

# **Mercury Bay Aero Club Inc**

## **Financial Statements**

**FOR THE YEAR ENDED 28 FEBRUARY, 2023**

# Mercury Bay Aero Club Inc

## Contents of Financial Statements

### For the Year Ended 28 February 2023

Compilation Report	2
Directory	3
Statement of Financial Performance	4 - 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 2023 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*

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**Hart & Associates Limited**

**Chartered Accountants**

**HUNTLY**

**6 April 2023**

## Mercury Bay Aero Club Inc

### Directory

As at 28 February 2023

<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 2023

	Note	2023 \$	2022 \$
<b>Operating Revenue</b>			
Hangarage		107,086	102,334
Hire & Dual - less Landing Fees & Instructing		13,559	24,541
Landing Fee/Airway		35,528	31,361
Automatic Weather Station/Airway		900	900
<b>Total Revenue</b>		<b>157,073</b>	<b>159,136</b>
<b>Less Cost of Sales</b>			
Purchases		9,538	27,170
<b>Total Gross Surplus</b>		<b>147,536</b>	<b>131,966</b>
<b>Other Revenue</b>			
Subscriptions		19,261	12,631
Z Energy - Lease & Annual Check		4,770	4,680
Club Room Hire		192	1,696
Rent - House		21,150	12,800
Rent - Office		2,964	2,095
Rent - Cafe'		3,200	-
Hay & Sileage		9,000	9,000
Interest Received		2,593	118
Sundry Income		446	88
Profit on Sale of Fixed Assets		-	12,466
<b>Total Other Revenue</b>		<b>63,576</b>	<b>55,574</b>
<b>Gross Surplus after Other Revenue</b>		<b>211,111</b>	<b>187,539</b>
<b>Less Expenses</b>			
<b>Administration Expenses</b>			
Accountancy Fees		2,500	2,500
Advertising		66	66
Bank Fees & Charges		-	5
Computer Expenses		889	613
Printing & Stationery		977	703
Subscriptions		4,218	1,962
Telephone & Tolls		1,524	1,271
		<b>10,174</b>	<b>7,120</b>
<b>Overhead Expenses</b>			
Administration		7,643	8,491
Electricity		2,337	1,557
General Expenses		1,647	2,410
Insurance		11,402	10,359
Tractor Expenses		3,346	1,219
Repair & Maintenance - Airfield		23,492	4,152
Repair & Maintenance - Buildings		4,320	1,130
Repair & Maintenance - House		288	4,883
Repair & Maintenance - Plant		4,165	73
Rates		7,048	6,340
Security		440	440
		<b>66,126</b>	<b>41,055</b>

## Mercury Bay Aero Club Inc

### Statement of Financial Performance (continued)

For the Year Ended 28 February 2023

	Note	2023	2022
		\$	\$
<b>Non Cash Expenses</b>			
Depreciation		22,451	22,924
<b>Total Expenses</b>		<b>98,752</b>	<b>71,100</b>
<b>Net Surplus</b>		<b>112,360</b>	<b>116,440</b>

## Mercury Bay Aero Club Inc

### Statement of Movements in General Funds

For the Year Ended 28 February 2023

	2023	2022
	\$	\$
<b>Revenues and Expenses</b>		
Net Surplus	112,360	116,440
<b>Total Recognised Revenues and Expenses</b>	<b>112,360</b>	<b>116,440</b>
General Funds at the Beginning of the Year	3,218,455	3,102,015
<b>General Funds at the End of the Year</b>	<b>3,330,815</b>	<b>3,218,455</b>

