

**Mercury Bay Aero Club Inc**  
**Financial Statements**

**FOR THE YEAR ENDED 28 FEBRUARY, 2015**

# Mercury Bay Aero Club Inc

## Report on the Engagement to Compile Financial Statements

For the Year Ended 28 February 2015

### COMPILATION REPORT TO THE MEMBERS OF THE COMMITTEE

#### Reporting Scope

On the basis of information that you provided we have compiled, in accordance with "Service Engagement Standard Number 2: Compilation of Financial Information", the financial statements of Mercury Bay Aero Club Inc for the year ended 28 February 2015 as set out on the following pages.

These are special purpose financial statements and as such are intended for tax purposes only and should not be relied upon for any other purpose.

#### Responsibilities

You are solely responsible for the information contained in the financial statements and have determined that the financial reporting basis stated above is appropriate to meet your needs and for the purpose that the financial statements were prepared. The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

#### No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information that you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

#### Ownership of Work papers

Material that you provided to us remains yours and will be returned to you when the engagement is completed. Work papers that we create remain our property. However if your affairs at some time in the future are handled by another Chartered Accountant, we will make available, as required by the code of ethics, such information regarding your affairs that is essential to enable your new Chartered Accountant to perform the services we previously provided.

#### Disclaimer

As mentioned earlier in our reports, we have compiled the financial information based on information provided to us. We have not performed an audit or review on the financial statements and therefore neither we nor our employees accept any responsibility for the accuracy of the material from which the financial statements have been prepared. Further, the financial statements have been prepared at the request of, and for the purposes of, our client and neither we nor any of our employees accept any responsibility on any grounds whatever, including liability in negligence, to any person.

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**Hart & Associates Limited**

**Chartered Accountants**

**HUNTLY**

**9 April 2015**

# Mercury Bay Aero Club Inc

## Directory

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As at 28 February 2015

<b>Nature of Business</b>	Aero Club
<b>Inland Revenue Information</b>	IRD Number 010-560-144 GST Registration Two Monthly/Payment Basis
<b>Accountants</b>	Hart & Associates Limited Chartered Accountants 168 Main Street HUNTLY
<b>Bankers</b>	Bank of New Zealand Whitianga
<b>IRD Number</b>	010-560-144

# Mercury Bay Aero Club Inc

## Statement of Financial Performance

For the Year Ended 28 February 2015

	Note	2015 \$	2014 \$
<b>Operating Revenue</b>			
Sales		235	3,179
Hangarage		29,698	30,836
Hire & Dual - less Landing Fees & Instructing		7,932	30,748
Landing Fee/Airway		16,767	17,270
Automatic Weather Station/Airway		900	900
<b>Total Sales</b>		<b>55,532</b>	<b>82,933</b>
<b>Less Cost of Sales</b>			
Opening Stock		137	-
Purchases		4,244	24,067
Closing Stock		-	(137)
<b>Total Cost of Sales</b>		<b>4,381</b>	<b>23,930</b>
<b>Gross Surplus</b>		<b>51,151</b>	<b>59,003</b>
<b>Other Income</b>			
Subscriptions		8,845	8,903
Z Energy - Lease & Annual Check		2,500	2,500
Club Room Hire		8,130	7,918
Rent - House		10,920	10,920
Rent - Office		481	1,001
Event/Airshow - Net Income		-	3,936
Hay & Sileage less Costs		5,833	3,850
Interest Received		6,877	2,070
Sundry Income		644	148
Loss on Sale of Fixed Assets		(13,410)	(285)
<b>Total Other Income</b>		<b>30,820</b>	<b>40,961</b>
<b>Gross Surplus after Other Income</b>		<b>81,971</b>	<b>99,964</b>
<b>Less Expenses</b>			
<b>Administration Expenses</b>			
Accountancy Fees		2,625	3,600
Advertising		1,711	285
Bank Fees & Charges		120	190
Computer Expenses		362	683
Printing & Stationery		57	185
Subscriptions		4,643	4,961
Telephone & Tolls		1,136	984
		<b>10,654</b>	<b>10,888</b>

