

OMAHA BEACH RESIDENTS SOCIETY INCORPORATED

FINANCIAL STATEMENTS

For the Year Ended 30th June 2013

CONTENTS

- 1-2. Notes to the Financial Statements
3. Statements of Financial Performance & Position
4. Audit Report

Omaha Beach Residents Society Incorporated

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

1. STATEMENT OF ACCOUNTING POLICIES

The financial statements presented here are for the entity Omaha Beach Residents Society Inc., an incorporated society registered under the provisions of the Incorporated Societies Act 1908. The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical cost basis have been used, with the exception of certain items for which specific accounting policies have been identified.

a. Goods & Services Tax

The Statement of Financial Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.

b. Income Tax

For income tax purposes the Society has been treated as a non profit making entity as it deals only with its own members. Provision for Income Tax has been made on interest income received.

c. Receivables

Receivables are stated at their estimated realisable value. Unrecoverable levies are written off in the year in which they are identified.

2. CONTINGENT LIABILITIES

At balance date there are no known contingent liabilities. The Society has not granted any securities in respect of liabilities payable by any other party whatsoever.

3. NOTES

1. Interest Accrued

Being interest on deposits held with the ANZ National Bank which had been earned by the Society at 30.6.2013 but were credited to the relevant deposit accounts after that date.

2. National Bank Investments

Money Market Call Account	0.75%	2,941.53
Term Deposit 1001 – expires 22/7/2013	3.25%	189,766.25
Term Deposit 1005 – expires 13/5/2013	3.75%	1,373,627.19

3. Minter Ellison Rudd Watts Trust Account

Two (2) members requested that each of their performance bond contributions be retained in the Minter Ellison Rudd Watts trust account. The amount of each bond required to be paid to the Society and to be held in Trust on behalf of Design Control Committee is \$5,000. Refer to Note 3.4 for an explanation regarding Members bond contributions.

4. Members Bond Contributions Received

The sale and purchase agreement that each member entered into required a bond to be paid to the Society. The Bond is held within the Society on behalf of the Design Control Committee. The amount of that bond is in most instances is \$5,000. The bond is released to each member upon completion of the design compliance process. The cost of compliance as described in Note 3.5 is deducted from the bond and the residual amount is repaid to the member.

Total Members Bonds Outstanding \$1,107,652 (Last Year \$1,245,314)

5. Deductions from Bonds Held

External consultants are engaged by the Design Control Committee to ensure each application for building consent complies with the guidelines stipulated by the developers. These costs are able to be deducted from members bonds prior to those bonds being repaid to members. The unrecovered accumulated total of all costs relating to DCC compliance evaluation up to 30/6/13 was \$157,352 (Last Year \$166,106).

6. Provision For Tennis Court Replacement

Inflation Rate 2.5%

Asset Replacements

	Astrograss	Exterior Fencing	Structures	Net	Net Stands	Signage	Total
Expected Life - years	10	15	20	3	10	5	
Replacement Cost (Today \$)	\$70,000	\$10,000	\$5,000	\$500	\$2,000	\$2,000	\$89,500
Replacement Cost (Future Value)	\$89,858	\$14,544	\$8,239	\$539	\$2,567	\$2,266	\$118,014
Per annum provision for replacement	\$8,985.80	\$969.60	\$412.00	\$179.60	\$256.70	\$453.20	\$11,257

Profit & Loss

Omaha Beach Residents Society Inc 1 July 2012 to 30 June 2013

	30 Jun 13	30 Jun 12
Income		
Interest Income	62,533	66,879
Levies Received	121,536	123,295
Total Income	184,069	190,174
Gross Profit	184,069	190,174
Less Operating Expenses		
Accounting software transitioning cost	1,757	-
AGM Expenses	213	-
Audit Fees	4,425	4,300
Bank Fees	394	342
Computer Equipment - DCC	-	2,122
Debt Collection	-	145
General Expenses	360	-
Insurance	318	348
IT, Website Hosting, Xero Fees	1,779	1,664
Legal & Litigation Costs	129,779	-
Light, Power, Heating	1,172	1,046
Maintenance - Tennis Courts	1,710	3,420
Management Fee	49,503	49,503
OBC - Membership Levy	12,256	12,350
OBC - Security	10,440	10,520
Other Expenses	-	713
Rates	658	717
Grants/Donations Paid		
Donation - Omaha Beach Golf Club	-	32,779
Tsunami/Quarry Bridge	9,949	-
Total Grants/Donations Paid	9,949	32,779
Total Operating Expenses	224,712	119,969
Operating Profit	(40,642)	70,205
Non-operating Expenses		
Provision for Legal Fess & Extraordinaries	20,000	-
Provision for Replacement Tennis Courts	11,257	11,257
Provision for Taxation	20,292	21,737
Grants & Donations Approved (Unpaid)		
OBC - Walkway	5,100	-
Taniko Walkway	25,000	-
Total Grants & Donations Approved (Unpaid)	30,100	-
Total Non-operating Expenses	81,649	32,994
Net Profit	(122,292)	37,210

Balance Sheet

Omaha Beach Residents Society Inc As at 30 June 2013

30 Jun 2013 30 Jun 2012

Assets

	30 Jun 2013	30 Jun 2012
Bank		
National Bank - Term Investments	1,356,709	1,566,299
National Bank - Working Account	100,857	6,224
Total Bank	1,457,565	1,572,523
Current Assets		
Bonds Held with Minter Ellison	10,000	10,000
Income Tax Refund Due	421	(881)
Interest Accrued	4,756	5,611
Members Levies Due	21,227	1,374
Total Current Assets	36,404	16,104
Total Assets	1,493,969	1,588,627

Liabilities

Current Liabilities		
Accounts Payable	137,328	21,977
Goods & Services Tax	(28,043)	(4,923)
Net Bonds Held		
Bonds Held	1,107,652	1,245,314
DCC Costs - To be recovered from Bonds	(157,353)	(166,106)
Total Net Bonds Held	950,299	1,079,209
Provisions		
Provision for Grants/Donations	30,100	-
Provision for Litigation	20,000	-
Provision for Replacement of Tennis Courts	135,084	123,827
Total Provisions	185,184	123,827
Total Current Liabilities	1,244,769	1,220,090
Total Liabilities	1,244,769	1,220,090
Net Assets	249,200	368,537

Equity

Current Year Earnings	(122,292)	37,210
Prior Period Adjustment	2,955	(15,660)
Retained Earnings	368,537	346,986
Total Equity	249,200	368,537