

Financial Statements

Glen Innes Business Association Incorporated
For the year ended 30 June 2023

Prepared by McQueen & Associates Limited

Contents

| | |
|----|-----------------------------------|
| 3 | Directory |
| 4 | Auditor's Report |
| 6 | Statement of Profit or Loss |
| 8 | Statement of Changes in Equity |
| 9 | Balance Sheet |
| 10 | Depreciation Schedule |
| 11 | Notes to the Financial Statements |

Directory

Glen Innes Business Association Incorporated For the year ended 30 June 2023

Incorporation Date

25 October 1968

Incorporation Number

222024

Principal Activities

To conserve, promote and advance the interest of the members of our Association, landlords, business owners and managers.

Business Location

44 Mayfair Place
Glen Innes

Executive Committee

| | |
|--------------------------------|---|
| Clinton Hewitt (Chair) | Te Oro |
| Kristine Strathern (Treasurer) | Glen Innes Library |
| Christine Thompson | City Mission |
| Linda Pearce | New Beginnings |
| Deborah Misieupa | Tamaki Regeneration Company |
| Ranga Sumanasekera | Car Clinic |
| Frank Wong | FrogPrints |
| Emily Omnes Xu | Cyber Security Systems |
| Peter McGlashan | Maungakiekie-Tamaki Local Board Member Representative |

BID Manager

Gary Holmes

Auditors

Called to Account Limited

Bankers

Kiwibank

Chartered Accountant

McQueen & Associates Limited

INDEPENDENT AUDITOR'S REPORT

To the Members of Glen Innes Business Association Inc.

Report on the Financial Statements

We have audited the accompanying financial statements of **Glen Innes Business Association Inc.** comprising the Profit and Loss Statement, Statement of Changes in Equity, Balance Sheet, Depreciation Schedule and Notes to the Financial Statements including the Statement of Accounting Policies for the year ended **30 June 2023**.

Opinion

In our opinion the accompanying financial statements

- present fairly in all material respects the Balance Sheet of the Association as at 30 June 2023 and Profit and Loss Statement, Statement of Changes in Equity, Depreciation Schedule and Notes to the Financial Statements including the Statement of Accounting Policies for the year ended **30 June 2023**.
- In accordance with s) 23 Of The Incorporated Societies Act 1908 and the Association's rules. These are special purpose statements intended for the use of members only. It is noted that a new Act has been enacted which will bring changes to the format of the financial statements in the future.
- Dated this day **29 September 2023**

Basis of Opinion

We conducted our audit of the Financial Statements comprising the Profit and Loss Statement; Statement of Changes in Equity, Depreciation Schedule, Balance Sheet and Notes to the Financial Statements including the Statement of Accounting Policies in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the *Auditors Responsibilities for the audit of the Financial Statements* section of our report. We are independent of **Glen Innes Business Association Inc.** in accordance with Professional and Ethics standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the NZ 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 relationship with or interest in **Glen Innes Business Association Inc.**

The Responsibility of the Executive Committee for the Financial Statements

The Executive Committee are responsible for

- a) the preparation and fair presentation of the financial statements in accordance with s) 23 Of the Incorporated Societies Act 1908 and the Association's rules.
- b) for such internal controls as the Executive Committee determine are necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements the Executive Committee are responsible on behalf of **Glen Innes Business Association Inc.** for assessing the entity's ability to continue as a going concern and disclosing as applicable any matters related to the going concern basis of accounting.

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INDEPENDENT AUDITOR'S REPORT (for 30 June 2023 continued from previous page)

To the Members of Glen Innes Business Association Inc.

Auditor's Responsibility for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the financial statements 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 if 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 judgement and maintain professional scepticism 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 the internal control.

Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

Conclude on the appropriateness of the use of the going concern basis of accounting by the Executive Committee and based on the evidence obtained whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity's ability to continue as a going concern. If we conclude a material uncertainty exists, we are required to draw attention in our audit report to the related disclosures in the 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 entity to cease to continue as a going concern.

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 deficiency in internal control that we identify during the audit.

