



UNAUDITED

Financial Accounts

For the Year Ended 30 June 2014

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- > **Statement of Cash Flows**
- > **Notes to the Financial Statements**
- > **Schedule of Donations**
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Signed: Chaiman
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Statement of Financial Performance
For the Year Ended 30th June 2014

	2013	2014
Income from:		
Water Charges	323,098	354,093
Total Income	323,098	354,093
Less:		
Operating Expenses	125,721	122,475
Administration	70,776	61,776
New Project Investigation	0	
Executive Remuneration & Expenses	5,210	4,060
Total Expenses	201,707	188,311
Operating Surplus	121,391	165,783
Other Income:		
Subscriptions	4,335	4,365
Lease of DSE	353	
Other Income	1,500	1,652
Consultancy Recoveries		15,404
NZTA Reimbursements (Net)		35,934
Investment Income	22,463	24,638
Total Other Income	28,651	81,993
Less Interest Paid	0	0
Less Depreciation Charge	132,892	138,698
Less Assets Scrapped		
Revaluation of Inventories		
	<u>132,892</u>	<u>138,698</u>
Net Surplus (Deficit)	<u>17,150</u>	<u>109,077</u>

To be read in conjunction with the Notes attached

Statement of Financial Position
As at 30th June 2014

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	2013	2014
Current Assets:		
Bank Accounts	57,106	215,343
Short-term Deposits	499,231	313,350
Inventories	44,157	44,578
Prepayments on Assets	16,908	16,908
Accounts Receivable	48,821	180,737
Deferred Capital Payments Due	1,725	
Total	667,947	770,916
Less:		
Current Liabilities:		
Accounts Payable	75,727	58,063
GST Payable	(4,294)	5,144
Total	71,433	63,207
Working Capital	596,514	707,709
Fixed Assets:		
Irrigation Scheme	6,587,488	6,758,865
Additional Assets (Net)	56,936	116,844
Less Accumulated Depreciation	(2,334,512)	(2,472,330)
Total	4,309,913	4,403,379
Intangible Assets		
Water Rights	625,000	625,000
Net Assets	5,531,427	5,736,088
Association Funds:		
Opening Balance	5,527,537	5,531,427
This Year's Net Surplus (Deficit)	17,150	109,077
Capital Contributions Received	2,000	0
Asset Revaluation	0	115,321
Less Charitable Donations	(15,260)	(19,737)
	3,890	204,661
Total Association Funds	5,531,427	5,736,088

To be read in conjunction with the Notes attached

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Statement of Cash Flows

	2014
Cash From Operating Activities:	
Receipts from Customers	223,902
Less Payments to Suppliers	(212,407)
Cash Generated from Operations	11,495
Plus Cash from Other Activities:	
Interest Received	24,638
Other Income	57,355
Less Taxes Paid (Net GST)	9,438
Plus Net Cash Inflows from Other Activities	91,431
Cash Flows from Investment Activities:	
Additional DSE Receipts	0
Changes to Inventory	(420)
Less Asset Purchases	(116,844)
Less Prepayments on Assets	0
Less Net Cash Spent on Investments	(117,264)
Less Charitable Donations Paid	(13,305)
Net Cash Inflows (Outflows)	(27,643)
Cash (Including Deposits) at beginning of year	556,336
Cash (Including Deposits) at end of year	528,693
Increase (Decrease) in Cash Balances	(27,643)

**Notes to the Financial Statements
For the Year Ended 30th June 2014**

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

d) Accounts Receivable:

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

Other Notes of Explanation:

a) Contingent Liabilities:

There are no contingent liabilities.

b) Charitable Donations:

Charitable Donations made by the Association are listed in the attached Schedule. These follow from applications received in accordance with the Rules of the Association.

c) Contractual Commitments:

The Association is committed to complete certain works along the SH1 corridor to realign its 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. As at Balance Date, 2 of the 7 stages had been completed.

Schedule of Donations

2012 Donations Approved

Te Kauwhata Volunteer Fire Brigade	7,500
St John Te Kauwhata Area Committee	7,500
	<u>15,000</u>

2012 Applications Declined

Waikare Golf Club Inc
Te Kauwhata Squash Club
Te Kauwhata & Districts Information and Support Centre
Te Kauwhata College Netball
Te Kauwhata Community Patrol
Te Kauwhata Rugby Netball Club
Te Kauwhata Rugby Sports Club

2014 Donations Approved

Waerenga Pony Club	2,500
Maramarua Hunt Inc	2,000
Te Kauwhata Girl Guides	3,000
Te Kauwhata Rugby Sports Club	1,200
Waerenga Playgroup	1,000
Te Kauwhata Retirement Trust Board	3,000
Te Kauwhata Health Awareness Society	1,000
Te Kauwhata College (Truancy Services)	1,400
Maurea Marae Trust	500
Te Kauwhata Primary School PTA	805
Te Kauwhata Playcentre	2,500
Te Kauwhata College (Whanau Support)	832
	<u>19,737</u>

2014 Applications Declined

Te Kauwhata Action Group

Cummulative Donations:

34,737