
2014/2015

Muizenberg Improvement District

ANNUAL REPORT



Muizenberg Improvement District
Telephone: 021 788 1196
Email: manager@mid.org.za
Website: www.mid.org.za



Chairman's foreword

The Muizenberg Improvement District came into being 15 years because the community cared enough to get together and make a difference. They wanted to clean up the crime and grime and make Muizenberg a safe and attractive place. I believe that is what everyone who lives, works and surfs here wants and that is why we have the MID.

The original spirit of collaboration at the creation of the MID is something the present board actively cultivates. Our board members are all volunteers with limited time and resources so we need extra hands and minds. We live in troubled political and economic times. Collaboration has never been more important. I thank each one of you for your interest and your involvement in MID activities and for making time to participate in our Annual General Meeting.

This report will put into perspective what the team achieved during the year ending June 2015.

This year we formalised a stakeholder engagement plan that sets out how we can best inform, involve, consult and collaborate with those who will help us deliver our mandate. Without the extra energy and expertise from City officials, local residents and business people, we would not be able to render the effective top-up services and leadership which made the past business year a success.

I remind you that at each monthly board meeting there is a half hour slot where any member, resident or business owner is welcome to come and ask questions or discuss concerns. Please visit our website for the dates and times of board meetings. We believe in transparency and consultation and we want you to feel free to engage the board in this way. This past year, more than 20 members, residents, business owners and media representatives have attended our board meetings and we are encouraged by the interest and useful feedback we have received.

As a property owner in the MID, the levy you pay is proportional to the value of your property. In the MID, levies are low. Currently domestic property levies range from R50 – R300 per month. While this means that the MID has limited resources compared to some of the larger improvement districts, the board uses the funds strategically and thoughtfully so that your contribution feeds directly into tangible improvements and services.

At only 1,4 Million, our annual budget is small but we do a LOT with it!

Everything the MID does is aimed at getting the wider community to work together to regenerate the urban environment and position Muizenberg as the kind of place where you want to live, visit or do business.

Steven Frankal

Chair since 1 July 2015, Deputy Chair: 2014/2015

Muizenberg Improvement District

Cover Photo:

The new MID Public Safety Contract and the MID-branded patrol vehicle was introduced to the media on 25 June 2015

About the Muizenberg Improvement District

The Muizenberg Improvement District (MID) is a geographic area where property owners have contracted to pay a levy to facilitate a joint effort by the City of Cape Town and the local community to ensure more effective management of public areas and to promote business confidence.

The Muizenberg Improvement District is a legal entity established under the City's Special Rating Areas by-law and also governed by the South African Companies Act 2008. While payment of levies is obligatory for ratepayers please be aware that you need to apply to become a member.

The MID has five core business functions, starting with Management and 4 mandated focus areas where we provide top-up services in addition to those provided by City Departments and National government:

- Cleaning and maintenance of public spaces
- Facilitating Environmental Upliftment : greening of public spaces, reporting bad buildings, and recreational space transformation
- Providing Public Safety services
- Social Development : Supporting the City in finding workable solutions for the social problems of vagrancy, street children and the permanent homeless in our community

Broken Windows is a metaphor for disorder in neighbourhoods and this theory proposed by Wilson and Kelling is at the core of improvement districts. Consider a building with a few broken windows. If the windows are not repaired, the tendency is for vandals to break a few more windows. Eventually, they may break into the building, and if it's unoccupied, perhaps start squatting there or light fires inside. Or consider a sidewalk. Some litter accumulates. Soon, more litter builds up. Eventually, people even start leaving bags of trash from take-out restaurants there.

Just as doctors now realise the importance of promoting wellness rather than treating illness, we need to promote the well-being of our community. This is why clean public spaces are so important.



Cleaning and Maintenance

NCC Services was appointed to provide a cleaning and basic greening maintenance service team within the Muizenberg Improvement District. The team is tasked with the following responsibilities:

- To ensure that pavements, streets, fences and public green areas in the MID area are kept clean and free from litter and weeds
- To report threats to public health and safety, dumping, blocked drains, vandalism and infrastructure issues to the MID

The cleaning team works according to an operational schedule, ensuring that all streets are cleaned once a week and that special attention is paid to areas where litter build up is rapid. During the summer months the team also spends a significant amount of time removing beach sand from the guttering systems.

