

Manukau Business Association Inc
Financial Statements
For the Year Ended 30 June 2018

Manukau Business Association Inc
Financial Statements
For the Year Ended 30 June 2018

<i>Contents</i>	<i>Page</i>
Directory	1
Statement of Financial Performance	2
Statement of Financial Position	3
Statement of Movements in Equity	4
Fixed Asset and Depreciation Schedule	5
Notes to the Financial Statements	7

Manukau Business Association Inc

Directory

As at 30 June 2018

IRD Number
94-366-305

Registered Address
Corner of Cavendish Drive & Lambie Drive
Manukau
Auckland 2104

Officers/Committee Members
Chairperson - Aaron Jones
Treasurer - Rachel Darlington
Committee Member - Stephen Grey
Committee Member - Peter Lim
Committee Member - Mark Smith
Committee Member - Emily May
Committee Member - Katharine Murray
Committee Member - Gagan Deep Gupta
Committee Member - Davinder Rahal

Auditors
Integrity Audit
Auckland

Accountants
Business Like NZ Limited
P O Box 76 588
Manukau City
Auckland

Bankers
BNZ - Manukau City Centre

Manukau Business Association Inc
Statement of Financial Performance
For the Year Ended 30 June 2018

INTEGRITY AUDIT

	2018 \$	2017 \$
REVENUE		
Target Rating Income	490,000	217,897
SUNDRY INCOME		
Dividends Received	350	856
Grants Received	5,000	-
Interest Received	170	3,339
Sundry Income	-	9
Total Sundry Income	5,520	4,204
Total Income	495,520	222,101
Less Expenses		
Administration Expenses	85,090	68,040
BID Expansion	-	18,916
Office Rent & Rates	21,234	19,722
Strategic Planning	-	18,000
Town Centre Management	86,251	91,090
Town Centre Marketing	5,081	5,565
Town Centre Networking Events	6,905	7,283
Town Centre Security	196,549	100,821
Total Expenses	401,110	329,437
Net Surplus/(Deficit) Before Depreciation	94,410	(107,336)
Less Depreciation		
Depreciation as per Schedule	9,105	10,670
Depreciation - Loss on Sale	-	57
Net Depreciation Adjustment	9,105	10,727
Net Surplus/(Deficit)	85,305	(118,063)

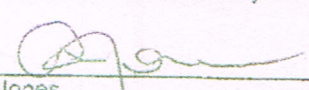
The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Business Association Inc
Statement of Financial Position
As at 30 June 2018

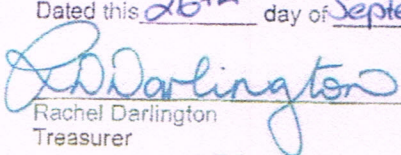
INTEGRITY AUDIT

	Note	2018 \$	2017 \$
CURRENT ASSETS			
BNZ - Cheque Account	5	139,041	131,503
BNZ On-Call Account		170,193	45,039
BNZ Credit Card (Welsh)		-	261
GST Refund Due	1(b)	11,803	6,902
Rent in Advance		1,417	1,417
Total Current Assets		322,454	187,122
NON-CURRENT ASSETS			
Fixed Assets as per Schedule		19,832	24,265
Total Assets		342,286	211,407
CURRENT LIABILITIES			
BNZ Credit Card (Burridge)		217	280
BNZ Credit Card (Welsh)		289	-
BNZ Credit Card (Maunsell)		84	452
Accounts Payable		55,757	17,287
Accrued Expenses		1,800	1,800
Income in Advance		122,500	122,500
Holiday Pay Accrual		7,831	585
Total Liabilities		188,478	142,904
Net Assets		153,808	68,503
Represented by;			
MEMBERS FUNDS			
Retained Earnings		153,808	68,503
Total Surplus In Members Funds		153,808	68,503

For and on behalf of the Society


 Aaron Jones
 Chairperson

Dated this 26th day of September 2018


 Rachel Darlington
 Treasurer

Dated this 26th day of SEPTEMBER 2018

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Business Association Inc
Statement of Movements in Equity
For the Year Ended 30 June 2018

INTEGRITY AUDIT

	Note	2018 \$	2017 \$
Equity At 1 July 2017		68,503	186,566
SURPLUS & REVALUATIONS			
Net Surplus/(Deficit)		85,305	(118,063)
Total Recognised Revenues & Expenses		85,305	(118,063)
Equity At 30 June 2018		153,808	68,503
MOVEMENTS IN RETAINED EARNINGS			
Retained Profits - Beginning of Year		68,503	186,566
Net Surplus/(Deficit) for the Period		85,305	(118,063)
Retained Earnings At 30 June 2018		153,808	68,503
Equity At 30 June 2018		153,808	68,503

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Business Association Inc **Fixed Assets and Depreciation Schedule** **For the Year Ended 30 June 2018**

