

Psychological Society of South Africa (PsySSA)
(Registration number 013-083 NPO)
Annual financial statements
for the year ended 31 December 2023

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

General Information

Country of incorporation and domicile	South Africa
Nature of business and principal activities	National representative professional body for Psychology in South Africa
Executive committee	Prof Mercy Tshilidzi - Mulaudzi (President) Prof Jace Pillay (President - Elect) Prof Floretta Boonzaier (Past President) Ashley van Heerden (Treasurer) Additional members: Mr Daniel den Hollander Dr Nick Malherbe Prof Kobus Maree Dr Kemoneilwe Momi Metsing Ms Pakeezah Rajab
Registered office	Oakhurst Office Park 13 St Andrews Road Johannesburg 2193
Business address	Oakhurst Office Park 13 St Andrews Road Johannesburg 2193
Auditors	Karolia Jeena Inc. Registered Auditors
NPO registration number	013-083 NPO
Tax exemption number	18/11/2/6350
Level of assurance	These annual financial statements have been audited in compliance with the applicable requirements of the constitution of the association.

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Contents

The reports and statements set out below comprise the annual financial statements presented to the executive committee members:

	Page
Executive Committees' Responsibilities and Approval	3
Executive Committees' Report	4
Independent Auditor's Report	5 - 6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Changes in Equity	9
Statement of Cash Flows	10
Accounting Policies	11 - 12
Notes to the Annual Financial Statements	13 - 14
The following supplementary information does not form part of the annual financial statements and is unaudited:	
Detailed Income Statement	15
Supplementary Information	16

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Executive Committees' Responsibilities and Approval

The executive committee is required by the constitution of the association, to maintain adequate accounting records and is responsible for the content and integrity of the annual financial statements and related financial information included in this report. It is their responsibility to ensure that the annual financial statements fairly present the state of affairs of the association as at the end of the financial year and the results of its operations and cash flows for the period then ended, in conformity with the International Financial Reporting Standard for Small and Medium-sized Entities. The external auditors are engaged to express an independent opinion on the annual financial statements.

The annual financial statements are prepared in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and are based upon appropriate accounting policies consistently applied and supported by reasonable and prudent judgements and estimates.

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

The executive committee is of the opinion, based on the information and explanations given by management, that the system of internal control provides reasonable assurance that the financial records may be relied on for the preparation of the annual financial statements. However, any system of internal financial control can provide only reasonable, and not absolute, assurance against material misstatement or loss.

The executive committee has reviewed the association's cash flow forecast for the year to 31 December 2024 and, in the light of this review and the current financial position, they are satisfied that the association has or has access to adequate resources to continue in operational existence for the foreseeable future.


The external auditors are responsible for independently auditing and reporting on the association's annual financial statements. The annual financial statements have been examined by the association's external auditors and their report is presented on pages 5-6.

The annual financial statements set out on pages 7-14, which have been prepared on the going concern basis, were approved by the executive committee on 09 February 2024 and were signed on its behalf by:

Approval of annual financial statements



Prof Mercy Tshilidzi - Mulaudzi (President)



Ashley van Heerden (Treasurer)

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Executive Committees' Report

The executive committee has pleasure in submitting their report on the annual financial statements of Psychological Society of South Africa (PsySSA) for the year ended 31 December 2023.

1. Review of financial results and activities

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

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

2. Executive Committee

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

Executive Committee

Prof Mercy Tshilidzi - Mulaudzi (President)

Prof Jace Pillay (President - Elect)

Prof Floretta Boonzaier (Past President)

Ashley van Heerden (Treasurer)

Additional members:

Mr Daniel den Hollander

Dr Nick Malherbe

Prof Kobus Maree

Dr Kemoneilwe Momi Metsing

Ms Pakeezah Rajab

3. Events after the reporting period

The executive committee is not aware of any material event which occurred after the reporting date and up to the date of this report.

4. Going concern

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

5. Auditors

Karolia Jeena Inc. continued in office as auditors for the company for 2023.



Independent Auditor's Report

To the members of Psychological Society of South Africa (PsySSA)

Opinion

We have audited the annual financial statements of Psychological Society of South Africa (PsySSA) set out on pages 7 to 14, which comprise the statement of financial position as at 31 December 2023, statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and the notes to the annual financial statements, including a summary of significant accounting policies.

In our opinion, the annual financial statements present fairly, in all material respects, the financial position of Psychological Society of South Africa (PsySSA) as at 31 December 2023, and its financial performance and cash flows for the year then ended in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the constitution of the association.

Basis for Opinion

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

Other Information

The executive committee is responsible for the other information. The other information comprises the information included in the document titled "Psychological Society of South Africa (PsySSA) annual financial statements for the year ended 31 December 2023", which includes the Executive Committees' Report as required by the constitution of the association and the supplementary information as set out on pages 15 to 16, which we obtained prior to the date of this report, and the Annual Report, which is expected to be made available to us after that date. The other information does not include the annual financial statements and our auditor's report thereon.

