

Mercury Bay Aero Club Inc

Financial Statements

FOR THE YEAR ENDED 28 FEBRUARY, 2022

Mercury Bay Aero Club Inc

Contents of Financial Statements

For the Year Ended 28 February 2022

Compilation Report	2
Directory	3
Divisional Statements of Financial Performance	4
Combined Statement of Financial Performance	5
Statement of Movements in General Funds	6
Statement of Financial Position	7
Statement of Movements in Equity	8
Depreciation Schedule	9 - 10
Notes to and forming part of the Financial Statements	11 - 14

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 2022 as set out on the following pages.

These statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (GAAP) as described in Note 1 to the Financial Statements.

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

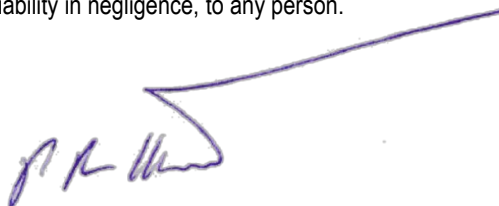
Our procedures use accounting expertise to undertake the compilation of the financial statements from information that you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

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.



Hart & Associates Limited

Chartered Accountants

HUNTLY

20 April 2022

Mercury Bay Aero Club Inc

Directory

As at 28 February 2022

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

Mercury Bay Aero Club Inc

Divisional Statement of Financial Performance

For the Year Ended 28 February 2022

	Note	2022	2021
		\$	\$
AIRFIELD INCOME			
Operating Revenue			
Hangarage		102,334	63,687
Hire & Dual - less Landing Fees & Instructing		24,541	12,243
Landing Fee/Airway		31,361	24,996
Automatic Weather Station/Airway		900	901
Total Revenue		159,136	101,827
Less Cost of Sales			
Aircraft Fuel		8,875	4,436
Aircraft Insurance		4,513	3,878
Repair & Maintenance - Aircraft		13,782	18,201
Total Cost of Sales		27,170	26,515
Gross Surplus from Trading		131,966	75,312

Mercury Bay Aero Club Inc

Combined Statement of Financial Performance

For the Year Ended 28 February 2022

	Note	2022	2021
		\$	\$
Divisional Revenue			
Surplus from Airfield Income		131,966	75,312
Operating Revenue			
Subscriptions		12,630	14,316
Z Energy - Lease & Annual Check		4,680	4,523
Club Room Hire		1,696	3,491
Rent - House		12,800	13,500
Rent - Office		2,095	2,086
Hay & Sileage		9,000	9,000
Interest Received		118	4,255
Sundry Income		88	551
Profit on Sale of Fixed Assets		12,466	-
Total Operating Revenue		55,573	51,722
Gross Surplus after Other Revenue		187,539	127,034
Less Expenses			
Administration Expenses			
Accountancy Fees		2,500	2,500
Advertising		66	819
Bank Fees & Charges		5	-
Computer Expenses		613	653
Printing & Stationery		703	1,596
Subscriptions		1,962	7,120
Telephone & Tolls		1,271	1,464
		7,120	14,152
Overhead Expenses			
Administration		8,491	9,044
Electricity		1,557	4,836
General Expenses		2,410	178
Insurance		10,359	10,727
Tractor Expenses		1,219	1,224
Repair & Maintenance - Airfield		4,153	4,530
Repair & Maintenance - Buildings		1,130	6,007
Repair & Maintenance - House		4,883	1,788
Repair & Maintenance - Plant		73	1,521
Rates		6,340	4,952
Security		440	520
		41,055	45,327
Non Cash Expenses			
Depreciation		22,924	18,975
Total Expenses		71,099	78,454
Net Surplus		116,440	48,580

Mercury Bay Aero Club Inc

Statement of Movements in General Funds

For the Year Ended 28 February 2022

	2022	2021
	\$	\$
Revenues and Expenses		
Net Surplus	116,440	48,580
Total Recognised Revenues and Expenses	116,440	48,580
General Funds at the Beginning of the Year	3,102,015	3,053,436
General Funds at the End of the Year	3,218,455	3,102,016

Mercury Bay Aero Club Inc

Statement of Financial Position

As at 28 February 2022

	Note	2022 \$	2021 \$
Current Assets			
Cash	2	50	50
BNZ - 00 Current A/C	2	91,216	39,493
BNZ - SW Hanger 97 A/C	2	63,268	160,731
BNZ - 26 Aircraft Reserve A/C	2	60,405	60,004
Other Receivables	3	21,365	26,525
GST Receivable		862	-
Stock on Hand	4	1,014	989
Total Current Assets		238,180	287,792
Non-Current Assets			
Property, Plant & Equipment		3,054,459	2,926,389
Total Assets		3,292,639	3,214,181
Current Liabilities			
Sundry Creditors	6	4,307	24,287
GST Payable		-	5,788
Aircraft Hire in Advance	7	-	3,818
Deposits on Hangars	7	52,477	52,173
Other Current Liabilities	8	8,700	8,700
Total Current Liabilities		65,484	94,766
Non-Current Liabilities			
Deferred Income	9	8,700	17,400
Total Liabilities		74,184	112,166
Net Assets		3,218,455	3,102,015
General Funds			
Total General Funds		3,218,455	3,102,015