Cleaning is an area where we have been able to successfully partner with businesses and community organisations. Kevin Rack kindly leads the monthly Saturday morning community beach clean-up through the partnership between MID and Clean C who sponsors bags, gloves and hand sanitiser. The MID also has its own weekend cleaning project undertaken by teams of homeless people with additional donations from Safer Together.

Marion Wagner is the MID director responsible for both cleaning and social development projects for our local homeless and I commend her for her tireless work.



Photograph by Kevin Rack

Social Development



The homeless cleaning team during a Saturday clean-up

SRA policy mandates that a portion of an improvement district's funds are allocated for social development which supports City intervention around street children, the homeless and temporarily displaced people.

This is perhaps the most challenging portfolio within the MID because the plight of street people is complex and interventions are difficult to implement.

Our strategy is to:

- Identify street children and homeless people and facilitate intervention from the City of Cape Town's and Provincial Social Development Department and NGO's who help those in distress
- Create awareness of Responsible Giving, discouraging handouts which compound dependency and seeking instead to provide skills development and employment opportunities for street people

Instead of handouts, we highlight the many other ways residents can make a difference: Homeless People need to change their clothes and they need laundry vouchers to wash their blankets. Newly arrived homeless people need lifts to shelters. We usually see an increase of newly homeless people in the December holidays and this is a time when locals can pay attention to newcomers on our streets and extend support.

During this past year, five homeless people have been successfully transferred to shelters at Somerset West and Bellville.

In June 2015, a woman who ended up on our streets due to a set of circumstances outside her control was spotted by a Muizenberg resident. He and his wife took her into their home for the night. The next morning he phoned the City's dedicated call centre for homelessness 0800 872 201. A team arrived within an hour and the woman was taken to a

shelter in Bellville where they assisted her in finding a job. This a good example of the role every day citizen's CAN play in addressing these challenges.

Most of Muizenberg's long-term homeless have lived on our streets for 10 years or longer. They usually reject the offer of shelters where they have to comply with rules and mainly due to a combination of trauma, addiction and untreated mental illnesses they have severed family ties and do not want to be rehabilitated into normal society. To help the permanent homeless through our harsh winter, the MID worked in collaboration with members of the Muizenberg Methodist Church and other concerned residents to provide Street Sleeper Survival Bags to 14 homeless people in June 2015.

Through the facilitation of a weekend clean-up initiative, the MID long-term homeless people an opportunity to give back to the community on a weekly basis by helping to keep the streets clean on weekends. This initiative has instilled a sense of pride and self-worth. Some of the homeless men have also been given job opportunities with Martin & East, the company undertaking the road works in Muizenberg.

The Homeless also provided cleaning services at the Kite Festival organised by Cape Mental Health in November 2014 and were asked to return for the 2015 event. We thank Safer Together for their financial support towards this initiative.

Given the unsightliness and sanitation problems of homeless people sleeping on our streets and their own fears of attack by criminals, it is the MID's ongoing quest to work towards a long term solution to these challenges.



Marion Wagner, MID Social Development Director pictured issuing sleeping bags to some of Muizenberg's long-term homeless

Environmental Upliftment

Environmental Upliftment is focused in three areas. Bad Buildings, transformation of recreational areas like the beachfront and Greening of public spaces.

Bad Buildings

Bad Buildings are an ongoing area of focus for the MID. Part of our problem in Muizenberg is that at least a 3rd of property owners are absentee landlords.

The MID reports concerns highlighted by the community and identified by MID to the City's Problem Building Unit. These buildings may have been abandoned by the owner. They can be derelict, overcrowded, or prostitution or drug dealing activity is reported. These kinds of buildings are usually unhealthy, unsanitary and unsightly. Often they have an accumulation of waste material and refuse dumped around them.

