Special Purpose Annual Financial Report

Remuera Business Association (Inc)
For year ended 30th June 2024

Content

Directory

Remuera Business Association (Inc)
For the year ended 30th June 2024

Nature of Business
The entity promotes economic, social, environmental and cultural wellbeing within the Remuera Business Improvement District Boundary

Registered Office
Level One, 349 Remuera Road, Remuera Auckland 1050

Incorporation Number
223231

Incorporation Date
12-Oct-53

Board
Dorothy-Anne Fenn (Chairman)
Steve Garcia (Secretary)
Sandi Vincent
Kate Boyden
Sam Cockroft
Rosie Winter
Wallace Brabyn

IRD Number
010-679-427

Accountant
Elizabeth Smith
41 Gumdiggers Lane
RD2
Kaiwaka 0573

Lawyers
Wilson McKay
1a St Vincent Ave, Remuera, Auckland 1050

Auditor
William Buck Audit (NZ)Ltd
Level 4, 21 Queen St, Auckland CBD 1010

Bank
ASB Bank Limited
Remuera, Auckland

Revenue and Expenditure

Remuera Business Association (Inc)
For the year ended 30th June 2024

Revenue	**2024**	**2023**
Mainstreet Revenue	$ 249,840	$ 242,564
Orakei Local Board Grants		$ 4,000
Crime Prevention Grants	$ 13,822	
Interest Received	$ 16	$ 273
Sundry Revenue	$ 1,297	$ 860
Total Revenue	**$ 264,975**	**$ 247,697**
Expenses		
Administration	$ 165,592	$ 156,586
Audit & Accounting	$ 7,064	$ 6,225
Marketing & Promotion	$ 32,502	$ 38,419
Member Communications	$ 3,403	$ 7,590
Physical Environment	$ 72,321	$ 113,786
Total Expense	**$ 280,881**	**$ 322,606**
Net Surplus/Deficit	**$ (15,906)**	**$ (74,909)**

Balance Sheet

Remuera Business Association (Inc)
As at 30th June 2024

	30/06/2024	30/06/2023
Assets		
Cash and Bank		
ASB Business Saver Call Account	$ -	$ 638
ASB Society Cheque Account	$ 15,277	$ 7,740
ASB Credit Card	$ 513	$ -
Total Cash & Bank	**$ 15,790**	**$ 8,378**
Current Assets		
GST Refund Due	$ 8,624	$ 11,686
Accounts Receivable	$ -	$ -
Prepayments	$ 4,139	$ 1,357
Withholding Tax Paid	$ 573	$ 254
Total Current Assets	**$ 13,336**	**$ 13,297**
Fixed Assets		
Plant & Equipment	$ 216,175	$ 211,093
Less Accumulated Depreciation	$ 75,006	$ 40,109
	$ 141,169	**$ 170,984**
Office Equipment	$ 3,303	$ 1,869
Less Accumulated Depreciation	$ 1,323	$ 562
	$ 1,980	**$ 1,307**
Total Fixed Assets	**$ 143,149**	**$ 172,291**
Total Assets	**$ 172,275**	**$ 193,966**
Liabilities		
Bank		
ASB Credit Card	$ -	$ 786
Total Bank	**$ -**	**$ 786**
Current Liabilities		
Accounts Payable	$ 6,162	$ 14,261
Accrued Expenses	$ 2,200	$ 1,800
Holiday Pay Provision	$ 5,679	$ 7,157

Income Received in Advance	$ 10,000	$ 5,822
Total Current Liabilities	**$ 24,041**	**$ 29,040**
Net Assets	**$ 148,234**	**$ 164,140**
Equity		
Opening Balance	$ 164,140	$ 239,440
Profit/Loss	$ (15,906)	$ (74,909)
Prior Period Adjustment		$ (391)
Total Equity	**$ 148,234**	**$ 164,140**

For and on behalf of the Board of Directors

Dorothy-Ann Fenn (Chairman)

Sam Cockroft (Treasurer)

Date 27/9/24

Statement of Accounting Policies

Remuera Business Association (inc)
For the year ended 30 June 2024

1. Statement of Accounting Policies

Reporting Entity

The Remuera Business Association (Inc) is an incorporated association registered under the Incorporated Socities Act 1908, formed and domiciled in New Zealand under terms of rules dated 12th October 1953. The financial statements of Remuera Business Association (inc) have been prepared as special purpose reports authorised by the Board to report on the grants received from Auckland Council and the related expenditure in accordance with the agreement the Association has with Auckland Council

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and the financial position on an historical cost basis are followed by the Association

Specific Accounting Policies

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

A. Receivables

Receivables are stated at their estimated realisable value

B. Income Tax

The Association is exempt from income tax pursuant to the Income Tax Act 2007

C. Goods and Services Tax

The entity is registered for GST. The financial statements have been prepared on a GST exclusive basis with the exception of accounts payable and accounts receivable

D. Grants

Grants received are recognised in operating revenue, unless specific conditions attach to a grant and repayment of the grant is required where these conditions are not met. In these cases, the grant is treated as a liability until the conditions are met.

