

REPRESENTED POLITICAL PARTIES' FUND



2019



SOUTH AFRICA

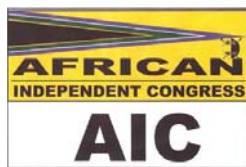
ANNUAL REPORT



SOUTH AFRICA

ELECTORAL COMMISSION

Report regarding the Management and Administration of the
Represented Political Parties' Fund during the
financial year 1 April 2018 to 31 March 2019 in terms of
Section 8 of the Public Funding of Represented Political Parties Act, 1997
(Act 103 of 1997)





SOUTH AFRICA

ELECTORAL COMMISSION

The Honourable T Modise

Speaker of the National Assembly

I have the honour of submitting the Annual Report of the Electoral Commission regarding its management and administration of the Represented Political Parties' Fund for the year ended 31 March 2019, together with the audited financial statements and the report of the Auditor General for the period under review.

This report is hereby submitted to you for tabling in Parliament in accordance with section 8 of the Public Funding of Represented Political Parties' Act, 103 of 1997.

Yours faithfully

Chairperson
Glen Mashinini
Electoral Commission

03 October 2019

Chief Electoral Officer
Phatudi Simon Mamabolo
Electoral Commission

03 October 2019

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SOUTH AFRICA

ALLOCATIONS TO THE REPRESENTED POLITICAL PARTIES

ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2019

R148,723,330.00 was available to the Represented Political Parties, as follows:

R 133,850,997 Proportional (90%)

R 14,872,333 Equitable (10%)

TABLE 1: TOTAL NUMBER OF MEMBERS - REPRESENTATION

REPRESENTED POLITICAL PARTIES	NATIONAL ASSEMBLY	WESTERN CAPE	LIMPOPO	EASTERN CAPE	GAUTENG	KWAZULU NATAL	NORTHERN CAPE	NORTH WEST	MPUMALANGA	FREE STATE	TOTAL
AFRICAN CHRISTIAN DEMOCRATIC PARTY	3	1	0	0	0	0	0	0	0	0	4
AFRICAN INDEPENDENT CONGRESS	3	0	0	1	0	0	0	0	0	0	4
AFRICAN NATIONAL CONGRESS	249	14	39	45	40	52	20	23	24	22	528
AFRICAN PEOPLE'S CONVENTION	1	0	0	0	0	0	0	0	0	0	1
AGANG SOUTH AFRICA	2	0	0	0	0	0	0	0	0	0	2
BUSHBUCKRIDGE RESIDENTS ASSOCIATION	0	0	0	0	0	0	0	0	1	0	1
CONGRESS OF THE PEOPLE	3	0	1	1	0	0	1	0	0	0	6
DEMOCRATIC ALLIANCE	89	26	3	10	23	10	7	4	3	5	180
ECONOMIC FREEDOM FIGHTERS	25	1	6	2	8	2	2	5	2	2	55
FREEDOM FRONT PLUS	4	0	0	0	1	0	0	1	0	1	7
INKATHA FREEDOM PARTY	10	0	0	0	1	9	0	0	0	0	20
MINORITY FRONT	0	0	0	0	0	1	0	0	0	0	1
NATIONAL FREEDOM PARTY	6	0	0	0	0	6	0	0	0	0	12
PAN AFRICANIST CONGRESS	1	0	0	0	0	0	0	0	0	0	1
UNITED DEMOCRATIC MOVEMENT	4	0	0	4	0	0	0	0	0	0	8
TOTAL	400	42	49	63	73	80	30	33	30	30	830
NUMBER OF PARTIES		4	4	6	5	6	4	4	4	4	

ALLOCATIONS TO REPRESENTED POLITICAL PARTIES FOR THE YEAR ENDED 31 MARCH 2019 (continued)

TABLE 2: TRANSFER TO THE REPRESENTED POLITICAL PARTIES

REPRESENTED POLITICAL PARTIES	NATIONAL ASSEMBLY R	PROVINCIAL LEGISLATURE R	TOTAL R	Apr-18 R	Jul-18 R	Oct-18 R	Jan-19 R	TOTAL PAID R
AFRICAN CHRISTIAN DEMOCRATIC PARTY	645 065,06	363 161,62	1 008 226,68	252 056,67	252 056,67	252 056,67	252 056,67	1 008 226,68
AFRICAN INDEPENDENT CONGRESS	645 065,06	363 161,62	1 008 226,68	252 056,67	252 056,67	252 056,67	252 056,67	1 008 226,68
AFRICAN NATIONAL CONGRESS	85 148 586,02	3 179 681,74	88 328 267,76	22 082 066,94	22 082 066,94	22 082 066,94	22 082 066,94	88 328 267,76
AFRICAN PEOPLE'S CONVENTION	161 266,28	-	161 266,28	40 316,57	40 316,57	40 316,57	40 316,57	161 266,28
AGANG SOUTH AFRICA	322 532,52	-	322 532,52	80 633,13	80 633,13	80 633,13	80 633,13	322 532,52
BUSHBUCKRIDGE RESIDENTS ASSOCIATION	161 266,24	259 401,16	420 667,40	105 166,85	105 166,85	105 166,85	105 166,85	420 667,40
CONGRESS OF THE PEOPLE	967 597,58	1 046 251,34	2 013 848,92	503 462,23	503 462,23	503 462,23	503 462,23	2 013 848,92
DEMOCRATIC ALLIANCE	29 027 927,06	3 179 681,74	32 207 608,80	8 051 902,20	8 051 902,20	8 051 902,20	8 051 902,20	32 207 608,80
ECONOMIC FREEDOM FIGHTERS	8 869 644,38	3 179 681,74	12 049 326,12	3 012 331,53	3 012 331,53	3 012 331,53	3 012 331,53	12 049 326,12
FREEDOM FRONT PLUS	1 128 863,83	1 049 710,01	2 178 573,84	544 643,46	544 643,46	544 643,46	544 643,46	2 178 573,84
INKATHA FREEDOM PARTY	3 225 325,25	966 125,19	4 191 450,44	1 047 862,61	1 047 862,61	1 047 862,61	1 047 862,61	4 191 450,44
MINORITY FRONT	161 266,23	461 157,61	622 423,84	155 605,96	155 605,96	155 605,96	155 605,96	622 423,84
NATIONAL FREEDOM PARTY	1 935 195,15	461 157,61	2 396 352,76	599 088,19	599 088,19	599 088,19	599 088,19	2 396 352,76
PAN AFRICANIST CONGRESS	161 266,24	-	161 266,24	40 316,56	40 316,56	40 316,56	40 316,56	161 266,24
UNITED DEMOCRATIC MOVEMENT	1 290 130,10	363 161,62	1 653 291,72	413 322,93	413 322,93	413 322,93	413 322,93	1 653 291,72
TOTALS	133 850 997,00	14 872 333,00	148 723 330,00					

EXPENDITURE BY REPRESENTED POLITICAL PARTIES for the year ended 31 March 2019

	African Christian Democratic Party (ACDP)	African Independent Congress (AIC)	Agang South Africa (AGANG)	African National Congress (ANC)	African People's Convention (APC)	Bushbuckridge Residents Association (BRA)	Congress of the People (COPE)	Democratic Alliance (DA)	Economic Freedom Fighters (EFF)	Freedom Front Plus (FF)	Inkatha Freedom Party (IFP)	Minority Front (MF)	National Freedom Party (NFP)	Pan Africanist Congress (PAC)	United Democratic Movement (UDM)	Total
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R
Allocations for the year	1 008 227	1 008 227	322 533	88 328 268	161 266	420 667	2 013 849	32 207 609	12 049 326	2 178 574	4 191 450	622 424	2 396 353	161 266	1 653 292	148 723 331
Plus: Suspended amount paid														38 150		38 150
Total allocation paid during the year	1 008 227	1 008 227	322 533	88 328 268	161 266	420 667	2 013 849	32 207 609	12 049 326	2 178 574	4 191 450	622 424	2 396 353	199 416	1 653 292	148 761 481
Total Expenditure	(1 213 051)	(1 025 244)	-	(88 320 124)	(1 161 183)	(383 457)	(2 433 108)	(36 019 513)	(9 147 607)	(2 500 257)	(4 205 894)	(623 144)	-	-	(1 329 018)	(147 361 600)
Personnel expenditure	306 311	80 400		83 002 048	33 300	3 400		26 245 718	-	597 273	2 208 282	-	-		-	112 476 732
Accommodation expenditure	16 970	-		45 000	-	139 665	1 437 572	-	-	-	569 678	-	-		-	2 208 885
Travel expenditure	184 456	-		-	42 000	20 200		1 205 171	334 818	640 467	338 334	-	-		59 484	2 824 930
Arrangements of meetings and rallies	172 455	22 925		140 000	79 300	75 700	295 389	1 277 652	2 952 146	536 937	297 994	145 529			772 690	6 768 717
Administrative expenditure	393 204	891 919		5 133 076	5 083	144 492	655 161	7 201 439	2 576 164	604 836	785 109	124 394			415 334	18 930 211
Promotion and publications	139 655	30 000		-	1 500	-	44 986	89 533	947 044	120 744	6 497	353 221			81 510	1 814 690
Fixed asset and other expenditure	-	-	-	-	-	-	-	-	2 337 435	-	-	-	-		-	2 337 435
Unspent money at the end of year	(204 824)	(17 017)	322 533	8 144	83	37 210	(419 259)	(3 811 904)	2 901 719	(321 683)	(14 444)	(720)	2 396 353	199 416	324 274	1 399 881
Plus: Interest received	12 088			344		144	3 515	384 796	6 513	15 772	17 360					440 532
Surplus / (deficit) for the year	(192 736)	(17 017)	322 533	8 488	83	37 354	(415 744)	(3 427 108)	2 908 232	(305 911)	2 916	(720)	2 396 353	199 416	324 274	1 840 413
Allocation for the year	1 008 227	1 008 227	322 533	88 328 268	161 266	420 667	2 013 849	32 207 609	12 049 326	2 178 574	4 191 450	622 424	2 396 353	161 266	1 653 292	148 723 331
Unused funds repayable					(224)	(606)			(14 220)			(775)				(15 825)
Total allocation	1 008 227	1 008 227	322 533	88 328 268	161 042	420 061	2 013 849	32 207 609	12 035 106	2 178 574	4 191 450	621 649	2 396 353	161 266	1 653 292	148 707 506



