

Special Purpose Financial Statements

One Mahurangi Business Association
For the period 1 July 2022 to 30 June 2023

Prepared by KGA Chartered Accountants Limited

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Chairmans Report

One Mahurangi Business Association For the year ended 30 June 2023

Annual Report

The Committee present their annual report including the financial statements of the Incorporated Society for the year ended 30 June 2023, including the auditors' report.



Chairman

Dated: 10 August 2023

Association Directory

One Mahurangi Business Association For the year ended 30 June 2023

Incorporation Date

10 February 1941

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.

Incorporated Society Number

445620

IRD Number

62-454-954

Registered Office

1 Baxter Street
Warkworth 0910

Independent Assurance Practitioners

Kudos Murray Audit Limited
Dairy Flat
Auckland

Bankers

ANZ Bank
Warkworth

Solicitors

WRMK Lawyers
Unit 4/9 Queen Street
Warkworth

Chartered Accountant

KGA Chartered Accountants Limited

Committee, Manager and Secretary

Operational Team

Manager - Murray Chapman

Secretary & Info Centre Manager - Alison Hitchcock

Marketing & Membership Coordinator - Lauren Kumerich

Committee

Co-Chair - Bevan Morrison

Co-Chair - David Stott

Treasurer - Jacqueline Ironside

Patrick Steuart

Mark Macky

Burnette O'Conner

Matt Henderson

Caitlin Begbie

Hugh Harvey

Chris Murphy

Grant Campbell

Samrach Say

Colin Barlow

Profit or Loss

One Mahurangi Business Association For the year ended 30 June 2023

	NOTES	2023	2022
Income			
Billboard & Brochure Revenue		11,981	6,661
General Grants		2,000	-
Bus Revenue		5,093	1,978
Other Revenue		1,011	2,765
Retail Sales		3,025	857
Voucher Sales		1,978	868
Total Income		25,087	13,129
Cost of Sales			
Bank fees & Eftpos rental		80	13
Bus Expenses		4,537	2,088
Computer Expenses		1,750	2,025
Purchases		1,175	420
Printing & General Costs		1,023	-
Subscriptions & Telephone		2,669	2,735
Voucher Cost		1,667	2,315
Total Cost of Sales		12,902	9,597
Gross Profit		12,185	3,532
Other Income			
BID income		142,000	135,000
Donations received		300	624
Emergency Services Dinner		-	1,789
Interest Income		635	71
Membership subscriptions		4,452	4,953
Other income		1,064	1,398
Santa Parade		1,830	1,533
Sponsorship		38,504	44,039
Winter Festival of Lights		(6,534)	9,546
Total Other Income		182,251	198,953
Operating Expenses			
ACC		440	52
Accounting fees		5,460	3,980
Advertising & Marketing		13,459	10,496
Auditors Fees		2,880	2,750
Bad Debts		3,554	-
Bank Fees & Interest		90	242
Computer & Website expenses		2,696	6,857
Consultancy		4,785	-
Database Management		(17)	3,979

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

	NOTES	2023	2022
Depreciation as per schedule		278	556
Entertainment		271	453
Function Catering		463	1,724
General Expenses		434	2,143
Gifts - clients		87	-
Insurance		995	995
Legal expenses		1,670	-
Printing, Stamps & Stationery		1,246	1,708
Repairs and Maintenance		1,189	440
Subscriptions		4,564	1,369
Staff Training		1,278	-
Telephone & Internet		391	424
Waste costs		1,389	1,283
Expenses Offset			
Resurgence Support Payment		-	(18,609)
Total Expenses Offset		-	(18,609)
Wages, Admin & Manager Expenses			
Wages, Admin & Manager Expenses		194,834	169,854
Covid Wage Subsidy		(834)	(10,544)
Total Wages, Admin & Manager Expenses		194,000	159,310
Total Operating Expenses		241,601	180,153
Net Profit / (Loss) for the Year		(47,164)	22,333

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

Movements in Equity

One Mahurangi Business Association For the year ended 30 June 2023

	2023	2022
Equity		
Opening Balance	41,186	18,853
Increases		
Profit for the Period	-	22,333
Total Increases	-	22,333
Decreases		
Loss for the Period	47,164	-
Total Decreases	47,164	-
Total Equity	(5,978)	41,186

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Balance Sheet

One Mahurangi Business Association As at 30 June 2023

	NOTES	30 JUN 2023	30 JUN 2022
Assets			
Current Assets			
ANZ Bank		29,065	96,990
Accounts Receivable	6	28,374	13,148
GST Receivable		-	1,310
Income Tax Receivable	5	85	85
Total Current Assets		57,524	111,533
Non-Current Assets			
Fixed Assets as per Schedule		278	556
Total Non-Current Assets		278	556
Total Assets		57,802	112,089
Liabilities			
Current Liabilities			
Accounts Payable		5,923	13,010
GST Payable		5,788	-
BID Income in advance		-	35,500
Festival Of Lights Income in Advance		21,987	18,514
Sponsorship Income in Advance		18,000	-
Provision for Holiday Pay		12,082	3,879
Total Current Liabilities		63,780	70,903
Total Liabilities		63,780	70,903
Net Assets		(5,978)	41,186
Equity			
Retained Earnings		(5,978)	41,186
Total Equity		(5,978)	41,186

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Depreciation Schedule

One Mahurangi Business Association For the year ended 30 June 2023

NAME	COST	OPENING VALUE	PURCHASES	RATE	METHOD	DEPRECIATION	CLOSING VALUE
Office Equipment							
HP Aspire 15" Laptop	1,043	304	-	50.00%	DV	152	152
Laptop	836	20	-	50.00%	DV	10	10
Website 2019	2,123	232	-	50.00%	DV	116	116
Total Office Equipment	4,002	556	-			278	278
Total	4,002	556	-			278	278

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

Notes to the Financial Statements

One Mahurangi Business Association

For the year ended 30 June 2023

1. Statement of Accounting Policies

The special purpose financial statements presented here are for the entity One Warkworth Business Association, an association 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 & 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 & Services Tax

All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

5. Income Tax

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.

8. Contingent Liabilities

There are no contingent liabilities at balance date. (2022: NIL)

9. Income

Income is recognised to the extent that it is probable that the economic benefit will flow to the association 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.



INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

To the Executive Committee of One Mahurangi Business Association Incorporated

We have reviewed the accompanying financial statements of One Mahurangi Business Association Incorporated, which comprise the statement of financial position as at 30 June 2023, and the statement of comprehensive income and statement of changes in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Executive Committee' Responsibility for the Financial Statements

The Executive Committee are responsible for the preparation and fair presentation of these financial statements in accordance with PBE Simple Format Reporting Standard – Accrual, and for such internal control as the Executive Committee determine is necessary to enable the preparation of 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 us 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 us 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 these financial statements.

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

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects the financial position of One Mahurangi Business Association Incorporated as at 30 June 2023, and of its financial performance for the year then ended, in accordance with PBE Simple Format Reporting Standard – Accrual.

Emphasis of Matter

The special purpose financial statements are prepared in accordance with a special purpose framework for members and internal management purposes, and that, as a result, the financial statements may not be suitable for another purpose.

Kudos Murray Audit

Kudos Murray Audit Limited
Auckland
19 September 2023