

General report

Audit outcomes of national departments 2010/11

Reputation promise/mission

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.



Annual AGSA reports for oversight

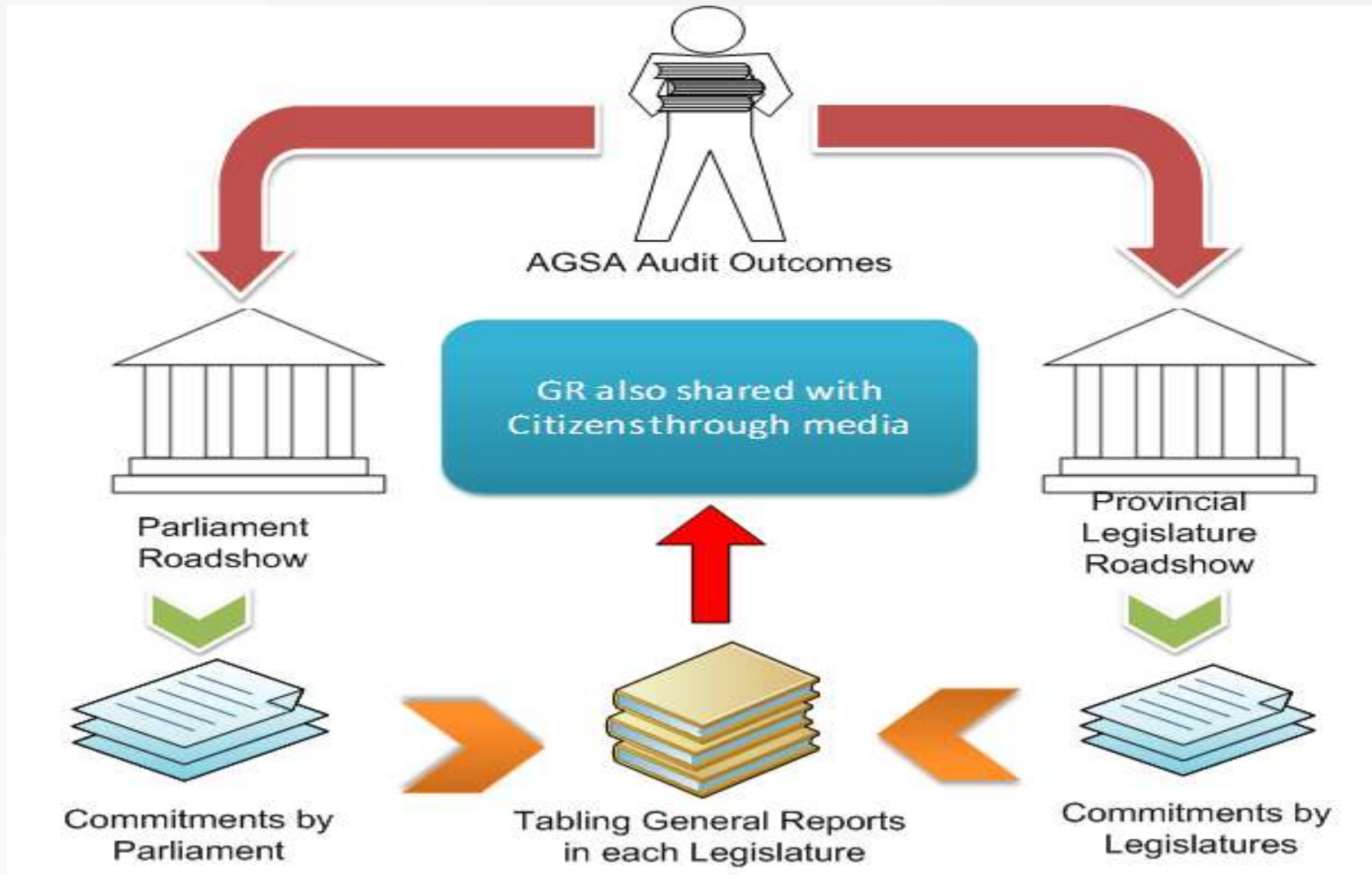


Individual
audit reports

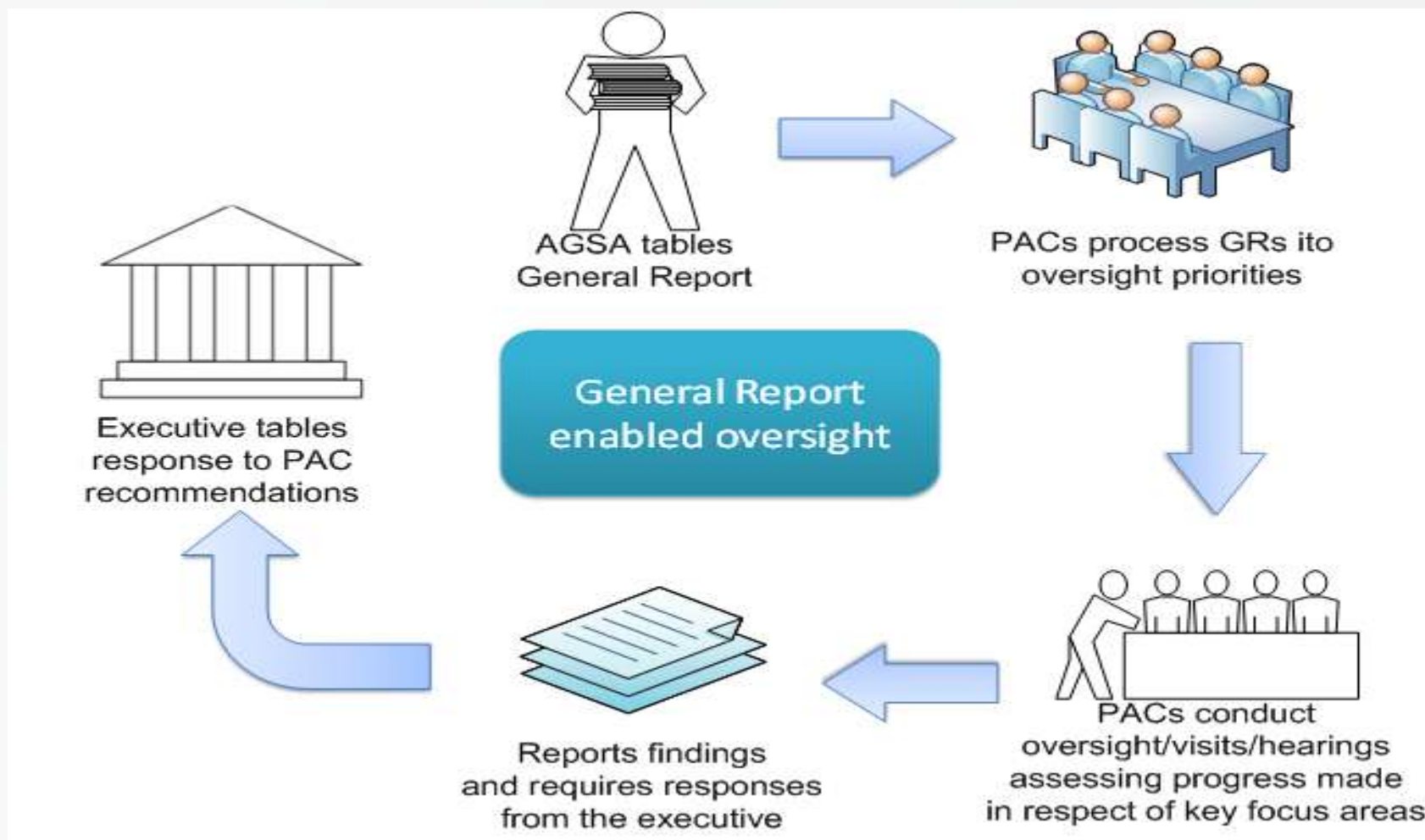


Consolidated
general
report

The General Report Process for legislatures



The General Report Process for legislatures (cont.)



9 Provincial
general
reports

National
general report

Consolidated
provincial
general report

Relevant audit outcomes presented in simple and clear manner

More information than in audit report

Analyses to show trends and identify specific areas of focus

Includes commitments made by leadership and progress in fulfilling commitments

Format and presentation for PFMA to change – shorter, more animation, more relevant, bigger focus on internal controls and commitments

