



AUDITOR - GENERAL
SOUTH AFRICA



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Auditing to build public confidence

Focus on audit strategy for MFMA

CFO Forum

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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**.



OVERVIEW OF PRESENTATION



- **Audit strategy**
- **High level review of the financial statements**
- **Discussion on risks**



AUDIT STRATEGY



- Continue with **SIX** focus areas
- **INTEGRATION** of audit disciplines
 - Information systems audit
 - ❑ Systems review and data analytics
 - Performance audit
 - ❑ Water and sanitation + infrastructure
 - Investigations
 - ❑ Risk assessment and contract review



HIGH LEVEL REVIEW OF FINANCIAL STATEMENTS

Submission rate: 29 of 30 **96%** v **83%** (2011-12)

MORE detailed HLR of financial statements

- Risk assessment
- Supporting documentation ('audit file')
- Compliance with GRAP, especial 21, 26 and 24

MORE detailed HLR of annual performance report

- Supporting documentation ('audit file')



DISCUSSION ON RISKS

- **Material misstatements (AFS and PDO)**
- **New accounting requirements**
- **Non-compliance with laws and regulations**
- **Governance and oversight arrangements**
- **OTHER** – inputs from CFO Forum