E. Property, Plant and Equipment

All assets are recorded at cost less accumulated depreciation
Any assets costing less than $500 exclusive of GST are recorded as expenses and are not capitalised.

Changes in Accounting policies

There have been no changes in accounting policies in the period covered by these financial statements. All policies have been applied on bases consistent to those used in the prior year.

2. Related parties

There have been no related party transactions during the year

3. Commitments

There are no known commitments

4. Contingent Laibilities

There are no known contingent liabilities at balance date(2023 nil)

5. Funding

The Remuera Business Association has entered a partnering agreement with the Auckland City Council as part of the Auckland Council's Business District Partnership Programme.
The Partnering Agreement commenced on 1st July 2022 for a period of 3 years, subject to a three month notice closure. The Association is reliant upon this funding to continue to provide services to the local community.

Detailed Revenue and Expenditure

Remuera Business Association (Inc)
For the year ended 30th June 2024

Revenue		**2024**		**2023**
Mainstreet Revenue	$	249,840	$	242,564
Orakei Local Board grants	$	-	$	4,000
Crime Prevention Grants	$	13,822	$	-
Interest Received	$	16	$	273
Sundry Revenue				
Associate memberships	$	250	$	-
Lighting a/c - dividends received	$	1,047	$	860
Total Sundry Revenue	$	1,297	$	860
Total Revenue	**$**	**264,975**	**$**	**247,697**
Expenses				
Administration				
Bad Debts	$	-	$	-
Bank Fees	$	190	$	136
Contractors	$	8,083	$	1,630
Depreciation	$	35,660	$	33,606
General Expenses	$	1,107	$	719
Insurance - ACC	$	216	$	86
Insurance - Other	$	2,048	$	3,892
Interest	$	10	$	3
Printing, postage and stationery	$	456	$	2,441
Rent & Utilities	$	8,768	$	8,878
Repairs and Maintenance	$	1,758	$	3,517
Salaries	$	105,171	$	94,100
Salaries - holiday pay provision	$	(1,478)	$	3,517
Small asset purchases	$	233	$	425
Subscriptions and memberships	$	1,483	$	1,878
Telephone and internet	$	1,887	$	1,758
Total Administration	**$**	**165,592**	**$**	**156,586**
Audit and Accounting				
Accounting - bookkeeping	$	4,398	$	4,185
Audit Fees	$	2,666	$	2,040
Total Audit and Accounting	**$**	**7,064**	**$**	**6,225**

Marketing and promotion		
Mktg and promo - advertising	$ -	$ 88
Mktg and promo - electronic marketing and web development	$ 2,524	$ 1,091
Mktg and promo - events	$ 14,015	$ 21,949
Mktg and promo - other	$ 232	$ 174
Social media marketing	$ 15,730	$ 15,117
Total Marketing and promotion	**$ 32,502**	**$ 38,419**
Member communications		
Business e-newletter	$ -	$ 2,161
Business networking	$ -	$ 3,478
Meetings (including AGM)	$ 3,403	$ 1,951
Total Member Communications	**$ 3,403**	**$ 7,590**
Physical environment		
Christmas Decorations	$ 3,029	$ 1,570
Lighting a/c - repairs and maintenance	$ 14,730	$ 13,965
Lighting expense (fairy lights)	$ 4,778	$ 2,199
Mowing	$ 313	$ 287
Other physical environment improvements	$ 3,993	$ 2,643
Paper recycling	$ 8,128	$ 11,872
Pole Banners	$ 4,200	$ 15,563
Fascia Signage - Beautification	$ 7,280	$ 30,000
Security	$ 21,592	$ 31,534
Storage	$ 4,278	$ 4,153
Total Physical environment	**$ 72,321**	**$ 113,786**
Total Expenses	**$ 280,881**	**$ 322,606**
Net Surplus/Deficit	**$ (15,906)**	**$ (74,909)**

Remuera Business Association Incorporated
Independent auditor's report to the Members

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Remuera Business Association Incorporated (the Association), which comprise the balance sheet as at 30 June 2024, and the statement of revenue and expenditure for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Association are prepared, in all material respects, in accordance with the accounting policies outlined in Note 1 to the financial statements.

Basis for Opinion

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements have been prepared to enable the Association to report to its members. Our opinion is not modified in respect of this matter.

Committee Members' Responsibilities

The Committee Members are responsible on behalf of the entity for the preparation of financial statements prepared in accordance with the accounting policies disclosed in Note 1 to the financial statements, and for such internal control as the Committee Members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Committee Members are also responsible for the selection of accounting policies that are appropriate for the entity.

In preparing the financial statements, the Committee Members are responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee Members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

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 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 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 Association's internal control.

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

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

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events.

We communicate with the Committee 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.

Restriction on Distribution and Use

This report is made solely to the Association's members, as a body. Our audit work has been undertaken so that we might state to the Association's members those matters which 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 audit work, for this report or for the opinions we have formed.

William Buck

William Buck Audit (NZ) Limited

Auckland
30 September 2024