



HELDERBERG SOCIETY
FOR THE AGED
ANNUAL REPORT 2015
JAARVERSLAG 2015



FINANCIAL STATEMENTS EXTRACT







FINANCIAL REPORT

Continuously striving towards change & sustainability

The Society embarked on a major restructuring exercise during 2012. This project was completed during this financial year. Continuous hard work and dedication is needed to ensure that the restructuring implemented, be applied properly. We are pursuing our change strategy wholeheartedly and are fully committed to it to ensure The HSFA stays sustainable as an organisation. There are many challenges ahead in ensuring our organisation continues to strive. Our short term objectives are to increase revenue and a drive to cut costs. Our long term objective is to maintain an organisation that will sustain itself and to implement changes in order to meet this objective. We continuously strive towards creating an organisation we can all be proud of.



Above: Jerome Hindley and Rika Rodd, respectively old and new Financial Manager at HSFA

FINANCIAL REPORT		FINANSIËLE VERSLAG	
HELDERBERG SOCIETY FOR THE AGED		HELDERBERG VERENIGING VIR BEJAARDES	
REGISTRATION NUMBER 002-846 NPO		REGISTRASIE NOMMER 002-846 NPO	
ANNUAL FINANCIAL STATEMENTS		FINANSIËLE JAARSTATE	
31 MARCH 2015		31 MAART 2015	
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<p>The financial statements set out on pages 12 to 17 were approved by the Board on 20 July 2015 and are signed on its behalf by/Die finansiële jaarstate uiteengesit op bladsye 12 tot 17 is op 20 Julie 2015 deur die Raad goedgekeur en namens hulle onderteken deur:</p>			
			
CHAIRMAN/VOORSITTER		CHIEF EXECUTIVE OFFICER/ HOOF UITVOERENDE BEAMPTTE	
20 July 2015		20 Julie 2015	

AUDITOR'S REPORT

Independent auditor's report on summary financial statements - To the Board of the Helderberg Society For the Aged (HSFA). The summary financial statements of the HSFA, contained in the accompanying abridged report, which comprise the summary statement of financial position as at 31 March 2015, the summary statement of comprehensive income and related notes, are derived from the audited financial statements of the HSFA for the year ended 31 March 2015.

We expressed an unmodified audit opinion on those financial statements in our report dated 10 July 2015. The summary financial statements do not contain all the disclosures required by the constitution of the HSFA as applicable to annual financial statements, therefore, is not a substitute for reading the audited financial statements of the HSFA.

Board's Responsibility for the Summary Financial Statements: The Board is responsible for the preparation of the summary financial statements in accordance with the requirements of the constitution of the HSFA as applicable to summary financial statements, and for such internal control as the board determine is necessary to enable the preparation of the summary financial statements that are free from material misstatement, whether due to fraud or error.

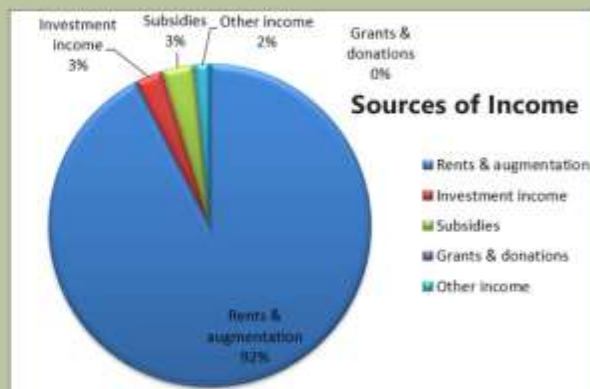
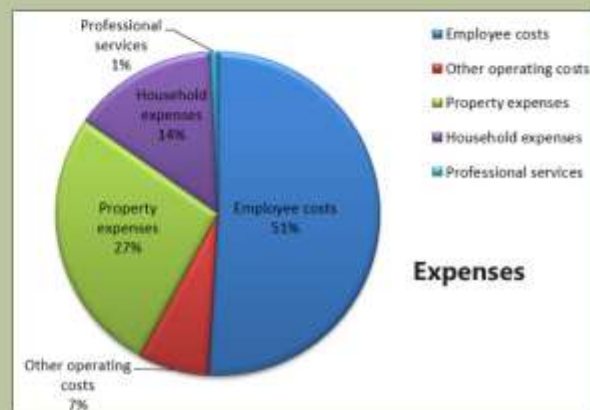
Auditors' Responsibility: Our responsibility is to express an opinion on the summary financial statements based on our procedure, which were conducted in accordance with International Standard on Auditing (ISA) 810, Engagements to Report on Summary Financial Statements.

