



Doing

Things

Differently

One Life @ a time for 98 years



2017

## Annual General Meeting

Epworth Children's Village - 23/11/2017

Epworth Therapy & Assessment Centre

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# AGENDA

- Welcome and opening in prayer
- Apologies
- Confirmation of minutes of previous Annual General Meeting
- Presentation of annual chairman report
- Presentation of treasurer's statement
- Confirmation of the Board members
- Appointment of Auditor
- General
- Closure

# MINUTES FROM PREVIOUS AGM

MINUTES OF ANNUAL GENERAL MEETING OF EPWORTH CHILDREN'S HOMES HELD AT EPWORTH CHILDREN'S VILLAGE ON 24<sup>th</sup> of November 2016 at 17H30.

1. WELCOME

The Chairman Rev Ron Robertson opened the meeting and welcomed all present.

2. DEVOTIONS

Rev Ron Robertson conducted the opening devotions.

3. APOLOGIES

4. MATTERS ARISING FROM THE PREVIOUS MINUTES - None

5. ACCEPTANCE OF THE PREVIOUS MINUTES

Proposed –Ms Robyn Hill

Seconded –Mr. Simon Smith

6. FINANCIAL REVIEW

The Treasurer Mr. Dave Bentley referred to the financial statements presented by the auditor highlighting the following points:

Page 1- 2 – As per the report these pages form a standard part of reporting practice by the Independent auditor.

Page 3 – **Qualified Opinion** will always be part of our audited financial report.

Page 5 – **Board members** of Epworth for the financial year 2016 where noted and 3 new members had joined the board of Epworth.

Page 7 – **Assets vs liabilities** as per independent Epworth liabilities exceeded its assets by R 1.6 million the reason for that is the assets Epworth are reflecting on the books at a total rate of R 14.00, in reality our assets are about R 10 million and are in fact higher than stated.

Page 34 – Concern was raised that we are R 670 000 down from previous financial year and we are in overdraft with the bank of around R 30 000.

7. CHAIRPERSONS REPORT – REV. RON ROBERTSON

The Chairperson Rev Ron Robertson thanked the Epworth team for keeping it together through difficult financial times and he continued by saying that the issues the children are facing leave them traumatized and that Epworth really makes a difference in these children's lives.

8. DIRECTOR REPORT – MS PENNY- ANN LUNDIE

The director Ms Penny Ann Lundie gave thanks to the donors who believe in us and the work we do, the people that give of their time freely to Epworth, the Board for their support, the management team for their loyalty and commitment and the staff for their dedication and care. She said that the whole team at Epworth is working very hard to ensure that we stay on the map and ensure that we still keep the ethos of care that we are so well known for.

9. FINANCIAL REVIEW

The Treasurer Mr Dave Bentley referred to the financial statements presented by the auditor highlighting the following points:

Page 7 – Assests vs Liabilities

Independent report from the auditor highlighting the assets VS liabilities, Epworth is running at a deficit but still keeping its doors open.

Page 34 – Concern raised that we are R 670 000 down from previous financial year and we are in over draft with the bank of around R 30 000.

Page 35 – Investment showing is incorrect

Page 42 – In 2014 we received a grant from NLTF for a specific program. Our finances are a struggle and we are often operating from hand to mouth. It is really difficult to source new funding and at times we have to delay some expenditure in order to be able to pay for critical costs. We are trying to address the matter by actively fundraising and we have been helped with interest free loans from friends of Epworth, our operational costs are up by 10% the surplus is showing at a loss of R 1.1 million.

9. CONFIRMATION OF THE BOARD OF DIRECTORS

The Chairman acknowledged the current board members and proposed re-election.

The following members stepped down:

Deacon Dr. Vernon Van Wyk  
Presiding Bishop ZiphoZihle Siwa  
Rev Kenaoleone Ketshabile

## **Current Board**

Chairperson:  
Reverend Ron Robertson

Vice Chairperson:  
Dr. Lynette Roux

Treasurer:  
Mr. Dave Bentley

Directors  
Bishop Jonathan Anderson  
Mrs. Victoria Sikhakhane  
Ms Joan Ratona

## **New Members**

Mr. Simon Smith  
Ms. Nombasa Hlathi

Proposed – Ms. Nadine Kuiper

Seconded – Dr. Lynette Roux

### 10. OTHER BUSINESS

It was accepted at the meeting that Ecovis Auditors would be the audit firm appointed for the 2016/2017 audit.

### 11. GENERAL

Epworth was fortunate enough to be selected by the Anglo American Chairman's Fund to participate in management development training, working with Janette Du Preez from 4 Chakras consulting. This include workshops and trainings for the Board of Directors and the Management team and who will be involved in the development of an intensive three year strategy plan. We are very excited to have been afforded this opportunity and are looking forward to working together on governance and our strategic plan.

Dave Bentley thanked Maureen Prentice for her hard work.

Lynette Roux commented that the staff has remained loyal even though it has been a very difficult time.

Thank you to everyone for all your hard work and commitment.

Closed in Prayer.

# ABOUT US

The Epworth Children's Village is a non-profit organisation (NPO) and a children's home that was started by the Methodist Church after the First World War to assist children and families who had been impacted by the war. As the need in the South African context shifted and in alignment with the legal system the ECV admitted children placed by the Children's Court as they were deemed to be "in need of care" and at risk in their family environments as described in the Children's Act (38 of 2005).

Epworth has been dealing with children and families for the last 99 years. Many have suffered extreme abuse neglect or other trauma. Often they have had labels given to them such as "loser, conduct disorder, waste of time, ADD/ADHD," most come from the poorest of homes, and have no hope for the future.

Understanding and meeting them where they are at the time and helping them move forward to become the best version of themselves is our best hope. We strive to find a way to assist our children by developing programmes to address their emotional, psychological, and educational needs. We also look to support our parents and teachers with programmes and training.

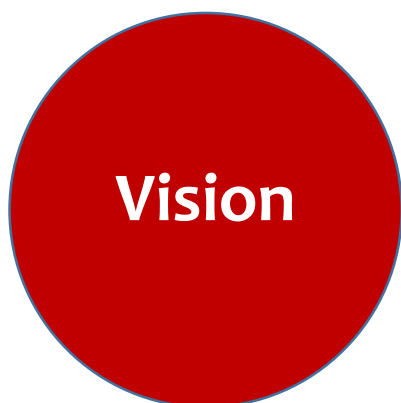
Epworth has always been at the forefront of thinking in the business of childcare and in collaboration with like-minded funder's we have made a real difference to the lives of our children and families in the communities that we serve.

