

GLENSTANTIA PRIMARY SCHOOL

(Registration number EMIS 700210120)

Annual Financial Statements
for the year ended 31 December 2022

These annual financial statements were prepared by:
G.P.J. Brits
Professional Accountant (SA)

Independently Audited by:
JJD Auditors Inc.
Chartered Accountant (SA)
Practice Number: 995-857

These annual financial statements have been audited in compliance with the applicable requirements of the South African Schools Act No.84 of 1996.

GLENSTANTIA PRIMARY SCHOOL

(Registration number: EMIS 700210120)

Annual Financial Statements for the year ended 31 December 2022

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	Primary school
Registered office	Anton van Wouw street Constantia Park Pretoria 0001
Bankers	ABSA Bank
Level of assurance	These annual financial statements have been audited.
Preparer	The annual financial statements were internally compiled by: G.P.J. Brits Professional Accountant (SA)

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Governing Body's Responsibilities and Approval

The governing body are required to maintain adequate accounting records and are responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the organisation 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 the appropriate accounting policies. The external auditor is engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the appropriate accounting policies and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

The governing body acknowledge that they are ultimately responsible for the system of internal financial control established by the organisation and place considerable importance on maintaining a strong control environment. To enable the governing body to meet these responsibilities, the governing body sets standards for internal control aimed at reducing the risk of error or loss in a cost effective manner. The standards include the proper delegation of responsibilities within a clearly defined framework, effective accounting procedures and adequate segregation of duties to ensure an acceptable level of risk. These controls are monitored throughout the organisation and all employees are required to maintain the highest ethical standards in ensuring the organisation's business is conducted in a manner that in all reasonable circumstances is above reproach. The focus of risk management in the organisation is on identifying, assessing, managing and monitoring all known forms of risk across the organisation. While operating risk cannot be fully eliminated, the organisation endeavours to minimise it by ensuring that appropriate infrastructure, controls, systems and ethical behaviour are applied and managed within predetermined procedures and constraints.


The governing body 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.

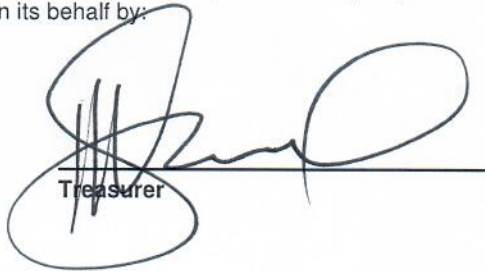
The governing body have reviewed the organisation's cash flow forecast for the year to 31 December 2023 and, in the light of this review and the current financial position, they are satisfied that the organisation has or has access to adequate resources to continue in operational existence for the foreseeable future.

The external auditor is responsible for independently auditing and reporting on the organisation's annual financial statements. The annual financial statements have been examined by the organisation's external auditor and their report is presented on page 5.

The annual financial statements set out on page 9, which have been prepared on the going concern basis, were approved by the on 1 March 2023 and were signed on its behalf by:

Approval of annual financial statements


Chairperson


Treasurer


Principal

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The reports and statements set out below comprise the annual financial statements presented to the governing body:

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The following supplementary information does not form part of the annual financial statements and is unaudited:

Detailed Income Statement	20
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Level of assurance

These annual financial statements have been audited.

Preparer

G.P.J. Brits
Professional Accountant (SA)

Published

06 February 2023

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Governing Body's Report

The governing body has pleasure in submitting their report on the annual financial statements of GLENSTANTIA PRIMARY SCHOOL for the year ended 31 December 2022.

1. Nature of business

GLENSTANTIA PRIMARY SCHOOL's principal activity is that of a primary school. There were no major changes herein during the year.

There have been no material changes to the nature of the organisation's business from the prior year.

2. Review of financial results and activities

The annual financial statements have been prepared in accordance with entity specific basis of accounting principles applicable to a going concern. The accounting policies have been applied consistently compared to the prior year.

The organisation recorded a profit after tax for the year ended 31 December 2022 of R919 803 (2021:R9 278 658). The profit is comprised of an operating profit of R919 803.

