

The Audited financial statements of Families South Africa (FAMSA) of Potchefstroom and Ikageng presents, in all material aspects an accurate and comprehensive account of all financial activities for year ended February 2019.

The Financial statements are based upon appropriate accounting policies consistently applied throughout the organisation and supported by reasonable and prudent judgements and estimates. The principal activity of the organisation is family welfare and thus funding are received from donations and fundraising every year.

Funding for the Year 2019 was received from the Department of Social Development, Beeld-Kinderfonds, fundraising, donations and services rendered. FAMSA Potchefstroom and Ikageng salaries are funded by the Department of Social Development.

Although FAMSA is mainly dependent on the above-mentioned funders, the employees strive to generate additional funds through services rendered, training and renting of existing training facilities. This assist FAMSA to build a reserve and fund additional expenses to be less dependent on the main funders.

Fortunately, FAMSA Potchefstroom and Ikageng were able to build a reserve over the past few years to keep us sustainable for a few months if needed. This

emergency fund assisted us in 2018 for a few months when social development was on strike and caused late payments of funding.

The greatest challenge remains to be financially sustainable for the periods when funds are not received timeously. From the financial statements it was evident that the expenditure increased only slightly from 2018 - to 2019 financial year with an amount of R 90 000 verses previous years increase of more than R300 000.

This financial year's increase is less than current inflation rate. This is mainly due to good management by the FAMSA management and employees. Revenue increased from previous financial year slightly with an amount of R168 000. The main contributor to this increase were the Department of Social Development and services rendered. This financial year the financial committee also implemented technology to better assist us with daily accounting needs these also contributed to the year.

The year ended off with some surplus funds for this financial year. A complete set of audited financial statements for the year ended February 2019 as completed by the Chartered accountants Bezuidenhout and Steyn Ing. are available at the offices of FAMSA Potchefstroom and can be viewed by appointment. Families South Africa of Potchefstroom and Ikageng are

Treasurer's Report



grateful for all funds received to assist us in 2018/2019. I would also like to thank each member of staff for their ongoing commitment and sacrifice, in contributed to our success this year.

Greetings,
Ian Viljoen