This is why we truly are blessed and thankful for like-minded partners who have walked alongside us, to help these young people to grow and develop to be the best they can be and to make life decisions that allows them to realize their full potential no matter what their past has been.



*The young people of today are our adults of tomorrow, without the correct support these children will most likely continue to add to the ever-growing challenges and problems that face our society.*

# EPWORTH VISION & MISSION STATEMENT



## Vision

### **The Vision of the Epworth Children's Village**

Igniting the spark of hope for positive change in children, families and communities



## Mission

### **The Mission of the Epworth Children's Village**

Informed by our solution focused philosophy we respond to the best in people;

We acknowledge their resilience and boost their capacity to take control and strive for their best through:

The provision of prevention, protection and care services to vulnerable, abused, neglected and exploited children and their families;

A child and youth care centre (residential care) for children, which is run in a non-discriminatory manner.

The delivery of a therapeutic and developmental programme for children and families.

The development of communities to improve childcare and capacitate educators and parents.



# EPWORTH VALUES & THERAPY & ASSESSMENT CENTRE IMPACT



## Values

### The Values of the Epworth Children's Village

#### **Child Centeredness :**

Children are our focus and inspiration! We use their creativity to enhance their capacity and create the opportunity for development to the best of their ability.

#### **People first:**

We believe in people. We celebrate uniqueness and look for the extraordinary in the ordinary.

#### **Transformation:**

We believe change is all always possible.

#### **Inspiring Excellence :**

We deliver the highest level of professionalism at all levels of our organisation and inspire others to do so too.

#### **Integrity:**

Our actions are based on trust and integrity. We act fairly, ethically and in a transparent and accountable manner.



## Therapy & Assessment Centre

### The Epworth Therapy and Assessment Centre

contributes to the achievement of the Vision, Mission and Values of the Epworth Children's Village through programmes and activities which enable the attainment of the Epworth Therapy and Assessment Centre's high level impact goals.

These are:

Children complete education and are able to become functional members of society

Children live in functional and safe home environments

Children's developmental, emotional, social, cognitive and psychological needs are met.

Adults' emotional, social and psychological needs are met.

# CHAIRMAN'S REPORT 2016- 2017

Listening recently to a colleagues reflections on the attitudes of many South African's toward the State when it comes to service delivery, suggested that we are in danger of falling into a serious trap.

To complain that the State had become an unreliable, almost disinterested partner and thus undermining the work especially of willing and committed NGO's creates a disproportionate and unnecessary stress and uncertainty about the continuance of their work in needy communities. Really?

Right now many such NGO's are having to cope not only with late payments of subsidies (and which also bear little resemblance to actual costs), but also with many additional expectations regarding compliance on a number of fronts that hint at the veiled 'threat' that if such conditions are not fulfilled a given NGO could lose its registration and thus its financial support. Such an environment clearly creates stress and turns the attention of many Boards toward the thought of closing down and thus their endeavours to continue such 'ministries' in needy communities.

Then as I listened to this colleague, there came the comment that made me sit up and reflect on our journey here at Epworth. A comment that on the eve on celebrating 100 years in the ministry of Child Care made so much sense. He quoted a phrase used by Barak Obama in one of his speeches, a quote from a poem with South African roots!

***“We are the people we have been waiting for...”***

*(The last line of a “Poem for South African Women”, written by June Jordan. In commemoration of the Women's Protest March of 9 August 1956) .*

The suggestion of this colleague was that this is in fact the trap that we as South African's right now are in danger of falling into. Not believing enough in ourselves to make the difference despite the failure of the State to be a reliable and committed partner in addressing the deeply disturbing social issues of our time.

This got me to think again about who Epworth is and what it continues to be in the midst of these dangers. We in fact are the very people 'we have been waiting for'. What we have achieved and continue to achieve in the area of Child Care is something to be celebrated and affirmed.

1. Epworth has over the years created an environment of the highest standard in which the most vulnerable of our society / time have found safe haven.
2. It has become a 'home' where each and every child has been given the opportunity to 'start again'! It does take a village to raise a child!
3. It is a place where the skills, care, and commitment of the staff have helped enabled each child - through our therapeutic programs – to face their pasts and to prepare for their future beyond Epworth.
4. It is a place where creative minds and energy have sought to utilize and exploit (in the best sense) the skills, resources and experience we have to provide for the needs not only of the children placed in our care, but also for those in need in the communities around us.
5. We have been an integral part of a vibrant network with other NGO's in this field of work. Contributing to and seeking to enhance 'best practise' models that keep, especially institutional child care, in the best possible shape and show that there will – despite current trends – always be a need for such facilities.

So as we at Epworth contemplate the next significant period of our existence in this chosen field of Child Care,

Let's celebrate the gift of the legacy of our “mother's and father's in the faith”;

Let us celebrate the achievements and profound lessons we have made and learned;

Let us celebrate the belief that by God's grace and provision:

'we are the people we have been waiting for ... '

A handwritten signature in black ink, appearing to read 'Ron Robertson', with a stylized, cursive script.

Rev Ron Robertson  
Chair of Board

# CEO REPORT 2016- 2017

The 2016/2017 year has been one of consolidation. We have worked hard at applying all that we learnt last year, as a team. There are always new and ongoing challenges at Epworth and they will constantly raise the bar and create new levels of resilience in our team.

Finance remains centre stage as the biggest ask for at Epworth. We have many other challenges and risk factors but they are always over shadowed by our finances. The home is so grateful to all those loyal supporters, both from the church and the community, for the support over the past year as well as for many of those loyal supporter for your years of contribution and care, you make the work we do possible.

A solution building philosophy has become our chosen response to an ever changing environment. Children introduce new dynamics to the work table every day that requires masterful management of each new situation. We have a great staff team that always rallies to address whatever new situation or challenge presents itself. I would like to thank the staff and management teams for their loyalty to Epworth and for always applying best practice principles in dealing with our children.

Once more my grateful thanks goes to the board for their continued support and availability.

As we look forward to 2017/2018 we plan to develop the Therapy and Assessment Centre to become better equipped to sustain itself. Robyn, Elmarie and Hantie are doing what they can to grow the private practice and to increase the revenue streams into the centre. We are constantly striving to find donors to alleviate some of the running costs and free up our finances for essential services.

