

North Harbour Business Association Incorporated

Financial Statements

For the Year ended 30th June 2015

North Harbour Business Association Incorporated

Financial Statements

For the Year Ended 30th June 2015

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North Harbour Business Association Incorporated

Business Directory

As at 30th June 2015

Registered Office	106a Bush Road Albany
Officers	Janine Brinsdon (General Manager) Kevin Moore (Chairman) Terry Zouch (Vice Chairman) Warren Kitchin (did not seek re-election) Rod Large (resigned Jan 2015) Greg Frittelli Janet Marshall Peter Jollands Ken Paterson Brenden Rolston Vaughan Reed Dominic Sutton Katheryn Chivers Steve Plummer Nicky Lukar
Association Number	1277568
Auditors	RSM Hayes Audit
Accountants	Vision Accounting Solutions Ltd P O Box 303 157 North Harbour
Bankers	Bank of New Zealand
Date of Formation	20 February 2003
Nature of Business	Local Business Community Service



INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF NORTH HARBOUR BUSINESS ASSOCIATION INCORPORATED

We have audited the financial statements of North Harbour Business Association Incorporated on pages 4 to 10 which comprise the statement of financial position as at 30 June 2015, and the statement of financial performance and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

This report is made solely to the members, as a body in accordance with Rule 18 in the Constitution. Our audit has been undertaken so that we might state to members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the association and the association's members as a body, for our work, for this report, or for the opinions we have formed.

Members' Responsibility for the Financial Statements

The members of the governing body are responsible for the preparation and fair presentation of these financial statements in accordance with Financial Reporting Standards and applicable Statements of Standard Accounting Practice and for such internal control as the members of the governing body determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand).

Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, North Harbour Business Association Incorporated.

Opinion

In our opinion, the financial statements on pages 4 to 10 present fairly, in all material respects, the financial position of North Harbour Business Association Incorporated as at 30 June 2015, and its financial performance for the year then ended in accordance with Financial Reporting Standards and applicable Statements of Standard Accounting Practice.

RSM Hayes Audit
25 September 2015
Auckland

North Harbour Business Association Incorporated
Statement of Financial Performance
For the Year Ended 30th June 2015

	2015 \$	2014 \$
REVENUE		
Targeted Rate	523,000	520,397
Membership Subscriptions	10,824	11,170
Grants Received	97,176	118,500
Interest Received	4,186	2,175
Sponsorship	45,683	25,827
Function & Events Income	22,445	58,437
Advertising Income	24,040	14,290
Training Income	13,150	-
Rent Received	2,000	-
Total Income	<u>742,504</u>	<u>750,797</u>
Less Expenses		
Crime Prevention Scheme	145,597	149,947
Transport Management Program	57,759	80,561
Business Development	168,516	179,010
Accident Compensation Levy	983	1,921
Accountancy Fees	11,580	11,327
Advertising	1,675	4,384
Audit Fees	4,377	7,538
Administration Costs	40,981	15,040
Management Costs	108,003	113,653
Marketing Costs	45,592	39,973
Bank Charges	1,019	1,298
Cleaning & Laundry	1,342	600
Board Support	8,190	2,074
Computer Expenses	13,697	5,280
Consultancy	500	-
General Expenses	2,331	3,788
Insurance	2,850	2,982
Interest	-	2
Legal Expenses	4,248	450
Licences & Registrations	668	588
Light Power & Heating	1,687	-
Meeting Costs	2,117	1,781
Postage & Courier	269	1,716
Printing & Stationery	5,425	7,935
Rents	48,910	21,522
Recruitment Expenses	10,198	14,458
Repairs, Maintenance & Low Cost Assets	500	-
Signage	175	4,188
Security	407	-
Subscriptions	1,479	123
Telephone, Tolls & Internet	3,647	8,931
Travel - National	4,180	3,655
Travel - International	-	1,904
Kiwisaver Contributions	6,106	6,827
Total Expenses	<u>705,008</u>	<u>693,453</u>
Net Surplus Before Depreciation	<u>37,496</u>	<u>57,344</u>

NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements.