Presently there are very few bad buildings in the MID and this is partly credit to Elizabeth Milne for her unrelenting efforts in managing this portfolio up until December 2014 and the persistent attention paid by our Director George Hill since Elizabeth left. By paying attention and reporting problem properties to the Building and Health Inspectors, Solid Waste, Fire and Law Enforcement and the Heritage Society, the MID is able to get the Problem Building Unit to investigate bad buildings and issue compliance notices to the owner.

In some cases a building is not derelict but it may pose a fire risk due to lack of maintenance and here the MID has also intervened. The by-laws make provision for offenders to be fined up to R300 000 or imprisoned for 3 years or both. They are also liable for the costs of rehabilitating their property. In some cases a building is not derelict but it may pose a fire risk due to lack of maintenance and here the MID has also intervened.

Getting a building declared a problem building is a long process but it is worth the effort. Not only for the overall look and feel of the village but because it improve property values for all of us who have invested in this beautiful village and are helping to transform it.



Beachfront

The redevelopment of the Muizenberg Beachfront has been key to shaking off the downtrodden image of the past. As many 12 000 vehicles park at the beachfront over the course of one weekend. We want to make sure that the beach is safe and a pleasant day outing for visitors and residents.

To achieve this we have encouraged businesses on the beachfront to pay for extra security, we work closely with Law Enforcement and the MID Public Safety Patrollers patrol the beachfront on foot at regular intervals during the day. We collaborate with regards to the granting of permits and licences for informal and formal traders. The MID also works closely with the Roads Department regarding the maintenance of roads, infrastructure, markings and signage on the beachfront. In December 2014 we welcomed the opening of the Shark Spotters visitor centre on the beachfront. Not only do they create awareness of Sharks and marine life but over the holiday seasons they provide information and first aid to visitors.

In February 2015, Cape Town Tourism closed down the Tourism Information Office in the Pavilion because it had a very low footprint. Although tourism information is not a focus area for the MID, we are concerned about this. National Geographic named Muizenberg one of the top surfing towns in the world and in October 2014 Muizenberg Beach was once again awarded Blue Flag status. So it seems ironic that we do not have an information centre. We consulted with Cape Town Tourism over this and as a temporary solution, the MID facilitated parking permits and ease of access for the Mobile Tourism Office to visit Muizenberg on a regular basis. We have asked the False Bay Tourism and Business Association to address the issue in the longer term. We have also collaborated with the False Bay Tourism and Business Association on the upgrading of Sidmouth Road.

Despite the renewal of the beachfront, the surfers' circle was an eyesore. This is why the MID partnered with the City's roads department and Muizenberg Ward Councillor, Dave D'Alton to upgrade the circle.

Work on the circle commenced in February 2015. You will have already noticed the improvement since the perimeter wall has been built and the paving completed. The final step is landscaping and we thank City Parks for their assistance with plants. Here I want to thank our MID director, Peter Wright for leading and managing the project.



The upgrade of surfer's circle in progress

Greening

Our Greening activities are making a visible difference to Muizenberg Improvement District.

We have established greening projects in open spaces with the help of residents who volunteer their time to maintain them. We are grateful to landscaper, Karen Hultzer for her help in establishing the herb and medicinal garden in Royal Road which is growing nicely. This ongoing community project was partially funded by the Rowland and Leta Hill Trust.

The MID has continued with the maintenance of previously planted gardens on the corner of Palmer and Holland Road, on Beach Road and the garden on the corner of Royal and Alexander Roads.

The MID was also instrumental in establishing Friends of Muizenberg Park where we hope to collaborate on issues around vagrancy and illegal structures and how to best optimize the park as a recreational space for all residents.



MID facilitates the up keep of gardens in public spaces

Public Safety

The MID's top-up safety measures are focused on making it safe for people to walk in the streets and enjoy public spaces in the Muizenberg Improvement District without the constant threat of muggings, theft and harassment.

GRIT Security was contracted to provide foot patrolling in public spaces until the end of the financial year (June 2015).

Our Public Safety and Security Director, Aloy Gowne joined the MID Board in November 2014 and made a real impact in assessing and improving the MID public safety service.

In December 2014 the MID implemented a Festival Season Public Safety Plan which increased the number of patrollers in public spaces with high pedestrian traffic. We also paid special attention to harassment and crime on the beach front and liaised closely with Law Enforcement.

