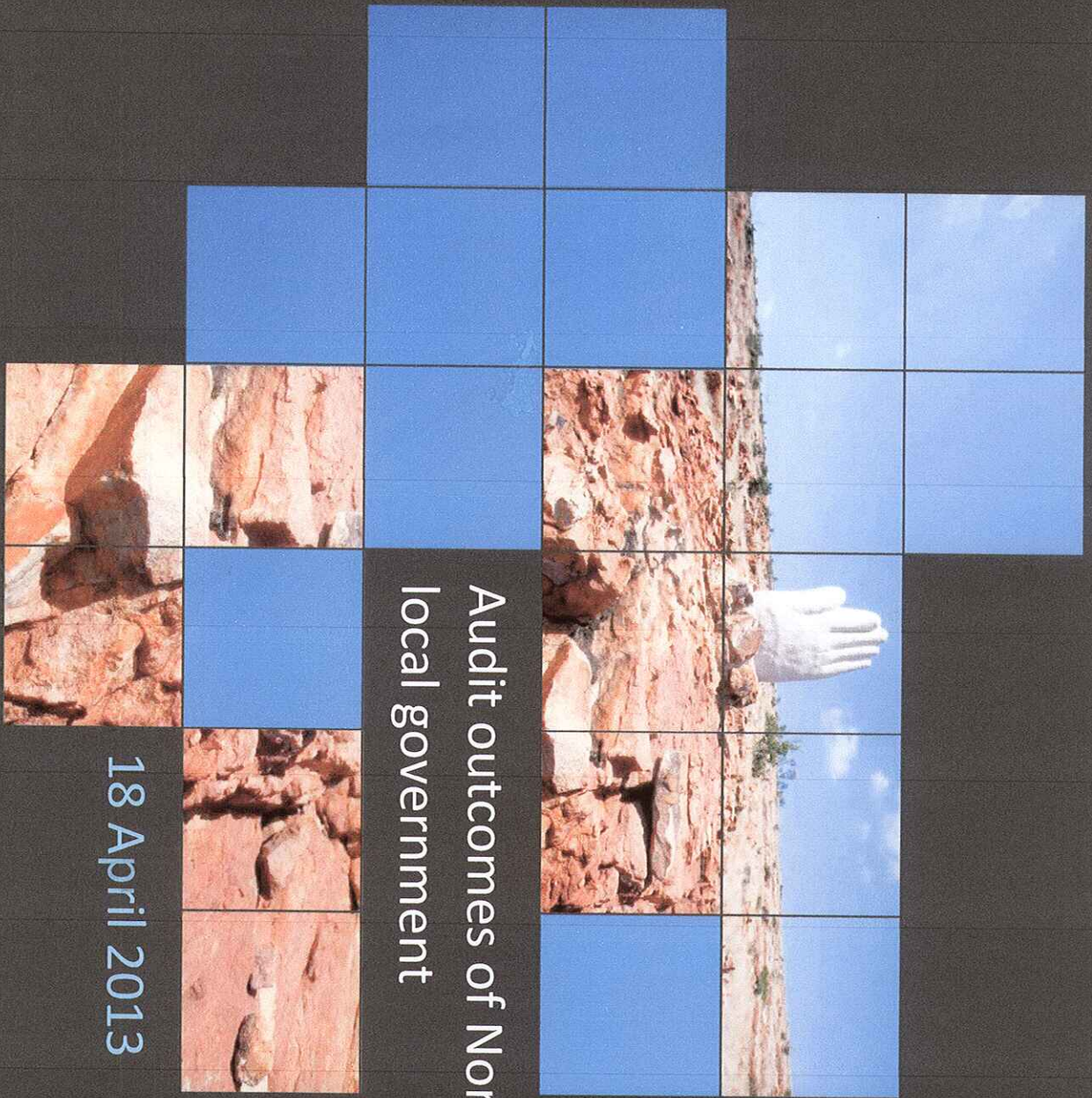


1305285cfrance

2011-12
MFMA