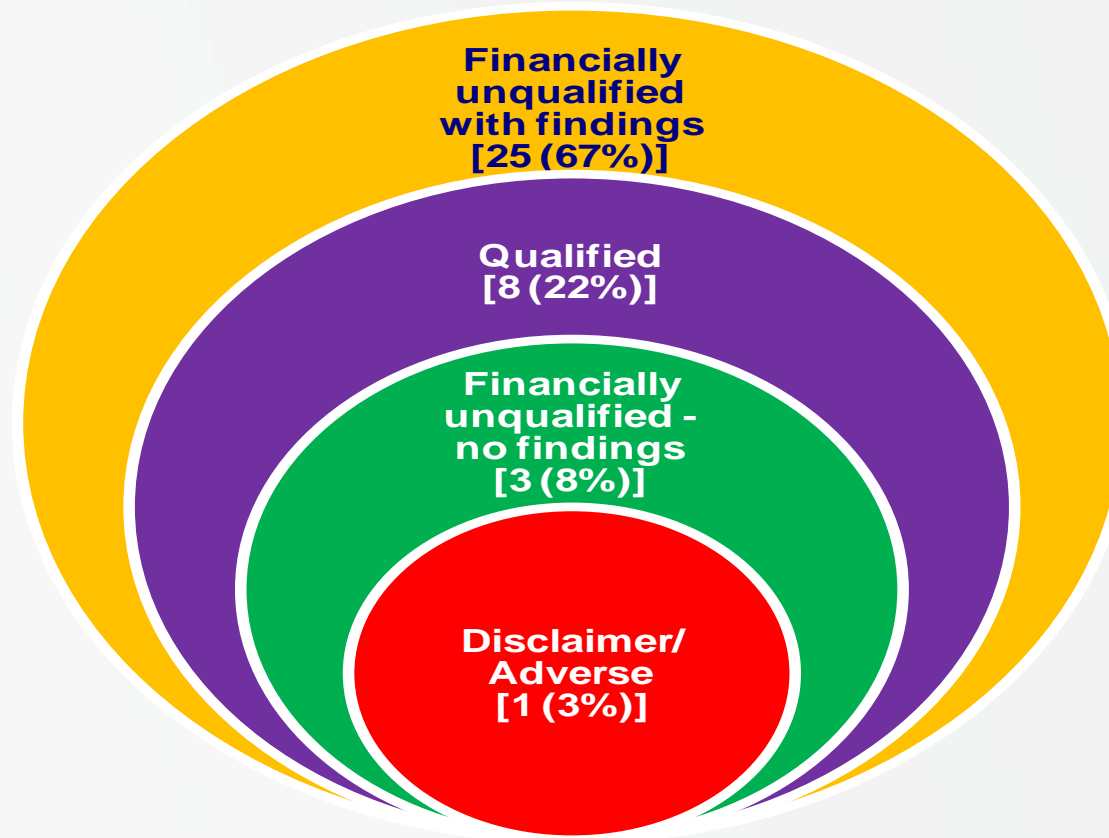


2010/11 AUDIT OUTCOMES

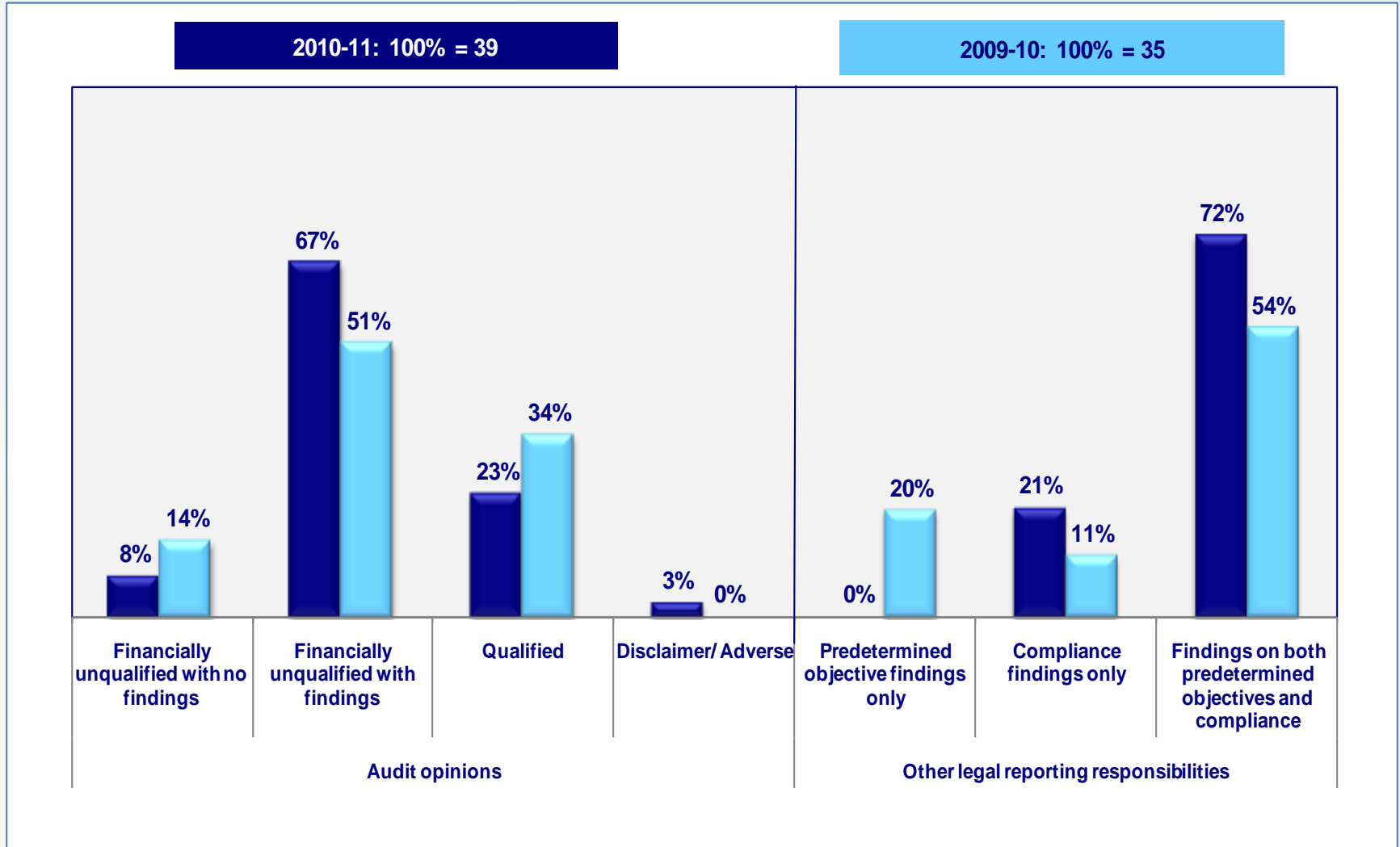


Audit outcomes of completed audits

National departments




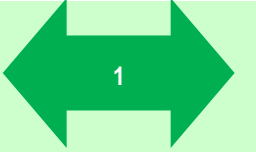

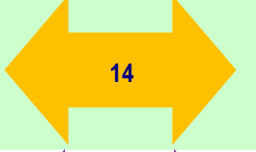

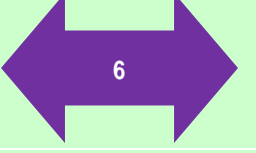
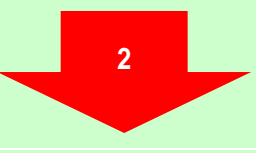
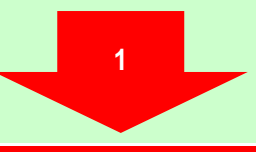
2010-11 audit outcomes: Departments