Car guards remain a thorny issue. In terms of the by-laws there is little we can do to prevent them operating in public space but we can be vigilant about the criminal activities sometimes associated with them and address those through law enforcement and policing. The MID has actively looked at finding practical long term solutions in partnership with the City of Cape Town.

In March 2015 Expressions of Interest (EOI) were invited from suitably qualified companies for the new MID Public Safety and Security contract to commence 1 July 2015. The Board hoped to secure a service provider with demonstrable experience of managing public safety in a Special Rating Area and we followed a procurement process as prescribed by ISL.

Two companies submitted proposals and a 5 member panel undertook a thoughtful and strict criteria evaluation process in line with SRA legislation and best practice. The decision to award the contract to Securitas was unanimous.

The terms of the new contract represent a major step up for Public Safety in the MID because for the first time we would have a dedicated MID Public Safety Patrol vehicle on our streets (24/7) manned by patrollers well trained in the understanding of by-laws.

Other advantages of the new contract include quicker response times than what can be achieved with foot patrollers and implementation of incident desk software to log and track all public safety related incidents.

For the MID, a further advantage is that Securitas provides public safety services for six other improvement districts in Cape Town. Within these Improvement District they've established Operational Forums which ensure synergy in the collation and sharing of information between all key stakeholders. This makes for more accurate security intelligence where we can see clear patterns and trends.



Seen at the June 2015 launch of the new MID Public Safety Provider: Tony Smith, outgoing MID Chair, Stuart Wragg, Operations Director, Securitas, MID Directors: Aloy Gowne (Public Safety) and Lesley Schroeder (Stakeholder Engagement)

MID Border extended

Because Muizenberg has been made a Special Ratings Area (SRA), the MID is restricted by the boundary, stipulated by the City of Cape Town, and is only able to implement, facilitate and manage projects within the boundary.

In 2014 the MID successfully consulted with the City of Cape Town to correct the MID Boundary which now includes both sides of Main Road, Vlei and Beach Roads as well as Muizenberg Park. This has allowed the MID to extend its mandate to provide services to these areas.

Many other property owners have expressed interest in joining the Muizenberg Improvement District. As a board, we are positive about this but it is important to understand that extending boundaries of a Special Rating Area is a lengthy process which can take up to 24 months. During 2014 the MID consulted with the City Inter Services Liaison Department to assess the viability of the costs of providing services to a wider area, without negatively impacting on the existing boundary. Obviously it's not viable if we are unable to achieve economy of scale or if the extension will mean reduced servicing of areas already part of the MID. Based on the estimated costs, we ruled out extending up the mountainside but the addition of the small triangle directly adjoining our present northern border is feasible to include. This is the triangle comprising Henley Road, Wherry Road and the northern parts of Clevedon and Cromer Road. This proposal will be put to members at the 2015 AGM.



In 2014 the MID Boundary was adjusted to include Muizenberg Park

Management

Two portfolios on the MID Board which are crucial to the success of the MID from a management and communication perspective are Governance & Finance, and Stakeholder Engagement.

Governance & Finance

In terms of governance, Elizabeth Milne played a key role in developing a relationship of trust with the City's ISL department and remaining abreast with all legislative requirements and changes in SRA policies and by-laws impacting on our operational and financial management. We have certainly felt a void since her resignation when she moved to the Eastern Cape earlier this year.

Stakeholder Engagement

In August 2014 Lesley Schroeder joined the board as Stakeholder Engagement Director and her professional expertise has certainly lifted MID communication to a new level.

We now have a media policy and a stakeholder engagement policy which helps us to plan and measure how we communicate. Our website has been reorganised so that it is very easy to find information on any aspect of our work. The news pages are regularly updated and our Facebook site is driving far higher volumes of traffic to our website than in the past. Lesley also liaises with the media, prepares all our media releases and presentations and writes the copy for MID awareness campaigns.

Administration and Management

I would like to thank our MID Manager, Chevone Petersen for the consistently high standard of service and insight she brings to the administration of the Muizenberg Improvement District. Our board directors are all volunteers who serve on the MID because we care about the future of Muizenberg and want to make a difference. Chevone is the only MID employee so all the day-to-day management falls on her capable shoulders.

