



Business integrity, insight
and beyond

ICF Meeting: CQS Presentation

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CASEWARE

BackOffice 

 Confirmation.

Introduction

- ***Market position***

- Automated financial statements (full set), in accordance with the disclosure and presentation requirements/options of the GRAP standards.
 - Primary statements
 - Statement of financial position
 - Statement of financial performance
 - Statement of changes in Net assets
 - Cashflow statement
 - Appropriation statement
 - Statement of comparison of Actual and Budget amounts
 - All accounting policies
 - All Notes
 - Other reports (Accounting officer responsibility, Accounting officer report)
 - Further integration with the Annual Report
- Automation of “other statutory reports” (Section 71)
 - Budget formats
 - Return forms

Project status

Component	Milestone	Status	Detail
Imports	Solution design – Phase 1	Completed	Updating existing accounting systems/ERP imports
		Completed	Generic import (ASCII, Excel)
	Development – Phase 1	In progress	Updating existing imports with ERP systems
			Released date: March 2015
	Pilot testing – Phase 1	Not started	Jan 2015 to Feb 2015
	Solution design – Phase 2	Not started	Adding new Accounting systems/ERP imports
	Development – Phase 2	Not started	Feb 2015 to Aug 2015
	Pilot testing – Phase 2	No started	TNA

Project status (continue...)

Component	Milestone	Status	Detail
Automation of GRAP Annual Financial Statements	Solution design – Phase 1	Completed	Analysis of how to use SCOA to add more automation to the Annual Financial statements
		Completed	New/changed GRAP Standards: <ul style="list-style-type: none"> • GRAP100 • GRAP5 • GRAP3 -New standards and Interpretations) • IFRIC21
		Completed	Adding new features and functions to the template
	Development – Phase 1	In progress	Developing updates to existing Annual financial statements
			Released date: March 2015
	Beta testing – Phase 1	Not started	Feb 2015
	Solution design – Phase 2	Not started	Further automation of SCOA in Annual Financial statements
	Development – Phase 2	Not started	Not started
	Beta testing – Phase 2	Not started	Feb 2016

Project status (continue...)

Component	Milestone	Status	Detail
<i>Automation of the Section 71 reports</i>	Solution design	On hold	Analysed new versions released by National Treasury to be used in 2015
	Development	On hold	Waiting for new versions
	Beta testing	On hold	Waiting for new versions

Project Risks

Risk ID	Description	Trigger point	Potential outcome
1010	Parallel reporting	Parallel transactions during pilot. Parallel reporting iro new versions of budget formats	Negative effect on audit reports
1020	Municipalities not able to deal with the changes in SCOA and changes to GRAP standards. Changes for 2015-2017: <ul style="list-style-type: none"> • GRAP 108, GRAP 32, GRAP 20, GRAP 18, GRAP 106-107 • Improvements to GRAP 1,2,3,10,11,13,17,19,21,23,24,25,26 	New standards and amendments to existing GRAP standards	Continuous changes to the whole "eco system". From transactions to reporting.
1030	Reclassification as per SCOA and impact on Financial statements	<ul style="list-style-type: none"> • GRAP requires "Finance costs" to be disclosed separately • License or permits under non-exchange as most Municipalities discloses under exchange transactions (prior period error) • Revenue forgone; Set-off to revenue or part of expenditure on AFS level • Deferred income? 	Impact on audit reports. Adjustments to financial statements. Retrospective adjustments

Timelines

Confirmation of Time lines of SCOA Implementation milestones

	GRAP 2015.10.01				GRAP 2016.10.01				GRAP 2017.10.01						
	Dec-14	Mar-15	Jun-15	Jul-15	Dec-15	Mar-16	Jun-16	Jul-16	Dec-16	Mar-17	Jun-17	Jul-17	Dec-17	Mar-18	Jun-18
Pilot municipalities timeline 1 - Budget 2015 on SCOA	Start processing budget on SCOA	1st year of submitting budget on SCOA	AFS as per existing COA	1st year of processing actuals on SCOA	N/a	2nd year of submitting budget on SCOA	1st year of AFS aligned with SCOA	2nd year of processing actuals on SCOA	N/a	3rd year of submitting budget on SCOA	2nd year of AFS aligned with SCOA	3rd year processing actuals on SCOA	N/a	4th submission of Budget on SCOA	3rd year of AFS aligned with SCOA
Pilot municipalities timeline 2 - Budget 2016 on SCOA	Budget 2015 on COA	Prepare budget on existing COA	AFS as per existing COA	Process actuals on existing COA	Start processing budget on SCOA	1st year of submitting budget on SCOA	AFS as per existing COA	1st year of processing actuals on SCOA	N/a	2nd year of processing budget on SCOA	1st year of AFS aligned with SCOA	2nd year processing actuals on SCOA	N/a	3rd submission of Budget on SCOA	2nd year of AFS aligned with SCOA
None pilot municipalities	N/a	Prepare budget on existing COA	AFS as per existing COA	Process actuals on existing COA	N/a	Prepare budget on existing COA	AFS as per existing COA	Processing actuals on exiting COA	Start processing budget on SCOA	1st year of submitting budget on SCOA	AFS as per existing COA	1st year of processing actuals on SCOA	N/a	2nd submission of SCOA on Budget	1st year AFS aligned with SCOA
				Release of the budget formats and return forms aligned with SCOA?											



Thank You

