



## LLANDUDNO NEWS SPRING 2017



### PLEASE ATTEND THE ANNUAL GENERAL MEETING OF LLANDUDNO SPECIAL RATING AREA NPC AND THE SECURITY COMMITTEE MEETING

#### AGM

**Date:** 6 November 2017

**Time:** 19h00

**Venue:** Llandudno Primary School Hall, Gully Road, Llandudno

If you are not a member yet the form is available on the website <http://www.llandudno.org.za> and must be sent to E-mail: [sra@llandudno.org.za](mailto:sra@llandudno.org.za) or posted in the letter box at 11 Apostle Road, Llandudno *before 19h00 on 23 October 2107.*

For your info, a list of current members is available on the website

#### AGM INFO PACK INCLUDED IN THIS NEWSLETTER

#### LSEC MEETING - to share the technical aspects of the security solution

**Date:** Friday 3 November 2017

**Time:** 19h00

**Venue:** Llandudno School Hall, Gully Road

#### EDITOR'S CHIRP - Huck Endersby

Seems all that quaking in my flip flops, whilst penning the last edition, was unfounded. Even won a few chuckles and smiles for my effort. That does not suggest that you are *all* happy with the way your SRA board conducts Llandudno's affairs, a point the board has hoisted and continues to strive to perfect its transparency in its communications with you all.

Some of you will have noticed the disappearance of the Metro Cops' hut in the beach car park. It used to be an ADT watch office, situated next to the school in Gully Road and was provided to the Cops when we landed our first Llandudno Blue Flag as their local HQ...seemed a good idea at the time. Over the years it has been continually vandalised, the Cops did nothing to maintain it and the eyesore has been removed.

I'm trying to think of something to brighten you all up, however, I am first going to further trash something else. I get regular reports of the E.coli and Enterococcus beach sample results, conducted by the City from all over Table and False Bays. The bad news is that, in general, the results are beyond shocking and the City is sitting on an unhappy, crappy time bomb. The good news is that Llandudno Beach consistently produces counts of way below the acceptable maximums of SA Coastal Water Quality Guidelines...September counts for Llandudno: E.coli: 28 versus a max of 500, Enterococcus: 40 v 185. Hats off to Water and Sanitation's efforts and the Llandudno Wastewater Plant! Elsewhere the worst counts were 15 000 and 12 900 respectively

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An interesting side effect of water restrictions and only relying on rain, is the uptick in migration of fynbos off the mountain behind us and into our garden. Was I watering too much in past?

Want to be really cheered up? Check out the stunning achievements by a group right in our midst, see the Llandudno Primary School report in this edition.

We are waiting with bated breath for assistance with the quarterly printing of this rag...is there somewhere out there who could print it for us, gratis?

Also a volunteer secretary...we meet less than monthly and other secretarial duties are minimal...it's a good way to meet new faces.

The beach is growing again. The weather, calmer seas, the tides and the South Easter are already "paying back the beach" which is scoured by storms every winter, and forms offshore sand banks most loved by the surfers.

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## **LLANDUDNO SECURITY**

### **Llandudno Security Committee (LSEC)**

Security information on our website has been updated; for more information, use the link:

<http://www.llandudno.org.za/security/llandudno-security.html>.

Residents are urged to volunteer to become a Neighborhood Watch member as this will allow you to be more informed and have a say. If you have any security questions please email <mailto:security@llandudno.org.za>.

**In case of an emergency call Watchcon at 021 790 9333 or 082 883 6142.**

Crime has, as in previous years, been down through the winter - more details on the website. Our neighbours in Camps Bay have been less fortunate. We would like to think that this is partly due the immediate reaction of the Llandudno Neighborhood Watch and CCP members who gave chase immediately after some of the incidents last summer in addition to the well-publicized security upgrade initiatives we have undertaken as a community. However, we know that violent criminal activity can increase in the summer...so we must remain vigilant. Thanks to the large number of donations from the Fisherman's Bend residents, we will be able to get full coverage of the top and both side boundaries of Llandudno, and do so within budget, using a range of the latest detection equipment. This equipment has been subjected to on-site field tests in Llandudno over the past months and was selected based on those proven best for our specific conditions.