We love what we are doing at Epworth and we believe our services remain vital and relevant to our children and our communities!

A handwritten signature in black ink, appearing to read 'Penny Ann Lundie'.

Ms Penny Ann Lundie  
CEO of Epworth

# SOCIAL WORKER REPORT 2016- 2017

The social work department at Epworth Children's Village has made great strides in linking the resources within the Epworth programme to suit the holistic development of the children and reunification services to the respective families. The social work office moved from the Pines building towards the end of 2016 to partner with the resource centre in Willows. This has improved our understanding of the challenges experienced by both the children and the resource centre during the homework and study group sessions with our children. We have now agreed on an open door policy to discuss any school related matters to improve the running of the resource centre. This has also included arranging feedback meetings with the respective schools, which our children go to. Our social auxiliary worker is now helping with homework in the afternoons from Monday to Thursday during the school terms.

We have also seen a huge improvement in the co-operation of our placement social workers. The canalisation officer, Ms Vusiwana Munyama, from the Department of Social Development in Germiston has made a huge difference in ensuring that placement social workers are held accountable for their cases. Ms Munyama asked us to draw up a schedule with dates for panel meetings of all our children for the rest of the year so that she can attend all those meetings. We have also been attending quarterly meetings where residential social workers from Epworth, St Francis, Siyabonga, Phumolong, John Wesley, and St Georges are compelled to attend. Ms Munyama chairs these meetings and they have been helpful in helping our social work department to be aware of what is expected of us by both the courts and the Department of Social Development. Boksburg Child Welfare has managed to renew the bulk of their outstanding court orders. Ten orders out of a total of thirteen have already been renewed and it is more likely that the remaining ones will be renewed before the end of the year 2017.

We have three social work students in 2017. Two of the students are from the University of Witwatersrand 1 is from the University of South Africa. Our students are doing all their practical work on the Epworth premises. They will be focusing on the three methods of social work practice, which are individual casework, group work, and community work. For community work, we are aiming to revive our parent-training programme and the social work students will partner with the psychology interns for the training programme.

More work is still required to make our volunteer programme more effective. We have six volunteers who are consistent in coming to do activities with our children. Three volunteers come on Friday afternoons and they do group activities with our

senior boys and girls. Their main focus is on teaching our senior children leadership skills. The other three volunteers are assisting our children at the resource centre with homework in the afternoons. The German students have also been assisting with homework and this has helped Julie to be able to effectively manage both the homework and senior study groups.

Our reunification and after care programmes remain a successful measure of how effective our programmes are. We have managed to finalise placement in foster care for three children who have been on an extended leave of absence. We have also made significant progress in holding parents accountable for the care of their children and not rely on Epworth as if it is a boarding school for their children. Three children have been returned to the care of their biological father because the Epworth programme was no longer effective for these children. The father was influencing the children to stop engaging in any form of therapeutic intervention and the children's behaviour became unmanageable as a result. A decision was taken with the assistance of the canalisation officer and the placement social worker to return the children to their father and it appears that the children are doing well in the care of their father. One child will be placed in the care of her biological father at the end of 2017 in line with recommendations of the family advocate.

We are also making huge efforts to reduce the waiting period for admission applications. The therapy and assessment centre has agreed to shorten the type of psychological tests required for us to make a decision about the suitability of our programme for prospective children. We have been able to increase the number of children significantly since this change. However, this intake will need to increase to offset the high number of children that are being reunified with their families and to keep up the numbers for subsidy purposes.

Our registration as a Child and Youth Care Centre with the Department of Social Development has been renewed but only for a period up to 31 March 2018. We have an outstanding fire emergency certificate approval application. According to the Department of Social Development, the current renewal of conditional registration is the last one without the fire registration certificate. It therefore means that securing the fire emergency certificate should be our top priority to ensure that the running of Epworth as a CYCC is not affected.

A handwritten signature in grey ink, appearing to read 'Caleb Cheza'.

Mr Caleb Cheza  
Senior Social Worker & Program Manager

# RESOURCE CENTRE REPORT

## 2016- 2017

The Resource Centre includes the book and video library, the study centre as well as Stations and “The Dogs”.

The Book And Video Library - As previously stated we have been inundated with books and videos. It is lucky that we still have video machines to watch video's on. The series, Friends, of which we received most of the episodes, has been very popular with the older girls who have had marathon sessions watching it as well as rewatching those episodes they enjoyed. More children are learning the love of reading thanks to the two labradors that now help with homework – more about them later. We did hold a book sale in November and those who heard about it walked away with some bargains amongst the Adult books. A note on the donation of books, who donates the 50 Shades of Grey Trilogy to a children's home? I **have** to believe it was a mistake!

The Study Centre - We had one Matric child who left us to be reunited with her mother before the end of the year. One of our boys did two years FET Grade 10, and received such good marks that it made it possible to apply and be accepted in main stream Grade 11 this year. There were three Grade 8's at Afrikaans Hoër and four Grade 1's through the 2016 schooling year. How grown up they all looked in their new uniforms! One of the young Afrikaans children was moved out of the Bridging class into main stream thanks to the hard work of the Intern Educational Psychologist who took on her and her brother and gave them extra learning support. In the period under review I researched and printed over 150 projects for the Primary School children and printed over 35 projects that had been researched by the High School Group. At the end of 2016 there were 6 condoned passes, 1 failure and 1 Grade 0 retained as he was not deemed ready to start Grade 1. This was out of 43 children.

At the beginning of 2017, 5 children began Grade 1 including 2 new children, two young ladies began their High School journey at Afrikaans Hoër and 4 children received their LSEN numbers and began at Elandspark School. Seven children failed the first term of 2017, mainly failing Home Language with between 5 and 7%. I believe, due to the fact that we still try to run an Afrikaans week every third week only 2 children failed Afrikaans in this term.

Stations - Unfortunately due to staff constraints and a lack of volunteers the Stations fell by the wayside this year. We are hoping to reconstruct them later in this year.

