

Performance Report for the year ended 30 June 2020

Ranui Action Project Incorporated



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Entity Information

Ranui Action Project Incorporated For the year ended 30 June 2020

'Who are we?', 'Why do we exist?'

Legal Name of Entity

Ranui Action Project Incorporated

Entity Type and Legal Basis

Incorporated Society, Registered Charity

Registration Number

CC24460

Entity's Purpose or Mission

The purpose of the Ranui Action Project Incorporated ("the Society") is to enhance the health and well-being of Ranui people, and the development of Ranui as a thriving, vibrant community, through empowering community people to develop and strengthen networks of support and creativity.

The values of the Society are:

- Trust, Integrity and Accountability
- Openness, Honesty and Transparency
- Respect for Diversity and Inclusion
- Innovation and Sustainability

Entity Structure

An Executive Board elected by the full members of the Society governs Ranui Action Project.

Main Sources of Entity's Cash and Resources

The Society's sources of income are grants received and facility rental.

Main Methods Used by Entity to Raise Funds

The Society's main methods used to raise funds are through grant applications to various organisations.

Entity's Reliance on Volunteers and Donated Goods or Services

The Society relies significantly on gifts of volunteer time for various aspects of day to day operations and the Executive Board is comprised solely of volunteers. Thank you to those volunteers who offered their free time to achieve the Society's objectives.

Physical Address & Postal Address

476 Swanson Road, Ranui, Auckland, New Zealand, 0612

Other Contact Details

Phone: (09) 832 6048



Entity Information

Email: info@ranui.org.nz

Website / Facebook: <https://www.facebook.com/ranuiactionproject/>

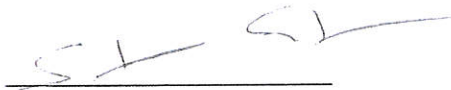


Approval of Performance Report

Ranui Action Project Incorporated
For the year ended 30 June 2020

The Board is pleased to present the approved performance report including the historical financial statements of Ranui Action Project Incorporated for year ended 30 June 2020.

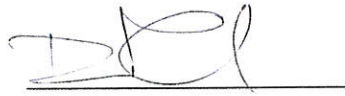
Approved, for and on behalf of the Society:



Steven Gottipalli

Chairperson

Date19/10/2020



Daniel Collins

Treasurer

Date19/10/2020



Statement of Service Performance

Ranui Action Project Incorporated For the year ended 30 June 2020

'What did we do?', 'When did we do it?'

Description of Entity's Outcomes

To strengthen and revitalise the community through the improvement of their health and well-being by:

- Facilitating the development of ideas, processes and solutions identified by the community
- Expanding the knowledge, capacity and capability of the community
- Establishing a community economic development culture with the project
- Working with local whanau, hapu, iwi and other Maori in the spirit of the Treaty of Waitangi to support Maori development within Ranui
- Working with other ethnic groups, agencies, providers and groups to support development in Ranui.

	2020	2019
Description and Quantification of the Entity's Outputs		
Community Networking Meetings organised and facilitated	19	18
Significant local community events organised and delivered in collaboration with other local community groups	2	3
Career Advice and CV individual sessions delivered	55	98
Legal Advice clinics provided	34	38
Learner Licence programmes delivered (6 sessions per course)	4	8

Additional Output Measures

During 2019 - 2020 period the organisation embarked on implementation of the Renovation Project. The implementation of this significant project has resulted in the premises being made fit for purpose for the future, despite the challenges imposed by the impact of Covid-19 during this period.

Although Covid-19 impacted on RAP's ability to provide all services when in lockdown, the dedicated team continued to serve the community from the small temporary office space when alert levels allowed.

To support those in the community who were unable to access the internet during lockdowns, RAP created and widely distributed a simple information sheet about available social services in Ranui and also provided activity packs to some residents.



Statement of Financial Performance

Ranui Action Project Incorporated
For the year ended 30 June 2020

'How was it funded?' and 'What did it cost?'

