

**LEISURE ISLE
RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
31 OCTOBER 2022**

IAN UYS AND COMPANY

**LEISURE ISLE RESIDENTS ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
as at 31 October 2022**

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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

IAN UYS & COMPANY

Chartered Accountants (SA)

Registered Accountants

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Fortress Network cc t/a Ian Uys & Company

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SAICA Pr No: 959790



FORTRESS
Established 1973

AUDITOR'S REPORT TO LEISURE ISLE RESIDENTS ASSOCIATION

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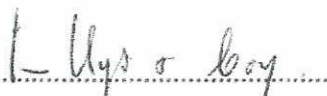
The annual financial statements for the year ended 31 October 2022 as set out on pages 3 to 7 are the responsibility of the Committee members.

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.


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

17 November 2022

4638 LIRA 2022

Ian S Uys DWD B Comm CA (SA) CEA
In Association with Fortress Financial Services CC

**LEISURE ISLE RESIDENTS ASSOCIATION
BALANCE SHEET
as at 31 October 2022**

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	Notes	2022 R	2021 R
ASSETS			
NON-CURRENT ASSETS			
Fixed assets	2	8 230	5 999
CURRENT ASSETS			
Bank		869 467	888 024
Sundry debtors		868 902	887 459
		565	565
		<u>877 697</u>	<u>894 023</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Accumulated surplus		442 196	411 060
Camera replacement reserve		345 705	314 569
		96 491	96 491
CURRENT LIABILITIES			
Trade payables		435 501	482 963
Legal cost pledges	3	15 800	17 200
Prepayments		330 157	323 949
Provisions		28 910	38 322
Projects	4	23 230	5 992
		37 404	97 500
		<u>877 697</u>	<u>894 023</u>

**LEISURE ISLE RESIDENTS ASSOCIATION
INCOME STATEMENT
for the year ended 31 October 2022**

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	Notes	2022 R	2021 R
INCOME		1 420 093	1 428 230
Less OPERATING COSTS		1 412 392	1 444 355
OPERATING SURPLUS (DEFICIT) BEFORE DISCLOSABLE ITEMS		<u>7 701</u>	<u>-16 125</u>
NET INVESTMENT INCOME		23 435	13 100
Interest paid		<u>-6 209</u>	<u>-6 093</u>
Interest received		<u>29 644</u>	<u>19 193</u>
SURPLUS (DEFICIT) FOR THE YEAR		<u>31 136</u>	<u>-3 025</u>
ACCUMULATED SURPLUS			
Brought forward		314 569	312 146
Guard Hut contribution		0	5 448
ACCUMULATED SURPLUS		<u><u>345 705</u></u>	<u><u>314 569</u></u>
Note:			
Included in operating costs are:			
Audit fees		15 600	15 000
Depreciation		7 645	23 356

LEISURE ISLE RESIDENTS ASSOCIATION
NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 31 October 2022

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1 ACCOUNTING POLICIES

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

1,1 REVENUE / INCOME

The association is voluntary and residents of Leisure Isle may join and leave the association of their own volition. Accordingly, membership contributions are recognised on the receipts basis. Contributions received for the ensuing financial year are recognised as prepaid and consequently as a current liability.

1,2 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
2022				
Cost				
Balance at 1 November 2021	281 536	213 411	5 499	500 446
Additions	0	9 876	0	9 876
Sales and scrapping	0	0	0	0
Balance at 31 October 2022	281 536	223 287	5 499	510 322
Accumulated depreciation				
Balance at 1 November 2021	255 532	208 787	4 124	468 443
Guard Hut Amortisation	26 004	0	0	26 004
Depreciation	0	6 270	1 375	7 645
Balance at 31 October 2022	281 536	215 057	5 499	502 092
Carrying amount at 31 October 2022	0	8 230	0	8 230
2021				
Cost				
Balance at 1 November 2020	281 536	213 411	5 499	500 446
Additions	0	0	0	0
Sales and scrapping	0	0	0	0
Balance at 31 October 2021	281 536	213 411	5 499	500 446
Accumulated depreciation				
Balance at 1 November 2020	255 532	186 806	2 750	445 088
Guard Hut Amortisation	26 004	0	0	26 004
Depreciation	0	21 981	1 374	23 355
Balance at 31 October 2021	281 536	208 787	4 124	494 447
Carrying amount at 31 October 2021	0	4 624	1 375	5 999

3 LEGAL COST PLEDGES

Pledges by members, supported by monetary deposits, to cover legal costs that may arise from the Sea Wall repair dispute.

4 PROJECTS

In 2021 funds were raised to relocate and replace some of the public seating and refuse bins on Leisure Isle. The project was completed in 2022 and the surplus reflected as a current liability pending suitable community projects which will be determined in due course.

	2022	2021
	R	R
Opening balance	97 500	
Contributions and receipts	75 602	97 500
Expenditure incurred	-135 697	-
Net surplus available	<u>37 405</u>	<u>97 500</u>

5 ISLAND SAFETY AND SECURITY EXPENSES

During the financial year a new contract was negotiated with security service provider, Allsound resulting in the contractor becoming responsible for all contingent employee costs and a more flexible servicing structure.

The costs are consequentially not strictly comparable but reflect as follows:

	2022	2021
	R	R
Guard costs:		
Radios	18 636	16 858
Maintenance	10 012	950
Transport	25 550	40 150
Employment	822 691	781 647
	<u>876 889</u>	<u>839 605</u>
Electricity for guardhouse and cameras	15 875	15 305
VAT on employment costs & fees	152 641	151 155
Management fees	172 031	209 195
Camera Monitoring	11 300	0
	<u>1 228 736</u>	<u>1 215 260</u>

