ActionSA Donations

Annual Financial Statements
for the year ended 31 March 2022

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Index

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

Accounting Officer's Responsibilities and Approval

The Accounting Officer is required by the Financial Management of Parliament and Provincial Legislatures Act (10 of 2009) (FMPPLA), to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is his responsibility to ensure that the annual financial statements fairly present the state of affairs of the Legislature as at the end of the financial year and the results of its operations and cash flows for the period then ended. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with International Standards on Auditing and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The Accounting Officer acknowledges that he is ultimately responsible for the system of internal financial control established by the Legislature and places considerable importance on maintaining a strong control environment. To enable the Accounting Officer to meet these responsibilities, the Accounting Officer 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 Legislature and all employees are required to maintain the highest ethical standards in ensuring the Legislature's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the Legislature is on identifying, assessing, managing and monitoring all known forms of risk across the Legislature. While operating risk cannot be fully eliminated, the Legislature endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The Accounting Officer is 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 external auditors are responsible for independently reviewing and reporting on the Legislature's annual financial statements. The annual financial statements have been examined by the Legislature's external auditors and their report is presented on page 3.

The annual financial statements set out on pages 4 to 11, which have been prepared on the going concern basis, were approved by the members on 06 July 2022 and are hereby signed on its behalf by:

Accounting officer - M. Beaumont

Treasurer - S. Panday

Y. D. Maharaj & Co.
CHARTERED ACCOUNTANTS
YEMESHWAR MAHARAJ B. COM. CA (S.A.)

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Independent Auditor's Report

To The Electorial Commission

We have audited the annual financial statements of the ActionSA Donations, which comprise the statement of financial position at 31 March 2022, and the statement of comprehensive income, statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 4 to 11.

Auditor's Responsibility

We, the undersigned, in our capacity as the duly appointed auditor of ActionSA Donations, do hereby certify that the appointed Accounting Officer of the abovementioned political party has furnished us with the statements as per section 12(2)(d)(iii) of the Act.

We have inspected the documents received from the appointed Accounting Officer on 06 June 2022 and performed an audit as required in terms of section 12(3) of the Political Party Funding Act, 6 of 2018. Section 12(3) of the Political Party Funding Act, 6 of 2018 provides that we express an opinion on those statements:

(a) We confirm that the donations received by the political party comply with section 8(1);
(b) We confirm the listing of the donations required to be disclosed in terms of section 9(1);
(c) We confirm the listing of donations under the threshold prescribed in section 9(1);
(d) We confirm that no other income was received by the political party other than provided for this Act;
(e) We confirm that the transactions in the financial statements related to the monies allocated from the Funds are in accordance with this Act; and
(f) We confirm that all monies lent to the political party is on commercial terms.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of the ActionSA Donations at 31 March 2022, and its financial performance and its cash flows for the year then ended in accordance with International Standards on Auditing.

Y. Maharaj

Y. Maharaj
Y. D. Maharaj & Co.
Chartered Accountants (S.A.)
Registered Accountants and Auditors
Practice Number : 926795E

Durban
06 July 2022

Statement of Financial Position

Figures in Rand	Note	2022
Assets		
Non-Current Asset		
Property, plant and equipment	2	11
Current Assets		
Trade and other receivables	3	2 454 498
Cash and cash equivalents	4	420 020
		2 874 518
Total Assets		**2 874 529**
Funds and Liabilities		
Funds		
Accumulated (deficit)		(847 768)
Liabilities		
Non-Current Liability		
Loans payable	5	1 375 701
Current Liability		
Trade and other payables	6	2 346 596
Total Liabilities		**3 722 297**
Total Funds and Liabilities		**2 874 529**

Statement of Comprehensive Income

Figures in Rand	Note	2022
Income		
Membership fees - Candidate fees		5 516 031
Donations received - above the threshold		25 300 821
Donations received - under the threshold		4 427 024
Interest received		138 763
Levies - Tithing income		2 091 049
		37 473 688
Expenses		
Administration	7	(13 356 772)
Arrangement of meetings and rallies	8	(7 591 363)
Personnel expenditure	9	(13 148 566)
Promotions and publications	10	(13 772 845)
		(47 869 546)
(Deficit) for the year		**(10 395 858)**
Other comprehensive income		-
Total comprehensive (deficit) for the year		**(10 395 858)**

