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# Directory

## Gisborne Chamber of Commerce For the year ended 31 December 2018

### Nature of Business

Economic development in the Gisborne region

### Incorporation Number

214355

### IRD Number

16-943-525

### Committee

T Sheldrake	CEO
P Naske	President
J Muir	Vice President

J Martin  
A Hughes  
J Hockey  
D Taylor  
B Mackay

### Chartered Accountant

Glenn Morley  
BDO Gisborne Ltd  
1 Peel Street  
Gisborne

### Bankers

BNZ  
Gisborne

### Solicitors

Joe Martin  
Burnard Bull & Co  
Gisborne

### Auditor

Coates Associates Ltd  
Gisborne

# Approval of Financial Report

## Gisborne Chamber of Commerce For the year ended 31 December 2018

The Committee is pleased to present the approved financial report including the historical financial statements of Gisborne Chamber of Commerce for the year ended 31 December 2018.

### Approved

For and on behalf of the Committee:



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Paul Naske - President

10th April 2019

Date

# Audit Report

Gisborne Chamber of Commerce  
For the year ended 31 December 2018

# Chamber of Commerce

## Gisborne Chamber of Commerce For the year ended 31 December 2018

	2018	2017
<b>Income</b>		
Business Engagement Study	20,000	-
ECT - Wastewater for Horticulture	10,000	-
Speaker events	4,534	18,383
Sponsorship	11,350	10,150
Subscriptions	38,180	43,464
Sundry income	3,809	1,677
Marketing cost recovered	182	393
Training	1,600	-
<b>YEScheme</b>		
YEScheme - Income	27,299	12,671
YEScheme - Expenses	(7,970)	(3,178)
<b>Total YEScheme</b>	<b>19,328</b>	<b>9,493</b>
Interest received	1,935	2,879
<b>Total Income</b>	<b>110,917</b>	<b>86,439</b>
<b>Gross profit</b>	<b>110,917</b>	<b>86,439</b>
<b>Direct expenses</b>		
ACC Levies	428	2
Accounting - Compliance & Secretarial	7,700	7,606
Accounting - Management support & training	485	5,520
Advertising	3,951	4,775
Audit fees	2,650	2,650
Bad Debts	2,306	4,557
Bank fees	471	10
Business Excellence Awards	165	-
Computer	1,731	2,807
Depreciation	341	648
Entertainment	292	-
Fixed Assets Replacements	297	192
General expenses	322	318
Insurance	882	827
Interest payable - BNZ	30	-
Interest payable - IRD	-	270
IRD Penalties	-	144
Meeting expenses	3,540	2,969
Postage	152	152
Printing & Stationery	457	914
Relocation costs	-	415
Rent	4,058	4,349
Speaker events	5,098	11,287

	2018	2017
Telephone	1,598	2,554
Wages	87,622	77,198
Website Promo	800	-
<b>Total Direct expenses</b>	<b>125,376</b>	<b>130,164</b>
<b>Net profit (loss) from trading</b>	<b>(14,459)</b>	<b>(43,725)</b>

# Statement of Profit or Loss

## Gisborne Chamber of Commerce For the year ended 31 December 2018

	NOTES	2018	2017
<b>Gross income</b>			
Gross profit from trading activities		(14,459)	(43,725)
<b>Total Gross income</b>		<b>(14,459)</b>	<b>(43,725)</b>
<b>Total income</b>		<b>(14,459)</b>	<b>(43,725)</b>
<b>Net profit (loss) before taxation</b>		<b>(14,459)</b>	<b>(43,725)</b>
<b>Taxation</b>			
Income tax expense	7	3,037	718
<b>Total Taxation</b>		<b>3,037</b>	<b>718</b>
<b>Net profit (loss) for the year</b>		<b>(17,496)</b>	<b>(44,444)</b>

# Statement of Movements in Equity

Gisborne Chamber of Commerce  
For the year ended 31 December 2018

	2018	2017
<b>Equity</b>		
Opening Balance	61,883	106,327
Profit/(loss) for the Period	(17,496)	(44,444)
<b>Total Equity</b>	<b>44,387</b>	<b>61,883</b>



# Balance Sheet

## Gisborne Chamber of Commerce As at 31 December 2018

	NOTES	31 DEC 2018	31 DEC 2017
<b>Assets</b>			
<b>Current assets</b>			
Cash and short-term deposits	3	61,056	84,708
Accounts Receivable		409	2,082
Inland Revenue Department		-	834
<b>Total Current assets</b>		<b>61,465</b>	<b>87,624</b>
<b>Non current assets</b>			
Property, plant and equipment		612	953
<b>Total Non current assets</b>		<b>612</b>	<b>953</b>
<b>Total Assets</b>		<b>62,076</b>	<b>88,577</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Accounts Payable		(566)	5,814
GST payable		945	1,609
Inland Revenue Department		3,037	-
Income received in advance		6,500	15,000
Provisions & accruals		7,773	4,271
<b>Total Current liabilities</b>		<b>17,690</b>	<b>26,694</b>
<b>Total Liabilities</b>		<b>17,690</b>	<b>26,694</b>
<b>Net assets</b>		<b>44,387</b>	<b>61,883</b>
<b>Equity</b>			
Retained earnings	2	44,387	61,883
<b>Total Equity</b>		<b>44,387</b>	<b>61,883</b>

# Notes to the Financial Statements

## Gisborne Chamber of Commerce For the year ended 31 December 2018

### 1. Statement of Accounting Policies

#### Reporting entity

The financial statements presented here are for the entity Gisborne Chamber of Commerce, incorporated under the Incorporated Societies Act 1908.