Opinion: In our opinion, the summary financial statements derived from the audited financial statements of the HSFA for the year ended 31 March 2015 are consistent, in all material respects, with those financial statements, in accordance with the constitution of the HSFA as applicable to summary financial statements.

GKN AUDIT
Registered Auditors

Per: E Nel
Somerset West
20 July 2015

PIE CHARTS



STATEMENT OF FINANCIAL POSITION/ STAAT VAN FINANSIËLE POSISIE

AT 31 MARCH 2015				OP 31 MAART 2015
	NOTES NOTAS	2015 R	2014 R	
ASSETS				BATES
Non-current assets		435 554 923	439 812 380	Nie-bedryfsbates
Property, plant and equipment	2	435 554 923	439 812 380	Eiendom, aanleg en toerusting
Current assets		31 590 579	38 180 571	Bedryfsbates
Trade and other receivables	4	2 990 257	2 844 398	Handels- en ander debiteure
Other Financial Assets	3		238 864	Ander Finansiële Bates
Cash and cash equivalents	5	28 600 322	35 097 309	Kontant en kontant ekwivalente
Total assets		467 145 502	477 992 951	Totale bates
EQUITY & LIABILITIES				EKWITEIT & AANSPREEKLIKHEDE
Capital and reserves		417 206 351	429 903 959	Kapitaal en reserwes
Retained income		16 265 884	23 988 262	Opgehoopte fondse
Reserves		400 940 467	405 915 697	Reserwes
Non-current liabilities		40 967 250	39 535 308	Nie-bedryfslaste
Other financial liabilities	7	40 967 250	39 535 308	Ander finansiële laste
Current liabilities		8 971 901	8 553 684	Bedryfslaste
Trade and other payables	6	7 260 547	7 073 657	Handels- en ander krediteure
Other financial liabilities	7	1 711 354	1 480 029	Ander finansiële laste
Total Liabilities		49 939 151	48 088 992	Totale laste
Total equity and liabilities		467 145 502	477 992 951	Totale reserwes en laste