North Harbour Business Association Incorporated
Statement of Financial Performance
For the Year Ended 30th June 2015

	<i>2015</i>	<i>2014</i>
	\$	\$
Less Depreciation Adjustments		
Depreciation as per Schedule	21,563	19,480
NET SURPLUS	<u>\$15,933</u>	<u>\$37,864</u>

NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements.

North Harbour Business Association Incorporated
Statement of Movements in Equity
For the Year ended 30th June 2015

	<i>2015</i>	<i>2014</i>
	\$	\$
EQUITY AT START OF YEAR	122,825	84,961
SURPLUS & REVALUATIONS		
Net Surplus for the Year	15,933	37,864
Total Recognised Revenues & Expenses	<u>15,933</u>	<u>37,864</u>
EQUITY AT END OF YEAR	<u><u>\$138,758</u></u>	<u><u>\$122,825</u></u>

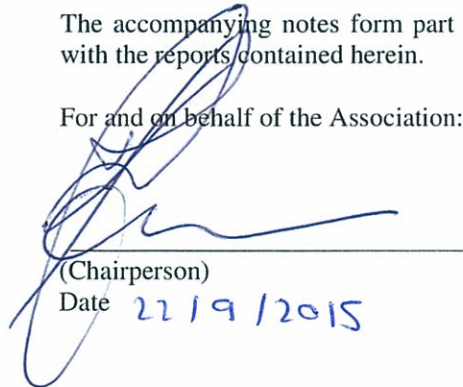
NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements,

North Harbour Business Association Incorporated
Statement of Financial Position
As at 30th June 2015

	2015	2014
	\$	\$
CURRENT ASSETS		
BNZ Cheque Account	24,979	60,953
BNZ Oncall Account	136,738	87,680
GST Refund Due	13,342	13,269
Taxation	367	367
Accounts Receivable	7,369	9,373
Payments in Advance	1,425	-
Total Current Assets	<u>184,220</u>	<u>171,642</u>
NON-CURRENT ASSETS		
Fixed Assets	71,795	54,969
TOTAL ASSETS	<u>256,015</u>	<u>226,610</u>
CURRENT LIABILITIES		
BNZ Visa Account	2,756	1,255
Accounts Payable	66,807	79,110
Accrued Expenses	16,350	13,790
Rent Incentive Accrual	6,881	-
Funding Received in Advance	21,603	9,630
Receipts in Advance	2,860	-
Total Current Liabilities	<u>117,257</u>	<u>103,786</u>
TOTAL LIABILITIES	<u>117,257</u>	<u>103,786</u>
NET ASSETS	<u>\$138,758</u>	<u>\$122,825</u>
Represented by:		
EQUITY		
Retained Earnings	138,758	122,825
TOTAL EQUITY	<u>\$138,758</u>	<u>\$122,825</u>

The accompanying notes form part of these Financial Statements and should be read in conjunction with the reports contained herein.

For and on behalf of the Association:



 (Chairperson)
 Date 22/9/2015

NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements.

North Harbour Business Association Incorporated

Notes to the Financial Statements

For the Year ended 30th June 2015

1. STATEMENT OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements presented here are for the entity North Harbour Business Association Incorporated.

The financial statements have been prepared in accordance with generally accepted accounting practices in New Zealand as defined by the Statement of Standard Accounting Practice and Financial Reporting Standards.

The society qualifies for differential reporting as it is not publicly accountable and it is not large as defined by the XRB A1 Accounting Standards Framework.

The society has taken advantage of all available differential reporting exemptions.

North Harbour Business Association Incorporated is a non-profit organisation registered under the Incorporated Societies Act 1908.

