

## **Ossel Bay Municipality Audit Outcomes from 2008 to 2021 – Auditor-General Western Cape**

### **The Financial Year as at 30 June 2018**

#### **Concerns for citizens:**

7. With reference to Note 55, the municipality is at risk regarding possible liability claims relating to contractual disputes from third parties. The outcome in this regard were uncertain at year end and no provision for any liability that may result in this regard has been made in the financial statements.
8. As disclosed in Note 44, the corresponding figures as at 30 June 2017 have been restated as a result of an error and reclassifications due to mSCOA in the financial statements of the municipality at, and for the year ended, 30 June 2018.
9. As disclosed in Notes 11 and 12, the municipality has provided for an impairment of receivables from exchange transactions amounting to R12 238 706 (2017: R10 783 936) and receivables from non exchange transactions amounting to R41 827 860 (2017: R76 746 140), respectively.
26. The annual financial statements were not submitted to the auditor general for auditing within two months after the end of the financial year, as required by Sec (1)(a) of the MFMA.
27. Some of the bid documentation for the procurement of commodities designated for local content and production did not stipulate the minimum threshold for local production and content as required by preferential procurement Reg 8(2) of 2017.

AG Annexure on Pg 6:

In addition to AG responsibility, 5 points were added to explain possible concerns.