Dogs - I was privileged to have Dynamo, a 9 month old black labrador come to live with me in April. He began working at Epworth straight away. Initially, there was a lot of resistance and the majority of children were afraid of him. He has crept into most of their hearts. In November his father, Rossi, joined the team and it has been amazing to see how those children who were not keen on Dynamo have responded to Rossi. They help with homework by being a “blackboard” for doing spelling, bringing the words into 3D for those children who battle retain their spelling words when written on paper, and they listen to extra reading. I am finding that those children that I could not get to read for relaxation are now coming to me and asking me to tell them words they don’t know. One incident sticks in my mind. Kids Haven came to play Netbal and Soccer against us during the holidays. They wiped the floor with us! They have a dedicated Sports Manager and are very organised. Our children walked onto the Village with their heads down, extremely discouraged. The Kids Haven kids were flying high. Both dogs “sensed” a problem from inside the Reception and ran out. The Kids Haven children scattered and our children were all over the dogs. We managed to get some of the Kids Haven children to come out of their bus and touch the dogs, managed by our children.

There is, without a doubt, nothing more uplifting than hearing the children laughing and watching them play with the dogs. It is said that to look into a dog’s eyes for a minute raises your endorphin levels (the “feel good” hormone) significantly. I see it every day with the dogs and our children!



*Julie Blackburn*  
Ms Julie Blackburn  
Resource Centre Coordinator



# THERAPY & ASSESSMENT REPORT 2016- 2017

It has been an exciting and dynamic year for the Epworth Therapy and Assessment Centre. A year which has signalled change as we work to remain vigilant and proactive, in challenging financial circumstances, for the thousands of community members who benefit from our services every year.

The Epworth Therapy and Assessment Centre has been reliant on programme specific donors and funding from the Epworth Children's Village since its inception in 2002. As a result of the increasing financial pressure the Epworth Children's Village had to review its programmes and the most expensive 'non-essential' part of the programme was the Epworth Therapy and Assessment Centre. However, without therapeutic intervention there is very little chance for children and families to heal and move forward positively. Coupled with this was the demand for the Centre's services from the broader community and the proven impact these services were having. This meant that the Epworth Therapy and Assessment Centre had to explore alternative methods of funding in order to continue to provide its services to the Epworth Children's Village and the members of the broader community who cannot afford these services privately.

Providentially I was elected as a beneficiary of funding from the Anglo American Chairman's Fund to attend the Social Entrepreneur Programme (SEP) at the Gordon Institute of Business Science (GIBS). One of the objectives of the SEP course is uplifting and developing business skills for employees in NPO'S in order to improve NPO'S financial sustainability in challenging socio-economic environments. The learnings from SEP directly contributed to the shift in the Epworth Therapy and Assessment Centre's income generating strategy, which will ease the financial burden on the Epworth Children's Village in the years to come.

The Epworth Therapy and Assessment Centre will be managed as a social enterprise where income generated will be used for the running of the Centre. Should this strategy work well, and if any surplus is generated in the future, that surplus will be used towards the running costs of the Epworth Children's Village.

The financial strategy, which has been researched and developed, is one of cross-subsidisation where community members and organisations in positions to pay for services are charged competitive rates. The income generated is used to fund interventions for children resident in the Epworth Children's Village as well as community members and organisations who cannot afford these services privately. The Social Business Model differentiates between paying customers and non-paying beneficiaries. This cross-subsidisation of funding enables the Epworth Therapy and Assessment Centre to provide low-cost psychological services to communities without financial means.

The Epworth Therapy and Assessment Centre is a programme, which enables the achievement of the Vision and Mission of the Epworth Children's Village, but it has been a financial drain on the Epworth Children Village's resources in a challenging socio-economic environment. We have already begun to implement the new financial strategy, which has resulted in an increase in revenue this year.

Our goal is financial sustainability within two years. With the Epworth Therapy and Assessment Centre's transition into a social enterprise the financial landscape for the Epworth Children's Village has become more positive.



A handwritten signature in black ink, appearing to read 'Robyn Hill', with a stylized flourish at the end.

Ms Robyn Hill  
Private Practice Manager

# HUMAN RESOURCES 2016- 2017

The Management and the Board would all agree our staff are our most important asset, even with the struggles our staff have remained positive and focussed on the goal to be of service to children in need. Finances continue to remain a challenge and there seem to be no light at the end of tunnel, however, we have managed to get through another year.

We thank the Board and our CEO for their support and guidance by providing online monthly supervision, training, mentorship and for developing us to have a solution focussed approach to day-to-day matters and for helping us to find the “best possible version” of ourselves and the children we work for.

This approach focuses on solution building which is refreshing in a problem laden environment like ours. It is learning a new way to view children and their families from a strength based perspective. The training has invigorated all of us and given us new insights and opportunities for developing a different lense to view our children and their families. It has allowed our creativity and ability to play to have fun with the kids and with each other as we take on the serious job of reigniting hope in children

Staffing: The workforce remained stable even in the current financial situation. Epworth is still not employing permanently or replacing positions.

During the financial year of 2016/2017 Epworth staff, movement is as follows:

Hiring – 10 people – 1 Casual on month to month contract, 1 Seta Accredited Trainer and 8 interns on a fixed term contract for one year.

Dismissal – 0

Resignation - 3%

Retirement- 0%

Termination of contract – 8 people as fixed term contracted ended.

*Future Planning: On a regular basis with the input from management and supervisors in the organization, we will:*

- Review all job descriptions annually.
- Design and implement Key Performance Areas and Performance Management Systems every quarter.
- Review and adjust policies and procedures according to Epworth's strategic plan annually.
- Communicate and train staff on any changes at monthly meetings.
- Train on policies, procedures, and protocols twice a year.
- Training and development – new employees' orientation, work on plan to develop skills needed for their jobs.
- Training and development - current employees develop internal program to support staff growth and development
- Training and development - use current resources to improve their skills to perform better in their jobs.
- Training and development - determination of training needs and development and implementation of training programs are important tasks and are reviewed with management on a regular basis.
- Health and Safety - provide information and training for employees. Assess all risk before work starts on new areas of operation, for example, buying new equipment and setting up new work methods, and regularly review these risks.
- Business Environment - Epworth is still facing difficulty with the limited financial resources and consistently having issues with old resources has added to the pressure. Require Donor support to purchase resources needed.



Ms Roberta Ingrato  
Manager

# MARKETING & FUNDRAISING

## 2016- 2017

The effects of the current large-scale economic downturn has huge impact on Non Profits organisations, with corporate profits decreasing donations reduce, donors diversify revenue sources and the effect is devastating on Epworth.