Organisation revenue decreased from R32 422 348 in the prior year to R28 308 198 for the year ended 31 December 2022.

Organisation cash flows from operating activities decreased from R6 364 560 in the prior year to R2 830 724 for the year ended 31 December 2022.

3. Events after the reporting period

The governing body are not aware of any material event which occurred after the reporting date and up to the date of this report.

4. Going concern

The annual financial statements have been prepared on the basis of accounting policies applicable to a going concern. This basis presumes that funds will be available to finance future operations and that the realisation of assets and settlement of liabilities, contingent obligations and commitments will occur in the ordinary course of business.

5. Auditors

JJD Auditors Inc. continued in office as auditors for the organisation for 2022.

At the AGM, the governing body will be requested to reappoint JJD Auditors Inc. as the independent external auditors of the organisation and to confirm J.J. Drotskie as the designated lead audit partner for the 2023 financial year.



Independent Auditor's Report

To the Shareholder of GLENSTANTIA PRIMARY SCHOOL

Opinion

I have audited the annual financial statements of GLENSTANTIA PRIMARY SCHOOL (the organisation) set out on pages 9 to 19, which comprise the statement of financial position as at 31 December 2022, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In my opinion, the annual financial statements of GLENSTANTIA PRIMARY SCHOOL for the year ended 31 December 2022 are prepared, in all material respects, in accordance with the appropriate accounting policies to the annual financial statements and the requirements of the South African Schools Act No.84 of 1996.

Basis for Opinion

I conducted my audit in accordance with International Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Annual Financial Statements section of my report. I am independent of the organisation in accordance with the sections 290 and 291 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised January 2018), parts 1 and 3 of the Independent Regulatory Board for Auditors' Code of Professional Conduct for Registered Auditors (Revised November 2018) (together the IRBA Codes) and other independence requirements applicable to performing audits of annual financial statements in South Africa. I have fulfilled my other ethical responsibilities, as applicable, in accordance with the IRBA Codes and in accordance with other ethical requirements applicable to performing audits in South Africa. The IRBA Codes are consistent with the corresponding sections of the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) respectively. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Emphasis of Matter - Basis of Accounting

I draw attention to Note 1 to the annual financial statements, which describes the basis of accounting. The annual financial statements are prepared in accordance with the organisation's own accounting policies to satisfy the financial information needs of the organisation's shareholder. As a result, the annual financial statements may not be suitable for another purpose. My opinion is not modified in respect of this matter.

Other Information

The governing body are responsible for the other information. The other information comprises the information included in the document titled "GLENSTANTIA PRIMARY SCHOOL annual financial statements for the year ended 31 December 2022", which includes the Governing Body's Report as required by the South African Schools Act No.84 of 1996 and the supplementary information as set out on page 20. The other information does not include the annual financial statements and my auditor's report thereon.

My opinion on the annual financial statements does not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.

In connection with my audit of the annual financial statements, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual financial statements or my knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work I have performed, I conclude that there is a material misstatement of this other information, I am required to report that fact. I have nothing to report in this regard.





Independent Auditor's Report

Responsibilities of the Governing Body for the Annual Financial Statements

The governing body are responsible for the preparation of the annual financial statements in accordance with the appropriate accounting policies to the annual financial statements and the requirements of the South African Schools Act No.84 of 1996, for determining that the basis of preparation is acceptable in the circumstance and for such internal control as the governing body determine is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

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

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

My objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards on Auditing will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements.

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

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my 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 organisation's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the governing body.
- Conclude on the appropriateness of the governing body's 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 organisation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the organisation to cease to continue as a going concern.

I communicate with the governing body regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.