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

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

Responsibilities of the Directors for the Annual Financial Statements

The executive committee is responsible for the preparation and fair presentation of the annual financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and the requirements of the constitution of the association, and for such internal control as the executive committee determines is necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the annual financial statements, the executive committee is responsible for assessing the association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the executive committee either intend to liquidate the association or to cease operations, or have no realistic alternative but to do so.

Independent Auditor's Report

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

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

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

- Identify and assess the risks of material misstatement of the annual financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the executive committee.
- Conclude on the appropriateness of the executive committees' use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the association's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the association to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the executive committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Karolia Jeena Inc.
Registered Auditors



Per: N.M.S Hadjee
Chartered Accountant (S.A.)
Registered Auditor

09 February 2024
Parktown

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Statement of Financial Position as at 31 December 2023

	Note(s)	2023 R	2022 R
Assets			
Non-Current Assets			
Property, plant and equipment	2	4 806 929	4 696 689
Current Assets			
Trade and other receivables	3	21 318	71 884
Cash and cash equivalents		7 572 108	5 471 859
		7 593 426	5 543 743
Total Assets		12 400 355	10 240 432
Equity and Liabilities			
Equity			
Retained surplus		7 588 200	5 751 082
Liabilities			
Current Liabilities			
Trade and other payables	4	721 037	398 232
Provision for reversal of revocable donation	5	4 091 118	4 091 118
		4 812 155	4 489 350
Total Equity and Liabilities		12 400 355	10 240 432

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Statement of Comprehensive Income

	Note(s)	2023 R	2022 R
Revenue		6 441 517	4 420 559
Other income		72 213	4 796
Operating expenses		(5 169 210)	(3 758 316)
Operating profit	6	1 344 520	667 039
Investment revenue		492 598	222 140
Surplus for the year		1 837 118	889 179
Other comprehensive income		-	-
Total comprehensive surplus for the year		1 837 118	889 179

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Statement of Changes in Equity

	Retained surplus R	Total equity R
Balance at 01 January 2022	4 861 903	4 861 903
Surplus for the year	889 179	889 179
Other comprehensive income	-	-
Total comprehensive deficit for the year	889 179	889 179
Balance at 01 January 2023	5 751 082	5 751 082
Surplus for the year	1 837 118	1 837 118
Other comprehensive income	-	-
Total comprehensive deficit for the year	1 837 118	1 837 118
Balance at 31 December 2023	7 588 200	7 588 200

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Statement of Cash Flows

	Note(s)	2023 R	2022 R
Cash flows from operating activities			
Cash receipts from members		6 165 083	4 384 170
Cash paid to vendors and employees		(4 437 247)	(3 990 310)
Cash generated from operations	7	1 727 836	393 860
Interest received		492 598	222 140
Net cash from operating activities		2 220 434	616 000
Cash flows from investing activities			
Purchase of property, plant and equipment	2	(120 186)	-
Total cash movement for the year		2 100 248	616 000
Cash at the beginning of the year		5 471 859	4 855 859
Total cash at end of the year		7 572 107	5 471 859

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Accounting Policies

1. Basis of preparation and summary of significant accounting policies

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

These accounting policies are consistent with the previous period.

1.1 Property, plant and equipment

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

An item of property, plant and equipment is recognised as an asset when it is probable that future economic benefits associated with the item will flow to the company, and the cost of the item can be measured reliably.

Property, plant and equipment is initially measured at cost.

Cost includes costs incurred initially to acquire or construct an item of property, plant and equipment and costs incurred subsequently to add to or replace part of it. If a replacement cost is recognised in the carrying amount of an item of property, plant and equipment, the carrying amount of the replaced part is derecognised.

Property, plant and equipment is subsequently stated at cost less accumulated depreciation and any accumulated impairment losses, except for land which is stated at cost less any accumulated impairment losses.

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

Leased assets are depreciated in a consistent manner over the shorter of their expected useful lives and the lease term.

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

Item	Depreciation method	Average useful life
Property	Straight line	Not depreciated
Furniture and fixtures	Straight line	5 years
IT equipment	Straight line	5 years

The depreciation charge for each period is recognised in profit or loss unless it is included in the carrying amount of another asset.

Depreciation is not charged to an asset if its estimated residual value exceeds or is equal to its carrying amount.

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

1.2 Tax

Tax expenses

The Association is exempt from income tax in terms of Section 30(b) of the Income Tax Act.
Donations by or to the Association are exempt from donations tax in terms of section 56(1)(h) of the Act.

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Accounting Policies

1.3 Association's incorporation and main object

The association was incorporated as a "Non-profit Organisation" in January 1994 by way of a constitution. The association is specifically prohibited from distributing in specie or in kind any of its assets amongst its members.

The main object of the Association is to promote the common interests of the members of the society, who are practitioners of or who are involved in the field of psychology.