SOUTH AFRICA

EXTRACTS OF THE REPRESENTED POLITICAL PARTIES' FINANCIAL STATEMENTS

PUBLISHED IN THIS REPORT AS
FILED WITH THE COMMISSION

AFRICAN CHRISTIAN DEMOCRATIC PARTY (ACDP)

BALANCE SHEET at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-current assets			
Property, plant and equipment	2	12 536	3 308
Current assets			
Trade and other receivables	3	-	20 881
Cash and cash equivalents	4	-	180 125
		-	201 006
Total assets		12 536	204 314
EQUITY AND LIABILITIES			
Capital and reserves			
Retained earnings		9 593	202 329
Current liabilities			
Trade and other creditors	5	2 788	1 985
Bank overdraft	4	155	
Total equity and liabilities		12 536	204 314

Accounting Officer
Auditors
Audit Opinion

S N Swart
Price Waterhouse Coopers Inc.
Unqualified

CASH FLOW STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flow from operating activities			
Cash flow used in operating activities	11	(180 962)	(55 942)
Cash flow from investing activities			
Acquisition of fixed assets	2	(11 406)	(4 039)
Interest received	9	12 088	13 896
Net cash (used in)/ generated from investing activities		682	9 857
Net decrease in cash and cash equivalents		(180 280)	(46 085)
Cash and cash equivalents at beginning of year		180 125	226 210
Cash and cash equivalents at end of year	4	(155)	180 125

DETAILED INCOME STATEMENT for the year ended 31 March 2019

	2019 R	2018 R
INCOME		
Allocation from fund	1 008 227	954 035
Interest received	12 088	13 896
	<u>1 020 315</u>	<u>967 932</u>
Less: EXPENSES	<u>1 213 051</u>	<u>1 010 563</u>
Accommodation	16 970	2 125
Arrangements of meetings and rallies	172 455	156 831
Meals and refreshments	12 957	21 914
Rent - conference venues	139 998	116 917
Secreterial Services	19 500	18 000
Administration	393 204	356 225
Audit fees	51 750	49 020
Bank charges	24 453	14 164
Bad debts	1 075	-
Cleaning	-	624
Depreciation	2 178	733
Insurance	9 210	7 734
Licenses	27 232	25 097
Rental	125 368	115 101
- Head office	108 175	98 869
- Office equipment	17 194	16 232
Repairs and maintenance	4 917	3 821
Stationery	7 972	6 441
Telephone and postage	71 970	70 836
Water and electricity, rates and taxes	67 079	62 654
Promotions and publications	139 655	30 716
Entertainment expenditure	730	711
Promotions	138 925	30 005
Personnel expenditure	306 311	312 332
Salaries	303 471	309 427
Unemployment Insurance fund	2 840	2 905
Travel	184 456	152 333
Deficit for the year	<u>(192 736)</u>	<u>(42 631)</u>

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-current Assets			
Property, plant & equipment	2	32 594	47 053
Current Assets			
Cash and cash equivalents	3	113	147
Total Assets		32 707	47 200
FUNDS AND LIABILITIES			
Funds			
Accumulated surplus		10 483	27 500
Current Liabilities			
Trade and Other Payables		22 224	19 700
Total Equity and Liabilities		32 707	47 200

Accounting Officer
Auditors
Audit Opinion

M S Arnolds
Nicholson & Company
Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash receipts from parliament		1 008 227	954 035
Cash paid to suppliers and employees		(1 008 261)	(930 989)
Cash(utilized)/generated from operations	7	(34)	23 046
Cash flows from investing activities			
Purchase of computer equipment		-	(23 000)
Net cash outflow from investing activities		-	(23 000)
Total cash movement for the period		(34)	46
Cash and cash equivalents at beginning of year		147	101
Total cash at the end of the period	3	113	147

AFRICAN INDEPENDENT CONGRESS (AIC)

DETAILED INCOME STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
REVENUE			
Grants received from I.E.C.	4	1 008 227	954 035
OPERATING EXPENSES		(1 025 244)	(944 286)
Personnel Expenses			
Staff Salaries		80 400	280 144
Travel			
Travel expenses		-	28 263
Arrangement of Meetings		22 925	267 535
Accommodation		-	15 675
Hire of transport		-	144 700
Political meetings		22 925	107 160
Administrative		891 919	351 844
Auditor's remuneration	6	21 250	35 450
Bank charges		7 184	13 531
Depreciation		14 459	9 347
Election registrations		523 226	41 360
Interest on overdraft		-	14
Legal fees		250 000	4 808
Office expenses		-	27 306
Office rentals		40 000	157 284
Printing & stationery		30 000	48 107
Repairs & maintenance		-	5 630
Telephone, faxes and internet		5 800	9 007
Promotions and Publications		30 000	16 500
Posters		-	-
T-shirts		30 000	16 500
(Deficit)/Surplus for the period		(17 017)	9 749



AGANG SOUTH AFRICA (AGANG)

AUDITED FINANCIAL STATEMENTS for the year ended 31 March 2019

Not submitted at the time of printing

STATEMENT OF FINANCIAL POSITION for the year ended 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Current assets		39 655	15 167
Cash and cash equivalents	3	39 655	15 167
TOTAL ASSETS		39 655	15 167
EQUITY AND LIABILITIES			
Equity			
Accumulated loss		(247 345)	(255 833)
Current liabilities			
Trade and other payables	4	287 000	271 000
TOTAL EQUITY AND LIABILITIES		39 655	15 167

Accounting Officer
Auditors
Audit Opinion

S P Mashatile
Ramuedzisi Incorporated
Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from the Independent Electoral Commission		88 328 268	83 580 698
Cash paid to suppliers and employees		(88 304 124)	(83 613 808)
Cash generated from operations	5	24 144	(33 110)
Finance income	2	344	232
Net cash generated from operating activities		24 488	(32 878)
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of the year		15 167	48 045
CASH AND CASH EQUIVALENTS AT END OF THE YEAR	3	39 655	15 167

SUPPLEMENTARY INFORMATION for the year ended 31 March 2019

	2019 R	2018 R
INCOME	88 328 612	83 580 930
Grant received	88 328 268	83 580 698
Interest Income	344	232
EXPENDITURE		
Personnel expenditure		
Salaries	83 002 048	78 146 095
Arrangements of meetings and rallies	140 000	810 330
Catering	-	107 857
Hiring - venues	140 000	258 000
Hiring - Buses & taxis	-	16 000
Hiring audio visual equipment	-	428 473
Accommodation	45 000	49 800
Administrative – general	3 800 827	4 057 749
Cleaning and sanitation	388 918	517 968
Communication expenses - telephone fax modem	735 834	788 277
Rental - office equipment	510 244	505 807
Rental - parking	530 888	544 989
Maintenance and repairs - buildings	124 309	116 115
Courier Services	-	100 000
Photocopy consumables	368 822	193 493
Security services	-	41 040
Internet maintenance	986 855	1 065 729
Server expenses	154 957	184 331
Administrative – other	1 332 249	326 434
Audit costs – Independent Electoral Commission	286 250	272 500
Bank charges	1 204	753
Electoral fees list process	345 000	-
Research	107 295	53 181
Education and training	592 500	-
Surplus for the year	8 488	190 522



AFRICAN PEOPLE'S CONVENTION (APC)

BALANCE SHEET as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Current assets			
Cash balances	8	224	142
Total assets		224	142
EQUITY AND LIABILITIES			
Capital and reserves			
Surplus/ (Deficit) for the period		83	54
Accumulated reserves		142	88
		224	142
Total equity and liabilities		224	142
Accounting Officer	M S Mokoena		
Auditors	Nameng Chartered Accountants (SA) Inc		
Audit Opinion	Unqualified		

CASH FLOW STATEMENT for the period ended 31 March 2019

	Notes	2019 R	2018 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipt from IEC and other receipts		161 266	155 098
Cash paid to suppliers and employees		(161 183)	(155 045)
Cash generated/(utilised) by operations		83	54
Net increase/ (decrease) in cash and cash equivalent for the year		83	54
Cash and cash equivalent at the beginning of the year		142	88
CASH AND CASH EQUIVLENT AT THE END OF THE YEAR		224	142



