

Financial Year: 2023/2024						
Audit Action Plan Status: All						
Reference	Section	Finding	Root Cause	Action Plan	Responsible Person	Due Date Dev
AAP75263-2024	Misstatements in annual financial statements	1. CoAF 89 of 2024 - Employee costs prior year follow up : CoAF 20 of 2023	CauseThis was due to lack of regular review and reconciliation of the payroll report accounts to annual financial statements to ensure that the payroll report schedules are accurate and correct.		Lerato Motloung	10-Feb-2025
AAP75285-2024	Misstatements in annual financial statements	CoAF 54 of 2024 - Cash and Cash equivalents - Unauthorized signatories included on main bank account	This is as a result of lack of oversight by the municipality		Thabo Matsiliso	10-Feb-2025
AAP75297-2024	Other reported information	CoAF 43 of 2024 - Employee Related Costs Appointments - Proper recruitment procedures not followed for appointment of employee	This was due to lack of proper records management to ensure that the financial information provided is accurate and complete.		Tefo Lebaka, Mbulelo Jafta	10-Feb-2025
AAP75298-2024	Misstatements in annual financial statements	CoAF 56 of 2024 - Employee related costs : Remuneration exceeding upper limits for Senior Managers	This is due to lack of oversight by management to ensure compliance with the applicable laws and regulations.		Tefo Lebaka, Mbulelo Jafta	10-Feb-2025
AAP75300-2024	Misstatements in annual financial statements	CoAF 110 of 2024 - Cash and Cash equivalents- Bank Reconciliation amounts included for interest not the same as the bank confirmations	This is due to adequate controls not being in place to ensure that the reconciliations are accurate and complete.		Gracious Mmolawa	10-Feb-2025
AAP75304-2024	Misstatements in annual financial statements	CoAF 65 of 2024 - Limitation of Scope RFI 36 (Employee related costs -journals)	Management did not submit the information within a period of 3 days		Lerato Motloung	10-Feb-2025
AAP75306-2024	Other reported information	CoAF 66 of 2024 - Employee related cost - Completeness and accuracy of termination list	This was due lack of oversight responsibility to ensure that employees who have resigned are all included on the current financial year termination list		Tefo Lebaka, Mbulelo Jafta	10-Feb-2025
AAP75309-2024	Misstatements in annual financial statements	CoAF 106 of 2024 - Prior year follow up issue-Remuneration of Councilors-Difference between payroll report and AFS(COAF29 of 2023)	This was due to lack of regular review and reconciliation of the payroll report accounts to annual financial statements to ensure that the payroll report schedules are accurate and correct.		Lerato Motloung	10-Feb-2025

AAP75312-2024	Other reported information	CoAF 01 of 2024 - Audit action plan does not adequately address prior year issues identified	The above occurred due to lack of regular reviews of the audit action plan by the management and lack of implementation of corrective actions. Furthermore management did not prioritise the implementation of the recommendation by AGSA to address the prior year issues, furthermore, audit action plan prepared was not adequate as it did not outline the remedial actions to address the root cause.		Thabo Matsiliso	10-Feb-2025
AAP75314-2024	Other reported information	CoAF 03 of 2024 - Budget Committee: Non-functional for 30 June 2024 Financial year	Lack of oversight of management in ensuring that a budget committee is established.		Thabo Matsiliso	10-Feb-2025
AAP75363-2024	Other reported information	CoAF 6 of 2024 - Internal Control Deficiency: Risk Management Committee not meeting as required	Lack of oversight of management in ensuring that committee meet as per prescribed times in a year		Puseletso Loape	10-Feb-2025
AAP75368-2024	Other reported information	CoAF 16 of 2024 - Use of Consultants: The municipality has not established a Consultancy reduction plan	This was due to management not ensuring that the municipality develop and monitor the consultancy reduction plans to reduce the reliance on consultancy.	The Management Acknowledges the Auditors General's CoAF. However, the management disagree with certain aspects of the findings and would like to provide additional context and clarification. During the year under review the Chief Financial Officer was seconded to Act on the Position of the Accounting Officer, he could not be able to prepare AFS as required by the reduction plan. Because he had to focus more on the affairs or running the Municipality to prioritise service delivery.	Jabulani Tshabalala	10-Feb-2025
AAP75380-2024	Non-compliance with laws and regulations	CoAF 105 of 2024 - Budget Management _ No proof could be obtained that the budget and adjustment budgets were made public within 10 days after approval by council, the budget statements does not provide reasons for variances.	This was due to lack of reviews to ensure that budget reports are prepared in accordance with Section 46 of the MFMA and Regulation 6 of the municipal budget and reporting regulations.		Thabo Matsiliso	10-Feb-2025
AAP75630-2024	Misstatements in annual financial statements	CoAF 4 of 2024 - Depreciation -Amounts not correctly presented	This was due to lack of review of financial statements to ensure that they are free from error and are complete.		Thabo Matsiliso	12-Feb-2025
AAP75637-2024	Misstatements in annual financial statements	CoAF 32 of 2024 - Depreciation -Differences identified relating to depreciation	The above is a result of inadequate review of the assets register to ensure that depreciations are calculated accurately.		Thabo Matsiliso	12-Feb-2025

