

**MALAGAS RATEPAYERS AND RESIDENTS' ASSOCIATION
ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024**

ASSOCIATION PURPOSE AND OBJECTIVES

The Association , through its predecessor, the Beede Property Owners Association, has been active since 1985.

The Association's purpose is to serve the community in the area in Swellendam Municipality, Ward 3, specifically in the Area from Plot 1, Malagas to the border of Infanta in the east, and the Breede River as the northern boundary, for civic and municipal affairs, the promotion of environmental and water affairs and for the retention of the character of the Area.

The Association runs a Disaster, Fire and Security operation, and with volunteers, provides a potential disaster review and notification team, and a first responder team of volunteers, covering fire, flooding and other emergencies, while developing a security presence through CCTV's positioned through the Area.

Funding is provided by membership fees and by voluntary donations.

The paid up membership totals in excess of 160 , with the active mailing list around 400, covering official bodies , and the majority of residents and property owners in the Area.

GENERAL INFORMATION

Domicile: The Association is a South African voluntary organisation

Executive Committee Members:

Monique Mulder (Chairperson and Treasurer) -appointed 29 December 2024

Tony Davison (Vice Chairman)-appointed 29 December 2024

Ken Wentzel -appointed 29 December 2024

Rene White-appointed 29 December 2024

Eric von Stoppel (Co-Opted) - 7 May 2024

Oliver Sedgwick (Co-Opted) - 29 December 2024

Deon Joubert - Appointed 29 Decmber 2023. Resigned 23 February 2024.

Business Address: c/o M Mulder,
Erf 47, rea 1,
Malagas.

Business Contact: Monique Mulder <chairman@malgas.org.za>

Web Site:

Annual Financial Statements

Reviewed by: A H Davison CA (SA)
Membership Number 00132033


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Approval

The annual financial statements set out on pages 1 to 8, have been prepared on a going concern basis, were approved by the Executive committee on 21 January 2025, and were signed on their behalf by:



Monique Mulder
Chairperson


Ken Wentzel
Committee member


Ken Wentzel
Committee member

Malagas Ratepayers and Residents Association

Annual Financial Statements for the year ended 31 December 2024

Reviewers Report

The Annual Financial Statements were prepared by the Treasurer under the supervision of A H Davison CA (SA). The Annual Financial Statements, including noting the Level of Assurance and Preparation set out on page 2, are unaudited, were reviewed by A H Davison CA (SA), and are subject to the qualification under Accounting Policies notes on page 5, and present fairly, in all material respects, the financial position of the Malagas Ratepayers and Residents Association as at 31 December 2024, and its financial performance and cash flows for the year ended in accordance with the basis of accounting described in Notes set out on pages 5 to 7.



A H DAVISON CA (SA)
Membership number 00132033

21 January 2025

Level of Assurance and Preparation:

These financial statements are presented to members as required by the Constitution of the Association, in terms of the Association's requirements, accounting policies and principles to satisfy the financial information needs of the constitution.

These financial statements are unaudited, have been prepared by the Treasurer and confirmed by the Executive Committee, who take full responsibility.

As a result, the annual financial statements may not be suitable for another purpose.

Malagas Ratepayers and Residents Association
Annual Financial Statements for the year ended 31 December 2024
Statement of Financial Position as at 31 December 2024

Figures in Rand	Note (s)	2024	2023
Assets			
Property, plant and equipment	1	8	8
Current Assets		202 574	195 116
Association operations		103 988	118 326
Cash	2	0	0
Bank balance	2	30 611	17 159
Money Market	2	72 277	89 067
Sundry Debtors	3	1 100	1 000
Disaster prepayment		0	11 100
Funds held for Special Purposes			
Cash and money market	2	98 586	76 790
Total Assets		202 582	195 124
Equity, Funds and Liabilities			
Members Interests and Reserves			
Accumulated Surplus		92 157	104 084
Funds held for Special Purposes		98 586	76 790
Disaster, Fire and Security Fund		0	16 256
Area 1 Fund	4.2.3	9 085	25 403
Community (Nuwedorp Covid and Relocation) Fund	4.2.2	8 131	8 131
Jonathon Phillips Fund	4.2.1	20 050	27 000
Swellendam Municipality Grant in Aid	4.2.4	61 320	0
Matjieskloof and Lemoentuin Roads		20 000	0
Security Cameras		41 320	0
Liabilities	5	11 839	14 250
Trade and other payables		4 739	1 000
Members fees in Advance		7 100	13 250
Total Equity, Funds and Liabilities		202 582	195 124