AFRICAN PEOPLE'S CONVENTION (APC)

STATEMENT OF INCOME AND EXPENDITURE for the period ended 31 March 2019

	Notes	2019 R	2018 R
INCOME			
Grant from IEC	6,1	161 266	152 598
Other income	6,2	-	2 500
TOTAL INCOME		161 266	155 098
EXPENSES			
Administration		4 383	8 345
Promotions and Publications		1 500	2 500
Personnel Expenditure		33 300	15 500
Travel Expenses		42 000	47 900
Arrangement of Meetings and Rallies		79 300	74 800
Transfer		700	6 000
TOTAL EXPENSES		161 183	155 045
SURPLUS / (DEFICIT) FOR THE YEAR		83	54



STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Fixed Assets	2	40 897	-
Current Assets			
Cash and cash equivalents	3	750	4 293
Total Assets		41 647	4 293
EQUITY AND LIABILITIES			
Equity			
Accumulated income		41 647	4 293
Total Equity and Liabilities		41 647	4 293

Accounting Officer

Auditors

Audit Opinion

D Mokwena

Isizwe Chartered Accountants (SA)

Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash generated from (used in) operations	6	38 996	(782)
Cash flows from Investing activities			
Purchase of fixed assets	2	(42 539)	-
Total cash movement for the year		(3 543)	(782)
Cash at the beginning of the year		4 293	5 075
Total cash at end of the year	3	750	4 293



DETAILED INCOME STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
REVENUE			
Grant - Income		420 667	398 057
Other income			
Interest received		144	131
OPERATING EXPENSES			
Accounting fees		(25 000)	-
Bank charges		(3 216)	-
Cleaning		-	(2 230)
Depreciation, amortisation and impairments		(1 642)	-
Employee costs		(3 400)	(24 000)
Catering		(75 700)	-
Equipment Hire		-	(15 000)
Petrol		(20 200)	-
Meetings and Rallies		-	(97 000)
Promotions		-	(45 000)
Rent Paid		-	(1 200)
Printing and stationery		(89 682)	(142 000)
Repairs and maintenance		(23 151)	(13 940)
Telephone		(1 801)	-
Transport and Accomodation		(139 665)	(58 600)
		(383 457)	(398 970)
Surplus for the year		37 354	(782)

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	5 974	11 883
		<u>5 974</u>	<u>11 883</u>
Current Assets			
Deposits	3	27 000	-
Cash and cash equivalents	7	2 743	544 734
		<u>29 743</u>	<u>544 734</u>
Total Assets		<u>35 717</u>	<u>556 617</u>
EQUITY AND LIABILITIES			
Equity			
Retained income		(858 931)	(493 188)
		<u>(858 931)</u>	<u>(493 188)</u>
Liabilities			
Non-Current Liabilities			
Other financial liabilities	6	828 252	1 049 804
		<u>828 252</u>	<u>1 049 804</u>
Current Liabilities			
Trade and other payables	5	66 396	1
		<u>66 396</u>	<u>1</u>
Total Equity and Liabilities		<u>35 717</u>	<u>556 617</u>
Accounting Officer	T T Godden		
Auditors	Gert Jordaan Inc.		
Audit Opinion	Unqualified		

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash used in operations	7	(323 953)	896 108
Interest Received		3 515	6 097
Net cash from operating activities		<u>(320 438)</u>	<u>902 205</u>
Cash flows from investing activities			
Repayment of other financial liabilities	6	(221 553)	(474 485)
Net cash from Investment activities		<u>(221 553)</u>	<u>(474 485)</u>
Total cash movement for the year			
Increase/(Decrease) in cash and cash equivalents		(541 991)	427 720
Cash at the beginning of the year		544 734	117 014
Total cash at end of the year		<u>2 743</u>	<u>544 734</u>

DETAILED INCOME STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
REVENUE			
IEC Allowance		2 053 849	1 905 606
Plus: Other income		3 515	6 097
Interest received		3 515	6 097
Gross Income		2 057 364	1 911 703
Less: EXPENSES		(2 423 107)	(1 051 881)
Auditors Remuneration		(125 580)	(171 000)
Allowances for Satellite Office		(287 100)	-
Bank Charges		(10 440)	(10 276)
Electioneering		(295 389)	(544 013)
Depreciation, Amortisation and impairments	2	(5 909)	(42 384)
Promotions		(44 986)	(1 000)
Lease Rentals		(211 500)	-
Petrol & Oil		-	(4 556)
Telephone & Fax		(4 632)	(4 399)
Travel & Accommodation		(1 437 572)	(274 253)
Nett profit / (loss) before finance charges		(365 743)	859 822
Finance charges		-	-
Nett profit / (loss) before taxation		(365 743)	859 822
Taxation		-	-
Nett profit / (loss) for the year		(365 743)	859 822

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	2 110	3 443
Current Assets			
Trade and other receivables	3	54 629	127 657
Cash and cash equivalents	4	1 878 540	3 795 089
Total Assets		1 933 169	3 922 746
		1 935 279	3 926 189
SURPLUS AND LIABILITIES			
Retained surplus			
Retained surplus		248 305	3 675 413
Liabilities			
Current Liabilities			
Accounts payable	5	1 686 974	250 776
Total Surplus and Liabilities		1 935 279	3 926 189

Accounting Officer

Auditors

Audit Opinion

P Boughey

TGS South Africa Incorporated

Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash (used in) generated from activities	10	(2 301 345)	3 107 167
Interest income		384 796	245 813
Net cash from / (to) operating activities		(1 916 549)	3 352 980
Cash flows from investing activities			
Purchase of property, plant and equipment	2	-	(3 998)
Sale of property, plant and equipment	2	-	750
Net cash from investing activities		-	(3 248)
Total cash movement for the year		(1 916 549)	3 349 732
Cash at the beginning of the year		3 795 089	445 357
Total cash at end of the year	4	1 878 540	3 795 089

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2019

	Notes	2019 R	2018 R
INCOME			
Allowance received from Independent Electoral Commission		32 207 609	30 476 477
Interest received	7	384 796	245 813
Gains on disposal of assets		-	750
		32 592 405	30 723 040
EXPENDITURE			
Arrangements of meetings and rallies			
Hire of venues		397 236	346 227
Rent and electricity		880 416	832 946
		1 277 652	1 179 173
Promotions and publications			
Newspapers, books and publications		89 533	57 018
		89 533	57 018
Personnel			
Salaries		26 245 718	22 835 407
Travel			
Travel		1 205 171	611 185
Administration			
Auditor's remuneration	9	111 464	42 836
Bank charges		7 864	9 444
Communication expenditure: telephone and fax		1 183 849	211 581
Depreciation		1 333	7 056
Equipment rental		555 624	369 228
Expensed assets		23 777	8 640
Insurance		572 453	416 603
Maintenance and repairs: building		582 200	269 369
Maintenance and repairs: computers		329 577	59 385
Maintenance and repairs: furniture and equipment		22 678	4 475
Printing and stationery		223 006	86 442
Professional services and translations		868 546	444 368
Recruitment fee		146 467	-
Refreshments		29 271	51 682
Security		86 766	85 955
Staff training		287 024	158 677
Website hosting and software development		2 169 542	468 622
		7 201 439	2 694 363
Total expenditure		36 019 511	27 377 145
(Deficit)/surplus for the year		(3 427 106)	3 345 895

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	22 592 974	22 959 868
Current Assets			
Trade and other receivables	3	17 875	-
Cash and cash equivalents	4	2 858	1 620
		20 733	1 620
Total Assets		22 613 707	22 961 488
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		9 932 975	7 024 740
Liabilities			
Non-Current Liabilities			
Other financial liabilities	5	10 959 909	10 966 062
Finance lease liabilities	6	320 720	3 690 082
		11 280 629	14 656 144
Current Liabilities			
Other financial liabilities	5	673 878	633 877
Finance lease liabilities	6	726 226	646 727
		1 400 104	1 280 604
Total Liabilities		12 680 733	15 936 748
Total Equity and Liabilities		22 613 708	22 961 488
Accounting Officer	L Mathys		
Auditors	Certified Master Auditors (South Africa) Inc		
Audit Opinion	Unqualified		

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash receipts from customers		12 049 326	11 401 685
Cash paid to suppliers and employees		(5 899 827)	(2 537 537)
Cash generated from operations	10	6 149 499	8 864 148
Interest income		6 513	2 575
Finance costs		(2 337 435)	(1 170 679)
Net cash from operating activities		3 818 577	7 696 044
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(561 323)	(23 632 589)

**Cash flows from financing activities**

Repayment of other financial liabilities
 Finance lease payments

Net cash from financing activities**Total cash movement for the year**

Cash at the beginning of the year

Total cash at end of the year

4

33 848	11 599 939
(3 289 863)	4 336 809
(3 256 015)	15 936 748
1 239	203
1 620	1 417
2 859	1 620