## Mercury Bay Aero Club Inc

### Statement of Financial Position

As at 28 February 2023

	Note	2023 \$	2022 \$
<b>Current Assets</b>			
Cash	2	50	50
BNZ - 00 Current A/C	2	167,138	91,216
BNZ - SW Hanger 97 A/C	2	63,735	63,268
BNZ - 26 Aircraft Reserve A/C	2	178,881	60,405
Other Receivables	3	5,128	21,365
GST Receivable		-	862
Stock on Hand	4	1,667	1,014
<b>Total Current Assets</b>		<b>416,598</b>	<b>238,180</b>
<b>Non-Current Assets</b>			
Property, Plant & Equipment		3,143,047	3,054,459
<b>Total Assets</b>		<b>3,559,645</b>	<b>3,292,639</b>
<b>Current Liabilities</b>			
Sundry Creditors	6	23,439	4,307
GST Payable		42,082	-
Deposits on Hangars	7	154,609	52,477
Other Current Liabilities	8	8,700	8,700
<b>Total Current Liabilities</b>		<b>228,830</b>	<b>65,484</b>
<b>Non-Current Liabilities</b>			
Deferred Income	9	-	8,700
<b>Total Liabilities</b>		<b>228,830</b>	<b>74,184</b>
<b>Net Assets</b>		<b>3,330,815</b>	<b>3,218,455</b>
<b>General Funds</b>			
<b>Total General Funds</b>		<b>3,330,815</b>	<b>3,218,455</b>

## Mercury Bay Aero Club Inc

### Statement of Movements in Equity

For the Year Ended 28 February 2023

	2023	2022
	\$	\$
<b>Owner's Equity</b>		
Opening Balance	3,218,455	3,102,015
Net Surplus	112,360	116,440
	<b>3,330,815</b>	<b>3,218,455</b>
<b>Total Owner's Equity</b>	<b>3,330,815</b>	<b>3,218,455</b>

# Mercury Bay Aero Club Inc

## Depreciation Schedule

### For the Year Ended 28 February 2023

	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
<b>Freehold Land - At cost</b>																	
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	-	-	27/09/12	-	-	-		-	-	-	4,645	-	-	-
Cafe Fitout & Deck	10.00P		45,168	12,319	-	24/12/12	-	-	-		-	-	4,517	37,366	-	-	7,802
Avgas Installation	.00D		10,739	10,739	-	01/11/12	-	-	-		-	-	-	-	-	-	10,739
Hangar Fitout	10.00P		18,365	1,700	-	28/02/13	-	-	-		-	-	1,700	18,365	-	-	-
Car Park	.00D		80,863	80,863	-	10/08/15	-	-	-		-	-	-	-	-	-	80,863
Concrete Drive	.00D		35,092	35,092	-	11/04/16	-	-	-		-	-	-	-	-	-	35,092
Hangar - Development	.00D		616,305	505,266	111,038	18/07/17	-	-	-		-	-	-	-	-	-	616,305
Ablution Block	5.00P		14,070	13,544	-	17/06/21	-	-	-		-	-	703	1,229	-	-	12,841
Passenger Pad	.00D		10,782	10,782	-	27/07/21	-	-	-		-	-	-	-	-	-	10,782
			<b>3,124,347</b>	<b>2,916,783</b>	<b>111,038</b>								<b>6,920</b>	<b>103,445</b>			<b>3,020,901</b>
<b>Plant &amp; Equipment</b>																	
Plant & Equipment	12.50D		33,549	1,295	-	28/01/02	-	-	-		-	-	162	32,416	-	-	1,133
Fridge	22.00D		311	3	-	20/02/04	-	-	-		-	-	1	309	-	-	2
Fieldmaster Rotary Slasher	39.60D		3,375	-	-	08/02/05	-	-	-		-	-	-	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	65	-	28/01/10	-	-	-		-	-	16	1,754	-	-	49
Elba Free Standing Range Stove	25.00D		888	33	-	02/09/10	-	-	-		-	-	8	863	-	-	25
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	1,030	-	17/07/14	-	-	-		-	-	156	1,352	-	-	874
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 2023