Called to Account Limited

Signed by Diane Robinson CA, BTheol, Director for Called to Account Limited, Auditor,
Auckland **29 September 2023**

Statement of Profit or Loss

Glen Innes Business Association Incorporated
For the year ended 30 June 2023

| | NOTES | 2023 | 2022 |
|--|-------|----------------|----------------|
| Revenue From Operations | | | |
| Auckland Council BID Rate Income | | 170,000 | 166,000 |
| Funding Income Mk / Tamaki Local Board | | 15,000 | 30,000 |
| Matariki Sponsorship | | 59,783 | 63,850 |
| Associate Membership | | - | 44 |
| Dividend Received | | 303 | 303 |
| Total Revenue From Operations | | 245,086 | 260,197 |
| Gross Profit | | 245,086 | 260,197 |
| Expenditure | | | |
| Administration Expenditure | | | |
| Accounting Fees | | 2,460 | 2,200 |
| Auditors Remuneration | | 3,000 | 2,450 |
| Bank Fees | | 26 | 21 |
| Computer Expenses | | 187 | 172 |
| Depreciation | | 750 | 217 |
| Electricity | | 1,927 | 1,772 |
| General Administration & Staff Amenities | | 455 | 448 |
| Insurance | | 1,827 | 1,734 |
| Printing & Stationery | | 487 | 569 |
| Rent & Rates | | 24,357 | 23,922 |
| Repairs and Maintenance | | 6,652 | 1,054 |
| Subscriptions and Licences | | 829 | 1,050 |
| Telecommunications & Internet | | 3,104 | 1,361 |
| Total Administration Expenditure | | 46,062 | 36,970 |
| Association Membership Expenses | | | |
| B2B & Network Meeting Costs | | 427 | 110 |
| Board & AGM Meeting Costs | | 199 | - |
| Total Association Membership Expenses | | 626 | 110 |
| Economic Development Expenses | | | |
| Ambassador | | 9,043 | 9,043 |
| Website Hosting | | 670 | 773 |
| Total Economic Development Expenses | | 9,714 | 9,817 |
| Environmental Expenses | | | |
| CCTV | | 6,724 | 18,821 |
| Town Centre Security | | 18,087 | 18,087 |
| Total Environmental Expenses | | 24,811 | 36,908 |
| Personnel Expenses | | | |
| Management Fees | | 84,950 | 83,852 |

The accompanying notes form part of these financial statements. These financial statements should be read in conjunction with the attached Auditor's Report.

| | NOTES | 2023 | 2022 |
|-----------------------------------|-------|----------------|-----------------|
| Travel - National | | 3 | - |
| Total Personnel Expenses | | 84,953 | 83,852 |
| Promotional Expenses | | | |
| Christmas Events & Promotions | | 1,312 | 950 |
| Expansion Area | | - | 315 |
| GIBA Calendar | | 2,987 | - |
| Matariki | | 71,810 | 86,714 |
| Murals Project | | 3,800 | 5,000 |
| Other Promotions | | 2,914 | 8,746 |
| Verandah & Deco Lighting | | - | 1,074 |
| Total Promotional Expenses | | 82,822 | 102,799 |
| Total Expenditure | | 248,987 | 270,455 |
| Net Profit For The Year | | (3,902) | (10,258) |

The accompanying notes form part of these financial statements. These financial statements should be read in conjunction with the attached Auditor's Report.



Balance Sheet

Glen Innes Business Association Incorporated
As at 30 June 2023

| | NOTES | 30 JUN 2023 | 30 JUN 2022 |
|----------------------------------|-------|---------------|---------------|
| Assets | | | |
| Current Assets | | | |
| Cash on Hand | | 4 | 4 |
| Kiwibank - 00 Account | | 64,901 | 52,364 |
| Kiwibank - 02 Account | | 1,149 | 274 |
| Prepayments | | 17,350 | 20,167 |
| GST Receivable | | 1,649 | 4,907 |
| Total Current Assets | | 85,053 | 77,716 |
| Non-Current Assets | | | |
| Property, Plant and Equipment | | 2,374 | 787 |
| Total Non-Current Assets | | 2,374 | 787 |
| Total Assets | | 87,427 | 78,503 |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts Payable | | 2,160 | 12,246 |
| Accruals | | 3,600 | 3,000 |
| Income Received in Advance | | 64,812 | 42,500 |
| Total Current Liabilities | | 70,572 | 57,746 |
| Total Liabilities | | 70,572 | 57,746 |
| Net Assets | | 16,855 | 20,757 |
| Equity | | | |
| Retained Earnings | | 16,855 | 20,757 |
| Total Equity | | 16,855 | 20,757 |

[Signature]

[Signature]

APPROVED

29/09/2023

29/09/2023

Date:

Date:

The accompanying notes form part of these financial statements. These financial statements should be read in conjunction with the attached Auditor's Report.