For the Special Response Team (SRT - previously called "TRT" but changed to avoid confusion with the SAP units of the same name) as well as the technological upgrades (Long-Range Thermal Cameras, Human-Sensors, and improved 24-hour monitoring software & staffing protocols) – the original budgeted amounts have come-in close to the quotes received. Some of the upgrades of existing equipment have been completed with ongoing formal bidding on the balance. The City has been kept informed of the entire process and provided their oversight.

Details of the Security Upgrades are understandably too confidential to share in the public domain, but will be presented a few days before the AGM. That is, a security briefing will be held at the Llandudno School hall, Gully Road at 19h00 on Friday 3 November 2017 with the AGM to be held at the School Hall at 19h00 on 06 November.

The general outline of the plan can be seen on the website. The plan has been reviewed by numerous security professionals familiar with crime in our area and has received their accolades. We hope that our system will be a model for other communities in the Western Cape.

Separately, an in-depth review was conducted with CCP (JJ de Villiers) to ensure a fair and comprehensive allocation of the resources through the entire neighborhood.

Our existing equipment is being fully integrated into the upgraded system to take full advantage of all the cameras & associated hardware already in our community. The 24-Significant effort has gone into repairing and improving the existing system so that it is more effective in the interim. We have also worked closely with ADT-Fidelity to improve the infrastructure at their huts and conducted one-on-one training with their home alarm response staff. Our monitoring system at Verifier has also been tested with several night-time drills.

In-Depth discussions with volunteers and dissenters alike have been held on a number of occasions to address concerns raised and take suggestions into account. To allow for a proper discussion and enough time for technical explanations and sharing of the confidential details, and to avoid any lengthy dialogues during the AGM; we welcome any specific questions or requests to have such meetings beforehand to review the more confidential information on the system...should be sent to: [security@llandudno.org.za](mailto:security@llandudno.org.za).

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## **PROPERTY TO BUY OR SELL- IS THIS THE RIGHT TIME? - Margie Mackenzie**

The age-old question asked of many an Estate Agent is "is this the right time to sell my home or buy another". At any point in time the property market is faced with a unique set of variables that ultimately affect the prices that Sellers achieve and those that Buyers pay. These range from the Global Economic and local factors, the Rand value, availability of Finance, interest rates and the supply and demand for homes in an area.

When there is a shortage of homes for sale in an area, we have a "Sellers" market when prices generally start increasing. When we have an oversupply of property for sale it's referred to as a "buyers" market and prices tend to stay static and in some even drop. Previously when the Rand was very weak the property market started booming as foreign investors saw it as

a great “cheap” opportunity to invest in a holiday home in the beautiful Western Cape. Unfortunately coupled with the weak Rand our local interest rates were relatively high and became a barrier to entry for certain local property investors. We did however see prices increase at the end of this cycle as the high volume of sales driven by foreign investment reduced the available supply. It’s also on the back of this type of market that Property Developers stepped in to fill the void. Currently we have low interest rates and a shortage of prime properties for sale. The current level of the Rand is still very attractive to Foreign Investors and the long term returns on investment in an emerging market still very inviting.

Throughout all these cycles Llandudno homes have retained their value incredibly well. It remains one of the most desirable locations on the Atlantic Seaboard with a lifestyle second to none and only 300 properties with at most 10% of them available at any point in time. If you are considering selling your Llandudno home, the season will produce excellent results and if you are considering buying another there is no better time than now to acquire a prime asset like a Llandudno home.



## **LLANDUDNO PRIMARY SCHOOL**

**Denise Erasmus**  
***BE THE BEST YOU CAN BE***

**ECO CLUB and ENVIROQUIZ ACCOLADES.** Hard work and effort under the guidance and enthusiasm of Dani Klaff, resulted in us winning the Thrive Enviro Audit award for the first time ever. The audit encourages schools to review and reduce their eco footprint. In the judging, auditors look at how well waste, water and energy is managed on a day to day basis and assess the school gardens to see if they are water wise and include biodiversity. They assess the quality of the school compost heaps and worm farms and measure both the quality and quantity of food grown in the veggie garden and fruit and nut orchard. They were impressed by our drastically reduced electricity bill. Five schools are selected into the final round where learners presented on their school’s environmental achievements and plans for greening their school. Savanna, Faye, Ella and Starcey did a great job presenting our schools’ efforts earlier this year. Jesse, Maisy and Nikita confidently presented it for the second time in the finals.