Mercury Bay Aero Club Inc

Statement of Movements in Equity

For the Year Ended 28 February 2022

	2022	2021
	\$	\$
Owner's Equity		
Opening Balance	3,102,015	3,053,436
Net Surplus	116,440	48,579
	3,218,455	3,102,015
Total Owner's Equity	3,218,455	3,102,015

Mercury Bay Aero Club Inc

Depreciation Schedule

For the Year Ended 28 February 2022

	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	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
Freehold Land - At cost																	
Land	.00D		1,736,000	1,736,000	-	01/03/02	-	-	-		-	-	-	-	-	-	1,736,000
Buildings	.00D		350,134	350,134	-	01/03/02	-	-	-		-	-	-	-	-	-	350,134
Hangar	.00P		175,040	133,200	-	01/03/02	-	-	-		-	-	-	41,840	-	-	133,200
Concrete Pad	.00D		27,143	27,143	-	21/12/11	-	-	-		-	-	-	-	-	-	27,143
Carpet & Vinyl - Clubrooms	15.60P		4,645	331	-	27/09/12	-	-	-		-	-	331	4,645	-	-	-
Cafe Fitout & Deck	10.00P		45,168	16,836	-	24/12/12	-	-	-		-	-	4,517	32,849	-	-	12,319
Avgas Installation	.00D		10,739	10,739	-	01/11/12	-	-	-		-	-	-	-	-	-	10,739
Hangar Fitout	10.00P		18,365	3,536	-	28/02/13	-	-	-		-	-	1,836	16,665	-	-	1,700
Car Park	.00D		80,863	80,863	-	10/08/15	-	-	-		-	-	-	-	-	-	80,863
Concrete Drive	.00D		35,092	35,092	-	11/04/16	-	-	-		-	-	-	-	-	-	35,092
T Hangar - Development	.00D		505,266	341,845	163,421	18/07/17	-	-	-		-	-	-	-	-	-	505,266
Ablution Block	5.00P		14,070	-	14,070	17/06/21	-	-	-		-	-	526	526	-	-	13,544
Passenger Pad	.00D		10,782	-	10,782	27/07/21	-	-	-		-	-	-	-	-	-	10,782
			3,013,308	2,735,720	188,273								7,210	96,525			2,916,783
Plant & Equipment																	
Plant & Equipment	12.50D		33,549	1,480	-	28/01/02	-	-	-		-	-	185	32,254	-	-	1,295
Fridge	22.00D		311	4	-	20/02/04	-	-	-		-	-	1	308	-	-	3
Fieldmaster Rotary Slasher	39.60D		3,375	1	-	08/02/05	-	-	-		-	-	1	3,375	-	-	-
Ride on Mower	48.00D		4,667	-	-	01/02/07	-	-	-		-	-	-	4,667	-	-	-
Trailer for Mower	48.00D		373	-	-	28/02/07	-	-	-		-	-	-	373	-	-	-
Aviation Radio Set (Office)	24.00D		1,803	85	-	28/01/10	-	-	-		-	-	20	1,738	-	-	65
Elba Free Standing Range Stove	25.00D		888	44	-	02/09/10	-	-	-		-	-	11	855	-	-	33
Website (www.mbac.co.nz)	60.00D		2,540	-	-	30/01/09	-	-	-		-	-	-	2,540	-	-	-
Brother MFC360N	30.00P		245	-	-	23/01/12	-	-	-		-	-	-	245	-	-	-
Computer	40.00P		600	-	-	25/11/11	-	-	-		-	-	-	600	-	-	-
Security Alarm	21.00P		1,574	-	-	29/05/12	-	-	-		-	-	-	1,574	-	-	-
Fuel Tank	7.00P		2,226	1,186	-	17/07/14	-	-	-		-	-	156	1,196	-	-	1,030
Trimac Procut	30.00P		12,465	-	-	02/05/16	-	-	-		-	-	-	12,465	-	-	-

Mercury Bay Aero Club Inc

Depreciation Schedule (continued)

For the Year Ended 28 February 2022

	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	ACC DEPN	PRIVATE DEPN	ACCUM PRIVATE	CLOSING WDV
Fertilizer Spreader	10.50P		1,190	971	-	27/06/19	-	-	-		-	-	125	344	-	-	846
Container	7.00P		3,913	3,708	-	15/06/20	-	-	-		-	-	274	479	-	-	3,434
			69,719	7,479	-		-	-	-		-	-	773	63,012	-	-	6,706
Vehicles & Aircraft																	
John Deere 4720 Tractor & Loader	15.60D		42,000	6,251	-	08/12/09	-	-	-		-	-	975	36,724	-	-	5,276
RV12 ZK-MBA	10.00P		-	37,534	-	08/12/14	50,000	-	12,466	22/07/21	100,000	-	-	-	-	-	-
RV12- MBB	10.00P		139,660	139,406	254	05/07/17	-	-	-		-	-	13,966	13,966	-	-	125,694
			181,660	183,191	254		50,000	-	12,466		100,000	-	14,941	50,690	-	-	130,970
TOTAL			3,264,687	2,926,390	188,528		50,000	-	12,466		100,000	-	22,924	210,227	-	-	3,054,459

1 Statement of Accounting Policies

Reporting Entity

Mercury Bay Aero Club Inc is a society.