Depreciation Schedule

Glen Innes Business Association Incorporated
For the year ended 30 June 2023

| NAME | PURCHASED | DISPOSED | COST | OPENING VALUE | PURCHASES | DISPOSALS | SALE PRICE | DEP. RECOVERED | LOSS | CAPITAL GAIN | RATE | METHOD | DEPRECIATION | CLOSING ACCUM. DEP. | CLOSING VALUE |
|---|-------------|----------|---------------|---------------|--------------|-----------|------------|----------------|------|--------------|--------|--------|--------------|---------------------|---------------|
| Furniture & Fittings | | | | | | | | | | | | | | | |
| Book Shelf | 1 Jul 2014 | | 124 | 2 | - | - | - | - | - | - | 21.60% | DV | - | 123 | 1 |
| Criterion Desk | 1 Jul 2014 | | 195 | 13 | - | - | - | - | - | - | 14.40% | DV | 2 | 184 | 11 |
| Filing Cabinet | 1 Jul 2014 | | 356 | 23 | - | - | - | - | - | - | 14.40% | DV | 3 | 336 | 20 |
| Four Drawer Mobile | 1 Jul 2014 | | 231 | 7 | - | - | - | - | - | - | 18.00% | DV | 1 | 225 | 6 |
| Security Door & Screens | 1 Jul 2014 | | 1,031 | 124 | - | - | - | - | - | - | 12.00% | DV | 15 | 922 | 109 |
| Total Furniture & Fittings | | | 1,937 | 170 | - | - | - | - | - | - | | | 22 | 1,789 | 148 |
| Office Equipment | | | | | | | | | | | | | | | |
| Carpet | 1 Jul 2014 | | 1,520 | 24 | - | - | - | - | - | - | 40.00% | DV | 10 | 1,506 | 14 |
| Computer | 6 Jan 2023 | | 2,337 | - | 2,337 | - | - | - | - | - | 50.00% | DV | 584 | 584 | 1,753 |
| Computer (18/6/14) | 1 Jul 2014 | | 541 | 2 | - | - | - | - | - | - | 50.00% | DV | 1 | 540 | 1 |
| Computer (8/11/07) | 1 Jul 2014 | | 1,422 | - | - | - | - | - | - | - | 48.00% | DV | - | 1,422 | - |
| Desktop PC - Inmate | 15 Dec 2015 | | 651 | 7 | - | - | - | - | - | - | 50.00% | DV | 4 | 648 | 4 |
| Panasonic 15" 105E Monitor | 1 Jul 2014 | | 255 | - | - | - | - | - | - | - | 48.00% | DV | - | 255 | - |
| Portable Air Conditioner for Office | 1 May 2016 | | 522 | 89 | - | - | - | - | - | - | 25.00% | DV | 22 | 455 | 67 |
| Total Office Equipment | | | 7,248 | 122 | 2,337 | - | - | - | - | - | | | 621 | 5,410 | 1,839 |
| Plant & Equipment | | | | | | | | | | | | | | | |
| Heater | 1 Jul 2014 | | 99 | - | - | - | - | - | - | - | 60.00% | DV | - | 99 | - |
| Microwave | 1 Jul 2014 | | 160 | - | - | - | - | - | - | - | 31.20% | DV | - | 160 | - |
| Office Camera (8/11/07) | 1 Jul 2014 | | 296 | - | - | - | - | - | - | - | 39.60% | DV | - | 296 | - |
| Santa Suit (2/8/11/07) | 1 Jul 2014 | | 90 | 3 | - | - | - | - | - | - | 21.60% | DV | 1 | 88 | 2 |
| Security CCTV Camera (2/7/07) | 1 Jul 2014 | | 7,100 | 185 | - | - | - | - | - | - | 21.60% | DV | 40 | 6,955 | 145 |
| Under Verandah Lighting | 1 Jul 2014 | | 400 | 10 | - | - | - | - | - | - | 21.60% | DV | 2 | 392 | 8 |
| Vacuum Cleaner | 1 Jul 2014 | | 88 | - | - | - | - | - | - | - | 60.00% | DV | - | 88 | - |
| Yamaha Portable Sounds System (10/4/13) | 1 Jul 2014 | | 2,760 | 298 | - | - | - | - | - | - | 21.60% | DV | 64 | 2,526 | 234 |
| Total Plant & Equipment | | | 10,993 | 496 | - | - | - | - | - | - | | | 107 | 10,604 | 389 |
| Total | | | 20,178 | 788 | 2,337 | - | - | - | - | - | | | 750 | 17,803 | 2,375 |

The accompanying notes form part of these financial statements. These financial statements should be read in conjunction with the attached Auditor's Report.