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

	2023 R	2022 R
--	-----------	-----------

2. Property, plant and equipment

	2023			2022		
	Cost	Accumulated depreciation	Carrying value	Cost	Accumulated depreciation	Carrying value
Property	4 692 002	-	4 692 002	4 692 002	-	4 692 002
Furniture and fixtures	807 359	(807 356)	3	807 359	(806 897)	462
IT equipment	363 609	(248 685)	114 924	243 423	(239 198)	4 225
Total	5 862 970	(1 056 041)	4 806 929	5 742 784	(1 046 095)	4 696 689

Reconciliation of property, plant and equipment - 2023

	Opening balance	Additions	Depreciation	Closing balance
Property	4 692 002	-	-	4 692 002
Furniture and fixtures	462	-	(459)	3
IT equipment	4 225	120 186	(9 488)	114 924
	4 696 689	120 186	(9 947)	4 806 929

Reconciliation of property, plant and equipment - 2022

	Opening balance	Depreciation	Closing balance
Property	4 692 002	-	4 692 002
Furniture and fixtures	1 075	(613)	462
IT equipment	10 826	(6 601)	4 225
	4 703 903	(7 214)	4 696 689

Details of property

This property comprises of section 14 in the sectional title scheme Oakhurst, No. SS130/2015, measuring 233 (two hundred and thirty three) square metres.

- Purchase price: August 2016	3 627 840	3 627 840
- Improvements	1 064 162	1 064 162
	4 692 002	4 692 002

3. Trade and other receivables

Trade receivables	21 318	28 829
VAT	-	43 055
	21 318	71 884

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Notes to the Annual Financial Statements

	2023 R	2022 R
4. Trade and other payables		
*Income received in advance	430 702	269 246
Auditor's remuneration	59 600	55 300
South African Society of Clinical Hypnosis	73 686	73 686
Trade payables	126 470	-
VAT	30 579	-
	721 037	398 232
*Income received in advance consists of the following revenue items:		
CPD Accreditation	77 029	43 677
Membership fees	350 113	218 857
Workshop income	-	602
Donations	3 560	1 990
Other income	-	4 120
	430 702	269 246
5. Provision for reversal of revocable donation		
A revocable donation was received from Psychology Serving Humanity to PsySSA for the acquisition of the property reflected in Note 2.		
6. Operating profit		
Operating surplus for the year is stated after accounting for the following:		
Depreciation on property, plant and equipment	9 947	7 214
Employee costs	1 352 159	1 079 779
7. Cash generated from operations		
Surplus for the year	1 837 118	889 179
Adjustments for:		
Depreciation and amortisation	9 947	7 214
Interest received	(492 598)	(222 140)
Changes in working capital:		
Trade and other receivables	50 566	(36 389)
Trade and other payables	322 803	(244 004)
	1 727 836	393 860

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Detailed Income Statement

	Note(s)	2023 R	2022 R
Revenue			
Revenue (Refer to note 1 of the supplementary information - page 16)		6 114 517	4 420 559
Department of Social Development income		327 000	-
		6 441 517	4 420 559
Other income			
Insurance claim received		52 056	-
Social responsibility		20 157	4 796
		72 213	4 796
Operating expenses			
African Journal Of Psychological Assessment (AJOPA)		-	(20 703)
Auditor's remuneration		(67 730)	(75 538)
Bank charges		(77 824)	(48 992)
Committee expenditure		(79 214)	(92 650)
Congress expenditure		(2 171 696)	(1 453 732)
Department of Social Development - expenditure		(327 000)	-
Depreciation, amortisation and impairments		(9 947)	(7 214)
Divisional expenditure		(13 044)	(13 895)
Membership systems upgrade		(190 885)	-
Insurance		(40 282)	(34 572)
My CPD		(39 000)	(45 000)
Printing and stationery		(7 525)	(22 418)
Property levies and related municipal charges		(253 931)	(230 453)
Repairs and maintenance		(57 990)	(65 289)
Salaries and Honoraria		(1 352 159)	(1 079 779)
Social responsibility		(20 000)	(20 683)
South African Journal of Psychology		(154 437)	(120 496)
Subscriptions		(73 670)	(60 668)
Telephone		(111 623)	(114 622)
Website and systems administration		(121 253)	(251 612)
		(5 169 210)	(3 758 316)
Operating surplus	6	1 344 520	667 039
Investment income		492 598	222 140
Surplus for the year		1 837 118	889 179

Psychological Society of South Africa (PsySSA)

(Registration number: 013-083 NPO)

Annual Financial Statements for the year ended 31 December 2023

Supplementary Information

1. Revenue

	2023	2022
Administration fee income	51 042	955
CPD Accreditation	220 439	205 989
Congress income	3 354 134	2 349 254
Divisional membership fees	111 426	93 248
Membership fees	1 606 985	1 347 462
Professional indemnity	8 939	7 791
South African Journal of Psychology	436 531	267 055
Training facility	8 642	8 100
Web advert income	3 478	-
Workshop income	312 901	140 705
	6 114 517	4 420 559