

***THE NEW ZEALAND ASSOCIATION
OF RADIO TRANSMITTERS Inc***

**Annual Financial Statements
for the Year Ended 31 December 2010**

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc

Statement of Financial Position as at 31 December 2010

<u>2009</u>		<u>Note</u>	<u>2010</u>
	Members Funds		
210,931	Balance as at 1 January 2010		233,624
22,693	Add movements in reserves	13	4,170
<u>233,624</u>			<u>237,793</u>
4,647	Conference Expense Fund		4,647
1,130	Non Sponsored Awards Fund		652
<u>\$ 239,401</u>	Total Members Accumulated Funds as at 31 December 2010		<u>\$ 243,092</u>
	These Funds are Represented by :		
	Current Assets		
16,649	Bank of New Zealand - Current Account		11,792
287,142	Bank of New Zealand - Deposit Accounts	6	300,731
4,931	Westpac Trust - AREC Imprest Accounts		5,460
23,402	Westpac Trust - Deposit Account	6	23,847
157	ANZ Bank - Break-In Imprest Account		99
5,576	Public Trust - Deposit		5,629
4,000	Advance to Conference Committees		-
1,151	Accounts Receivable	7	5,448
1,585	Bookshop Stock	9	434
1,144	Provision for Tax	8	854
1,706	Prepayments		652
<u>347,442</u>	Total Current Assets		<u>354,945</u>
	Less Current Liabilities		
13,205	Accounts Payable		11,522
18,208	AREC Balance held	10	31,376
112,895	Subscriptions received in Advance	11	114,596
<u>144,308</u>	Total Current Liabilities		<u>157,494</u>
203,134	Working Capital		<u>197,451</u>
36,267	Fixed Assets (as per Asset Schedule)	12	45,641
<u>\$239,401</u>	Net Assets		<u>\$ 243,092</u>

The attached notes form part of, and are to be read in conjunction with, these financial statements.

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc

Income and Expenditure for the Year Ended 31 December 2010

<u>2009</u>		<u>Note</u>		<u>2010</u>
	Income			
139,596	Subscriptions	1		130,878
11,859	Interest and Investment Income			10,695
3,059	Donations Received			7,740
7,414	SMART Processing			6,453
396	Examinations	3		262
493	Publications	2		671
162,817	Total Income			156,699
	Less Operating Expenses			
57,661	HQ Operating Costs	4	61,040	
1,900	Audit Fee		1,850	
1,342	Beacon & National System Costs		574	
-	Branch Visits		174	
43,848	Break-In and Call Book	5	71,849	
13,205	Conference		7,879	
1,984	Contests, Grants and Gifts		954	
2,310	Council Expenses		3,253	
5,613	Election's		-	
4,349	IARU Conference		-	
2,284	IARU Region 3 Contribution		1,778	
-	Legal Expenses		(2,210)	
1,779	Repeater Licence Costs		(589)	
-	Membership Promotion		-	
-	Monitoring Service		-	
32	Officers Expenses not covered elsewhere		1,000	
-	Overseas Travel		964	
1,386	QSL Bureau Costs		1,589	
111	Website		314	
137,804	Total Expenses			150,420
25,013	Excess INCOME over Expenditure for the Year ended 31 December 2010			6,279
2,321	Taxation Expense			2,588
\$ 22,692	Excess INCOME over Expenditure transferred to Accumulated Funds			\$ 3,691

The attached notes form part of, and are to be read in conjunction with, these financial statements.

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc.