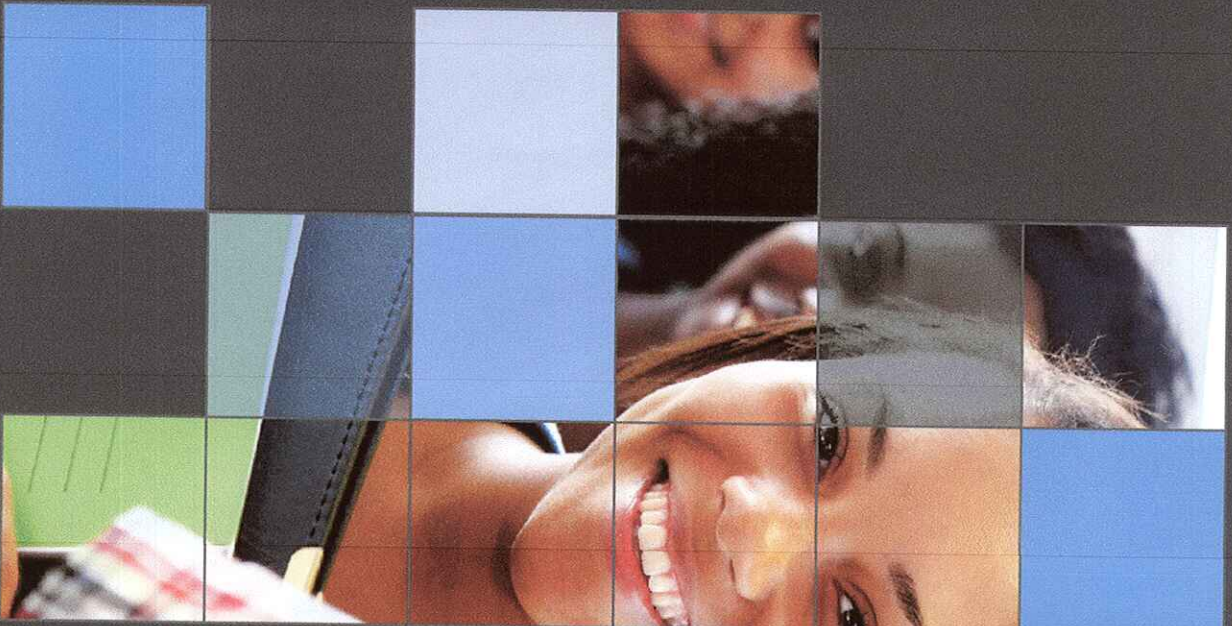
Audit outcomes of North West
local government

