ActionSA Donations

Annual Financial Statements
for the year ended 31 March 2023

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 05 September 2023 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 2023, 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 01 August 2023 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 2023, 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
05 September 2023

Statement of Financial Position

Figures in Rand	Note	2023	2022
Assets			
Non-Current Asset			
Property, plant and equipment	2	13	11
Current Assets			
Trade and other receivables	3	851 533	2 454 498
Cash and cash equivalents	4	5 305 014	420 020
		6 156 547	**2 874 518**
Total Assets		**6 156 560**	**2 874 529**
Equity and Liabilities			
Equity			
Accumulated surplus / (deficit)		4 936 747	(847 768)
Liabilities			
Non-Current Liability			
Loans payable	5	280 841	1 375 701
Current Liability			
Trade and other payables	6	938 972	2 346 596
Total Liabilities		**1 219 813**	**3 722 297**
Total Equity and Liabilities		**6 156 560**	**2 874 529**

ActionSA Donations
Annual Financial Statements for the year ended 31 March 2023

Statement of Comprehensive Income

Figures in Rand	Note	2023	2022
Income			
Membership fees - Candidate fees		372 383	5 516 031
Donations received - above the threshold		26 461 500	25 300 821
Donations received - under the threshold		3 040 436	4 427 024
Interest received		329 293	138 763
Levies - Tithing income		5 161 987	2 091 049
		35 365 599	**37 473 688**
Expenses			
Administration	7	(8 221 067)	(13 356 772)
Arrangement of meetings and rallies	8	(4 763 402)	(7 591 363)
Personnel expenditure	9	(16 596 615)	(13 148 566)
Promotions and publications	10	-	(13 772 845)
		(29 581 084)	**(47 869 546)**
Surplus / (Deficit) for the year		**5 784 515**	**(10 395 858)**
Other comprehensive income		-	-
Total comprehensive surlus / (deficit) for the year		**5 784 515**	**(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 01 April 2022	**(847 768)**	**(1 695 536)**
Total comprehensive surplus for the year	5 784 515	5 784 515
Total changes	5 784 515	5 784 515
Balance at 31 March 2023	**4 936 747**	**10 635 404**

Statement Of Cash Flows

Figures in Rand	Note	2023	2022
Cash flows from operating activities			
Cash generated from (used in) operations	12	5 693 559	(10 536 937)
Interest income		329 293	138 763
Net cash from operating activities		**6 022 852**	**(10 398 174)**
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(42 998)	(105 597)
Net movement in loans payable		(1 094 860)	1 375 701
Net cash from investing activities		**(1 137 858)**	**1 270 104**
Total cash movement for the year		**4 884 994**	**(9 128 070)**
Cash at the beginning of the year		420 020	9 548 090
Total cash at end of the year	4	**5 305 014**	**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.

These accounting policies are consistent with the previous period.

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	2023	2022

2. Property, plant and equipment

	2023			2022		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Computer equipment	148 595	(148 582)	13	105 597	(105 586)	11

Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Depreciation	Total
Computer equipment	11	42 998	(42 996)	13

3. Trade and other receivables

	2023	2022
Sundry debtors	851 533	2 454 498

4. Cash and cash equivalents

Cash and cash equivalents consist of:

	2023	2022
Bank balances	5 305 014	420 020

5. Loans payable

	2023	2022
S. Goldstein	(280 841)	(261 908)
This unsecured loan bears interest at 7% (2022 : 7%) per annum and has no fixed date of repayment.		
A. Beesley	-	(1 113 793)
	(280 841)	(1 375 701)

6. Trade and other payables

	2023	2022
Accrued expense	696 830	2 303 309
Other payables	242 142	43 287
	938 972	**2 346 596**

Notes to the Annual Financial Statements

Figures in Rand	2023	2022

7. Administration

	2023	2022
Audit fee provision	80 000	50 000
Audit fee - prior year under provision	24 750	-
Bad debts written off	378 090	-
Bank charges	6 416	7 713
Commission paid	-	80 000
Computer expense	469 186	99 089
Depreciation on property, plant and equipment	42 996	105 586
Interest on loan	56 313	28 824
Legal fees	-	1 291 583
Minor assets written off	-	5 943
Printing and stationery	1 499 604	625 182
Professional services - consulting expenses	3 444 734	8 539 054
Rental of equipment	-	2 700
Security	716 369	673 800
Subscriptions	198 537	525 018
Telephone	63 658	58 041
Travel and accommodation	1 026 380	794 575
Volunteer support	-	5 800
Website development	214 034	463 864
	8 221 067	**13 356 772**

8. Arrangement of meetings and rallies

	2023	2022
Marketing	4 718 808	7 064 887
Refreshments : meetings	44 594	453 657
Travel expense	-	72 819
	4 763 402	**7 591 363**

9. Personnel expenditure

	2023	2022
Salaries and wages	16 596 615	13 148 566

10. Promotions and publications

	2023	2022
Marketing	-	13 772 845

11. Unutilised (deficit) / surplus

	2023	2022
Accumulted (deficit) / surplus transferred from previous year	(847 768)	9 548 090
Surplus / (deficit) for the year	5 784 515	(10 395 858)
	4 936 747	**(847 768)**

12. Cash generated from (used in) operations

	2023	2022
Surplus / (Deficit) for the year	5 784 515	(10 395 858)
Adjustments for:		
Interest received	(329 293)	(138 763)
Depreciation on property, plant and equipment	42 996	105 586
Changes in working capital:		
Trade and other receivables	1 602 965	(2 454 498)
Trade and other payables	(1 407 624)	2 346 596
	5 693 559	**(10 536 937)**

Notes to the Annual Financial Statements

Figures in Rand	2023	2022

13. Taxation

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