# Mercury Bay Aero Club Inc

## Statement of Financial Performance (continued)

For the Year Ended 28 February 2015

Note	2015	2014
	\$	\$
<b>Overhead Expenses</b>		
ACC Levies	(47)	155
Electricity	4,134	3,136
General Expenses	697	213
Insurance	6,468	6,615
Tractor Expenses	675	1,504
Repair & Maintenance - Airfield	963	5,910
Repair & Maintenance - Buildings	11,656	2,725
Repair & Maintenance - Plant	665	923
Rates	4,434	5,840
Security	480	923
Speedway Expenses	1,360	-
Wages	-	7,976
	<b>31,485</b>	<b>35,920</b>
<b>Non Cash Expenses</b>		
Depreciation	11,270	8,621
<b>Total Expenses</b>	<b>53,409</b>	<b>55,429</b>
<b>Net Surplus</b>	<b>28,562</b>	<b>44,535</b>

## Mercury Bay Aero Club Inc

### Statement of Movements in General Funds

For the Year Ended 28 February 2015

	2015	2014
	\$	\$
<b>Revenues and Expenses</b>		
Net Surplus	28,562	44,535
<b>Total Recognised Revenues and Expenses</b>	<b>28,562</b>	<b>44,535</b>
General Funds at the Beginning of the Year	2,559,989	2,515,454
<b>General Funds at the End of the Year</b>	<b>2,588,551</b>	<b>2,559,989</b>

# Mercury Bay Aero Club Inc

## Statement of Financial Position

As at 28 February 2015

	Note	2015 \$	2014 \$
<b>Current Assets</b>			
Cash	2	50	50
BNZ - 00 Current A/C	2	6,983	2,616
BNZ - Reserve	2	14,824	18,171
BNZ - Rapid Saver	2	164,640	100,418
Other Receivables	3	11,631	27,179
Prepayments	4	2,313	2,938
Stock on Hand	5	-	137
<b>Total Current Assets</b>		<b>200,441</b>	<b>151,509</b>
<b>Non Current Assets</b>			
Property, Plant & Equipment		2,478,688	2,538,233
<b>Total Assets</b>		<b>2,679,129</b>	<b>2,689,742</b>
<b>Current Liabilities</b>			
Sundry Creditors	6	9,386	7,834
GST Payable		622	4,631
Provision	7	-	30,288
Received in Advance - MBA Hire	7	2,270	-
Other Current Liabilities	8	8,700	8,700
<b>Total Current Liabilities</b>		<b>20,978</b>	<b>51,453</b>
<b>Non Current Liabilities</b>			
Deferred Income	9	69,600	78,300
<b>Total Liabilities</b>		<b>90,578</b>	<b>129,753</b>
<b>Net Assets</b>		<b>2,588,551</b>	<b>2,559,989</b>
<b>Owners Equity</b>			
<b>Total Owners Funds</b>		<b>2,588,551</b>	<b>2,559,989</b>

# Mercury Bay Aero Club Inc

## Statement of Movements in Equity

For the Year Ended 28 February 2015

	2015	2014
	\$	\$
<b>Owner's Equity</b>		
Opening Balance	2,559,989	2,515,454
Net Surplus	28,562	44,535
	<b>2,588,551</b>	<b>2,559,989</b>
<b>Total Owner's Equity</b>	<b>2,588,551</b>	<b>2,559,989</b>