The next part of the competition saw us participating in the EnviroArt section. A satisfactory position of 5 out of 10 was achieved by us.

On Friday, four of our learners participated in the Thrive Enviroquiz, the final event. Our team (Jayden, Kirsten, Connor and Jesse) had to study 6 weekly

articles in the Sentinel News with Quiz questions and answers to help prepare them for the Quiz.

Llandudno tied with DSK in first place and went into sudden death questions. The result, a well-earned second place out of 12 teams, which added to our overall points and resulted in an overall win.

Well done and many thanks to everyone involved in making Llandudno the greenest school in Hout Bay. We now look forward to participating in the Green Faire Trash to Treasure Market and Eco Fashion Show on 5 November 2017.

**GENERAL KNOWLEDGE QUIZ** If you know the answer to how old the EFF party turned this year, and which country the Hebrides Islands belong to (4 and the UK), you could have been part of our six person Quiz Team. Edgemoor Primary hosted the second round of our Peninsula School’s Quiz in August. 22 schools participated and we finished a credible 11<sup>th</sup>. Maddeningly enough, only the top 10 schools qualified for the final, round in October – so we were the highest scoring school not to qualify! Well done team on the first two rounds. We beat schools that are far larger than us and can hold our heads up in pride.

**DISA EISTEDDFOD GALA EVENING** In August, Disa Primary hosted the finale to the annual Language and Literature Eisteddfod. All Hout Bay schools’ choirs entertained the appreciative audience to many a rousing and foot stomping song from well-known music or rock groups of the current or bygone era. It was delightful to see the talent and enthusiasm for song, and music and the light-hearted enjoyment of animated performance; some including dance, drums and marimbas. Congratulations must go to each choir conductor for all their hard work in getting their choirs to such a super standard of performance, not the least being our own wonderful Llandudno junior and senior choirs so ably trained by Ms Smith and accompanied by Mrs Whittle. More than 1000 pupils from the Hout Bay Valley schools took part in solo or group poetry reciting, prepared reading in English or Afrikaans, and Art in the previous week. Llandudno can be proud of its pupils all receiving a Silver, Gold or Diploma awards in all the poetry or reading categories and 2 top Art awards.

**GRADE 5 HAVING READING FUN** The grade 5 class and a number of other classes use our new Sebezaphones to help them focus on their own reading skills and to make reading more fun. The Sebezaphone is South Africa's own WHISPER PHONE. A learner speaks softly into their Sebezaphone, which amplifies their voice and they are then able to listen to their own voice. This is a great tool for building reading confidence, particularly for those who don’t like to read out loud in front of the class.

**METRO CENTRAL EDUCATION DISTRICT MATHEMATICS COMPETITION** In August, the final round of the Metro Central Education District Mathematics Competition took place. The following learners were invited to participate in this prestigious event: Alex Mattison, Max Davis, Matthew McKenzie, Connor McCreadie, Ethan Mattison, Nicolas Yolland, Natalie van Nimwegen and Jayden Carmichael. It was a great experience for all of them, and two of our learners placed in the top 3 in



their respective grades – Nicholas Yolland and Matthew McKenzie, who placed 3<sup>rd</sup> in the District in Grade 6 and Grade 4 respectively. Congratulations to all who made it through, they can be very proud of their hard work and dedication to their Mathematics.

**THE ARISTOCATS** We hope most of you managed to attend the Inter-senior Phase production of The Aristocats, as you would have been witness to a highly entertaining and spectacular show. Our Grade 7 lead actors performed wonderfully, and were superbly supported by the Grade 4-6.