DETAILED INCOME STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
REVENUE			
Government grants		12 049 326	11 401 685
Other income			
Interest received	9	6 513	2 575
OPERATING EXPENSES			
Administration	13	2 576 164	1 173 744
Accommodation	12	-	10 605
Promotions and publications	14	947 044	1 940 663
Rallies and events	15	2 952 146	182 761
Travel - local		334 818	6 245
		6 810 172	3 314 018
Operating surplus		5 245 667	8 090 242
Finance costs		(2 337 435)	(1 170 679)
Surplus for the year		2 908 232	6 919 563

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-current assets			
Equipment	3	1	1
Current assets		40 049	309 980
Cash and cash equivalents	4	40 049	286 469
Accounts Receivable		-	23 511
Total assets		40 050	309 981
RESERVES AND LIABILITIES			
Reserves			
Unutilized surplus	5	4 070	309 981
Current liabilities			
Accounts Payable		35 980	-
Total reserves and liabilities		40 050	309 981

Accounting Officer

Auditors

Audit Opinion

A Du Plooy

Brink & Brink Inc

Unqualified

CASH FLOW STATEMENT for the year ended 31 March 2019

	2019 R	2018 R
Cash flow from operating activities	(246 420)	77 548
Cash Received from Allowances	2 178 574	2 061 477
Cash paid for Operating Expenses	(2 440 766)	(2 005 820)
Cash Generated from Operations	(262 192)	55 657
Interest Received	15 772	21 891
Net (Decrease) / Increase in cash & cash equivalents	(246 420)	77 548
Opening Balance	286 469	208 921
Closing Balance	40 049	286 469

STATEMENT OF COMPREHENSIVE INCOME AND RETAINED EARNINGS for the year ended 31 March 2019

	Notes	2019 R	2018 R
GOVERNMENT APPROPRIATION		2 178 574	2 061 477
LESS OPERATION EXPENSES		(2 500 257)	(1 978 325)
Administration Fees		604 836	790 079
Accounting and Audit Fees: Previous Year		29 775	27 462
Accounting and Audit Fees: Current Year		35 980	-
Administration Fees Paid to Branches		274 123	412 226
Professional Services		49 724	-
Bank Charges		12 021	15 891
Computer Expenses		42 806	53 911
Insurances		14 553	9 125
Maintenance and Cleaning		1 581	5 458
Property, Rent, Levies and Municipal Costs		76 451	149 464
Stationery, Postage and Couriers		12 692	39 778
Subscriptions		3 776	18 757
Telephone, Fax and Internet Expenses		51 354	58 007
Arrangements of Meetings and Rallies		536 937	389 738
Personnel Expenditure		597 273	355 789
Promotions, Websites and Bulk Sms's		120 744	92 970
Travelling Expenses		640 467	349 749
Net (Deficit) / Surplus for the year		(321 683)	83 152
Plus: Sundry Income	7	15 772	21 891
Net (Deficit) / Surplus for the year		(305 911)	105 043



INKATHA FREEDOM PARTY (IFP)

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Assets			
Property, plant and equipment	2	83	83
Current Assets			
Cash and cash equivalents	3	3 942	1 026
Total Assets		4 025	1 109
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		4 025	1 109
Liabilities			
Total Equity and Liabilities		4 025	1 109

Accounting Officer

N Singh

Auditors

R I Kennedy & Associates

Audit Opinion

Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash (used in) generated from operations	6	(14 444)	(158 640)
Interest income		17 360	17 331
Net cash from operating activities		2 916	(141 309)
Cash flows from investing activities			
Disposal of property, plant and equipment	2	-	265
Total cash movement for the year		2 916	(141 044)
Cash at the beginning of the year		1 026	142 070
Total cash at end of the year	3	3 942	1 026

DETAILED INCOME STATEMENT for the year ended 31 March 2019

	Notes	2019 R	2018 R
REVENUE			
Allowance income	4	4 191 450	3 966 163
Other income			
Interest received		17 360	17 331
OPERATING EXPENSES			
Personnel expenditure			
Employee costs		2 208 282	1 873 257
Travel expenditure			
Air tickets		148 014	42 482
Motor vehicle expenses		9 219	102 383
Motor vehicle hire		165 942	199 927
Transport		15 000	7 336
Tolls		159	-
		338 334	352 128
Accommodation			
Hotel expenditure		569 678	224 278
Arrangement of meetings			
Catering		75 551	53 899
Meeting expenses		222 443	53 700
		297 994	107 599
Administration expenditure			
Auditors' remuneration		-	175 247
Bank charges		8 403	13 878
Cleaning		-	5 234
Computer expenses		-	19 993
Consulting fees		-	5 290
Maintenance and repairs		57 027	43 964
Printing and stationery		188 030	166 121
Rent paid		314 549	861 876
Rental: office equipment		31 297	21 127
Security		-	1 607
Telephone expenses		142 748	221 903
Utilities		43 055	14 244
		785 109	1 550 484
Promotions and publications			
Promotional items		6 497	17 057
Total expenditure		4 205 894	4 124 803
Surplus/(Deficit) before taxation		2 916	(141 309)

MINORITY FRONT (MF)

STATEMENT OF FINANCIAL POSITION as at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Non-Current Asset			
Property, plant and equipment	2	84	84
Current Asset			
Cash and cash equivalents	3	25 775	26 163
Total Assets		25 859	26 247
EQUITY AND LIABILITIES			
Equity			
Accumulated surplus		859	1 579
Liabilities			
Current Liability			
Trade and other payables	4	25 000	24 668
Total Equity and Liabilities		25 859	26 247

Accounting Officer

S Thakur-Rajbansi

Auditors

Y.D. Maharaj & Co

Audit Opinion

Unqualified

STATEMENT OF CASH FLOWS for the year ended 31 March 2019

		2019 R	2018 R
Cash flows from operating activities			
Cash (used in) generated from operations	10	(388)	21 167
Total cash movement for the year		(388)	21 167
Cash at the beginning of the year		26 163	4 996
Total cash at end of the year	3	25 775	26 163

MINORITY FRONT (MF)

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 March 2019

	Notes	2019 R	2018 R
INCOME			
Allocation from Fund		622 424	588 969
EXPENSES			
Administration	5	(124 394)	(162 155)
Arrangement of meetings and rallies	6	(145 529)	(120 095)
Personnel expenditure	7	-	(34 650)
Promotions and publications	8	(353 221)	(233 354)
		(623 144)	(550 254)
(Deficit) / surplus for the year		(720)	38 715
Other comprehensive income		-	-
Total comprehensive (deficit) / surplus for the year		(720)	38 715



AUDITED FINANCIAL STATEMENTS for the year ended 31 March 2019

Not submitted at the time of printing



PAN AFRICANIST CONGRESS OF AZANIA (PAC)

AUDITED FINANCIAL STATEMENTS for the year ended 31 March 2019

Not submitted at the time of printing



STATEMENT OF FINANCIAL POSITION at 31 March 2019

	Notes	2019 R	2018 R
ASSETS			
Current assets		-	120 000
Receivables and prepayments	3	-	120 000
Cash and cash equivalents	4	-	-
		-	120 000
RESERVE AND LIABILITIES			
Reserve			
Deficit / Unutilised surplus	5	(142)	(324 416)
Current liabilities		142	444 416
Trade and other payables	6	-	444 043
Bank overdraft	4	142	373
		-	120 000

Accounting Officer

Auditors

Audit Opinion

B H Holomisa

Fourie + Botha

Unqualified

STATEMENT OF CASH FLOW for the period ended 31 March 2019

	Notes	2019 R	2018 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash generated from operations	9,1	217 526	(23 070)
Interest paid		(217 295)	(113 980)
Net cashflow utilized in operating activities		231	(137 050)
Net increase in cash and cash equivalents		231	(137 050)
Cash and cash equivalent at beginning of period		(373)	136 677
Cash and cash equivalent at end of period		(142)	(373)


DETAILED INCOME STATEMENT for the period ended 31 March 2019

	Notes	2019 R	2018 R
INCOME		1 653 292	1 564 428
Allocation from fund		1 653 292	1 564 428
EXPENDITURE		1 329 018	752 741
Personnel expenditure		-	15 000
Salaries: Employees		-	15 000
Accommodation expenditure		-	9 900
Internal: Other		-	9 900
Travel expenditure		59 484	24 743
Car rental		59 484	24 743
Arrangement of meetings and rallies		772 690	160 000
Hiring: Conference venues		742 890	-
Hiring: Buses and taxis		29 800	-
Meals and refreshments		-	160 000
Administrative expenditure		415 334	354 701
Communication expenditure: Telephone, fax and modem		89 291	11 640
Membership and registration - National		-	2 000
Entertainment expenditure: Other		41 250	-
Legal cost		44 620	206 118
Audit cost		20 125	19 380
Bank charges		2 753	1 583
Interest paid		217 295	113 980
Promotions and publications		81 510	188 397
Promotions - T Shirts, caps, flags		81 510	114 500
Printing and production of posters		-	20 064
Printing and production of banners		-	53 833
Deficit for the year		324 274	811 687



SOUTH AFRICA

REPORT OF THE AUDIT COMMITTEE

REPORT OF THE AUDIT COMMITTEE FOR THE REPRESENTED POLITICAL PARTIES' FUND ESTABLISHED IN TERMS OF ACT 103 OF 1997

The Audit Committee is pleased to present its report for the financial year ended 31 March 2019 relating to its oversight of the Represented Political Parties' Fund.