	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	846	-	27/06/19	-	-	-		-	-	125	469	-	-	721
Container	7.00P		3,913	3,434	-	15/06/20	-	-	-		-	-	274	753	-	-	3,160
			<b>69,719</b>	<b>6,706</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>742</b>	<b>63,754</b>	<b>-</b>	<b>-</b>	<b>5,964</b>
<b>Vehicles &amp; Aircraft</b>																	
John Deere 4720 Tractor & Loader	15.60D		42,000	5,276	-	08/12/09	-	-	-		-	-	823	37,547	-	-	4,453
RV12- MBB	10.00P		139,660	125,694	-	05/07/17	-	-	-		-	-	13,966	27,932	-	-	111,728
			<b>181,660</b>	<b>130,970</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>14,789</b>	<b>65,479</b>	<b>-</b>	<b>-</b>	<b>116,181</b>
<b>Total Assets</b>			<b>3,375,725</b>	<b>3,054,459</b>	<b>111,038</b>		<b>-</b>	<b>-</b>	<b>-</b>		<b>-</b>	<b>-</b>	<b>22,451</b>	<b>232,678</b>	<b>-</b>	<b>-</b>	<b>3,143,047</b>

## **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 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 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 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 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 2023

2 Cash & Bank Balances	2023	2022
	\$	\$
<b>Cash Balance</b>		
Cash	50	50
<b>Bank Account Balances</b>		
BNZ - 00 Current A/C	167,138	91,216
BNZ - SW Hanger 97 A/C	63,735	63,268
BNZ - 26 Aircraft Reserve A/C	178,881	60,405
	<b>409,754</b>	<b>214,889</b>
<b>Total Cash &amp; Bank Balances</b>	<b>409,804</b>	<b>214,939</b>

3 Other Receivables	2023	2022
	\$	\$
Bills Receivable	5,128	21,365
<b>Total Other Receivables</b>	<b>5,128</b>	<b>21,365</b>

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	2023	2022
	\$	\$
<b>Stock on Hand</b>		
Stock on Hand	1,667	1,014
<b>Total Inventories</b>	<b>1,667</b>	<b>1,014</b>

## 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 2023	Amortised Cost	Cost	Fair Value	Total
	\$	\$	\$	\$
Cash and Short-Term Deposits	409,804	-	-	409,804
Trade and Other Receivables	5,128	-	-	5,128
<b>Total Financial Assets 2023</b>	<b>414,931</b>	<b>-</b>	<b>-</b>	<b>414,931</b>

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
<b>Total Financial Assets 2022</b>	<b>236,304</b>	<b>-</b>	<b>-</b>	<b>236,304</b>

## For the Year Ended 28 February 2023

6 Payables & Accruals	2023	2022
	\$	\$
Accounts Payable		
Sundry Creditors	23,439	4,307
<b>Total Payables &amp; Accruals</b>	<b>23,439</b>	<b>4,307</b>
7 Provisions	2023	2022
	\$	\$
Deposits on Hangars		
Opening Balance	52,477	52,173
Movement for period	102,132	304
<b>Closing Balance</b>	<b>154,609</b>	<b>52,477</b>
<b>Total Provisions</b>	<b>154,609</b>	<b>52,477</b>
8 Other Current Liabilities	2023	2022
	\$	\$
Deferred Income Current Portion	8,700	8,700
<b>Total Other Current Liabilities</b>	<b>8,700</b>	<b>8,700</b>
9 Provisions	2023	2022
	\$	\$
Deferred Income		
Opening Balance	8,700	17,400
Movement for period	(8,700)	(8,700)
<b>Closing Balance</b>	<b>-</b>	<b>8,700</b>
<b>Total Provisions</b>	<b>-</b>	<b>8,700</b>

**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 (2022: Nil).

**11 Capital Commitments**

The society has no capital commitments as at 28 February 2023 (2022: Nil).

**12 Contingent Liabilities**

The society has no contingent liabilities and no guarantees as at 28 February 2023 (2022: Contingent Liabilities Nil, Guarantees Nil).

**13 Events Occurring After Balance Date**

No significant events have occurred subsequent to balance date.