Asset and Depreciation Schedule as at 31 December 2010

Asset	Cost 1-Jan-10	Book Value 1-Jan-10	Assets Purchased	Assets Disposed of	Depreciation Charged	Book Value 31-Dec-10
Head Quarters						
Desk & Chair	364	1			-	1
Antenna - DP-CP6	622	167			62	105
Cane Furniture	365	1			1	-
Stacker Chairs	240	1				1
Meeting Table	130	1				1
Pentium 4 Computer	2,160	1			-	1
Dell Pentium Comms PC	465	101			93	8
Uninterrupted Power Supplies (2)	150	1			1	-
Compaq Notebook Computer	1,800	570			360	210
Brother Inkjet Computer	120	1				1
Cnet Wireless Router	100	1				1
Computer Software						
Membership	4,445	1			-	1
Leasehold Improvements	1,212	546			121	425
Security Alarm	738	333			74	259
Binding Machine	329	148			33	115
AREC						
ICOM ICF7000 Radios	38,896	34,393			6,033	28,360
ICOM AH4 Tuner			465		68	397
ICOM VHF Handheld Radios			4,470		588	3,882
ICOM VHF Handheld Radios			4,480		524	3,956
ICOM Power Supply			245		29	216
ICOM Tuners & Handhelds			7,396		757	6,639
ICOM VHF Mobile & P'Supply			1,164		102	1,062
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	\$ 52,136	\$ 36,267	\$ 18,220	\$ -	\$ 8,846	\$ 45,641
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NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc
ACCOUNTING POLICIES FOR THE YEAR ENDED 31 DECEMBER 2010

1 Financial Reporting

The Association qualifies for certain disclosure exemptions under the New Zealand Institute of Chartered Accountants Framework for Differential Reporting because it is not publicly accountable and size (as defined in the Framework). The New Zealand Association of Radio Transmitters Inc has taken advantage of all financial reporting exemptions.

2 Measurement Base

The Accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical cost basis have been followed by the Association.

3 GST Basis

These financial statements have been prepared on a GST exclusive basis.

4 Changes in Accounting Policy

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc

Financial Notes for the Year Ended 31 December 2010

Note

1 Subscriptions

<u>2009</u>		<u>2010</u>
151,555	Gross Subscription Received	142,250
(11,959)	Less rebates taken	(11,372)
<u>\$139,596</u>	Net Income from Subscriptions	<u>\$ 130,878</u>

2 Publications

<u>2009</u>		<u>2010</u>
2,724	Total Sales	1,978
2,080	Stock on Hand 1 January 2010	1,585
1,735	Add Purchases	157
<u>3,816</u>		<u>1,741</u>
1,585	Less Stock on hand - 31 December 2010	434
<u>2,231</u>	Cost of Sales	1,307
<u>\$ 493</u>	Excess Income over Expenditure	<u>\$ 671</u>

3 Examinations

<u>2009</u>		<u>2010</u>
396	Income	262
-	Less Costs Incurred	-
<u>\$ 396</u>	Net Income from Examinations	<u>\$ 262</u>

4 Head Quarters Operating Costs

<u>2009</u>		<u>2010</u>
133	ACC Levy	192
1,542	Bank Charges	1,493
-	Business Managers Expenses	-
-	Business Management Committee Expenses	-
240	Computer Repairs & Maintenance	-
-	Computer Software Support	-
829	Depreciation	745
266	General Expenses	436
2,476	Insurance	2,586
708	Internet & Email	629
188	Office Expenses	456
3,478	Photocopying	4,219
2,138	Postages & Couriers	3,535
1,692	Printing & Stationery	1,966
7,990	Rent	8,022
-	Repairs & Maintenance	-
34,312	Salaries	35,106
273	Security	299
1,394	Telephone & Fax	1,357
<u>\$ 57,661</u>		<u>\$ 61,040</u>

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc

Financial Notes for the Year Ended 31 December 2010

Note

5 Break-In and Call Book

<u>2009</u>	Expenses	<u>2010</u>
5,886	Editorial Fees and Expenses	6,295
46,466	Typesetting, Printing and Distribution	49,943
-	Callbook	21,809
<u>52,352</u>		<u>78,047</u>
	Less Recoveries	
8,504	Advertising & Sales	6,198
<u>\$ 43,848</u>	Net Cost of Providing Break-In and Call Book	<u>\$ 71,849</u>