Malagas Ratepayers and Residents Association

Annual Financial Statements for the year ended 31 December 2024

Figures in Rand	Note (s)	2024	2023
Statement of Comprehensive Income			
Revenue	6	26 980	18 760
Other Income	7	17 106	0
Total Income		44 086	18 760
Operating Expenses	8	69 218	78 173
Operating Surplus		-25 132	-59 413
Investment Income	9		7 643
Surplus for the Year		-25 132	-51 770
Other Income	9	13 204	63 994
Total Comprehensive surplus for the year		-11 928	12 224
Statement of Changes in Equity			
Balance at 1 January 2023		91 860	97 578
Surplus for the year		-51 770	-5 718
Other comprehensive income		63 994	
Total Comprehensive income for the year		12 224	-5 718
Balance at 1 January 2024		104 085	91 860
Surplus (Deficit) for the year		-25 132	-51 770
Other comprehensive income		13 204	63 994
Total Comprehensive income for the year		-11 928	12 224
Balance at 31 December 2024		92 157	104 085

Malagas Ratepayers and Residents Association

Annual Financial Statements for the year ended 31 December 2024

Accounting Policies

1. Basis of Preparation and summary of significant accounting policies

The annual financial statements have been prepared on a:

Going concern basis.

In accordance with the accounting policies as set out below.

Historical cost basis.

Presentation in South African Rands.

The accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment are tangible assets which the Association holds for its own use, and which are expected to be used for more than one period. Property, plant and equipment is initially measured at cost

Property, plant and equipment is amortised in the year acquired to a nominal value of R1. Used in Disaster management, for security purposes such as CCTV camera's and are used outdoors, and for administrative functions with a short life.

Maintenance of property, plant and equipment is also amortised in the year of expenditure.

On scrapping or disposal, the remaining cost is amortised, with any recovery credited to amortisation costs.

1.2 Financial Instruments.

Financial instruments are short term in nature with a maturity of one year or less, and are maintained at cost.

If there is a fundamental reduction in value, this is recognised as a cost in the income statement.

1.3 Tax

The Association operates as a non profit, has no taxable income, and is not registered for normal tax nor Value Added Tax.

1.4 Impairment of Assets

All assets are measured at the reporting date, and if any indication that an asset is impaired, its carrying value is reduced and written off in the income statement. Any reversal of value, or increase in value, is not recognised.

1.5 Provisions and contingencies

Provisions are recognised when the Association has an obligation at the reporting date, as a result of a past event, and the obligation can reliably be estimated.

1.6 Revenue

Donations and membership contributions are recognised when the cash is received by the Association. If the cash received is for a future reporting period, it is treated as Deferred income, and held under current liabilities. Revenue consists of donations, fundraisers and membership contributions. Interest is recognised, using the effective rate method.

1.7 Source of revenue

In common with similar organisations, verifying and controlling funds due, including for fund raising events, may from time to time, be difficult due to the nature of the process being used.

1.8 Special funds

Non Operational purposes

Funds are received for special and specific non-operational purposes and credited to individual liability accounts.

When expenditure relating to these special fund Accounts, is to be incurred, the payments are debited to these accounts.

Disaster, Fire and Security

From time to time, funds are received as donations or otherwise for specific operational purposes, such as expenditure on firefighting equipment and running costs, security equipment, first aid assistance and operational costs.

The funds are credited to a separate account and accounted in the balance sheet as a Special funds balance.

When expenditure is to be incurred, funds may be released from the account and credited to the income statement.

The cash supporting the Special Funds are retained specifically for the purpose received.

1.9 Accounting for Financial Year End

For practical member purposes, the Annual General Meeting may be held prior to the financial year end. Revenue and expenses, if any, to be received or incurred after the close of the books, are then accrued in the Annual Financial Statements. or if not known, carried forward to the new financial year.

These Annual Financial Statements are through to 31 December 2024, the financial year end.

Malagas Ratepayers and Residents Association

Annual Financial Statements for the year ended 31 December 2024

Notes to the Financial Statements

Figures in Rand **2024** **2023**

1. Property, plant and Equipment

	2024			2023		
	Cost	Accumulated Depreciation and impairment	Carrying Value	Cost	Accumulated Depreciation and Amortisation	Carrying Value
Fire fighting equipment	107 269	107 266	3	107 269	107 266	3
Security radios and equipment	10 563	10 561	2	10 563	10 561	2
Security gate	55 977	55 976	1	55 977	55 976	1
CCTV and Equipment	101 305	101 303	2	101 305	101 303	2
<i>Disaster, Fire and Security</i>	<i>275 113</i>	<i>275 105</i>	<i>8 0</i>	<i>275 114</i>	<i>275 106</i>	<i>8</i>
Office and IT equipment	0	0	0 2	0	0	0
Total	275 113	275 105	8 2	275 114	275 106	8

