



Shiselweni Reformed Church Home-Based Care Financial Statements – 2019/20

**SHISELWENI REFORMED CHURCH HOME BASED CARE
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

PLEASE NOTE: THE FIGURES BELOW ARE IN SOUTH AFRICAN RAND

CCF & Associates
Chartered Accountant (SA)
Registered Auditor

**ANNUAL FINANCIAL STATEMENTS
FOR THE YEAR ENDED 28 FEBRUARY 2019**

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Approval and statement of responsibility

The Company's Directors are responsible for the maintenance of adequate accounting records, and the preparation and integrity of the annual financial statements and related information. The auditors are responsible to report on the fair presentation of the financial statements.

The Directors are also responsible for the Company's system of internal financial control. These are designed to provide reasonable, but not absolute, assurance as to the reliability of the financial statements, and to adequately safeguard, verify and maintain accountability of assets, and to prevent and detect material misstatement and loss. Nothing has come to the attention of the Directors to indicate that any material breakdown in the functioning of these controls, procedures and systems has occurred during the year under review.

The financial statements have been prepared on the going concern basis, since the Members have every reason to believe that the body corporate has adequate resources in place to continue in operation for the foreseeable future.

The annual financial statements set out on pages 6 to 10 are the responsibility of the Members and have been approved by the Directors and are signed on their behalf by:



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Chairman



.....

CEO



ccf & associates

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Practice No. 964719**

Report of the Independent Auditors

To the Members of:

SHISELWENI REFORMED CHURCH HOME-BASED CARE

We have audited the Annual Financial Statements set out on pages 6 - 10. These Financial Statements are the responsibility of the Company's Directors. Our responsibility is to report on these financial statements based on our audit.

Scope

We conducted our audit in accordance with statements of South African Auditing Standards. These standards require that we plan and perform the audit to obtain reasonable assurance that the Financial Statements are free of material misstatement.

An Audit includes:

- a. Examining on a test basis, evidence supporting the amounts and disclosures included in the Financial Statements.
- b. Assessing the accounting principles used and significant estimates used by management.
- c. Evaluating the overall financial presentation.

We believe that our audit provides a reasonable basis for our opinion.

We have received all the information and explanations we required.

Audit opinion

In our opinion, these Financial Statements fairly present, in all material aspects, the financial position of the Institution at 28 February 2019 and the results of its operations and cash flow information for the year then ended in accordance with Generally Accepted Accounting Practice issued by the South African Institute of Chartered Accountants.

CCF & ASSOCIATES

CCF & Associates
Chartered Accountant (SA)
Registered Accountant and Auditor



Per: C.C. Fourie

17 August 2020



Shiselweni Reformed Church Home-Based Care



During the past year Shiselweni Reformed Church Home-Based Care (SHBC) experienced many highlights, but we were also confronted with a number of challenges. As far as the caregiving program is concerned: By the end of our 2018/2019 reporting year, SHBC had 1481 volunteer caregivers working in 49 communities, taking care of 4896 patients (or clients, as we prefer to call them). During 2019/2020 the group of volunteers expanded to 1525 caregivers in 50 communities, caring for 5528 clients. A legitimate question which one may ask, is what difference SHBC is making in Swaziland in terms of helping people with HIV and AIDS. After research undertaken by internationally acclaimed scholars specializing in AIDS, it was found that the death rate among the SHBC clients, were half that of the rest of Swaziland. Or to rephrase: hundreds, if not thousands of people in the Shiselweni region are alive today due to the intervention of SHBC caregivers, who not only were there to physically, emotionally and spiritually take care of the clients when they were on the point of absolute hopelessness, but as clients started with antiretroviral therapy, also supported them and their families and encouraged them to adhere to their ART regime. This still remains an extremely important part of the caregiving process. The figures speak for themselves as can be seen in the table below where the percentage of SHBC clients who died fell significantly from 2008 (32.2%) to 2018 (1.6%).