Independent Auditor's Report

JJD Auditors Inc.
J.J. Drotskie
Partner
Chartered Accountant (SA)

06 February 2023
Pretoria
552 Peacehaven Rd
Clearwater Flyfishing Estate
Pretoria
0181





Menlyn Woods Office Park
Block D, First Floor
291 Sprite Avenue, Faerie Glen
Pretoria

Registered Accountants & Auditors

Practitioner's Compilation Report

To the Management of GLENSTANTIA PRIMARY SCHOOL

We have compiled the annual financial statements of GLENSTANTIA PRIMARY SCHOOL, as set out on pages 9 - 19, based on information you have provided. These annual financial statements comprise the statement of financial position of GLENSTANTIA PRIMARY SCHOOL as at 31 December 2022, the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

We have applied our expertise in accounting and financial reporting to assist you in the preparation and presentation of these annual financial statements on the appropriate accounting policies. We have complied with relevant ethical requirements, including principles of integrity, objectivity, professional competence and due care.

These annual 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 annual financial statements. Accordingly, we do not express an audit opinion or a review conclusion on whether these annual financial statements are prepared in accordance with the appropriate accounting policies.

G.P.J. Brits
Professional Accountant (SA)
Accountants-on-site (Pty) Ltd

06 February 2023
Pretoria

GLENSTANTIA PRIMARY SCHOOL

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Statement of Financial Position as at 31 December 2022

Figures in Rand	Note(s)	2022	2021
Assets			
Non-Current Assets			
Property, plant and equipment	2	5 118 382	3 391 633
Other financial assets	3	11 148 588	9 022 591
		16 266 970	12 414 224
Current Assets			
Inventories (Including text books)	4	1 908 783	1 433 880
Trade and other receivables	5	4 977 768	5 247 870
Cash and cash equivalents	6	3 712 154	6 488 912
		10 598 705	13 170 662
Total Assets		26 865 675	25 584 886
Equity and Liabilities			
Equity			
Revaluation reserves	8	164 105	1 156 042
Retained income		18 896 783	16 985 043
		19 060 888	18 141 085
Liabilities			
Current Liabilities			
Trade and other payables	7	7 804 787	7 443 801
Total Equity and Liabilities		26 865 675	25 584 886

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Statement of Comprehensive Income

Figures in Rand	Note(s)	2022	2021
Revenue	9	28 308 198	32 422 349
Other income		1 479 304	890 767
Operating expenses		(29 611 649)	(24 537 636)
Operating profit		175 853	8 775 480
Investment revenue		743 950	418 764
Profit for the year		919 803	9 194 244
Other comprehensive income:			
Items that will not be reclassified to profit or loss			
Gains (losses) on revaluation of property, plant and equipment		-	84 414
Other comprehensive income for the year net of taxation		-	84 414
Total comprehensive income for the year		919 803	9 278 658

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Statement of Changes in Equity

Figures in Rand	Revaluation reserve	Retained income	Total equity
Balance at 01 January 2021	2 063 565	6 798 862	8 862 427
Profit for the year	-	9 194 244	9 194 244
Other comprehensive income	84 414	-	84 414
Total comprehensive income for the year	84 414	9 194 244	9 278 658
Realisation of depreciation on revalued assets	(991 937)	991 937	-
Total changes	(991 937)	991 937	-
Balance at 01 January 2022	1 156 042	16 985 043	18 141 085
Profit for the year	-	919 803	919 803
Total comprehensive income for the year	-	919 803	919 803
Realisation of depreciation on revalued assets	(991 937)	991 937	-
Total changes	(991 937)	991 937	-
Balance at 31 December 2022	164 105	18 896 783	19 060 888
Note(s)	8		

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Statement of Cash Flows

Figures in Rand	Note(s)	2022	2021
Cash flows from operating activities			
Cash generated from operations		2 086 774	5 842 321
Interest income		743 950	418 764
Other non-cash		-	103 475
Net cash from operating activities		2 830 724	6 364 560
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(3 484 822)	(1 580 127)
Sale of property, plant and equipment	2	3 337	42 607
Sale of financial assets		(2 125 997)	(2 336 509)
Asset revaluations non cash items		-	(19 061)
Net cash from investing activities		(5 607 482)	(3 893 090)
Total cash movement for the year		(2 776 758)	2 471 470
Cash at the beginning of the year		6 488 912	4 017 442
Total cash at end of the year	6	3 712 154	6 488 912

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Annual Financial Statements for the year ended 31 December 2022

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

The annual financial statements have been prepared on a going concern basis in accordance with the accounting policies as set out below. The annual financial statements have been prepared on the historical cost basis, except for property, plant and equipment at fair value less point of sale costs. They are presented in South African Rands.