Notes to the Financial Statements

Glen Innes Business Association Incorporated For the year ended 30 June 2023

1. Reporting Entity

Glen Innes Business Association Incorporated was incorporated under the Incorporated Societies Act 1908 on the 25th of October 1968. The financial statements are not prepared for external users and are accordingly described as special purpose reports.

Measurement Base

The financial statements have been prepared on the basis of historical cost.

General Accounting Policies

Accrual accounting is used to match expenses and revenues.

The following specific accounting policies, which materially affect the measurement of the financial performance and the financial position, have been applied:

Revenue

Revenue shown in the Statement of Financial Performance comprises the amounts received and receivable by the Association in the ordinary course of its activities.

Donated Services

The activities of the Association are dependent on the voluntary services of many members. The value of these donated services have not been recognised in these Financial Statements as these services are not normally purchased by the Association and their value cannot be determined with reliability.

Accounts Receivable

Accounts Receivable are stated at their estimated realisable value. Amounts not considered recoverable have been written off.

Fixed Assets

Fixed Assets are recorded at cost, less accumulated depreciation.

Depreciation

Depreciation is charged to the Statement of Financial Performance at the same rate as is allowed by the Income Tax Act 2007 over the estimated useful lives of each part of an item of property, plant and equipment.

The method and rates applied are as follows:

| Asset Class | Method | Rate |
|----------------------|-------------------|---------------|
| Furniture & Fittings | Diminishing Value | 12.0% - 21.6% |
| Office Equipment | Diminishing Value | 25.0% - 50.0% |
| Plant & Equipment | Diminishing Value | 21.6% - 60.0% |

CCTV Cameras

From 1 July 2008 all purchases of CCTV cameras and related equipment have been expensed.

Income Tax

The Association is exempt from Income Tax by virtue of Section CW40 of the Income Tax Act 2007.

Goods and Services Tax

All revenue and expense transactions are recorded net of GST. Where applicable, all assets and liabilities have been stated net of GST with the exception of receivables and payables which are stated inclusive of GST.

Changes in Accounting Policies

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

Audit

These financial statements have been audited.

| | 2023 | 2022 |
|---------------------------------------|--------------|------------|
| 2. Fixed Assets | | |
| Furniture & Fittings | | |
| Cost | 1,937 | 1,937 |
| Less: Accumulated Depreciation | (1,789) | (1,767) |
| Total Furniture & Fittings | 148 | 170 |
| Office Equipment | | |
| Cost | 7,248 | 4,911 |
| Less: Accumulated Depreciation | (5,410) | (4,789) |
| Total Office Equipment | 1,839 | 122 |
| Plant & Equipment | | |
| Cost | 10,993 | 10,993 |
| Less: Accumulated Depreciation | (10,604) | (10,497) |
| Total Plant & Equipment | 389 | 496 |
| Total Fixed Assets | 2,375 | 787 |

3. Income Recognition

Business Improvement District Grants Income is recognised at the time of receipt. The final income may be adjusted post balance date depending on the collections received by the Council from ratepayers.

4. Events

Where expense is incurred for an event scheduled post balance date, e.g. Matariki, the expense is recorded as Prepayments. Any income received for the event is recorded as Income Received in Advance liability.

5. Capital Commitments

The Board report that there are no commitments for capital expenditure not already provided for at balance date.

6. Contingent Liabilities

There were no contingent liabilities at balance date (2022: \$Nil).



Statement of Changes in Equity

Glen Innes Business Association Incorporated
For the year ended 30 June 2023

| | 2023 | 2022 |
|------------------------|---------------|---------------|
| Equity | | |
| Opening Balance | 20,757 | 31,015 |
| Decreases | | |
| Loss for the Year | 3,902 | 10,258 |
| Total Decreases | 3,902 | 10,258 |
| Total Equity | 16,855 | 20,757 |

The accompanying notes form part of these financial statements. These financial statements should be read in conjunction with the attached Auditor's Report.