

**Mainstreet Whanganui Inc
Financial Statements
For the Year ended 30th June 2019**

B. Mac
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SILKS AUDIT
SA
CHARTERED ACCOUNTANTS

MAINSTREET WHANGANUI INC
DIRECTORY
FOR THE YEAR ENDED 30 JUNE 2019

EXECUTIVE CHAIRPERSON:
Mark Simmonds

EXECUTIVE COMMITTEE:
Stephen Lace
Des Healy
John Anderson
Rachel Brandon
Patrick Clay
Tony Gulthrie
Russell Duggan
Mark Simmonds
Stewart Gray - (New) Elected Nov 2018 AGM
Christina Emery - (New) Elected Nov 2018 AGM
Ross Fallen - left end of July 2018
Annie Gilroy - did not re-stand at Nov 2018 AGM
Russel Bell - did not re-stand at Nov 2018 AGM

GENERAL MANAGER:
Des Warahi

ADDRESS:
36 Ridgeway Street
Whanganui

Email: diane@mainstreetwhanganui.co.nz

ACCOUNTANT:
Venter and Hull Chartered Accountants Limited
PO Box 4004
Whanganui
Telephone: (06) 349-1880
Fax: (06) 345-4111
E-Mail: admin@venterandhull.co.nz

BANKERS:
ANZ
87 Victoria Avenue
Whanganui
Telephone: 0800 269 296
Fax: (06) 348-1660

SOLICITORS:
Horsley Christie
P O Box 655
Whanganui
Telephone: (06) 349-0090
Fax: (06) 345-2406

AUDITORS:
Silks Audit Chartered Accountants Limited
P O Box 7144
Whanganui
Telephone: (06) 345-8539

Paul
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Other information

The Committee are responsible on behalf of the Incorporation for the other information. The other information comprises the Annual Report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If based, on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Committee's Responsibilities for the Financial Statements

The Committee are responsible on behalf of the Incorporation for determining that the SPFR Framework adopted is acceptable in the Incorporation's circumstances, for the preparation and fair presentation of the financial statements in accordance with the SPFR Framework, and for such internal control as the Committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Committee are responsible on behalf of the Incorporation for assessing the Incorporation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intend to liquidate the Incorporation or to cease operations, or have no realistic alternative but to do so.

Auditors Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A detailed description of the auditors' responsibilities including those related to assessment of risk of material misstatement, evaluation of appropriateness of going concern assumptions and determining key audit matters are available on the external reporting board website:

<http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>



Cameron Town
Silks Audit Chartered Accountants Ltd
Whanganui, New Zealand

Date: 22 November 2019

MAINSTREET WHANGANUI INC
TRADING ACCOUNT - COLLECTIVE WHANGANUI
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$	\$	\$
	Expenses	

The accompanying notes form part of these financial statements.

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CHARTERED ACCOUNTANTS
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MAINSTREET WHANGANUI INC
STATEMENT OF FINANCIAL PERFORMANCE
BUSINESS PROMOTION
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$		\$
	Income	
1,396	Banner Income Promotions Area	896
-	Late Night Shopping	569
10,557	Christmas Parade WDC Funded	10,000
2,863	General Promotion Income	-
5,000	A O S Contract Fee	-
110,000	Mainstreet Levy	110,000
1,586	Power Recovery	877
209	Festival of Cultures	4,032
-	Christmas General - Floats	591
457	Performance Centre Recovery- Maj Sq Power Hireage	850
4,398	Street Stalls 50% of Income - WDC Street Stalls	5,859
7,785	Heritage Weekend Caboodle	8,108
1,217	Members Subscriptions	1,000
370	Catwalk Hire	-
<u>10,887</u>	Artist Open Studio	<u>-</u>
156,724		142,782
	Expenses	
1,700	Accountancy Cost	1,734
-	Food Fiesta	992
3,500	Christmas Parade	6,158
4,702	Christmas General & Festival	3,941
16,347	General Promotion	1,523
599	Marketing Town Centre Promotion	-
26	Seminars / Conferences	-
92,440	Wages & Salaries - Marketing	83,203
770	Website	-
1,250	Shopping Guide & Other Publications	-
19,155	Heritage Weekend Caboodle	17,008
1	Depreciation	-
1,090	Late Night Shopping	1,788
2,528	Artist Open Studio Expenses	-
12,025	Admin Contribution : Internal	12,025
1,253	Performance Centre Expenses - Street Stall Power	983
443	Performance Centre Power - Stage	421
-	Festival of Cultures	1,991
1,320	Wages - Maintenance Team	1,493
472	Wages - Operations T L	516
<u>(159,620)</u>	Total Expenses	<u>(133,774)</u>
<u>(\$2,897)</u>	Net Surplus/(Deficit)	<u>\$9,008</u>