Movements in audit outcomes

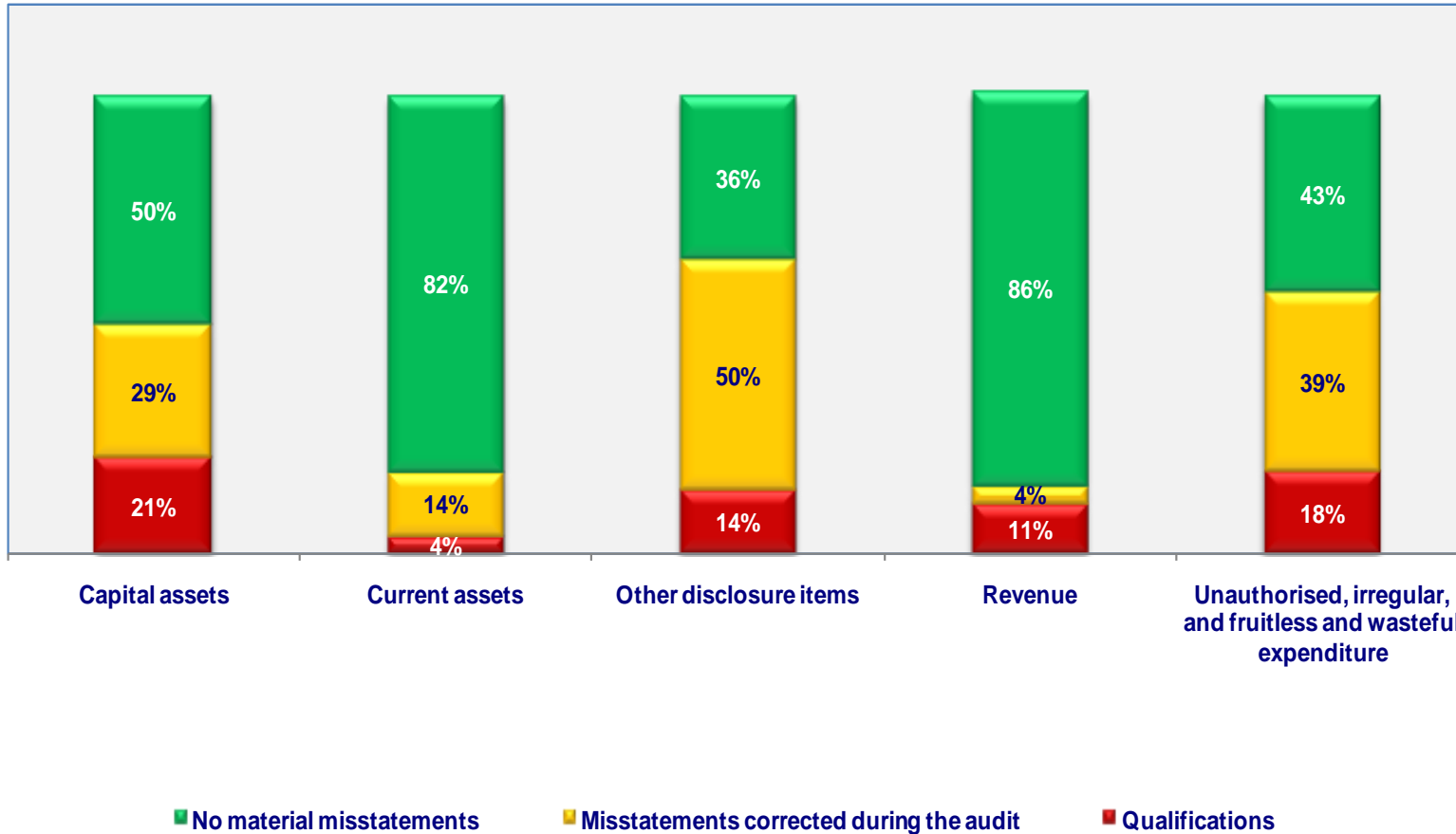
Departments

Movement in audit outcome over 2009-10 - Departments

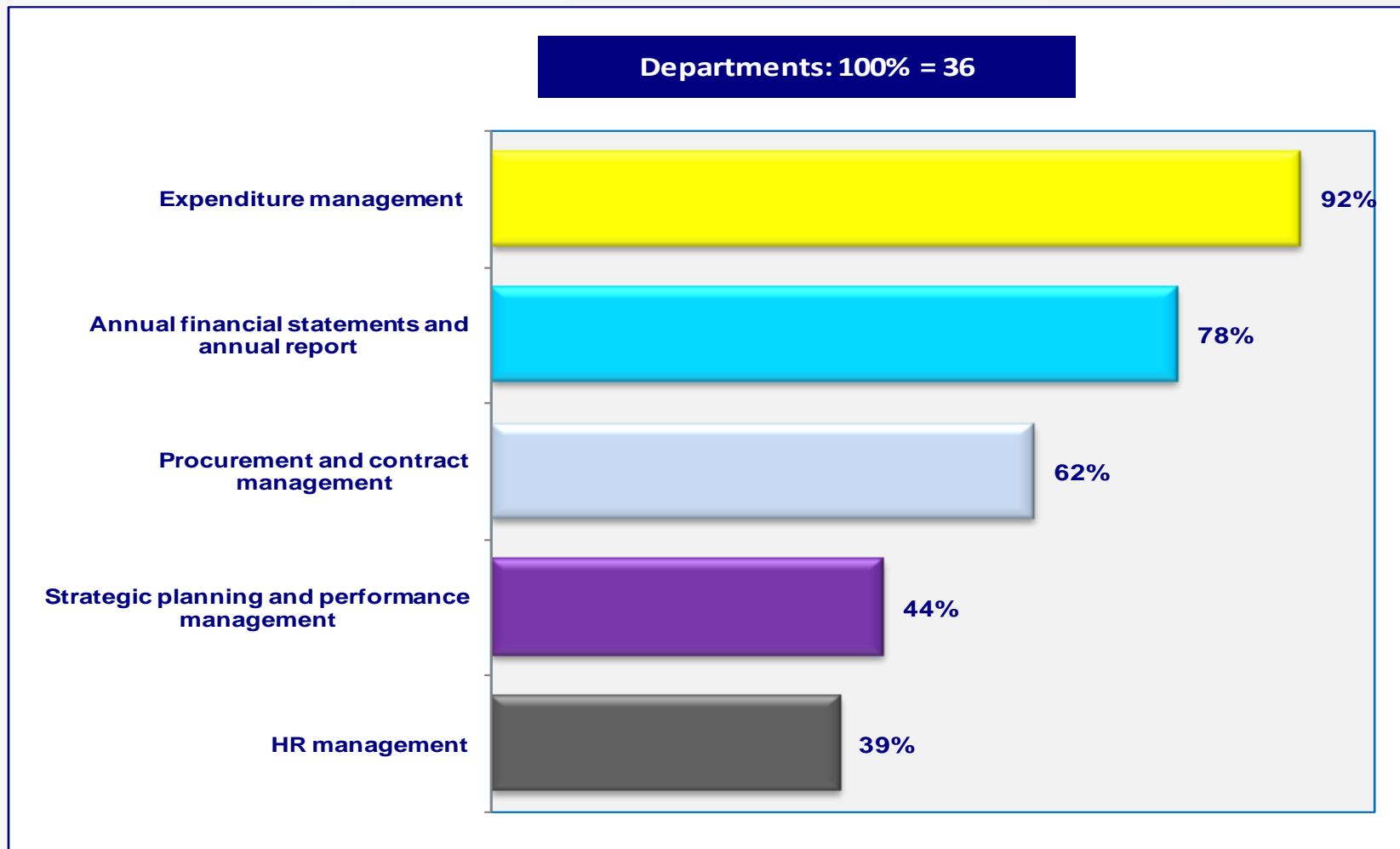
Audit opinion	Improvement	Unchanged	Regressed	New departments	Total reported on	Prior year opinion on audits outstanding 2010-11
Financially unqualified with no findings	 2	 1		0	3	0
Financially unqualified with findings	 3	 14	 3	6	26	0
Qualified		 6	 2	1	9	1
Disclaimer / Adverse			 1	0	1	0
Total	5	21	6	7	39	1