18 April 2013



AUDITOR-GENERAL
SOUTH AFRICA

1305285cfrance



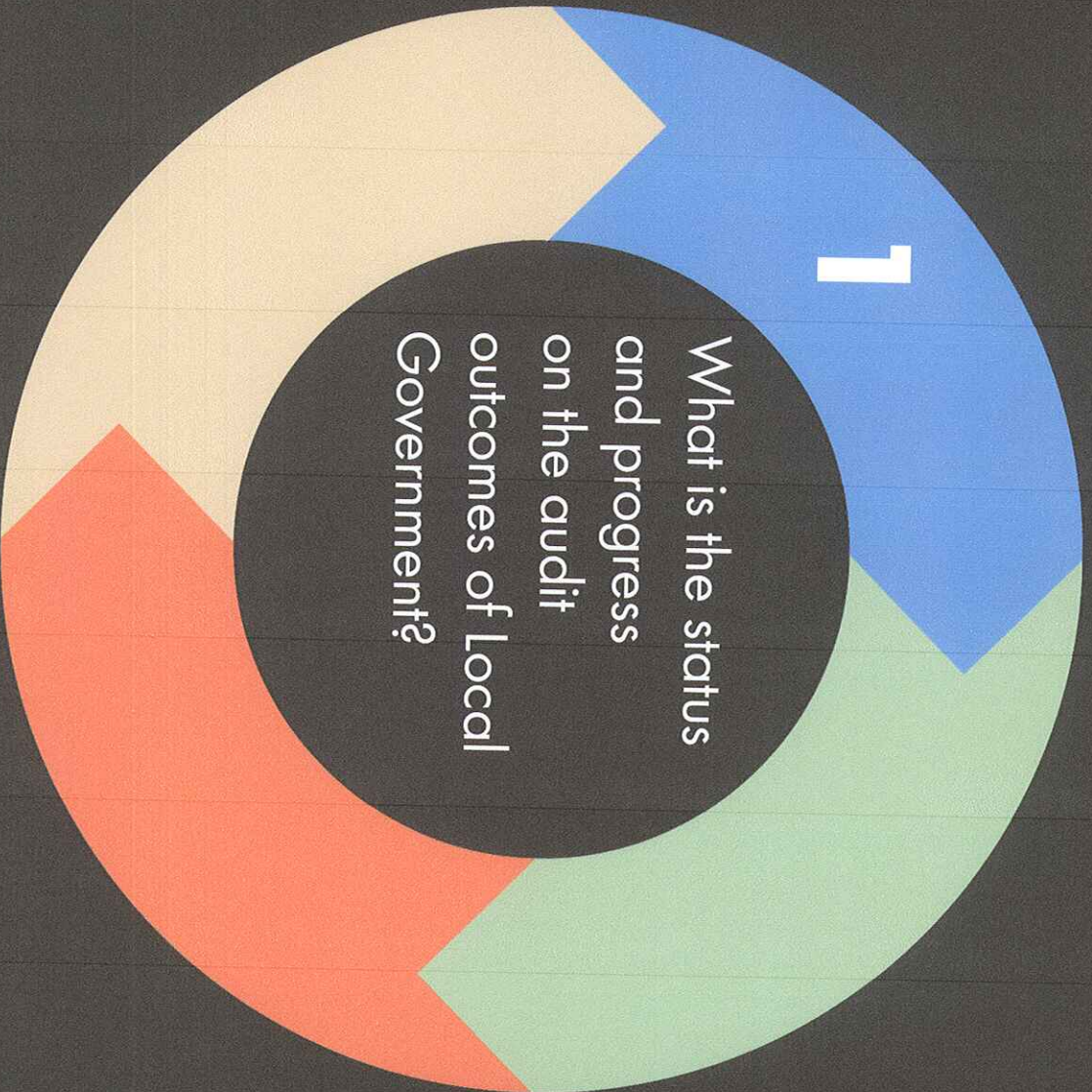
The Auditor-General of South Africa has a constitutional mandate and, as the Supreme Audit Institution (SAI) of South Africa, it exists to strengthen our country's democracy by enabling oversight, accountability and governance in the public sector through auditing, thereby **building public confidence.**

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Audit outcomes over the past three years

- All audits (including prior year backlogs) have been completed
- *Minimal improvement over 2010-11*



2011-12

2010-11

2009-10

Unqualified with NO findings

Unqualified WITH findings

Qualified WITH findings

Adverse/ Disclaimer WITH findings

2011-12
MFMA

Backlog audits

| Name of municipality | Financial year | Comment |
|---|------------------------------------|---------------------------------------|
| Dr Ruth Segomotsi Mompati District Municipality | 2009/10; 2010/11; 2011/12 | |
| Ditsobotla Local Municipality | 2010/11; 2011/12 | |
| Kagisano Local Municipality | 2009/10; 2010/11; 2011/12 | In 2011/12 Kagisano and Molopo merged |
| Molopo Local Municipality | 2009/10; 2010/11; 2011/12 | In 2011/12 Kagisano and Molopo merged |
| Kgetlengrivier Local Municipality | 2010/11; 2011/12 | |
| Lekwa-Teemane Local Municipality | 2010/11; 2011/12 | |
| Mamusa Local Municipality | 2008/09; 2009/10; 2010/11; 2011/12 | |
| Moretele Local Municipality | 2009/10; 2010/11; 2011/12 | |
| Madibeng Local Municipality | 2009/10; 2010/11; 2011/12 | |

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Movements of the 27 auditees reported on