1. Background

The Public Funding of Represented Political Parties Act (Act 103 of 1997) provides for the management of the Represented Political Parties' Fund (the Fund) by the Electoral Commission and the administration of the Fund forms an integral part of the Electoral Commission's systems, policies, procedures and internal controls.

2. Audit Committee responsibility

The Audit Committee hereby reports that it has been established in terms of section 77 of the PFMA as amended and has complied with its responsibilities arising from Treasury Regulation 3.1 and 3.2. The Audit Committee also confirms that it has adopted the approved formal terms of reference detailed in its charter, has regulated its affairs in compliance with this charter and has discharged all its responsibilities as contained therein.

3. Audit Committee Members and Attendance

During the current financial year the Audit Committee of the Electoral Commission held the following meetings where, when relevant, matters relating to the Fund were also discussed:

Table 1: Audit Committee members

Name of member (all external)	Qualifications	Date appointed	Attended	Apologies	Total attended	Retired
(all external)						
Mr. YN Gordhan (Chairperson)	CA(SA)	Oct-2014	6	n/a	6	31-July 2018
Ms. J Meissner	CA(SA)	May 2016	8	1	8	
Adv. CH Wessels	LLM	Aug 2016	6	3	6	
Mr. CD Boltman	MBA	Jun 2017	9	n/a	9	
Dr. MEC Moleki	PHD	Mar 2018	8	1	8	
Ms. SP Mzizi	CA(SA)	Aug 2018	2	1	2	

Table 2: Audit Committee meetings

Name of member	24-Apr-18	11-May-18	29-May-18	05-Jun-18	25-Jul-18	30-Jul-18	18-Sep-18	14-Nov-18	07-Mar-19
Mr. YN Gordhan (Chairperson)	✓	✓	✓	✓	✓	✓	Retired		
Ms. J Meissner (Chairperson from 1 st Aug 2018)	✓	✓	✓	×	✓	✓	✓	✓	✓
Adv. CH Wessels	✓	✓	✓	×	✓	✓	×	✓	×
Mr. CD Boltman	✓	✓	✓	✓	✓	✓	✓	✓	✓
Dr. MEC Moleki	✓	✓	✓	✓	✓	✓	✓	×	✓
Ms. SP Mzizi							✓	✓	×

Officials of the Auditor-General of South Africa, the Accounting Officer, the interim Chief Financial Officer, the Chief Audit Executive and when required, representation from the co-sourced internal audit firms have attended general meetings of the Audit Committee.

Reports of the Audit Committee are tabled to the Commission as well as the Accounting Officer.

4. Effectiveness of Internal Control

During the year under review, the Audit Committee found reports from the Accounting Officer to be adequate. These reports appraised the members of the status of in-year management of the Fund and updated them on risks relating to the administration of the Fund, as well as related court matters as and where applicable.

In line with the principle of combined assurance, the Audit Committee has approved the three year rolling Internal Audit strategic plan which includes independent assessment of readiness for the implementation of the new Party Funding Act 6 of 2018 on a proactive basis.

5. Evaluation of audited annual financial statements

The Audit Committee has:

- reviewed and discussed with management the Management Report from the Auditor-General of South Africa;
- reviewed the appropriateness of the accounting policies and practices;
- reviewed and discussed the adjustments to the financial statements arising from the audit;
- noted the schedule of audit differences arising from the audit; and
- reviewed and discussed with management the audited annual financial statements and recommended its approval by the Accounting Officer and the Executive Authority.

The Audit Committee concurs with and accepts the audit report of the Auditor-General.



Ms Janice Meissner

Chairperson of the Audit Committee

6 September 2019



SOUTH AFRICA

REPORT OF THE AUDITOR-GENERAL

Report of the auditor-general to Parliament on Represented Political Parties' Fund

Report on the audit of the financial statements

Opinion

1. I have audited the financial statements of the Represented Political Parties' Fund (RPPF) set out on pages 51 to 66, which comprise the statement of financial position as at 31 March 2019, the statement of financial performance, statement of changes in net assets and statement of cash flows and comparison of expenditure to budget for the year then ended, as well as the notes to the annual financial statements, including a summary of significant accounting policies.
2. In my opinion, the financial statements present fairly, in all material respects, the financial position of the Represented Political Parties' Fund (RPPF) as at 31 March 2019, and its financial performance and cash flows for the year then ended in accordance with Standards of Generally Recognised Accounting Practice (Standards of GRAP) and the requirements of the Public Funding of Represented Political Parties Act, 1997 (Act No.103 of 1997) (PFRPP Act).

Basis for opinion

3. I conducted my audit in accordance with the International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the auditor-general's responsibilities for the audit of the financial statements section of this auditor's report.
4. I am independent of the fund in accordance with sections 290 and 291 of the International Ethics Standards Board for Accountants' Code of ethics for professional accountants (IESBA code), parts 1 and 3 of the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) and the ethical requirements that are relevant to my audit in South Africa. I have fulfilled my other ethical responsibilities in accordance with these requirements and the IESBA codes.
5. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Responsibilities of accounting officer for the financial statements

6. The accounting officer is responsible for the preparation and fair presentation of the financial statements in accordance with Standards of GRAP and the requirements of the PFRPP Act and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.
7. In preparing the financial statements, the accounting officer is responsible for assessing the RPPF's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the appropriate governance structure either intends to liquidate the RPPF or to cease operations, or has no realistic alternative but to do so.

Auditor-general's responsibilities for the audit of the financial statements

8. My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the 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 aggregate, they could reasonably be expected to influence the economic

decisions of users taken on the basis of these financial statements.

9. A further description of my responsibilities for the audit of the financial statements is included in the annexure to this auditor's report.

Report on the audit of the annual performance report

10. The fund is not required to prepare a report on its performance against predetermined objectives, as it does not fall within the ambit of the Public Finance Management Act, 1999 (Act No. 1 of 1999) and such reporting is also not required in terms of the entity's specific legislation.

Report on the audit of compliance with legislation

Introduction and scope

11. In accordance with the Public Audit Act of South Africa, 2004 (Act No. 25 of 2004) (PAA) and the general notice issued in terms thereof, I have a responsibility to report material findings on the compliance of the fund with specific matters in key legislation. I performed procedures to identify findings but not to gather evidence to express assurance.
12. The material findings on compliance with specific matters in key legislations are as follows:

Financial statements, performance reports and annual reports

13. Three (3) political parties did not submit their audited financial statements and audit report within the prescribed time period as required by section 6(5) and section 9(3) of the PFRPP Act.
14. An additional three (3) political parties submitted audited financial statements and audit report after the prescribed time period as required by section 9(3) PFRPP Act.

Other information

15. The accounting officer is responsible for the other information. The other information comprises the information included in the annual report. The other information does not include the financial statements and the auditor's report that have been specifically reported in this auditors' report.
16. My opinion on the financial statements and compliance with legislation do not cover the other information and I do not express an audit opinion or any form of assurance conclusion thereon.
17. In connection with my audit, my responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or my knowledge obtained in the audit, or otherwise appears to be materially misstated.
18. If, based on the work I have performed, I conclude that there is a material misstatement in this other information, I am required to report that fact. I have nothing to report in this regard.

Internal control deficiencies

19. I considered internal control relevant to my audit of the financial statements and compliance with applicable legislation; however, my objective was not to express any form of assurance on it. The matters reported below are limited to the significant internal control deficiencies that resulted in the findings on compliance with legislation included in this report.
20. While there are legislated requirements for the complete and accurate preparation and submission of financial statements and audit reports by the political parties, an inherent risk remains for the RPPF that the political parties will not adhere to the legislated requirements.

Auditor-General

Pretoria
30 September 2019



Annexure – Auditor-general's responsibility for the audit

1. As part of an audit in accordance with the ISAs, I exercise professional judgement and maintain professional scepticism throughout my audit of the separate financial statements, and the procedures performed on the fund's compliance with respect to the selected subject matters.

Financial statements

2. In addition to my responsibility for the audit of the separate financial statements as described in the auditor's report, I also:
 - identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for 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 fund's internal control.
 - evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the accounting officer.
 - conclude on the appropriateness of the accounting officer's use of the going concern basis of accounting in the preparation of the financial statements. I also conclude, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Represented Political Parties' Fund 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 financial statements about the material uncertainty or, if such disclosures are inadequate, to modify the opinion on the financial statements. My conclusions are based on the information available to me at the date of the auditor's report. However, future events or conditions may cause a Fund to cease to continue as a going concern.
 - evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Communication with those charged with governance

3. I communicate with the accounting officer 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.
4. I also confirm to the accounting officer that I have complied with relevant ethical requirements regarding independence, and communicate all relationships and other matters that may reasonably be thought to have a bearing on my independence and here applicable, related safeguards.