In closing, I want to take this opportunity to thank our immediate past chair, Tony Smith. Tony brought a level of cohesion and strategic thinking which has professionalised the way MID goes about things and given us clear direction.

Thanks to Tony's chairmanship, Tony, the MID is effectively performing its role as a catalyst in facilitating dialogue between residents, business, the City of Cape Town and a range of partners to help regenerate and shape the future of Muizenberg. Tony, your service is greatly appreciated.

Directors 2014/2015 Financial Year

Tony Smith – Chair

Steven Frankal – Beachfront

Marion Wagner – Social Development and Cleaning

George Hill – Muizenberg Park and Bad Buildings

Peter Wright – Maintenance & Infrastructure

Lesley Schroeder – Stakeholder Engagement

Aloy Gowne – Public Safety & Security

Mike Romyn – Governance & Finance (resigned November 2014 – Governance portfolio taken on by Elizabeth Milne, Finance portfolio taken on by Tony Smith)

Elizabeth Milne – Environmental Upliftment & Bad Buildings (resigned January 2015 – portfolio taken on by George Hill)

Acknowledgements

Our sincere thanks to the following organisations and individuals who have provided support to the MID and helped us to carry out our mandate more effectively.

The Inter-Services Liaison (ISL) Department, City of Cape Town For their support, sound advice and direction.

Councillor Dave D’Alton who attended board meetings regularly and assisted us in collaborating with City departments and helped find funds for the upgrade of Surfer’s Circle.

Alderman Felicity Purchase for her help and input on different projects and concerns.

Our Bookkeeper, **Sue Rumsey**, our Accountant, Mike Schreiber and our Company Secretary LPH have given us invaluable support that we could not have done without.

MID enjoys good interaction with other Improvement Districts, including Cape Town, Wynberg, Voortrekker Corridor and Fish Hoek. We would like to thank you for your on-going support and advice.

Peter Dugmore, for his sage advice, once again.

Epic Print for help with printing, design and website updates

Thank you to our service providers **NCC**, **Philsec Systems** and **Grit Security Services**.

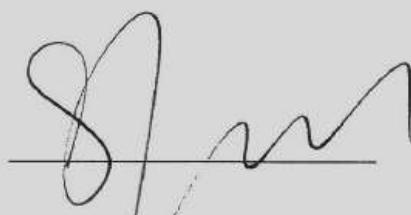
The board have worked hard during the year to achieve the objectives that were set out. Thank you to you all for your commitment and energy for a strong team effort.

Financial Statements 2014/2015**MUIZENBERG IMPROVEMENT DISTRICT NPC****REG. NO : 2001/018176/08****ANNUAL FINANCIAL STATEMENTS****30 JUNE 2015**

CONTENTS	PAGE
Directors' approval of Annual Financial Statements	1
Report of the Independent Auditors	2
Annual Financial Statements	
Report of the Directors	3
Balance Sheet	4
Income Statement	5
Notes to the Financial Statements	6 – 7
Cash Flow Statement	8 – 9

APPROVAL OF ANNUAL FINANCIAL STATEMENTS

The Annual Financial Statements set out on pages 3 to 9 have been approved by the Directors:



LOW AND SCHREIBER
CHARTERED ACCOUNTANTS (S.A)

Telephone: (021) 685-4047
 Telefax: (021) 685-4272
 E-mail: info@lowandschreiber.co.za
 VAT Reg No: 4440162735

1 Klein Rustenburg
 8 Main Road
 Rondebosch
 Cape Town
 7700 Rep of SA

POSTAL ADDRESS:
 P O BOX 187
 RONDEBOSCH
 CAPE TOWN
 7701 REP OF SA

William Wallace Low, B.Com
 Anthony Michael Schreiber, B.Com
 Burrie William Low, B.Com, M.Phil (Tax Law)

INDEPENDENT AUDITORS' REPORT

To the Members of Muizenberg Improvement District NPC

Report on the Financial Statements

We have audited the Annual Financial Statements of Muizenberg Improvement District NPC, which comprise the balance sheet as at 30 June 2015, and the income statement, statement of changes in equity and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes and the directors' report, as set out on pages 3 to 9.