#### Nature of business

The Chamber is engaged in Economic development in the Gisborne region. The nature of the Chamber's business has not changed during the year under review.

#### Basis of preparation

The committee have chosen to prepare special purpose financial reports which may not necessarily comply with generally accepted accounting practice.

The financial statements have been prepared using principals contained in the Income Tax Act 2007.

#### Historical cost

These financial statements have been prepared on a historical cost basis, except for certain assets which have been revalued as identified in specific accounting policies below.

#### 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.

#### Accounts receivable

Accounts Receivable are stated at expected realisable value, after providing against debts where collection is doubtful. Bad debts are written off during the period in which they are identified.

#### Property, plant & equipment and depreciation

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Depreciation is provided at the maximum rates permitted by the Income Tax Act 2007.

Where an item of property, plant or equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

#### Leases

Operating lease payments, where the lessors effectively retain substantially all the risk and benefits of ownership of the leased items, are recognised as an expense in profit or loss on a straight line basis over the lease term.

#### Income tax

The Chamber was unable to obtain charitable status with the Charities Commission. From 1 July 2008 the Chamber is liable for taxation on income earned from trading with non members.

The income tax expense is equal to the income tax payable in the current year. Timing differences between accounting profit and assessable income are not accounted for.

## Goods and services tax

The financial statements are stated exclusive of goods and services tax (GST) except for accounts receivable and accounts payable, which are stated inclusive of GST.

	2018	2017
<b>2. Equity</b>		
<b>Retained earnings/(accumulated losses)</b>		
Opening Balance	61,883	106,327
Current Year Earnings	(17,496)	(44,444)
<b>Total Retained earnings/(accumulated losses)</b>	<b>44,387</b>	<b>61,883</b>
<b>Total Equity</b>	<b>44,387</b>	<b>61,883</b>
	2018	2017

## 3. Cash and short-term deposits

### Cash at bank and short-term deposits

Cash on hand	17	14
BNZ Current account	11,036	12,754
BNZ Call account	106	106
BNZ 25 account - Chamber Call	-	-
BNZ Term Deposit - 03013	27,513	27,867
BNZ Term Deposit - 03016	-	22,612
BNZ Term Deposit - 03018	22,382	21,355
<b>Total Cash at bank and short-term deposits</b>	<b>61,056</b>	<b>84,708</b>

## 4. Leases

There is an operating lease for office space and adjoining break room area at the Gisborne Cosmopolitan Club. The agreement is for \$364 per month (excl. GST).

## 5. Contingent liabilities

The Gisborne Chamber of Commerce has no contingent liabilities as at 31 December 2018 (2017: nil).

## 6. Capital commitments

The Gisborne Chamber of Commerce has no capital commitments as at 31 December 2018 (2017: nil).

	2018	2017
<b>7. Tax Reconciliation</b>		
Net profit (loss) per financial statements	(14,459)	(43,725)
<b>Add credit adjustments</b>		
Member surplus/deficit	26,062	47,183
Holiday Pay Accrual	244	108
<b>Total Add credit adjustments</b>	<b>26,306</b>	<b>47,291</b>
<b>Less debit adjustments</b>		
Income tax credit for non profit bodies	1,000	1,000
<b>Total Less debit adjustments</b>	<b>1,000</b>	<b>1,000</b>
Taxable Income	10,847	2,566

	2018	2017
Taxation at 28%	3,037	718

# Schedule of Property, Plant and Equipment

## Gisborne Chamber of Commerce For the year ended 31 December 2018

NAME	COST	OPENING VALUE	DISPOSALS	RATE	METHOD	DEPRECIATION	CLOSING ACCUM DEP	CLOSING VALUE
<b>Fixed assets: Chamber (at cost)</b>								
HP ProBook 450 notebook (incl setup)	1,896	118	-	50.00%	DV	59	1,837	59
Office Desk	150	10	-	20.00%	DV	2	142	8
Retractable Banner	622	39	-	40.00%	DV	15	599	23
SalesForce	900	206	206	50.00%	DV	-	-	-
Signs	636	578	-	10.00%	DV	58	116	520
<b>Total Fixed assets: Chamber (at cost)</b>	<b>4,204</b>	<b>951</b>	<b>206</b>			<b>135</b>	<b>2,693</b>	<b>611</b>
<b>Total</b>	<b>4,204</b>	<b>951</b>	<b>206</b>			<b>135</b>	<b>2,693</b>	<b>611</b>