INTEGRITY

Asset	Cost Price	Book Value 01/07/17	Additions Disposals	Gain/Loss on Disposal	Capital Profit	Mth	-- Depreciation -- Rate	\$	Accum Deprec 30/06/18	Book Value 30/06/18
Assets										
Office Equipment										
HP Pavilion Notebook & Samsung Galaxy Note 16GB Security Camera	768	60				12	50.0% DV	30	738	30
Chairs	756	78				12	50.0% DV	39	717	39
HP Pavilion 23-R014A	4,715	58				12	30.0% DV	17	4,674	41
HP Pavilion 23-R014A	609	201				12	16.0% DV	32	440	169
Panasonic PTLW280	999	416				12	50.0% DV	208	791	208
HP Pavilion 23-P105a	1,069	423				12	50.0% DV	211	857	211
IRolla Premium Banner (x2)	859	268				12	50.0% DV	134	725	134
IRolla Unit (x2)	1,130	306				12	50.0% DV	153	977	153
Blackvue 2CH Drive Camera	515	455				12	10.0% DV	46	106	409
HP Pavilion 24-b010a	835	745				12	10.0% DV	75	165	670
Whiteboard	598	359				12	40.0% DV	144	383	215
CCTV System	1,172	635				12	50.0% DV	318	855	317
Body Worn Video Camera	851	749				12	16.0% DV	120	222	629
Vehicle Driver Recorder	530	323				12	67.0% DV	216	423	107
Storage Unit	1,552	1,292				12	67.0% DV	866	1,126	426
Samsung Tablet (x2)	540	486				12	40.0% DV	194	248	292
	695	686	572			12	16.0% DV	110	119	576
Sub-Total	18,192	7,539	572			6	50.0% DV	143	13,709	5,056
Motor Vehicles										
2005 Toyota RAV4 - JCZ893	11,478	5,343				12	30.0% DV	1,603	7,738	3,740
2004 Toyota Rav 4 - JUC803	10,217	6,616				12	30.0% DV	1,985	5,586	4,631
Branding of RAV4 - JCZ893	713	349				12	30.0% DV	105	469	244
Branding of RAV4 - JUC803	1,014	674				12	30.0% DV	202	542	472
Sub-Total	23,423	12,983	0					3,895	14,335	9,088

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Business Association Inc
Fixed Assets and Depreciation Schedule
For the Year Ended 30 June 2018

INTEGRITY

Asset	Cost Price	Book Value 01/07/17	Additions Disposals	Gain/Loss on Disposal	Capital Profit	Mth	Depreciation Rate	Depreciation \$	Accum Deprec 30/06/18	Book Value 30/06/18
Computer Software										
Website Design and Development	3,930	1,719				12	50.0% DV	860	3,071	859
Website Improvements			3,480			7	50.0% DV	1,015	1,015	2,465
Website Development			600			3	50.0% DV	75	75	525
Sub-Total	3,930	1,719	4,080					1,950	4,161	3,849
Buildings										
Signage	2,310	2,044				12	10.0% DV	204	470	1,840
Sub-Total	2,310	2,044	0					204	470	1,840
	47,855	24,285	4,652					9,105	32,675	19,832

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Business Association Inc

Notes to the Financial Statements

For the Year Ended 30 June 2018

INTEGRITY AUDIT

1 Statement of Accounting Policies

Reporting Entity

These are the financial statements of Manukau Business Association Inc, an incorporated society registered under the Incorporated Societies Act 1908. Manukau Business Association Inc is engaged in providing support to local business within the Manukau area.

The financial statements of Manukau Business Association Inc are general purpose financial statements that have been prepared in accordance with generally accepted accounting practice and in accordance with the reporting requirements of Section 11 of the Financial Reporting Act 1993.

Measurement Base

The financial statements of Manukau Business Association Inc have been prepared on an historical cost basis, except as noted otherwise below. The information is presented in New Zealand dollars and has been rounded to whole dollars, unless otherwise stated.

Changes in Accounting Policies

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

Differential Reporting

Manukau Business Association Inc is a qualifying entity in that it qualifies for Differential Reporting as it is not publicly accountable and there is no separation between the owners and the governing body (or, is not large as defined under the Framework for differential reporting).

All differential reporting exemptions have been applied.

Specific Accounting Policies

In the preparation of these financial statements, the specific accounting policies are as follows:

(a) Property, Plant & Equipment

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

- Buildings 10% DV
- Computer Softwares 50% DV
- Plant & Equipment 10% - 67% DV
- Motor Vehicles 30% DV

All property, plant & equipment, except for land and buildings, is stated at cost less accumulated depreciation.

Depreciation has been calculated in accordance with rates permitted under the Income Tax Act 2007.

(b) 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.

Manukau Business Association Inc

Notes to the Financial Statements

For the Year Ended 30 June 2018

INTEGRITY AUDIT

- (c) **Taxation**
No provision for Income Tax has been made as income is exempt income for tax purposes.
 - (d) **Government Grants**
Government grants are reported at their fair value where there is reasonable certainty that the grant will be received and all attaching conditions will be met.
 - (e) **Critical Management Accounting Estimates and Assumptions**
In the process of applying the Association's accounting policies, which are described above, Management have made no judgements that have any significant effect on the amounts recognised in the financial statements.
 - (f) **Revenue Recognition Policy**
Due to the nature and purpose of the Association the following revenue recognition policy has been determined by Management.

