

**LEISURE ISLE
RESIDENTS ASSOCIATION**

ANNUAL FINANCIAL STATEMENTS

31 OCTOBER 2020

IAN UYS AND COMPANY

**LEISURE ISLE RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
as at 31 October 2020**

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APPROVAL OF THE ANNUAL FINANCIAL STATEMENTS

The annual financial statements set out on pages 2 to 7 were approved by the members and are signed by:

.....
CHAIRMAN

.....
COMMITTEE MEMBER

**AUDITOR'S REPORT
TO LEISURE ISLE RESIDENTS ASSOCIATION**

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The annual financial statements for the year ended 31 October 2020 as set out on pages 3 to 7 are the responsibility of the Committee members.

We have determined that the financial statements are in agreement with the accounting records and have done so by adopting such procedures and conducting such enquiries in relation to the books of accounts and records as we considered necessary in the circumstances.

In our opinion these financial statements fairly present the position of the Association at the year end and the results of its operation for the year ended.

We have also reviewed the accounting policies which have been presented to us as having been applied in the preparation of the annual financial statements, and we consider that they are appropriate to the Association.

The detailed income statement on page 7 has been prepared for management purposes and has not been audited.

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**IAN UYS AND COMPANY
CHARTERED ACCOUNTANTS (SA)**

17 November 2020

4638 LIRA 2020

LEISURE ISLE RESIDENTS ASSOCIATION
BALANCE SHEET
as at 31 October 2020

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	Notes	2020 R	2019 R
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	2	55 359	114 715
CURRENT ASSETS			
		1 116 502	802 854
Banks		1 115 937	802 289
Sundry debtors		565	565
		<u>1 171 861</u>	<u>917 569</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
		440 088	420 652
Accumulated surplus		312 146	264 210
Guard Hut Contributions	3	31 451	59 951
Camera replacement reserve		96 491	96 491
CURRENT LIABILITIES			
		731 773	496 917
Trade payables		33 200	99 634
Legal cost pledges		317 857	306 738
Prepayments		8 774	13 752
Provisions		5 992	76 793
Seawall contributions		365 950	0
		<u>1 171 861</u>	<u>917 569</u>

**LEISURE ISLE RESIDENTS ASSOCIATION
INCOME STATEMENT
for the year ended 31 October 2020**

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	2 020 R	2 019 R
OPERATING INCOME	1 485 462	1 470 920
Less OPERATING COSTS	1 465 665	1 512 961
OPERATING SURPLUS	<u>19 797</u>	<u>-42 041</u>
Less disclosable items	-28 139	-34 963
Interest paid	11 119	9 238
Interest received	-39 258	-44 201
SURPLUS (DEFICIT) FOR THE YEAR	<u>47 936</u>	<u>-7 078</u>
ACCUMULATED SURPLUS Brought forward	264 210	271 288
ACCUMULATED SURPLUS	<u><u>312 146</u></u>	<u><u>264 210</u></u>

Note

Included in operating costs are

Audit fees	15 000	13 200
Depreciation	30 856	34 826

LEISURE ISLE RESIDENTS ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 October 2020

1 ACCOUNTING POLICIES

The annual financial statements are prepared on the historical cost basis and incorporate the following principal accounting policy:

1,1 DEPRECIATION

Fixed assets are depreciated on the straight line basis at rates considered appropriate to reduce them to estimated residual values at the end of their useful lives.

2 FIXED ASSETS	Guard Hut (Leasehold) R	Security Equipment R	Office Equipment R	Total R
2020				
Cost				
Balance at 1 November 2019	281 536	213 411	5 499	500 446
Additions	0	0	0	0
Sales and scrapping	0	0	0	0
Balance at 31 October 2020	<u>281 536</u>	<u>213 411</u>	<u>5 499</u>	<u>500 446</u>
Accumulated depreciation				
Balance at 1 November 2019	227 032	158 699	0	385 731
Guard Hut Amortisation	28 500	0	0	28 500
Depreciation	0	29 481	1 375	30 856
Balance at 31 October 2020	<u>255 532</u>	<u>188 180</u>	<u>1 375</u>	<u>445 087</u>
Carrying amount at 31 October 2020	<u>26 004</u>	<u>25 231</u>	<u>4 124</u>	<u>55 359</u>
2019				
Cost				
Balance at 1 November 2018	281 536	207 107	0	488 643
Additions	0	6 304	5 499	11 803
Sales and scrapping	0	0	0	0
Balance at 31 October 2018	<u>281 536</u>	<u>213 411</u>	<u>0</u>	<u>500 446</u>
Accumulated depreciation				
Balance at 1 November 2017	198 518	123 873	0	322 391
Guard Hut Amortisation	28 514	0	0	28 514
Depreciation	0	34 826	0	34 826
Balance at 31 October 2018	<u>227 032</u>	<u>158 699</u>	<u>0</u>	<u>385 731</u>
Carrying amount at 31 October 2018	<u>54 504</u>	<u>54 712</u>	<u>0</u>	<u>114 715</u>