YEAR	% CLIENTS DIE
2008	32.2%
2009	21.1%
2010	18.8%
2011	15.1%
2012	11.6%
2013	9.2%
2014	4.5%
2015	3.8%
2016	3.1%
2017	2.7%
2018	1.6%

During the past year 3510 people were referred for HIV testing and 3563 were referred for ART. Addressing stigma is also core to SHBC's mission of bringing back hope into the lives of the hopeless. More than 136,000 visits were paid to the clients during the year in order to support them in a holistic way.

High blood pressure and diabetes, diseases which are both linked to diet, are now also being monitored among our clients. Almost 1000 of the clients have high blood pressure and 580 suffer from diabetes. Although the options of changing diets in impoverished communities as those where SHBC is active are restricted, we have nevertheless seen how people who have high blood pressure or suffering from diabetes, have been able to improve their life quality after the caregivers gave them the necessary information to understand their condition and to make necessary changes to their life styles.

Apart from the caregiving ministry, which may be considered as the "core service" of SHBC, the other four focus areas of the organization play an increasingly important role:

- In 2011 SHBC established an early childhood development center at Dwaleni. Since then three more centers were established in the Shiselweni area of Swaziland where a total of 240 children attend. At Big Bend more than 120 children are attending classes daily. Furthermore, the Swaziland Department of Education identified 2 of our ECD centres (Dwaleni and Big Bend) as approved sites for ECD Teacher Practicums;
- During 2019, SHBC continued providing food to orphaned and vulnerable children. The sad news is that, due to a drastic reduction in our support for this work, a further three of our neighborhood care points (NCPs) had to close its doors. The remaining 515 orphaned or vulnerable children still receive one nutritious meal per day at five different NCPs, but with

a total amount of R78 (\$6) per child per month, it is clear that this is an enormous challenge. But despite this challenge, the support of these children continue. We urgently need new funders to assist us in continuing with this support to children who have no other means of obtaining food;

- Since 2010, SHBC has also been able to provide new wheelchairs to invalids, not only in the Shiselweni area, but also in other parts of Swaziland. Up to date more than 800 wheelchairs have been given to invalids who would otherwise have been confined to their beds;
- Training has now also been identified as a specific focus area, as people in rural areas are being equipped and enabled to make a difference in their communities in a manner which has not before been possible.

In a ministry such as this, finances will forever be a challenge. God is blessing us with a high number of volunteers stepping forward, wishing to be trained. The cost of training and equipping one caregiver is approximately R650 (\$40). On the positive side, if one had to give a monetary value to the work which these caregivers are doing, it would amount to an amazing R14 million (\$900,000) per year. For us it is often frustrating that people fail to understand that an investment of R650 to train one caregiver can result in a service to the value of more than R8000 per year, year after year. (Some of these caregivers have been doing this work for almost fifteen years.)

Our "Adopt-A-Caregiver" program, through which we endeavor to find one supporter for each of the caregivers who will be willing to contribute R250 per month towards the support of the caregiver still needs to expand. With this support we will be able to replenish the medical bags of the caregivers as well as help them with food. Unfortunately we have less than 10% of our caregivers supported through this initiative. We would dearly love to see this program expanding. For more information about Adopt-A-Caregiver, please visit our website at: www.shbcare.org and click on **Adopt-A-Caregiver**.

SHBC still regularly receives short-term mission teams both from South Africa and abroad. Some of the outreaches are focused on preliminary investigation with the view of establishing long-term partnerships. Others are more specialized, such as occupational therapists or people focusing on building projects. As CEO of SHBC I am often invited to speak at church and mission conferences and I am also regularly invited to preach in churches in South Africa. Setting up partnerships remains an important part of our work. It is really one of our ultimate goals, that people will not only support the caregivers but will build lasting relationships with them. Should you wish to invite me to share more information about SHBC, you can contact me on wyngaard@lando.co.za.

A few reasons can be identified why people wish to get involved in this ministry:

- The volunteers in this ministry have a heart and a passion for what they are doing, which is contagious
- Money is spent responsibly with an extremely small amount being spent on overheads
- Emphasis is placed on building relationships, both with visitors to the ministry as well as with the clients
- Groups visiting this ministry leave with the impression that both they and the ministry had gained from the visit and that true partnering had taken place.

