

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

**ANNUAL FINANCIAL STATEMENTS
29 FEBRUARY 2024**

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

ANNUAL FINANCIAL STATEMENTS for the year ended 29 February 2024

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

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DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

ANNUAL FINANCIAL STATEMENTS for the year ended 29 February 2024

EXECUTIVE COMMITTEE'S RESPONSIBILITIES AND APPROVAL

The Executive Committee is required by the constitution to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the association as at the end of the financial year and the result 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 judgments and estimates.

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

The Executive Committee is of the opinion, based on the information and explanations given by the Committee, that the system of internal control provide reasonable assurance that the financial records may be relied upon for the preparation of financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material mis-statement or loss.

The Executive Committee have reviewed the associations cash flow forecast for the year to February 2024 and in the light of this review and the current financial position, they are satisfied that the association have access to adequate resources to continue in operational existence for the foreseeable future.

The annual financial statements set out on pages 4 to 11, were approved by the trustees on 17th July 2024 and have been signed on their behalf by :

CHAIRPERSON

TREASURER

**REPORT OF THE ACCOUNTING OFFICER
TO THE DIRECTORS OF
DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION**

I have compiled to accompanying annual financial statements of Dolphin Coast Residents and Ratepayers Association based on the information you have provided. These annual financial statements are presented in accordance with International Financial Reporting Standards. The annual financial statements comprise the statement of financial position of Dolphin Coast Residents and Ratepayers Association as at 29 February 2024, and the statement of retained earnings for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management is responsible for these annual financial statements including adoption of the applicable financial reporting framework, and for the accuracy and completeness of the information used to compile the annual financial statements.

I performed this compilation engagement in accordance with the International Standard on Related Services (ISRS) 4410. This standard requires that we comply with quality control standards and relevant ethical requirements, including ethical principles of integrity, objectivity, professional competence and due care.

A compilation engagement involves applying expertise in accounting and financial reporting to assist management in preparing and presenting financial information. A compilation engagement does not include gathering evidence for the purpose of expressing an audit opinion or a review conclusion.

Accordingly, I do not express an audit opinion or a review conclusion on these annual financial statements.

NJ Daniels
Professional Accountant (S.A.)

Pietermaritzburg

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DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

STATEMENT OF FINANCIAL POSITION
at 29 February 2024

	Notes	2024 R	2023 R
ASSETS			
<i>Current assets</i>		1,011,888	727,446
Cash and cash equivalents	2	<u>1,011,888</u>	<u>727,446</u>
<i>Total assets</i>		<u>1,011,888</u>	<u>727,446</u>
EQUITY AND LIABILITIES			
<i>Equity and reserves</i>		818,268	727,446
Accumulated surplus	3	<u>818,268</u>	<u>727,446</u>
<i>Current liabilities</i>		193,620	-
Trade and other payables	4	<u>193,620</u>	<u>-</u>
<i>Total equity and liabilities</i>		<u>1,011,888</u>	<u>727,446</u>

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 29 February 2024

	Notes	2024 R	2023 R
Income			
Membership Fees		522,010	551,038
Donations Received		-	1,000
Interest Received		64,512	49,725
Gross Income		586,522	601,763
Operating expenses		(495,700)	(415,752)
Accounting fees		5,000	5,000
Administration fees		301,103	259,240
Advertising and Marketing		63,346	76,497
Bank charges		2,899	2,252
Catering expenses		57,100	18,706
Computer expenses		25,873	4,659
Donations paid		22,500	26,500
Gifts		400	907
Legal Fees		2,760	-
Printing and stationery		1,044	7,023
Telephone and data fees		899	385
Website cost		12,775	14,583
Surplus		90,822	186,011
Finance charges		-	-
Surplus before taxation		90,822	186,011
Taxation	5	-	-
Surplus for the year	3	90,822	186,011