3 GUARD HUT CONTRIBUTIONS

This represents donations made by certain members to fund the building of the guard hut and the upgrade of the entrance to the Island.

This amount will be applied against the depreciation of the guard hut and entrance over ten years commencing 1 November 2011. The guard hut and entrance have been erected on leasehold ground.

4 ISLAND SAFETY AND SECURITY EXPENSES

	2020	2019
	R	R
Guard's radios	16 276	15 373
Guard house maintenance	0	1 483
Guard's Transport	43 800	41 400
Guard's employment costs	761 753	749 167
Provision for thirteenth cheque	10 911	70 801
VAT on employment costs & fees	144 702	132 755
Management fees	204 634	324 002
	<u>1 182 076</u>	<u>1 334 981</u>

LEISURE ISLE RESIDENTS' ASSOCIATION
DETAILED INCOME STATEMENT
for the year ended 31 October 2020

	Notes	2020 R	2019 R
INCOME		1 524 721	1 515 121
Levies received		1 483 463	1 470 920
Interest received		39 258	44 201
Donations received		2 000	0
EXPENDITURE		1 476 785	1 522 199
Audit fees		15 000	13 200
Accounting fees		0	13 300
AGM and entertainment		6 664	2 840
Bank charges		19 662	20 405
Camera maintenance		6 179	0
Depreciation	1,1	30 856	34 825
Electricity and water		16 567	16 771
Insurance		18 870	17 312
Interest paid		11 119	9 238
Legal and consulting fees		0	543
Steenbok Nature Park Levy		52 500	50 000
Maintenance of public areas		110 927	204 244
Postage		535	495
Printing and stationery		2 100	2 416
Security expenses	4	1 182 076	1 131 425
Signage		0	1 455
Website		3 730	3 730
SURPLUS (DEFICIT) FOR THE YEAR		47 936	-7 078
Plus disclosable items		-28 139	-34 963
OPERATING SURPLUS before disclosable items		19 797	-42 041

LEISURE ISLE RESIDENTS ASSOCIATION

Auditor Name P Radley

AUDIT PROGRAM

Reviewed by I Uys

Item #	Details of Audit work required	2020	2021	2022	2023
1.	General Ledger				
1.1	Check Opening balances to prior year AFS and TB				
1.2	Check Closing balances to Final TB				
2.	Cashbook				
2.1	Vouch Two(2) months				
2.2	Obtain copies of All Bank accounts held and Reconcile if necessary				
2.3	Persue the rest of the year look for anomalies.				
3.	Fixed Assets				
3.1	Draft the Standard Schedules.				
3.2	Check Depreciation rates and calculations.				
3.3	Vouch any major additions or disposals and confirm minuted.				
4.	Minute Book				
4.1	Read through the Minutes book since the last Financial year and				
	check for any matters relevant to the Management Accounts and the				
	resulting Annual Financial Statements.				
5.	Members Subscriptions				
5.1	Test check CB to the Members Database for subscriptions.				
5.2	Check the annual amount by calculating members by applicable fee.				
5.3	Agree the Database listing to the Income as per GL and TB.				
6.	Disclosable items				
6.1	Check the Income statement for any disclosable items				
6.2	Check the Balance Sheet and produce Notes for the AFS				
7.	Annual Financial Statements				
7.1	Draft the Annual Financial Statments and type in Ms-Excel				
7.2	Have the AFS signed and the Auditv Review Report issue.				