AAP75639-2024	Misstatements in annual financial statements	CoAF 34 of 2024 - Property, plant and Equipment - Two different barcodes on the asset noted during asset verifications	The cause is as a results of lack of oversight from management in ensuring that the correct barcode is recorded on the asset register.		Thabo Matsiliso	12-Feb-2025
AAP75643-2024	Misstatements in annual financial statements	CoAF 35 of 2025 - Property, plant and equipment: Management did not correctly assess the useful lives of assets per GRAP 17 principles	This was due to lack of reviews to ensure that the useful lives and residual values are adjusted for assets that their useful lives have been fully depreciated are reassessed.		Thabo Matsiliso	12-Feb-2025
AAP75646-2024	Other reported information	CoAF 37 of 2024 - Property, plant and equipment - Damaged and obsolete asset included on the fixed asset register.	The cause is as a results of lack of oversight from management in ensuring that the assets that are not in good working conditions and obsolete are disposed off and removed from the asset register		Thabo Matsiliso	12-Feb-2025
AAP75655-2024	Other reported information	CoAF 103 of 2024 - Prior year follow up - CoAF 22 of 2022-23 - Property, plant and equipment: Asset that could not be verified and completeness of the register	Management did not ensure that the fixed asset register is adequately maintained and that reported assets exist and that all the assets were reported on thus ensuring the completeness of the property, plant and equipment. In addition, management did not ensure that it reports on all the usage/ economic benefits that it obtained from the usage of the assets during the current financial year.		Thabo Matsiliso	12-Feb-2025
AAP75658-2024	Other reported information	CoAF 11 of 2024 - Internal Control Deficiency : Lack of segregation of duties for payments made	Lack of oversight of management in ensuring that internal controls are operating effectively		Thabo Matsiliso	12-Feb-2025
AAP75664-2024	Misstatements in annual financial statements	(EV)CoAF 30 of 2024 - Limitation of Scope: RFI 18 of 2023/24 - General Expenses	This was due to management not submitting all the requested information within the required time frame of 3 days.		Lerato Motloung	12-Feb-2025
AAP75702-2024	Misstatements in annual financial statements	CoAF 82 of 2024 - General Expenses: Accuracy of Consulting and Professional fees	This is due to lack of regular review and reconciliation of accounts to ensure that the transactions are accurate, complete and that the financial statements are supported by complete and accurate underlying records.		Lerato Motloung	12-Feb-2025
AAP75703-2024	Misstatements in annual financial statements	CoAF 24 of 2024 - Payables from exchange transactions: Supporting schedule vs AFS and GL vs AFS	This was due to lack of regular review and reconciliation of the supporting schedules and the general ledger in order to ensure that it is accurate and correct.		Lerato Motloung	12-Feb-2025