There are indeed huge opportunities for individuals, churches and other organizations to invest financially in the work of SHBC.

I am honored to work with some of the most amazing people imaginable in Swaziland. But I am equally honored to work with amazing partners from all over the world. We have prayer partners. We have individuals and churches contributing towards the work of SHBC on a regular basis. We have larger corporates and organizations assisting us with our preschool and feeding programs. We want to thank you for the way in which you have contributed towards the caring of these people. You, together with our caregivers, are making an incalculable contribution towards the well-being of thousands of people. May God bless you.

In Christ



Dr Arnau van Wyngaard
(CEO: SHBC)

**SHISELWENI REFORMED CHURCH HOME-BASED CARE
BALANCE SHEET
AS AT 29 FEBRUARY 2020**

	Notes	<u>Feb 29, '20</u>	<u>Feb 28, '19</u>
ASSETS			
Fixed Assets	1	2,272,166	1,958,543
Current Assets			
Bank	2	556,519	433,129
Wheelchairs		153,000	178,200
TOTAL ASSETS		<u>2,981,684</u>	<u>2,569,872</u>
EQUITY AND FUNDS ON HAND			
Equity			
Capitalized funds		2,482,565	2,117,027
Retained Earnings at 1st March		143,377	144,627
Net Income / (Deficit) for the year		(1,335)	(1,250)
		<u>2,624,607</u>	<u>2,260,403</u>
Trust Funds			
Adopt-A-Caregiver	3	53,952	32,470
Medical Kits	4	111,280	65,279
MTN Swaziland	5	88,528	110,296
TFCF	6	40,422	53,163
Provident Fund	7	62,896	48,260
Trust Funds		<u>357,078</u>	<u>309,469</u>
TOTAL EQUITY AND FUNDS		<u>2,981,684</u>	<u>2,569,872</u>

**SHISELWENI REFORMED CHURCH HOME-BASED CARE
INCOME STATEMENT
FOR THE YEAR ENDED 29 FEBRUARY 2020**

	NOTES	<u>Mar '19 - Feb '20</u>	<u>Mar '18 - Feb '19</u>
Income			
Preschool Fees		75,143	30,696
Donations Received		465,756	716,704
Other Income		16,848	15,925
Interest Received		18,676	21,204
Total Monetary Income		<u>576,424</u>	<u>784,529</u>
Income through Volunteer Services (calculating monetary value of volunteer services rendered)			
CEO (80 hours x R285 x 12)		273,600	259,200
COO (150 hours x R100 x 12)		180,000	171,000
Coordinators (49 x R1700 x 12)		999,600	946,680
Caregivers (1545 x R720 x 12)		13,348,800	12,607,200
Total Income through Volunteer Services		<u>14,802,000</u>	<u>13,984,080</u>
Total Income		<u>15,378,424</u>	<u>14,768,609</u>
Expense			
Stipends for Volunteer Services (assuming that volunteers had to be paid for their services)			
CEO (80 hours x R285 x 12)		273,600	259,200
COO (150 hours x R100 x 12)		180,000	171,000
Coordinators (49 x R1700 x 12)		999,600	946,680
Caregivers (1545 x R720 x 12)		13,348,800	12,607,200
Total Stipends for Volunteer Services		<u>14,802,000</u>	<u>13,984,080</u>
Caregivers			
Uniforms		-	18,882
Bibles		-	9,968
Funerals of Caregivers		6,500	15,000
Food Hampers		231,570	472,745
		<u>238,070</u>	<u>516,595</u>
Dwaleni Preschool			
Training		100	5,261
Maintenance		22,589	2,000
Food		-	60,000
Educational Aids		48,817	27,420
Salaries		141,494	127,730
Goods and Services		20,094	26,492
Year-end Party		17,355	12,511
		<u>250,449</u>	<u>261,415</u>