2. Cash and cash equivalents are

Operational cash and cash equivalents

Cash on hand	0	0
Bank balances	30 611	17 159
Money Funds	72 277	89 067
Total	102 888	106 226

Special Funds

Cash on hand	0	0
Bank balances	0	77 447
Money Funds	98 586	0
Total	98 586	77 447

Combined Total

201 474 183 673

3. Current Assets/Receivables

Sundry Debtors	1 100	1 000
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4. Funds held for Special Purposes

4.1 Operational

4.1.1 Disaster, Fire and Security Fund	0	16 256
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4.2 Non Operational

4.2.1 Jonathon Phillips Fund	20 050	27 000
4.2.2 Community (Nuwedorp Covid and Relocation) Fund	8 131	11 881
4.2.3 Area 1 Fund	9 085	21 966
4.2.4 Swellendam Municipality Grant in Aid	61 320	0
4.2.4.1 Matjieskloof and Lemoentuin Roads	20 000	0
4.2.4.2 Security Cameras	41 320	0
Grant in Aid Received	50 000	0
Expenditure	8 680	0

Total

98 586 60 847

Combined Total

98 586 77 103

5. Current Liabilities

5.1 Membership fees in advance	7 100	13 250
5.2 Other funds received in advance	0	0
5.3 Trade and other payables	4 739	1 000
Total	11 839	14 250

Malagas Ratepayers and Residents Association

Annual Financial Statements for the year ended 31 December 2024

Notes to the Financial Statements

Figures in Rand	2024	2023
6. Revenue		
6.1 Members contributions	26 980	18 760
6.2 Voluntary Donations	<u>0</u>	<u>0</u>
Total	<u>26 980</u>	<u>18 760</u>
7. Other Income		
7.1 General Donations - transfer from Disaster, Fire and Security Fund	17 106	63 394
7.2 Sundry	<u>0</u>	<u>0</u>
Total	<u>17 106</u>	<u>63 394</u>
8. Operating Expenses		
Operating expenses include the following expenses		
8.1 Amortisation and impairment of other fixed assets	0	0
8.2 Amortisation and impairment of Disaster, Fire and Security fixed assets	<u>0</u>	<u>56 390</u>
Total	<u>0</u>	<u>56 390</u>
9. Investment Income		
Interest Received- Bank	308	347
Interest Received- Money market	<u>11 717</u>	<u>7 296</u>
Total	<u>12 025</u>	<u>7 643</u>

10. Taxation

There is no taxable income.

11. Contingencies

There is an consultancy fee for work in progress on the Rates Rebate increase proposal. This will be billed on completion, in 2025.

12. Equipment Use Agreement

The Association has entered into an Equipment Use Agreement with Swellendam Municipality on 25 August 2024, for the use of 2 Firefighting Skids at no charge. The MRRA are responsible for the upkeep thereof. The Agreement can be cancelled by either party with 14 days written notice.

Malagas Ratepayers and Residents Association
Annual Financial Statements for the year ended 31 December 2024
Detailed Income Statement

Figures in Rand	Note(s)	2024	2023
Association Operations			
Revenue			
Members Contributions	6	26 980	18 760
Voluntary Donations		0	0
Sundry Income	7	0	0
Total Revenue		26 980	18 760
Income from Investments	9	13 204	7 643
Total Income		40 184	26 403
Expenses			
Amortisation -office equipment	8	0	2
Annual General Meeting Costs		3 378	6 304
Bank Charges		72	109
Consultancy Fees-Constitution		13 662	0
Consultancy Fees - Rates reduction	7	0	0
Consultancy Fees - previous year recovery		0	-10 125
Legal Fees - recoveries			4 957
Municipality Liason			0
Server Hosting		16 133	1 380
Stationery and Printing- previous year recovery		0	-2 625
Subscriptions		1 499	2 584
Total expenses		34 744	2 586
Surplus (Loss) from Association Operations		5 439	23 817
Disaster, Fire and Security activities			
Revenue			
Donations transferred from Disaster, Fire and Security Fund		17 106	63 994
Other income		0	0
Total Revenue		17 106	63 994
Expenses			
Amortisation - Cameras	8	0	1
Amortisation - Fire equipment	8	0	56 389
Camera Network charge		15 839	0
Fire fighting equipment maintenance		0	7 605
Fire fighting Consumables		0	0
Fire fighting service - licences		0	0
First Aid Kit		4 190	0
Radio maintenance and consumables		14 444	2 530
Radio network		0	9 062
Total expenses		34 473	75 587
Surplus (Loss) from Disaster, Fire and Security operations		-17 367	-11 593
Association Surplus (Loss) for the year		-11 928	12 224
Association Accumulated Funds at 1 January 2024		104 085	91 861
Association Accumulated Funds at 31 December 2024		92 157	104 085