**PROGRESS REPORT ON PAAP IMPLEMENTATION NGAKA MODIRI MOLEMA DISTRICT MUNICIPALITY**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Completed** | | | **In Progress** | | | **Not Complete** | | |
|  | | |  | | |  | | |
| **Legend:**  **MR = Management Report**  **AR = Annual Report** | | | | | | | | |
| **PAAP NMMDM AS AT 17 NOVEMBER 2020** | | | | | | | | |
| **Municipality** | **No. of findings per MR** | **No. of findings addressed per MR** | | **Completed Percentage per MR** | **No. of Qualifications per AR** | | **No. of Qualifications addressed per AR** | **Completed Percentage per AR** |
| NMMDM | **218** | **158** | | **66%** | **17** | | **15** | **91%** |

| **Qualification per Audit Report** | | | | |
| --- | --- | --- | --- | --- |
| **No** | **Qualification component** | **Brief audit finding** | **Status** | |
| **Current Year** | **Prior Year** |
| 1 | Property, plant and equipment | Overstatement of PPE due to pre-payment wrongly included in PPE & Non-compliance to GRAP 17 |  |  |
| 2 | VAT receivable | Overstatement of VAT receivable due to limitation of scope |  |  |
| 3 | Inventories | Understatement of Inventories due to VIP toilets classified as WIP |  |  |
| 4 | Receivables from exchange transactions | Understatement due of receivables due to omission of VAT payments owed by Sedibeng Water |  |  |
| 5 | Payables from exchange transactions | Understatement of payables due to incorrect calculations of retention. Plus limitation of scope |  |  |
| 6 | Accumulated surplus | Limitation of scope |  |  |
| 7 | Contracted services | Limitation of scope – Water Tankering expense information |  |  |
| 8 | Repairs and maintenance | Limitation of scope |  |  |
| 9 | General expenses | Overstatement of accounting fees and understatement of PPE due to misclassification |  |  |
| 10 | Distribution Water losses | Limitation of scope |  |  |
| 11 | Commitments | Overstatement of commitments due to limitation of scope |  |  |
| 12 | Prior-year adjustments | Limitation of scope |  |  |
| 13 | Unauthorized expenditure | Understatement due to calculations and limitation of scope |  |  |
| 14 | Irregular expenditure | Understatement due to calculations and limitation of scope |  |  |
| 15 | Contingencies | Understatement of contingencies due to contingencies register being incomplete |  |  |
| 16 | Cash flow statement | Limitation of scope |  |  |
| 17 | Current assets | Materially misstated due to cumulative understatements |  |  |