

Lions Club International District 410 E

Financial statements for the year ended 30 June 2020

Lions Club International District 410 E

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Members' responsibilities and approval

The members are required in terms of the NPO Act to maintain adequate accounting records and are responsible for the content and integrity of the financial statements and financial information included in this report. It is their responsibility to ensure that the financial statements fairly present the state of affairs of the entity as at the end of the financial year, and the results of its operations and cash flows for the period then ended, in conformity with International Financial Reporting Standards for Small and Medium-sized Entities and the requirements of the NPO Act of South Africa.

The financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-sized Entities and the requirements of the NPO Act of South Africa and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgments and estimates.

The members acknowledge that they are ultimately responsible for the system of internal financial control established by the entity and place considerable emphasis on maintaining a strong control environment. To enable the members to meet these responsibilities, the board sets 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 entity and all employees are required to maintain the highest ethical standards in ensuring the entity's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the entity is on identifying, assessing, managing and monitoring all known forms of risk. While operating risk cannot be fully eliminated, the entity endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.

The members 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 financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The members have reviewed the cash flow forecast for the year and, in the light of this review and the current financial position, they are satisfied that the entity has access to adequate resources to continue in operational existence for the foreseeable future.

The financial statements set out on page 4 to 11, which have been approved on a going concern basis, are approved by the board and are signed on their behalf:



District Governor



Treasurer

19-04-2024

Date



Independent Auditor's Report

To the Members of Lions Club International District 410 E

We have audited the annual financial statements of Lions Club International District 410 E (the NPO) set out on page 4, which comprise the statement of financial position as at 30 June 2020, statement of surplus or deficit, statement of changes in reserve funds for the year then ended, and notes to the annual financial statements.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Lions Club International District 410 E as at 30 June 2020, and its financial performance for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (simplified for the purposes of an NPO) and the requirements of the NPO Act of South Africa.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Statements section of our report. We are independent of the NPO 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 annual 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.

Other Information

The members are responsible for the other information. The other information comprises the information included in the document titled "Lions Club International District 410 E annual financial statements for the year ended 30 June 2020", which includes the Members' Report. The other information does not include the annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual 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 Members for the Annual Financial Statements

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

In preparing the annual financial statements, the members are responsible for assessing the NPO'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 members either intend to liquidate the NPO or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Annual Financial Statements

Our objectives are to obtain reasonable assurance about whether the annual 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 International Standards on Auditing 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 annual financial statements.

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

- Identify and assess the risks of material misstatement of the annual 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 NPO's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' 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 NPO'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 annual 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 NPO to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the members 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.

Greyling & Van Der Merwe



Gerrit Greyling

Registered Auditor

1277 Crawford Road

Centurion

19-04-2024

Date

Lions Club International District 410 E

Financial statements for the year ended 30 June 2020

Members' report

The members have pleasure in presenting their report for the year ended 30 June 2020.

Business activities and general review of operations

The main business of the entity is an administrative body and income of the entity is generated mainly from dues received.

No material fact or circumstance has occurred since the financial position and the date of this report.

Specific matters

No major change in the nature of the entity's business took place during the accounting period.

The entity realised a surplus of R 308,193 for the year ended 30 June 2020 (2019- deficit of R13,003).

Accordingly, the annual financial statements of the entity are prepared on the basis of accounting policies applicable to a going concern.

The financial statements were approved and signed by the members.

Members:



District Governor



Treasurer

19-04-2024

Date

Lions Club International District 410 E

Financial statements for the year ended 30 June 2020

Statement of financial position

	Notes	2020	2019
Assets			
Non-current assets			
Fixed assets	1	22	6
Total non-current assets		22	6
Current assets			
Trade and other receivables		42,229	30,000
Bank	2	1,668,226	1,113,731
Total current assets		1,710,455	1,143,731
Total assets		1,710,477	1,143,737
Funds and liabilities			
Funds			
Administrative reserve funds			
Accumulated surplus		1,152,502	670,271
Club development		43,912	44,907
District 410E convention		8,475	8,475
Insurance		44,914	35,314
Tail Twisters		1,038	-
Training Development		46,058	46,058
Total Administrative Reserve Funds		1,296,899	805,025
Project reserve funds			
Accumulated surplus		159,127	155,978
DGs emergency		95,530	68,815
Diabetes camp		23,423	-
Hearing conservation		77,731	66,924
LCIF		25,372	11,209
Woolworths rewards		13,197	7,723
Total project reserve funds		394,380	310,649
Total Funds		1,691,279	1,115,674
Liabilities			
Current liabilities			
Trade and other payables		19,198	28,063
Total liabilities		19,198	28,063
Total funds and liabilities		1,710,477	1,143,737

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Financial statements for the year ended 30 June 2020