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

STATEMENT OF CHANGES IN EQUITY
for the year ended 29 February 2024

	Accumulated Surplus R	Total Equity R
Balance at 1 March 2022	541,435	541,435
Total comprehensive income for the year	186,011	186,011
Balance at 1 March 2023	727,446	727,446
Total comprehensive income for the year	90,822	90,822
Balance at 29 February 2024	818,268	818,268

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

STATEMENT OF CASH FLOWS
for the year ended 29 February 2024

	Notes	2024 R	2023 R
Cash flows from operating activities			
Profit before taxation		90,822	186,011
Adjustments for:			
Interest received		<u>(64,512)</u>	<u>(49,725)</u>
		26,310	136,286
Increase in trade payables		<u>193,620</u>	<u>-</u>
Cash generated from operations		219,930	136,286
		<u>-</u>	<u>-</u>
Net cash from operating activities		<u>219,930</u>	<u>136,286</u>
Cash flows from investing activities			
Interest Income		64,512	49,725
Net cash from investing activities		<u>64,512</u>	<u>49,725</u>
Total cash movement for the year		<u>284,442</u>	<u>186,011</u>
Cash at the beginning of the year		<u>727,446</u>	<u>541,435</u>
Total cash at the end of the year	2	<u>1,011,888</u>	<u>727,446</u>

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

ACCOUNTING POLICIES

for the year ended 29 February 2024

1. Presentation of annual financial statements

The annual financial statements are prepared under the historical cost convention and incorporate the principal accounting policy set out below.

This accounting policy is consistent with the previous period:

1.1 Revenue

Revenue is recognised to the extent that the association receives variable income to carry out its objectives.

Income received in advance is for subscriptions received from members before year end, for membership periods beyond this financial year.

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

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

NOTES TO THE ANNUAL FINANCIAL STATEMENTS (CONTINUED)
for the year ended 29 February 2024

	2024 R	2023 R
2. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balance	49,236	2,256
Call account	<u>962,652</u>	<u>725,190</u>
	<u>1,011,888</u>	<u>727,446</u>
3. Retained Income		
Opening Balance	727,446	541,435
Surplus	<u>90,822</u>	<u>186,011</u>
Closing Balance	<u>818,268</u>	<u>727,446</u>
4. Trade and other payables		
Income Received in Advance	<u>193,620</u>	<u>-</u>
5. Taxation		
Major components of the tax expense		
Current year provision	<u>-</u>	<u>-</u>

No provision was made for taxation as the non profit organisation has no taxable income.
The estimated tax loss available for set off against future taxable income is R0 (2023: R0).

DOLPHIN COAST RESIDENTS AND RATEPAYERS ASSOCIATION

ACTUAL versus BUDGET
for the year ended 29 February 2024

	2024	
	Actual	Budget
	R	R
Income	586,522	496,000
Interest Received	64,512	45,000
Donations Received	-	1,000
Membership Fees	522,010	450,000
Operating Expenses	(495,700)	(434,700)
Accounting Fees	(5,000)	(5,000)
Administration Fees	(301,103)	(240,000)
Advertising & Marketing	(2,201)	(5,000)
Bank Charges	(2,899)	(3,500)
Catering Expense	(57,100)	(7,000)
Computer expenses	(5,497)	-
Consulting Fee	-	(5,000)
Data & Cell	(899)	(1,200)
Digital Media	(61,145)	(60,000)
Donations Paid	(22,500)	(25,000)
Gifts	(400)	(2,500)
Legal Fees	(2,760)	(45,000)
Printing and Stationery	(1,044)	(9,000)
Software	(20,376)	(4,500)
Travel and Accommodation	-	(5,500)
Website Development and Maintenance	(10,500)	(12,500)
Website Hosting Cost	(2,275)	(4,000)
Profit (Loss) for the Year	90,822	61,300

Note: In Statement of Comprehensive Income above - Digital Media and Advertising, Computer and Software Expenses and Website Development and Hosting Costs are summed up accordingly.