AAP75704-2024	Misstatements in annual financial statements	CoAF 28 of 2024 - Limitation of Scope: RFI 13 of 2023/24 - Payables from Exchange transactions [Trade payables]	This was due to management not submitting all the requested information within the required time frame of 3 days.		Lerato Motloung	12-Feb-2025
AAP75705-2024	Misstatements in annual financial statements	CoAF 59 of 2024 - Payables from exchange transactions: Trade payables - The difference between age analysis and supplier statements/invoices	This was caused by lack of oversight by management to ensure adequate reviews and internal control of the age analysis and creditor's accounts.		Lerato Motloung	12-Feb-2025
AAP75706-2024	Misstatements in annual financial statements	CoAF 91 of 2024 - Prior Year Issue Finding: Payables from exchange transactions - COAF 33 of 2023 - Differences identified between the leave accrual pay disclosed and the auditor's recalculation	Management did not review the underlying records adequately to ensure correctness and accuracy of leave accrual pay.		Lerato Motloung	12-Feb-2025
AAP75707-2024	Misstatements in annual financial statements	CoAF 90 of 2024 - Trade and other payables: limitation of scope third party payments not submitted for audit purposes	This was due to lack of reviews by management to ensure that the financial statements prepared are accurate and are supported by reliable and accurate information.		Lerato Motloung	12-Feb-2025
AAP75708-2024	Non-compliance with laws and regulations	CoAF 17 of 2024 - SCM business process: SCM policy not consistent with the preferential procurement regulations and preferential procurement policy framework.	This was due to the lack of oversight management to ensure the supply chain management policy is developed in accordance with the SCM regulations.		Jabulani Tshabalala	12-Feb-2025
AAP75710-2024	Non-compliance with laws and regulations	CoAF 23 of 2024 - Procurement and contract management- Evaluation committee sitting in the Adjudication committee	Lack of oversight of management in ensuring that the Members of the bid evaluation committee does not take part in the bid adjudication committee.		Jabulani Tshabalala	12-Feb-2025
AAP75713-2024	Non-compliance with laws and regulations	CoAF 51 of 2024 - Procurement and contract management: Completeness and Accuracy of the Tender register	Lack of oversight by management on internal control deficiencies in the Supply chain management		Jabulani Tshabalala	12-Feb-2025
AAP75715-2024	Non-compliance with laws and regulations	CoAF 94 of 2024 - Procurement and contract management- Completeness and accuracy of the contract register	Lack of oversight by management on internal control deficiencies in the Supply chain management		Jabulani Tshabalala	12-Feb-2025
AAP75716-2024	Other reported information	CoAF 12 of 2024 - VAT Reconciliation Internal Control Deficiencies identified	Management did not implement controls over daily and monthly processing and reconciling of transactions		Dimakatso Mphakoanyane	12-Feb-2025
AAP75717-2024	Non-compliance with laws and regulations	1. CoAF 21 of 2024 - COGTA receivables: Not spent for and not within the intended purpose and amount disclosed not accurate	This is due to a lack of management reviews and authorisation of grant to ensure spending is in fact for the intended purpose		Gracious Mmolawa	12-Feb-2025

AAP75718-2024	Misstatements in annual financial statements	CoAF 33 of 2024 - Debt impairment: Assumptions used cannot be confirmed.	This was due to lack of reviews by management to ensure correctness and accuracy of the assumptions, methods and estimates used and their source.		Gracious Mmolawa	12-Feb-2025
AAP75719-2024	Misstatements in annual financial statements	CoAF 39 of 2024 - Trade and other receivables: Management did not implement measures to collect the long outstanding debts.	This was due to lack of oversight by management to implement the policy and procedures to recover the long outstanding debts		Mpho Tamasane	12-Feb-2025
AAP75720-2024	Non-compliance with laws and regulations	CoAF 76 of 2024 - Procurement and Compliance- Contradiction between functionality Price and specific goals	This was due to lack of oversight by management to ensure compliance with laws and regulations when evaluating the procurement bids.		Jabulani Tshabalala	12-Feb-2025
AAP75721-2024	Misstatements in annual financial statements	CoAF 80 of 2024 - Follow up of prior year issues: Coaf 7 of 2023 - Payables from exchange transactions: The supporting schedule does not agree to the amount disclosed in the AFS 22-23	This was due to lack of commitment by management to adhere to the request of information timeframes as agreed on signed engagement letter		Lerato Motloung	12-Feb-2025
AAP75722-2024	Misstatements in annual financial statements	CoAF 86 of 2024 - Limitation of scope - Prepaid expenses (R3 115 813)	This was due to management not providing the sufficient support information with the submission of the AFS Support		Lerato Motloung	12-Feb-2025
AAP75723-2024	Misstatements in annual financial statements	CoAF 61 of 2024 - Revenue from non-exchange (Prior year follow up for RRAMS CoAF 52 of 22/23)	This was due to lack of proper records management to ensure that the financial information is stored and saved in a prescribed manner		Gracious Mmolawa	12-Feb-2025
AAP75724-2024	Misstatements in annual financial statements	CoAF 67 of 2024 - Revenue from non-exchange (Prior year follow up FMG CoAF 18 of 22/23)	This was due to lack of internal reviews to ensure that the transactions are accounted for in the correct accounting period.		Gracious Mmolawa	12-Feb-2025
AAP75725-2024	Non-compliance with laws and regulations	CoAF 8 of 2024 - Expenditure management: Reasonable steps were not taken by the accounting officer to prevent the occurrence of UIFW expenditure	This was due to lack of oversight by management to ensure compliance with relevant laws and regulations.		Mpho Tamasane	12-Feb-2025
AAP75288-2024	Non-compliance with laws and regulations	CoAF 96 of 2024 -Conditional grants - INEP evaluation report not submitted within the prescribed timeframes	Management submitted the evaluation report for INEP after the prescribed timeframe.		Lungelo Sandile Majenje	10-Feb-2025

