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WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

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FOR THE YEAR ENDED 31 MAY 2020

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WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

COMPILATION REPORT

FOR THE YEAR ENDED 31 MAY 2020

To Waikawau Boat Ramp Society Incorporated

Scope

On the basis of information you provided we have compiled, in accordance with Service Engagement Standard No. 2: Compilation of Financial Information, the financial statements of Waikawau Boat Ramp Society Incorporated for the year ended 31 May 2020 as set out on the following pages. The financial reporting framework used and any specific accounting policies adopted are described in the notes to the financial statements.

Responsibilities

You are solely responsible for the information contained in the financial statements and have determined that the financial reporting framework used is appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

Disclaimer of Liability

As mentioned above in our report, Business One Limited has compiled the financial information based on information which you provide to us. Those compilation procedures do not include the performance of an audit or review in respect of either of the information you provide or the financial information which is compiled from it.

Accordingly neither Business One Limited nor any of its employees accept any responsibility for the reliability, accuracy or completeness of the information from which the financial information has been compiled. Neither Business One Limited nor any of our employees accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on the compiled financial information.

Business One Ltd

Business One Limited
Chartered Accountants
Thames
Thursday, 25 June 2020

WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 31 MAY 2020

	2020	2019
Non-Trading Income		
Subscriptions	91,317	83,592
Interest Received	12,109	10,716
Ramp Fees - Casual Ramp Users	112,090	130,498
Total Non-Trading Income	215,516	224,806
Overhead Expenses:		
Accountancy	1,000	950
Advertising & Stickers	2,330	1,783
AGM Expenses	393	396
Audit Fee	1,290	2,580
Bank Fees & Charges	136	191
Committee Meeting Expenses	406	947
Consultancy Fees re New Boat Ramp	435	37,494
Consultancy re Car Park Waikawau	-	2,500
Channel & Ramp Maintenance	65,770	48,960
Waikato Regional Council & TCDC Costs	6,876	14,924
Honorarium	7,000	6,000
Insurance	765	763
Interest - Bank	-	29
Postage & Stationery	903	1,853
Repairs - Grounds	1,757	1,095
Subscriptions & Licences	506	691
Sundry & Repairs	248	688
Travelling & Ramp Custodian Expenses	7,200	7,889
Website Expenses	491	498
Total Cash Overheads	97,506	130,231
Depreciation	-	200
Total Overhead Expenses	97,506	130,431
Profit (Loss) Before Income Tax	118,010	94,375

These financial statements have been prepared from information provided by our client and must be read in conjunction with the Compilation Report, Statement of Accounting Policies and the Audit Report

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WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

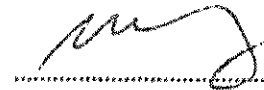
STATEMENT OF FINANCIAL POSITION

AS AT 31 MAY 2020

	2020 \$	2019 \$
CURRENT ASSETS		
Cash & Bank		
Cash on Hand	3,052	-
Stickers on Hand	850	783
Westpac Cheque A/c	10,869	3,012
ANZ Serious Saver	97,543	43,177
Westpac Savings A/c	85,003	35,002
ANZ Online A/c	17	32
Receivables		
Accrued Interest	1,223	1,237
Investments		
ANZ Term Deposit - 1001	57,716	55,996
ANZ Term Deposit - 1002	56,714	54,964
ANZ Term Deposit - 1003	55,869	54,104
ANZ Term Deposit - 1004	55,436	53,644
ANZ Term Deposit - 1005	-	51,648
Westpac Term Deposit - 0001	77,590	75,000
ANZ Term Deposit - 1006	50,343	-
Total Assets at Book Value	552,225	428,599
CURRENT LIABILITIES		
Creditors and Borrowings		
Accounts Payable - Creditors	16,500	11,744
Accrued Liabilities	7,000	6,000
Subscriptions Received in Advance	10,525	8,710
GST Payable	6,339	8,294
Total Current Liabilities	40,364	34,748
Total Liabilities	40,364	34,748
Net Assets	511,861	393,851
Which is represented by your Equity		
MEMBERS FUNDS	511,861	393,851

For and on behalf of the Committee:


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22/7/20. Date



WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

STATEMENT OF MOVEMENTS IN EQUITY

FOR THE YEAR ENDED 31 MAY 2020

	2020	2019
MEMBERS FUNDS		
Opening Balance	393,851	299,476
Profit for the Year	118,010	94,375
	<u>511,861</u>	<u>393,851</u>
Equity (Deficit) as at 31 May 2020	<u>511,861</u>	<u>393,851</u>

These financial statements have been prepared from information provided by our client and must be read in conjunction with the Compilation Report, Statement of Accounting Policies and the Audit Report

WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

STATEMENT OF FIXED ASSETS AND DEPRECIATION

FOR THE YEAR ENDED 31 MAY 2020

DESCRIPTION	UNIT	COST	OPENING BOOK VALUE	ADDITIONS	DATE OF ADDITION	SALE PRICE	PARTIAL SALE PRICE	PROFIT (LOSS)	DEPOSIT DATE	ORIGINAL COST	CAPITAL EXPENDITURE (COST)	DEPRECIATION	ACCUMULATED DEPRECIATION	CLOSING BOOK VALUE
Plant & Equipment														
WHF	20.0P	-	-	-	01/05/09	-	-	-	31/05/20	200	-	-	200	-
Container	30.0P	2,000	2,000	-	01/05/09	-	-	-	-	-	-	-	2,000	-
		2,000	2,000	-		-	-	-		200	-	-	2,200	-
Office Equipment														
Laptop Computer	25.0P	685	685	-	08/10/12	-	-	-	-	-	-	-	685	-
		685	685	-		-	-	-		-	-	-	685	-
Total Assets														
			2,685							200			2,885	

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These financial statements have been prepared from information provided by our client and must be read in conjunction with the Compilation Report, Statement of Accounting Policies and the Audit Report

WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2020

STATEMENT OF ACCOUNTING POLICIES

Accounting Entity

The attached special purpose financial accounts are those of Waikawau Boat Ramp Society Inc. The entity is incorporated under the Incorporate Societies Act 1908. The financial statements have been prepared for compliance purposes and for the governance of the entity.

The measurement base adopted is historical cost, unless otherwise stated below. Accrual accounting is used to match expenses and revenues. No reliance is placed on the fact that the entity is a going concern due to the license to occupy restrictions.

Accounts receivable are stated at their estimated net realisable value.

CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies.

REVENUE

Revenue has been recognised on an accruals basis.

BANK OVERDRAFT

The bank overdraft facility is unsecured. There are no restrictions on the use of this facility.

FIXED ASSETS

Fixed assets are recorded at valuation at the 1st June 2009, less accumulated depreciation as set out in the attached Schedule of Fixed Assets and Depreciation. Where an assets carrying amount is assessed to be greater than its recoverable value, the item is written down and the write down is recognised in the statement of financial performance.

DEPRECIATION

Property, plant and equipment, and vehicles are recognised at valuation as at 1st June 2009, less aggregate depreciation. Depreciation has been based on the estimated life of the assets and calculated on the following basis:

• Container	10.0% SL
• Plant & Equipment	20.0% SL
• Computer Equipment	25.0% SL

SUBSCRIPTIONS

Income received from members' fees is recorded on an accruals basis. Subscriptions received in advance have been recorded as a liability in the statement of financial position.

TAXATION

No provision has been made in these Accounts for any taxation as the Waikawau Boat Ramp Society is an exempt entity for taxation purposes.

GOODS & SERVICES TAX

The financial information has been prepared on a GST exclusive basis. Accounts Receivable, Accounts Payable and subscriptions in advance are recorded in the Statement of Financial Position inclusive of GST. GST owing to or by the entity at balance date as recorded in the Statement of Financial Position, has been determined on an accruals basis.



WAIKAWAU BOAT RAMP SOCIETY INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MAY 2020

BOAT RAMP

Any expenses related to the development of the boat ramp have been expensed. The Waikawau Boat Ramp Society Incorporated has been granted a license to occupy an area of the Waikawau Reserve. This license gives access to the boat ramp and an area of land adjacent to the boat ramp. Land at Waikawau Reserve is subject to a Maori land claim. The license to occupy is for three years commencing 1 December 2019. If the land claim is successful and the land is transferred, the license can be revoked by the council, upon one month's notice.

