	Resolved		0
121	179	Investment Property - Items could not be traced to valuation roll								07-Feb-20	14-Feb-20	12-Feb-20	Received	Yes	Resolved		0
122	75	General Expenditure - Incorrect Classification						X		11-Feb-20	18-Feb-20		Issued, not due				0
123	114	General Expenditure - Occurrence					X			11-Feb-20	18-Feb-20		Issued, not due				0
124	134	Remuneration of councillors						X		11-Feb-20	18-Feb-20	12-Feb-20	Received	Yes		Management's response has been noted. The support submitted by management was evaluated and the following conclusions were reached by the auditor: a.Executive Mayor: Management provided the auditors with sufficient evidence for the executive mayor's remuneration as per the 12-month payroll report. The executive mayor's remuneration as per the 12-month payroll report was agreed to the AFS and minimal differences were noted. Therefore, this part of the finding is resolved. b.Councillors remuneration: Management did not provide any evidence to the auditor to explain the differences raised. Therefore, this part of the finding remains unresolved. Failure by management to submit the required supporting documentation will result in remuneration of councillors is overstated by factual misstatement of R890 827.40.	0
125	105	Contracted Services (Professional Services)						X		11-Feb-20	18-Feb-20		Issued, not due				0
126	124	Expenditure (Legal Services)						X		11-Feb-20	18-Feb-20	17-Feb-20	Received	Yes		Still assessing the information received therefore it is not yet resolved	0
127	164	Expenditure (Security) - Cut off						X		11-Feb-20	18-Feb-20		Issued, not due				0
128	201	Procurement - Limitation of scope (RFQ specific selection)					X			11-Feb-20	18-Feb-20		Issued, not due				0
129	204	Limitation of scope - declaration of interest for suppliers in service						X		11-Feb-20	18-Feb-20		Issued, not due				0
130	203	Information Requested not submitted - UIFW Investigations						X		11-Feb-20	18-Feb-20		Issued, not due				
131	202	Information Requested not submitted - Fruitless and Wasteful Expenditure						X		11-Feb-20	18-Feb-20		Issued, not due				
132	99	Procurement Deviations not reported to council						X		11-Feb-20	18-Feb-20		Issued, not due				
133	104	Procurement Deviations : Approval					X			11-Feb-20	18-Feb-20		Issued, not due				
134	38,142,144,14	Water Services Provision						X		11-Feb-20	18-Feb-20		Issued, not due				
135	106,198,199	Sanitation Services						X		11-Feb-20	18-Feb-20		Issued, not due				
136	173	Expenditure (Professional Services) - Occurrence Limitation						X		12-Feb-20	19-Feb-20		Issued, not due				
137	160	Expenditure (Meter Reading) - Occurrence Limitation						X		12-Feb-20	19-Feb-20		Issued, not due				
138	123	Expenditure (Legal Services) - Occurrence Limitation					X			12-Feb-20	19-Feb-20		Issued, not due				
139	139	Expenditure (Security Services) - Occurrence Limitation					X			12-Feb-20	19-Feb-20	12-Feb-20	Received	Yes		Still assessing the information received therefore it is not yet resolved	
140	174	Expenditure (Legal Services) - Discrepancies on VAT						X		12-Feb-20	19-Feb-20		Issued, not due				
141	172	Expenditure (Professional Services) - Cut-off						X		12-Feb-20	19-Feb-20		Issued, not due				
142	212	Transport Assets - Additional Vehicle with difference in condition						X		14-Feb-20	21-Feb-20		Issued, not due				
143	207	VAT Receivable: Interest and Penalties incurred						X		14-Feb-20	21-Feb-20	17-Feb-20	Received	Yes		Still assessing the information received therefore it is not yet resolved	
144	217	Other Movable assets: Completeness could not be confirmed					X			14-Feb-20	21-Feb-20		Issued, not due				
145	102	Receivables from non-exchange transactions - Interest not charged on overdue accounts						X		14-Feb-20	21-Feb-20		Issued, not due				
146	103	Procurement Declaration of Interest (MBD4) Not submitted					X			14-Feb-20	21-Feb-20		Issued, not due				
147	188	Procurement Tax Status of suppliers awarded bids not confirmed						X		14-Feb-20	21-Feb-20		Issued, not due				

148	200	Property, Plant and Equipment - WIP deficiencies in work in progress recognised				X				14-Feb-20	21-Feb-20		Issued, not due				
149	208	Infrastructure assets: Existence of submerged assets					X			14-Feb-20	21-Feb-20		Issued, not due				
150	209	AOPO - limitation of scope				X				14-Feb-20	21-Feb-20		Issued, not due				
151	213	Infrastructure assets could not be confirmed					X			14-Feb-20	21-Feb-20		Issued, not due				
152	215	Contract Management- Limitation of Scope				X				14-Feb-20	21-Feb-20		Issued, not due				
153	219	Revenue from exchange transactions (Service charges) - water and Electricity - Limitation of scope (Solar system				X				14-Feb-20	21-Feb-20		Issued, not due				
154	218	Revenue - Conditional Grants - Transaction which did not meet the conditions of the grant.				X				17-Feb-20	24-Feb-20		Issued, not due				
155	205	Rental of premises and facilities (Completeness)					X			17-Feb-20	24-Feb-20		Issued, not due				
156	191	Trade and Payables: Insufficient support provided for journal entry					X			17-Feb-20	24-Feb-20		Issued, not due				
157	190	Trade and Payables: No Proof of journal authorisation					X			17-Feb-20	24-Feb-20		Issued, not due				
158	189	Trade and Payables: Limitation					X			17-Feb-20	24-Feb-20		Issued, not due				
159	180	Payments received in advance: Difference identified				X				17-Feb-20	24-Feb-20		Issued, not due				
160	159	Receivables from exchange transactions: Limitation of scope - Solar System				X				17-Feb-20	24-Feb-20		Issued, not due				
161	222	Consumer Deposit - Limitation of scope (Solar System)				X				18-Feb-20	25-Feb-20		Issued, not due				
162	225	PPE: WIP Register					X										
163	221	Revenue from exchange - Limitation of Scope (Solar System)				X				18-Feb-20	25-Feb-20		Issued, not due				
164	165	Commitment not valued correctly					X			18-Feb-20	25-Feb-20		Issued, not due				
165													Issued, not due				
166													Issued, not due				
167													Issued, not due				
168													Issued, not due				
169													Issued, not due				
170													Issued, not due				