**- David Wanless**  
**A CHURCH IN LLANDUDNO**

Llandudno Church in Robinson Avenue welcomes residents of Llandudno & Hout Bay of whatever religious affiliation. Services are held in English but speakers of all Language groups are most welcome every Sunday morning at 9.00am



**- Rob Williamson**

One of Llandudno Sports Club’s stalwarts, Budge Stewart, sadly passed away last month at the age of 65. Budge was our club’s Chairperson from 1991-1992, and will forever be remembered for his ready smile, his thunderous laugh, and his legendary jokes. No LSC social function was complete without Budge grabbing the mic, and having everyone in stitches with his sharp (and at times rather “colourful”) sense of humour. Often, the long-and-winding road Budge took to eventually get to the punch line – with hysterical facial expressions and sound effects - was far funnier than the punch line itself. Our condolences are with Budge’s wife, Carol, his family and his many, many friends.

Whether you’re keen for social tennis or squash, or the more competitive WP League formats for tennis and squash, the club caters for all levels and interests, as well as coaching lessons for beginners to advanced players. New members are always welcome. Contact the Chairperson, Rob Williamson for more details on 082 450 7905 or [robert.williamson@oracle.com](mailto:robert.williamson@oracle.com). Residents are welcome to come and watch our club’s top squash talent on display at the Finals of our Annual Club Champs on Friday 27<sup>th</sup> October, between 6pm and 8pm.

**AGM INFO**

- 1. 2017 AGM Agenda
- 2. 2017/18 & 2018/19 Budgets
- 3. 2017 Annual Financial Statements
- 4. 2016 AGM Minutes
- 5. Application for membership of LSRA



Llandudno Special Rating Area NPC  
2014/179104/08

Notice is hereby given of the Annual General Meeting of the Llandudo Special Rating Area NPC that will take place on the 6<sup>th</sup> of November 2017 at 19:00 at the Llandudno Primary School Hall in Gully Road, Llandudno where the following items will be discussed.

**AGENDA**

- 1. Registration
- 2. Welcome & Apologies
  - 2.1 Membership - resignations and new
  - 2.2 Quorum to constitute a meeting
- 3. Approval of previous AGM Minutes
- 4. Approval of Agenda
- 5. Chairman’s Report
- 6. Noting of Audited Financial Statements 2016-17
- 7. Feedback on SRA’s operations 2016-17
- 8. Approval of Implementation Plan 2018-19
- 9. Approval of Budget 2018-19
  - 9.1 Usage of Surplus Funds 2017-18 (if applicable)
- 10. Appointment of Auditors
- 11. Appointment of Company secretary
- 12. Election of Board Members
- 13. General / Q & A
- 14. Adjournment

**Llandudno Special Rating Area**

	2017/18 Proposed Budget	2018/19 Proposed Budget
<b>INCOME</b>	<b>R</b>	<b>R</b>
Revenue - Additional Rates	-2 500 000 89%	-2 749 381 100%
Other: Donations (Donations 2017/18)	-21 362 1%	- 0%
Other: Surplus 2017 (Donations 2016/17)	-284 436 10%	- 0%
<b>TOTAL INCOME</b>	<b>-2 805 798 99%</b>	<b>-2 749 381 100%</b>
<b>EXPENDITURE</b>	<b>R</b>	<b>R</b>
<b>Employee Related</b>		
Salaries	- 0.0%	- 0.0%
<b>Core Business</b>	<b>1 935 175 70.4%</b>	<b>2 013 400 73.2%</b>
Cleansing Services	93 000	102 300
Environmental Upgrading (Greening, recycling, etc.)	31 000	34 100
Public Safety	1 628 770	1 672 000
Public Safety - CCTV monitoring	172 405	190 000
Social Upliftment	10 000	15 000
Urban Maintenance	-	-
<b>Depreciation</b>	<b>131 325 4.8%</b>	<b>182 300 6.6%</b>
<b>Repairs and Maintenance</b>	<b>55 000 2.0%</b>	<b>82 500 3.0%</b>
<b>Interest &amp; Redemption</b>	<b>- 0.0%</b>	<b>- 0.0%</b>
<b>General Expenditure</b>	<b>83 500 3.0%</b>	<b>133 700 4.9%</b>
Auditor's remuneration	14 500	17 600
Bank charges	3 000	3 300
Communication & Marketing	7 000	7 700
Computer Expenses	10 500	10 000
Contingencies / Sundries	4 000	15 000
Insurance	26 000	40 000
Meeting Expenses	6 000	6 600
Secretarial Expenses	-	15 000
Telecommunication	12 500	18 500
<b>Capital Expenditure (PPE)</b>	<b>525 798 18.74%</b>	<b>255 000 9.27%</b>
Security equipment & CCTV	525 798	255 000
<b>Bad Debt Provision 3%</b>	<b>75 000 2.7%</b>	<b>82 481 3.0%</b>
<b>TOTAL EXPENDITURE</b>	<b>2 805 798 101.67%</b>	<b>2 749 381 100.00%</b>
<b>(SURPLUS) / SHORTFALL</b>	<b>-</b>	<b>-</b>