SOUTH AFRICA

FINANCIAL STATEMENTS OF THE REPRESENTED POLITICAL PARTIES' FUND

REPORT OF THE ACCOUNTING OFFICER for the year ended 31 March 2019

The Represented Political Parties' Fund (the Fund) is an entity established in terms of the Public Funding of Represented Political Parties Act 103 of 1997 (the Act) with a view to:

- a) making provision for the funding of political parties participating in Parliament and Provincial Legislatures;
- b) providing for the management of the Fund and for the accountability regarding the Fund by the Electoral Commission;
- c) regulating the allocations of moneys from the Fund and the purposes for which allocated moneys may be used by political parties;
- d) regulating the repayment to the Electoral Commission of the unspent balances of moneys by political parties under certain circumstances;
- e) providing for incidental matters.

The Act determined that the financial year of the Fund will run from 1 April of every year until 31 March in the following year.

The Chief Electoral Officer of the Electoral Commission, subject to the direction of the Commission, is responsible for the management and administration of the Fund and is its Accounting Officer and Chief Executive Officer. For each financial year the Commission must have records kept of moneys received by/or accruing to the Fund, allocations made/and payments therefrom and of expenditure arising from the allocation of moneys and a current record of the capital and liabilities of the Fund.

Allocations to parties are made in accordance with the prescribed formula. Particulars of allocations made to represented political parties in respect of the financial year under review are included in this report. At the end of each financial year every party must prepare a statement showing the amount received and the purposes for which it was spent and have the statement and its books of records of accounts audited. The auditor must express an opinion as to whether the allocated moneys were spent for purposes not authorised by the Act.

The auditor's report and the audited statements must be submitted to the Commission. Extracts from the financial statements of represented political parties, as they were filed with the Commission, are published in this report. A number of purposes for which such moneys may not be used by parties, is set out in the Act. The manner in which parties have to deal with and account for moneys allocated to them, is set out in the Act. Internal controls of the Fund operated effectively during the year.

The Accounting Officer of the Electoral Commission is responsible for the preparation and fair presentation of the annual financial statements of Fund, comprising of:

- a) Statement of Financial Position;
- b) Statement of Financial Performance;
- c) Statement of Changes in Net Assets;
- d) Statement of Cash Flow for the financial year then ended; and
- e) Notes to the Financial Statements.

The financial statements are prepared in accordance with the South African Standards of Generally Recognised Accounting Practice (GRAP) issued by the Accounting Standards Board.


The Auditor-General is responsible for reporting on whether the Annual Financial Statements are fairly presented in accordance with the applicable financial reporting framework.

Approval of the Annual Financial Statements

The Annual Financial Statements of the Fund set out on pages 51 - 62 have been approved by the Accounting Officer.

Mr Phatudi Simon Mamabolo

Chief Electoral Officer

Signed: 

Dated: 16.09.2019

STATEMENT OF FINANCIAL POSITION

as at 31 March 2019



	Notes	2019 R	2018 R
Assets			
Current assets			
Cash and cash equivalents	2.1	550,180	1,582,280
Trade and other receivables	2.2	15 825	-
		<u>566,005</u>	<u>1,582,280</u>
Total assets		<u>566,005</u>	<u>1,582,280</u>
Liabilities			
Current liabilities			
Trade and other payables	3	-	1,202,569
		<u>-</u>	<u>1,202,569</u>
Total liabilities		<u>-</u>	<u>1,202,569</u>
Net Assets			
Accumulated surplus		<u>566,005</u>	<u>379,711</u>
Total Liabilities and net assets		<u>566,005</u>	<u>1,582,280</u>

STATEMENT OF FINANCIAL PERFORMANCE

for the year ended 31 March 2019



	Notes	2019 R	2018 R
Revenue			
Revenue from exchange transactions			
Investment revenue	4	363,645	377,757
Revenue from non-exchange transactions			
Parliamentary allocation	4,9	149,394,000	141,204,000
Total Revenue		<u>149,757,645</u>	<u>141,581,757</u>
Expenses			
Allocation to parties	5,9	(148,707,506)	(140,729,576)
Administration expenses	6	(315,539)	(503,254)
Employee cost	7	(548,306)	(599,255)
Total Expenses		<u>(149,571,351)</u>	<u>(141,832,085)</u>
Surplus / (deficit) for the year		<u>186,294</u>	<u>(250,328)</u>

STATEMENT OF CHANGES IN NET ASSETS

for the year ended 31 March 2019

Accumulated Surplus
R

Balance at 31 March 2017	630,039
Deficit for the year	(250,328)
Balance at 31 March 2018	379,711
Surplus for the year	186,294
Balance at 31 March 2019	566,005

STATEMENT OF CASH FLOW

for the year ended 31 March 2019



	Notes	2019 R	2018 R
Cash flows from operating activities			
Cash received from customers			
Parliamentary allocation received	4	149,394,000	141,204,000
Investment revenue received	4	363,645	377,757
		<u>149,757,645</u>	<u>141,581,757</u>
Cash paid to political parties, suppliers and employees			
Political parties	5	(148,761,481)	(140,691,426)
Employee costs paid	7	(548,306)	(599,255)
Payments to suppliers	8	(1,479,958)	(286,466)
		<u>(150,789,745)</u>	<u>(141,577,147)</u>
Net cash flows from operating activities	10	<u>(1,032,100)</u>	<u>4,610</u>
Net Increase/(Decrease) in cash and cash equivalents		(1,032,100)	4,610
Cash and cash equivalents at beginning of the year		<u>1,582,280</u>	<u>1,577,670</u>
Cash and cash equivalents at end of the year	2	<u><u>550,180</u></u>	<u><u>1,582,280</u></u>

COMPARISON OF EXPENDITURE TO BUDGET

for the year ended 31 March 2019



	Note	31 March 2019 R	31 March 2019 R	31 March 2019 R
		Budget	Actual	Variance
Revenue				
Revenue from non-exchange transactions				
Parliamentary allocation	4	149,394,000	149,394,000	-
Revenue from exchange transactions				
Investment revenue*	4	-	363,645	363,645
Total Revenue		149,394,000	149,757,645	363,645
Expenditure				
Allocation to parties	5	(148,723,330)	(148,707,506)	15 824
Administration expenses**	6	(511,500)	(315,539)	195,961
Personnel cost**	7	(705,253)	(548,306)	156,947
Total Expenditure		(149,940,083)	(149,571,351)	368,732

* Investment revenue is not budgeted for.

** The budget provision was conservative and actuals were lower than anticipated.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019

1. Accounting Policies

Presentation of annual financial statements

Basis of preparation

The annual financial statements have been prepared on an accrual basis of accounting. A summary of the significant accounting policies, which have been consistently applied except where an exemption or transitional provision has been granted, are disclosed below.

Going concern

These financial statements have been prepared on a going concern basis.

Statement of compliance

The annual financial statements have been prepared in accordance with standards of Generally Recognised Accounting Practices (GRAP) including any interpretation guidelines and directives issued by the Accounting Standards Board (ASB), and the requirements of the Public Funding of Represented Political Parties Act, 1997 (Act No. 103 of 1997) and Public Funding of Represented Political Parties Regulations, 1998.

Basis of measurement

The financial statements have been prepared on the historical cost basis except where indicated otherwise.

Functional and presentation currency

These financial statements are presented in South African Rands, which is the Fund's functional currency. All financial information presented in Rands has been rounded to the nearest R1.

Budgetary information

The budget and the accounting basis do not differ. The financial statements for the Fund are prepared on the accrual basis using a classification based on the nature of expenses in the statement of financial performance. The budget is approved on the accrual basis.

Use of estimates and judgements

The preparation of the financial statements in conformity with GRAP requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenue and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

New standards, amendments to existing standards adopted

During the current financial year, no new GRAP standards became effective and were adopted by the Fund.

Significant accounting policies

The principal accounting policies adopted and applied during this year of operation, are set out below and are consistent with those applied in the previous period.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019 (continued)

1.1 Revenue from exchange transactions

Revenue from exchange transactions refers to revenue that accrued to the Fund directly in return for services rendered, the value of which approximates the fair value of the consideration received or receivable.

When goods or services are exchanged or swapped for goods or services which are of a similar nature and value, the exchange is not regarded as a transaction that generates revenue. When goods are sold or services are rendered in exchange for dissimilar goods or services, the exchange is regarded as a transaction that generates revenue. The revenue is measured at the fair value of the goods or services received, adjusted by the amount of any cash or cash equivalents transferred. When the fair value of the goods or services received cannot be measured reliably, the revenue is measured at the fair value of the goods or services given up, adjusted by the amount of any cash or cash equivalents transferred.

Investment revenue comprises interest income on funds invested. Interest income is recognised on a time proportion basis using the effective interest method.

1.2 Revenue from non-exchange transactions

Revenue from non-exchange transactions refers to transactions where the Fund receives revenue from another entity without directly giving approximately equal value in exchange. Revenue from non-exchange transactions includes parliamentary allocations and sponsorship income.

Parliamentary allocations and sponsorship income are recognised when there is reasonable assurance that the Fund will comply with the conditions attached to them and the allocation will be received.

Revenue is recognised when it is probable that future economic benefits or service potential will flow to the Fund and these benefits can be measured reliably. Revenue is measured at fair value of the consideration received or receivable and represents the amounts receivable for services provided in the normal course of business.

1.3 Financial instruments

The Fund's financial assets comprise trade and other receivables from exchange transactions, and cash and cash equivalents. Financial Assets are categorised according to their nature as either financial assets at fair value, financial assets at amortised cost or financial assets at cost.