The financial statements of Mercury Bay Aero Club Inc are general purpose financial statements which have been prepared according to the External Reporting Board.

Society is involved in Aero Club.

Statement of Compliance and Basis of Preparation

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand (GAAP). They comply with Financial Reporting Standards and other applicable pronouncements, as appropriate for public benefit entities as set out in the External Reporting Board Standard A1: Application of the Accounting Standards Framework.

The accounting principles recognised as appropriate for the measurement and reporting of the Combined Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by society, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Specific Accounting Policies

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

(a) **Income Tax**

Society has charitable status and is exempt from income tax.

The income tax expense charged to the Combined Statement of Financial Performance recognises the current year's provision adjusted for timing and permanent differences between taxable and accounting income. Deferred tax is calculated using the comprehensive basis under the liability method and future tax benefits are not recognised unless realisation of the asset is virtually certain.

Income tax is accounted for using the taxes payable method. The income tax expense recognised in the Combined 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.

(b) **Goods and Services Taxation (GST)**

Revenue 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.

(c) **Changes in Accounting Policies**

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

Mercury Bay Aero Club Inc

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

For the Year Ended 28 February 2022

2 Cash & Bank Balances	2022	2021
	\$	\$
Cash Balance		
Cash	50	50
Bank Account Balances		
BNZ - 00 Current A/C	91,216	39,493
BNZ - SW Hanger 97 A/C	63,268	160,731
BNZ - 26 Aircraft Reserve A/C	60,405	60,004
	214,889	260,228
Total Cash & Bank Balances	214,939	260,278

3 Other Receivables	2022	2021
	\$	\$
Bills Receivable	21,365	26,525
Total Other Receivables	21,365	26,525

All amounts are short-term and have been reviewed for indicators of impairment. The carrying value of trade receivables is considered a reasonable approximation of fair value.

4 Inventories	2022	2021
	\$	\$
Stock on Hand		
Stock on Hand	1,014	989
Total Inventories	1,014	989

5 Financial Assets and Financial Liabilities

Significant Accounting Policies provides a description of each category of financial assets and financial liabilities and the related accounting policy. The carrying amounts in financial assets and financial liabilities in each category are as follows:

Financial Assets 2022	Amortised Cost	Cost	Fair Value	Total
	\$	\$	\$	\$
Cash and Short-Term Deposits	214,939	-	-	214,939
Trade and Other Receivables	21,365	-	-	21,365
Total Financial Assets 2022	236,304	-	-	236,304

Financial Assets 2021	Amortised Cost	Cost	Fair Value	Total
	\$	\$	\$	\$
Cash and Short-Term Deposits	260,278	-	-	260,278
Trade and Other Receivables	26,525	-	-	26,525
Total Financial Assets 2021	286,803	-	-	286,803

Mercury Bay Aero Club Inc

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

For the Year Ended 28 February 2022

6 Payables & Accruals	2022	2021
	\$	\$
Accounts Payable		
Sundry Creditors	4,307	24,287
Total Payables & Accruals	4,307	24,287
7 Provisions	2022	2021
	\$	\$
Aircraft Hire in Advance		
Opening Balance	3,818	3,505
Movement for period	(3,818)	313
Closing Balance	-	3,818
Deposits on Hangars		
Opening Balance	52,173	-
Movement for period	304	52,173
Closing Balance	52,477	52,173
Total Provisions	52,477	55,991
8 Other Current Liabilities	2022	2021
	\$	\$
Deferred Income Current Portion	8,700	8,700
Total Other Current Liabilities	8,700	8,700
9 Provisions	2022	2021
	\$	\$
Deferred Income		
Opening Balance	17,400	26,100
Movement for period	(8,700)	(8,700)
Closing Balance	8,700	17,400
Total Provisions	8,700	17,400

10 Related Parties

There were no significant transactions or transactions that were on terms and conditions that are likely to be different from the terms and conditions of transactions in similar circumstances, involving related parties during the financial year (2021: Nil).

11 Capital Commitments

The society has no capital commitments as at 28 February 2022 (2021: Nil).

12 Contingent Liabilities

The society has no contingent liabilities and no guarantees as at 28 February 2022 (2021: Contingent Liabilities Nil, Guarantees Nil).

13 Events Occurring After Balance Date

No significant events have occurred subsequent to balance date.