Statement of surplus or deficit : Administration reserve : Accumulated surplus

	2020	2019
Income		
Christmas Cakes	-	8,976
District dues received	315,847	187,450
International dues received	655,753	456,447
Interest received	42,362	29,804
Merchandise trading received	-	13,182
Multiple district dues received	82,745	53,922
President workshop received	-	31,215
Total income	1,096,707	780,996
Expenses		
Administration expenses		
Audit fees	8,995	18,975
Bank charges	4,869	1,783
Insurance - fidelity	7,750	3,675
Insurance - short term	9,600	-
Cabinet expenses		
Convention registration allowance	11,493	18,040
Meeting refreshments	2,300	-
Meeting venue	-	7,680
Officers workshop	-	966
Toll fees	1,466	821
Travelling claims - Cabinet meetings air	10,412	-
Travelling claims - Cabinet meetings road	5,765	5,230
Travelling claims - Other officers	1,272	2,557
Travelling claims - Zone chairs	12,397	630
Conference expenses		
District competitions, presentations and awards	3,348	5,321
Hospitality - international officer	3,334	-
Council meeting expenses		
Hosting	2,250	4,410
Vice District Governor expenses	12,021	9,849
District administration expenses		
DG Blazer clothing	3,430	2,635
Postage	710	358
Printing and stationery	642	4,799
GMT and GLT development		
GMT and GLT training	7,067	21,253
International dues paid	655,753	456,447
Merchandise trading purchases	-	13,182
Multiple district dues paid	90,678	53,922
President workshop received	-	38,161
Total expenses	855,552	670,694
Surplus for the year	241,155	110,302

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Financial statements for the year ended 30 June 2020

Statement of surplus or deficit : Administration reserve : Other surpluses

	2020	2019
Income		
Club development	-	-
District 410E convention	-	23,863
Insurance received	9,600	-
Cabinet meeting	883	-
Total income	10,483	23,863
Expenses		
Club development	995	51,542
District 410E convention	-	47,625
Insurance paid	-	1,186
Cabinet meeting	-	-
Total expenses	995	100,353
Surplus for the year	9,488	- 76,490

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Statement of surplus or deficit : Projects reserve : Accumulated surplus

	2020	2019
Income		
Christmas Cake International levy	-	2,657
Interest received - money market	9,823	8,964
LCIF		
Donations received	80,701	31,772
Honours roll received	-	21,691
Melvin Jones received	16,297	37,890
Peace poster income	3,900	-
Total income	110,721	102,974
Expenses		
Bank charges	3,567	4,032
Essay competition	4,000	-
Insurance	9,281	6,867
LCIF		
Donations paid	80,701	31,772
Honours roll paid	-	21,691
Melvin Jones paid	16,297	37,890
Melvin Jones		
Citizen of the Year award	7,390	3,375
Peace poster expenses	12,671	12,779
Total expenses	133,907	118,406
Deficit for the year	(23,186)	(15,432)

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Financial statements for the year ended 30 June 2020

Statement of surplus or deficit : Projects reserve : Other surpluses

	2020	2019
Income		
DGs Emergency fund		
DGs Emergency income	20,272	13,815
GAT District Funding	8,942	-
LCIF International grant	138,775	-
Diabetes camp	23,423	-
Hearing conservation	12,629	11,049
LCIF		
ICIF Donations received	19,381	11,934
Woolworth rewards	5,474	5,769
Total income	228,896	42,567
Expenses		
DGs Emergency fund		
Emergency grant	138,775	45,000
Feeding scheme	2,500	-
Diabetes camp	-	-
Hearing conservation		
Hearing aid expense	1,101	-
Hearing aid postage	721	400
LCIF		
Awards	-	-
International payment	5,219	28,550
Woolworth rewards		
Media campaign	-	-
Total expenses	148,316	73,950
Surplus for the year	80,580	(31,383)

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Statement of changes in Reserve funds

	2020	2019
Accumulated reserve funds		
Opening balance		
Administrative	805,025	771,213
Transfer Reserve from other Clubs	241,076	-
Projects	310,650	357,464
Transfer Reserve from other Clubs	26,335	-
	<u>1,383,086</u>	<u>1,128,677</u>
Surplus/(deficit) for the year		
Administrative		
Accumulated surplus	241,155	110,302
Transfer Reserve from other Clubs	155	-
Other surpluses/(deficits)	9,488	(76,490)
	<u>250,798</u>	<u>33,812</u>
Projects		
Accumulated surplus/(deficit)	(23,186)	(15,432)
Other surpluses	80,581	(31,383)
	<u>57,395</u>	<u>(46,815)</u>
Closing balance		
Administrative	1,296,899	805,025
Projects	394,380	310,649
	<u>1,691,279</u>	<u>1,115,674</u>

Lions Club International District 410 E

Financial statements for the year ended 30 June 2020

Notes to the financial statements

	2020	2019
1. Fixed assets		
Administration fixed assets	18	2
Projects fixed assets	4	4
	<u>22</u>	<u>6</u>
2. Bank		
Administration		
Cheque	255,103	117,123
Money market	1,018,262	680,553
	<u>1,273,365</u>	<u>797,676</u>
Projects		
Cheque	124,004	253,286
Money market	270,857	62,769
	<u>394,861</u>	<u>316,055</u>
	<u>1,668,226</u>	<u>1,113,731</u>