The Fund's financial liabilities comprise trade and other payables from exchange transactions. Financial Liabilities are categorised as financial liabilities at amortised cost. The subsequent measurement of financial assets and liabilities depends on this categorisation.

Initial Recognition

Financial assets and liabilities are recognised in the statement of financial position only when the Fund becomes a party to the contractual provisions of the instrument. The Fund recognises financial assets using trade date accounting.

Measurement

When a financial asset or financial liability is recognised initially, the Fund measures it at its fair value plus, in the case of a financial asset or a financial liability not subsequently measured at fair value, transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability. Subsequent to initial recognition, financial assets and liabilities are measured as described below.

Trade and other receivables from exchange transactions

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019 (continued)

Trade and other receivables from exchange transactions originated by the Fund classified as financial assets are measured at amortised cost using the effective interest method, less any impairment losses.

At the end of each reporting period, the carrying amount of trade and other receivables is reviewed to determine whether there is any objective evidence that the amount is not recoverable. If so, an impairment loss is recognised immediately in the statement of financial performance.

If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the assets carrying amount and the present value of estimated future cash flows calculated using the original effective interest rate (excluding future expected credit losses that have not yet been incurred). The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the Statement of Financial Performance. Interest income continues to be accrued on the reduced carrying amount based on the original effective interest rate of the asset. If, in a subsequent year, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the allowance account.

Cash and cash equivalents

Cash equivalents are short-term highly liquid investments, readily convertible into known amounts of cash that are held with registered banking institutions with maturities of three months or less and are subject to an insignificant risk of change in value.

For purposes of the cash flow statement as well as the statement of financial position, cash and cash equivalents comprise cash on hand and other short-term investments. Cash and cash equivalents classified as financial assets at amortised cost.

Trade and other payables from exchange transactions

Trade and other payables from exchange transactions are subsequently measured at amortised cost, using the effective interest method.

The Fund's trade and other payables from exchange transactions relate to the amount owed to the suppliers, and other accruals. The Fund's accrual amount represents goods and services that have been delivered by the supplier but remain unpaid as at year-end.

Gains and losses

For financial assets and financial liabilities measured at amortised cost or cost, a gain or loss is recognised in surplus or deficit when the financial asset or financial liability is derecognised or impaired, or through the amortisation process.

De-recognition of Financial Instruments

Financial assets are de-recognised when the Fund loses control of the contractual rights that comprise the financial assets. The Fund loses control if the right to benefits specified in the contract are realised, the rights expire or the Fund surrenders those rights.

Financial liabilities are derecognised when the obligation is discharged, cancelled or expires

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019 (continued)

1.4 Segment Reporting

A segment is an activity of an entity:

- that generates economic benefits of services potential (including economic benefits or service potential relating to transactions between activities of the same entity);
- whose results are regularly reviewed by management to make decisions about resources to be allocated to that activity and in assessing its performance; and
- for which separate financial information is available.

The Represented Political Parties' Fund is organised in a single segment.

1.5 Related Parties

Related party transactions are transactions that involve the transfer of resources, services or obligations between related parties, regardless of whether a price is charged. Implicit in the definition of related party, there are other government entity and joint ventures that have a significant influence on the Fund and its activities.

1.6 Effect of New GRAP Standards

The following Standards and Interpretations of GRAP have been approved, but are not yet effective:

- GRAP 34: Separate Financial statements
- GRAP 35: Consolidated Financial statements
- GRAP 36: Investments in Associates and Joint Ventures
- GRAP 37: Joint Arrangements
- GRAP 38: Disclosure of Interests in other entities
- GRAP 104 : Financial Instruments
- GRAP 110: Living and Non-living resources

The effective date for the above standards has not yet been determined.

The adoption of these Standards of GRAP, when they become effective, is not expected to have a significant impact on the financial statements. The Fund does not participate in the transactions covered by GRAP 34, 35,36,37,38,110.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2019 (continued)



	2019	2018
	R	R

2. Financial Assets by Category

The accounting policies for financial instruments have been applied to the line items below.

Financial assets measured at amortised cost

2.1 Cash and cash equivalents

Bank balances – Call deposits	550,180	1,582,280
	550,180	1,582,280

Cash and cash equivalents comprise cash and short-term, highly liquid investments that are held with a registered banking institution with maturities of three months or less and that are subject to insignificant interest rate risk. The carrying amount of these assets approximates to their fair value.

No restrictions have been placed on the use of cash and cash equivalents for the operations of the Fund.

2.2 Trade and other receivables

Unspent amount repayable - APC	224	-
Unspent amount repayable - BRA	606	-
Unspent amount repayable - EFF	14,220	-
Unspent amount repayable - MF	775	-
	15,825	-

The Fund considers that the carrying amount of trade and other receivables approximates the fair value due to their short-term maturity.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2019 (continued)



	2019	2018
	R	R

3. Financial Liabilities by Category

The accounting policies for financial instruments have been applied to the line items below.

Financial liabilities recognised at amortised cost

Trade accounts payable

Electoral Commission	-	1,091,087
Political parties	-	38,150
Payroll accruals	-	73,332
	<u>-</u>	<u>1,202,569</u>

4. Revenue

Interest income and cash equivalents	363,645	377,757
Parliamentary Allocation	<u>149,394,000</u>	<u>141,204,000</u>
	<u>149,757,645</u>	<u>141,581,757</u>

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019 (continued)

5. Expenditure per political parties

2019

	African Christian Democratic Party (ACDP)		African Independent Congress (AIC)		Agang South Africa (AGANG)		African National Congress (ANC)		African People's Convention (APC)		Bushbuckridge Residents Association (BRA)		Congress of the People (COPE)		Democratic Alliance (DA)		Economic Freedom Fighters (EFF)		Freedom Front Plus (FF)		Inkatha Freedom Party (IFP)		Minority Front (MF)		National Freedom Party (NFP)		Pan Africanist Congress (PAC)		United Democratic Movement (UDM)		Total	
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R
Allocation for the year	1 008,227	1 008,227	322,533	88,328,268	161,266	420,667	2,013,849	32,207,609	12,049,326	2,178,574	4,191,450	622,424	2,396,353	161,266	1,653,292	148,723,331																
Plus: Suspended amount paid																																
Total allocation paid during the year	1 008,227	1 008,227	322,533	88,328,268	161,266	420,667	2,013,849	32,207,609	12,049,326	2,178,574	4,191,450	622,424	2,396,353	199,416	1,653,292	148,761,481																
Total Expenditure	(1 213 051)	(1 025 244)		(88 320 124)	(161 183)	(383 457)	(2 433 108)	(36 019 513)	(9 147 607)	(2 500 257)	(4 205 894)	(623 144)				(147 361 600)																
Personnel expenditure	306 311	80 400		83 002 048	33 300	3 400	-	26 245 718	-	597 273	2 208 282	-			-	112 476 732																
Accommodation expenditure	16 970			45 000	-	139 665	1 437 572	-	-	-	569 678	-			-	2 208 885																
Travel expenditure	184 456			-	42 000	20 200	-	1 205 171	334 818	640 467	338 334	-			-	2 824 930																
Arrangements of meetings and rallies	172 455	22 925		140 000	79 300	75 700	295 389	1 277 652	2 952 146	536 937	297 994	145 529			-	6 768 717																
Administrative expenditure	393 204	891 919		5 133 076	5 083	144 492	655 161	7 201 439	2 576 164	604 836	785 109	124 394			-	18 930 211																
Promotion and publications	139 655	30 000		-	1 500	-	44 986	89 533	947 044	120 744	6 497	353 221			-	1 814 690																
Fixed asset and other expenditure	-			-	-	-	-	-	2 337 435	-	-	-			-	2 337 435																
Unspent money at end of year	(204 824)	(17 017)	322,533	8 144	83	37 210	(419 259)	(3 811 904)	2 901 719	(321 683)	(14 444)	(720)	2,396,353	199,416	324 274	1 399 881																
Plus: Interest received	12 088			344		144	3 515	384 796	6 513	15 772	17 360	-			-	440 532																
Surplus / (deficit) for the year	(192 736)	(17 017)	322,533	8 488	83	37 354	(415 744)	(3 427 108)	2 908 232	(305 911)	2 916	(720)	2,396,353	199,416	324 274	1 840 413																
Allocation for the year	1 008,227	1 008,227	322,533	88,328,268	161,266	420,667	2,013,849	32,207,609	12,049,326	2,178,574	4,191,450	622,424	2,396,353	161,266	1,653,292	148,723,331																
Unused funds repayable					(224)	(606)			(14 220)			(775)				(15 825)																
Total Allocation	1 008,227	1 008,227	322,533	88,328,268	161,042	420,061	2,013,849	32,207,609	12,035,106	2,178,574	4,191,450	621,649	2,396,353	161,266	1,653,292	148 707 506																

Notes:

- Three political parties did not submit the audited financial statements for the financial year ended 31 March 2019 in time as required by section 6(5) and section 9(3) of the PFRPP Act. They are BRA, COPE and MF.
- Three political parties did not submit the audited financial statements for the financial year ended 31 March 2019 as required by section 6(5) and section 9(3) of the PFRPP Act. They are AGANG, NFP and PAC.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS for the year ended 31 March 2019 (continued)