Top 5 areas of material misstatements in financial statements

Departments: 100% = 39



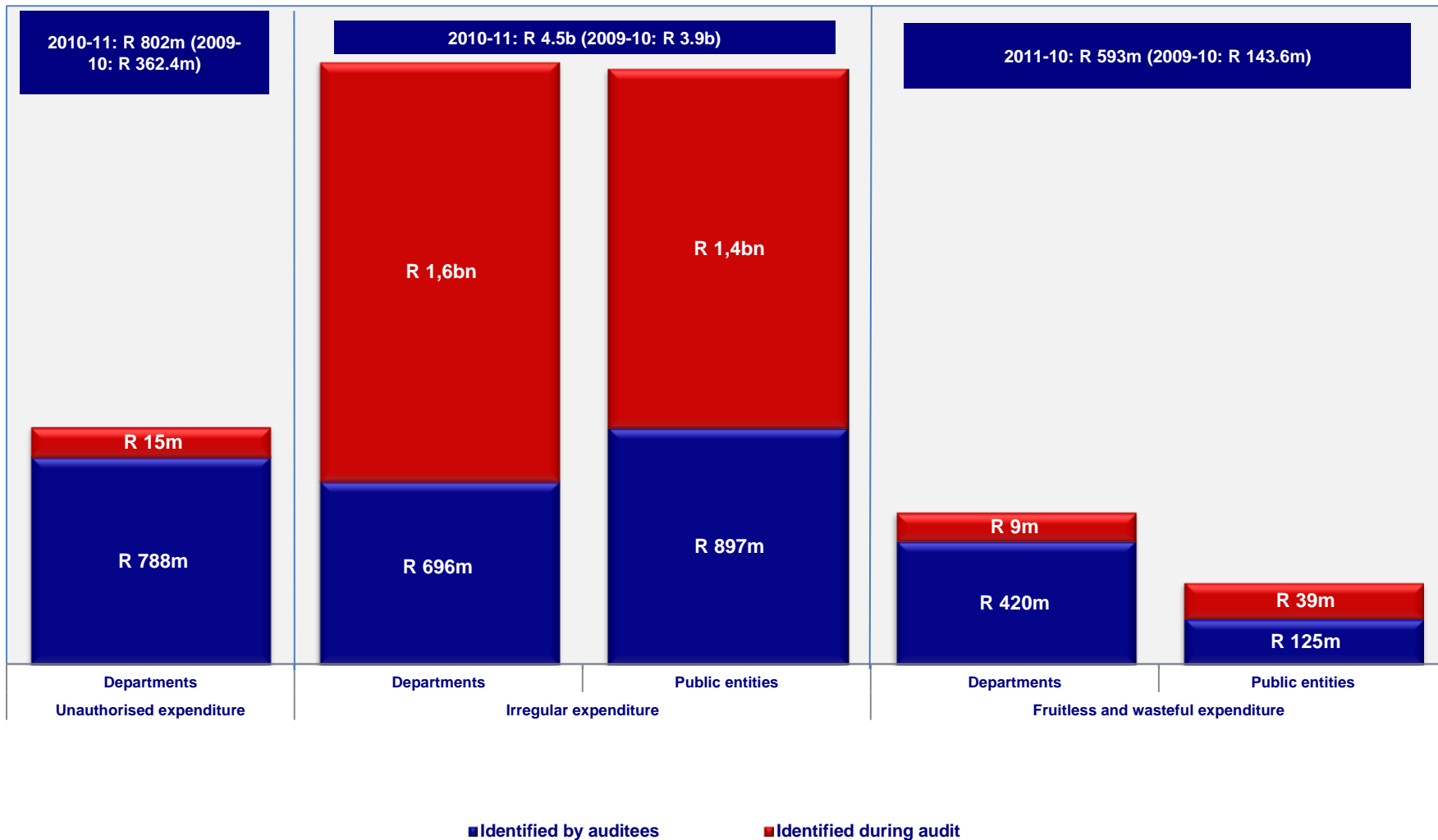
Findings on compliance with laws and regulations



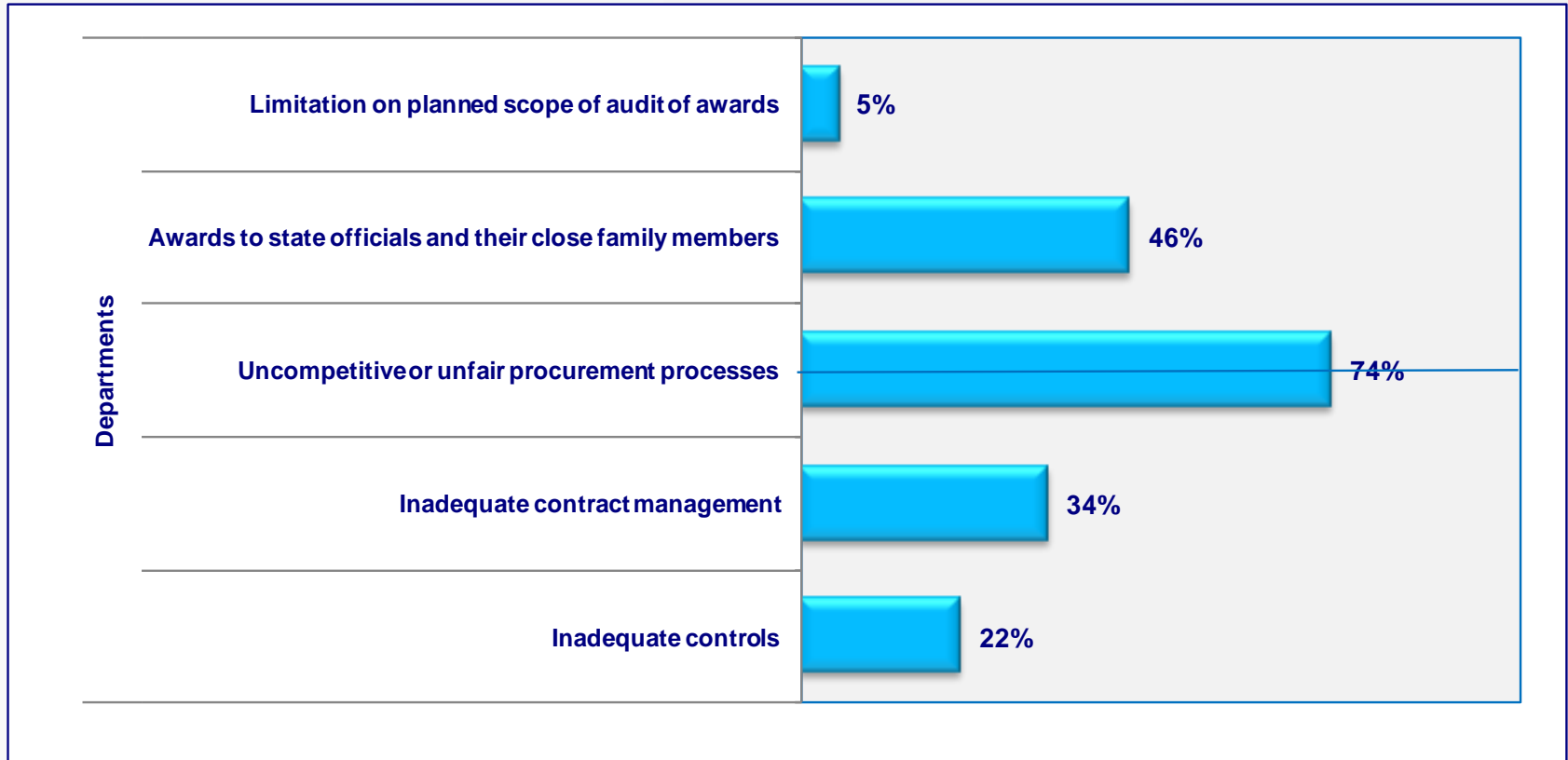
Transversal findings on non-compliance

Focus area	Summary of common findings	Departments
Expenditure management	Creditors not paid within 30 days of receipt of invoice	44%
	Irregular expenditure not prevented	64%
Annual financial statements	Submitted AFS not prepared in accordance with prescribed generally recognized accounting practices	64%
	Submitted AFS not supported by full and proper records	28%
Procurement and contract management	Three written quotations not invited - no deviation approved	31%
	Procurement from suppliers without SARS Tax clearance	33%
Strategic planning and performance management	Lack of effective, efficient and transparent systems and internal controls	31%
Human resource management and compensation	Senior managers did not sign performance agreements for current performance period	14%
	HR plan based on strategic plan not in place	14%

