

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

DRAFT
FINANCIAL STATEMENTS
for the year ended 28 February 2021

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

**ANNUAL FINANCIAL STATEMENTS
28 February 2021**

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APPROVAL OF ANNUAL FINANCIAL STATEMENTS

The annual financial statements and other financial information set out in this report were prepared by the association in conformity with generally accepted accounting practice applied on a consistent basis.

The manner of presentation of the annual financial statements, the selection of accounting policies (see note 1) and the integrity of the financial information are the responsibility of the association.

The annual financial statements which appear on pages 2 to 12 were approved by the association and have been signed to that effect by:

Tobile Bokwe
Treasurer: National Executive Committee

4 August 2021

Abulele Adams
President: National Executive Committee

**REPORT OF THE ACCOUNTANT
TO THE NATIONAL EXECUTIVE COMMITTEE OF THE
INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA**

I have performed the duties of Accountant to the International Association for Impact Assessment South Africa for the year ended 28 February 2021. An audit is not required and I have not audited the annual financial statements.

The annual financial statements set out on pages 2 to 12 are the responsibility of the Association. I have determined that the annual financial statements are in agreement with the accounting records and have done so by adopting such procedures and making such enquiries in relation to the books of account and records as I considered necessary in the circumstances. I have also reviewed the accounting policies which have been represented to myself as having been applied in the preparation of the annual financial statements and I consider that they are appropriate to the business.

JC Harvey
Chartered Accountant (SA)

4 August 2021

SAICA: 03090311

14 Annthia Road
Hilton
3245

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF FINANCIAL POSITION
28 February 2021

	Notes	2021 R	2020 R
ASSETS			
<i>Non Current assets</i>			
Property, plant and equipment	2	16 622	-
		<u>16 622</u>	<u>-</u>
<i>Current assets</i>			
Bank balances and cash	3	3 467 368	3 576 210
Accounts receivable	4	3 455 227	3 573 830
		<u>12 141</u>	<u>2 380</u>
<i>Total assets</i>		<u>3 483 990</u>	<u>3 576 210</u>
RESERVES AND LIABILITIES			
<i>Capital reserves</i>			
Sustainability reserve	5	3 230 850	3 338 455
Operational and projects reserve	6	1 220 269	1 176 599
		<u>2 010 581</u>	<u>2 161 856</u>
<i>Current liabilities</i>			
Funds-in-advance	7	253 140	237 755
Accounts payable	8	217 972	216 429
		<u>35 168</u>	<u>21 326</u>
<i>Total equity and liabilities</i>		<u>3 483 990</u>	<u>3 576 210</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 28 February 2021

	Notes	2021 R	2020 R
INCOME		800 258	3 112 783
Advertising		9 357	12 131
Branches			
Free State		-	70
Gauteng	9	3 878	11 191
KwaZulu-Natal	10	557	3 544
Mpumalanga	11	678	348
North West	12	374	2 357
Western Cape	13	696	18 782
Conference 2019		-	1 704 100
Conference IAIA18		-	500 673
Interest		126 840	191 538
Membership fees - prior years		6 487	12 933
Membership fees - 2019/2020		-	651 475
Membership fees - 2020/2021		599 167	-
Projects			
NSTF-IAIAsa Knowledge Share Project		40 000	-
Student branches			
Gauteng		-	-
KwaZulu-Natal		-	1 378
North West		-	174
Western Cape	14	574	405
Sundry income		171	1 467
Symposiums/National Events	15	11 479	217

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF COMPREHENSIVE INCOME
for the year ended 28 February 2021

(continued)

