

Section 2: Progress on Resolution of Internal Audit Findings

All findings raised by internal auditors were cleared and resolved by the JPC.

Section 3: Progress on Resolution of External Findings

The Auditor General of South Africa (AGSA) finalised the 2015/16 audit and issued their audit and management report letter on 30 November 2016. The AGSA findings indicated that the financial statements presented were fair in all material respects, including the financial position of the City of Joburg Property Company (SOC) Ltd as at 30 June 2016 and its financial performance and cash flows for the specified year that ended. No material findings identified the usefulness and reliability of the reported performance information. There were also no instances of non-compliance where key legislation was concerned, as set out in the general notice issued in terms of the Public Audit Act.

The two findings raised by the auditors were rectified and certified as correct by the AGSA; therefore, as at June 2017 we do not have any unresolved audit findings to follow up on.

Section 4: State of the Internal Controls

The control environment of the organisation is improving; this was affirmed by AGSA during the planning of the 2015/16 audit cycle where JPC was selected as a pilot entity for their new methodology for auditing municipal entities in Gauteng. The previous reports by both AGSA and the outsourced internal auditors indicate a sound control environment.

The AGSA issued another “clean audit outcome” for the 2015/16 audit cycle, this indicates a sound control environment at JPC.

