

# **Western Cape Street Children Forum**

**(Registration Number NPO-069-906)**

**Annual Financial Statements**

**for the year ended 31 March 2023**

**Audited Financial Statements**

in compliance with the Non-Profit Organisation Act

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Annual Financial Statements for the year ended 31 March 2023

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# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Annual Financial Statements for the year ended 31 March 2023

## General Information

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<b>Country of Incorporation and Domicile</b>	South Africa
<b>Registration Number</b>	NPO-069-906
<b>Nature of Business and Principal Activities</b>	The company is a Non-Profit Organisation working for street children, vulnerable children and the youth in Western Cape.
<b>Executive Committee</b>	C DeBeyer - Chairperson C Bruyns - Vice Chairperson W Bosse T Massaglia A Deelman M Mulamba K Govender P Williams M Sikaundi T Mhangara A Viljoen
<b>Business Address</b>	9 Wade Street Claremont Western Cape 7708
<b>Bankers</b>	Standard Bank
<b>Auditors</b>	MFS Audit, Tax & Advisory Inc Building 2, Woodmead Country Club Estate 21 Woodlands Drive Woodmead Johannesburg 2052

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Annual Financial Statements for the year ended 31 March 2023

## Executive Committee's Responsibilities and Approval

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The executive committee are required by the Non-Profit Organisation Act to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements satisfy the financial reporting standards with regards to form and content and present fairly the statement of financial position, results of operations and business of the company, and explain the transactions and financial position of the business of the company at the end of the financial year. The annual financial statements are based upon appropriate accounting policies consistently applied throughout the company and supported by reasonable and prudent judgements and estimates.

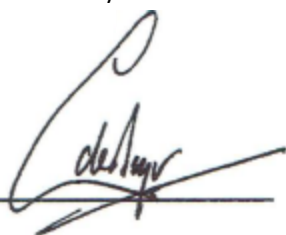
The executive committee acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the executive committee to meet these responsibilities, the executive committee set 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 company and all employees are required to maintain the highest ethical standards in ensuring the company's business is conducted in a manner that in all reasonable circumstances is above reproach.

The focus of risk management in the company is on identifying, assessing, managing and monitoring all known forms of risk across the company. While operating risk cannot be fully eliminated, the company 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 are 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 going-concern basis has been adopted in preparing the financial statements. Based on forecasts and available cash resources the executive committee have no reason to believe that the company will not be a going concern in the foreseeable future. The annual financial statements support the viability of the company.

The annual financial statements have been audited by the independent auditing firm, MFS Audit, Tax & Advisory Inc, who have been given unrestricted access to all financial records and related data, including minutes of all meetings of the executive committee, the executive committee and committees of the executive committee. The executive committee believe that all representations made to the independent auditor during the audit were valid and appropriate. The external auditor's unqualified audit report is presented on pages 5 to 6.

The annual financial statements set out on pages 7 to 13, and the supplementary information set out on page 14 which have been prepared on the going concern basis, were approved by the executive committee and were signed on 5 September 2023 on their behalf by:



C DeBeyer - Chairperson



C Bruyns - Vice Chairperson

8 September 2023

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Annual Financial Statements for the year ended 31 March 2023

## Executive Committee's Report

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The executive committee present their report for the year ended 31 March 2023.

### 1. Review of activities

#### Main business and operations

The company is a Non-Profit Organisation working for street children, vulnerable children and the youth in Western Cape. There were no major changes herein during the year.

The operating results and statement of financial position of the company are fully set out in the attached financial statements and do not in our opinion require any further comment.

### 2. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

The executive committee believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis.

The executive committee are not aware of any new material changes that may adversely impact the company. The executive committee are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

### 3. Events after reporting date

All events subsequent to the date of the annual financial statements and for which the applicable financial reporting framework requires adjustment or disclosure have been adjusted or disclosed.

### 4. Executive Committee

The executive committee of the company during the year and up to the date of this report are as follows:

C DeBeyer - Chairperson

C Bruyns - Vice Chairperson

W Bosse

T Massaglia

A Deelman

M Mulamba

K Govender

P Williams

### 5. Independent Auditors

MFS Audit, Tax & Advisory Inc were the independent auditors for the year under review.



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## **Independent Auditor's Report**

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### **To the Executive Committee of Western Cape Street Children Forum**

#### **Opinion**

We have audited the financial statements of Western Cape Street Children Forum set out on pages 7 to 13, which comprise the statement of financial position as at 31 March 2023, and the statement of comprehensive income and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of Western Cape Street Children Forum as at 31 March 2023, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non-Profit Organisation Act and the Companies Act of South Africa.

#### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the company in accordance with the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (IRBA Code) and other independence requirements applicable to performing audits of financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the corresponding sections of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards). We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

#### **Other Information**

The executive committee are responsible for the other information. The other information comprises the information included in the document titled "Western Cape Street Children Forum Financial Statements for the year ended 31 March 2023", which includes the Executive Committee's Report, and the statement of Executive Committee's Responsibilities and Approval as required by the Non-Profit Organisation Act, which we obtained prior to the date of this report, and the supplementary information set out on page 14. The other information does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **Responsibilities of the Executive Committee for the Financial Statements**

The executive committee are responsible for the preparation and fair presentation of the financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Non-Profit Organisation Act and the Companies Act of South Africa, and for such internal control as the executive committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the executive committee are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the executive committee either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the executive committee.
- Conclude on the appropriateness of the executive committee's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the executive committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

**MFS Audit, Tax & Advisory Inc**

**5 September 2023**



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**Per: Salman Bismilla CA(SA) RA**  
**Director / Partner**  
**Registered Auditor**

**Building 2, Woodmead Country Club Estate**  
**21 Woodlands Drive**  
**Woodmead**  
**Johannesburg**  
**2052**

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Financial Statements for the year ended 31 March 2023

## Statement of Financial Position

Figures in R

	Notes	2023	2022
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant and equipment	4	80,170	112,238
<b>Current assets</b>			
Cash and cash equivalents	5	404,592	374,528
<b>Total assets</b>		<b>484,762</b>	<b>486,766</b>
<b>Funding and liabilities</b>			
<b>Funding</b>			
Retained income		477,987	482,766
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade and other payables	6	6,775	4,000
<b>Total funding and liabilities</b>		<b>484,762</b>	<b>486,766</b>



# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Financial Statements for the year ended 31 March 2023

## Statement of Comprehensive Income

Figures in R

Notes

2023

2022

Revenue

1,100,156

1,026,289

Expenditure

(1,104,936)

(1,083,877)

**Loss for the year**

**(4,780)**

**(57,588)**

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Financial Statements for the year ended 31 March 2023

## Statement of Cash Flows

Figures in R

	Note	2023	2022
<b>Cash flows from / (used in) operations</b>			
<b>Loss for the year</b>		<b>(4,780)</b>	<b>(57,588)</b>
<b>Adjustments to reconcile loss</b>			
Adjustments for increase in other operating payables		2,776	1,000
Adjustments for depreciation and amortisation expense		32,068	32,068
<b>Total adjustments to reconcile loss</b>		<b>34,844</b>	<b>33,068</b>
<b>Net cash flows from / (used in) operations</b>		<b>30,064</b>	<b>(24,520)</b>
<b>Net increase / (decrease) in cash and cash equivalents</b>		<b>30,064</b>	<b>(24,520)</b>
Cash and cash equivalents at beginning of the year		374,528	399,048
<b>Cash and cash equivalents at end of the year</b>	<b>5</b>	<b>404,592</b>	<b>374,528</b>

# Western Cape Street Children Forum

(Registration Number NPO-069-906)

Financial Statements for the year ended 31 March 2023

## Accounting Policies

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### 1. General information

Western Cape Street Children Forum ('the company') is a Non-Profit Organisation working for street children, vulnerable children and the youth in Western Cape.

### 2. Basis of preparation and summary of significant accounting policies

The financial statements of Western Cape Street Children Forum have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, the Non-Profit Organisation Act and the Companies Act of South Africa. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment property, certain property, plant and equipment, biological assets and derivative financial instruments at fair value. They are presented in South African Rand.

The preparation of financial statements in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in note 3.

The principal accounting policies applied in the preparation of these annual financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

#### 2.1 Property, plant and equipment

Property, plant and equipment is stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the executive committee.

The company adds to the carrying amount of an item of property, plant and equipment the cost of replacing parts of such an item when that cost is incurred if the replacement part is expected to provide incremental future benefits to the company. The carrying amount of the replaced part is derecognised. All other repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Land is not depreciated. Depreciation on other assets is charged so as to allocate the cost of assets less their residual value over their estimated useful lives, using the straight-line method. The estimated useful lives range as follows:

<b>Asset class</b>	<b>Useful life / depreciation rate</b>
Motor vehicles	5 years

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, if there is an indication of a significant change since the last reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised within 'other gains / (losses)' in the statement of comprehensive income.

# Western Cape Street Children Forum

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Financial Statements for the year ended 31 March 2023

## Accounting Policies

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*Basis of preparation and summary of significant accounting policies continued...*

### 2.2 Financial instruments

#### Cash and cash equivalents

Cash and cash equivalents includes cash on hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown in current liabilities on the statement of financial position.