# Mercury Bay Aero Club Inc

## Depreciation Schedule

For the Year Ended 28 February 2015

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACCUM DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
<b>Freehold Land - At cost</b>																	
Land	.00D		1,800,000	1,800,000	-	01/03/02	-	-	-		-	-	-	-	-	-	1,800,000
Buildings	.00D		338,012	338,012	-	01/03/02	-	-	-		-	-	-	-	-	-	338,012
Hangar	.00P		174,331	132,491	-	01/03/02	-	-	-		-	-	-	41,840	-	-	132,491
Concrete Pad	.00D		27,143	27,143	-	21/12/11	-	-	-		-	-	-	-	-	-	27,143
Carpet & Vinyl - Clubrooms	15.60P		2,428	1,861	-	27/09/12	-	-	-		-	-	379	946	-	-	1,482
Cafe Fitout	10.00P		35,982	9,044	25,657	24/12/12	-	-	-		-	-	2,094	3,375	-	-	32,607
Avgas Installation	.00D		10,739	10,739	-	01/11/12	-	-	-		-	-	-	-	-	-	10,739
Hangar Fitout	10.00P		18,365	16,388	-	28/02/13	-	-	-		-	-	1,836	3,813	-	-	14,552
			<b>2,407,000</b>	<b>2,335,678</b>	<b>25,657</b>								<b>4,309</b>	<b>49,974</b>			<b>2,357,026</b>
<b>Plant &amp; Equipment</b>																	
Plant & Equipment	12.50D		33,549	3,770	-	28/01/02	-	-	-		-	-	471	30,250	-	-	3,299
Fridge	22.00D		311	26	-	20/02/04	-	-	-		-	-	6	291	-	-	20
Fieldmaster Rotary Slasher	39.60D		3,375	35	-	08/02/05	-	-	-		-	-	14	3,354	-	-	21
Ride on Mower	48.00D		4,667	46	-	01/02/07	-	-	-		-	-	22	4,643	-	-	24
Trailer for Mower	48.00D		373	4	-	28/02/07	-	-	-		-	-	2	371	-	-	2
Aviation Radio Set (Office)	24.00D		1,803	578	-	28/01/10	-	-	-		-	-	139	1,364	-	-	439
Elba Free Standing Range Stove	25.00D		888	328	-	02/09/10	-	-	-		-	-	82	642	-	-	246
Website (www.mbas.co.nz)	60.00D		2,540	24	-	30/01/09	-	-	-		-	-	14	2,530	-	-	10
Brother MFC360N	30.00P		245	87	-	23/01/12	-	-	-		-	-	73	231	-	-	14
Computer	40.00P		600	41	-	25/11/11	-	-	-		-	-	41	600	-	-	-
Security Alarm	21.00P		1,574	968	-	29/05/12	-	-	-		-	-	331	937	-	-	637
Fuel Tank	7.00P		2,226	-	2,226	17/07/14	-	-	-		-	-	104	104	-	-	2,122
			<b>52,150</b>	<b>5,906</b>	<b>2,226</b>								<b>1,299</b>	<b>45,317</b>			<b>6,834</b>
<b>Vehicles &amp; Aircraft</b>																	
Cessa 172SP CWD	.00D		-	176,158	-	01/01/07	162,748	-	(13,410)	28/02/15	176,158	-	-	-	-	-	-
John Deere 4720 Tractor & Loader	15.60D		42,000	20,491	-	08/12/09	-	-	-		-	-	3,197	24,706	-	-	17,294
R12 ZK-MBA	10.00P		100,000	-	100,000	08/12/14	-	-	-		-	-	2,466	2,466	-	-	97,534

# Mercury Bay Aero Club Inc

## Depreciation Schedule (continued)

For the Year Ended 28 February 2015

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PARTSALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	Cost	CAPITAL GAIN/LOSS	DEPN	ACCUM DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
			142,000	196,649	100,000		162,748	-	(13,410)		176,158	-	5,663	27,172	-	-	114,828
TOTAL			2,601,151	2,538,233	127,883		162,748	-	(13,410)		176,158	-	11,271	122,463	-	-	2,478,688

For the Year Ended 28 February 2015

### 1 Statement of Accounting Policies

#### Reporting Entity

Mercury Bay Aero Club Inc is a society.