Directors' Responsibility for the Financial Statements

The Company's Directors are responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SME's) and in the manner required by the Companies Act of South Africa. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the Annual Financial Statements present fairly, in all material respects, the financial position of the Company as at 30 June 2015, and its financial performance and its cash flows for the year then ended in accordance with IFRS for SME's and in the manner required by the Companies Act of South Africa.

Low and Schreiber

LOW AND SCHREIBER
 REGISTERED AUDITORS, CAPE TOWN
 19 AUGUST 2015

MUIZENBERG IMPROVEMENT DISTRICT NPC

REPORT OF THE DIRECTORS

To the Members

NATURE OF BUSINESS

The main objective of the Company is to revitalise designated areas within Muizenberg, providing security, cleaning and various improvement services.

FINANCIAL POSITION

The state of the Company's affairs is adequately reflected in the Annual Financial Statements. No material fact or circumstance has occurred between the accounting date and the date of this Report.

CAPITAL STRUCTURE

The Company is registered as a Not For Profit Company in terms of the Companies Act and has no share capital and no part of its income or assets may be distributed to Members. All reserves are therefore non-distributable.

STATEMENT OF RESPONSIBILITY

The Directors are responsible for the maintenance of adequate accounting records and the preparation and integrity of the Financial Statements and related information. The Auditors are responsible to report on the fair presentation of the Financial Statements. The Financial Statements have been prepared in accordance with Generally Accepted Accounting Practice and in the manner required by the Companies Act.

The Directors are also responsible for the Company's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the Financial Statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect misstatement and loss.

Nothing has come to the attention of the Directors to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the period under review.

The Financial Statements have been prepared on the going concern basis, since the Directors have every reason to believe that the Company has adequate resources in place to continue in operation for the foreseeable future.

DIRECTORS

S Frankal

P Wright

L Smith

M Wagner

G Hill

S Milne (resigned January 2015)

M Romyn (resigned November 2014)

A Gowne (appointed November 2014)

K Hamilton (resigned July 2014)

S Voges (resigned July 2014)

L Schroeder (appointed July 2014)

MUIZENBERG IMPROVEMENT DISTRICT NPC**BALANCE SHEET**

At 30 June 2015

	Note	2015 R	2014 R
ASSETS			
NON-CURRENT ASSETS			
Fixed Assets	2	12,064	21,316
CURRENT ASSETS			
Cash Reserves		597,829	681,425
TOTAL ASSETS		609,893	702,741
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Non-Distributable Reserves	3	574,123	669,079
Specific Funds	4	572,078	563,395
		2,045	105,684
CURRENT LIABILITIES			
Accounts Payable		35,770	33,662
TOTAL EQUITY AND LIABILITIES		609,893	702,741

MUIZENBERG IMPROVEMENT DISTRICT NPC**INCOME STATEMENT**

For the year ended 30 June 2015

	Note	2015 R	2014 R
INCOME		1,719,478	1,822,357
Bad Debts Reserve Refunded		141,318	165,704
Donations for Specific Funding	4	14,345	216,257
Interest Received		11,903	7,850
Law Enforcement Income		258,137	218,461
Levies Received		1,293,775	1,207,450
Sundry Income		-	6,635
EXPENDITURE		1,814,435	1,504,177
Accounting Fees		33,311	25,233
Advertising, Marketing and Publications		29,038	32,319
Asset Purchases and Maintenance		29,031	-
Audit Fees and Related Services		11,822	12,950
Bank Charges		7,409	6,645
Cleaning and Maintenance		297,068	269,780
Depreciation		9,252	31,699
Improvement Projects		13,450	30,520
Insurance		8,413	7,772
Law Enforcement Expenses		258,137	218,461
Meeting Expenses		10,634	6,722
Miscellaneous		10,431	8,659
Rental		19,200	16,775
Salaries and Wages		157,469	142,338
Security Services		565,512	510,707
Specific Funding Expenses	4	117,985	110,572
Stationery, Postage and Printing		9,459	8,709
Surplus Operational Projects	5	208,235	49,764
Telephone and Computer Expenses		18,579	14,552
NET (LOSS)/ PROFIT FOR THE YEAR		(94,957)	318,180
TRANSFERRED TO NON-DISTRIBUTABLE RESERVE		(8,683)	(212,496)
TRANSFER FROM / (TO) SPECIFIC FUNDS		103,640	(105,684)
		-	-