Statement of Changes in Equity

Figures in Rand	Accumulated (Deficit) / surplus	Total equity
Balance at 01 April 2021	**9 548 090**	**19 096 180**
Total comprehensive (deficit) for the year	(10 395 858)	(10 395 858)
Total changes	(10 395 858)	(10 395 858)
Balance at 31 March 2022	**(847 768)**	**(933 626)**

Statement Of Cash Flows

Figures in Rand	Note	2022
Cash flows from operating activities		
Cash (used in) generated from operations	12	(10 536 937)
Interest income		138 763
Net cash from operating activities		**(10 398 174)**
Cash flows from investing activities		
Purchase of property, plant and equipment	2	(105 597)
Net movement in loans payable		1 375 701
Net cash from investing activities		**1 270 104**
Total cash movement for the year		**(9 128 070)**
Cash at the beginning of the year		9 548 090
Total cash at end of the year	4	**420 020**

Accounting Policies

1. Presentation of Annual Financial Statements

The annual financial statements have been prepared in accordance with International Standards on Auditing, and Section 12(3) of the Political Party Funding Act, 6 of 2018. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

1.1 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and any impairment losses.

Each property, plant and equipment is written off to R 1 in the year it is acquired.

1.2 Revenue

Revenue is measured at the present value of the consideration received or receivable.

1.3 Borrowing costs

Borrowing costs are recognised as an expense in the period in which they are incurred.

Notes to the Annual Financial Statements

Figures in Rand	2022

2. Property, plant and equipment

	2022		
	Cost	Accumulated depreciation	Carrying value
Computer equipment	105 597	(105 586)	11

Reconciliation of property, plant and equipment - 2022

	Opening balance	Additions	Depreciation	Total
Computer equipment	-	105 597	(105 586)	11

3. Trade and other receivables

Sundry debtors	2 454 498

4. Cash and cash equivalents

Cash and cash equivalents consist of:

Bank balances	420 020

5. Loans payable

A. Beesley	(1 113 793)
This unsecured loan bears interest at 7.5% per annum, with the final date of repayment being 31 July 2022.	
S. Goldstein	(261 908)
This unsecured loan bears interest at 7% per annum, with the final date of repayment being 31 August 2022.	
	(1 375 701)

6. Trade and other payables

Accrued expense	2 303 309
Other payables	43 287
	2 346 596

Notes to the Annual Financial Statements

Figures in Rand	2022

7. Administration

Audit fee provision	50 000
Bank charges	7 713
Commission paid	80 000
Computer expense	99 089
Depreciation on property, plant and equipment	105 586
Interest on loan	28 824
Legal fees	1 291 583
Minor assets written off	5 943
Printing and stationery	625 182
Professional services - consulting expenses	8 539 054
Rental of equipment	2 700
Security	673 800
Subscriptions	525 018
Telephone	58 041
Travel and accommodation	794 575
Volunteer support	5 800
Website development	463 864
	13 356 772

Legal fees incurred were in respect of advice regarding administration matters.

8. Arrangement of meetings and rallies

Marketing	7 064 887
Refreshments : meetings	453 657
Travel expense	72 819
	7 591 363

9. Personnel expenditure

Salaries and wages	13 148 566

10. Promotions and publications

Marketing	13 772 845

11. Unutilised (deficit) / surplus

Accumulated surplus balance transferred from previous year	9 548 090
(Deficit) for the year	(10 395 858)
	(847 768)

12. Cash (used in) generated from operations

(Deficit) for the year	(10 395 858)
Adjustments for:	
Interest received	(138 763)
Depreciation on property, plant and equipment	105 586
Changes in working capital:	
Trade and other receivables	(2 454 498)
Trade and other payables	2 346 596
	(10 536 937)

Notes to the Annual Financial Statements

Figures in Rand	2022

13. Taxation

No provision has been made for taxation as the Political Parties Fund is exempt from taxation in terms of legislature.