



**SAXONWOLD & PARKWOOD RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

CONTENTS	<u>Page</u>
Association information	2
Accountant's report	3
Statement of financial position	4
Statement of comprehensive income	5
Statement of changes in equity	6
Notes to the annual financial statements	7 - 9

These annual financial statements, are approved by the authorised signatories:

CHAIRMAN
Bill Haslam

TREASURER
Jonny Bagg

JOHANNESBURG
2 October 2023



ASSOCIATION INFORMATION

Committee	Executive Committee: Bill Haslam Marcelle Ravid Robyn Arnot Jonny Bagg Paul Barron Ronald Ennik Michael Gristwood Mark Hanson Fran Haslam Alison Leversley David Taylor Bruce Young Tim Truluck	Chairman, Webpage and Database Secretary Heritage Treasurer Town Planning Town Planning Town Planning Heritage Zoo Lake Park Community Relations Electricity Security ex officio Local City Councillor
Nature of Business	Non-Profit Organisation	
Compilers	Bill Haslam and Michael Gristwood	
Bankers	Standard Bank	

ACCOUNTANT'S REPORT AT 30 JUNE 2023

J. Murray & Chamberlain

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Tax practitioner no: PR0006075
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REPORT OF THE INDEPENDENT ACCOUNTANTS

TO THE TRUSTEES OF THE SAXONWOLD AND PARKWOOD RESIDENTS ASSOCIATION

We have reviewed the annual financial statements of The Saxonwold and Parkwood Residents Association which comprise the statement of financial position as at 30 June 2023, the statement of comprehensive income, the statement of changes in equity and statement of cash flows for the year then ended, a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 10.

Trustees' Responsibility for the Financial Statements

The company's trustees are responsible for the preparation and fair presentation of these financial statements in accordance with South African Standards of Review. This responsibility includes:

- designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- selecting and applying appropriate accounting policies; and
- making accounting estimates that are reasonable in the circumstances.

Independent Review Responsibility

Our responsibility is to express an opinion on these financial statements based on our review. We conducted our review in accordance with SA Standards on Review. Those standards require that we comply with ethical requirements and plan and perform the review to obtain reasonable assurance whether the financial statements are free from material misstatement.

A review involves performing procedures to obtain evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the accountant's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error, in making those risk assessments, the accountant considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design review procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

A review also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial statements. We believe that the review evidence we have obtained is sufficient and appropriate to provide a basis for our review opinion.

Opinion

In our opinion, these financial statements fairly present in all material respects, the financial position of the association at 30 June 2023 and the results of its operations and cash flows for the year then ended in accordance with the basis of accounting described in the accounting policies, and in the manner required by the Standards Review of South Africa.



J MURRAY & CHAMBERLAIN
SA INSTITUTE OF PROFESSIONAL ACCOUNTANTS
7085
Johannesburg
02 October 2023

STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2023

	<u>Notes</u>	<u>2023</u> <u>R</u>	<u>2022</u> <u>R</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents		589 685	384 615
		<hr/>	<hr/>
TOTAL ASSETS		589 685	384 615
		<hr/> <hr/>	<hr/> <hr/>
 EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Accumulated Surplus		321 519	265 078
 CURRENT LIABILITIES			
Provisions	1	268 166	119 537
		<hr/>	<hr/>
TOTAL EQUITY AND LIABILITIES		589 685	384 615
		<hr/> <hr/>	<hr/> <hr/>

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2023

	<u>Notes</u>	<u>2023</u> <u>R</u>	<u>2022</u> <u>R</u>
REVENUE			
Levies		229 705	206 104
Donations received		218 812	14 550
Advertising		2 200	7 150
Interest		35 132	14 839
Decrease / (Increase) in Provisions		(148 629)	-
		<hr/>	<hr/>
GROSS INCOME		337 220	242 643
LESS : EXPENDITURE		280 779	366 426
		<hr/>	<hr/>
Accounting Software		3 441	3 219
Advertising & Promotions		-	1 418
Bank charges		1 714	1 734
Computer Expenses		-	8 050
Donations		-	6 000
Finance Charges – cash collection fee	2	3 774	5 929
General Expenses		1 003	500
Internet and Web		1 146	900
Legal Fees		2 553	41 253
Meeting expenses		243	3 812
Printing and Stationery		1 804	-
Special Projects	3	60 050	85 545
Staff costs		93 250	97 622
Green Team clean up labour cost		64 521	45 533
Telephone		-	2 100
Town planning		47 280	64 811
		<hr/>	<hr/>
SURPLUS BEFORE TAX		56 441	(123 783)
Income tax expense		-	-
		<hr/>	<hr/>
SURPLUS FOR THE YEAR		56 441	(123 783)
		<hr/> <hr/>	<hr/> <hr/>

STATEMENT OF CHANGES IN ACCUMULATED SURPLUS

FOR THE YEAR ENDED 30 JUNE 2023

	Accumulated Surplus
	<u>R</u>
BALANCE AT 30 JUNE 2022	265 078
Surplus for the year	56 441
	<hr/>
BALANCE AT 30 JUNE 2023	321 519
	<hr/> <hr/>

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

FOR THE YEAR ENDED 30 JUNE 2023

1. PROVISIONS

The provisions are for donations received for specific projects and for which there is anticipated outstanding expenditure. The provisions may be analysed as follows:

Provisions (R)	Precinct Plan	Saxon Square	Fearnhead Park	Adjustment at 30 June 2022	Total
30 June 2022	108 243	8 000	3 249	45	119 537
Increase	-	130 350	18 324	(45)	148 629
30 June 2023	108 243	138 350	21 573	-	268 166

2. Collection fee for payments made directly via the SAPRA website, over the year.

3. SPECIAL PROJECTS

The Special Projects undertaken by SAPRA are analysed as follows (Figs in R):

Project	Opening Provision	Donations	Expenses	Net	Increase in Provisions	Surplus for the Year	Closing Provision
Precinct Plan	108 243	-	-	-	-	-	108 243
Saxon Square	8 000	130 350	-	130 350	130 350	-	138 350
Movie Night	-	28 419	35 049	(6 631)	-	(6 631)	-
Easter Egg Hunt	3 249	23 099	4 774	18 324	18 324	-	21 573
Bin Stickers	-	14 535	10 396	4 139	-	4 139	-
Substations	-	3 400	9 830	(6 430)	-	(6 430)	-
Edjustment	45	-	-	-	(45)	45	-
Total	119 537	199 802	60 050	139 753	148 629	(8 877)	268 166

4. ACCOUNTING POLICIES

4.1 Basis of presentation

The financial statements of the company are prepared in accordance with South African Statements of IFRS for SMME'S, and in the manner required by the Companies Act of South Africa, 2008. These financial statements are presented in South African Rand except where otherwise indicated. The South African Rand is the functional currency of the association. The financial statements are prepared on the historical cost basis. The following principal accounting policies have been consistently applied in all material respects, with those applied during the previous year, except as noted below.

4.2 Summary of Significant Accounting Policies

The financial statements incorporate the following principal accounting policies, which have been consistently applied in all material respects:

Property, plant and equipment

Plant and equipment is stated at cost, excluding the costs of day-to-day servicing, less accumulated depreciation and accumulated impairment in value. Depreciation is calculated on a straight-line basis over the useful life of the assets.

The carrying values of plant and equipment are reviewed for impairment when events or changes in circumstances indicate that the carrying value may not be recoverable.

Investments and other financial assets

The entity classifies its investments into held-to-maturity financial assets and loans and other receivables. The classification depends on the purpose for which the investments were acquired or originated.

Held-to-maturity financial assets.

These are non-derivative financial assets that comprise fixed or determinable payments and maturities of which the Entity has the positive intention and ability to hold until maturity. These investments are recognised at cost, being the cash value of the consideration paid for the acquisition on the investment.

Cash and cash equivalent.

Cash and short-term deposits in the statement of financial position comprise cash at banks and in hand and short-term deposits. For the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above, net of outstanding bank overdrafts.

5. ACCOUNTING POLICIES (continued)

Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Association and the revenue can be reliably measured. The following specific recognition criteria must also be met before revenue is recognised:

Interest income.

Revenue is recognised as interest accrues (using the effective interest method that is the rate that exactly discounts estimated future cash receipts through the expected life of the financial instrument to the net carrying amount of the financial asset).

Levies received.

Levies received are recorded in accordance with the accounting policy for recognition of revenue, being on receipt.

6. TAXATION

The accounts have been drawn up consistently with last year's, based on the understanding that:

- receipts and accruals of the entity are exempt from income tax in terms of section 10(1)(cN).
- Donations by or to the entity are exempt from donations tax in terms of section 56(1)(h) of the Act.

7. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Association's principal financial instruments comprise cash and short-term deposits. The main purpose of these financial instruments is to raise finance for the Association's operations. The main risks arising from the entity's financial instruments are cash flow interest rate risk, liquidity risk, and credit risk. The members review and agree policies for managing each of these risks and they are summarized below:

Cash flow interest rate risk

The entity's exposure to the risk for changes in market interest rates relates primarily to the Association's financial assets with a floating interest rate. At 30 June 2021, all of the entity's financial assets are at a market-related floating rate of interest.

Credit risk

Credit risk arises from the inability or unwillingness of counterparty to a financial instrument to discharge its contractual obligations. At statement of financial position date there were no significant concentrations of credit risk.



Liquidity risk

The Association’s objective is to maintain a balance between continuity of funding and flexibility through the use of investments, and cash resources.

8. RELATED PARTIES

9.

Parties are considered related if one party has the ability, directly or indirectly, to control the other party or exercise significant influence over the party in making financial or operating decisions. Parties are also considered related if they are subjected to common control or common significant influence. Related parties may be individuals or corporate entities.

The following entities are Related Parties of the Association:

Bill Haslam	Chairman, Webpage and Database
Marcelle Ravid	Secretary
Robyn Arnot	Heritage
Jonny Bagg	Treasurer
Paul Barron	Town Planning
Ronald Ennik	Town Planning
Michael Gristwood	Town Planning
Mark Hanson	Heritage
Fran Haslam	Zoo Lake Park
Alison Leversley	Community Relations
David Taylor	Electricity
Bruce Young	Security

10. EVENTS AFTER STATEMENT OF FINANCIAL POSITION DATE

There were no significant events that occurred after year-end that could influence the Association’s ability to continue as a going concern in the future.