	NOTES	2020	2019
Revenue			
Donations, fundraising and other similar revenue	1	555,704	287,723
Revenue from providing goods or services	1	124,060	120,896
Interest, dividends and other investment revenue	1	13	1
Other revenue	1	702	1,129
Total Revenue		680,479	409,748
Expenses			
Volunteer and employee related costs	2	171,558	148,869
Costs related to providing goods or service	2	170,030	244,779
Other expenses	2	7,305	7,986
Total Expenses		348,892	401,634
Surplus/(Deficit) for the Year		331,587	8,115



Statement of Financial Position

Ranui Action Project Incorporated

As at 30 June 2020

'What the entity owns?' and 'What the entity owes?'

	NOTES	30 JUN 2020	30 JUN 2019
Assets			
Current Assets			
Bank accounts and cash	3	482,556	252,597
Debtors and prepayments	3	29,840	5,483
Total Current Assets		512,396	258,080
Non-Current Assets			
Property, Plant and Equipment	6	1,071,248	724,520
Total Non-Current Assets		1,071,248	724,520
Total Assets		1,583,645	982,599
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	94,554	32,389
Employee costs payable	4	15,971	27,270
Unused donations and grants with conditions	5	371,427	152,836
Total Current Liabilities		481,953	212,494
Total Liabilities		481,953	212,494
Total Assets less Total Liabilities (Net Assets)		1,101,692	770,105
Accumulated Funds			
Accumulated surpluses or (deficits)	8	522,656	191,069
Reserves	9	579,036	579,036
Total Accumulated Funds		1,101,692	770,105



Statement of Cash Flows

Ranui Action Project Incorporated

For the year ended 30 June 2020

'How the entity has received and used cash'

	2020	2019
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	768,014	271,609
Receipts from providing goods or services	130,422	120,355
Cash receipts from other operating activities	742	1,090
GST	(15,848)	544
Payments to suppliers and employees	(285,712)	(364,159)
Total Cash Flows from Operating Activities	597,618	29,439
Cash Flows from Investing and Financing Activities		
Payments to acquire property, plant and equipment	(367,659)	(12,429)
Total Cash Flows from Investing and Financing Activities	(367,659)	(12,429)
Net Increase/(Decrease) in Cash	229,959	17,010
Bank Accounts and Cash		
Opening cash	252,597	235,587
Closing cash	482,556	252,597
Net change in cash for period	229,959	17,010



Statement of Accounting Policies

Ranui Action Project Incorporated

For the year ended 30 June 2020

'How did we do our accounting?'

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

Ranui Action Project Incorporated is wholly exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

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 reporting period.

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses (Cost Model). Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non exchange transaction, its cost is measured at its fair value as at the date of acquisition. Subsequent to initial recognition, land and buildings is measured using the revaluation model. Under the Revaluation Model, land and buildings are measured at fair value at the date of the last revaluation.

Revaluation is performed on a class by class basis. If an item of property, plant and equipment is revalued, the entire class to which the asset belongs is revalued. Valuations are performed with sufficient frequency to ensure that the fair value of a revalued asset does not differ materially from its carrying amount. The valuation cycle is normally three years.

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

The rates and methods used are as follows:

Land & Buildings - 0%

Furniture & Fittings - 3% to 39.6% Diminishing Value

Office Equipment - 60% Diminishing Value

Revenue

Grants - government, and non-government grants are recognised as revenue when the funding is received unless there is an obligation to return the funds if conditions of the grant are not met ("use or return condition"). If there is such as obligation, the

grant is initially recorded as a liability and recognised as revenue when conditions of the grant are satisfied.

Rental Income is recognised on a straight line basis over the life of the Rental Agreement.

Interest revenue - interest revenue is recorded as it is earned during the year.

Accounts Receivable

Accounts receivables are recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less an allowance for any uncollectible amounts. Individual debts that are known to be uncollectable are written off in the period that they are identified.