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
STATEMENT OF FINANCIAL PERFORMANCE
CITY MAINTENANCE
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$		\$
<u>276,568</u>	Street Cleaning	<u>290,532</u>
276,568	WDC SLA Funding	290,532
	Expenses	
12,030	Bln Rental/Disposal	14,904
3,193	Vehicle Costs	2,525
893	Misc Equipment & R & M	3,429
3,277	Materials & Consumables	4,299
16,268	Depreciation - Equipment	12,680
11,237	Contract	-
76,911	Administration Contribution - Internal	77,458
2,211	Protective Clothing	1,558
11,581	Wages - Operations T L	11,243
112,638	Wages - Team	128,843
10,360	Machine Costs	16,230
<u>1,176</u>	Vehicle Depreciation	<u>939</u>
<u>(262,576)</u>	Total Expenses	<u>(271,989)</u>
<u>\$13,992</u>	Street Cleaning Surplus/(Deficit)	<u>\$18,544</u>
	Maintenance	
35,500	WDC SLA Funding	44,739
-	WDC Repairs Recovery	<u>6,857</u>
35,500		51,596
	Expenses	
10,148	Admin. Contribution Internal	9,264
350	Misc Expenses Maint.	1,448
833	R & M Street Furniture/Cyclical	696
9,003	R & M Wait Fountain	10,338
450	R & M Graffiti & Vandallism	-
30	R & M Paving & Footpaths	176
3,746	Contract M	-
-	Sundry CBD Electricity	178
620	Vehicle Costs - Maintenance	480
1,503	R & M - Majestic Square	3,701
<u>1,639</u>	Wages - Operations T L	<u>1,795</u>
<u>(28,322)</u>	Total Expenses	<u>(28,076)</u>
<u>\$7,178</u>	Maintenance Surplus/(Deficit)	<u>\$23,520</u>

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
STATEMENT OF FINANCIAL PERFORMANCE
CITY MAINTENANCE
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$		\$
	Utilities and Lighting	
34,800	Gaslight Funding	38,558
(20,126)	Plus or Less Reserve Movement	(16,854)
(1,125)	Gas Repairs & R M Contract	(4,753)
(1,064)	Gas Cost - Gas Lights	(3,392)
(1,918)	Wages - Team	(2,167)
(9,193)	Admin Contribution - Internal	(8,155)
(1,374)	Wages - Operations T L	(1,236)
0		-
49,500	Lighting	52,341
21,205	Plus or Less Reserve Movement	14,252
(18,773)	Under Verandah Electricity - Lights	(18,549)
(7,939)	Lighting Repairs : Under Verandah	(28,909)
(1,125)	Contract	-
(22,763)	Light Up Whanganui (Fountain)	-
(4,243)	Wages - Operations T L	(4,640)
(14,152)	Admin Contribution - Internal	(12,545)
(1,711)	Wages - Team	(1,950)
0	Utilities Surplus/(Deficit)	-
	Administration Account	
164,918	Administration Income (Internal)	158,229
164,918		158,229
	Expenses	
58,465	Contribution to Overhead - Executive	47,965
6,009	Accountancy	3,685
7,800	Insurance	7,960
238	Payroll Processing	-
-	Test & Tag	1,600
4,100	ACC Levies	4,180
324	General Expenses & Uniforms	1,981
13,282	Rent & Power Workshop & Storage	14,473
-	PAYE - City Maintenance	0
7,261	Health & Safety	2,966
5,242	Workshop Expenses	2,755
1,077	Vehicle Costs & Depreciation	816
4,876	Wages - Promotions Assistant	5,160
25,461	Wages - Operations T L	26,817
15,109	Wages - Office Manager	21,970
15,675	Salary - G M	13,901
164,918	Total Expenses	158,229
-	Administration Account Surplus/(Deficit)	0