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

(a) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

(b) Property, Plant & Equipment

The entity has the following classes of Property, Plant & Equipment:

- Furniture & Fittings
- Office Equipment
- Plant & Equipment

All property, plant & equipment is stated at cost less depreciation.

Depreciation of the assets has been calculated at the maximum rates permitted by the Income Tax Act 2007.

(c) Goods & Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

(d) Income Tax

No provision for Income Tax has been made as there is no current or deferred tax payable. The Association is exempt from Tax pursuant to section CW40 (1) of the Income Tax Act 2007.

(e) Receivables

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

North Harbour Business Association Incorporated

Notes to the Financial Statements

For the Year ended 30th June 2015

(f) Revenue Recognition

Grants and donations are recognised as income when they become receivable, unless the Association has a liability to repay the grant if the requirements of the grant are not fulfilled. A liability is recognised to the extent that such conditions are unfulfilled at the end of the reporting period.

All other revenue is reported when it is earned, with the exception of interest income which has been shown on a cash received basis.

2. AUDIT

These financial statements have been subject to audit, please refer to Auditor's Report.

3. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities (2014:\$0).

4. RELATED PARTIES

During the year there have been material transactions between North Harbour Business Association Incorporated and related parties as follows:

Name of Related Party	Relationship	Type of transactions
Brenden Rolston	Board Member of NHBA and Director of Actionmail Ltd	Services in relation to NHBA's FYI magazine.
Greg Frittelli	Board Member of NHBA and Shareholder of ILG Insurance Brokers Ltd	Insurances.
Ken Paterson	Board Member of NHBA and Partner of Simpson Western Lawyers	Legal Services re employment and leases.
Dominic Sutton	Board Member of NHBA and Director of Pump Advertising Ltd	Printing flyers and folders.
Peter Jollands	Board Member of NHBA and Director of Jollands Callander	Recruitment Services.
Kate Chivers	Board Member of NHBA and Member of McVeagh Fleming	Legal Advice re Crime Prevention.
Janet Marshall	Board Member of NHBA and Member of Colliers International	Facilitating lease of new premises.
Warren Kitchin	Board Member of NHBA until October 2014. Executive Director of Claremont Ferrand	Recruitment Services and board support.

5. SECURITIES AND GUARANTEES

There was no overdraft as at balance date nor was any facility arranged.

North Harbour Business Association Incorporated
Notes to the Financial Statements
For the Year ended 30th June 2015

6. PROPERTY, PLANT & EQUIPMENT

	2015	2014
	\$	\$
Furniture & Fittings		
At cost	21,284	9,353
Less accumulated depreciation	<u>(4,024)</u>	<u>(2,320)</u>
	<u>17,260</u>	<u>7,033</u>
Current year depreciation	<u>1,704</u>	<u>762</u>
Office Equipment		
At cost	14,331	13,417
Less accumulated depreciation	<u>(10,130)</u>	<u>(7,626)</u>
	<u>4,201</u>	<u>5,791</u>
Current year depreciation	<u>2,504</u>	<u>1,789</u>
Plant & Equipment		
At cost	147,529	121,985
Less accumulated depreciation	<u>(97,195)</u>	<u>(79,840)</u>
	<u>50,334</u>	<u>42,145</u>
Current year depreciation	<u>17,355</u>	<u>16,929</u>
Total Property, Plant & Equipment	<u>\$71,795</u>	<u>\$54,969</u>
Total Depreciation for the year	<u>\$21,563</u>	<u>\$19,480</u>

7. CAPITAL EXPENDITURE COMMITMENTS

At balance date there were no known capital commitments (2014: \$0)

8. OPERATING LEASE COMMITMENTS

North Harbour Business Association Incorporated has the following lease commitments:

	2015		2014	
	Current	Non-Current	Current	Non-current
	\$	\$	\$	\$
Lease of Property	34,000	62,333	11,667	0
	<u>=====</u>	<u>=====</u>	<u>=====</u>	<u>=====</u>

