



UNAUDITED

Financial Accounts

For the Year Ended 30 June 2013

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- > Statement of Financial Position
- > Statement of Cash Flows
- > Notes to the Financial Statements
- > Auditor's Certificate (**To be presented at the AGM**)

Signed: **Chaiman**
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Statement of Financial Performance
For the Year Ended 30th June 2013

	2012	2013
Income from:		
Water Charges	282,598	323,098
Total Income	282,598	323,098
Less:		
Operating Expenses	108,076	125,721
Administration	45,885	70,776
New Project Investigation	3,860	0
Executive Remuneration & Expenses	5,798	5,210
Total Expenses	163,619	201,707
Operating Surplus	118,979	121,391
Other Income:		
Subscriptions	4,200	4,335
Lease of DSE	0	353
Other Income	711	1,500
Investment Income	16,170	22,463
Total Other Income	21,081	28,651
Less Interest Paid	0	0
Less Depreciation Charge	127,988	132,892
Less Assets Scrapped	392	
Revaluation of Inventories	0	
Net Surplus (Deficit)	11,680	17,150

To be read in conjunction with the Notes attached

Statement of Financial Position
As at 30th June 2013

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	2012	2013
Current Assets:		
Bank Accounts	29,573	57,106
Short-term Deposits	428,185	499,231
Inventories	46,157	44,157
Prepayments on Assets	3,992	16,908
Accounts Receivable	42,803	48,821
Deferred Capital Payments Due	11,551	1,725
Total	562,261	667,947
Less:		
Current Liabilities:		
Accounts Payable	28,491	75,727
GST Payable	5,550	(4,294)
Total	34,041	71,433
Working Capital	528,220	596,514
Fixed Assets:		
Irrigation Scheme	6,550,462	6,587,488
Additional Assets (Net)	45,752	56,936
Less Accumulated Depreciation	(2,210,345)	(2,334,512)
Total	4,385,868	4,309,913
Intangible Assets		
Water Rights	625,000	625,000
Net Assets	5,539,088	5,531,427
Association Funds:		
Opening Balance	5,531,994	5,527,537
This Year's Net Surplus (Deficit)	11,680	17,150
Capital Contributions Received	(4,790)	2,000
Asset Revaluation	204	0
Less Charitable Donations		(15,260)
	7,094	3,890
Total Association Funds	5,539,088	5,531,427

To be read in conjunction with the Notes attached

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Statement of Cash Flows

	2013
Cash From Operating Activities:	
Receipts from Customers	307,253
Less Payments to Suppliers	(154,471)
Cash Generated from Operations	152,782
Plus Cash from Other Activities:	
Interest Received	22,463
Other Income	6,188
Less Taxes Paid (Net GST)	(1,743)
Plus Net Cash Inflows from Other Activities	26,909
Cash Flows from Investment Activities:	
Additional DSE Receipts	2,000
Changes to Inventory	2,000
Less Asset Purchases	(56,936)
Less Prepayments on Assets	(12,916)
Less Net Cash Spent on Investments	(65,852)
Less Charitable Donations	(15,260)
Net Cash Inflows (Outflows)	98,578
Cash (Including Deposits) at beginning of year	457,758
Cash (Including Deposits) at end of year	556,336
Increase (Decrease) in Cash Balances	98,578

Notes to the Financial Statements
For the Year Ended 30th June 2013

Statement of Accounting Policies

General Accounting Policies

The general accounting principles as recommended by the Institute of Chartered Accountants in New Zealand for the measurement and reporting of earnings and financial position on an historical cost basis have been followed.

Reliance is placed on the fact that the entity is a going concern.

Accrual accounting is used to match revenues and expenses.

Particular Accounting Policies:

The following particular accounting principles which materially affect the measurement of profit and financial position have been applied.

a) Depreciation of Fixed Assets:

Depreciation is provided for at rates estimated by the Association to amortise each asset over its economic life.

The Depreciation Rates used are those from the NZ Infrastructure Asset Valuation & Depreciation Guidelines V2.0 2006. This is the same basis as used by local authorities in New Zealand. The mid-point of the range has been adopted.

Depreciation is calculated on the most recent estimated replacement cost of each asset.

b) Goods & Services Tax (GST):

Income & Expenditure has been accounted for on a GST exclusive basis.

c) Fixed Assets:

Fixed Assets were independently revalued in 2009 having regard to estimated replacement costs.

d) Accounts Receivable:

Accounts Receivable are stated at their net realisable value. There have been no bad debts in the current year.

Other Not

a) Contingent Liabilities:

There are no contingent liabilities.

b) Charitable Donations:

The only Charitable Donation made this financial year is \$260 towards the memorial to Calvin Smith at Aparangi Village. \$15,000 relates to payments authorised in the previous financial year.

c) Contractual Commitments:

The Association is committed to complete certain works along the SH1 corridor to realign the current reticulation. This is required to enable the new Rangiriri bypass to be completed. TKWA has entered into an agreement with NZTA that (inter alia) defines the costs attributable to the Association. The liability of Association has been capped at \$78,800.