These financial statements have not been prepared for external use. They are prepared for tax purposes only and should not be relied on for any other purpose. They are therefore defined as special purpose reports. These financial statements have been prepared on a historical cost basis unless otherwise stated.

The society is involved in the business of Aero Club.

#### Statement of Compliance and Basis of Preparation

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by the society, with the exception that certain assets as specified below have been revalued. The information is presented in New Zealand dollars.

#### Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied:

(a) Revenue

Revenue is recognised when goods are despatched to the customer.

(b) Expenses

Expenses have been classified on their business function.

(c) Inventories

Inventories are recognised at lower of cost and net realisable value, determined on a first-in first-out basis.

(d) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

(e) Property, Plant & Equipment

Property, Plant & Equipment are recognised at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted by the Income Tax Act 2007. Gains and losses on disposal of fixed assets are taken into account in determining the operating result for the year.

(f) Income Tax

The income tax expense recognised in the Statement of Financial Performance is the estimated income tax payable in the current year, adjusted for any differences between the estimated and actual income tax payable in prior years.

(g) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST.

# Mercury Bay Aero Club Inc

## Notes to and forming part of the Financial Statements (continued)

For the Year Ended 28 February 2015

<b>2</b>	<b>Cash &amp; Bank Balances</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	<b>Cash Balance</b>		
	Cash	50	50
	<b>Bank Account Balances</b>		
	BNZ - 00 Current A/C	6,983	2,616
	BNZ - Reserve	14,824	18,171
	BNZ - Rapid Saver	164,640	100,418
		<b>186,447</b>	<b>121,205</b>
	<b>Total Cash &amp; Bank Balances</b>	<b>186,497</b>	<b>121,255</b>
<b>3</b>	<b>Current Receivables</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	<b>Other Receivables</b>		
	Bills Receivable	11,631	27,179
	<b>Total Current Receivables</b>	<b>11,631</b>	<b>27,179</b>
<b>4</b>	<b>Prepayments</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	Prepayments	2,313	2,938
	<b>Total Prepayments</b>	<b>2,313</b>	<b>2,938</b>
<b>5</b>	<b>Inventories</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	<b>Stock on Hand</b>		
	Stock on Hand	-	137
	<b>Total Inventories</b>	<b>-</b>	<b>137</b>
<b>6</b>	<b>Payables &amp; Accruals</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	<b>Accounts Payable</b>		
	Sundry Creditors	9,386	7,834
	<b>Total Payables &amp; Accruals</b>	<b>9,386</b>	<b>7,834</b>
<b>7</b>	<b>Provisions</b>	<b>2015</b>	<b>2014</b>
		\$	\$
	<b>Received in Advance - MBA Hire</b>		
	Opening Balance	-	1
	Movement for period	2,270	-
	<b>Closing Balance</b>	<b>2,270</b>	<b>1</b>
	<b>Total Provisions</b>	<b>2,270</b>	<b>1</b>

## Mercury Bay Aero Club Inc

### Notes to and forming part of the Financial Statements (continued)

For the Year Ended 28 February 2015

	2015	2014
<b>8 Other Current Liabilities</b>		
	\$	\$
Deferred Income Current Portion	8,700	8,700
<b>Total Other Current Liabilities</b>	<b>8,700</b>	<b>8,700</b>
<b>9 Provisions</b>		
	\$	\$
<b>Deferred Income</b>		
Opening Balance	78,300	87,000
Movement for period	(8,700)	(8,700)
<b>Closing Balance</b>	<b>69,600</b>	<b>78,300</b>
<b>Total Provisions</b>	<b>69,600</b>	<b>78,300</b>

#### 10 Contingent Liabilities

Mercury Bay Aero Club Inc has no contingent liabilities as at 28 February 2015, (2014 Nil).

#### 11 Capital Commitments

Mercury Bay Aero Club Inc has no capital commitments as at 28 February 2015, (2014 Nil).

# Mercury Bay Aero Club Inc

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