AAP75291-2024	Non-compliance with laws and regulations	CoAF 98 of 2024 -Conditional grants- Expenditure not spent for intended purposes	Lack of controls over compliance of government grants		Thabo Matsiliso	10-Feb-2025
AAP75293-2024	Non-compliance with laws and regulations	CoAF 7 of 2024 - Consequence management: Not all incidents of unauthorized, irregular, fruitless and wasteful expenditure were investigated.	This was due to management inability to refer the incidents of unauthorised, irregular, fruitless and wasteful expenditure to determine the extent of consequence management.		Ntombi Augustus	10-Feb-2025
AAP75317-2024	Misstatements in annual financial statements	CoAF 5 of 2024 - AFS High Level issues - Part 1	The above is as a result of inadequate review of the annual financial statements and the supporting schedules before submission		Mpho Tamasane	10-Feb-2025
AAP75366-2024	Other reported information	CoAF 9 of 2024 - Internal audit : Internal Control Deficiencies identified	Lack of oversight by management on internal control deficiencies in internal audit.	1. The Internal Audit Unit has started with an ICT audit as per the approved internal audit plan for 2024/2025, and it's currently in the execution stage. The final audit report will be presented to the committee in the third quarter (March 2025). 2. An internal auditor was appointed during the 2023/2024 financial year. Therefore, the finding is resolved	Simon Loape	10-Feb-2025
AAP75382-2024	Misstatements in annual financial statements	CoAF 104 of 2024 - Prior year follow up - CoAF 43 of 2022-23 - Unauthorized expenditure: Supporting break down of expenditure authorized not submitted for audit purposes.	This was due to lack of oversight to ensure that the financial statements are supported by a valid and accurate underlying records.		Thabo Matsiliso	10-Feb-2025
AAP75661-2024	Non-compliance with laws and regulations	CoAF 14 of 2024 - Compliance : Payment of suppliers not within 30 days	This was due to lack of oversight by management to ensure compliance with laws and regulations regarding expenditure management		Lerato Motloung	12-Feb-2025
AAP75666-2024	Misstatements in annual financial statements	CoAF 41 of 2024 - Limitation of Scope: RFI 17 of 2023/24 for general expenses not submitted for audit purposes.	This was due to lack of commitment by management to ensure that the requested information is submitted to auditors as per time frames agreed on in the signed engagement letter		Thabo Matsiliso	12-Feb-2025
AAP75671-2024	Non-compliance with laws and regulations	CoAF 44 of 2024-Compliance - Contracted services: Payments not made within 30 days	This is as a result of not adhering to the requirement of the MFMA.		Thabo Matsiliso	12-Feb-2025

AAP75675-2024	Misstatements in annual financial statements	CoAF 49 General Expenses - Duplication of the invoices.	This is as a result of lack of oversight by management to ensure the transactions recorded are reviewed for accuracy.		Thabo Matsiliso	12-Feb-2025
AAP75698-2024	Misstatements in annual financial statements	CoAF 84 of 2024 - General expenses: Accuracy of expenditure incurred	This was due to lack of review to ensure that the schedules are supporting amount in AFS.		Thabo Matsiliso	12-Feb-2025
AAP75699-2024	Non-compliance with laws and regulations	CoAF 97 of 2024 - Compliance: Payments were not approved by the appropriately delegated official	This was due to internal controls not being implemented and not ensuring compliance with applicable laws and regulations.		Mpho Tamasane	12-Feb-2025
AAP75711-2024	Other reported information	CoAF 46 of 2024 - Procurement and Compliance testing- Losing Bidder Unfairly Disqualified	This was due to lack of oversight to ensure compliance with relevant regulations.		Jabulani Tshabalala	12-Feb-2025
AAP75712-2024	Non-compliance with laws and regulations	CoAF 47 of 2024 -Procurement and contract management: Evaluation criteria changed during evaluation of bid	This was due to lack of oversight by management to ensure compliance with laws and regulations when evaluating the procurement bids.		Jabulani Tshabalala	12-Feb-2025
AAP75714-2024	Non-compliance with laws and regulations	CoAF 58 of 2024 - Procurement- Performance and Monitoring contracts	The matter occurred due to controls not being in place to ensure effective contract management		Jabulani Tshabalala	12-Feb-2025