

Stellenbosch Municipality

Mscoa Annual Financial Statements Presentation

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Annual Financial Statements Preparation Process

- Opening and points of departure (Why did we take on the challenge so early?)
- System and software requirements (What do you need from your system and what software is required?)
- Audit by Auditor General feedback (How did the first audit go?)
- Review and audit file (How do we use this process for strengthening internal controls and review?)
- Conclusion

Opening/Points of departure



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Opening/Points of departure



- Mscoa AFS specimen including using a data string for preparation.
- What's different? mSCOA is a more detailed specimen.
- New things feel uncomfortable, but they help you grow.
- Prompted the change, assessing your current reporting environment. Limiting manual intervention, minimising errors.
- The pursuit of efficiency.
- Achieving the goal of uniform reporting
- First time implementing - 2020/2021 , audited reporting 2021/2022 onwards

System and software requirements



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System and software requirements



- Utilising the data strings (M1 – M12, PAUD, AUDA, RAUD), already submitting to NT.
- Advantages of this method, no manual intervention.
- Your data may shock you once imported. Correct segmentation usage.
- Utilising system reports to review the AFS
- Monthly imports for in-year monitoring
- Managing chart changes
- Strongly advise parallel preparation for first year implementation

Audit by the Auditor General



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First Audit by the Auditor General



- 2021/2022 – Clean Audit (First year implementation)
- 2022/2023 – Clean Audit



Review and audit file preparation



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Review and audit file preparation



- Review controls
- System general ledger, trial balance in sync with the AFS
- Data is now in sync with National Treasury

Concluding remarks



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Concluding remarks



- The pros outweigh the cons
- Creates efficiency's
- Enhances review controls
- Room for customisation

Thank you!



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