## LLANDUDNO SPECIAL RATING AREA NPC

### ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

REGISTRATION NUMBER 2014/179104/08

PUBLIC BENEFIT ORGANISATION NUMBER 930 049 328

DIRECTORS  
M Bond-Smith (Chairperson)  
J Aufrichtig  
W Endersby  
P R Lupini  
M A MacKenzie  
A Pearce  
C De Ridder

NATURE OF BUSINESS Providing Services to the Special Rating Area of Llandudno

REGISTERED ADDRESS  
11 Apostle Road  
Llandudno  
7806

EMAIL sra@llandudno.org.za

WEBSITE www.llandudno.org.za

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## LLANDUDNO SPECIAL RATING AREA NPC ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

### 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 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 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.

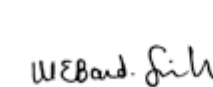
The directors are satisfied that the company has, or has access to, adequate resources to continue in operational existence for the foreseeable future.

The external auditors are responsible for independently reviewing 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 3 and 4.

The financial statements set out on pages 6 to 10, which have been prepared on the going concern basis, were approved by the directors and signed accordingly.



DIRECTOR



DIRECTOR

24 August 2017

### INDEPENDENT AUDITORS REPORT

#### To the Members of

#### LLANDUDNO SPECIAL RATING AREA NPC

##### Opinion

We have audited the financial statements of Llandudno Special Rating Area NPC set out on pages 6 to 10, which comprise the statement of financial position as at 30 June 2017, 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 Llandudno Special Rating Area NPC as at 30 June 2017, and its financial performance and cash flows for the year then 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 for 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 independence 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.

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

Our objectives are to obtain reasonable assurance about whether the 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 ISAs 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.

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

- Identify and assess the risks of material misstatement of the 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 company'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 company'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 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 company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors 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

Harry Curtis & Co  
H D Curtis  
Chartered Accountant (SA)  
Registered Auditor  
(Registration No : 639206)

24 August 2017

2 Adelaide Road  
PLUMSTEAD  
7800



**LLANDUDNO SPECIAL RATING AREA NPC**  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

**REPORT OF THE DIRECTORS**

The directors hereby present their report on the annual financial statements for the year ended 30 June 2017.

**NATURE OF BUSINESS**

The Llandudno Special Rating Area NPC is a non-profit company set up in terms of the municipal by-laws of the City of Cape Town (CoCT) which acts as the management body in respect of the Special Rating Area (SRA) determined by the CoCT in terms of section 22 of the Property Rates Act in respect of a defined geographical area. The source of revenue of the company is additional property rates billed by the CoCT to the registered property owners of Llandudno which funds are utilised to enhance and supplement services provided by the CoCT. These services include the provision of security for the common/public areas of the SRA/Llandudno, environmental maintenance and removal of alien vegetation, cleaning and tidying public open spaces and other community related services.

**FINANCIAL RESULTS**

The financial position and operating results of the company for the year ended 30 June 2017 are adequately reflected in the accompanying annual financial statements.

**EVENTS SUBSEQUENT TO THE YEAR**

No material fact or circumstance has occurred between the accounting date and the date of this report which affect the financial position of the company as reflected in these

**DIRECTORS**

The names of the directors throughout the financial year are reflected on page 1.


