

Newtown Residents Association (Inc)

Financial Statements

For the Year Ended

30 June 2011

Newtown Residents Association (Inc)

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30 June 2011

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Newtown Residents Association (Inc)

Audit Report

30 June 2011

I have audited the financial statements attached. The financial statements provide information about past financial performance of the Newtown Residents association (Inc) and its financial position as at 30 June 2011. This information is stated in accordance with the accounting policies set out in the notes to the financial statements.

Responsibilities of the Executive of the Association.

The executive's are responsible for the preparation of financial statements, which fairly reflects the financial position of the Newtown Residents Association (Inc) 30 June 2011 and of the results of operations for the year ended 30 June 2011.

Auditor's Responsibility.

It is my responsibility to express an independent opinion on the financial statements presented by the Executive and report my opinion to you.

Basis of Opinion.

An audit includes examining on a test basis, evidence relevant to the amounts and disclosures in the financial statements. It also includes assessing:

- the significant estimates and judgement made by the executive in preparation of the financial statements and
- whether the accounting policies are appropriate to the Newtown Residents Association (Inc) consistently applied and adequately disclosed.

The audit has been conducted in accordance with generally accepted auditing standards in New Zealand except where that work was limited as explained below. The audit was planned and performed so as to obtain all the information and explanation which were considered necessary in order to provide sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. In forming my opinion I also evaluated the overall adequacy of the presentation of information in the financial statements.

Other than in my capacity as auditor I have no relationship with or interest in the Newtown Residents association (Inc).

Newtown Residents Association (Inc)

Audit Report - Continued

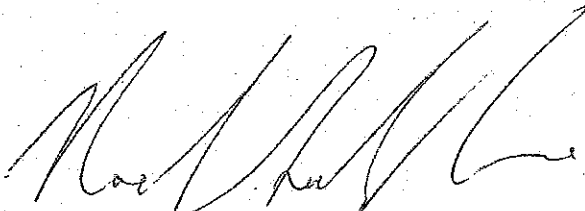
30 June 2011

Qualified Opinion.

Control over cash income prior to being recorded is limited and there are no practical audit procedures to determine the effect of the limited control.

In our opinion, except for the adjustment that might have been found to be necessary had we been able to obtain sufficient evidence concerning cash income, the financial statements fairly reflect the financial position of the Newtown Residents Association (Inc) as at 30 June 2011 and the results of its operation for the year ended on that date.

My audit was completed on Thursday 31 May 2012 and my qualified opinion is expressed as at that date.



Noel D Sulzberger, Chartered Accountant, Wellington

Thursday 31 May 2012

Date

Newtown Residents Association (Inc)

Statement of Financial Performance For Year Ended 30 June 2011

	2011	2010
	\$	\$
INCOME		
Income as per Schedule	127,968	80,861
TOTAL INCOME	127,968	80,861
LESS COST OF SALES		
Opening Stock - Merchandise	-	-
Purchases - Merchandise	7,092	-
Less		
Closing Stock - Merchandise	3,335	-
TOTAL COST OF SALES	3,757	-
GROSS SURPLUS	124,211	80,861
LESS EXPENDITURE		
Audit Fee	1,400	-
Expenditure as per Schedule	116,141	80,446
TOTAL EXPENDITURE	117,541	80,446
NET OPERATING SURPLUS	6,671	414

Newtown Residents Association (Inc)

Statement of Financial Performance-Association For Year Ended 30 June 2011

	2011	2010
INCOME		
Interest	412	147
Grants	250	
Subscriptions	<u>85</u>	<u>138</u>
Total Association Income	748	285
Less		
EXPENDITURE		
Bank Fees	0	33
Disbursements	11	0
Meetings	<u>336</u>	<u>140</u>
Total Association Expenses	<u>346</u>	<u>173</u>
ASSOCIATION NET INCOME	<u><u>401</u></u>	<u><u>112</u></u>

Newtown Residents Association (Inc)

Statement of Financial Performance-Festival For Year Ended 30 June 2011

	2011	2010
INCOME		
Advertising	8,900	
Donations & Sponsorship	6,523	3,592
Fair (Stallholders)	38,218	35,340
Grants	70,000	36,000
Interest	996	220
Licence Fees Recovered	2,362	980
Sundry	222	4,444
Total Festival Income	127,220	80,576
Less		
EXPENDITURE		
FESTIVAL		
Advertising	10,303	9,724
Community Centre Programme	1,543	
Contractors	524	150
Entertainers	14,507	14,120
Carrara Park	1,806	
Licenses & Registrations	913	
Sundry Expenses	1,151	2,439
Management	40,838	19,218
PA's	3,985	5,530
Road Closure	16,700	14,975
Site Services	14,308	13,167
Stages	9,222	950
Telephone	-	
Total Festival Expenses	115,794	80,273
FESTIVAL NET INCOME	11,426	302

