

Performance Report

Ranui Action Project Incorporated
For the year ended 30 June 2022

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Entity Information

Ranui Action Project Incorporated For the year ended 30 June 2022

'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 which is elected by the full members of the Society to govern Ranui Action Project, meets monthly.

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 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

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Other Contact Details

Phone: (09) 832 6048

Email: info@ranui.org.nz

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

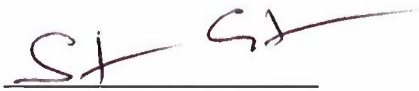


Approval of Performance Report

Ranui Action Project Incorporated
For the year ended 30 June 2022

The Board is pleased to present the approved performance report including the historical financial statements of Ranui Action Project Incorporated for the year ended 30 June 2022.

Approved, for and on behalf of the Society:



Steven Gottipalli

Chairperson

Date 9/11/2022



Daniel Collins

Treasurer

Date 9/11/2022



Statement of Service Performance

Ranui Action Project Incorporated
For the year ended 30 June 2022

'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.

	2022	2021
Description and Quantification of the Entity's Outputs		
Community Networking Meetings organised and facilitated	18	20
Significant local community events organised and delivered in collaboration with other local community groups	6	1
Career Advice and CV individual sessions delivered	44	46
Legal Advice clinics provided	14	41
Learner Licence programmes delivered (6 sessions per course)	9	8
Number of people assisted to obtain Driver Licence	98	97

Additional Output Measures

Despite the ongoing challenges imposed by the impact of Covid- 19 the organisation fully implemented the Renovation Project which has resulted in the premises being made fit for purpose and an increase in the services and activities provided.



Statement of Financial Performance

Ranui Action Project Incorporated
For the year ended 30 June 2022

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

	NOTES	2022	2021
Revenue			
Donations, fundraising and other similar revenue	1	396,008	493,812
Revenue from providing goods or services	1	117,479	126,713
Interest, dividends and other investment revenue	1	11	4
Other revenue	1	-	167
Total Revenue		513,497	620,696
Expenses			
Employee and volunteer related costs	2	249,596	176,584
Costs related to providing goods or service	2	197,727	198,087
Grants and donations made	2	420	-
Other expenses	2	8,963	6,375
Total Expenses		456,706	381,045
Surplus/(Deficit) for the Year		56,791	239,650



Statement of Financial Position

Ranui Action Project Incorporated

As at 30 June 2022

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

	NOTES	30 JUN 2022	30 JUN 2021
Assets			
Current Assets			
Bank accounts and cash	3	350,885	255,063
Debtors and prepayments			
Accounts Receivable		9,667	323
GST		-	3,872
Total Debtors and prepayments		9,667	4,195
Total Current Assets		360,553	259,258
Non-Current Assets			
Property, Plant and Equipment	6	975,680	959,356
Total Non-Current Assets		975,680	959,356
Total Assets		1,336,232	1,218,614
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	29,723	17,357
Employee costs payable	4	16,852	12,720
Unused donations and grants with conditions	5	213,071	168,740
Total Current Liabilities		259,645	198,818
Total Liabilities		259,645	198,818
Total Assets less Total Liabilities (Net Assets)		1,076,587	1,019,796
Accumulated Funds			
Accumulated surpluses or (deficits)	8	816,587	759,796
Reserves	9	260,000	260,000
Total Accumulated Funds		1,076,587	1,019,796



Statement of Cash Flows

Ranui Action Project Incorporated
For the year ended 30 June 2022

'How the entity has received and used cash'