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
STATEMENT OF FINANCIAL PERFORMANCE
MAINSTREET EXECUTIVE
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$		\$
	Income	
4,843	Interest	4,250
3,044	Employee Subsidies	304
36,700	CBD Mangt. Fees From WDC	38,554
2,100	Admin. Reimbursement D H	2,100
6,000	Admin. Reimbursement - WIB	6,120
58,465	Admin. Reimbursement - CBD	47,965
12,025	Admin. Reimb - Promotions - Members Funds	12,025
2,790	Admin. Reimb. - Street Decorations	2,790
130	Sundry Income	287
-	Sundry Income - Majestic Square	87
<u>3,000</u>	Sub Lease Income	<u>3,000</u>
129,096		117,481
	Expenses	
	Operating Expenses	
7,268	Transfer to Design Heritage	6,995
17,800	Salary G M	13,902
12,766	Wages - Office Manager	18,716
11,557	Wages - Promotions Assistant	11,472
1,037	Wages - Operations T L	1,155
101	Staff Travel Reimb. & Parking Provn.	-
922	Staff Apparel	648
524	Staff CPD - Training	-
124	Cleaning Materials	-
15,912	Consultancy: Strategic Review	242
3,462	Consultancy Costs	600
3,707	Electricity	3,203
4,000	Chair Honorarium & Expenses	-
2,738	Executive & Function Expenses	3,683
<u>1,391</u>	Guyton Group Donation & Mural	-
(83,309)		(60,516)
	Repairs & Maintenance	
-	Computer Hardware & Software	649
4,329	Computer Maint. & Consumables	6,151
694	Office Equipment	55
<u>1,711</u>	General & Offices	<u>302</u>
(6,734)		(7,157)
	Administration Expenses	
5,100	Accountancy	16,854
498	Subscriptions & Website	390
1,440	Accident Compensation	1,098
5,950	Audit Fee	6,125
1,884	General Expenses	1,693
2,657	Insurance	2,882
700	Legal Expenses	10,712
1,599	Printing & Stationery	1,529

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
FINANCIAL PERFORMANCE SUMMARY
FOR THE YEAR ENDED 30 JUNE 2019

2018		2019
\$		\$
	0 Net Surplus - Wanganui In Bloom	0
(18,707)	Net Surplus/(Deficit) - Mainstreet Executive	(32,394)
21,528	Net Surplus - City Maintenance CBD Contracts	22,070
3,565	Net Surplus - City Maintenance Contracting	6,929
(2,897)	Net Surplus - Business Promotion	9,008
<u>0</u>	Net Surplus - Design Heritage	<u>0</u>
<u>\$3,490</u>		<u>\$5,614</u>

The accompanying notes form part of these financial statements.

D. Paul
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MAINSTREET WHANGANUI INC
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

2018	Note	2019
\$		\$
Current Assets		
17,713	ANZ Bank	27,504
85,441	ANZ Bank - Call Account	90,730
769	Accounts Receivable - Promotion	3,996
360	Accounts Receivable - WIB	-
11,656	Accounts Receivable - City Maintenance	50,584
40	Accounts Receivable - Mainstreet	3,402
2,138	Accrued Interest	1,389
3,329	Prepayments	-
103,570	ANZ Term Deposit	107,297
-	ANZ Term Deposit No 1001	122,044
-	ANZ Term Deposit No 1002	102,755
101,828	ASB Bank Term Deposit - 0077	-
<u>108,216</u>	Kiwibank Term Deposit	-
436,061		509,700
Current Liabilities		
1,922	Accounts Payable - Promotion	1,869
189	Accounts Payable - Design Heritage	174
3,872	Accounts Payable - Mainstreet	10,329
11,878	Accounts Payable - City Maintenance	48,238
7,209	Accounts Payable - Whanganui in Bloom	7,138
29,151	Accrued Holiday Pay	30,495
926	Accrued Time in Lieu	513
9,051	Decorations Funding Unspent	16,375
46,139	Gas & Lighting Provision Against Future Costs	47,740
7,450	Deferred Maintenance Provision	-
30,880	Maintenance Provision (WIB)	33,531
<u>7,366</u>	GST Payable	5,876
<u>(155,030)</u>		(202,276)
280,031	Working Capital	307,424
Non-Current Assets		
Property, Plant & Equipment		
34,376	Promotional Equipment	26,536
1,855	Office Equipment	2,727
1,027	Office Furniture	833
49,726	City Maintenance Equipment	37,046
1	Town Crier Costume	1
349	Leasehold Improvements	316
<u>9,519</u>	Vehicles	7,614
<u>96,863</u>	Total Non-Current Assets	75,073
<u>376,884</u>		382,497
<u>\$376,884</u>	Net Assets	\$382,497