**REGISTERED AND POSTAL ADDRESSES**

11 Apostle Road  
LLANDUDNO  
7806

**AUDITORS**

Harry Curtis & Co were appointed company auditors for the 2017 financial year.

  
\_\_\_\_\_  
DIRECTOR  
24 August 2017

  
\_\_\_\_\_  
DIRECTOR

**LLANDUDNO SPECIAL RATING AREA NPC**  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

**STATEMENT OF FINANCIAL POSITION**

	Notes	2017 R	2016 R
<b>ASSETS</b>			
<b>NON CURRENT ASSETS</b>			
Property, Plant and Equipment	1	104,664	-
<b>CURRENT ASSETS</b>			
Cash and Cash Equivalents	2	361,762	52,107
Trade and Other Receivables	3	700	48,282
		<u>467,126</u>	<u>100,389</u>
<b>RESERVES AND LIABILITIES</b>			
<b>RESERVES</b>			
Retained Income		407,455	91,189
<b>NON CURRENT LIABILITIES</b>			
		-	-
<b>CURRENT LIABILITIES</b>			
Provisions		-	-
Trade and Other Payables	4	59,671	9,200
		<u>467,126</u>	<u>100,389</u>

**LLANDUDNO SPECIAL RATING AREA NPC**  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

**STATEMENT OF INCOME AND RETAINED EARNINGS**

	2017 R	2016 R
<b>INCOME</b>		
	798,331	510,222
Donations Received	355,853	127,614
Interest Received	1,784	-
Levies Received	440,694	382,608
Current Year	420,579	376,159
Prior Year Retention Refund	20,115	6,449
<b>EXPENDITURE</b>		
	482,065	551,565
Auditors Remuneration	10,750	9,100
Bank Charges	1,775	1,247
Capital Expenses - Security Equipment	-	352,014
Community Services	391,123	169,507
Cleaning	83,495	84,364
Environmental Upgrade	27,831	29,321
Security	272,837	53,482
Social Upliftment	6,960	2,340
Computer Expenses	9,418	8,653
Depreciation	26,166	-
Insurance	12,065	-
Marketing and Newsletters	1,154	3,768
Meeting Expenses	6,598	6,426
Printing, Stationery and Postage	4,024	850
Repairs and Maintenance	9,023	-
Secretarial Services	1,750	-
Telephone and Communications	8,219	-
<b>NET INCOME / (LOSS) FOR THE YEAR</b>	<b>316,266</b>	<b>(41,343)</b>
<b>RETAINED INCOME AT BEGINNING OF YEAR</b>	<b>91,189</b>	<b>132,532</b>
<b>RETAINED INCOME AT END OF YEAR</b>	<b>407,455</b>	<b>91,189</b>

**LLANDUDNO SPECIAL RATING AREA NPC**  
ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017

**STATEMENT OF CASH FLOWS**

	2017 R	2016 R
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net Income / (Loss) for the Year	316,266	(41,343)
Adjustments :	24,382	-
Interest Received	(1,784)	-
Depreciation	26,166	-
<b>Working Capital Changes</b>	<b>98,053</b>	<b>(63,890)</b>
Trade and Other Receivables	47,582	(48,282)
Trade and Other Payables	50,471	(15,608)
<b>Cash Generated from Operating Activities</b>	<b>438,701</b>	<b>(105,233)</b>
Interest Received	1,784	-
	<u>440,485</u>	<u>(105,233)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
	-	-
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Property, Plant and Equipment Purchased	(130,830)	-
<b>CHANGE IN CASH AND CASH EQUIVALENTS</b>	<b>309,655</b>	<b>(105,233)</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>52,107</b>	<b>157,340</b>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b>361,762</b>	<b>52,107</b>

**LLANDUDNO SPECIAL RATING AREA NPC**  
**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**ACCOUNTING POLICIES**

**Presentation of Financial Statements**

The annual financial statements have been 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. The financial statements are prepared on the historical cost basis and incorporate the principal accounting policies set out below. These accounting policies are consistent, in all material respects, with those applied in the previous period, except for the change set out in note 6 to the annual financial statements.

