

**VOLUME II: AUDIT OUTCOME IMPROVEMENT PLAN**

<b>AUDITOR-GENERAL REPORT 2016/17</b>	
Report on the audit of the financial statements	Unqualified opinion
Report on the audit of the annual performance report	No material findings
Report on the audit of compliance with legislation	No material findings
<b>Issues Raised</b>	<b>Corrective Measures Required</b>
<b>Emphasis of Matters</b>	
<b>Restatement of Corresponding Figures</b>	
As disclosed in note 40 to the financial statements, the corresponding figures for 30 June 2016 have been restated as a result of errors in the financial statements of the municipality at, and for the year ended, 30 June 2017.	None. Simply an information statement by the Auditor-General.
<b>Material Impairments</b>	
As disclosed in notes 19.1, 19.2 and 20.1 to the financial statements, the municipality provided for the impairment of receivables amounting to R 250 million (2015/16: R 217 million), based on the recoverability of gross receivables.	None. Simply an information statement by the Auditor-General.
<b>Significant Uncertainties</b>	
As disclosed in note 50 to the financial statements, the municipality is the defendant in a case where it is being sued for R 449 million. The ultimate outcome of the matter cannot presently be determined and no provision for any liability that may result in this regard has been made in the financial statements.	None. Simply an information statement by the Auditor-General.