
Special Purpose Financial Statements

One Warkworth Business Association Incorporated
30 June 2020

Prepared by KGA Warkworth Limited

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Chairmans Report

One Warkworth Business Association For the year ended 30 June 2020

1. Annual Report

The Committee presents their annual report including the financial statements of the company for the year ended 30 June 2020 and the auditors' report thereon.


Chairman

Dated this: 31 day of August 2020.

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Independent Practitioners Review Report.

Association Directory

One Warkworth Business Association For the year ended 30 June 2020

1. Incorporation Date

10 February 1941

2. Nature of Business

To act in the best interest of all business in the greater Warkworth Area; to promote the area; and to ensure that the greater Warkworth area is known as a safe, secure and thriving environment that will attract and retain business which will drive employment growth.

3. Incorporated Society Number

445620

4. IRD Number

62-454-954

5. Registered Office

1 Baxter Street
 Warkworth 0910

6. Independent Assurance Practitioners

ABA Audit Limited
 Orewa
 Auckland

7. Bank

ANZ Bank
 Warkworth

8. Solicitors

Webster Malcolm Law
 15 Neville Street
 Warkworth

9. Accountants

KGA Warkworth Limited
 54 Whitaker Road
 Warkworth

10. Committee, Manager and Secretary

Chris Murphy - **Chairman**
 Mark Macky - **Vice Chairman**
 Jacqueline Ironside - **Treasurer**
 Christine Liggins
 David Hay
 Dave Stott

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Association Directory

Hugh Harvey
Lance O'Callaghan
Grant Campbell
Susan Vize
Stephen Channing-Pearce

Manager - Murray Chapman
Secretary - Melanie Lambert
Communications & Marketing Manager - Rachel Callender

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Profit & Loss

One Warkworth Business Association For the 12 months ended 30 June 2020

	Jun-20	Jun-19
Income		
Billboard & Brochure Revenue	21,772	-
Bus Revenue	9,537	-
Covid-19 Wages Support	11,716	-
Hop Card Commission	1,697	-
Hop Card Revenue	51,618	-
Other Revenue	5,678	-
Retail Sales	4,308	-
Voucher Sales	1,107	-
Total Income	107,433	-
Less Cost of Sales		
Bank fees & Eftpos Rental	688	-
Bus Expenses	6,407	-
Computer Expenses	1,274	-
Hop Card Expenses	52,041	-
Purchases	335	-
Retail Cost	2,569	-
Subscriptions & Telephone	4,837	-
Voucher Cost	3,784	-
Wages & Salaries	38,018	-
Total Cost of Sales	109,952	-
Gross Profit	(2,518)	-
Plus Other Income		
General Grants	6,148	-
Interest Income	19	121
Membership subscriptions	42,393	42,886
Mens Events	324	-
Other income	379	746
Other income - KF Photo Comp	654	-
Santa Parade	1,324	4,307
Sponsorship	51,950	54,675
Winter Festival of Lights	4,282	5,041
Total Other Income	107,473	107,776
Less Operating Expenses		
ACC	58	-
Auditors Fees	-	5,050
Bank Fees	185	192
BID Expenditure	16,657	65
Computer expenses	2,967	818
Depreciation as per schedule	1,007	422
E-Waste costs	-	1,115
Function Catering	698	293

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Profit & Loss

	Jun-20	Jun-19
Funding Application Costs	609	-
General Expenses	899	880
Insurance	995	1,887
Interest - Overdraft	168	-
I-Site Joint Venture Net Funds Contributed	-	15,300
Loss on Sale of Asset	-	2,983
PayPal Fees	13	64
Provision for Doubtful Debts	6,030	-
Rent - Plant and Equipment	16	-
Secretarial, Admin & Managers costs	76,012	82,354
Subscriptions	705	253
Website Maintenance	1,747	1,977
Woman's Event	543	328
Advertising, Marketing & Sponsors Events		
Advertising & Sponsorship	7,204	5,054
Printing, Stamps & Stationery	2,733	3,204
SIG - Buy Local	-	8,855
SIG - Other	-	1,837
Total Advertising, Marketing & Sponsors Events	9,936	18,951
Total Operating Expenses	119,246	132,931
Net Profit	(14,291)	(25,155)

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Independent Practitioners Review Report.

Movements in Equity

One Warkworth Business Association As at 30 June 2020

	30 Jun 2020	30 Jun 2019
Equity		
Opening Balance	17,640	42,795
Surplus and Revaluations		
Current Year Earnings	(14,291)	(25,155)
Total Surplus and Revaluations	(14,291)	(25,155)
Total Equity	3,348	17,640

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Independent Practitioners Review Report.