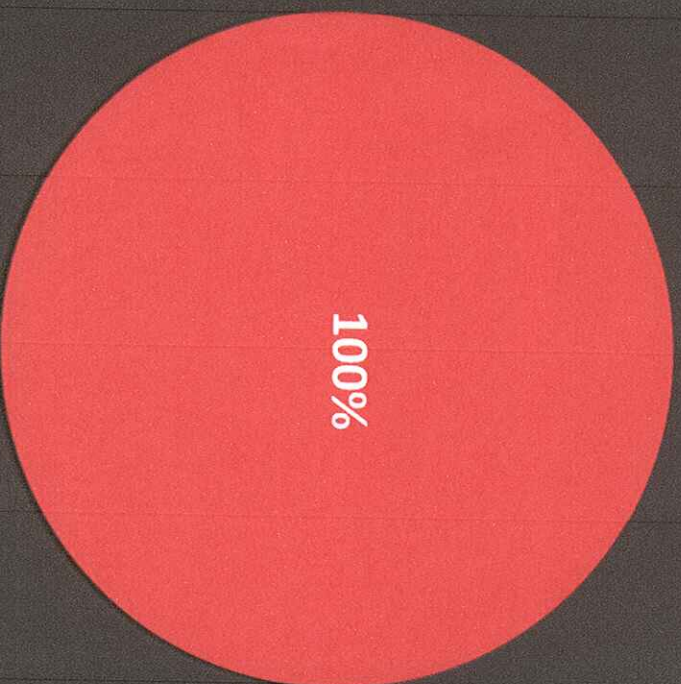
| Movements | Unqualified with no findings | Unqualified with findings | Qualified with findings | Adverse/disclaimer |
|----------------------------|------------------------------|---------------------------|-------------------------|--------------------|
| 4 Improved | | 2 | 2 | |
| 21 Unchanged | | 3 | 1 | 17 |
| 2 Regressed | | | 1 | 1 |
| Total auditees reported on | 0 | 5 | 4 | 18 |

2011-12
MFMA



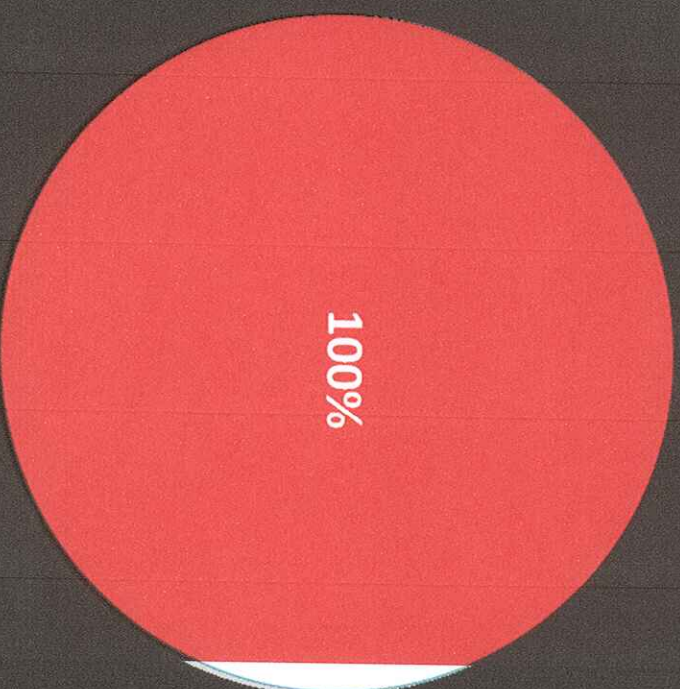
Status of compliance with laws and regulations

There are material findings at 100% of the auditees



2011-12

Auditees with no compliance findings



2010-11

Auditees with with compliance findings

2011-12
MFMA

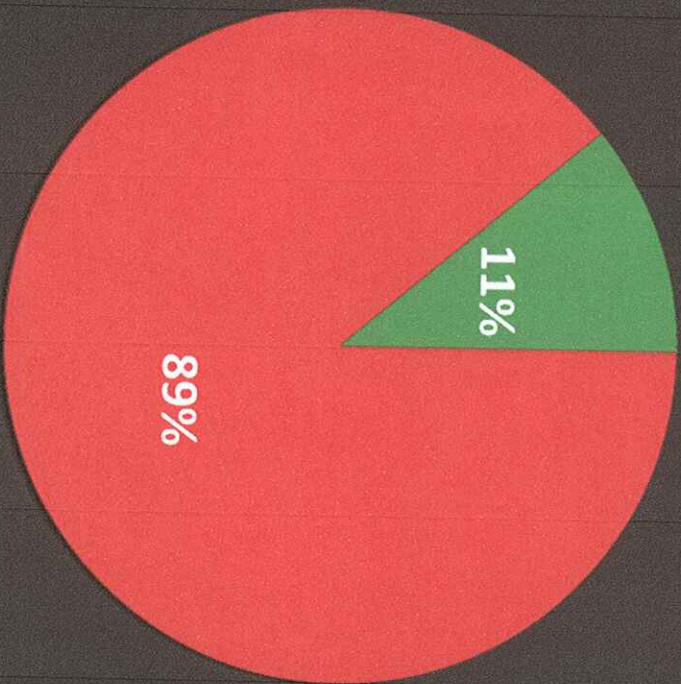


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Quality of annual performance reports