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2019

Asset	Private Use	Cost Price	Book Value 01/07/2018	Additions Disposals	Gain/Loss on Disposal	Capital Profit	--- Depreciation ---		Accum Deprec 30/06/2019	Book Value 30/06/2019
							Mth	Rate \$		
Office Equipment										
Refrigerator		311	2				12 22.0% DV	0	300	2
PABX System		1,779	58				12 18.0% DV	10	1,731	48
Meeting Table		437	30				12 14.4% DV	4	411	26
MYOB Software		249	1				12 40.0% DV	0	249	1
Computers		10,977	4				12 48.0% DV	2	10,975	2
Photocopier		3,005	4				12 48.0% DV	2	3,003	2
Photocopier Software		600					12 60.0% DV	0	600	0
Computer		1,223	0				12 60.0% DV	4	1,219	4
Telephones (2)		843	5				12 60.0% DV	3	841	2
Computer		1,514	19				12 60.0% DV	10	1,505	9
Computer		759	10				12 60.0% DV	5	754	5
Computers		7,053	137				12 60.0% DV	69	6,985	69
Samsung Galaxy Tablets (3)		1,511	45				12 60.0% DV	23	1,489	22
Oki MC502W Printer		702	92				12 40.0% DV	37	707	55
Acar X4830G Computer		1,359	113				12 60.0% DV	57	1,303	50
VOIP System		1,819	161				12 60.0% DV	81	1,739	80
Computer UPS		715	223				12 60.0% DV	112	604	111
Samsung Galaxy A3		740	170				12 67.0% DV	118	682	58
Samsung Galaxy S7		807	211				12 67.0% DV	141	817	70
New Phone System		815	556				12 30.0% DV	107	426	389
Samsung Mobile (Kelly)				072			6 67.0% DV	292	202	600
Computer (Kelly)				1,437			5 50.0% DV	300	300	1,137
		43,958	1,055	2,309				1,437	43,540	2,727
Promotional Equipment										
Balloon Inflator		310					12 60.0% DV	0	310	0
P A System - Majestic Square		4,978	113				12 22.0% DV	25	4,090	00
Garsys (2)		5,024					12 60.0% DV	0	5,024	0
Catwalk		7,847	170				12 26.0% DV	44	7,721	120
Lights - Catwalk		2,470	147				12 24.0% DV	35	2,384	112
Christmas Stalgh		4,117	343				12 25.0% DV	88	3,850	257

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2019

Asset	Private Use	Cost Price	Book Value 01/07/2010	Additions Disposals	Gain/Loss on Disposal	Capital Profit	--- Depreciation --- Mth Rate	Accum Deprec 30/06/2010	Book Value 30/06/2019
City Maintenance Equipment									
Safety Cones (8)		498	35				12 14.4% DV	5	468
Blower Vacs (2)		150	2				12 22.0% DV	0	148
Cleaners Trolley		150	2				12 22.0% DV	0	148
Gardeners Trolley		170	2				12 22.0% DV	0	168
Napsack Spray		150	2				12 22.0% DV	0	148
Waterblaster		4,805	32				12 26.4% DV	8	4,801
Power Drill		577	79				12 11.4% DV	9	507
Safety Harness		690	29				12 16.0% DV	5	674
Hammer Drill		301	25				12 14.4% DV	4	280
Trolleys (2)		391	10				12 10.0% DV	3	378
Hammer Drill		301	26				12 14.4% DV	4	279
Compressor		290	32				12 14.4% DV	5	271
Power Scrubber		27,000	805				12 22.0% DV	177	20,400
Vacuum Cleaner		3,695					12 50.0% DV	0	3,695
Vacuum Cleaner		3,547					12 50.0% DV	0	3,547
Vacuum Cleaner		399	51				12 14.4% DV	7	355
UHF Radio		301	7				12 26.4% DV	2	300
Vacuum Cleaner		3,542	124				12 25.0% DV	31	3,449
Road Works Signs (2)		530	4				12 36.0% DV	1	527
Generator		947	50				12 24.0% DV	12	909
Waterblaster		502	10				12 30.0% DV	3	494
Hedge Cutter		685	1				12 48.0% DV	0	684
Lawnmower		619					12 60.0% DV	0	619
Billy Goat Vacuum		3,111	81				12 30.0% DV	24	3,054
Street Cleaning Blowers (2)		924	64				12 25.0% DV	10	870
Trailer		926	106				12 20.0% DV	21	841
Leaf Blowers (2)		1,052	131				12 25.0% DV	33	954
Street Cleaner		52,807	1,734				12 62.0% DV	1,075	52,140
Vacuum Cleaner		499	13				12 40.0% DV	5	491
Road Signs		605	62				12 30.0% DV	19	582
Street Leaf Blower		520	88				12 25.0% DV	22	480
Power switches Majestic Square		598	354				12 0.0% DV	28	270