The annual financial statements have also been prepared in accordance with the Guidelines from the MEC issued in terms of Section 42(b) of the South African Schools Act.

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

Property, plant and equipment are tangible assets which the organisation holds for its own use or for rental to others and which are expected to be used for more than one period.

Property, plant and equipment is initially measured at cost.

Cost includes 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.

Expenditure incurred subsequently for major services, additions to or replacements of parts of property, plant and equipment are capitalised if it is probable that future economic benefits associated with the expenditure will flow to the organisation and the cost can be measured reliably. Day to day servicing costs are included in profit or loss in the period in which they are incurred.

Subsequent to initial recognition, property, plant and equipment is stated at revalued amounts less accumulated depreciation and any accumulated impairment losses. The revalued amount is the fair value at the date of revaluation less any subsequent accumulated depreciation and impairment losses.

Revaluations are made with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period.

When an item of property, plant and equipment is revalued, the gross carrying amount is adjusted consistently with the carrying amount. The accumulated depreciation at that date is adjusted to equal the difference between the gross carrying amount and the net revalued carrying amount.

Any increase in an asset's carrying amount, as a result of a revaluation, is recognised in other comprehensive income and accumulated in the revaluation surplus in equity. The increase is recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss.

Any decrease in an asset's carrying amount, as a result of a revaluation, is recognised in other comprehensive income to the extent of any credit balance existing in the revaluation surplus in respect of that asset. Any remaining decrease in excess of such credit is recognised in profit or loss in the current year.

The revaluation surplus related to a specific item of property, plant and equipment is transferred directly to retained income when the asset is derecognised.

Depreciation of an asset commences when the asset is available for use as intended by management. Depreciation is charged to write off the asset's carrying amount over its estimated useful life to its estimated residual value, using a method that best reflects the pattern in which the asset's economic benefits are consumed by the organisation.

The useful lives of items of property, plant and equipment have been assessed as follows:

Item	Depreciation method	Average useful life
Land and Buildings		Unlimited
Equipment	Straight line	6 years
Furniture and fixtures	Straight line	6 years
Motor vehicles	Straight line	5 years
POS equipment	Straight line	6 years

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Annual Financial Statements for the year ended 31 December 2022

Accounting Policies

1.1 Property, plant and equipment (continued)

Computer equipment	Straight line	3 years
CCTV Equipment	Straight line	6 years
Educational interactive equipment	Straight line	3 years
Garden & workshop equipment	Straight line	6 years

When indicators are present that the useful lives and residual values of items of property, plant and equipment have changed since the most recent annual reporting date, they are reassessed. Any changes are accounted for prospectively as a change in accounting estimate.

Impairment tests are performed on property, plant and equipment when there is an indicator that they may be impaired. When the carrying amount of an item of property, plant and equipment is assessed to be higher than the estimated recoverable amount, an impairment loss, equal to the excess of the carrying amount over the recoverable amount, is recognised immediately in profit or loss for assets which are not revalued. In the case of revalued assets, the impairment loss is recognised in other comprehensive income and accumulated in the revaluation surplus in equity against any existing credit relating to the same asset. Any remaining impairment loss is recognised in profit or loss.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its continued use or disposal. Any gain or loss arising from the derecognition of an item of property, plant and equipment, determined as the difference between the net disposal proceeds, if any, and the carrying amount of the item, is included in profit or loss when the item is derecognised.