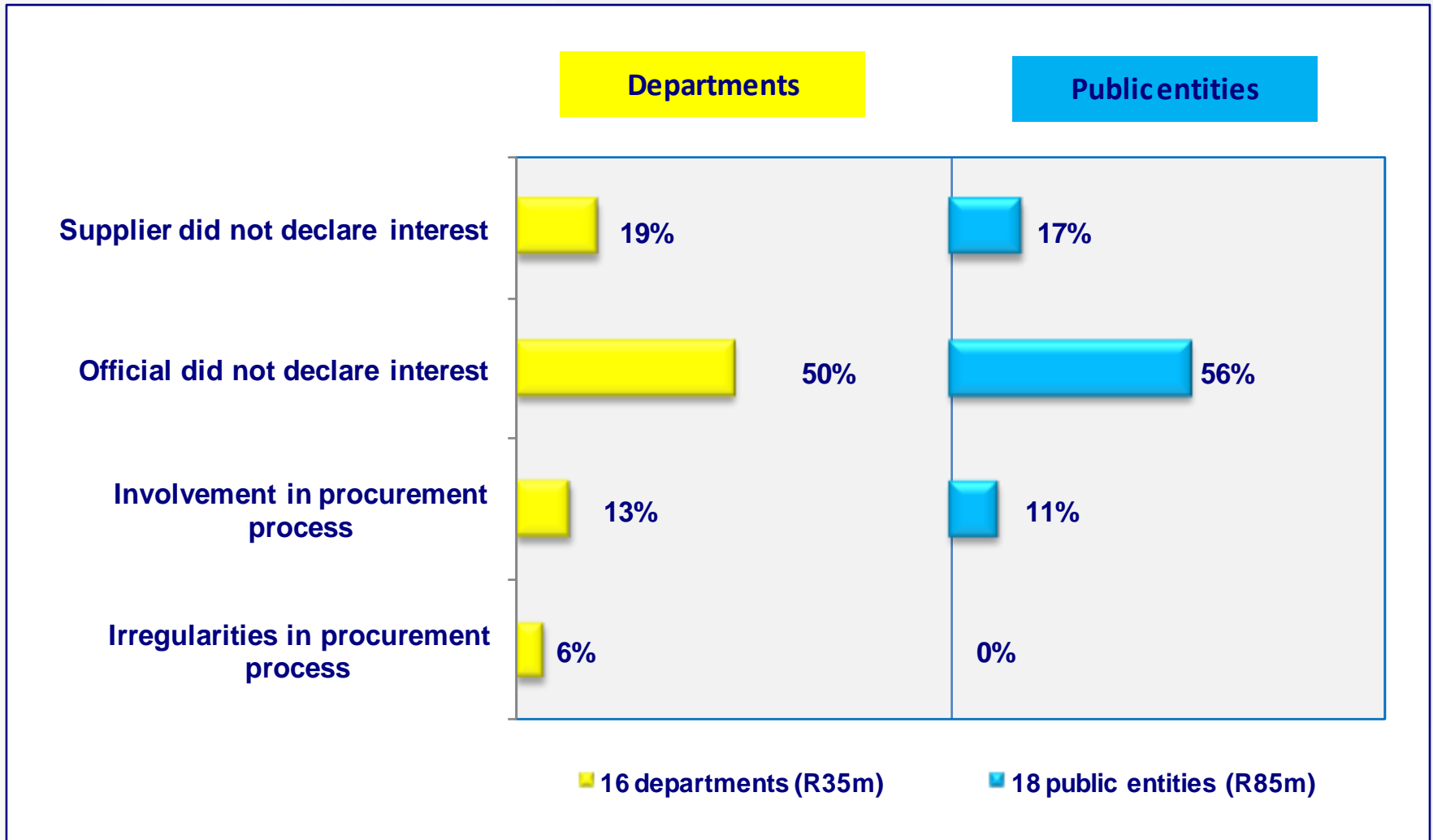
Unauthorised, irregular, and fruitless and wasteful expenditure



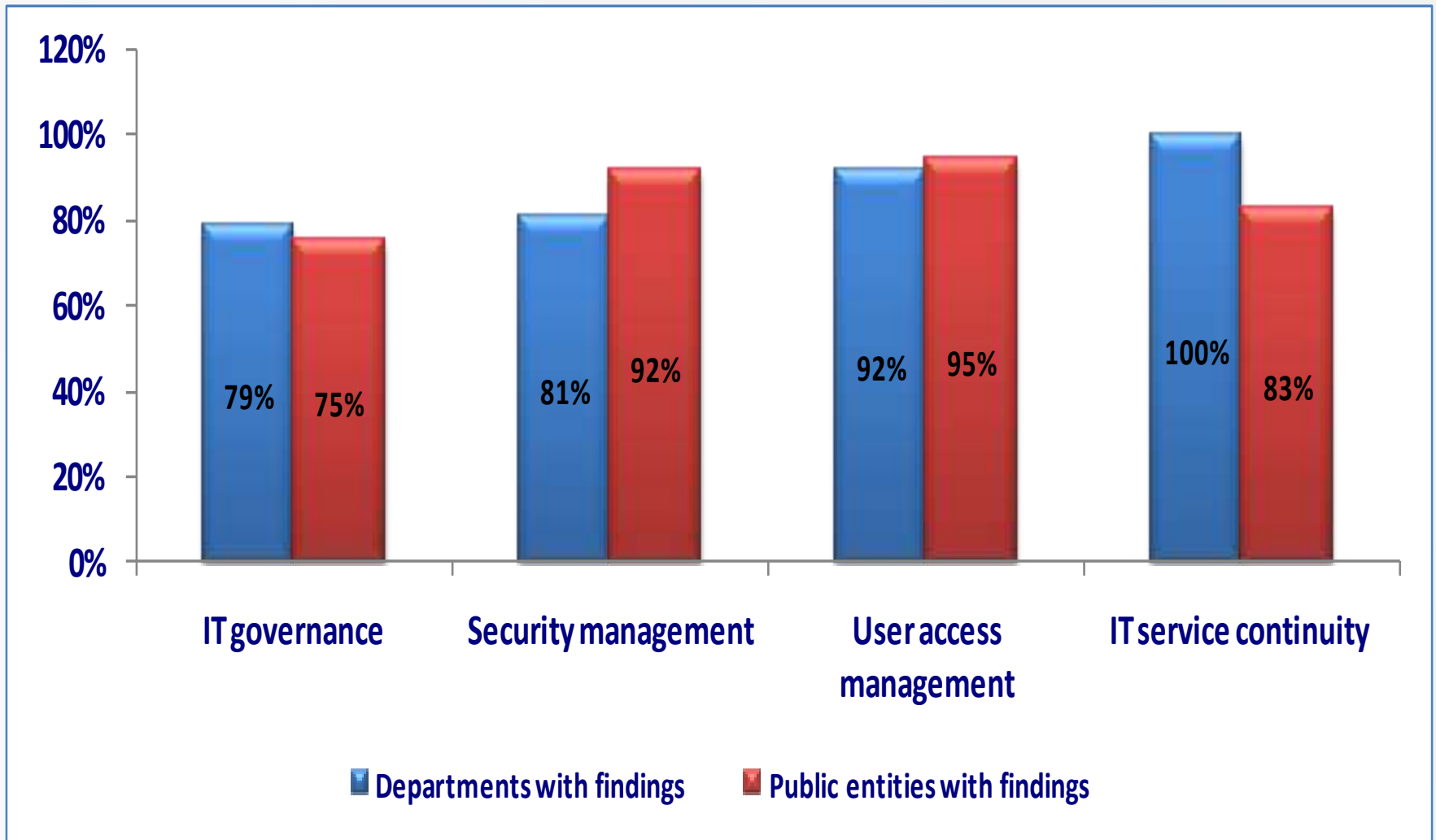
Summary of findings on supply chain management



