



AUDITOR - GENERAL  
SOUTH AFRICA

*Auditing to build public confidence*

**MFMA**  
2015-16

## CONSOLIDATED

### GENERAL REPORT ON THE LOCAL GOVERNMENT AUDIT OUTCOMES

The information and insights presented in this flagship publication of my office are aimed at empowering oversight structures and executive leaders to focus on those issues that will result in reliable financial statements, credible reporting on service delivery and compliance with key legislation.

This publication also captures the commitments that leaders have made to improve audit outcomes.

I wish to thank the audit teams from my office and the audit firms that assisted with the auditing of local government for their diligent efforts towards fulfilling our constitutional mandate and the manner in which they continue to strengthen cooperation with the leadership of government.

*Auditor-General*

Kimi Makwetu  
Auditor-General



### **Our reputation promise/mission**

The Auditor-General of South Africa has a constitutional mandate and, as the Supreme Audit Institution (SAI) of South Africa, 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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## ANNEXURES

The annexures containing information on the following are available on [www.agsa.co.za](http://www.agsa.co.za) (our website):

**Annexure 1:** Auditees' audit outcomes; areas qualified; and findings on predetermined objectives, compliance, specific risk areas and unauthorised, irregular as well as fruitless and wasteful expenditure

**Annexure 2:** Auditees' financial health indicators, SCM findings and root causes

**Annexure 3:** Auditees' audit opinions over the past five years

**Annexure 4:** Assessment of auditees' key controls at the time of the audit

**A** This icon is used in the report to refer to the annexures



To access the content of this report on our website, simply use the **QR code scanner** on your mobile phone or tablet to scan the code.

# CLEAN AUDITS 2015-16

Unqualified financial statements with no material findings on the quality of the performance report or compliance with key legislation



## EASTERN CAPE

### MUNICIPALITIES

Joe Gqabi District  
Engcobo  
Ingquza Hill  
Matatiele  
Nyandeni  
Senqu  
Umzimvubu

### MUNICIPAL ENTITIES

Chris Hani Development Agency  
Mandela Bay Development Agency  
Ntinga OR Tambo Development Agency

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## FREE STATE

### MUNICIPALITIES

Fezile Dabi District

### MUNICIPAL ENTITIES

No municipal entity in the Free State achieved a clean audit



## GAUTENG

### MUNICIPALITIES

Midvaal

### MUNICIPAL ENTITIES

Brakpan Bus Company  
Ekurhuleni Development Company  
Germiston Phase II Housing Company  
Joburg City Theatres  
Joburg Property Company  
Johannesburg Development Agency  
Johannesburg Social Housing Company  
Lethabong Housing Institute  
Pharoe Park Housing Company

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## KWAZULU-NATAL

### MUNICIPALITIES

Ilembe District  
Umgungundlovu District  
Uthungulu District  
eMnambithi / Ladysmith  
Endumeni  
Mandeni  
Okhahlamba  
uMhlabuyalingana  
uMhlathuze  
Umuziwabantu  
Umzumbe

### MUNICIPAL ENTITIES

Durban Marine Theme Park  
ICC, Durban  
Ilembe Management Development Enterprise  
South Coast Development Agency  
Ugu South Coast Tourism



## LIMPOPO

### **MUNICIPALITIES**

No municipality in Limpopo achieved a clean audit

### **MUNICIPAL ENTITIES**

No municipal entity in Limpopo achieved a clean audit

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## MPUMALANGA

### **MUNICIPALITIES**

Ehlanzeni District  
Nkangala District  
Steve Tshwete



## NORTHERN CAPE

### **MUNICIPALITIES**

Frances Baard District  
ZF Mgcawu District



## NORTH WEST

### **MUNICIPALITIES**

No municipality in North West achieved a clean audit

### **MUNICIPAL ENTITIES**

No municipal entity in North West achieved a clean audit



# WESTERN CAPE

## MUNICIPALITIES

City of Cape Town Metro  
Cape Winelands District  
Central Karoo District  
Eden District  
Overberg District  
West Coast District  
Bergriver  
Bitou  
Breede Valley  
Cape Agulhas  
Drakenstein  
George  
Hessequa  
Knysna  
Langeberg  
Matzikama  
Mossel Bay  
Overstrand  
Saldanha Bay  
Stellenbosch  
Swartland  
Swellendam  
Theewaterskloof  
Witzenberg

## MUNICIPAL ENTITIES

Cape Town International Convention Centre