



Item A85. 23.06.2023

AMENDED ANNUAL REPORT: REVISED AUDIT OUTCOME RECEIVED FOR 2021/2022 FINANCIAL YEAR

M Dunn Performance & Risk Management

(Ref. 10/1/1)

PURPOSE OF REPORT

To present the Amended Annual Report for the 2021/2022 financial year to Council.

BACKGROUND

The municipality received an unqualified audit outcome with findings from the Auditor-General for the 2021/2022 financial year, but the municipality decided to follow the dispute resolution process over the findings that were raised. It was indicated in the Annual Report and Oversight Report approved by Council on 27 March 2023 and included the audit report that was issued on 15 December 2022. The municipality also indicated that the final outcome of the dispute process will be communicated to all the stakeholders.

On 24 May 2023 the municipality was informed by the Auditor-General on the outcome of the dispute and that the audit outcome status changed to unqualified with no findings and an amended audit report was received.

In terms of section 121(3) of the MFMA the municipality is required to include the audit report in the municipality's annual report, which means that the municipality must include the amended audit report in the 2021/2022 Annual Report.

The annual report including the amended audit report must be communicated with all the known parties in possession of the previous annual report including the audit report that was issued on 15 December 2022.

It is also necessary to amend the following sections in the annual report to reflect the amended audit outcome.

- Section 1.6
- Chapter 6.2 (Table 98) as well as the comments on Auditor-General Opinion

The amended Annual Report also included the signed Annual Financial Statements as the AFS which was included in the annual report was not signed.

It is also necessary to amend the Oversight Report Section G which referred to any corrective actions.

ATTACHMENTS

- Amended Annual Report
- Oversight Report
- Financial Statements
- Letter from Auditor-General

RESOLVED : (Proposed by Ald J Nieuwoudt and seconded by Cllr R Brinkhuys

- 1) Cognisance was taken of the revised audit outcome received from the Auditor-General on 24 May 2023.
- 2) Council adopts the amended Annual Report in terms of section 129(1) of the Local Government Municipal Finance Management Act, 2003, without reservations.
- 3) That the amended Oversight Report and amended Annual Report 2021/2022 be submitted to the National and Provincial Legislatures in terms of section 132(2) of the MFMA.

**CERTIFIED A TRUE EXTRACT FROM THE MINUTES OF THE COUNCIL MEETING
HELD ON 23 JUNE 2023.**



**R BOSMAN
MUNICIPAL MANAGER**