

FUNCTIONAL AREAS	AREAS OF CONCERN	PT ACTION: 2012-13	PT ACTION: 2013 - 14
Accounting Policies/System	NT excell template, LG Acc taking forward to municipalities. (medium term)	NT excell template, LG Acc taking forward to municipalities. (medium term)	NT excell template, LG Acc taking forward to municipalities. (medium term)
Standard Operating Procedures	SOPs expenditure finalised and training plan in place		SOPs expenditure finalised and training plan in place
GRAP framework	Exposure draft in terms of 13/14 Acc framework - awareness drive Active participation in ASB forum.	Exposure draft in terms of 13/14 Acc framework - awareness drive Active participation in ASB forum	Exposure draft in terms of 13/14 Acc framework - awareness drive Active participation in ASB forum.
GRAP 11 (construction contracts)	Analyse requirements and determine guidelines to municipalities.		Analyse requirements and determine guidelines to municipalities.
GRAP 17	1. Identify what the root cause of problem is 2. Meet with SCM and public finance linked to asset management and budget management 3. Linked to the NT Infrastructure Project 4. Assess impact of GRAP 17 training		1. Identify what the root cause of problem is. 2. Meet with SCM and public finance linked to asset management and budget management. 3. Linked to the NT Infrastructure Project. 4. Assess impact of GRAP 17
GRAP 23 - Revenue from Non-Exchange Transactions - (Conditional Grants)	Analyse requirements and determine guidelines to municipalities.		Analyse requirements and determine guidelines to municipalities.
GRAP 24 - Budget Information	Analyse requirements and determine guidelines to municipalities.		Analyse requirements and determine guidelines to municipalities.
GRAP 103 - Heritage Assets	Analyse requirements and determine guidelines to municipalities.		Analyse requirements and determine guidelines to municipalities.
Irregular and fruitless and wasteful expenditure - obtain absolute clarity on what this means	Identify process for condonation - adopted by council - all municipalities		Identify process for condonation - adopted by council - all municipalities
Late submission of AFS	1. Audit file composition requirement. 2. Audit File readiness assessments (continuous process), awareness sessions, promote and electronic file - indicating issues at municipalities. 3. Daily, weekly, monthly and quarterly controls - monitoring and support. 4. Verification and linkage to s71 reporting. 5. AFS Link to the accounting systems.	1. Audit file composition requirement. 2. Audit File readiness assessments (continuous process), awareness sessions, promote and electronic file - indicating issues at municipalities. 3. Daily, weekly, monthly and quarterly controls - monitoring and support. 4. Verification and linkage to s71 reporting. 5. AFS Link to the	1. Audit file composition requirement. 2. Audit File readiness assessments (continuous process), awareness sessions, promote and electronic file - indicating issues at municipalities. 3. Daily, weekly, monthly and quarterly controls - monitoring and support. 4. Verification and linkage to s71 reporting. 5. AFS Link to the accounting systems.
Disclosure	1. GRAP disclosure checklist - training and awareness(Financial Accounting Forum). 2. GRAP readiness implementation plan 3. Exposure drafts, FAQs. 4. Linkage to NT AFS template.	1. GRAP disclosure checklist - training and awareness(Financial Accounting Forum). 2. GRAP readiness implementation plan 3. Exposure drafts, FAQs. 4. Linkage to NT AFS template.	1. GRAP disclosure checklist - training and awareness(Financial Accounting Forum). 2. GRAP readiness implementation plan 3. Exposure drafts, FAQs. 4. Linkage to NT AFS template.
Compliance with section 52(D) of the MFMA	1. framework FMR 2. Guideline/checklist in terms of FMR. 3. PF and Accounting link and consolidation		1. Verify the integrity of data and provide recommendations to municipalities
Financial Ratios	1. Piggy back on Swartland model and reconcile with NT's proposals. 2. Ratios incorporated into monthly and quarterly reporting. 3. Guideline in terms of ratio regarding water inventory and distribution losses.	1. Piggy back on Swartland model and reconcile with NT's proposals. 2. Ratios incorporated into monthly and quarterly reporting. 3. Guideline in terms of ratio regarding water inventory and distribution losses.	1. Piggy back on Swartland model and reconcile with NT's proposals. 2. Ratios incorporated into monthly and quarterly reporting. 3. Guideline in terms of ratio regarding water inventory and distribution losses.
Financial Data	Systems project and forum (LG Acc and DLG)	Systems project and forum (LG Acc and DLG)	Systems project and forum (LG Acc and DLG)
Irregular, Fruitless and wasteful expenditure and unauthorised expenditure	Engaging with NT regarding guideline (LGA)	Engaging with NT regarding guideline (LGA)	
	Follow up with NT on non cash items - as it results in unauthorised expenditure.		1. Follow up with NT on non cash items
Highest priorities - look at all the reports that is creating the reporting fatigue - lets stop what is not creating value and lest do the minimum reports with maximum output. GRAP 104 - Financial instruments			

Unauthorised expenditure -	“unauthorised expenditure”, in relation to a municipality, means any expenditure incurred by a municipality otherwise than in accordance with section 15 or 11 (3), and includes—
	(a) overspending of the total amount appropriated in the municipality's approved budget;
	(b) overspending of the total amount appropriated for a vote in the approved budget;
	(c) expenditure from a vote unrelated to the department or functional area covered by the vote;
	(d) expenditure of money appropriated for a specific purpose, otherwise than for that specific purpose;
	(e) spending of an allocation referred to in paragraph (b), (c) or (d) of the definition of “allocation” otherwise than in accordance with any conditions of the allocation; or