

Non-Consolidated Financial Statements

Auckland University Students Association Incorporated
For the year ended 31 December 2021

Prepared by Walker Wayland Auckland Limited

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Auckland University Students Association Incorporated

Independent auditor's report to the Members

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Auckland University Students Association Incorporated (the Association), which comprise the statement of financial position as at 31 December 2021, and the statement of financial performance, statement of movements in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the Association are prepared, in all material respects, in accordance with the accounting policies outlined in Note 1 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Association in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board and the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Association.

Emphasis of Matter – Basis of Accounting

We draw attention to Note 1 to the financial statements, which describes the basis of accounting. The financial statements have been prepared to enable the Association to report to its members. Our opinion is not modified in respect of this matter.

ACCOUNTANTS & ADVISORS

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Auckland 1143, New Zealand
Telephone: +64 9 366 5000
williambuck.com

William Buck Audit (NZ) Limited

Committee Members' Responsibilities

The Committee Members are responsible on behalf of the Association for the preparation of financial statements in accordance with the accounting policies disclosed in Note 1 to the financial statements, and for such internal control as the Committee Members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. The Committee Members are also responsible for the selection of accounting policies that are appropriate for the Association.

In preparing the financial statements, the Committee Members are responsible for assessing the Association'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 Members either intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 further description of our responsibilities for the audit of these financial statements is located at the External Reporting Board (XRB) website at:

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

This description forms part of our independent auditor's report.

Restriction on Distribution and Use

This report is made solely to the Association's Members, as a body. Our audit work has been undertaken so that we might state to the Association's Members those matters which we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Association and the Association's Members, as a body, for our audit work, for this report or for the opinions we have formed. Our opinion is not modified in respect of this matter

A handwritten signature in blue ink that reads 'William Buck'.

William Buck Audit (NZ) Limited

Auckland

25 May 2022

Association Directory

Auckland University Students Association Incorporated For the year ended 31 December 2021

Executive Officers

President

Faataualofa Abbytailor So'olefai (2022)

Anamika Harirajh (2021)

Engagement Vice President

Makayla Muhundan (2022/2021)

Treasurer

Steven Wijaya (2022)

Faataualofa Abbytailor So'olefai (2021)

Education Vice President

Alan Shaker (2022/2021)

Welfare Vice President

Ishwanka Sharma (2022/2021)

Registered Office

4 Alfred St, Auckland Central, Auckland

Incorporation Number

221373

IRD Number

010-010-403

Internal Auditor

Grant Thornton, PO Box 1961, Auckland 1140

Auditor

William Buck, Level 4, 21 Queen Street, Auckland 1010

Bankers

Bank of New Zealand
ANZ National Bank

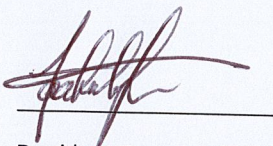
Approval of Financial Report

Auckland University Students Association Incorporated For the year ended 31 December 2021

The Executives are pleased to present the approved financial report including the historical financial statements of Auckland University Students Association Incorporated for year ended 31 December 2021.

APPROVED

For and on behalf of the Executives



President: Faataualofa Abbytailor So'olefai

Date 24 May 2022

Non-Consolidated Statement of Financial Performance

Auckland University Students Association Incorporated
For the year ended 31 December 2021

	NOTES	2021	2020
Income			
Advertising, Sponsorship and Sales		105,826	94,057
Hireage and Miscellaneous		8,856	31,768
Investment Based Income		401,000	918,673
Orientation Concert		89,580	237,701
University Based Income		1,083,075	1,032,320
Total Income		1,688,336	2,314,519
Gross Profit		1,688,336	2,314,519
Operating Expenses			
Advocacy		1,749	3,612
Buddies and Volunteers		15,606	17,500
Craccum		43,785	38,969
Engagement and Events		411,000	476,396
Office and Custodial Costs		213,249	306,514
Partner Funding		83,245	80,112
People Cost - Personnel	13	878,259	1,094,579
Representation		15,987	26,965
Welfare		3,691	93,720
Total Operating Expenses		1,666,571	2,138,367
Net Profit (Loss)		21,765	176,152

The accompanying notes form part of these financial statements.