	Notes	2021 R	2020 R
INCOME		800 258	3 112 783
EXPENDITURE		(907 863)	(2 204 305)
Administration and finance		18 210	21 376
Accounting fees		9 200	9 200
Bank charges		9 010	12 176
Branch events		4 600	82 547
Free State		-	6 884
Gauteng	16	2 450	25 260
KwaZulu-Natal		-	10 455
Mpumalanga		-	2 912
North West	17	600	6 425
Western Cape	18	1 550	30 611
Conference		5 950	846 548
Conference 2019		-	828 407
Conference 2020		5 950	18 141
Operations		872 964	1 030 229
Administrative services		143 760	116 100
Association memberships		21 133	23 095
Communication		1 631	-
Consulting fees		390	740
Courier and postage		422	-
Depreciation		2 933	-
Employment costs		393 750	375 229
Equipment		-	2 377
Event broadcasting		742	-
Event registration fees		3 862	15 369
Financial and bookkeeping fees		169 728	151 546
IT support		22 395	23 791
Marketing and advertising		-	908
Rental		10 680	10 680
Software and licences		93 085	10 642
Stationery		-	1 422
Sundry		1 000	4 484
Telephone, fax and cellphone		6 616	8 323
Travel and accommodation		-	203 239
UIF		1 785	1 785
Venue hire and catering		(948)	51 608
Website development		-	28 891
Portfolios		-	2 547
CPD		-	2 547
Strategic initiatives		2 500	211 183
Student branches		2 951	9 875
KwaZulu-Natal	19	750	3 730
Mpumalanga	20	542	-
North West		-	796
Western Cape	21	1 659	5 349
Symposium 2020		688	-
NET OPERATING (LOSS) / SURPLUS		(107 605)	908 478
LESS: TRANSFER OF INTEREST TO SUSTAINABILITY RESERVE		(43 670)	(70 557)
NET (LOSS) / SURPLUS		(151 275)	837 921

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

STATEMENT OF CHANGES IN EQUITY
for the year ended 28 February 2021

	Sustainability Reserve	Capital Reserves R	Total R
Balance at 1 March 2019	1 106 042	1 323 935	2 429 977
Net operating surplus for the year	-	908 478	908 478
Interest	70 557	(70 557)	-
Balance at 1 March 2020	<u>1 176 599</u>	<u>2 161 856</u>	<u>3 338 455</u>
Net operating loss for the year		(107 605)	(107 605)
Interest	43 670	(43 670)	-
Balance at 28 February 2021	<u>1 220 269</u>	<u>2 010 581</u>	<u>3 230 850</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

CASH FLOW STATEMENT
for the year ended 28 February 2021

	2021 R	2020 R
CASH FLOWS FROM OPERATING ACTIVITIES		
Net operating surplus/loss for the year	(107 605)	908 478
Changes in operating assets and liabilities		
Depreciation	2 933	-
(Increase) / decrease in accounts receivable	(9 761)	10 367
Decrease / (increase) in deposits	-	55 167
(Decrease) / increase in accounts payable	13 841	(21 282)
(Decrease) / increase in funds in advance	1 543	90 703
<i>Net cash from operating activities</i>	<u>(99 049)</u>	<u>1 043 433</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of property, plant and equipment	<u>(19 554)</u>	<u>-</u>
Net increase in cash and cash equivalents	(118 603)	1 043 433
Cash and cash equivalents at the beginning of the year	3 573 830	2 530 397
Cash and cash equivalents at the end of the year	<u>3 455 227</u>	<u>3 573 830</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2021**

1. ACCOUNTING POLICIES

The annual financial statements have been prepared on the historical cost basis, and incorporate the following principal accounting policies which are consistent with the previous year.

1.1 Account payables

Account payables are obligations on the basis of normal credit terms and do not bear interest.

1.2 Revenue Recognition

Revenue comprises membership fees, conference and event income, and advertising and sponsorship income.

Membership fees are recognised as income once received, as membership is not compulsory and merely lapses if not paid within 60 days.

1.3 Property, plant and equipment

Property, plant and equipment are tangible items that:

- are held for use in the production or supply of goods or services, for rental to others or for administrative purposes; and
- are expected to be used during more than one period.

Property, plant and equipment is carried at cost less accumulated depreciation and any impairment losses.

Depreciation is provided using the straight-line method to write down the cost, less estimated residual value over the useful life of the property, plant and equipment, which is as follows:

Item	Average useful life
Computer equipment	3 years

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2021

	2021 R	2020 R
2. PROPERTY, PLANT AND EQUIPMENT		
Computer equipment	16 622	-
Cost	32 052	12 497
Accumulated depreciation	(15 430)	(12 497)
	<u>16 622</u>	<u>-</u>
Reconciliation of property, plant and equipment - 2021		
	NET BOOK VALUE AT BEGINNING	NET BOOK VALUE AT END
	OF YEAR	OF YEAR
Computer equipment	-	16 622
	DEPRECIATION (2 933)	ADDITIONS / (DISPOSALS) 19 555
	<u>-</u>	<u>16 622</u>
3. CASH AND CASH EQUIVALENTS		
Standard Bank		
Current account	67 831	53 274
Call account	3 387 396	3 520 556
	<u>3 455 227</u>	<u>3 573 830</u>
4. ACCOUNTS RECEIVABLE		
Memberships	12 141	2 380
	<u>12 141</u>	<u>2 380</u>
5. SUSTAINABILITY RESERVE		
Sustainability Reserve	1 176 599	1 106 042
Interest	43 670	70 557
	<u>1 220 269</u>	<u>1 176 599</u>
6. OPERATIONAL & PROJECTS RESERVE		
Operational reserve	638 833	547 251
Projects reserve	1 371 748	1 614 605
	<u>2 010 581</u>	<u>2 161 856</u>
7. FUNDS IN ADVANCE		
Innovation Grant	26 357	26 357
Membership fees received in advance	191 615	190 072
	<u>217 972</u>	<u>216 429</u>
8. ACCOUNTS PAYABLE		
Accounts payable	10 989	18 854
South African Revenue Services - VAT	24 179	2 472
	<u>35 168</u>	<u>21 326</u>

INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA

NOTES TO THE ANNUAL FINANCIAL STATEMENTS
for the year ended 28 February 2021

		2021
		R
9. BRANCHES - GAUTENG		
Best practice guidelines for the implementation of species protocols for EIA	21 May 20	-
Hydropedology - The why and how	30 Jul 20	1 070
Impact significance rating in EIA: Requirements & methods	03 Nov 20	1 565
Understanding environmental compliance auditing	17 Feb 21	1 243
		<u>3 878</u>
10. BRANCHES - KWAZULU-NATAL		
Land remediation and waste licensing	02 Jul 20	174
Land-use management & biodiversity offsets	24 Nov 20	383
		<u>557</u>
11. BRANCHES - MPUMALANGA		
SAHRA workshop	06 Aug 20	504
Unpacking the changes to the EIA regulations	07 Dec 20	174
		<u>678</u>
12. BRANCHES - NORTH WEST		
Covid-19 & the DRM Act: Implications for impact assessment	28 Jul 20	174
Learning from South African impact assessment research	25 Feb 21	200
		<u>374</u>
13. BRANCHES - WESTERN CAPE		
How are regulatory authorities & regulated processes affected by COVID-19?	19 May 20	-
Upholding principles of public participation in midst of COVID-19	22 Sep 20	348
Specialist assessment screening protocols	26 Feb 21	348
		<u>696</u>
14. STUDENT BRANCHES - WESTERN CAPE		
Environmental report writing workshop	07 Mar 20	574
Environmental studies career day	29 Oct 20	-
Introduction to ISO 14001 & 9001	24 Feb 21	-
		<u>574</u>
15. SYMPOSIUMS/NATIONAL EVENTS		
IEM Symposium: Opportunities for progress	15 May 19	11 131
National Workshop: The significance of significance	19 Nov 20	348
		<u>11 479</u>
16. BRANCHES-GAUTENG		
Best practice guidelines for the implementation of species protocols for EIA	21 May 20	-
Hydropedology - The why and how	30 Jul 20	650
Impact significance rating in EIA: Requirements & methods	03 Nov 20	650
Understanding environmental compliance auditing	17 Feb 21	1 150
		<u>2 450</u>
17. BRANCHES - NORTH WEST		
Covid-19 & the DRM Act: Implications for impact assessment	28 Jul 20	-
Learning from SA impact assessment research	25 Feb 21	600
		<u>600</u>
18. BRANCHES - WESTERN CAPE		
How are regulatory authorities & regulated processes affected by COVID-19?	19 May 20	-
Upholding principles of public participation in midst of COVID-19	22 Sep 20	750
Specialist assessment screening protocols	26 Feb 21	800
		<u>1 550</u>

**INTERNATIONAL ASSOCIATION FOR IMPACT ASSESSMENT SOUTH AFRICA
NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

for the year ended 28 February 2021

		2021
		R
19. STUDENT BRANCHES - KWAZULU-NATAL		
Career webinar: The new reality	14 Oct 20	-
CV workshop	28 Jan 21	750
		<u>750</u>
20. STUDENT BRANCHES - MPUMALANGA		
Paving the way	30 Oct 20	542
		<u>542</u>
21. STUDENT BRANCHES - WESTERN CAPE		
Environmental report writing workshop	07 Mar 20	859
Environmental studies career day	29 Oct 20	400
Introduction to ISO 14001 & 9001	24 Feb 21	400
		<u>1 659</u>

22. TAXATION

No provision for taxation has been made in the financial statements as SARS have recognised the entity as an Exempt Organisation.