Vandia Gardens Residents Association

Building a caring community in Vandia Grove, Beverley Gardens, Bryanston Ext 5 and O'Summit

VANDIA GARDENS RESIDENTS' ASSOCIATION NPC

(Registration number 2009/017868/08)

Annual Financial Statements
for the year ended 31 December 2021

M Puschavez
Chartered Accountant (SA)

These annual financial statements have not been audited or independently reviewed.
Issued 15 August 2023

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The reports and statements set out below comprise the annual financial statements presented to the shareholder:

Level of assurance

These annual financial statements have not been audited or independently reviewed.

Preparer

Matthias Puschavez
CA (SA)

Published

15 August 2023

Directors' Responsibilities and Approval

The directors are required by the Companies Act of South Africa, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the company as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the board of directors sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The directors are of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The directors have reviewed the company's cash flow forecast for the year to 31 December 2022 and, in the light of this review and the current financial position, they are satisfied that the company has or has access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 6 to 12, which have been prepared on the going concern basis, were approved by the board of directors on 15 August 2023 and were signed on its behalf by:

Approval of annual financial statements

R Kushlick

Bryanston

Tuesday, 15 August 2023

Directors' Report

The directors have pleasure in submitting their report on the annual financial statements of Vandia Gardens Residents' Association NPC for the year ended 31 December 2021.

1. Nature of business

Vandia Gardens Residents' Association NPC was incorporated in South Africa with interests in ultimately improving residents' lifestyles and property values through upliftment programmes, the monitoring and facilitating of general safety and security in the greater community and liaising with the relevant authorities on any pressing matters in the community's collective interest. The company operates in South Africa.

There have been no material changes to the nature of the company's business from the prior year.

2. Review of financial results and activities

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act of South Africa. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

3. Property, plant and equipment

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

At 31 December 2021 the company's investment in property, plant and equipment amounted to R60 975 (2020:R73 623), of which no new assets were added in the current year.

4. Going concern

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

Directors' Report

5. Committee Members

The committee in office during the period under review was as follows:

Committee Members	- Office Designation
R Kushlick	- Chairperson Director
M Thaver	- Secretary Director
R Blok	- Security Volunteer
Y de Bruin	- Subscriptions Volunteer
D Smit (Danie)	- Treasurer Volunteer
A Hattingh	- I.T. Volunteer
D Smit (Dean)	- Fund Raising Volunteer
R Renton	- Parks Volunteer

Subcommittee

C Corbett	- DWF* Volunteer
J Kennedy	- DWF*, SAPS Volunteer
D Hartog	- Pet Protection Volunteer
S Linnell	- Pet Protection Volunteer
V Papas	- Pet Protection Volunteer
J Carlisle	- Advertising Volunteer

*DWF = Domestic Workers Forum.

There was no change to the directorate during the period under review.

The annual financial statements set out on page 6, which have been prepared on the going concern basis, were approved by the board of directors on 15 August 2023, and were signed on its behalf by:

Approval of annual financial statements

R Kushlick
Chairperson
Tuesday, 15 August 2023

Practitioner's Compilation Report

To Vandia Gardens Residents' Association NPC

I have compiled the annual financial statements of Vandia Gardens Residents' Association NPC, as set out on pages 6 - 12, based on information you have provided. These annual financial statements comprise the statement of financial position of Vandia Gardens Residents' Association NPC as at 31 December 2021, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

I performed this compilation engagement in accordance with International Standard on Related Services 4410 (Revised), Compilation Engagements.

I have applied my expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities. I have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, I am not required to verify the accuracy or completeness of the information you provided to me to compile these annual financial statements. Accordingly, I do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities.

Preparer member firm
Matthias Puschavez
Partner
CA (SA)
M Puschavez

15 August 2023
Bryanston

Statement of Financial Position as at 31 December 2021

	Note(s)	2021 R	2020 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	60 975	73 623
Current Assets			
Loans to shareholders	3	36 520	1 150
Cash and cash equivalents	4	153 052	237 222
		189 572	**238 372**
Total Assets		**250 547**	**311 995**
Equity and Liabilities			
Equity			
Retained income		244 049	305 246
Liabilities			
Current Liabilities			
Trade and other payables	5	6 498	6 749
Total Equity and Liabilities		**250 547**	**311 995**

Statement of Comprehensive Income

	2021 R	2020 R
Revenue		
Donations received by the community	119 343	105 208
Other income		
Special fundraising	18 084	21 102
Operating expenses		
Accounting fees	(16 117)	(9 285)
AGM and meetings	(5 936)	(7 784)
Bank charges	(2 701)	(3 435)
Cleaning	-	(160)
Community Awareness	(11 368)	(17 061)
Depreciation	(18 735)	(17 241)
Domestic Workers Forum	(2 438)	(5 035)
Feeding Scheme and other donations	(5 863)	(25 435)
General Expenses	(9 392)	(2 849)
Legal expenses	-	(1 719)
Motor vehicle expenses	(2 026)	(3 736)
Park Maintenance	(65 789)	(50 254)
Printing and stationery	(6 536)	(1 023)
Repairs and maintenance	(64)	(10 719)
Signage	-	(9 658)
Street Maintenance	(52 756)	(32 549)
Subscriptions	(1 624)	-
Website Costs	(1 741)	(1 637)
	(203 086)	**(199 580)**
Operating loss	**(65 659)**	**(73 270)**
Investment income	4 462	4 401
Loss for the year	**(61 197)**	**(68 869)**
Other comprehensive income	-	-
Total comprehensive loss for the year	**(61 197)**	**(68 869)**