Our Board and Management have been brainstorming Epworth strengths, weaknesses, opportunities, and threats in line with the outcomes and our strategic objectives for 2016/2017. We will continue to analysis risk and threats and plan according.

In 2015 Anglo American Chairman's Fund provided an opportunity for skills development at the Gordon Institute of Business Science , because of this training we have been able to transform the Epworth Therapy and Assessment Centre into a Social Enterprise. Through the development of a Social Business Model Canvas we have developed a financial strategy, which enables the cross-subsidisation of psychological services.

The Therapy and Assessment Centre's income generating programmes fund the interventions for the children resident in the Epworth Children's Village as well as the community members and welfare organisations who cannot afford these services privately. This cross-subsidisation of funding enables the Therapy and Assessment Centre to provide low-cost psychological services to communities without financial means.

Our main goal for the marketing and fundraising department of Epworth Children's home will be to raise awareness of Epworth Children's Home and the Therapy & Assessment Centre. To source Donors or Funds for marketing material and promotional items. To sufficient funds to be able to de cover the operational requirements of the organisation through ethical fundraising activities, broadening our donor base, develop our individual donors, maintaining open and regular communication with donors, protecting donor privacy and retaining long-term partnerships.

## **Epworth Offers:**

**24/7 Care** - to up to 90 children (4 to 18 years) who have all been found in need of care by the courts and removed from their home all children and families receive an individual care plan and specialized program that address their needs.

**Community Development and Education Support** - Epworth has trained professionals to provide a range of professional services such as assessments, counselling and support services to numerous schools within the Gauteng region. This project works with schools in the communities to minimize the stressors in terms of psychosocial needs that impact negatively on learning and to empower the learners.

**Company Assistance** – Providing psychological services such as counselling, individual therapy and if required workshops, we can assist with drug testing.

**Counselling and Support Services** – Our professional team work within the community and provide services to disadvantaged families, welfare organisations, hospital, medical aid clients and other entities that pay for our services. We provide services to over 200 people per month.

**Drug Detection Technology** – Protecting your company against the negative impacts of illicit drug use we provide various tests such as, oral fluid, hair or breathe alcohol specimens for testing.

**Skills Development** – Providing an online to work experience to intern Psychologists for a period of a year, which is a requirement to complete their Masters. Our centre has trained 50 psychologists from 2012.

**Support Services** to Children and families who require support in terms of food parcels, medical appointments, transport, school and other clothing as well as professional services.

**Training and Development**- Training is offered on a range of topics to professionals and non-professionals who work with children. This includes teachers, parents, police officers, social workers, psychologists etc.

*A sincere word of thanks to all our **DONORS** your support has played a key role in our success in providing these services; we can only make a difference with your support.*



Ms Roberta Ingrato  
Manager

# FINAL WORDS

*We acknowledge and appreciate the support of each and every donor who has made it possible in this financial year to continue to allow us to make a difference*

## *Special Thanks to*

All the Individuals, Companies, Corporate, Churches, and Trusts & Foundations for your financial contributions.

All the Individuals, Companies, Corporate and Churches for your donation in kind.

Department of Social development for their support in our casework and the monitoring and evaluating team.

To all the Churches such as Germiston 7 Day Adventists Church, Methodist Woman's Fellowship and Woman's Association, The Bedford Chapel, The Methodists Churches, and Congregants, St Vincent Paul and Zim Catholic Church

Nashua Foundation for monthly groceries.

Stayer Club for annual golf day.

*Help us update our records by dropping us an email with all your updated information on [admin@eporthvillage.org.za](mailto:admin@eporthvillage.org.za).*

# FINANCIAL REPORT 2016- 2017

**THE EPWORTH CHILDREN'S HOMES (NPC)**  
(Registration number 1920/006372/08)  
**ANNUAL FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 MARCH 2017**

**ECOVIS ARB Auditors Inc.**  
**Chartered Accountants (S.A.)**  
**Registered Auditors**





# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017**

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

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### **Level of assurance**

These annual financial statements have been audited in compliance with the applicable requirements of the Companies Act 71 of 2008.

### **Preparer**

A D Pienaar  
Chartered Accountant (S.A.)

### **Published**

18 July 2017

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017**

### **Directors' Responsibilities and Approval**

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The directors are required by the Companies Act 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 this 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 the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities 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 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 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 have reviewed the company's cash flow forecast for the year to 31 March 2018 and, in the light of this review and the current financial position, they 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 auditing and reporting on the company's annual financial statements. The annual financial statements have been examined by the company's external auditors and their report is presented on page 3.

The annual financial statements set out on pages 5 to 17, which have been prepared on the going concern basis, were approved by the directors on 18 July 2017 and were signed on its behalf by:

#### **Approval of financial statements**

  
\_\_\_\_\_  
Rev. R J Robertson  
\_\_\_\_\_  
M D Bertley

# FINANCIAL REPORT 2016- 2017



## Independent Auditor's Report

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### To the shareholders of The Epworth Children's Homes (NPC)

#### Opinion

We have audited the annual financial statements of The Epworth Children's Homes (NPC) set out on pages 7 to 16, which comprise the statement of financial position as at 31 March 2017, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of The Epworth Children's Homes (NPC) as at 31 March 2017, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirement of the Companies Act 71 of 2008.

#### 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 annual financial statements in South Africa. We have fulfilled our other ethical responsibilities in accordance with the IRBA Code and in accordance with other 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* (Parts A and B). 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 annual financial statements and our auditor's report thereon.

Our opinion on the annual 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 annual financial statements, our 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 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 Annual Financial Statements

The directors are responsible for the preparation and fair presentation of the annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the requirements of the Companies Act 71 of 2008, and for such internal control as the directors 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 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.

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# FINANCIAL REPORT 2016- 2017

## Independent Auditor's Report

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

Our 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 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 taken on the basis of these annual financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We 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 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 annual 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 annual financial statements, including the disclosures, and whether the annual 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 during our audit.



**ECOVIS ARB Auditors Inc.**  
**Per: Rossouw Pieterse**  
**Director**  
**Chartered Accountants (S.A.)**  
**Registered Auditors**

**Johannesburg**  
**18 July 2017**

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017**

### **Directors' Report**

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The directors have pleasure in submitting their report on the annual financial statements of The Epworth Children's Homes (NPC) for the year ended 31 March 2017.