	2022	2021
Cash Flows from Operating Activities		
Donations, fundraising and other similar receipts	429,845	296,625
Receipts from providing goods or services	119,856	116,258
Cash receipts from other operating activities	-	4,845
GST	12,640	15,939
Payments relating to volunteer and employment costs	(245,593)	(179,815)
Payments relating to providing goods and services	(195,155)	(261,412)
Payments relating to other expenses	(2,464)	(2,620)
Donations or grants paid	(420)	-
Total Cash Flows from Operating Activities	118,709	(10,179)
Cash Flows from Investing and Financing Activities		
Payments to acquire property, plant and equipment	(22,887)	(217,314)
Total Cash Flows from Investing and Financing Activities	(22,887)	(217,314)
Net Increase/(Decrease) in Cash	95,822	(227,493)
Bank Accounts and Cash		
Opening cash	255,063	482,556
Closing cash	350,885	255,063
Net change in cash for period	95,822	(227,493)



Statement of Accounting Policies

Ranui Action Project Incorporated

For the year ended 30 June 2022

'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

Depreciation is calculated on a Diminishing Value basis over the estimated useful life of the asset based on estimates by management. Assets estimated useful life is reassessed annually.

The following estimated depreciation rates have been used:

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 receivable 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 2022

	2022	2021
1. Analysis of Revenue		
Donations, fundraising and other similar revenue		
Donations/koha from the public	9,121	5,957
Grants not directly related to service delivery	386,886	487,856
Total Donations, fundraising and other similar revenue	396,008	493,812
Revenue from providing goods or services		
Revenue from grants or contracts for service with central government	3,000	3,000
Revenue from grants or contracts for service with local government	99,414	111,178
Lease or rental revenue	15,065	12,535
Total Revenue from providing goods or services	117,479	126,713
Interest, dividends and other investment revenue		
Interest Income	11	4
Total Interest, dividends and other investment revenue	11	4
Other revenue		
Miscellaneous Income	-	167
Total Other revenue	-	167
	2022	2021
2. Analysis of Expenses		
Employee and volunteer related costs		
Salaries & Wages	249,287	176,339
Volunteers Expenses	309	245
Total Employee and volunteer related costs	249,596	176,584
Costs related to providing goods or services		
Direct Costs relating to services delivery	121,684	129,384
Administration & Overhead Costs	76,043	68,703
Total Costs related to providing goods or services	197,727	198,087
Grants and donations made		
Koha	420	-
Total Grants and donations made	420	-
Other expenses		
Audit Fees	2,465	2,450
Bank Charges	(1)	110
Depreciation	6,499	3,815
Total Other expenses	8,963	6,375



2022 2021

3. Analysis of Assets**Bank accounts and cash**

Business Cheque	339,010	243,546
Savings Account	12,394	12,383
Credit Card	(519)	(902)
Petty Cash	-	36
Total Bank accounts and cash	350,885	255,063

Debtors and prepayments

Accounts Receivable	9,667	323
GST	-	3,872
Total Debtors and prepayments	9,667	4,195

2022 2021

4. Analysis of Liabilities**Creditors and accrued expenses**

Accounts Payable	16,782	14,155
GST	9,734	-
Accrued expenses	3,207	3,201
Total Creditors and accrued expenses	29,723	17,357

Employee costs payable

Leave Liability	11,027	9,022
PAYE & Withholding Payments Payable	5,825	3,699
Total Employee costs payable	16,852	12,720

2022 2021

5. Analysis of Unused donations and grants with conditions

Ace Aotearoa	5,131	5,060
Foundation North	-	80,000
McKenzie Foundation	45,362	15,000
NZ Lotteries Grants Board (Community)	12,667	51,500
NZ Lotteries Covid-19 Fund	32,445	-
NZ Lotteries Neighbourhood Fund	106,740	-
Tindall Foundation	-	8,540
Auckland Council	-	2,500
Henderson Massey Local Board	10,726	6,140
Total Analysis of Unused donations and grants with conditions	213,071	168,740



