

Observatory Civic Association

174-174 NPO

Annual Financial Statements

for the year ended 31 March 2019

Observatory Civic Association
Annual Financial Statements
For the year ended 31 March 2019

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Approval of annual financial statements

The annual financial statements which appear on pages 3 to 9 have been approved and authorised for issue by the Executive Committee and are signed by

.....
Treasurer

.....
Date

**Accounting Officer Report
for
Observatory Civic Association**

On the basis of information provided by the Executive Committee of the Observatory Civic Association we have compiled the balance sheet of the Observatory Civic Association as at 31 March 2019 and the results of its operations for the year then ended as set out on pages 3 to 9. The Executive Committee of the Observatory Civic Association is responsible for these financial statements. We have not audited or reviewed these financial statements, and accordingly express no assurance thereon.

The annual financial statements are consistent with the accounting records. The accounting policies of the Association are appropriate and have been consistently applied.

To the best of our knowledge and based on the financial records made available to us it appears that the Association has complied with the provisions of the Non-Profit Organization's Act and of its Constitution.

Des Brown
Chartered Accountant (South Africa)

Observatory Civic Association

Balance Sheet as at 31 March 2019

	Note	2019 R	2018 R
Assets			
<i>Non current assets</i>			
Property, plant & equipment	1	12 661	0
<i>Current assets</i>			
Trade and other receivables	2	20 018	7 388
Cash and cash equivalents	4	278 429	227 324
Total assets		311 108	234 712
Members' funds and liabilities			
<i>Capital and reserves</i>			
Accumulated reserves		116 709	81 415
<i>Current liabilities</i>			
Trade and other payables	3	194 399	153 297
Total member's funds and liabilities		311 108	234 712

Observatory Civic Association

Income Statement for the year ended 31 March 2019

	2019 R	2018 R
Income	501 118	536 435
Parking income	477 720	508 721
Membership fees	5 920	19 398
Interest received	12 022	8 216
Donations received	5 456	100
Expenditure	465 824	588 888
Accounting fees	17 785	19 514
Bad debts expense	2 600	3 920
Bank charges	6 239	7 503
Cleaning expense	0	175
Computer expenses	1 981	400
Consultants fees	0	12 120
Depreciation expense	1 672	0
Donations & gifts	8 000	29 915
Electricity	15 165	25 239
Equipment rental & services	24 182	72 449
Events, functions & venues	7 222	887
Insurance	12 850	13 169
Legal fees	5 000	0
Printing & stationery	12 633	9 579
Rent	150 658	192 062
Repairs & maintenance	54	767
Salaries & wages	189 219	191 930
Sanitation	10 385	10 123
Security	179	-1 164
Subscriptions	0	300
Net Surplus for the Year	35 294	-52 453

Observatory Civic Association

Statement of changes in equity for the year ended 31 March 2019

	Accumulated Reserves
Balance as at 1 April 2017	133 868
Retained earnings for the period	-52 453
Balance as at 1 April 2018	81 415
Retained earnings for the period	35 294
Balance as at 31 March 2019	116 709

Observatory Civic Association

Cash flow statement for the year ended 31 March 2019

	Note	2019 R
<i>Cash flows from operating activities</i>		65 438
Cash receipts from customers		476 465
Cash paid to suppliers and employees		423 050
Cash (applied to)/generated from operations		53 416
Interest received/(paid)		12 022
Normal tax paid		0
<i>Cash flows from investment activities</i>		-14 333
Acquisition of capital assets		-14 333
<i>Cash flows from financing activities</i>		0
Repayment of/(raising of) loans		0
Net movement in cash and cash equivalents		51 105
Cash and cash equivalents at beginning of period		227 324
Cash and cash equivalents at end of period	4	278 429

Observatory Civic Association

Notes to the financial statements

For the year ended 31 March 2019

Accounting policies

The financial statements have been prepared in accordance with generally accepted accounting practice appropriate to the society which have been consistently applied. The principle accounting policies of the society are as follows:-

Basis of presentation

The financial statements are presented on the historical cost basis as modified by the revaluation of certain property, plant and equipment, marketable securities and investment properties where appropriate. Where necessary, comparative figures have been adjusted to conform with changes in presentation in the current year.

Revenue

Revenue is recognised when it is probable that the economic benefits associated with the transaction will flow to the enterprise and the amount of revenue can be reliably measured. Revenue is measured at the fair value of consideration received or receivable, after deducting discounts, volume rebates and value added taxes.

Property, plant and equipment

Property, plant and equipment are stated at historical cost less accumulated depreciation and are depreciated over their estimated useful lives on the straight line basis.

Car park equipment is depreciated at 20% per annum

Trade receivables

Trade receivables do not carry any interest and are stated at their nominal value net of appropriate allowance for estimated irrecoverable amounts. Such allowances are raised based on an assessment of debtor ageing, past experience or known customer circumstance.

Trade payables

Trade payables are not interest bearing and are stated at their nominal value.

Observatory Civic Association

Notes to the financial statements

For the year ended 31 March 2019

Financial instruments

Financial instruments carried on the balance sheet include cash and bank balances, investments, receivables, trade creditors and borrowings. These instruments are generally stated at their estimated fair values.

Cash and cash equivalents

Cash and cash equivalents comprise cash in hand and on demand deposits. Bank overdrafts are however shown within short term borrowings in current liabilities on the balance sheet. Cash and cash equivalents in the cash flow statement are shown net of overdrafts.

Notes

1 Property, plant and equipment

	At cost 2019	Accum deprn 2019	Carrying value 2019
Car park equipment	14 333	1 672	12 661
	14 333	1 672	12 661

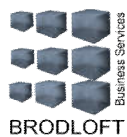
	At cost 2018	Accum deprn 2018	Carrying value 2018
Car park equipment	0	0	0
	0	0	0

2019
R

2018
R

2 Trade and other receivables

Trade receivables	20 018	7 388
	<u>20 018</u>	<u>7 388</u>



Observatory Civic Association

Notes to the financial statements

For the year ended 31 March 2019

	2019 R	2018 R
3 Trade and other payables		
Trade payables	192 359	152 207
Parking disc deposits	2 040	1 090
	<u>194 399</u>	<u>153 297</u>
4 Cash at bank		
Marketlink account	255 702	168 680
Current account	22 427	58 344
Cash float	300	300
	<u>278 429</u>	<u>227 324</u>
5 Taxation		
SA Normal taxation		
This year	<u>0</u>	<u>0</u>
Tax expense per income statement	<u>0</u>	<u>0</u>
Reconciliation of tax charge		
Profit before tax per income statement	<u>35 294</u>	<u>-52 453</u>
Tax at appropriate rate	<u>9 882</u>	<u>0</u>
Exemption - section 10 (1) (e)	<u>-9 882</u>	<u>0</u>
Taxable income	<u>0</u>	<u>0</u>

The Observatory Civic Association is a non profit organisation and is exempt in terms of section 10 (1) (e) of the Income Tax Act 58, 1962 from liability for normal taxation on all non-trade income and on all investment income and trade income up to R150,000 per annum.