#### **1. Nature of business**

The Epworth Children's Homes (NPC) was incorporated in South Africa with interests in the Non-profit industry. The company operates in South Africa.

The company is engaged in providing for the needs of children in need of care.

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

#### **2. Review of financial results and activities**

The annual financial statements have been prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the Companies Act 71 of 2008. The accounting policies have been applied consistently compared to the prior year.

Full details of the financial position, results of operations and cash flows of the company are set out in these annual financial statements.

#### **3. Directors**

The directors in office at the date of this report are as follows:

**Directors**  
J D Anderson  
L M Roux  
M D Bentley  
N S Hlathi  
P J D Ratone  
Rev. R J Robertson  
S J Smith  
V Dolphin

There have been no changes to the directorate for the period under review.

#### **4. Property, plant and equipment**

There was no change in the nature of the property, plant and equipment of the company or in the policy regarding their use.

Refer to note 2 for any additions or disposals made during the year under review.

#### **5. Events after the reporting period**

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

#### **6. Going concern**

The directors believe that the company has adequate financial resources to continue in operation for the foreseeable future and accordingly the annual financial statements have been prepared on a going concern basis. The directors have satisfied themselves that the company is in a sound financial position and that it has access to sufficient borrowing facilities to meet its foreseeable cash requirements. The directors are not aware of any new material changes that may adversely impact the company. The directors are also not aware of any material non-compliance with statutory or regulatory requirements or of any pending changes to legislation which may affect the company.

#### **7. Auditors**

ECOVIS ARB Auditors Inc. continued in office as auditors for the company for 2017.

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC)** **Annual Financial Statements for the Year ended 31 March 2017**

### **Directors' Report**

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**8. Secretary**

The company had no secretary during the year under review.

**9. Date of authorisation for issue of financial statements**

The annual financial statements have been authorised for issue by the directors on 18 July 2017. No authority was given to anyone to amend the financial statements after the date of issue.

# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Statement of Financial Position as at 31 March 2017

Figures in Rand	Note(s)	31 March 2017	31 March 2016
<b>Assets</b>			
<b>Non-Current Assets</b>			
Property, plant and equipment	2	14	14
Other financial assets	3	2 388	2 127
		<b>2 402</b>	<b>2 141</b>
<b>Current Assets</b>			
Trade and other receivables	4	85 026	76 079
Cash and cash equivalents	5	267 551	26 944
		<b>352 577</b>	<b>103 023</b>
<b>Total Assets</b>		<b>354 979</b>	<b>105 164</b>
<b>Equity and Liabilities</b>			
<b>Equity</b>			
Accumulated deficit		(1 062 332)	(1 662 270)
<b>Liabilities</b>			
<b>Non-Current Liabilities</b>			
Other financial liabilities	6	1 070 000	1 220 000
<b>Current Liabilities</b>			
Trade and other payables	7	347 311	464 533
Bank overdraft	5	-	82 901
		<b>347 311</b>	<b>547 434</b>
<b>Total Liabilities</b>		<b>1 417 311</b>	<b>1 767 434</b>
<b>Total Equity and Liabilities</b>		<b>354 979</b>	<b>105 164</b>

# FINANCIAL REPORT 2016- 2017

**The Epworth Children's Homes (NPC)**  
Annual Financial Statements for the Year ended 31 March 2017

## Statement of Comprehensive Income

Figures in Rand	Note(s)	Year ended 31 March 2017	Year ended 31 March 2016
Other income	8	8 313 133	6 764 296
Operating expenses		(7 704 800)	(7 695 888)
<b>Operating surplus (deficit)</b>	9	<b>608 333</b>	<b>(931 592)</b>
Investment revenue	10	273	237
Finance costs	11	(8 668)	(31 217)
<b>Surplus (deficit) for the Year</b>		<b>599 938</b>	<b>(962 572)</b>
Other comprehensive surplus		-	-
<b>Total comprehensive surplus (deficit) for the Year</b>		<b>599 938</b>	<b>(962 572)</b>



# FINANCIAL REPORT 2016- 2017

**The Epworth Children's Homes (NPC)**  
Annual Financial Statements for the Year ended 31 March 2017

## Statement of Changes in Equity

Figures in Rand	Accumulated deficit	Total equity
Balance at 01 April 2015	(699 698)	(699 698)
Deficit for the Year	(962 572)	(962 572)
Other comprehensive surplus	-	-
<b>Total comprehensive deficit for the Year</b>	<b>(962 572)</b>	<b>(962 572)</b>
Balance at 01 April 2016	(1 662 270)	(1 662 270)
Surplus for the Year	599 938	599 938
Other comprehensive surplus	-	-
<b>Total comprehensive surplus for the Year</b>	<b>599 938</b>	<b>599 938</b>
<b>Balance at 31 March 2017</b>	<b>(1 062 332)</b>	<b>(1 062 332)</b>

# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Statement of Cash Flows

Figures in Rand	Note(s)	Year ended 31 March 2017	Year ended 31 March 2016
<b>Cash flows from operating activities</b>			
Cash generated from (used in) operations	14	482 164	(541 498)
Interest income		273	237
Finance costs		(8 608)	(31 217)
<b>Net cash from operating activities</b>		<b>473 769</b>	<b>(572 478)</b>
<b>Cash flows from investing activities</b>			
Sale of financial assets		(261)	30 645
<b>Net cash from investing activities</b>		<b>(261)</b>	<b>30 645</b>
<b>Cash flows from financing activities</b>			
Repayment of other financial liabilities		(150 000)	510 000
<b>Net cash from financing activities</b>		<b>(150 000)</b>	<b>510 000</b>
<b>Total cash movement for the Year</b>		<b>323 508</b>	<b>(31 833)</b>
Cash at the beginning of the Year		(55 957)	(24 124)
<b>Total cash at end of the Year</b>	5	<b>267 551</b>	<b>(55 957)</b>

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017**

### **Accounting Policies**

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#### **1. Presentation of annual financial statements**

The annual financial statements have been prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities, and the Companies Act 71 of 2008. The annual financial statements have been prepared on the historical cost basis, and incorporate the principal accounting policies set out below. They are presented in South African Rands.

These accounting policies are consistent with the previous period.

##### **1.1 Significant judgements and sources of estimation uncertainty**

###### **Critical judgements in applying accounting policies**

Management did not make critical judgements in the application of accounting policies, apart from those involving estimations, which would significantly affect the annual financial statements.