Balance Sheet

One Warkworth Business Association As at 30 June 2020

	30 Jun 2020	30 Jun 2019
Assets		
Bank		
ANZ Bank	(1,915)	37,819
Total Bank	(1,915)	37,819
Current Assets		
Accounts Receivable	15,776	8,287
RWT Paid	85	85
Total Current Assets	15,861	8,372
Fixed Assets		
Fixed Assets as per Schedule	1,007	2,014
Total Fixed Assets	1,007	2,014
Total Assets	14,954	48,205
Liabilities		
Current Liabilities		
Accounts Payable	5,113	8,988
Festival Of Lights Income in Advance	-	26,078
GST to pay	(681)	(7,061)
Subscriptions in Advance	-	60
Sundry Creditors	7,173	2,500
Total Current Liabilities	11,605	30,566
Total Liabilities	11,605	30,566
Net Assets	3,348	17,640
Equity		
Current Year Earnings	(14,291)	(25,155)
Reserves	17,640	42,795
Total Equity	3,348	17,640

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Depreciation Schedule

One Warkworth Business Association 1 July 2019 to 30 June 2020

Name	Number	Type	Cost	Rate	Purchased	Disposed	1-Jul-19	Purchases	Depreciation	Disposals	Accum Dep	30-Jun-20
Office Equipment												
Laptop	FA-0001	Office Equipment	836	50.0%DV	18 Jan 2017		157	-	78	-	758	78
Website 2019	FA-0003	Office Equipment	2,123	50.0%DV	5 Apr 2019		1,858	-	929	-	1,194	929
Total Office Equipment			2,959				2,014	-	1,007	-	1,952	1,007
Total			2,959				2,014	-	1,007	-	1,952	1,007

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Notes to the Financial Statements

One Warkworth Business Association For the year ended 30 June 2020

1. Statement of Accounting Policies

The special purpose financial statements presented here are for the entity One Warkworth Business Association, a club incorporated under the Incorporated Societies Act 1908.

The financial statements are defined as special purpose and have been prepared for members and internal management purposes.

The accounting policies adopted do not conform to generally accepted accounting practice. Accordingly, the financial statements should only be relied upon for the expressly stated purpose.

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.

2. 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.

3. Fixed Assets and Depreciation

All fixed assets are recorded at cost less accumulated depreciation.

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

The entity has the following asset classes:

Office Equipment. 50% Diminishing Value

Website. 50% Diminishing Value

4. Goods and Services Tax

These financial statements have been prepared on a GST exclusive basis with the exception of Accounts Receivable and Accounts Payable.

5. Taxation

Inland Revenue recognises that the One Warkworth Business Association is eligible for the exemption from income tax under section CW 40 of the Income Tax Act 2004.

6. Accounts Receivable

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

7. Capital Expenditure Commitments

There are no liabilities in respect of capital expenditure at balance date other than those provided for in the accounts (2019: \$NIL).

8. Contingent Liabilities

There are no contingent liabilities at balance date (2019: \$NIL).

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Notes to the Financial Statements

9. Income

Income is recognised to the extent that it is probable that the economic benefit will flow to the club and income can be reliably measured. Income is measured at the fair value of the consideration received. The following specific recognition criteria must be met before income is recognised.

Donations, fundraising and other similar income

Donations are recognised as income upon receipt. Grant income includes grants given by other charitable organisations, philanthropic organisations and businesses. Grant income is recognised when the conditions attached to the grant has been complied with. Where there are unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to income as the conditions are fulfilled.

Income from subscriptions

Income from subscriptions is recognised when the member joins the organisation. In subsequent years members are invoiced for the annual or monthly fee, and recognised on an accrual basis.

Interest income

Interest income is recognised as it accrues, using the effective interest method.

The accompanying notes form part of these financial statements. These financial statements have been subject to audit and should be read in conjunction with the attached Independent Practitioners Review Report.



INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

To the Members of One Warkworth Business Association Incorporated

We have reviewed the accompanying financial statements of One Warkworth Business Association Incorporated set out on pages 3 to 12, which comprise the balance sheet as at 30 June 2020, the profit and loss statement and the statement of movements in equity for the year ended on that date, and a summary of significant accounting policies and other explanatory information.

The Executive Committee's Responsibility for the Financial Statements

The Executive committee is responsible for the preparation and fair presentation of the financial statements in accordance with a Special Purpose Framework which is considered an appropriate Framework to comply with the requirements of the Incorporated Societies Act 1908 and the rules of the association, and for such internal control as the executive committee determines is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400, Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity.

ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes me to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires me to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly we do not express an audit opinion on those financial statements.

Other than in our capacity as assurance practitioner we have no relationship with, or interests in, One Warkworth Business Association Incorporated.

Conclusion

Based on our review, nothing has come to our attention that causes me to believe that these financial statements do not present fairly, in all material respects, the financial position of One Warkworth Business Association as at 30 June 2020 and of its financial performance for the year ended on that date, in accordance with a Special Purpose Framework which is considered an appropriate Framework to comply with the requirements of the Incorporated Societies Act 1908.


ABA Audit Ltd
James Murray, CA
Director

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Red Beach 0932

3 September 2020