Statement of Changes in Equity

	Retained income R	Total equity R
Balance at 01 January 2020	**374 115**	**374 115**
Loss for the year	(68 869)	(68 869)
Other comprehensive income	-	-
Total comprehensive loss for the year	**(68 869)**	**(68 869)**
Balance at 01 January 2021	**305 246**	**305 246**
Loss for the year	(61 197)	(61 197)
Other comprehensive income	-	-
Total comprehensive loss for the year	**(61 197)**	**(61 197)**
Balance at 31 December 2021	**244 049**	**244 049**

Statement of Cash Flows

	Note	2021 R	2020 R
Cash flows from operating activities			
Cash used in operations		(47 175)	(49 279)
Interest income		4 462	4 401
Net cash from operating activities		**(42 713)**	**(44 878)**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(6 087)	-
Cash flows from financing activities			
Repayment of shareholders loan		(35 370)	(1 150)
Net cash from financing activities		**(35 370)**	**(1 150)**
Total cash movement for the year		**(84 170)**	**(46 028)**
Cash at the beginning of the year		237 222	283 251
Total cash at end of the year	4	**153 052**	**237 223**

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act of South Africa. The annual financial statements have been prepared on the historical cost basis, except for biological assets at fair value less point of sale costs, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment are tangible assets which the company holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of, or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the company.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Electronic Billboard	Straight line	10
Petrol Lawn Mower	Straight line	5
Office equipment	Straight line	3

1.2 Tax

Tax expenses

Tax expense is recognised in the same component of total comprehensive income or equity as the transaction or other event that resulted in the tax expense.

The entity is a non-profit company registered under section 21 of the Company's Act 61 of 1973 and generates revenue from donations by the community and philanthropic donors that align with the entity's mission. The income tax exemption of s10(1)(cN) of the Income Tax Act 58 of 1962 applies in which receipts and accruals are only taxable to the extent that they are from trading activities and exceed taxable income of R50'000 in the year of assessment. As this is not the case, no tax has been provided for in the current year of assessment.

1.3 Impairment of assets

The company assesses at each reporting date whether there is any indication that property, plant and equipment or intangible assets or goodwill or investment property on the cost model may be impaired.

If there is any such indication, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount, but not in excess of the amount that would have been determined had no impairment loss been recognised for the asset (or group of assets) in prior years. A reversal of impairment is recognised immediately in profit or loss.

Accounting Policies

1.4 Revenue

Revenue comprises predominantly donations by the community and like-minded philanthropists. Revenue is supplemented by way of fund raising initiatives through out the year. Where applicable, revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company.

Revenue is measured at the fair value of the consideration received or receivable. Sales tax is not applicable.

Interest is recognised, in profit or loss, using the effective interest rate method..

Notes to the Annual Financial Statements

	2021	2020
	R	R

2. Property, plant and equipment

	2021			2020		
	Cost or revaluation	**Accumulated depreciation**	**Carrying value**	**Cost or revaluation**	**Accumulated depreciation**	**Carrying value**
Electronic Billboard	108 410	(51 495)	56 915	108 410	(40 654)	67 756
Lawn Mower	32 000	(31 999)	1	32 000	(26 133)	5 867
Office equipment	6 087	(2 028)	4 059	-	-	-
Total	**146 497**	**(85 522)**	**60 975**	**140 410**	**(66 787)**	**73 623**

Reconciliation of property, plant and equipment - 2021

	Opening balance	**Additions**	**Depreciation**	**Closing balance**
Electronic Billboard	67 756	-	(10 841)	56 915
Lawn Mower	5 867	-	(5 866)	1
Office equipment	-	6 087	(2 028)	4 059
	73 623	**6 087**	**(18 735)**	**60 975**

Reconciliation of property, plant and equipment - 2020

	Opening balance	**Depreciation**	**Closing balance**
Electronic Billboard	78 597	(10 841)	67 756
Lawn Mower	12 267	(6 400)	5 867
	90 864	**(17 241)**	**73 623**

3. Loans to (from) shareholders

	2021	2020
Chairperson's Account Loan incurred in course of NPC activities. Repayable on demand.	36 520	1 150

4. Cash and cash equivalents

Cash and cash equivalents consist of:

	2021	2020
Bank balances	153 052	237 222

5. Trade and other payables

	2021	2020
Accounting Services	6 498	6 749