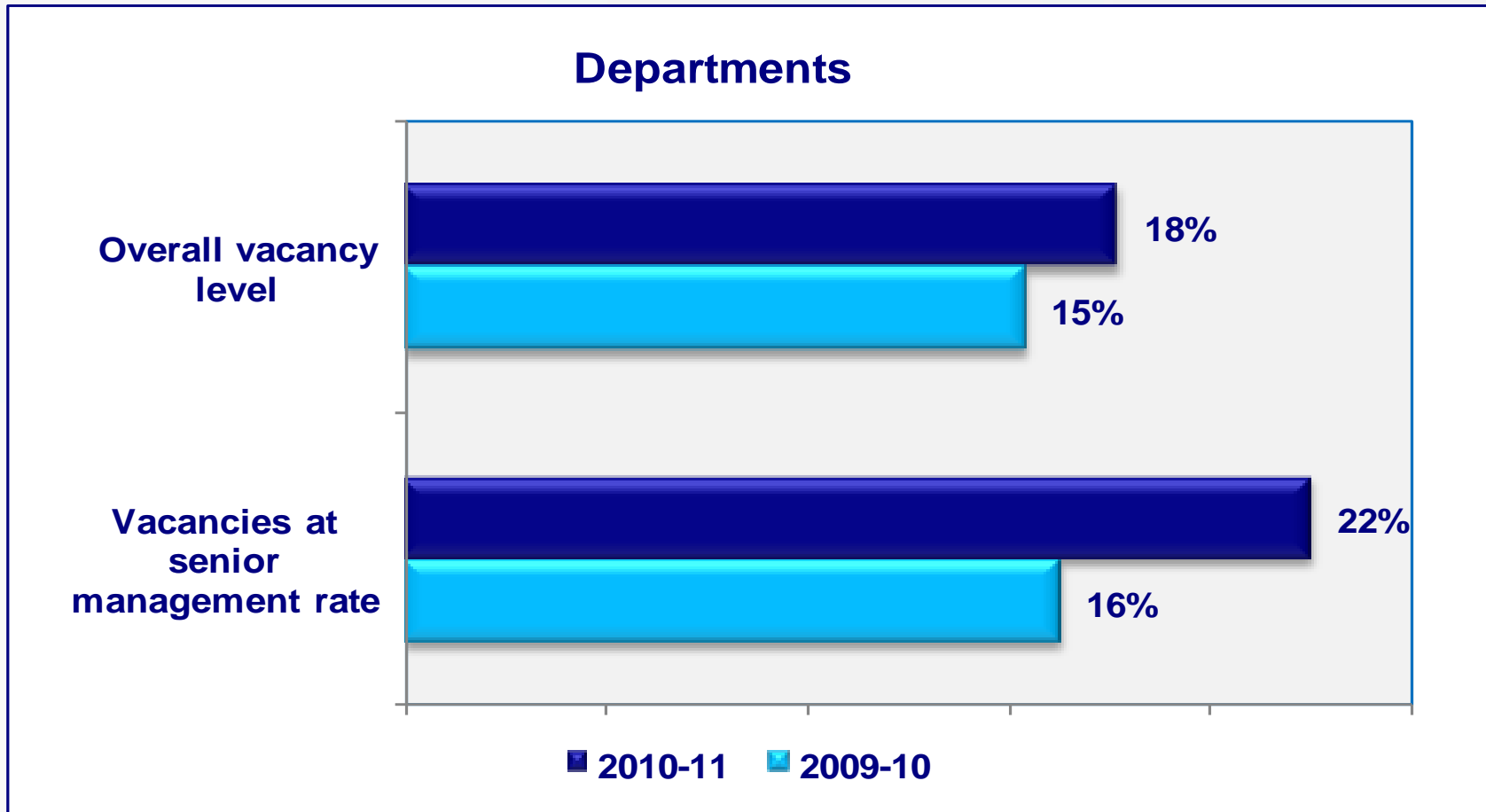
Summary of findings on supply chain management