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31/3/2015

STAAT VAN OMVATTENDE INKOMSTE VIR DIE JAAR GEËINDIG 31/3/2015

	NOTES/ NOTAS	2015 R	2014 R	
REVENUE				INKOMSTE
Accommodation		38 777 433	36 022 954	Huur, maaltye, dienssentrum fooie
OTHER INCOME				ANDER INKOMSTE
Admission fee		89 020	0	Toelatings fooi
Augmentation		746 999	620 761	Bybetalings
Discount received		15 219	16 458	Afslag ontvang
Dividends received	8	202 545	168 028	Dividende op beleggings
Donations and fundraising		57 663	2 607 544	Ander toekennings en donasies
Fair value adjustments	9	985 747	2 167 369	Markwaarde aanpassings
Gains on disposal of fixed assets		26 910	0	Winste op beskikking v vaste bates
Grant - Community Chest		0	79 200	Toekennings - Gemeenskap Kas
Grant - National Lotteries Trust Fund		0	1 218 037	Toekennings - Nasionale Lotery Trust Fonds
Interest received	8	1 048 078	1 124 886	Rente ontvang
Nursing services		348 031	238 487	Verplegings dienste
Other income		230 740	234 335	Diverse inkomste
Rental income		491 534	331 589	Huur inkomste
Rental income - Livewell Suites		2 027 622	0	Huur inkomste - Livewell Suites
Subsidies		1 455 317	1 573 891	Subsidies
		7 725 425	10 380 585	
TOTAL REVENUE		46 502 858	46 403 539	TOTALE INKOMSTE
EXPENSES				UITGAWES
Advertising		80 215	71 092	Reklame
Auditors remuneration		85 350	85 450	Ouditeurs vergoeding
Bad debts		494 556	233 567	Slegte skuld
Bank charges		152 186	146 284	Bank koste
Cleaning		1 124 214	1 021 278	Skoonmak
Coffee Shop		71 113	0	Koffie winkel
Computer expenses		264 693	230 654	Rekenaar koste
Consulting and professional fees		50 589	41 027	Konsultasie en professionele dienste
Depreciation		580 772	563 781	Waardevermindering
Domestic fuel		53 847	71 842	Huishoudelike brandstof
Employee costs		27 084 368	26 618 560	Personeel koste
Entertainment		56 262	63 908	Vermaak
Food and catering costs		6 573 640	6 392 643	Kos en spyseniering
Fundraising costs		0	7 038	Fondsinsameling
Home Based Care		26 445	0	Tuissorg
Insurance		319 110	239 896	Versekering
Lease rentals on operating lease		95 782	71 555	Huur van toerusting
Legal expenses		11 507	1 358	Regskoste
Medical supplies		106 487	56 760	Mediese voorraad
Motor vehicle expenses		178 457	148 941	Voertuig onkoste
Municipal expenses		3 583 732	3 327 329	Munisipale koste
Petrol and oil		94 355	205 761	Brandstof en olie
Printing and stationery		287 409	258 694	Drukwerk en skryfbehoeftes
Repairs and maintenance		10 735 471	6 635 711	Herstelwerk en onderhoud
Security		827 344	647 027	Sekuriteit
Subscriptions		585 460	542 427	Subskripties
Telephone and fax		436 130	382 614	Telefoon en faks
Training		101 720	67 499	Opleiding
		54 061 214	48 132 696	
Operating (Loss) Profit		(7 558 356)	(1 729 157)	Bedryfs (Verlies) Wins
Finance Cost	10	164 019	171 822	Finansieringskoste
Total comprehensive income (loss)		(7 722 375)	(1 900 979)	Totale omvattende inkomste (tekort)

NOTES TO ANNUAL FINANCIAL STATEMENTS – 31/3/2015

PRESENTATION OF FINANCIAL STATEMENTS The financial statements have been prepared in accordance with the constitution of the Society on a basis consistent with prior years. These financial statements have been extracted from the audited annual financial statements, a copy of which is available at the Society's offices at 121 Lourensford Road, Somerset West. The Accounting Policies stated below is disclosed in the Audit financial statements and is available:

1.1 SIGNIFICANT JUDGEMENTS & SOURCES OF ESTIMATION UNCERTAINTY

1.2 PROPERTY PLANT AND EQUIPMENT

1.3 FINANCIAL INSTRUMENTS

1.4 LEASES

1.5 EMPLOYEE BENEFITS

1.6 GOVERNMENT GRANTS

1.7 REVENUE

1.8 BORROWING COST

2. PROPERTY, PLANT & EQUIPMENT	COST	ACC DEPR	VALUE	COST	ACC DEPR	VALUE
Land and buildings	433 813 474	0	433 813 474	437 982 456	0	437 982 456
Furniture and fixtures	585 948	-373 853	212 095	498 316	-344 670	153 646
Motor vehicles	756 847	-593 615	163 232	805 547	-551 543	254 004
IT equipment	1 342 903	-851 882	491 021	1 190 958	-728 576	462 382
Other property, plant and equipment	3 931 078	-3 055 977	875 101	3 702 372	-2 742 480	959 892
	440 430 250	-4 875 327	435 554 923	444 179 649	-4 367 269	439 812 380