**Recognition of Assets and Liabilities**

Assets are recognised if they meet the definition of an asset, it is probable that future economic benefits associated with the asset will flow to the company and the cost or fair value can be measured reliably.

Liabilities are only recognised if they meet the definition of a liability, it is probable that future economic benefits economic benefits with the liability will flow from the company and the cost or fair value can be measured reliably.

**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, or for rental to others or for administrative purposes, and are expected to be used over a period of more than one year.

Costs include all costs incurred to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by management. Costs include costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to, replace part of or service it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

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
Security Equipment	5 years

The residual value, depreciation method and useful life of each asset are reviewed only where there is an indication that there has been a significant change from the previous estimate.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in profit or loss in the period.

**Financial Instruments**

The company classifies its financial instruments into the following categories : receivables, cash and cash equivalents and payables.

**Trade and Other Receivables**

Trade and other receivables are stated at cost less an allowance for doubtful debts. The allowance raised is the amount needed to reduce the carrying value to the expected future cash flows.

**Cash and Cash Equivalents**

Cash comprises cash on hand and deposits at call with banks. Cash equivalents comprise highly liquid investments that are convertible to cash with insignificant risk of changes in value. Cash and cash equivalents are measured at fair value.

**Trade and Other Payables**

Trade and other payables are measured at fair value.

**Revenue Recognition**

Revenue comprises special rates levies recognised on issue of monthly invoices by the City of Cape Town to all home owners in the suburb of the special rating area of Llandudno. Donations received are accounted for on receipt from the donor.

**Taxation**

The company has been approved as a public benefit organisation (PBO) by the Commissioner of the South African Revenue Service. In terms of Section 30(3) of the Income Tax Act, the income of any PBO is exempt from income tax to the extent that it has not arisen from any integral, occasional or approved business or trading activity. In terms of Section 10(1)(cN) regarding any taxable business or trading income of a PBO, the greater of 5% of the trading income, or R200,000, is tax free. The taxable portion of a PBO's trading income is taxed at 28%.

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**LLANDUDNO SPECIAL RATING AREA NPC**  
**ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2017**

**NOTES TO THE ANNUAL FINANCIAL STATEMENTS**

	2017 R	2016 R		
1. PROPERTY, PLANT AND EQUIPMENT				
	Cost	Accum Depreciation	Net Book Value	Net Book Value
Security Equipment	130,830	26,166	104,664	-
The Net Book Value of Property, Plant and Equipment is reconciled as follows :				
	Net Book Value at Begin of Year	Additions / (Disposals)	Depreciation	Net Book Value at End of Year
Security Equipment	-	130,830	26,166	104,664
2. CASH AND CASH EQUIVALENTS				
Current Account - Nedbank		59,978	52,107	
Investment Account - Nedbank		301,784	-	
		361,762	52,107	
3. TRADE AND OTHER RECEIVABLES				
Deposit		700	-	
Value Added Tax		-	48,282	
		700	48,282	
4. TRADE AND OTHER PAYABLES				
Audit and Tax Fees		10,750	9,200	
Maintenance		1,290	-	
Security Equipment		4,290	-	
Security Services		39,474	-	
Value Added Tax		3,867	-	
		59,671	9,200	

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Llandudno Special Rating Area NPC  
2014/179104/08  
11 Apostle Road Llandudno 7806  
[www.llandudno.org.za](http://www.llandudno.org.za) [sra@llandudno.org.za](mailto:sra@llandudno.org.za)

Minutes of the Annual General Meeting of the Llandudno Special Area NPC that was held on the 21 November 2016 at 18h30 at the Llandudno Life saving club.