Non-Consolidated Statement of Financial Position

Auckland University Students Association Incorporated

As at 31 December 2021

	NOTES	31 DEC 2021	31 DEC 2020
Assets			
Current Assets			
Cash and Bank		421,548	416,566
Trade receivables	5	175,675	68,702
Prepayments		48,271	50,484
Loan to Related Parties	2	3,750	3,750
Other receivables	3	150	4,773
Stock on Hand	12	-	16,549
Total Current Assets		649,393	560,824
Non-Current Assets			
Fixed Assets	11	17,415	24,473
Total Non-Current Assets		17,415	24,473
Total Assets		666,808	585,296
Liabilities			
Current Liabilities			
Trade payables		18,252	27,219
Clubs & Affiliations Control		13,220	13,220
GST Payable		27,808	3,699
Income Received in Advance		58,010	51,791
Other Liabilities	4	264,360	222,268
Finance Lease Liability		3,702	3,708
Total Current Liabilities		385,352	321,904
Non-Current Liabilities			
Finance lease Liability		2,477	6,179
Total Non-Current Liabilities		2,477	6,179
Total Liabilities		387,829	328,083
Net Assets		278,979	257,214
Equity			
Total Member Funds		278,979	257,214
Total Equity		278,979	257,214

The accompanying notes form part of the financial statements.

Non-Consolidated Statement of Movements in Equity

Auckland University Students Association Incorporated
For the year ended 31 December 2021

	2021	2020
Members Funds		
Opening Balance	257,214	81,061
Increases		
Net Surplus for the year		
Current year earnings	21,765	176,152
Total Net Surplus for the year	21,765	176,152
Total Increases	21,765	176,152
Total Members Funds	278,979	257,214

The accompanying notes form part of these financial statements.

Non-Consolidated Statement of Cash Flows

Auckland University Students Association Incorporated
For the year ended 31 December 2021

	2021	2020
Cash Flows from Operating Activities		
Cash received from		
Cash received from the University	995,065	883,491
Cash received from investment	400,836	939,243
Cash received from sales	215,256	168,856
Total Cash received from	1,611,157	1,991,590
Cash applied to		
Cash paid to employees and other operating expenses	(1,599,924)	(2,003,023)
Total Cash applied to	(1,599,924)	(2,003,023)
Total Cash Flows from Operating Activities	11,233	(11,433)
Cash Flows from Investing and financing Activities		
Cash received from		
Other cash items from investing activities	-	231
Proceeds from loans	(3,708)	9,887
Total Cash received from	(3,707)	10,118
Cash applied to		
Cash paid to acquisition for property, plant and equipment	(2,960)	(17,441)
Total Cash applied to	(2,960)	(17,441)
Total Cash Flows from Investing and financing Activities	(6,667)	(7,323)
Net Cash Flows	4,565	(18,756)
Cash Balances		
Cash and cash equivalents at beginning of period	416,218	434,974
Cash and cash equivalents at end of period	420,783	416,218
Net change in cash for period	4,565	(18,756)

The cash and bank balance in the Non-Consolidated Statement of Financial Position include business credit cards balance of \$745 (2020: \$348).

Notes to the Financial Statements

Auckland University Students Association Incorporated For the year ended 31 December 2021

1. Statement of Accounting Policies

Reporting Entity

Auckland University Students Association Incorporated is an incorporated society registered under the Incorporated Societies Act 1908.

Basis of Preparation

The non-consolidated financial statements have been prepared for the special purpose of reporting to the University of Auckland, which do not consolidate the other AUSA entities, and are prepared specifically for the members.

All Transactions in the financial statements are reported using the accrual basis of accounting. The financial statements are prepared under the assumption that the Auckland University Students Association Incorporated will continue to operate in the foreseeable future. The validity of this concept is dependent on continued funding from the University of Auckland, distributions from AUSA's Trusts and sales and advertising.

Particular Accounting Policies

The following specific accounting policies which materially affect the measurement of financial performance and the financial position have been applied.

Leases

Lease payments under operating leases where the lessor effectively retains substantially all the rewards and benefits of ownership of the leased item are charged as expense in the periods in which they are incurred.

Leases of fixed assets where substantially all the risks and benefits incidental to the ownership of the asset are transferred to the Association are classified as finance leases. Finance leases are capitalised recording an asset and a liability equal to the present value of the minimum lease payments, including any guaranteed residual value. Leased assets are amortised over their estimated useful lives.

Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the entity and the revenue can be measured. Revenue earned from advertising in magazines, student diaries and planners is recognised when the editions are issued to the students. Rental income, sponsorship amounts and grants are recognised when the right to receive the revenue has been established.

Taxation

The Inland Revenue Department has granted the Association exemption from taxation on the condition that certain provisions of the Income Tax Act 2007 are met each year. These provisions require that the Association remains a Charitable Association and that no individual profits from the activities of the Association. Should the current charitable nature of the operation change, taxation may be payable on profits from trading operations with non-members.

Foreign Currencies

Transactions in foreign currencies are converted at the New Zealand rate of exchange ruling at the date of the transaction. At balance date foreign monetary assets and liabilities are translated at the closing rate and variations arising from these transactions are included in the statement of profit or loss.

In the year to 31 December 2021, distributions received from related trusts were: \$362,500 from AUSA Property Trust (2020: \$330,000), \$Nil from AUSA Bar Trust (2020: \$Nil) and \$Nil from UBS Trust (2020: \$50,000).

	2021	2020
3. Other Receivable		
All others	150	4,773
Total Other Receivable	150	4,773

	2021	2020
4. Other Liabilities		
Accruals for Audit Fee	34,350	27,500
Accruals for Professional Consulting Fee	-	-
Accruals for Shadows Rent Payback	-	25,570
Funds held for Welfare	46,627	76,345
Payroll Liabilities	25,463	19,164
Provision for Holiday Pay	88,515	57,070
All Others	69,405	16,619
Total Other Liabilities	264,360	222,268

	2021	2020
5. Trade Receivable		
Accounts Receivable	45,728	11,155
University of Auckland	133,424	59,560
Provision for Doubtful Debt (12200)	(3,477)	(2,013)
Total Trade Receivable	175,675	68,702

In the 2021 year, the \$3,477 provision for Doubtful debts was based on the Association's policy to provide against Aged Receivables greater than 3 months.

	2021	2020
6. Trade Payables		
Trade Creditors	18,243	25,860
Total Trade Payables	18,243	25,860

	2021	2020
7. Audit Fees		
Audit Fees (Standalone)	12,600	12,000
Audit Fees - Trusts	9,000	8,500
Audit Fees - Consolidation	7,000	7,000
Audit Fee - The Kennedys Ltd	6,300	-
Total Audit Fees	34,900	27,500

	2021	2020
8. Commitments		
Current	3,708	8,569
Non-Current	2,470	14,214
Total Commitments	6,178	22,783

The Association has commitments under operating leases as shown above.

9. Subsequent Events

There are no events subsequent to balance date that would require adjustment to, or disclosure in, the financial statements.

10. Contingent Liability

There are no contingent liabilities at balance date.

	2021	2020
11. Fixed Assets		
Furniture and Fittings		
At Cost	189,767	462,674
Less Accumulated depreciation	(185,190)	(458,066)
Total Furniture and Fittings	4,578	4,608
Motor Vehicles		
At Cost	13,043	13,043
Less Accumulated depreciation	(13,043)	(11,413)
Total Motor Vehicles	-	1,630
Office Equipment (Inc Computer)		
At Cost	149,710	202,874
Less Accumulated depreciation	(137,484)	(185,404)
Total Office Equipment (Inc Computer)	12,226	17,470
Plant and Equipment		
At Cost	49,207	155,168
Less Accumulated depreciation	(48,596)	(154,404)
Total Plant and Equipment	611	764
Total Fixed Assets	17,415	24,473

	2021	2020
12. Inventory		
Stock On Hand - AUSA Breweries	-	16,549
Total Inventory	-	16,549

The Association engaged supplies from a domestic breweries manufacturer, with its own branding. During the reporting period, these products have been used for events and promotional activities within University of Auckland. From the 2019 year, the Association commenced retail of the products through The Kennedys Ltd, i.e: Shadows Bar within the campus of the University.

The inventories are recognised at the lower of cost, determined on a first in first out basis, and net realisable value.

Due to the age, stock has been out of date, and has been written off during the year.

	2021	2020
13. People Cost - Personnel		
Redundancy	-	337,160
All Other Personnel Costs	878,259	757,419
Total People Cost - Personnel	878,259	1,094,579