Reconciliation of property, plant and equipment - 2015

	OPENING BALANCE	ADDITIONS	DISPOSALS	REVALUATION	DEPRECIATION	TOTAL
Land and buildings	437 982 456	0	0	-4 168 982	0	433 813 474
Furniture and fixtures	153 646	87 632	0	0	-29 183	212 095
Motor vehicles	254 004	0	-48 700	0	-42 072	163 232
IT equipment	462 383	151 944	0	0	-123 306	491 021
Other property, plant and equipment	959 892	301 421	0	0	-386 211	875 102
	439 812 381	540 997	-48 700	-4 168 982	-580 772	435 554 924

	2015	2014
	R	R
3 OTHER FINANCIAL ASSETS		
At amortised cost		
The Helderberg Trust	0	238 864
The loan is unsecured, interest free and repayable on demand		
At amortised cost	238 864	76 856
4 TRADE AND OTHER RECEIVABLES		
Trade receivables	2 885 425	2 520 405
Prepayments	28 282	0
VAT	31 611	21 077
Other receivables	44 939	302 916
	2 990 257	2 844 398
5 CASH AND CASH EQUIVALENTS		
Cash and cash equivalents consist of		
Cash on hand	9 000	17 200
Bank balances	170 006	8 622 276
Short-term deposits	28 421 316	26 457 833
	28 600 322	35 097 309
6 TRADE AND OTHER PAYABLES		
Trade payables	2 085 740	1 497 497
Residents pocket money	115 879	125 523
Accrued Leave Pay	893 927	721 955
Other Accrued expenses	440	75 850
Deposits Received	3 767 975	3 656 770
Other payables	744 663	996 062
	7 608 624	7 073 657

	2015	2014
	R	R
7 OTHER FINANCIAL LIABILITIES		
At amortised cost		
Life right creditors under registered life right scheme The creditors are interest free and repayable in terms of the rules of the scheme.	40 967 250	39 535 308
Bowden Park The loan is repayable on demand at the time of transfer of the right to occupy the units. Interest is charged at a rate mutually agreed upon.	159 405	215 966
The Helderberg Trust The loan is unsecured, interest free and repayable on demand	117 152	0
The Helderberg Training Centre NPC The loan is unsecured, interest free and repayable on demand	1 123 936	1 264 063
Ncedo Lwethu Service Centre The loan is unsecured, interest free and repayable on demand	187 417	342 905
Garden Village The loan is unsecured, interest free and repayable on demand	123 445	138 703
Other financial liabilities		-481 608
	42 678 605	41 015 337
8 INVESTMENT REVENUE		
Dividend revenue	202 545	168 028
Other Financial Assets		
Interest Revenue	1 048 078	1 124 886
Other Financial Assets		
	1 250 623	1 292 914
9 FAIR VALUE ADJUSTMENTS		
Investments	985 747	2 167 369
10 FINANCE COST		
Other Interest Paid	164 019	171 822
11 TAXATION		
No provision has been made for 2015 tax as the Society is Exempt from Income Tax in terms of Section 10(1)(cN) of the Income Tax Act		
12 CASH USED IN OPERATIONS		
Loss before taxation	-7 722 378	-1 900 976
Adjustments for:		
Depreciation and amortisation	580 772	563 781
Profit on sale of assets	-26 910	0
Dividends received	-202 545	-168 028
Interest received	-1 048 078	-1 124 886
Finance costs	164 019	171 822
Fair value adjustments	-985 747	-2 167 369
Movements	-1 154 326	-680 414
Change in working capital:		
Trade and other receivables	-145 858	-1 393 772
Trade and other payables	534 969	-510 525
	-10 006 082	-7 210 367

13. **CONTINGENCIES** During the previous financial year some of the flats at Libertas sustained serious structural damage due to a natural disaster. Damage was extensive and it caused portions of the building to become uninhabitable and residents had to be moved to other suitable accommodation. As a result the Society suffered loss of income. Damage to the flats will also result in a portion of the building having to be demolished and rebuilt. As a result of the uncertainty regarding the historical value of the building, definite plans have not been submitted for consideration. It is expected that this project will, however, commence during the 2016 financial year. The cost of the renovations will have a material effect on the cash resources of the Society. At this stage no cost estimate is available. No specific reserve has been set aside and no provision for renovation cost has been created. To date no capital has been committed to this project.