2018



	African Christian Democratic Party (ACDP)		African Independent Congress (AIC)		Agang South Africa (AGANG)		African National Congress (ANC)		African People's Convention (APC)		Bushbuckridge Residents Association (BRA)		Congress of the People (COPE)		Democratic Alliance (DA)		Economic Freedom Fighters (EFF)		Freedom Front Plus (FF)		Inkatha Freedom Party (IFP)		Minority Front (MF)		National Freedom Party (NFP)		Pan Africanist Congress (PAC)		United Democratic Movement (UDM)		Total	
	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	R	
Allocation for the year	954,035	954,035	305,197	83,580,698	152,598	398,057	1,905,606	30,476,477	11,401,685	2,061,477	3,966,164	588,969	2,267,551	152,598	1,564,429	140,729,576																
Amount suspended																																
Total Allocation paid	954,035	954,035	305,197	83,580,698	152,598	398,057	1,905,606	30,476,477	11,401,685	2,061,477	3,966,164	588,969	2,267,551	114,448	1,564,429	140,691,426																
Total Expenditure	(1 010 563)	(945 486)	(285 320)	(83 390 408)	(155 045)	(398 970)	(1 051 881)	(27 377 146)	(4 484 697)	(1 978 325)	(4 124 803)	(550 254)	(2 349 489)		(752 741)	(128 855 128)																
Personnel expenditure	312 333	280 144	103 230	78 146 095	15 500	24 000	-	22 835 407	-	355 789	1 873 257	34 650	719 861		15 000	104 715 266																
Accommodation expenditure	2 125	15 675	50 250	49 800	-	-	-	-	10 605	-	224 278	-	-		9 900	362 633																
Travel expenditure	152 333	28 263	6 035	-	47 900	58 600	278 809	611 185	6 245	349 749	352 128	-	-		24 743	1 915 990																
Arrangements of meetings and rallies	156 831	251 860	23 000	810 330	74 800	112 000		1 179 173	182 761	389 738	107 599	120 095	-		160 000	3 568 187																
Administrative expenditure	356 225	353 044	97 486	4 384 183	8 345	17 370	228 059	2 694 363	1 173 744	790 079	1 550 484	162 155	879 736		354 701	13 049 974																
Promotion and publications	30 716	16 500	5 319	-	8 500	187 000	545 013	57 018	1 940 663	92 970	17 057	233 354	749 892		188 397	4 072 399																
Fixed asset and other expenditure	-	-	-	-	-	-	-	-	1 170 679	-	-	-	-		-	1 170 679																
Unspent money at end of year	(56 528)	8 549	19 877	190 290	(2 447)	(913)	853 725	3 099 331	6 916 988	83 152	(158 639)	38 715	(81 938)	114 448	811 688	11 836 298																
Plus: Interest received	13 896	1 200	46	232	2 500	131	6 097	246 563	2 575	21 891	17 331	-	-		-	312 462																
Surplus / (deficit) for the year	(42 632)	9 749	19 923	190 522	53	(782)	859 822	3 345 894	6 919 563	105 043	(141 308)	38 715	(81 938)	114 448	811 688	12 148 760																

Notes:

- Four political parties did not submit the audited financial statements for the financial year ended 31 March 2018 in time as required by section 6(5) of the PFRPP Act. They are AIC, AGANG, APC and BRA.
- One political party did not submit the audited financial statements for the financial year ended 31 March 2018 as required by section 6(5) of the PFRPP Act. The party is PAC.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2019 (continued)



	2019	2018
	R	R

6. Administration Expenses

Audit costs	252,640	414,796
Bank charges	927	-
Printing and production of books	61,972	88,458
	<u>315,539</u>	<u>503,254</u>

7. Employee Costs

Salaries	<u>548,306</u>	<u>599,255</u>
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8. Payment to suppliers

Administrative expenses	315,539	503,254
(Increase) / decrease in trade and other payables	<u>1,164,419</u>	<u>(216,788)</u>
	<u>1,479,958</u>	<u>(286,466)</u>

9. Operating surplus/(deficit) is arrived at after taking the following into account:

Parliamentary allocation	<u>149,394,000</u>	<u>141,204,000</u>
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Auditors remuneration:

Audit fees - Current year	<u>252,640</u>	<u>414,796</u>
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Allocations to Parties	<u>148,707,506</u>	<u>140,729,576</u>
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Due to the nature of the fund, no significant estimates and judgements were required in preparing the annual financial statements and related disclosures.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2019 (continued)



10. Reconciliation of surplus / (deficit) for the year to cash (utilised by)/ generated from operating activities

Surplus / (deficit) for the year	186,294	(250,328)
Operating (deficit) / surplus before working capital changes	186,294	(250,328)
Working capital changes:	(1,218,394)	254,938
- Increase / (Decrease) in trade and other payables	(1,202,569)	254,938
- Decrease/(Increase) in trade and other receivables	(15 825)	-
Cash generated / (utilised) in operations	(1,032,100)	4,610

11. Taxation

No provision is made for taxation, as the Represented Political Parties' Fund is exempted from taxation in terms of the Income Tax Act.

12. Related party balances

Electoral Commission

Expenditure arising from the allocation of moneys from the Fund	-	1,091,087
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In line with prevailing government practices, functions provided on a no cost basis by the Electoral Commission to the Fund include the rendering of legal, financial, human resources management, information communication technology services, infrastructure and the exercise of internal control.

In terms of the Commission's expenditure allocation policy, all expenditure incurred in connection with the rendering of administrative services on a cost recovery basis, is expensed in the Fund. Staff expenditure is allocated on a 20%/80% (manager) and 40%/60% (assistant manager) basis respectively.

NOTES TO THE ANNUAL FINANCIAL STATEMENTS

for the year ended 31 March 2019 (continued)



13. Financial Instrument Risk Management

Electoral Commission's activities have a limited exposure to market risk, credit risk, liquidity risk and cash flow risk. Risk management is carried out by the Executive Risk Management Committee under policies approved by the Commission. The Commission provides written policies for overall risk management, as well as written policies covering specific areas, such as investing excess liquidity. The Represented Political Parties Fund is managed by the Commission under the same financial policies and procedures applicable to the Commission, taking the stipulations of the Public Funding of Represented Political Parties Fund Act 103 of 1997 into account.

a) Liquidity risk

Prudent liquidity risk management implies maintaining sufficient cash. Sufficient funding is maintained through thorough planning processes.

The following are contractual maturities of financial liabilities

	Carrying amounts	0-3 months
2019/03/31		
Trade and other payables	-	-
2018/03/31		
Trade and other payables	1,202,569	1,202,569

b) Cash flow

The Fund manages its cash flow risk by aligning the quarterly government allocation to its quarterly payments to parties.

c) Credit risk

Receivables are monitored on an on-going basis with the result that exposure to bad debts is minimised. With respect to credit arising from cash and cash equivalents, cash is placed with authorised financial institutions. The carrying amounts of the financial assets represent the maximum credit exposure. The maximum exposure at the reporting date was:

Cash and cash equivalents	550,180	1,582,280
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d) Interest rate risk

The Fund's exposure to the risk of changes in market interest rates relates primarily to cash in the current account and notice deposits held with the bank.

Cash and cash equivalents	550,180	1,582,280
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Tiered rate call deposit linked to South African prime interest rate.



SOUTH AFRICA

ANNEXURE A

ANNEXURE A – Unaudited detailed income statement for the year ended 31 March 2019



	2019 R	2018 R
REVENUE	149,757,645	141,581,757
Government appropriation	149,394,000	141,204,000
Other Income		
- Interest received	363,645	377,757
EXPENDITURE	149,571,351	141,832,085
Allocations to parties	148,707,506	140,729,576
African Christian Democratic Party (ACDP)	1,008,227	954,035
African Independent Congress (AIC)	1,008,227	954,035
Agang South Africa (AGANG)	322,533	305,197
African National Congress (ANC)	88,328,268	83,580,698
African People's Convention (APC)	161,042	152,598
Bushbuckridge Residents Association (BRA)	420,061	398,057
Congress of the People (COPE)	2,013,849	1,905,606
Democratic Alliance (DA)	32,207,609	30,476,477
Economic Freedom Fighters (EFF)	12,035,106	11,401,685
Freedom Front (FF)	2,178,574	2,061,477
Inkatha Freedom Party (IFP)	4,191,450	3,966,164
Minority Front (MF)	621,649	588,969
National Freedom Party (NFP)	2,396,353	2,267,551
Pan Africanist Congress of Azania (PAC)	161,266	152,598
United Democratic Movement (UDM)	1,653,292	1,564,429
Personnel expenditure	548,306	599,255
Salaries: Employees	548,306	599,255
Administrative expenditure	253,567	414,796
Audit cost	252,640	414,796
Bank charges	927	-
Promotion & publications	61,972	88,458
Printing and production of books	61,972	88,458
Surplus / (deficit) for the year	186,294	(250,328)

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[illegible]



SOUTH AFRICA

Electoral Commission of South Africa

Riverside Office Park
1303 Heuwel Avenue, Centurion, 0157

Telephone: +27 12 622 5700
Website: www.elections.org.za

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