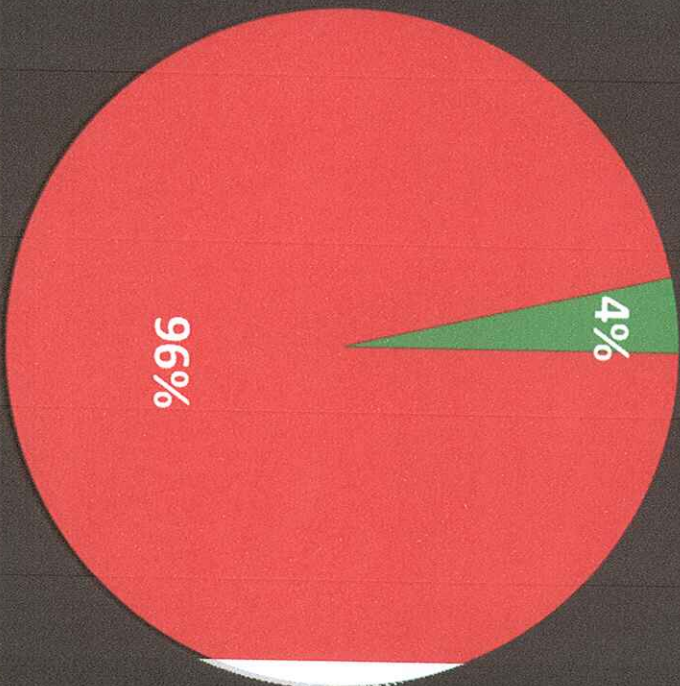
There are material findings on the performance reports of the auditees