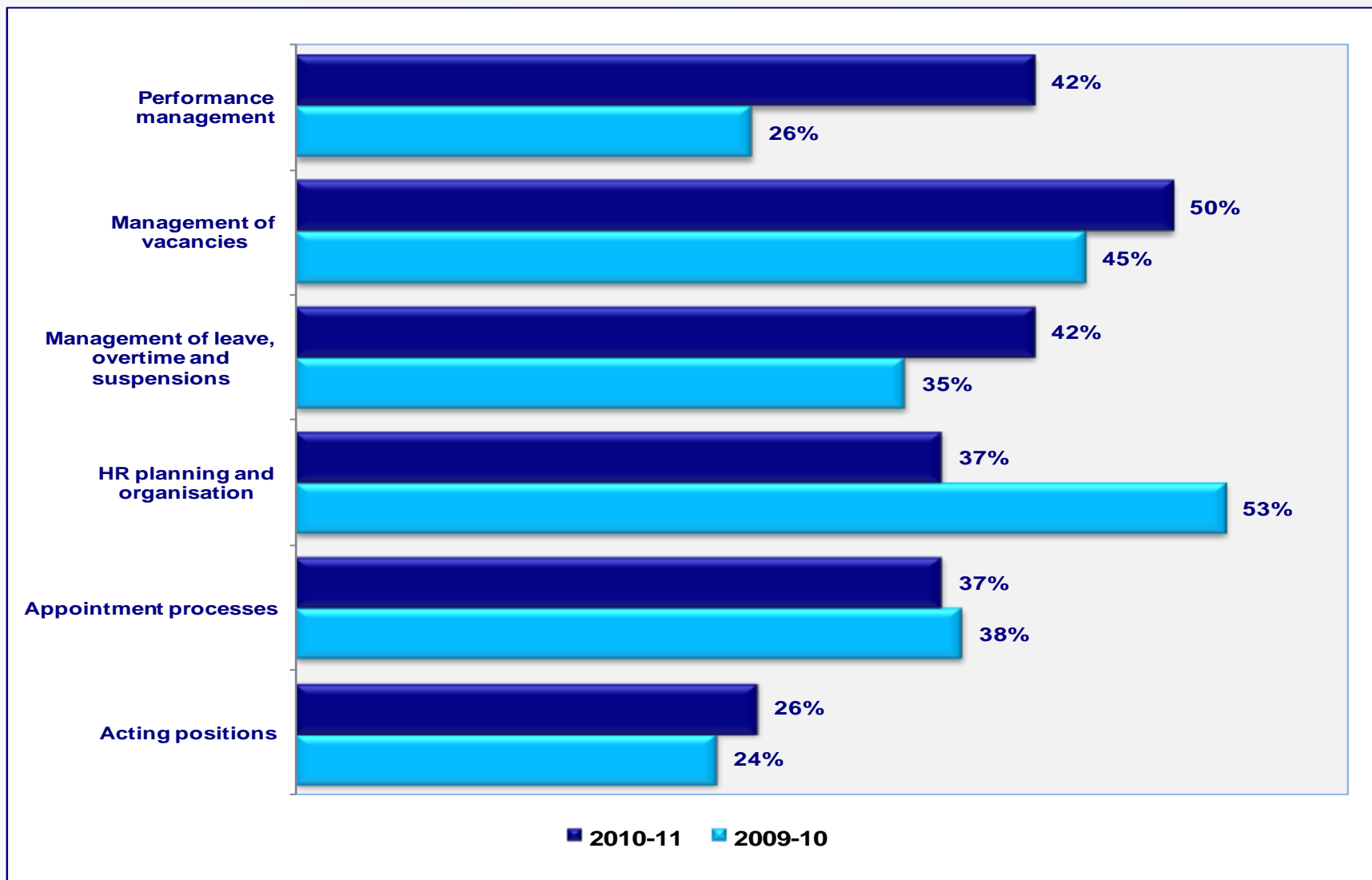
Findings on IT control focus areas related to all auditees



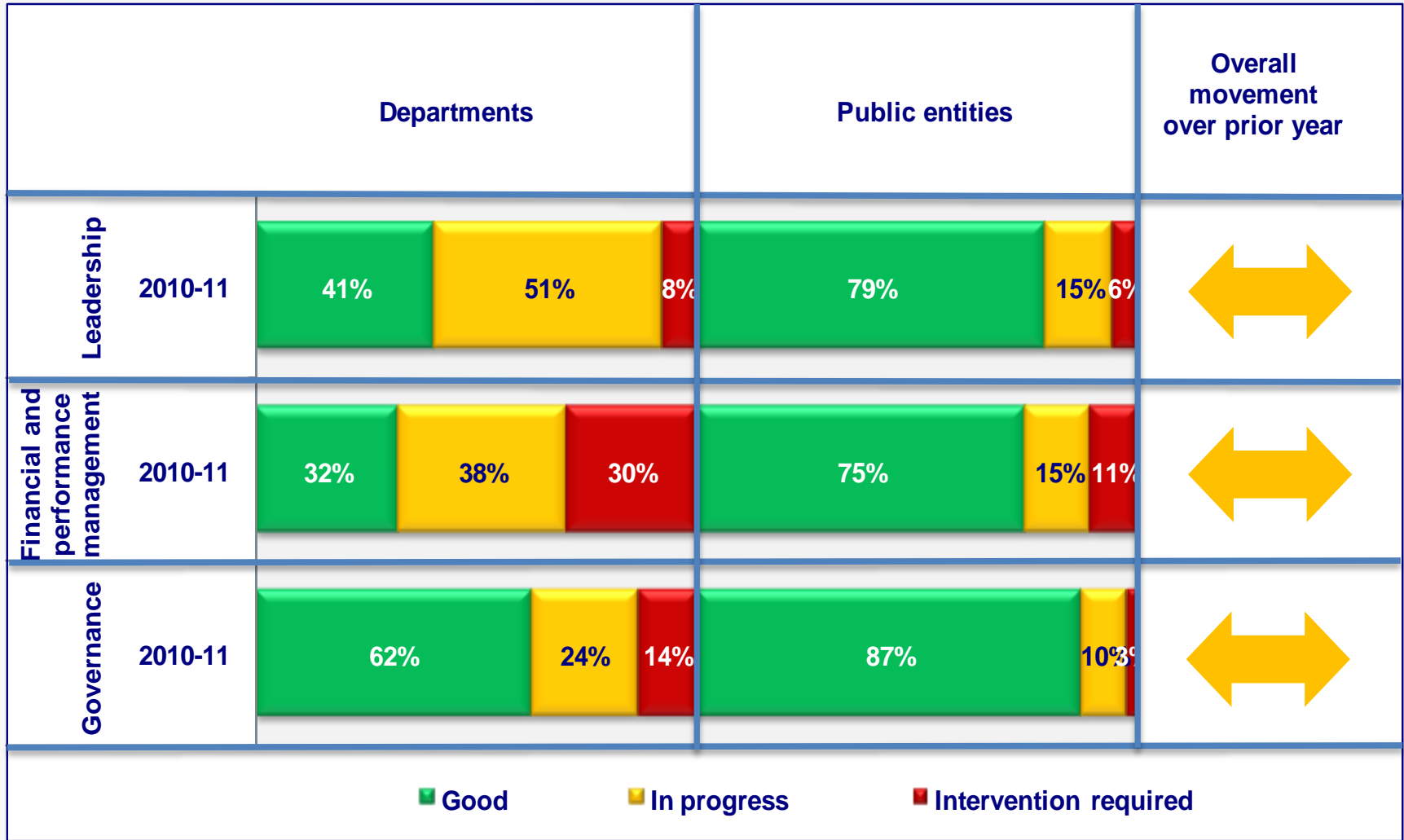
HR management – Key findings



HR management – Key findings - Departments



Key Controls





Questions

