



REPORT TO SUBCOUNCIL 17

1. ITEM NUMBER : 17SUB16/8/2021

2. SUBJECT

**ATHLONE SPECIAL RATING AREA (SRA) AUDITED FINANCIAL
STATEMENT AND ANNUAL REPORT: 2019/2020**

ONDERWERP

**ATHLONE-SPEZIALE-AANSLAGGEBIED (SRA) SE GEOUDITEERDE
FINANSIËLE STATE EN JAARVERSLAG: 2019/2020**

ISIHLOKO

**NGXELO YEMALI EZIPHICOTHIWEYO EZINGOMMANDLA ONGERHAFU
EYODWA (SRA) WASE-ATHLONE NENGXELO YONYAKA: KA-2019/20**

M0393

3. PURPOSE

To comply with Section 11(8)(a) & (b) of the Special Rating Areas (SRAs) By-law 2012 as amended 2016 (SRA By-Law) by submitting the Audited Financial Statements and Annual Reports of the SRAs in its area of jurisdiction to Subcouncil 17.

4. FOR DECISION BY

For noting by Subcouncil.

5. EXECUTIVE SUMMARY

In accordance with the SRA By-law, Section 11(8)(a) & (b), the 2019/20 Audited Financial Statements and the Annual Report 2020 of the Athlone SRA Chairperson is submitted for noting by Sub-Council 17.

6. RECOMMENDATIONS

It is recommended that:

The contents of the Audited Financial Statement and Annual Report of the Athlone Special Rating Area BE NOTED.

AANBEVELINGS

Daar word aanbeveel dat:

Daaar KENNIS GENEEM WORD van die Athlone-spesiale-aanslaggebied se geouditeerde finansiële state en jaarverslag.

IZINDULULO

Kundululwe ukuba:

MAKUQWALASELE okuqulathwe yiNgxelo yeMali eziPhicothiweyo neNgxelo yoNyaka ngokujoliswe kuMmandla weRhafu eYodwa wase-Athlone.

7. DISCUSSION/CONTENTS

Section 11(8)(a) & (b) of the SRA By-law reads as follows:

"Within two months after the Annual General Meeting, the management body must provide the relevant Subcouncil with –

- (a) its audited financial statements for the immediately preceding year; and
- (b) an annual report on its progress in carrying out the provisions of the business plan in the preceding year to improve and upgrade the special rating area."

Accordingly, the Annual Report 2020 and the Audited Financial Statements 2019/20 of the Athlone Special Rating Area are submitted to the Subcouncil on behalf of the CID/ SRA Department. The information has been submitted to the Subcouncil by them.

The Subcouncil should note the contents thereof.

7.1. Constitutional and Policy Implications

This report complies with the provisions of Section 11(8)(a) & (b) of the SRA By-Law

7.2. Sustainability implications

Does the activity in this report have any sustainability implications for the City?

No x ☐ Yes ☐

7.3. Environmental implications

Does your report have any environmental implications:

No x ☐ Yes ☐

7.3.1 The SRA does not affect the IMEP (Integrated Metropolitan Environmental Policy)

7.4. Legal Implications

This report complies with the provisions of Section 11(8)(a) & (b) of the SRA By-Law.

7.5. Staff Implications

Does your report impact on staff resources or result in any additional staffing resources being required?

No ☒

Yes ☐

7.6. Other Services Consulted

Not applicable.

ANNEXURES

Annexure A: Chairman's Report 2020

Annexure B: Athlone CID Audited Financial Statement 2019/20.

FOR FURTHER DETAILS, CONTACT:

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CONTACT NUMBERS	<i>021-4440500</i>
E-MAIL ADDRESS	<i>Christa.liebenberg@capetown.gov.za</i>
DIRECTORATE	<i>UM: Central</i>
REF	<i>4/3/4/3</i>

Elizabeth Christina
Liebenberg

Digitally signed by Elizabeth
Christina Liebenberg
Date: 2021.07.08 13:29:33 +02'00'

.....
SUBCOUNCIL 17 MANAGER

DATE

Comment: _____

Luzuko
Mdunyelwa

Digitally signed by Luzuko
Mdunyelwa
Date: 2021.07.05 12:52:06
+02'00'

ACTING UM DIRECTOR (CENTRAL)

NAME DR L MDUNYELWA
TEL 021 400 2358
DATE _____

Comment:



ACTING EXECUTIVE DIRECTOR - UM

NAME ADV B GERBER
TEL 021 400 1111
DATE 14/7/21

Comment:

☐ REPORT COMPLIANT WITH THE
PROVISIONS OF COUNCIL'S
DELEGATIONS, POLICIES, BY-LAWS AND
ALL LEGISLATION RELATING TO THE
MATTER UNDER CONSIDERATION.