9. POST BALANCE DATE EVENTS

No significant events have occurred since balance date that would require disclosure in these financial statements. (2014: \$0)

North Harbour Business Association Incorporated

Fixed Assets & Depreciation Schedule

For the Year ended 30th June 2015

Asset	Cost Price	Book Value 01/07/2014	Additions Disposals	Gain/Loss on Disposal	Capital Profit	--- Depreciation --- Mth Rate \$	Accum Deprec 30/06/2015	Book Value 30/06/2015
FURNITURE & FITTINGS								
Meeting Table	197	124				12 13.0% DV	16	108
Cupboard	355	250				12 10.0% DV	25	225
Desk	210	132				12 13.0% DV	17	115
Bookcase	214	135				12 13.0% DV	18	117
Workstation	960	605				12 13.0% DV	79	526
Mobile Locking Cabinet	940	592				12 13.0% DV	77	515
Office Chairs x 4	720	404				12 16.0% DV	65	339
Office Chairs x 4	765	435				12 16.0% DV	70	365
Tambour Filing Cabinet	1,472	1,030				12 13.0% DV	134	896
Storage cupboard x2	1,296	1,156				12 10.0% DV	116	1,040
2 x Credenzas	1,724	1,695				12 10.0% DV	170	1,525
2 Drawer Mobile	240	220				12 10.0% DV	22	198
4 Drawer Filing Cabinet	50	49				12 10.0% DV	5	44
Pinstripe Desk	210	206				12 10.0% DV	21	185
New Premises Fit-out			10,731			9 10.0% DV	805	9,926
20 Chairs			1,200			4 16.0% DV	64	1,136
	9,353	7,033	11,931				1,704	17,260
OFFICE EQUIPMENT								
Electronic Message Board	1,500	53				12 48.0% DV	25	28
Laptop	1,475	32				12 60.0% DV	19	13
Desktop Computer HP Pavilion P6335A	1,119	99				12 50.0% DV	50	49
HP 20" Monitors x 2	446	39				12 50.0% DV	20	19
Sony White Laptop	870	86				12 50.0% DV	43	43
Sony Projector	450	200				12 25.0% DV	50	150
HP Probook 4730s	1,461	350				12 50.0% DV	175	175
iPad (crime prevention)	737	442				12 40.0% CP	295	147
HP Probook 17.3"	1,359	623				12 50.0% DV	312	311
Probook 470	1,299	1,250				12 40.0% CP	520	730
Monitor & Cables	271	261				12 40.0% CP	108	153
HP EliteDesk 800	1,245	1,197				12 40.0% CP	498	699
Monitor & Mouse	683	657				12 40.0% CP	273	384
Computer Equip Pre-ordered	502	502	(502)					
Projector			651			1 25.0% DV	14	637
Television			765			4 40.0% DV	102	663
	13,417	5,791	914				2,504	4,201
PLANT & EQUIPMENT								
Interactive Map	3,990					3Yr SL		3,990
CCTV Cameras & Installation x 6	95,187	33,991				12 7Yr SL	13,599	20,392
CCTV Camera Installation	2,700	1,059				12 7Yr SL	386	673
CCTV Camera Installation	2,998	1,282				12 7Yr SL	429	853
New website	12,610	2,101				12 50.0% DV	1,051	1,050
Signage	4,500	3,712				12 10.0% DV	371	3,341
Camcorder			911			9 40.0% DV	273	638
Refrigerator			638			8 25.0% DV	107	531
Traffic Cameras			5,490			9 7Yr SL	589	4,901
Crown Repeater			1,593			9 7Yr SL	171	1,422
Wireless Repeater			3,700			5 7Yr SL	221	3,479
Camera Relocation & Installation			13,212			1 7Yr SL	158	13,054
	121,985	42,145	25,544				17,355	50,334
TOTAL	144,755	54,969	38,389				21,563	71,795

NOTE: This Statement is to be read in conjunction with the Notes to the Financial Statements.