	2022	2021
6. Property, Plant and Equipment		
Land		
Land at cost	85,000	85,000
Land revaluation	260,000	260,000
Total Land	345,000	345,000
Buildings		
Buildings at cost	598,986	592,549
Total Buildings	598,986	592,549
Motor Vehicles		
Vehicles	5,000	-
Accumulated depreciation - vehicles	(250)	-
Total Motor Vehicles	4,750	-
Furniture and Fittings		
Furniture and fittings at cost	29,030	23,212
Accumulated depreciation - furniture and fittings	(8,670)	(5,658)
Total Furniture and Fittings	20,360	17,554
Office Equipment		
Office Equipment at cost	24,564	20,184
Accumulated depreciation - office equipment	(17,980)	(15,931)
Total Office Equipment	6,584	4,253
Total Property, Plant and Equipment	975,680	959,356

Revaluation of Land & Buildings

Land has been stated to have a valuation of \$345,000 based on the Auckland Council rates assessment notice for the period 1 July 2020 to 30 June 2021. Buildings have been kept at cost. This has been compared to the depreciated replacement cost for insurance purposes of \$380,000 as per Bayleys Valuation Limited performed on 8 April 2021. The building has not been revalued accordingly.

7. Tier 2 PBE accounting standards applied

Tier 2 PBE IPSAS 17 Property, Plant and Equipment has been applied for land and building revaluations.

	2022	2021
8. Accumulated Funds		
Accumulated Funds		
Opening Balance	759,796	520,146
Current Year Earnings	56,791	239,650
Total Accumulated Funds	816,587	759,796



2022 2021

9. Breakdown of Reserves

Reserves		
Asset Revaluation Reserve	260,000	260,000
Total Reserves	260,000	260,000

10. Commitments

There are no commitments as at 30 June 2022 (Last year – nil)

11. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2022 (Last year - nil).

2022 2021

12. Related Parties

Payables		
Board Member - owner of a company providing computer support services at market rates	240	-
Board Member - providing organisational development services at market rates	700	-
Total Payables	940	-
Purchases		
Board Member - provide contractor Community Developer services at market rates (term finished 19/11/2020)	-	11,490
Board Member - owner of a company providing computer support services at market rates	5,732	2,115
Board Member - providing organisational development services at market rates	700	-
Board Member - sold an asset to the organisation at market value	5,000	-
Total Purchases	11,432	13,605

13. Events After the Balance Date

There were no other events that have occurred after the balance date that would have a material impact on the Performance Report.

14. Ability to Continue Operating

The Executive have considered the consequences of COVID-19 and other events and conditions, and it has determined that they do not create a material uncertainty that casts significant doubt upon the entity's ability to continue as a going concern. The impact of COVID-19 on future performance and therefore on the measurement of some assets and liabilities or on liquidity might be significant and might therefore require disclosure in the Performance Report, but the Executive have determined that they do not create a material uncertainty that casts significant doubt upon the entity's ability to continue as a going concern.

15. Credit Card Facility

Ranui Action Project Incorporated has an ASB Bank Credit Card facility of \$3,000.



16. Funders

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

	2022	2021
Funders		
ACE Aotearoa	50,711	32,213
Auckland Foundation	-	14,497
Community Organisations Grants Scheme (COGS)	3,000	3,000
Foundation North	-	80,000
Henderson-Massey Local Board (Auckland Council)	101,500	101,000
JR McKenzie Trust	50,000	-
NZ Lotteries Grants Board (Community)	120,000	100,000
NZ Lotteries Covid 19 Fund	90,220	46,800
NZ Lotteries Neighbourhood Fund	106,740	-
The Trusts	-	4,678
The Trusts Community Fund	20,000	19,604
Total Funders	542,171	401,792





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 2022

To the Executive Board of Ranui Action Project Incorporated

Opinion

We have audited the performance report of Ranui Action Project Incorporated on pages 3 to 15, 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 2022, the statement of financial position as at 30 June 2022, 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.

Key Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the performance report of the current period. These matters were addressed in the context of our audit of the performance report as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

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 with 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

9th of November 2022.

Wellington, NZ.