Employee Costs

Employee entitlements are measured at undiscounted nominal values based on accrued entitlements at current rates of pay. These include salaries and wages and holiday pay accrued up to balance date.



Notes to the Performance Report

Ranui Action Project Incorporated

For the year ended 30 June 2020

2020 2019

1. Analysis of Revenue

Donations, fundraising and other similar revenue

Donations/koha from the public	8,000	8,939
Grants not directly related to service delivery	547,704	278,785
Total Donations, fundraising and other similar revenue	555,704	287,723

Revenue from providing goods or services

Revenue from grants or contracts for service with central government	3,000	4,000
Revenue from grants or contracts for service with local government	109,919	98,913
Lease or rental revenue	11,142	17,982
Total Revenue from providing goods or services	124,060	120,896

Interest, dividends and other investment revenue

Interest Income	13	1
Total Interest, dividends and other investment revenue	13	1

Other revenue

Miscellaneous Income	702	1,129
Total Other revenue	702	1,129

2020 2019

2. Analysis of Expenses

Volunteer and employee related costs

Salaries & Wages	171,178	147,857
ACC levies	-	225
Volunteers Expenses	380	787
Total Volunteer and employee related costs	171,558	148,869

Costs related to providing goods or services

Direct Costs relating to services delivery	128,155	173,051
Administration & Overhead Costs	41,875	71,728
Total Costs related to providing goods or services	170,030	244,779

Other expenses

Audit Fees	2,510	2,325
Bank Charges	57	112
Depreciation	4,738	5,549
Total Other expenses	7,305	7,986

2020 2019

3. Analysis of Assets

Bank accounts and cash



	2020	2019
Business Cheque	470,256	223,935
Savings Account	12,380	30,993
Credit Card	(425)	(2,747)
Petty Cash	104	176
Advances for Resource Expenses	241	241
Total Bank accounts and cash	482,556	252,597
Debtors and prepayments		
Accounts Receivable	-	123
GST	29,840	5,360
Total Debtors and prepayments	29,840	5,483
	2020	2019

4. Analysis of Liabilities

	2020	2019
Creditors and accrued expenses		
Accounts Payable	93,205	31,555
Accrued expenses	1,349	835
Total Creditors and accrued expenses	94,554	32,389
Employee costs payable		
Leave Liability	11,363	9,108
PAYE Payable	3,601	6,808
Wages Deductions Payable	1,116	2,693
Withholding Payments Payable	(108)	3,367
Staff Wages Payable	-	5,293
Total Employee costs payable	15,971	27,270
	2020	2019

5. Analysis of Unused donations and grants with conditions

	2020	2019
Blue Light	1,800	1,800
Foundation North	80,000	-
Mc Kenzie Foundation	67,032	113,456
Henderson Massey Local Board	18,818	12,537
The Trusts Community Fund	-	-
Tindall Foundation	3,517	-
Sky City	1,601	177
NZ Lotteries Grants Board	174,479	24,215
ACE	24,180	651
Total Analysis of Unused donations and grants with conditions	371,427	152,836
	2020	2019

6. Property, Plant and Equipment

Land		
Land at cost	85,000	85,000



	2020	2019
Land revaluation	260,000	260,000
Total Land	345,000	345,000
Buildings		
Buildings at cost	390,377	42,224
Buildings revaluation	319,036	319,036
Total Buildings	709,413	361,260
Furniture and Fittings		
Furniture and fittings at cost	35,454	35,454
Accumulated depreciation - furniture and fittings	(22,275)	(20,857)
Total Furniture and Fittings	13,179	14,596
Office Equipment		
Office Equipment at cost	19,718	16,405
Accumulated depreciation - office equipment	(16,062)	(12,742)
Total Office Equipment	3,656	3,663
Total Property, Plant and Equipment	1,071,248	724,520

Land and buildings have been restated to valuation in accordance with the Auckland Council ratings database dated November 2017. The current revaluation surplus on revalued land and buildings is \$ 579 036 (2018: \$579 036).