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
SCHEDULE OF PROPERTY, PLANT & EQUIPMENT
FOR THE YEAR ENDED 30 JUNE 2019

Asset	Private Use	Cost Price	Book Value 01/07/2010	Additions Disposals	Gain/Loss on Disposal	Capital Profit	--- Depreciation --- Mth Rate \$	Accum Deprec 30/06/2019	Book Value 30/06/2019	
Leasehold Improvements										
New Office		1,502	349				12 0.5% DV	33	1,240	310
Electrical		4,066					80.0% CP	0	4,066	0
		<u>5,020</u>	<u>349</u>					<u>33</u>	<u>5,312</u>	<u>310</u>
Vehicles										
Mazda Ute		2,000	35				12 20.0% DV	0	1,974	20
Ute		4,000	530				12 20.0% DV	107	3,571	429
Truck Deck Frame		2,000	200				12 20.0% DV	50	1,770	224
Mazda Van		3,013	1,070				12 20.0% DV	374	2,417	1,400
Rollwork Drawer Unit		3,438	1,900				12 20.0% DV	301	1,913	1,525
Truck Tallgate		914	597				12 20.0% DV	119	436	470
Isuzu Elf		5,652	4,285				12 20.0% DV	859	2,210	3,430
		<u>21,917</u>	<u>9,519</u>					<u>1,905</u>	<u>14,303</u>	<u>7,814</u>
Total		<u>401,560</u>	<u>98,853</u>	<u>8,058</u>				<u>30,730</u>	<u>335,445</u>	<u>75,073</u>

The accompanying notes form part of these financial statements.

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MAINSTREET WHANGANUI INC
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Investments

Investments comprises term deposits with an original maturity greater than three months and are carried at amortised cost.

Accounts Payable

Accounts Payable are carried at amortised cost. They represent liabilities for goods and services provided prior to the end of the financial year that are unpaid at year end. The amounts are unsecured and are usually paid within 30 days of the year end.

Property, Plant & Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

Depreciation is calculated on a straight line basis over the estimated useful life of the asset either using depreciation rates published by Inland Revenue or based on estimates by management. Assets estimated useful life is reassessed annually. The following estimated depreciation rates/useful lives have been used:

Office Equipment	14.4% to 60%	Diminishing Value
Promotional Equipment	8% to 80%	Diminishing Value and Cost Price
Office Furniture	4.4% to 80.4%	Diminishing Value
City Maintenance Equipment	8% to 67%	Diminishing Value
Leasehold Improvements	9.6% to 50%	Diminishing Value
Vehicles	20% to 30%	Diminishing Value

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

Goods and Services Tax

The financial statements have been prepared on a GST exclusive basis, however, accounts receivable and accounts payable are stated inclusive of GST. Mainstreet Whanganui Inc is registered for GST.

CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous period.

1 LEASE COMMITMENTS

The Ridgway Street premises are occupied on the basis that either party may give six months notice of cessation, at an annual rent of \$19,800 (2018 \$19,800).

The lease for the workshop at 21 Drews Avenue is at an annual rent of \$12,909 (2018 \$12,500).

2 CAPITAL COMMITMENTS

The organisation had entered into a Capital Commitment of \$10,000 for the James Baxter Statue on the proviso Friends of Guyton reach their target of \$90,000, with the \$10,000 they will then reach the overall target of \$100,000 (2018 - Nil).