1.2 Financial instruments

Initial measurement

Financial instruments are initially measured at the transaction price (including transaction costs except in the initial measurement of financial assets and liabilities that are measured at fair value through profit or loss) unless the arrangement constitutes, in effect, a financing transaction in which case it is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial instruments at amortised cost

These include loans, trade receivables and trade payables. Those debt instruments which meet the criteria in section 11.8(b) of the standard, are subsequently measured at amortised cost using the effective interest method. Debt instruments which are classified as current assets or current liabilities are measured at the undiscounted amount of the cash expected to be received or paid, unless the arrangement effectively constitutes a financing transaction.

At each reporting date, the carrying amounts of assets held in this category are reviewed to determine whether there is any objective evidence of impairment. If there is objective evidence, the recoverable amount is estimated and compared with the carrying amount. If the estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognised immediately in profit or loss.

Financial instruments at cost

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably without undue cost or effort are measured at cost less impairment.

1.3 Tax

Current tax assets and liabilities

The Minister of Education exempt schools from paying tax according to Article 10(1)(cN) of the income tax act 58 of 1962.

1.4 Inventories (Including text books)

Inventory on hand includes textbooks and items that the school has at year end that will be used in the day to day running of the school and is expected to be used up within 12 month from year end. Inventory on hand at year end shall be valued at the unit cost of the most recent purchase of similar items (i.e. first in first out method)..

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Annual Financial Statements for the year ended 31 December 2022

Accounting Policies

1.5 Revenue

School fees receivable

The amount of school fees receivable is calculated based on learner enrolments multiplied by the schools fee amount approved by parents. The amount receivable is recognised when the learners register at a public school.

School fee exemption refunds/compensation

School fee exemption refunds/compensations shall be recognised as income when they are received.

Allocations, transfers, grants and subsidies

Unconditional allocations, transfers, grants and subsidies received from the government are recognised as income when they are received. Conditional allocations, transfers, grants and subsidies are recognised as a liability when received and recognised as income when the conditions are met. The allocations, transfers, grants and subsidies are conditional if the school will have to pay them back to government if they are not used in line with the set conditions.

Donations and sponsorship

Cash donations and sponsorship are recognised as income on the date the cash is received. Donations and sponsorship in the form of assets are recognised at the value of the asset on the date the asset is received by the school. Donations and sponsorship of services shall not be recognised in the financial statements of a school. Conditional donations and sponsorship are recognised as a liability when received and recognised as income when the conditions are met. Donations and subsidies are conditional if the school will have to pay them back to the providers if they are not used in line with the set conditions.

Rental income

Rental income consists of cash or assets received in exchange for use of the school property. Rental income is recognised when it is due.

Fundraising income

Fundraising income consist of cash received from fundraising activities such as ticket sales, tuck-shop sales, etc. General fundraising income is recognised at the amount of cash received from fundraising activities. Contributions received from specific fundraising are recognised as a liability when the funds are received and transferred to income as the funds are utilised for their intended purpose or as the asset is depreciated. Fundraising is specific when the funds raised can only be used for a specific purpose and the money will have to be paid back to the contributors if the funds are not used in line with the agreed conditions.

Investment income

Investment income consist of cash received for money invested with financial institutions in the form of interest or dividends. Investment income shall be recognised when cash is received.

Hostel fees

Hostel fees consist of cash or assets received in exchange for accommodation at the school residences. Hostel fees shall be recognised when they are due.

Learner transport fees

Learner transport fees consist of cash or assets received for transporting learners to and from school. Learner transport fees are recognised when they are due.

Learner uniform sales

Learner uniform sales consist of cash or assets received in exchange for uniform purchased by parents. The sales are recognised when the sale is made and the amount is due.

Other income

Other income shall be accounted for when the cash, asset or service is received by the school.

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Annual Financial Statements for the year ended 31 December 2022

Accounting Policies

1.6 Expenses

School fee exemptions

School fee exemptions are determined in accordance with the equitable criteria and procedure approved by the majority of parents for total, partial or conditional exemption of parents who are unable to pay school fees as required by section 39(2)(b) of the South African Schools Act. School fee exemptions are recognised when the final approved has been received for the exemptions.