Neighbourhood Care Points			
	Dwaleni	77,945	116,353
	Matsanjeni	35,689	58,335
	Big Bend	205,373	190,680
	Mbangweni	104,023	97,123
	Hlushwana	21,804	23,771
		<u>444,834</u>	<u>486,262</u>
	Wheelchair Ministry	25,200	36,600
	Charity	2,500	9,000
	Co-ordinators		
	Travelling	121,020	110,810
	Food	12,759	23,723
	Stationary	5,405	-
		<u>139,184</u>	<u>134,533</u>
	Training		
	Food	-	6,820
	Travelling Costs	-	5,616
	Stationary	-	5,480
	Honorarium	-	6,200
		<u>-</u>	<u>24,116</u>
	Administration		
	Bank charges	5,707	5,218
		<u>5,707</u>	<u>5,218</u>
	Advocacy		
	Calendars and photos	11,644	26,842
		<u>11,644</u>	<u>26,842</u>
	Vehicle	25,571	30,399
	Insurance on Buildings	2,605	2,481
	Board Meetings	-	5,960
	Travelling Expenses	4,122	3,001
		<u>32,298</u>	<u>41,842</u>
	Depreciation	50,070	49,536
	Total Expense	<u>16,001,956</u>	<u>15,576,038</u>
	Net deficit	(623,532)	(807,429)
	Capitalization of Funds	622,197	806,179
	Net surplus	<u>(1,335)</u>	<u>(1,250)</u>

**SHISELWENI REFORMED CHURCH HOME-BASED CARE
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 29 FEBRUARY 2020**

NOTES TO THE BALANCE SHEET

1 Fixed Assets

	<u>Feb 29, '20</u>	<u>Feb 28, '19</u>	
Dwaleni Kitchen	430,160	430,160	
Dwaleni Preschool	665,729	315,729	
Matsanjeni Kitchen	380,488	374,800	
Mbangweni Kitchen	785,323	775,473	
Total Buildings	<u>2,261,701</u>	<u>1,896,163</u>	
Furniture & Accessories			
Dwaleni NCP	Tables	1	1
	Chairs	1	1
	Fridge	1	1
	Gas stove	1	1
	Steel Cabinet	568	909
	Camera	1	462
	Total Dwaleni NCP	<u>573</u>	<u>1,375</u>
Dwaleni Preschool	Carpets	1	1
	Junglegym	1	1
	Cabinet	1	1
	Fax	1	1
	Lawn Mower	1	1
	Steel Cabinets (1)	1	1
Total Dwaleni Preschool	<u>6</u>	<u>6</u>	
Matsanjeni NCP	Chairs	1	1
	Tables	1	1
	Pots	1	1
	Camera	-	462
Total Matsanjeni NCP	<u>3</u>	<u>465</u>	
Mbangweni NCP	Fridge	18	78
	Tables	1,400	2,800
	Chairs	3,400	6,800
	Freezer	712	1,282
	Desk	550	990
	Office chair	325	585
	Steel Cabinet	1,625	2,925
	Camera	1	462
Total Mbangweni NCP	<u>8,031</u>	<u>15,922</u>	
Big Bend NCP	Freezer	700	1,400
	Camera	1	462
		<u>701</u>	<u>1,862</u>
Hlushwana NCP	Freezer	1,150	1,750
	Total Hlushwana NCP	<u>1,150</u>	<u>1,750</u>
Vehicles	Landcruiser	1	41,000
	Total Vehicles	<u>1</u>	<u>41,000</u>
Fixed Assets	<u>2,272,166</u>	<u>1,958,543</u>	