#### Trade and other payables

Trade payables are recognised initially at the transaction price and subsequently measured at amortised cost using the effective interest method.

### 2.3 Revenue

Revenue is measured at the fair value of the consideration received or receivable. Revenue is shown net of value-added tax, returns, rebates and discounts.

### 3. Critical accounting estimates and judgements

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

No significant estimates and adjustments have been applied in the preparation of these financial statements.

# Western Cape Street Children Forum

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Financial Statements for the year ended 31 March 2023

## Notes to the Financial Statements

Figures in R

2023

2022

### 4. Property, plant and equipment

#### Balances at year end and movements for the year

	<u>Motor vehicles</u>	<u>Total</u>
<b>Reconciliation for the year ended 31 March 2023</b>		
<b>Balance at 1 April 2022</b>		
At cost	160,340	160,340
Accumulated depreciation	(48,102)	(48,102)
<b>Carrying amount</b>	<b>112,238</b>	<b>112,238</b>
<b>Movements for the year ended 31 March 2023</b>		
Additions from acquisitions	-	-
Depreciation	(32,068)	(32,068)
<b>Property, plant and equipment at the end of the year</b>	<b>80,170</b>	<b>80,170</b>
<b>Closing balance at 31 March 2023</b>		
At cost	160,340	160,340
Accumulated depreciation	(80,170)	(80,170)
<b>Carrying amount</b>	<b>80,170</b>	<b>80,170</b>
<b>Reconciliation for the year ended 31 March 2022</b>		
<b>Balance at 1 April 2021</b>		
At cost	160,340	160,340
Accumulated depreciation	(16,034)	(16,034)
<b>Carrying amount</b>	<b>144,306</b>	<b>144,306</b>
<b>Movements for the year ended 31 March 2022</b>		
Depreciation	(32,068)	(32,068)
<b>Property, plant and equipment at the end of the year</b>	<b>112,238</b>	<b>112,238</b>
<b>Closing balance at 31 March 2022</b>		
At cost	160,340	160,340
Accumulated depreciation	(48,102)	(48,102)
<b>Carrying amount</b>	<b>112,238</b>	<b>112,238</b>

### 5. Cash and cash equivalents

#### Cash and cash equivalents included in current assets:

##### Cash equivalents

Short term investments	399,996	359,911
Bank Balance	4,596	14,617
	<b>404,592</b>	<b>374,528</b>

# Western Cape Street Children Forum

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Financial Statements for the year ended 31 March 2023

## Notes to the Financial Statements

Figures in R

2023

2022

### 6. Trade and other payables

Trade and other payables comprise:

Accrued liabilities	2,275	-
Accounts payable - audit fees	4,500	4,000
<b>Total trade and other payables</b>	<b>6,775</b>	<b>4,000</b>

# Western Cape Street Children Forum

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## Detailed Income Statement

Figures in R

Note

2023

2022

### Revenue

Cycle Tour Income	8,825	-
Donations received	900	5,100
Equity Donation	49,000	20,000
GiveGain	14,878	-
Grant - Department of Social Development	974,103	974,103
Mandela Day Donations	8,616	-
Members fees	18,800	15,200
Training Income	550	-
	<b>1,075,672</b>	<b>1,014,403</b>

### Other income

Investment income	24,484	11,886
	<b>1,100,156</b>	<b>1,026,289</b>

### Expenditure

Accounting fees	(24,300)	(18,470)
Accounting software expenses	(3,507)	(3,600)
Auditors remuneration - Fees	(4,500)	(4,000)
Bank charges	(3,105)	(3,096)
Computer expenses	(17,241)	(3,805)
Consulting fees	-	(400)
CT cycle tour extra payment	(6,895)	-
Depreciation - Motor vehicles	(32,068)	(32,068)
Equity donation paid out	(28,000)	-
Insurance	(12,578)	(10,418)
Meeting refreshments	(7,413)	(4,291)
Minor assets	(2,493)	-
Motor vehicle expense	-	(4,828)
Printing and stationery	(1,582)	(934)
Programme costs	-	(224)
Rent paid	(46,223)	(46,300)
Salaries & wages	(845,007)	(908,891)
Telephone and fax	(22,551)	(24,723)
Training expenses	(4,105)	(14,805)
Transport	(40,154)	(2,749)
Travel and accommodation	(1,050)	-
Webhosting	(2,164)	(275)
	<b>(1,104,936)</b>	<b>(1,083,877)</b>

### Loss for the year

**(4,780)**

**(57,588)**