

THE FEDERATION OF NZ SENIORNET SOCIETIES INC

ANNUAL REPORT

FOR THE YEAR ENDED 31 DECEMBER 2010

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ANNUAL REPORT
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INDEPENDENT AUDITOR'S REPORT

To the Readers of the Financial Statements of The Federation of NZ SeniorNet Societies Incorporated

We have audited the attached financial statements of the society, which comprise the statement of financial position as at 31 December 2010 and the statement of financial performance, statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management Committee's Responsibility for the Financial Statements

The management committee is responsible for the preparation and fair presentation of these financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the management committee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

An associated entity has carried out other assignments for the society, providing assistance in the area of financial statement finalisation. We have no other relationship with, or interests in, the society.

Opinion

In our opinion, the attached financial statements present fairly, in all material respects the financial position of the society as at 31 December 2010 and its financial performance for the year then ended in accordance with generally accepted accounting practice in New Zealand.

Markhams Miller Dean Audit

THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	Note	2010 \$	2009 \$
<u>CURRENT ASSETS</u>			
ASB Bank		14,772.09	11,709.56
ASB Saver		86,486.93	46,531.33
GST Receivable		-	6,226.15
Sundry Debtors		8,987.05	4,439.72
		<u>110,246.07</u>	<u>68,906.76</u>
<u>TOTAL ASSETS</u>		<u><u>110,246.07</u></u>	<u><u>68,906.76</u></u>

These financial statements should be read subject to the Statement of Other Material Information



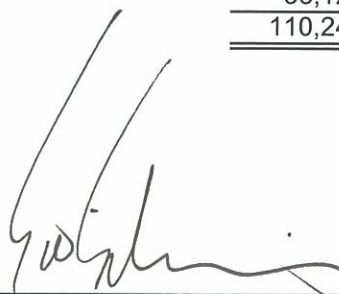
THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2010

	Note	2010 \$	2009 \$
<u>CURRENT LIABILITIES</u>			
Sundry Creditors	4,500.00		4,200.00
GST Payable	<u>10,625.66</u>		-
		15,125.66	<u>4,200.00</u>
<u>EQUITY</u>			
Retained Profits	<u>95,120.41</u>		<u>64,706.76</u>
		95,120.41	64,706.76
		<u>110,246.07</u>	<u>68,906.76</u>

For and on behalf of The Board: 14 March 2011



Chairman



Executive Officer



THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
<u>Income</u>		
T.E.C. Income	414,273.04	414,273.00
Subscriptions Received	14,605.71	14,979.62
Telstra Clear Sponsorship	47,434.59	28,660.93
Group Insurance	18,184.65	17,151.66
Lottery Grant Board Sponsorships	36,000.00	14,161.42
Advertising Revenue	30,686.35	7,500.00
Profit from Sale of Merchandise	2,565.81	1,021.27
MSD Funding	-	50,000.00
Lotteries Research Grant	-	65,395.90
Donations	5,176.00	-
	<u>568,926.15</u>	<u>613,143.80</u>
<u>less: Expenses</u>		
Accountancy Fees	1,250.00	600.00
Audit Fee	3,600.00	3,900.00
Bank Fees & Charges	484.00	493.00
Executive Contract	150,000.00	147,500.01
General Expenses	496.87	71.08
Grants to Learning Centres (No GST)	270,138.00	296,534.45
Grants to Learning Centres (GST)	70,582.85	84,445.49
Insurance	14,586.51	14,567.71
Lotteries Research Grant - Learning needs	-	65,502.58
Marketing - Printing	18,553.95	1,508.83
Meeting Expenses	1,763.00	3,272.11
Minor Assets	202.65	822.61
Regional Meeting	3,118.52	1,693.27
Start-up Grant	1,600.00	1,600.00
Training Resources	2,549.93	-
Travelling Expenses	2,934.32	1,585.96
Volunteer Reimbursements	1,607.50	4,604.49
Total Expenses	<u>543,468.10</u>	<u>628,701.59</u>
	25,458.05	(15,557.79)
<u>add: Other Revenues</u>		
Interest Received	4,955.60	5,971.78
Other Income	-	431.11
	<u>4,955.60</u>	<u>6,402.89</u>
<u>NET SURPLUS (DEFICIT) FOR THE YEAR</u>	<u><u>30,413.65</u></u>	<u><u>(9,154.90)</u></u>

These financial statements should be read subject to the Statement of Other Material Information



THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF MOVEMENTS IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2010

	2010	2009
	\$	\$
Equity at start of the year	64,706.76	73,861.66
<u>Surplus and Revaluations</u>		
Net Surplus (Deficit) for the year	<u>30,413.65</u>	<u>(9,154.90)</u>
Total recognised revenues and expenses for the year	<u>30,413.65</u>	<u>(9,154.90)</u>
	<u>95,120.41</u>	<u>64,706.76</u>
<u>EQUITY AT END OF THE YEAR</u>	<u>95,120.41</u>	<u>64,706.76</u>



THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF OTHER MATERIAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2010

1. Statement of Accounting Policies

REPORTING ENTITY

The Federation of NZ SeniorNet Societies Incorporated is a registered Incorporated Society. It is a community based organisation with the aim to provide older adults with an opportunity to learn more about new computer based communication and information technology.

These financial statements are a General Purpose Financial Report as defined in the New Zealand Institute of Chartered Accountants' Statement of Concepts, and have been prepared in accordance with generally accepted accounting practice in New Zealand, as defined in the statement.

Differential reporting applies because it is not publicly accountable, and is not large, as defined under the framework for differential reporting. Advantage has been taken of all differential reporting exemptions.

The Federation Of NZ SeniorNet Societies Inc was established in November 2006 to support the learning activities of older adults through resources and funding to the Member Learning Centres.

MEASUREMENT BASE

The measurement basis adopted is historical cost. Accrual accounting is used to match expenses and revenues. Reliance is placed on the fact that the society is a going concern.

SPECIFIC ACCOUNTING POLICIES

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

(a) Taxation

The Federation is exempt from income tax and is registered with the Charities Commission.

(b) Sundry Debtors

Sundry debtors are stated at their estimated net realisable value.

(c) Goods and Services Tax (GST)

The financial statements have been prepared on a GST exclusive basis with the exception of Sundry Debtors and Creditors.

(d) Grants

Grants received are recognised in income, unless specific conditions attach to a grant and repayment of the grant is required where these conditions are not met. In these cases, the grant is treated as a liability until the conditions are met.

CHANGES IN ACCOUNTING POLICIES

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



THE FEDERATION OF NZ SENIORNET SOCIETIES INC
STATEMENT OF OTHER MATERIAL INFORMATION
FOR THE YEAR ENDED 31 DECEMBER 2010 (continued)

2. Events Subsequent to Balance Date

There were no adjustable or non-adjustable events (as defined in the appropriate reporting standard) between balance date and the completion of these financial statements.

3. Related Parties

There are no related party transactions.
[2009:NIL]

4. Contingent Liabilities

There are no contingent liabilities at year end.
[2009:NIL]

The Federation Of NZ SeniorNet Societies Inc has not granted any securities nor given any guarantees in respect of liabilities payable by it or any other party.

5. Audit

These financial statements have been audited.

6. Commitments

At balance date there were no known operating lease or capital purchase commitments. [2009:NIL]

