

**TERN POINT RECREATION & CONSERVATION SOCIETY INC.**

**MANGAWHAI**

**IRD NUMBER: 81-409-518**

**STATEMENT OF FINANCIAL ACCOUNTS**

**FOR THE YEAR ENDED 30TH JUNE 2020**

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# **TERN POINT RECREATION & CONSERVATION SOCIETY INC.**

## **STATEMENT OF ACCOUNTING POLICIES**

### **FOR THE YEAR ENDED 30 JUNE 2020**

#### **GENERAL ACCOUNTING POLICIES**

The entity is an incorporated society. These Financial Statements are special purpose financial statements for reporting to members and for management purposes.

The attached Financial Statements have been prepared using the Historical Cost as the measurement base.

The entity qualifies for differential reporting as it is not publicly accountable and there is no separation between the owners and the governing body. The entity has taken advantage of all available reporting exemptions.

#### **PARTICULAR ACCOUNTING POLICIES**

The following particular accounting policies have been adopted in the preparation of the attached Financial Statements:

##### **Investments**

Shown at the assessed market value at balance date for Saturn Investments.

##### **Assets Valuation.**

Stated at cost. Depreciation is only shown on assets where depreciation is claimed for tax purposes but no depreciation is claimed in the Income & Expenditure Statement attached.

##### **Goods & Services Tax:**

These Financial Statements have been prepared on a GST inclusive basis as the entity is not GST registered.

#### **NOTES TO THE ACCOUNTS**

The roading deposits of \$5 000 are held on behalf of lot holders to cover any damage if incurred to the road while the member is in the process of building.

The Society at there AGM on 18 October 2014 moved that the accounts be reviewed and not be subject to a full audit.

It was directed that the value of roading within Tern Point be included in the depreciation schedule at the calculated original cost of \$445 652 be depreciated at an appropriate rate. With the design life of roads generally being 25 years the roading is depreciated on the cost price at 4% per annum.

The Saturn Investment is held as a fund to provide for the future resealing of the Tern Point road. Because it is expected this will not be required before 2027 this long term investment has been made. It is reported at its value at balance date with any gain or loss on the original investment amount of \$34 508 shown in the balance sheet as "Unrealised Gain/Loss - Saturn"

#### **ACCOUNTANTS REVIEW REPORT**

This Review Report is prepared for the readers of Tern Point Recreation and Conservation Society Inc. Statement of Financial Reports. I have reviewed the Financial Reports and Financial records in accordance with generally accepted standards and the disclosed accounting basis.

In common with organisations such as this, control over revenue prior to being recorded can be limited.

However in my opinion, proper accounting records have been kept as far as appears from my examination of those records supplied and the Financial Reports reflect a true and fair view of the financial position and activities of the Tern Point Recreation and Conservation Society Inc. at 30th June 2020 and the results of operations for the year ended 30th June 2020.

K J Raven  
Accountant & Tax Agent  
51 Ross Rise  
Taupo 3385  
Dated: 3 August 2020

**Tern Point Recreation & Conservation Society Inc.**  
**Income & Expenditure Statement for the Year Ended 30 June 2020**

	Actual YTD	Year to Date Budget	Variance	Last YTD
<b>Income</b>				
Farm Lease	16,000	16,000	0	16,000
Sales - Olive Oil	8,755	4,800	3,955	4,646
Sales - Surplus Bottles & Tops	187	0	187	0
Tree Donations	0	0	0	500
Bank Interest	8	0	8	23
Annual Levies	85,800	85,800	0	64,667
Penalty Interest due Late Payment	70	0	70	140
Tax Refunds	50	200	-150	186
Seawall Levies	0	0	0	57,000
Donation - Common Land Working Bee	200	0	200	300
Roading Deposits	0	0	0	-475
Other Income	0	0	0	60
<b>Total Income</b>	<b>111,070</b>	<b>106,800</b>	<b>4,270</b>	<b>143,047</b>
<b>Expenses</b>				
<b>Property Group</b>				
Frog Pond Walkway	0	0	0	2,990
Weed & Pest Control	572	700	-129	850
Signage	0	0	0	84
Common Land Contractor	30,429	40,000	-9,571	39,993
Common Land Maintenance	3,645	0	3,645	0
Farm Development	9,235	7,600	1,635	3,129
Farm Maintenance	1,503	7,600	-6,097	5,642
Farm Sea Wall Maintenance	157	5,000	-4,843	65,702
Coastal Maintenance	11,101	7,000	4,101	0
Olive Grove Maintenance	6,531	4,140	2,391	2,490
Walkway Maintenance	0	1,500	-1,500	0
Farm Bamboo Removal	0	0	0	5,072
Security Gate Maintenance	2,873	3,000	-127	1,338
Roading Repairs	105	0	105	0
Plant & Machinery	0	0	0	127
<b>Total Property Group</b>	<b>66,149</b>	<b>76,540</b>	<b>-10,391</b>	<b>127,417</b>
<b>Other Expenses</b>				
Olive Oil Expenses	369	3,800	-3,431	3,734
AED Defibrillator Maintenance	2,875	150	2,725	0
Electricity	2,551	2,700	-149	2,325
Admin - Managers Fees	8,250	9,000	-750	9,000
Accountancy & Audit Fees	1,484	1,500	-17	1,438
General Expenses	0	240	-240	434
Bank Charges	40	50	-10	40
Website	1,179	500	679	0
Meeting Expenses	0	0	0	84
Entertainment Expenses	150	500	-350	555
IRD Tax on Bank Interest	1	0	1	4
Insurance	4,190	4,900	-710	4,748
Telephone & Tolls	480	480	0	440
Post Office Box Rental	195	180	15	170
Postage	6	0	6	10
Printing & Stationery	10	0	10	10
<b>Total Expenses</b>	<b>87,929</b>	<b>100,540</b>	<b>-12,611</b>	<b>150,408</b>
<b>Profit (Loss)</b>	<b>23,141</b>	<b>6,260</b>	<b>16,881</b>	<b>-7,362</b>