6 Bank Deposits

	<u>Term</u>	<u>Matures</u>	<u>Interest Rate</u>
BNZ - Achiever Savings Account	On Call		1.00%
BNZ - Deposit Account - 3009	149 days	27-May-11	3.45 %
BNZ - Deposit Account - 3011	150 days	26-Mar-11	5.15 %
BNZ - Deposit Account - 3012	364 days	11-May-11	3.35 %
BNZ - Deposit Account - 3015	180 days	6-Mar-11	4.05 %
BNZ - Deposit Account - 3017	90 days	30-Mar-11	3.45 %
Westpac Trust - Deposit No. 1001	180 days	16-Feb-11	5.10 %

7 Accounts Receivable

The Balance of the Accounts Receivable is considered to be totally collectable.
There is no Provision for Doubtful Debts

8 Provision for Taxation

Taxation was provided on Interest and Dividend Income.

<u>2009</u>		<u>2010</u>
<u>9,673</u>	Income Assessable for Taxation	<u>8,625</u>
2,902	Taxation at \$0.30	2,588
(581)	Less Taxation overprovided in Previous Years	
2,321	Tax Expense	<u>2,588</u>
(4,043)	Less Resident withholding Tax Already Deducted	(3,441)
579	Add Provision for Previous Year	-
<u>\$ (1,144)</u>	Provision for Taxation at 31 December 2009 (- Refund)	<u>\$ (854)</u>

NEW ZEALAND ASSOCIATION OF RADIO TRANSMITTERS Inc

Financial Notes for the Year Ended 31 December 2010

Note

9 Bookshop Stock

Stock on hand as at 31 December 2010 was valued at cost.

10 AREC

<u>2009</u>		<u>2010</u>
8,774	Balance as at 1 January 2010	18,208
-	add Police Grant	10,000
19,500	NZART AREC Emergency Funds Trust	19,500
153	Sales (Jerkins & Manuals)	
28,427	Total Resources	47,708
	Less AREC Expenses	
650	Administration	650
343	Conference	
4,503	Depreciation	8,101
800	Equipment Subsidies	1,601
742	Insurance Subsidies	1,867
192	Other Costs	1,528
-	Printing & Stationery	
1,037	Training Costs	2,510
-	Travel	
1,951	Vehicle Registration Subsidies	76
10,218		16,332
\$ 18,208	Balance as at 31 December 2010	\$ 31,376

11 Subscriptions in Advance

1672 of the 1903 members had paid their subscriptions for 2011 prior to 31 December 2010. A substantial number of these also availed themselves of the early payment rebate.

The amount of Subscriptions in Advance is made up as follows :

<u>2009</u>		<u>2010</u>
118,181	Gross Subscription for the 2011 Financial Year	123,852
(11,372)	Less rebate	(17,803)
\$ 105,360		106,049
\$ 6,086	Members Credit Balances as at 31 Dec 2010	\$ 8,547
\$ 112,895	Total Subscriptions received in advance	\$ 114,596

NB. These figures are exclusive of GST.

Financial Notes for the Year Ended 31 December 2010

Note**12 Fixed Assets and Depreciation**

The Inland Revenue Department now allows for the purchase of assets with a value of less than \$500.00 to be expensed in the year of purchase. The Association has taken advantage of this concession but reduces the value of the asset to \$1.00 while that asset is utilised within the Association.

Depreciation has been charged at the rate approved by The Inland Revenue Department for Taxation purposes. The straight line method based on the assessed remaining economic life of all the items estimated at:

Printers	10 years
Office Chairs	10 years
Brother Printer	10 years
Faximile	5 years
Computer Hardware	5 years
Computer Software	3 years
Leasehold Improvements	10 years
Radios (AREC)	5.7 years

See schedule of Assets and Depreciation for specific details.

13 Movement in Members Funds

<u>2009</u>		<u>2010</u>
210,931	Balance as at 1 January 2009	233,624
22,693	Add Excess Income over Expenditure	3,691
<u>233,624</u>	Total Resources	<u>237,315</u>
-	Less Allocated to Specific Funds (Non Sponsored Awards)	(478)
<u>\$ 233,624</u>	Balance as at 31 December 2010	<u>\$ 236,837</u>