

Audit Action Plan on Audit Report 2023/2024 audit outcomes

Audit Report Item Ref.	ref/page no.	Component of Audit Report affected	Component Affected	Matters as per Audit Report 30 June 2023	Action Required	Progress	Internal Audit evaluation	Start Date	End Date	Department/ Official Responsible for Implementation	Evidence (POE)	Number of times reported in previous three years
23	5	Annual performance report	Basic service delivery and infrastructure development	<p>In terms of the signed water service implementation agreement with the district municipality in compliance with the Water Services Act No 107 of 1997, the municipality was responsible to provide water in accordance with the national standards of quality. However, an indicator to measure performance of this responsibility was omitted from the approved planning documents. The municipality did not provide a reason for this. Consequently, the achievement of this legislative mandate was not planned or accounted for, which is likely to result in it not being delivered and undermines transparency and accountability for delivery on the mandate.</p> <p>Refer to pg 5 of the Audit Report</p>	KPI will be addressed during the budget adjustments.							0
32	8	Report on Compliance with legislation	Financial Statements	<p>The financial statements submitted for auditing were not prepared in all material respects in accordance with the requirements of section 122(1) of the MFMA. Material misstatements of non-current assets, current assets, revenue and disclosure items identified by the auditors in the submitted financial statements were subsequently corrected, resulting in the financial statements receiving an unqualified audit opinion.</p> <p>Refer to pg 8 of the Audit Report</p>	<p>Management will:</p> <ol style="list-style-type: none"> 1. Review all available information in the process of preparation of financial statements. 2. Management will implement more stringent reviews of all components affecting the financial statements. 							3