###### **Key sources of estimation uncertainty**

The financial statements do not include assets or liabilities whose carrying amounts were determined based on estimations for which there is a significant risk of material adjustments in the following financial year as a result of the key estimation assumptions.

##### **1.2 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 during more than one period.

Property, plant and equipment is carried at residual value.

##### **1.3 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 surplus or deficit.

###### **Financial instruments at cost**

Commitments to receive a loan are measured at cost less impairment.

Equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably are measured at cost less impairment.

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC)** **Annual Financial Statements for the Year ended 31 March 2017**

### **Accounting Policies**

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#### **1.4 Employee benefits**

##### **Short-term employee benefits**

The cost of short-term employee benefits, (those payable within 12 months after the service is rendered, such as leave pay and sick leave, bonuses, and non-monetary benefits such as medical care), are recognised in the period in which the service is rendered and are not discounted.

##### **Defined contribution plans**

Payments to defined contribution retirement benefit plans are charged as an expense as they fall due.

#### **1.5 Government grants**

Grants that do not impose specified future performance conditions are recognised in income when the grant proceeds are receivable.

Grants that impose specified future performance conditions are recognised in income only when the performance conditions are met.

Grants received before the revenue recognition criteria are satisfied are recognised as a liability.

Grants are measured at the fair value of the asset received or receivable.

#### **1.6 Revenue**

Revenue is recognised to the extent that the company has transferred the significant risks and rewards of ownership of goods to the buyer, or has rendered services under an agreement provided the amount of revenue can be measured reliably and it is probable that economic benefits associated with the transaction will flow to the company. Revenue is measured at the fair value of the consideration received or receivable, excluding sales taxes and discounts.

#### **1.7 Borrowing costs**

Borrowing costs are recognised as an expense in the period in which they are incurred.

# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Notes to the Annual Financial Statements

Figures in Rand

Year ended 31 March 2017	Year ended 31 March 2016
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#### 2. Property, plant and equipment

Summary of property, plant and equipment

	2017			2016		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Buildings	3	-	3	3	-	3
Furniture and fixtures	3	-	3	3	-	3
Motor vehicles	8	-	8	8	-	8
<b>Total</b>	<b>14</b>	<b>-</b>	<b>14</b>	<b>14</b>	<b>-</b>	<b>14</b>

Reconciliation of property, plant and equipment - 2017

	Opening balance	Total
Buildings	3	3
Furniture and fixtures	3	3
Motor vehicles	8	8
	<b>14</b>	<b>14</b>

Reconciliation of property, plant and equipment - 2016

	Opening balance	Total
Buildings	3	3
Furniture and fixtures	3	3
Motor vehicles	8	8
	<b>14</b>	<b>14</b>

#### Details of properties

Erf 520 (consolidation of Erfs 455 to 457 and 459 to 463) Lambton Extention 1 Township, Germiston, 47 9th Avenue, Lambton.

Erf 453 Lambton Extention 1 Township, Germiston.

Erf 248 Primrose Township, No. 8 Larkspur Road, Primrose, Germiston.

The cost of an item of property, plant and equipment are written down to nominal value of R1 in the year of purchase.

The properties have the following value as per the director's valuations:

- Erf 520: 7 439 000
- Erf 453: 1 027 000
- Erf 248: 630 000

# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 March 2017	Year ended 31 March 2016
<b>3. Other financial assets</b>		
<b>At amortised cost</b>		
B O E Fixed Capital Fund	2 388	2 127
The fixed capital fund bears interest at 6.45% per annum and has no fixed terms of repayment.		
<b>Non-current assets</b>		
At amortised cost	2 388	2 127
<b>4. Trade and other receivables</b>		
Deposits	4 300	4 300
VAT	80 728	71 779
	<b>85 026</b>	<b>76 079</b>
<b>5. Cash and cash equivalents</b>		
Cash and cash equivalents consist of:		
Cash on hand	9 141	25 835
Bank balances	257 290	-
Short-term deposits	1 120	1 109
Bank overdraft	-	(82 901)
	<b>267 551</b>	<b>(55 957)</b>
Current assets	267 551	26 844
Current liabilities	-	(82 901)
	<b>267 551</b>	<b>(55 957)</b>
<b>6. Other financial liabilities</b>		
<b>At amortised cost</b>		
Donors loan account	1 070 000	1 220 000
The above loans are unsecured, interest free and have no fixed terms of repayment.		
These loans are not expected to be repaid within the next twelve months.		
<b>Non-current liabilities</b>		
At amortised cost	1 070 000	1 220 000
<b>7. Trade and other payables</b>		
Trade payables	144 568	66 472
Other payables	202 743	248 061
Income received in advanced	-	150 000
	<b>347 311</b>	<b>464 533</b>

# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Notes to the Annual Financial Statements

Figures in Rand	Year ended 31 March 2017	Year ended 31 March 2016
<b>8. Other income</b>		
Donations received	3 391 905	3 482 067
Assessment and therapy	578 483	534 888
National Lottery Distribution Trust Fund	1 336 000	-
Insurance claim	94 039	-
Government grants	2 912 706	2 747 341
	<b>8 313 133</b>	<b>6 764 296</b>
<b>9. Operating surplus (deficit)</b>		
Operating surplus (deficit) for the year is stated after accounting for the following:		
Employee costs	5 152 368	5 732 067
<b>10. Investment revenue</b>		
Interest revenue		
Other interest	273	237
<b>11. Finance costs</b>		
Other interest paid	8 668	31 217
<b>12. Taxation</b>		
No provision has been made for taxation as the company has been approved as a public benefit organisation in terms of section 30 of the income tax Act, therefore receipts and accrual are exempt from tax in terms of section 10 (1)(cN) of the Act.		
<b>13. Auditor's remuneration</b>		
Fees	29 229	28 470
<b>14. Cash generated from (used in) operations</b>		
Profit (loss) before taxation	599 938	(982 572)
Adjustments for:		
Interest received	(273)	(237)
Finance costs	8 668	31 217
Changes in working capital:		
Trade and other receivables	(8 947)	(19 501)
Trade and other payables	(117 222)	409 595
	<b>482 164</b>	<b>(541 498)</b>
<b>15. Directors' remuneration</b>		
No emoluments were paid to the directors or any individuals holding a prescribed office during the year.		