School fees settlement discounts

Discounts given to parents to encourage payment of school fees are recognised as an expense on the date that the parent meets the conditions for entitlement to the discount. The amount of the discount shall be deducted from the school fees owing by the parent. The amount of the school fees income recognised shall not be reduced by the amount of the discount granted.

Bad debts write off

The school writes off all amounts owing to the school older than three years as bad debts when it is no longer probable that the amounts will be recovered and the a write off is approved in line with the school's policy.

Other expenses

Other expenses are recognised when:

- payments are made for services rendered;
- assets are used/reduced; or
- when liabilities are incurred

1.7 Changes in accounting estimates

A change in accounting estimate is an adjustment of the carrying amount of an asset or a liability, or the amount of the periodic consumption of an asset, that results from the assessment of the present status of, and expected future benefits and obligations associated with, assets and liabilities. Changes in accounting estimates result from new information or new developments and, accordingly, are not corrections of errors. When it is difficult to distinguish a change in an accounting policy from a change in an accounting estimate, the change is treated as a change in an accounting estimate.

A school shall recognise the effect of a change in an accounting estimate, other than a change to which the requirement below applies, prospectively by including it in profit or loss in:

- a) the period of the change, if the change affects that period only; or
- b) the period of the change and future periods, if the change affects both.

To the extent that a change in an accounting estimate gives rise to changes in assets and liabilities, or relates to an item of equity, the school shall recognise it by adjusting the carrying amount of the related asset, liability or equity item in the period of the change.

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Annual Financial Statements for the year ended 31 December 2022

Notes to the Annual Financial Statements

Figures in Rand

2022

2021

2. Property, plant and equipment

	2022			2021		
	Cost or revaluation	Accumulated depreciation	Carrying value	Cost or revaluation	Accumulated depreciation	Carrying value
Buildings	2 287 809	-	2 287 809	-	-	-
Equipment	677 661	(262 513)	415 148	505 492	(163 801)	341 691
Furniture and fixtures	1 202 491	(577 120)	625 371	1 129 239	(378 410)	750 829
Motor vehicles	323 911	(102 700)	221 211	103 961	(41 584)	62 377
Computer equipment	3 628 570	(2 297 768)	1 330 802	3 011 429	(1 152 512)	1 858 917
CCTV equipment	91 034	(43 170)	47 864	83 616	(28 430)	55 186
Educational interactive equipment	645 457	(544 862)	100 595	550 576	(342 023)	208 553
Garden & workshop equipment	177 489	(87 907)	89 582	172 095	(58 015)	114 080
Total	9 034 422	(3 916 040)	5 118 382	5 556 408	(2 164 775)	3 391 633

Reconciliation of property, plant and equipment - 2022

	Opening balance	Additions	Disposals	Depreciation	Closing balance
Buildings	-	2 287 809	-	-	2 287 809
Equipment	341 691	178 977	(3 337)	(102 183)	415 148
Furniture and fixtures	750 829	73 252	-	(198 710)	625 371
Motor vehicles	62 377	219 950	-	(61 116)	221 211
Computer equipment	1 858 917	617 141	-	(1 145 256)	1 330 802
CCTV equipment	55 186	7 418	-	(14 740)	47 864
Educational interactive equipment	208 553	94 881	-	(202 839)	100 595
Garden & workshop equipment	114 080	5 394	-	(29 892)	89 582
	3 391 633	3 484 822	(3 337)	(1 754 736)	5 118 382

3. Other financial assets

Investments

Stanlib Money Market	11 148 588	9 022 591
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Non-current assets

At fair value	11 148 588	9 022 591
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4. Inventories (Including text books)

Finished goods	1 908 783	1 433 880
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Finished goods:

Finished goods consist of tuckshop stock, school clothing, learner stationery and workbooks.