LEGAL COMPLIANCE

[Compulsory to Insert name]

☐ NON-COMPLIANT

NAME _____
TEL _____
DATE _____

Comment:

ANNEXURE A

ATHCID CHAIRMAN'S REPORT FOR 2020

Despite the challenge of COVID 19, the CID continued to deliver services. The ongoing integrated approach of services is bearing fruit.

The appointment of a local NPO to perform a cleansing service which also has a social element through the employing of local unemployed residents is seen as a positive step by the CBD traders, formal and informal.

The vagrancy issue remains a challenge due to the outcome of the judicial system, but it is being closely monitored in the CBD of Athlone.

Although COVID 19 is impacting on trade in the area with a number of shops closing for business, there is a few property owners that is upgrading and diversifying their business in Athlone. This is a positive for the area and we will monitor the progress.

The greater corroboration with all the role-players has seen a reduction in crime as well as in grime. The CBD remains relatively safe, even at night, primarily due to the presence of the ATHCID Public safety personnel.


It is imperative that we improve and maintain our properties in order to attract more secure tenants, who in turn could bring better business into the CBD.

ATHLONE CITY IMPROVEMENT DISTRICT NPC

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

REGISTRATION NUMBER	2007/017162/08
PUBLIC BENEFIT ORGANISATION NUMBER	930 053 528
DIRECTORS	I Bagus M Dhansay D Huth E Kaskar J Li L Morkel M Parker
NATURE OF BUSINESS	Providing Services to the Special Rating Area of Athlone
REGISTERED ADDRESS	1st Floor Dhansay Centre 20 Lawrence Road Athlone 7764
AUDITORS	Harry Curtis & Co.

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Two handwritten signatures in black ink, one appearing to be 'MAP' and the other 'don'.

ATHLONE CITY IMPROVEMENT DISTRICT NPC
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

DIRECTORS RESPONSIBILITIES AND APPROVAL

The directors are required in terms of the Companies Act, No 71 of 2008, to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in their report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the company 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. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities and in the manner required by the Companies Act, No 71 of 2008, and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

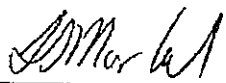
The directors acknowledge that they are ultimately responsible for the system of internal financial control established by the company and place considerable importance on maintaining a strong control environment. To enable the directors to meet these responsibilities, the directors set standards for 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 directors 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 directors are satisfied that the company has, or has access to, adequate resources to continue in operational existence for the foreseeable future.

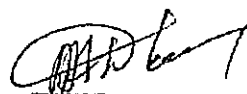
The external auditors are responsible for auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on pages 4 and 5.

The financial statements set out on pages 7 to 11, which have been prepared on the going concern basis, were approved by the directors and signed accordingly.



DIRECTOR

18 August 2020



DIRECTOR



SIGNATURE

CONSULTING (PTY) LTD
CHARTERED ACCOUNTANTS (SA)

Company Reg No: 2019/036209/07
SAICA Reg No: 20014195

P O Box 53067, Kenilworth, 7745
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COMPILERS REPORT

To the Directors of

ATHLONE CITY IMPROVEMENT DISTRICT NPC


We have compiled the accompanying annual financial statements of Athlone City Improvement District NPC based on information you have provided. These annual financial statements comprise the statement of financial position as at 30 June 2020, the statement of income and retained earnings and the statement of cash flows for the year then ended, a summary of significant accounting policies and notes to the financial statements.

We performed this compilation engagement in accordance with the International Standard on Related Services 4410 (Revised) on Compilation Engagements.

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities and in the manner required by the Companies Act, No 71 of 2008. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these financial statements are prepared in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities and in the manner required by the Companies Act, No 71 of 2008.


J Oelofse
Chartered Accountant (SA)

18 August 2020

Director: J Oelofse BCompt (Hons) CA (SA)
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HARRY CURTIS & CO

Chartered Accountants

Registered Auditors

SAICA Reg No : 001 30106

IRBA Reg No : 935050

P O Box 53067, Kenilworth, 7745

4 Adelaide Road, Plumstead, 7800

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INDEPENDENT AUDITORS REPORT

To the Members of

ATHLONE CITY IMPROVEMENT DISTRICT NPC

Opinion

We have audited the financial statements of Athlone City Improvement District NPC set out on pages 7 to 11, which comprise the statement of financial position as at 30 June 2020, the statement of income and retained earnings, the statement of cash flows for the period 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 Athlone City Improvement District NPC as at 30 June 2020, and its financial performance and cash flows for the year ended in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities and the requirements of the Companies Act of South Africa.

Basis of 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 independent 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 the ethical requirements applicable to performing audits in South Africa. The IRBA Code is consistent with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The directors are responsible for the other information. The other information comprises the directors report as required by the Companies Act of South Africa. 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 Directors for the Financial Statements

The directors are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities and the requirements of the Companies Act of South Africa, and for such internal control as the directors determine are 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 directors 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 directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Practitioner : H D Curtis B.Com CA (SA)

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