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC)** **Annual Financial Statements for the Year ended 31 March 2017**

### **Notes to the Annual Financial Statements**

	<b>Year ended 31 March 2017</b>	<b>Year ended 31 March 2016</b>
<b>Figures in Rand</b>		

#### **16. Related parties**

##### **Relationships**

Members of key management

Refer to directors report

#### **17. Going concern**

We draw attention to the fact that at 31 March 2017, the company had accumulated losses of R 1 062 332 and that the company's total liabilities exceed its assets by R (1 062 332).

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.



# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Statement of Financial Performance

Figures in Rand	Note(s)	Year ended 31 March 2017	Year ended 31 March 2016
<b>Other income</b>			
Donation income		3 391 905	3 482 067
Assessment and therapy		578 483	534 888
Government grants		2 912 706	2 747 341
Insurance claim		94 039	-
Interest received	10	273	237
National Lottery Distribution Trust Fund		1 336 000	-
		<b>8 313 406</b>	<b>6 764 533</b>
<b>Operating expenses</b>			
Administration and management		51 486	80 444
Assessment rates & municipal charges		438 325	293 373
Auditors remuneration	13	29 229	28 470
Bank charges		7 761	7 346
Cleaning		32 896	42 261
Computer expenses		170 482	96 394
Employee costs		5 152 358	5 732 067
Hire		44 002	37 355
House-keeping and living expenses		898 519	611 611
IT expenses		20 349	17 694
Insurance		29 092	49 039
Medical expenses		17 811	38 030
Motor vehicle expenses		444 153	279 822
Postage		751	1 312
Printing and stationery		17 430	19 293
Property expenses		58 141	59 944
Security		204 348	176 795
Subscriptions		-	400
Telephone and fax		87 667	122 041
Transport and freight		-	2 197
		<b>7 704 800</b>	<b>7 695 888</b>
<b>Operating surplus (deficit)</b>	9	<b>608 606</b>	<b>(931 355)</b>
Finance costs	11	(8 668)	(31 217)
<b>Surplus (deficit) for the Year</b>		<b>599 938</b>	<b>(962 572)</b>

# FINANCIAL REPORT 2016- 2017

## **The Epworth Children's Homes (NPC)** **Annual Financial Statements for the Year ended 31 March 2017**

### **Supplementary Information**

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#### **1. Major Sources**

<b>Donor details</b>	<b>Amount</b>
Department of Social Development	2 912 706
Collections	90 600
Assessment & Therapy	578 483
NLDTF	1 336 000
	<b>4 917 789</b>

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#### **2. Donations in kind**

<b>Donor details</b>	<b>Amount</b>
In kind donations	503 523

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# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Supplementary Information

#### 3. Methodist Churches/WA

Donor details	Amount
Alberton	1 400
Bedford Chapel	16 159
Bedfordview	11 250
Benoni	1 350
Alberton WA	1 809
Brooklyn	15 040
Boksburg North	2 140
Bryanston MC	766
Benoni Central Methodist	2 815
Bedford Chapel	2 100
Central Womens Aux	2 050
Elsburg	2 310
Emseni	49 441
Ermelo	30 000
Eastview	7 418
Edenvale	24 139
Germiston Circuit	22 772
Glen MWA	12 875
Hennops River	41 017
Harties	3 000
Hillside Methodist	11 659
Highveld Swazi	5 128
Kensington	4 000
Kiepersol	7 260
Limpopo District	8 277
MCSA Central	20 000
Moreleta Circuit	42 103
Menlyn MWA	3 399
Middelburg	5 448
Majuba	4 328
Nelspruit	3 540
Northfield	3 000
Phalaborwa	2 530
Parktown	15 700
Pretoria North	6 293
Randburg	10 000
Roselyn	6 000
WA Bryanston	670
Parys	3 000
Roslyn	500
Selcourt WA	16 750
St Paul	11 487
Sinoville	8 500
Trinity	46 000
Three Rivers	3 118
WA Boksburg	40
Tzaneen	2 170
WA Diary MCSA	26 892
Witfield	3 320
Willows	5 860
Central District	190 000
Unknown	6 854
	<b>733 675</b>



# FINANCIAL REPORT 2016- 2017

## The Epworth Children's Homes (NPC) Annual Financial Statements for the Year ended 31 March 2017

### Supplementary Information

#### 4. Private

Donor details	Amount
Donations less than R10 000	134 741
MJ Linington	12 000
MP Buitendag	12 000
Joan Bevan	11 200
Karen and Bruno	60 000
G Lotter	12 395
MJ Madziva	18 000
NM Vels	12 000
	<b>272 336</b>

#### 5. Corporate Donors

Donor details	Amount
Donations less than R10 000	33 908
Farrer Red	40 000
Samchem	10 600
Golf Day	70 500
Scaw SA	150 000
Consol Glass	35 000
Iron Man	20 000
Lambton Gardens Shell	10 000
SCA Logistics	10 000
Stayers Club	25 000
Umafrika Gaming	59 000
KFC Corporate	90 000
	<b>554 008</b>

#### 6. Trust

Donors details	Amount
Mercy Trust	196 000
The Bradfield Trust	20 000
Albert Wessels Trust	500 000
Norman Wevell Trust	77 000
Elwyn Davis Trust	29 852
Harcourts Foundation	12 000
Fuchs	10 000
RB Hagart Trust	250 000
Hahn Foundation	142 912
	<b>1 237 764</b>

# EPWORTH DETAILS

## **EPWORTH CHILDREN'S HOME AND EPWORTH THERAPY & ASSESSMENT CENTRE**

**Physical Address** - 47 9th Avenue, Extension 1,  
Lambton, Germiston, 1401

**Postal Address** - PO Box 1613, Germiston, 1400

**Telephone** - (011) 827 5732/5860

**Facsimile** - (011) 827 5734

**Email** [admin@epworthvillage.org.za](mailto:admin@epworthvillage.org.za)

**Website** [www.epworthvillage.org.za](http://www.epworthvillage.org.za)

## **REGISTRATION INFORMATION**

**Company Number** 1920/006372/08

**NPO Registration Number** 020/236

**PBO Number** 18/11/13/38

**Tax Number** 9196/102/843

**Epworth is a level 2 Black Economic Empowerment**  
Epworth has over 85 % black beneficiary base.