MUIZENBERG IMPROVEMENT DISTRICT NPC

NOTES TO THE FINANCIAL STATEMENTS

30 June 2015

1. BASIS OF PREPARATION

The Annual Financial Statements have been prepared in accordance with the Statement of Generally Accepted Accounting Practice for Small and Medium-sized Entities on a basis consistent with prior years.

1.1 Fixed Assets

Computer Equipment is depreciated over 3 years and the Trailer is depreciated over 5 years.

2. FIXED ASSETS

	Cost R	Accum Depr R	2015 Net Book Value R	2014 Net Book Value R
Computer Equipment	120,435	120,435	-	-
Trailer	46,268	34,204	12,064	21,316
	<u>166,703</u>	<u>154,639</u>	<u>12,064</u>	<u>21,316</u>
	2014 Net Book Value R	Additions/ (Disposals) R	2015 Depr R	2015 Net Book Value R
Computer Equipment	-	-	-	-
Trailer	21,316	-	(9,252)	12,064
	<u>21,316</u>	<u>-</u>	<u>(9,252)</u>	<u>12,064</u>

3. NON-DISTRIBUTABLE RESERVE

	2015 R	2014 R
Opening Balance	563,395	350,899
Transferred from Income Statement	8,683	212,496
Closing Balance	<u>572,078</u>	<u>563,395</u>

MUIZENBERG IMPROVEMENT DISTRICT NPC**NOTES TO THE FINANCIAL STATEMENTS (Continued)**

30 June 2015

4. SPECIFIC FUNDS	Opening Balance R	Received R	Spent R	Closing Balance R
Environment Upliftment	15,000	-	(15,000)	-
Social Upliftment	10,246	13,545	(23,741)	50
Surfers' Circle	80,439	800	(79,244)	1,995
	<u>105,685</u>	<u>14,345</u>	<u>(117,985)</u>	<u>2,045</u>
5. SURPLUS OPERATIONAL PROJECTS			2015 R	2014 R
Beachfront			-	9,956
CCTV Maintenance			44,907	-
Community Art			-	9,942
Environment Upliftment			105,164	-
Marketing			13,898	9,997
Social Development			44,266	19,869
			<u>208,235</u>	<u>49,764</u>

6. TAXATION

No provision has been made for taxation as the Company is a Public Benefit Organisation and is exempt from taxation.

MUIZENBERG IMPROVEMENT DISTRICT NPC**CASH FLOW STATEMENT**

For the year ended 30 June 2015

	Note	2015 R	2014 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash (utilised in)/generated by Operations	1	(95,499)	369,616
Interest Received		11,903	7,850
Net Cash (outflow)/inflow from Operating Activities		<u>(83,596)</u>	<u>377,466</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to Fixed Assets		-	(2,455)
Net Cash outflow from Investing Activities		<u>-</u>	<u>(2,455)</u>
NET CASH FLOW		(83,596)	375,011
CASH AND CASH EQUIVALENTS at beginning of the year		681,425	306,414
CASH AND CASH EQUIVALENTS at end of the year		<u>597,829</u>	<u>681,425</u>

MUIZENBERG IMPROVEMENT DISTRICT NPC**NOTES TO THE CASH FLOW STATEMENT**

For the year ended 30 June 2015

	2015 R	2014 R
1. CASH (UTILISED IN)/GENERATED BY OPERATIONS		
Net (Loss)/Profit before Taxation	(94,957)	318,180
Adjustment for:		
Interest Received	(11,903)	(7,850)
Depreciation	9,252	31,699
Operating Profit before Working Capital Changes	<u>(97,608)</u>	<u>342,029</u>
Working Capital Changes	2,109	27,587
Increase in Accounts Payable	2,109	27,587
Cash (utilised in)/generated by Operations	<u><u>(95,499)</u></u>	<u><u>369,616</u></u>