89%



2011-12

Auditees with no
PDO findings



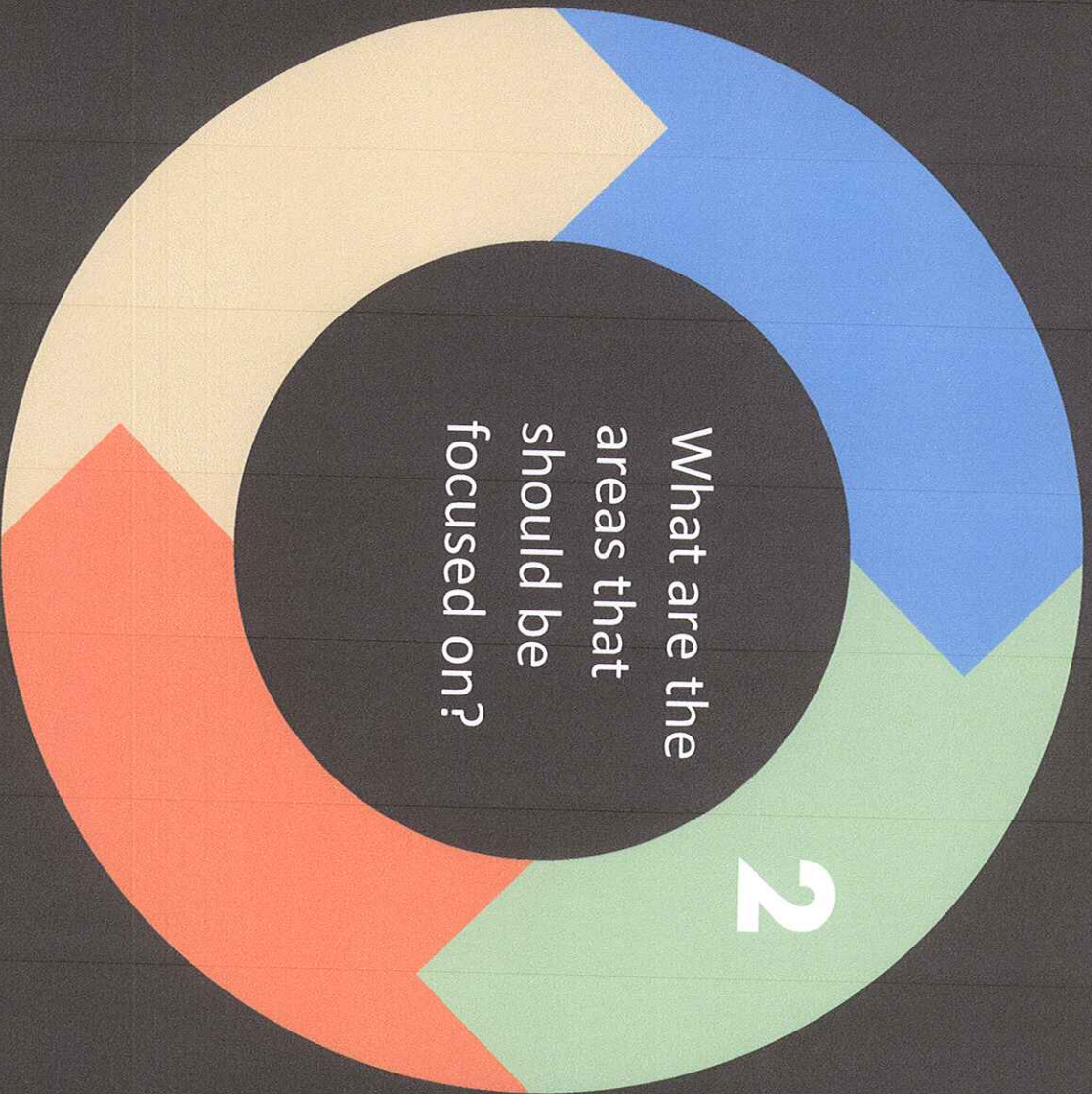
2010-11

Auditees with with
PDO findings

2011-12
MFMA



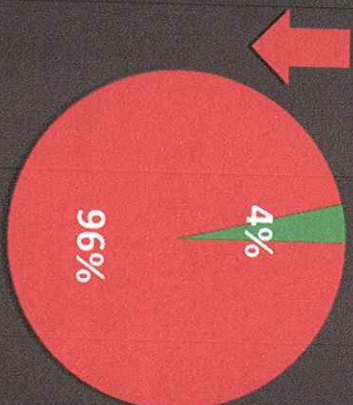
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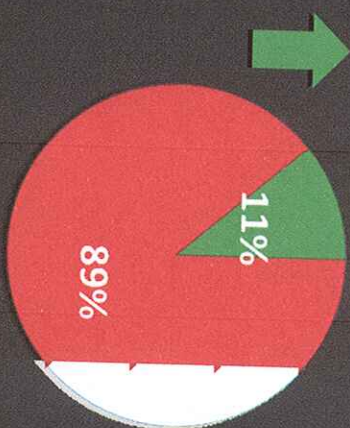
Focus areas to improve audit outcomes

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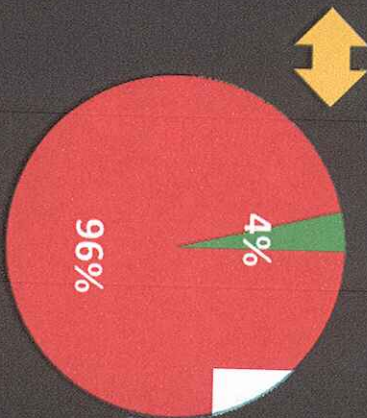
Supply chain management



Quality of performance reports



Human resource management



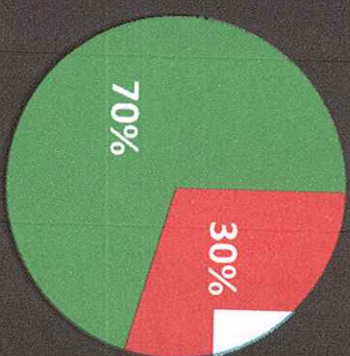
Quality of submitted financial statements



Information technology (IT) controls



Financial health (going concern)



With no findings

With findings



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Which key role
players should
take action?

4



Extensive assurance should be provided by the key role players

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