SHISELWENI REFORMED CHURCH HOME-BASED CARE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2020

	<u>Feb 29, '20</u>	<u>Feb 28, '19</u>
2 Cash at bank		
Hand-in-Hand Preschool	2,502	-
Absa Savings account	73,852	39,358
First National Bank of Swaziland Limited	22,411	17,679
Investment Advantage	457,754	376,092
Total Cash at bank	<u>556,519</u>	<u>433,129</u>
Less: Total Trust Funds	<u>357,078</u>	<u>309,469</u>
Funds Available	<u>199,441</u>	<u>123,661</u>
3 Adopt-a-Caregiver		
Money donated by donors to assist SHBC in giving necessary items to caregivers		
Opening balance	32,470	119,377
Funds Received	<u>271,082</u>	<u>386,368</u>
	303,552	505,745
Less spent on food parcels	<u>(249,600)</u>	<u>(473,275)</u>
Amount not yet spent	<u>53,952</u>	<u>32,470</u>
4 Medical Kits		
Money collected to supply each of the caregivers with a backpack containing a Bible		
Opening balance	65,279	60,331
Funds received	<u>66,001</u>	<u>15,000</u>
	131,280	75,331
Less money spent on medical kits	<u>(20,000)</u>	<u>(10,052)</u>
Amount not yet spent	<u>111,280</u>	<u>65,279</u>
5 Pre-School Fund		
Funds provided by MTN (Swaziland) for the Hand-in-Hand Pre-school at Dwaleni		
Opening Balance	110,296	141,014
Funds received	<u>545,727</u>	<u>200,000</u>
	656,023	341,014
Less money spent on pre-school	<u>(567,495)</u>	<u>(230,719)</u>
Amount not yet spent	<u>88,528</u>	<u>110,296</u>

SHISELWENI REFORMED CHURCH HOME-BASED CARE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2020

	Feb 29, '20	Feb 28, '19
6 Neighbourhood Care Point Fund		
Funds provided for the NCPs at five different locations		
Opening Balance	53,163	70,402
Funds received for food	585,538	574,569
	638,701	644,971
Less funds spent on Neighbourhood care	(598,279)	(591,808)
Amount not yet spent	40,422	53,163
	Feb 29, '20	Feb 28, '19
7 Preschool Teachers Provident Fund		
Nonhlanhla Ndlangamandla	24,363	19,470
Gcinaphi Dlamini	24,363	19,470
Thobile Hlatjwako	13,644	9,321
Londiwe Mkhaliphi	263	-
Xolile Msane	263	-
Total	62,896	48,260

NOTES TO THE INCOME STATEMENT

8 Capitalisation of Funds

Expenses Capitalised

Adopt-a-Caregiver	(249,600)	(473,275)
Medical Kits	(20,000)	(10,052)
Frans Dreyer Trust	-	(16,750)
Pre-School Fund	(128,709)	(230,719)
Neighbourhood Care Points	(584,750)	(676,808)

Donations Capitalised

All 4 Jesus	11,993	24,685
WFP	11,785	11,280
Adopt-A-Caregiver	271,082	540,579
Medical Kits	66,001	24,880

Total	(622,197)	(806,179)
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Funds Applied to the Acquisition of Fixed Assets	365,538	-
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**SHISELWENI REFORMED CHURCH HOME-BASED CARE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2020**

		<u>Feb 29, '20</u>	<u>Feb 28, '19</u>
9 Depreciation			
Dwaleni NCP	Tables	-	-
	Chairs	-	-
	Fridge	-	-
	Gas stove	-	-
	Gas Geyser	-	1
	Pressure Pump	-	1
	Steel Cabinet	341	341
	Camera	-	-
Dwaleni Preschool	Carpets	-	-
	Junglegym	-	-
	Cabinet	-	-
	Fax	-	-
	Lawn Mower	-	-
	Steel Cabinets	-	165
Matsanjeni NCP	Chairs	-	-
	Tables	-	-
	Pots	-	-
	Camera	-	-
Mbangweni NCP	Fridge	60	60
	Tables	1,400	1,400
	Chairs	3,400	3,400
	Freezer	570	570
	Desk	440	440
	Office chair	260	260
	Steel Cabinet	1,300	1,300
	Camera	-	-
Big Bend NCP	Freezer	700	-
	Camera	-	-
Hlushwana	Freezer	600	600
Vehicles	Landcruiser	40,999	41,000
		<u>50,070</u>	<u>49,538</u>

**SHISELWENI REFORMED CHURCH HOME-BASED CARE
NOTES TO THE FINANCIAL STATEMENTS - continued
FOR THE YEAR ENDED 29 FEBRUARY 2020**

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10 Expenditure as a percentage of total