**Tern Point Recreation & Conservation Society Inc.**

**Balance Sheet**

**As at 30 June 2020**

<b>CAPITAL</b>		This Year	Last Year End
9101	Unrealised Capital Gain/Loss - Saturn	2,385.96	906.96
9102	Road Depreciation Annual Adjustments	(35,652.00)	(17,826.00)
9400	Retained Earnings	<u>324,759.94</u>	<u>332,121.63</u>
		291,493.90	315,202.59
	Plus Current Year Operating Surplus/(Deficit)	23,141.47	(7,361.69)
	<b>TOTAL CAPITAL FUNDS</b>	<u><u>314,635.37</u></u>	<u><u>307,840.90</u></u>
<b>REPRESENTED BY</b>			
<b>CURRENT ASSETS</b>			
6010	Cheque Account (00)	34,707.54	10,989.97
6020	Farm Development Account (50)	1,660.87	1,659.64
6030	Building Project Bond Account (51)	4,028.25	1,027.07
6031	Bamboo Bank Account (52)	6,234.42	6,229.93
6300	Sundry Debtors	0.00	83.00
6301	Withholding Tax on Interest	<u>0.29</u>	<u>0.29</u>
		46,631.37	19,989.90
<b>LESS CURRENT LIABILITIES</b>			
8201	Road Bond Deposits	<u>5,000.00</u>	<u>1,500.00</u>
		5,000.00	1,500.00
	<b>NET WORKING CAPITAL</b>	41,631.37	18,489.90
<b>TERM ASSETS</b>			
6410	Saturn Investment	<u>36,894.00</u>	<u>35,415.00</u>
		36,894.00	35,415.00
<b>FIXED ASSETS</b>			
7210	Sundry Fixed Assets at cost	146,979.00	146,979.00
7211	Tern Point Road	445,652.00	445,652.00
7212	Tern Point Road Depreciation Provision	<u>(356,521.00)</u>	<u>(338,695.00)</u>
		236,110.00	253,936.00
	<b>NET ASSETS</b>	<u><u>314,635.37</u></u>	<u><u>307,840.90</u></u>

Asset	Cost Price	Book Value 01/07/19	Additions Disposals	Gain/Loss on Disposal	Capital Profit	---- Depreciation ----			Accum Deprec 30/06/20	Book Value 30/06/20
						Mth	Rate	\$		
<b>ASSETS</b>										
Maintenance Shed	13,422	13,422				12	0.0%	0	0	13,422
Pump Shed	6,000	6,000				12	0.0%	0	0	6,000
Boat Shed	70,000	70,000				12	0.0%	0	0	70,000
AED Defibrillator Device	3,868	223				12	30.0% DV	67	3,712	156
Farm Pump	3,169	554				12	20.0% DV	111	2,726	443
Walking Tracks (Tax)	2,874	1,778				12	6.0% DV	107	1,203	1,671
Stockyards	20,899					12	100.0%	0	20,899	0
Security Gate & Electronics (Replacement)	25,000	25,000				12	0.0%	0	0	25,000
Security Cam	1,747	383				12	67.0% DV	257	1,621	126
Roading	445,652	106,957				12	4.0% CP	17,826	356,521	89,131
<b>TOTAL ASSETS</b>	<b>592,631</b>	<b>224,317</b>						<b>18,368</b>	<b>386,682</b>	<b>205,949</b>

**TERN POINT RECREATION AND CONSERVATION SOCIETY****Tax Summary for the Year Ended 30/06/2020**Income:

Income from Interest		27.01
Other Income	LOSS	80,641.76
	<b>LOSS</b>	<b>80,614.75</b>
Losses Brought Forward		719,983.51
		719,983.51
<b>LOSS TO BE CARRIED FORWARD</b>	<b>LOSS</b>	<b>800,598.26</b>
Tax on Taxable Income		0.00
<b>Tax Payable</b>		<b>0.00</b>
<u>Less Tax Paid at Source:</u>		
Interest RWT		7.21
<b>2020 Terminal Tax Credit</b>	<b>CREDIT</b>	<b>7.21</b>

2021 Provisional Tax

2020 Residual Tax does not exceed \$5000.00.

There is therefore no 2021 Provisional Tax payable.

Payments Schedule

	Terminal Credit	1st inst. 28/11/20	2nd inst. 28/03/21	3rd inst. 28/07/21	Total
2021 Provisional Tax		0.00	0.00	0.00	0.00
2020 Terminal Tax	(7.21)				(7.21)
<b>TOTAL</b>	<b>(7.21)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>(7.21)</b>

Your refund will be paid to your Bank Account No

12-3022-0433433-00

**TERN POINT RECREATION AND CONSERVATION SOCIETY**  
Tax Return Details for the Year Ended 30/06/2020

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Interest

Payer	RWT	Gross Interest
NZ Interest Received	7.21	27.01
	<u>7.21</u>	<u>27.01</u>

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Other Income

Payer	Income Type	Amount
Society Activities	Other	(81227.00)
PiE Investment Income	Other	585.24
		<u>(80641.76)</u>

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**Total Income** -80614.75

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**Losses Brought Forward** 719983.51

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**Taxable Income** -80614.75  
LOSS

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