- Registration. One new member, the registered owner of 34 Llandudno Road joined the NPC.
- The Chairperson welcomed those present, including our new Council representative, Roberto Quintas and Eddy Scott from the City. It was established that a quorum was present and the meeting was accordingly duly constituted. An attendance register was circulated and is available on request.
- The minutes of the previous AGM was approved. Proposer Beryl Goslett and seconded by Carel de Ridder.
- Chairman's Report (attached) was read out.
- The following presentations were made:
  - A comprehensive update on the security initiative was given by Carel de Ridder. A copy of this presentation is on the website. The members present received this update enthusiastically and Carel and his team were thanked for their efforts in this regard.
  - Greg Wright provided a thorough update on the progress achieved with regard to the fibre-to-home initiative.
  - Building vision for Llandudno and changes to the Municipal building by laws: Greg Wright summarised the new municipal planning by law that was promulgated in June 2016 and its impact particularly with reference to second dwellings.
  - Special Project: the possibility of a Heated enclosed swimming pool was mooted as a future special project.
- SRA's Operations 2015-16: this was tabled and approved. Proposer Greg Wright and seconded by Jody Aufrichtig.
- Noting of Audited Financial Statements 2015-16. This presentation was done by Alistair Pearce. Questions were raised by Clem Gutsche and Neil van der Spuy but these were satisfactorily resolved.

- Approval of Implementation Plan 2017-18. Proposer John Simpson and seconded by Greg Wright.
- Ratification of 2016-2017 budget amendments. This presentation was done by Alistair Pearce. Proposed by Carel de Ridder and seconded by Rodney Cronwright.
- Approval of Budget 2017-18. Proposed by Carel de Ridder and seconded by Rodney Cronwright.
- Appointment of auditors: Harry Curtis & Co were re-appointed as auditors. Proposed by Carel de Ridder and seconded by Rodney Cronwright.
- Appointment of co secretary.
- Election of board members. The existing board was re-elected. No new nominations were received.
- General / Q & A: questions were raised by Neil van der Spuy as to the erection of a boom at the entrance to Llandudno. The chair responded that this matter is being investigated, but that the City is generally not amenable to the erection of booms and this could cause traffic problems at the intersection of Victoria Road and Llandudno Road.
- The meeting was adjourned at 21h00.

**Please note the following:**

**The Directors of the Llandudno Special Rating Area NPC who were re-elected and their respective portfolios are:**

Name	Current SRA Portfolio
Kiki Bond-Smith	Building and COCT liaison, greening, LCA liaison, rates
Alistair Pearce	Treasurer
Vacant	Secretary, security, website, communications
Carel de Ridder	Building liaison with COCT, security, greening
Huck Endersby	Newsletter, Environment and beach
Jody Aufrichtig	School liaison, special projects, security
Margie McKenzie	Rates, security, social media
Paolo Lupini	Roads, sewerage
	The following persons are co-opted members and attend meetings but are not officially directors
Rodney Cronwright	Building liaison
Greg Wright	Building liaison
Roberto Quintas	Councillor and City representative



## APPLICATION FOR MEMBERSHIP

of Llandudno Special Rating Area NPC Registration no. 2014/179104/08  
("The Company")

FULL NAME	
IDENTITY NUMBER	
RESIDENTIAL ADDRESS	
BUSINESS ADDRESS	
TELEPHONE (Business)	
TELEPHONE (Home)	
TELEPHONE (Cellular)	
E-MAIL	
I would like to receive all Llandudno SRA communications via this email address	.....(please tick if applicable)

I hereby apply to The Company for membership.

I support the main object of The Company as set out in the Memorandum of Incorporation (MOI) of the Company and also have an interest in the Llandudno area.

I agree to be bounded by the MOI and Business Plan of The Company.

I am the registered owner of the following property/s in Llandudno, Cape Town:

ERF NUMBER/S	
PHYSICAL ADDRESS	

Signed on the \_\_\_\_\_ day of \_\_\_\_\_ 20\_\_\_\_\_.

SIGNATURE

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Llandudno Special Rating Area NPC Registration no. 2014/179104/08

11 Apostle Road, Llandudno, 7806. Tel: 021-790-2228

Directors: J Aufrichtig; M E Bond-Smith; W C Corbett; C de Ridder; W Endersby; M A Mac Kenzie; A H Pearce; G M Wright

[www.llandudno.org.za](http://www.llandudno.org.za) [sra@llandudno.org.za](mailto:sra@llandudno.org.za)