Significant Donated Assets Recorded

None

Significant Donated Assets - Not Recorded

None.

	2020	2019
7. Current year depreciation		
Furniture & fixtures	1,417	2,174
Office equipment	3,320	3,375
Total Current year depreciation	4,738	5,549

	2020	2019
8. Accumulated Funds		
Accumulated Funds		
Opening Balance	191,069	182,955
Current Year Earnings	331,587	8,115
Total Accumulated Funds	522,656	191,069

	2020	2019
9. Breakdown of Reserves		
Reserves		



	2020	2019
Asset Revaluation Reserve	579,036	579,036
Total Reserves	579,036	579,036

Revaluation of Land & Buildings

	2020	2019
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10. Commitments

Commitments to purchase services

Draft architectural plans for proposed office alterations	-	7,500
Total Commitments to purchase services	-	7,500

Commitment to purchase property, plant and equipment

None	-	-
Total Commitment to purchase property, plant and equipment	-	-

11. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2020 (Last year - nil).

	2020	2019
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12. Related Parties

Purchases

Board Member - provide contractor Community Developer services at market rates	26,655	35,798
Board Member - provide contractor Video Production services at market rates	-	4,235
Board Member - owner of a company providing computer support services at market rates	4,321	3,311
Total Purchases	30,976	43,344

13. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last year - nil).

14. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.

15. Correction of Errors

All errors have been corrected prior to the finalisation of this Performance Report.



16. Funders

The organisation greatly acknowledges the grants received (exclusive of GST, if any) from the following organisations during the financial year:

	2020	2019
Funders		
ACE Aotearoa	40,467	20,308
Auckland Foundation	7,500	-
Community Organisations Grant Scheme (COGS)	3,000	4,000
Foundation North	80,000	20,000
Henderson-Massey Local Board (Auckland Council)	116,200	97,600
JR McKenzie Trust	50,000	106,201
NZ Lottery Grants Board (Community)	100,000	100,000
NZ Lottery Grants Board (Community Facilities)	299,310	-
Sky City Auckland Community Trust	10,000	23,000
The Trusts Community Fund	177,000	-

Any unspent grants are disclosed separately in Note 5.





Accounting For Charities Trust

*"Empowering Charities with the knowledge and skills to
effectively manage their finances with confidence"*

RANUI ACTION PROJECT INCORPORATED

INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 30 JUNE 2020

To the Board of Ranui Action Project Incorporated

Opinion

We have audited the performance report of Ranui Action Project Incorporated on pages 2 to 16, which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 June 2020, the statement of financial position as at 30 June 2020, and the statement of accounting policies and other explanatory information.

In our opinion, the accompanying performance report of Ranui Action Project Incorporated gives a true and fair view, in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of Ranui Action Project Incorporated in accordance with the ethical requirements that are relevant to our audit of the performance report in *Code of Ethics for Professional Accountants (IESBA Code)*, and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Responsibilities of Management and those Charged with Governance for the Performance Report

Management is responsible for the preparation of the performance report that give a true and fair view in accordance with International Financial Reporting Standards and in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit), and for such internal control as management determines is necessary to enable the preparation of performance reports that are free from material misstatement, whether due to fraud or error.

In preparing the performance report, management is responsible for assessing the Ranui Action Project Incorporated's ability to continue as a going concern, disclosing as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate Ranui Action Project Incorporated or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Ranui Action Project Incorporated's financial reporting process.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is 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 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 this performance report.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Ranui Action Project Incorporated's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Ranui Action Project Incorporated's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Ranui Action Project Incorporated to cease to continue as a going concern.

We communicate those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

ACCOUNTING FOR CHARITIES TRUST

ACCOUNTING FOR CHARITIES TRUST
19th October 2020
Wellington, NZ.