5. Trade and other receivables

Other receivables	14 278	13 378
SARS PAYE	17 037	-
Prepayments	713 951	174 202
School fee receivables (refer note 11)	4 232 502	5 060 290
	4 977 768	5 247 870

GLENSTANTIA PRIMARY SCHOOL

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Annual Financial Statements for the year ended 31 December 2022

Notes to the Annual Financial Statements

Figures in Rand	2022	2021
6. Cash and cash equivalents		
Cash and cash equivalents consist of:		
Bank balances	3 712 154	6 488 912
7. Trade and other payables		
Accrued audit fees	-	1
Amounts due to employees	279 454	(6 480)
Deposits received	1 150	500
Fund held on behalf of parties	524 609	485 577
Lost/damaged books fund	74 163	43 022
School fees received in advance	6 690 361	6 579 384
Tour sponsorship fund	189 221	160 926
Trade payables	45 829	180 871
	7 804 787	7 443 801
8. Revaluation reserve		
Opening balance	1 156 042	2 063 565
Revaluation of property, plant and equipment	-	84 414
Realised depreciation on revaluation of property, plant and equipment	(991 937)	(991 937)
	164 105	1 156 042
9. Revenue		
School fees	26 862 743	30 972 399
GDE income	1 445 455	1 449 950
	28 308 198	32 422 349
10. Revenue - detail		
School fees		
School fees charged	35 934 680	34 461 333
School fees exemptions	(2 776 004)	(3 259 622)
Discount allowed	(612 646)	(541 265)
Bad debts recovered	678	56 400
Provision for doubtful debts	(5 683 965)	255 553
	26 862 743	30 972 399
GDE income		
GDE resources	1 066 450	1 006 950
GDE exemption compensation	191 020	242 315
GDE grants	187 985	200 685
	1 445 455	1 449 950
	28 308 198	32 422 349

GLENSTANTIA PRIMARY SCHOOL

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Annual Financial Statements for the year ended 31 December 2022

Notes to the Annual Financial Statements

Figures in Rand	2022	2021
11. School fees receivable		
School fees receivable		
Opening balance	5 060 290	33 481
Add: School fees raised	35 322 034	33 920 068
Less: Exemptions	(2 776 004)	(3 259 622)
Less: Payments received	(33 373 818)	(25 633 637)
	4 232 502	5 060 290

12. Prior year figures

Certain cosmetic changes were made to the prior year figures in order to be comparable to the current year figures.

GLENSTANTIA PRIMARY SCHOOL

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Annual Financial Statements for the year ended 31 December 2022

Detailed Income Statement

Figures in Rand	Note(s)	2022	2021
Revenue	9	28 308 198	32 422 349
Other income			
Other income		306 147	160 921
Tuckshop and clothing income		1 111 817	711 176
Other rental income		61 340	18 670
		1 479 304	890 767
Operating expenses			
Accounting fees		(126 607)	(108 653)
Advertising		(33 502)	(1 273)
Association fees		(32 526)	(6 570)
Auditors remuneration		(50 134)	(55 284)
Bank charges		(189 272)	(130 640)
Cleaning		(441 829)	(435 341)
Computer expenses		(263 535)	(194 853)
Debt collection		(74 844)	(66 716)
Depreciation, amortisation and impairments		(1 754 736)	(1 206 350)
Educational events		(5 649)	(4 554)
Educational requirements		(2 470 624)	(2 007 193)
Electricity and water		(1 280 806)	(1 133 580)
Employee costs		(16 423 816)	(15 074 445)
Entertainment, catering and refreshments		(177 147)	(143 332)
First aid and sick room		(24 666)	(18 467)
Gifts		(5 330)	(5 590)
Insurance		(507 809)	(451 357)
Legal expenses		(14 144)	(5 820)
Printing and stationery		(338 508)	(303 155)
Projects		(2 318 456)	(851 300)
Repairs and maintenance		(700 626)	(584 271)
Scholar patrol		(2 914)	-
Sports and culture		(871 717)	(287 278)
Storage		(33 417)	(10 377)
Subscriptions		(1 250 310)	(1 416 160)
Training		(218 725)	(35 077)
		(29 611 649)	(24 537 636)
Operating profit		175 853	8 775 480
Investment income		743 950	418 764
Profit for the year		919 803	9 194 244