CONTINGENT LIABILITIES

There are no contingent liabilities at year end. (2019:Nil).

CAPITAL EXPENDITURE COMMITMENTS

\$Nil. (2019 \$Nil.)

RESTRICTION ON TITLE TO ASSETS

\$Nil (2019 \$Nil.)

EVENTS OCCURRING AFTER BALANCE DATE

\$Nil. (2019 \$Nil.)

TRANSACTIONS WITH RELATED PARTIES

Members of the Society are related parties and income received from them is included in the subscriptions received in the financial statements. Payments are made to Ramp Wardens and Office Holders of the Society to reimburse their travel costs when acting on behalf of the Society. There are no other material related party transactions. (2019 \$Nil.)

VOLUNTEER SERVICES

The value of volunteer services provided at a discount or for nil value is not recorded in these financial statements.

AUDIT

These financial statements have been audited and must be read in conjunction with the attached Audit report.

PROVISION FOR AUDIT FEE

In the preparation of the Financial Statements, a provision for audit fee to be charged in respect of these financial statements has been made.

COVID-19

Due to the Covid-19 lockdown the Ramp Fees – Casual Ramp User income is significantly reduced on the prior year.



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INDEPENDENT AUDITOR'S REPORT

To the Members of Waikawau Boat Ramp Society Incorporated

Qualified Opinion

We have audited the accompanying Financial Statements of Waikawau Boat Ramp Society Incorporated on pages 2 to 7, which comprise of the Statement of Financial Performance and Statement of Movements in Equity for the year ended 31 May 2020, the Statement of Financial Position as at 31 May 2020, and Notes to the Financial Statements which have been prepared using a Special Purpose Reporting Not-For-Profit Framework.

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* section of our report, the accompanying Financial Statements give a true and fair view of the financial position of Waikawau Boat Ramp Society Incorporated as at 31 May 2020, and its financial performance for the year then ended, in accordance with the Accounting Policies.

Basis for Qualified Opinion

Audit Report Qualification – Control over Cash Income

Control over certain cash income prior to being recorded in the financial books is limited and there are no practical audit procedures to determine the effects of this limited control.

Audit Report Qualification – Material Uncertainty Related to Going Concern

We draw attention to the Statement of Accounting Policies which states that "No reliance is placed on the fact that the entity is a going concern due to the license to occupy restrictions" (on page 6). The Boat Ramp note (on page 7) in the Financial Statements, details that the Land at Waikawau Reserve is subject to a Maori Land Court Claim and if successful the license can be revoked by the Council with one months' notice. This indicates that a material uncertainty exists that may cast significant doubt on the Entity's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

We conducted our audit of the Statement of Profit and Loss, Statement of Financial Position, Statement of Movements in Equity and the Notes to the Financial Statements 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 Waikawau Boat Ramp Society Incorporated 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 relationship with, or interests in, Waikawau Boat Ramp Society Incorporated.

Emphasis of Matter - Basis of Accounting

Without modifying our opinion, we draw attention to the Statement of Accounting Policies Note in the Financial Statements which describes the basis of accounting. The Financial Statements are prepared as "Special Purpose Reports". As a result, the Financial Statements may not be suitable for another purpose.

Committee Members Responsibilities for the Financial Statements

The Committee Members are responsible on behalf of the Society for the preparation and fair presentation of 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.

In preparing the Financial Statements, the Committee Members are responsible on behalf of the Society for assessing the Society'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 those Committee Members either intend to liquidate the Society 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 Society's 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 those charged with governance and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Society'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 Society 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 in a manner that achieves fair presentation.

We communicate with the Committee Members 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.

Information Other than the Financial Statements and Auditor's Report Thereon

The Committee Members are responsible for the preparation of other information provided to the members such as the President's Report which may contain financial information. The other information does not include the Financial Statements and our auditor's report thereon.

Our opinion on the Financial Statements does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the Financial Statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the Financial Statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. The other information was not available to the auditor prior to the audit report being completed and therefore we are unable to draw a conclusion as to whether the information is consistent with that included in the Financial Statements.

Absolute Auditing Ltd.

Sarah Dillon
Absolute Auditing Ltd
New Zealand
22 July 2020