Targeted Rating Income - recognised on an accruals basis as determined by the rating period. Grants and Subsideis - recognised on an accruals basis as determined by the contract or terms of the grant.
- 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, quantifiable contingent liabilities. Manukau Business Association Inc has not granted any securities in respect of liabilities payable by any other party.
- 4 **Related Parties**
During the period there have been material transactions between Manukau Business Association Inc and related parties as follows:

Rachel Darlington (Business Like NZ Limited)
The Association received services from Business Like NZ Limited with a value of \$4,090 + GST in the financial year. (2017:\$3,300+gst)

Katharine Murray
The Association received services from Rainbow's End with a value of \$1,187 + GST in the financial year.
- 5 **Securities And Guarantees**
There was no overdraft as at balance date nor was any facility arranged.

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors reports.

Manukau Central Business Association Inc

Notes to the Financial Statements

For the Year Ended 30 June 2018

INTEGRITY

6 Administration Expenses

	2018	2017
ACC	335	135
Accounting & Audit Fees	5,822	5,025
Bad Debts	47	-
Bank Charges	200	255
Cleaning	1,250	1,440
Computer Expenses	1,755	1,357
Conference Expenses	146	534
External Member Communications & Promotions	-	371
General Expenses	233	448
Health & Safety	-	728
Insurance	3,312	3,106
Interest	-	3
Kitchen & Meeting Supplies	1,736	1,342
Kiwisaver Payments	4,586	2,500
Light & Power	1,426	1,372
Low Cost Assets	-	207
Mileage Reimbursement	-	162
Motor Vehicle Expenses	6,205	4,673
Office Supplies	-	3,467
Postage & Delivery Expenses	-	340
Printing & Stationery	4,304	4,284
Repairs & Maintenance	1,020	1,195
Staff Expenses	1,653	-
Subscriptions	10,210	-
Telephone, Tolls & Internet	3,537	3,543
Uniforms	-	1,461
Wages & Salaries	37,312	30,093
	<u>\$85,088</u>	<u>\$68,041</u>

The accompanying notes form part of these financial statements. The above information has been audited and should be read in conjunction with the auditors report.

INDEPENDENT AUDITOR'S REPORT

To governance of the MANUKAU BUSINESS ASSOCIATION INC for the year ended 30 June 2018

Report on the Financial Statements

Opinion

We have audited the special purpose financial statements of the MANUKAU BUSINESS ASSOCIATION INC on pages 2 to 9, which comprise the financial position as at 30 June 2018, the statements of financial performance, and movements in equity funds for the year ended, along with the statement of accounting policies and other explanatory information.

In our opinion, the financial statements on pages 2 to 9 present fairly the financial position of the MANUKAU BUSINESS ASSOCIATION INC as at 30 June 2018 and its financial performance for the year ended on that date in accordance with the requirements of the old generally accepted accounting practice [GAAP] applying NZ Financial Reporting Standards and Statements of Standard Accounting Practice Framework used by Not for Profit Entities [NFPE] issued in New Zealand (NZ) by the NZ Accounting Standards Board relevant to reporting financial position and financial performance for not for profit entities reporting special purpose reports for members.

Basis for our Opinion

We conducted our audit in accordance with International Standards on Auditing (NZ ISAs). Our responsibilities under those standards are further described below in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the organisation in accordance with Professional and Ethical Standard 1 (Revised) *Code of Ethics for Assurance Practitioners* issued by the New Zealand Auditing and Assurance Standards Board, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have

obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no other relationship with, or interests in, MANUKAU BUSINESS ASSOCIATION INC.

Restriction on responsibility

This report is made solely to the governance, as the governance, in accordance with the member's requirements. Our audit work has been undertaken so that we might state to the 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 governance, for our audit work, for this report, or for the opinions we have formed.

Other Information

The governance is responsible for other information being reported with these financial statements, if any. No assurances on the other information if reported are engaged by us.

Our audit opinion on the financial statements does not cover any assurance of any other information.

Governance Responsibility for the Financial Statements

The governance is responsible for determining that the old GAAP-NFPE framework is acceptable in the entity's circumstances, for the preparation of financial statements, and for such internal control as the governance determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the governance is responsible for assessing the organisation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 ISAs (NZ) 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 financial statements.

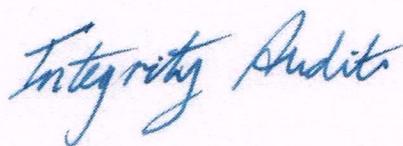
As part of an audit in accordance with ISAs (NZ), we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- ☐ identify and assess the risks of material misstatement of the 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 entity's internal control.

- ☐ conclude on the appropriateness of the use of the going concern basis of accounting by the board. Based on the audit evidence obtained, no material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report, and no assurances are provided for any future events or conditions which may cause the entity to cease to continue as a going concern.
- ☐ evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by governance.

We communicate with the governance 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.



Integrity Audit

Chartered Accountants
East Tamaki, Auckland
26th October 2018