Newtown Residents Association (Inc)

Statement of Movements in Equity For Year Ended 30 June 2011

	2011	2010
	\$	\$
MOVEMENT IN ASSOCIATION EQUITY		
Accumulated Funds		
Opening Balance at 1 July 2010	32,124	31,710
Net Surplus for Year	6,671	414
Newtown History Project	2,500	2,500
WSLCT Project	6,000	6,000
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Total Accumulated Funds at 30 June 2011	47,294	40,624
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Newtown Residents Association (Inc)

Statement of Financial Position As At 30 June 2011

	2011	2010
	\$	\$
CURRENT ASSETS		
Westpac-Association	1,810	17,275
Westpac-Festival	5,797	12,719
Westpac Term Deposit-Association	15,377	
Westpac Term Deposit-Festival	12,302	
Accounts Receivable	2,275	10,040
GST	8,746	1,231
Stock on Hand	3,335	
TOTAL CURRENT ASSETS	<u>49,643</u>	<u>41,265</u>
PLUS NON CURRENT ASSETS		
As per Schedule of Fixed Assets and Depreciation	152	459
TOTAL ASSETS	<u>49,794</u>	<u>41,724</u>
LESS CURRENT LIABILITIES		
Unspent Grants	1,100	1,100
Accounts Payable	1,400	
TOTAL CURRENT LIABILITIES	<u>2,500</u>	<u>1,100</u>
NON CURRENT LIABILITIES		
TOTAL LIABILITIES	<u>2,500</u>	<u>1,100</u>
NET ASSETS	<u><u>47,294</u></u>	<u><u>40,624</u></u>
REPRESENTED BY:		
ASSOCIATION FUNDS		
Accumulated Funds Brought Forward	32,124	31,709
Current Year Surplus	6,671	414
WSLCT History Project	6,000	6,000
Newtown History Project	2,500	2,500
TOTAL ASSOCIATION FUNDS	<u><u>47,294</u></u>	<u><u>40,623</u></u>

Newtown Residents Association (Inc)

Schedule of Fixed Assets and Depreciation For Year Ended 30 June 2011

Asset	Purchase Cost	Opening B/Value	Additions Deletions	Depreciation Rate	Depreciation Value	Closing B/Value
Computer Equipment	917	459		67.0%	307	152

Newtown Residents Association (Inc)

Notes to Financial Statements

30 June 2011

Statement of Accounting Policies

Reporting Entity

Newtown Residents Association (Inc) is an incorporated society registered under the Incorporated Societies Act 1908 and is entitled to use differential reporting exemptions as it is not publicly accountable and does not qualify as large.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of Financial Performance and Financial Position on an historical cost basis are followed by the Club.

Specific Accounting Policies

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

- **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
- **Grants**

Grants received are recognised in income, unless specific conditions are not met. In these cases the grant is accounted for as a liability until the conditions are met or the grant is repaid. During the period the club received grants from the Lion Foundation, Trust House and wellington City Council totalling \$70,000. Unspent grants brought forward from the previous year were \$1,100. As at 30 June 2011 unspent grant funds received were \$1,100.
- **Fixed Assets and Depreciation**

Fixed Assets are stated at cost less accumulated depreciation. Depreciation has been calculated using maximum rates permitted by the Income Tax Act 1994.
- **Goods and Services Tax**

The Financial Statements have been prepared on a GST exclusive basis.
- **Stock**

Stock has been valued at the lower of historical cost or market value on the assumption that stock purchased first has been used first.
- **Taxation**

Newtown Residents Association (Inc) is not liable for taxation on its income.
- **Bequests**

Bequests and Legacies are recognised as income when received. Bequests and Legacies are treated as liabilities if conditions are attached to them. Once those conditions are satisfied, the liability is extinguished and income is recognised in the

- **Related Parties**

There were no related party transactions during the year under review.

- **Audit**

These financial statements have been audited. Please refer to Auditor's Statement

Commitments and Contingent Liabilities

At balance date there are no known capital commitments or contingent liabilities. Newtown Residents Association (Inc) has not granted any securities in respect of liabilities payable by any other party whatsoever.