



TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

ANNUAL REPORT TO THE REGISTRAR OF INCORPORATED SOCIETIES

FOR THE PERIOD ENDED 31 MARCH 2017

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

ANNUAL REPORT FOR THE PERIOD ENDED 31 MARCH 2017

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TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

SOCIETY DIRECTORY AS AT 31 MARCH 2017

Nature of Business	TUANZ represents corporate and individual end users of telecommunications in New Zealand. Our purpose is to ensure New Zealand can make the most of the digitally connected world
Address	Level 1, Building C, 14-22 Triton Drive Albany Auckland
Bankers	Westpac Banking Corporation
Auditors	Tyler & Associates Limited Chartered Accountants P O Box 36-439 Northcote Auckland
Members of TUANZ	Refer to http://tuanz.org.nz/
Chairperson	Pat O'Connell
CEO	Craig Young

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

STATEMENT OF FINANCIAL PERFORMANCE FOR THE PERIOD ENDED 31 MARCH 2017

	Note	31 Mar 17 15 months \$	31 Dec 15 12 months \$
Income			
Doubtful Debts Recovered		-	11,220
Interest Income		1,030	2,745
Other Revenue		7,022	16,532
Events and Training		98,223	45,026
Membership		295,760	233,026
Total Income		402,035	308,549
Less Operating Expenses			
Audit Fees		3,200	4,218
Depreciation		508	406
Events and Training Expenses		85,575	36,893
General Expenses		16,443	11,717
Member Relations		9,436	3,231
Management Costs		236,838	190,246
Secretariat		76,535	73,807
Subscriptions		1,041	1,000
Telephone & Website		6,217	4,366
Travel and Accommodation		16,736	15,535
Total Operating Expenses		452,529	341,418
Net Surplus/(Deficit)		(50,494)	(32,869)

The accompanying notes form part of these financial statements

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

STATEMENT OF MOVEMENTS IN GENERAL FUNDS FOR THE PERIOD ENDED 31 MARCH 2017

	31 Mar 17	31 Dec 15
Equity at Beginning of the period	24,528	57,397
Net Surplus/(Deficit)	(50,494)	(32,869)
Total recognised Revenue and Expenses for the period	(50,494)	(32,869)
EQUITY AT THE END OF THE PERIOD	(25,966)	24,528

The accompanying notes form part of these financial statements

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2017

	Note	31 Mar 17	31 Dec 15
Assets			
Current Assets			
Cash	6	126,863	87,803
Accounts Receivable and Accruals		101,941	17,684
Prepayments		11,826	2,650
GST Receivable		5,273	8,059
Total Current Assets		245,903	116,196
Property, Plant and Equipment	5	102	610
Total Assets		246,005	116,806
Liabilities			
Current Liabilities			
Accounts Payable and Accruals		39,466	31,817
Income in Advance	4	232,505	60,461
Total Current Liabilities		271,971	92,278
Total Liabilities		271,971	92,278
Net Assets		(25,966)	24,528
EQUITY			
Total Member's Equity	3	(25,966)	24,528

For on and behalf of TUANZ by the TUANZ CEO
and TUANZ Board Chair


Craig Young

14 September 2017


Pat O'Connell

14 September 2017

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31 MARCH 2017

1. Statement of Accounting Policies

Reporting entity

Telecommunications Users Association of NZ Inc ["TUANZ"] is incorporated under the Incorporated Societies Act 1908.

Basis of reporting

TUANZ is not required to prepare financial statements that comply with Generally Accepted Accounting practice and as a result TUANZ have elected to prepare special purpose financial statements. The special purpose financial statements have been prepared to assist TUANZ prepare a set of financial statements for management purposes and to report to its members. As a result the special purpose financial statements may not be suitable for another purpose.

Change of balance date

TUANZ has changed its balance date from 31st December to 31st March. The last prepared financial accounts were to 31 December 2015. These financial statements contain the financial details for the 15 months from 1 January 2015 to 31 March 2017.

Measurement base

The accounting principles recognised as appropriate for the measurement and reporting of financial performance and financial position on a historical cost basis are followed by the Association.

Specific accounting policies

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

- a) Receivables are stated at their estimated realisable value.
- b) Property, Plant & Equipment:
All Property, Plant and Equipment are recorded at cost less accumulated depreciation.
- c) Depreciation:
Depreciation is provided on a straight-line basis on all fixed assets at rates calculated to allocate their cost against revenue over their estimated useful lives.
Rate: Computer Equipment 36%
- d) Taxation:
The society is liable for taxation on interest income and all other non-member income.
- e) Goods & Services Tax:
These financial statements have been prepared on a GST exclusive basis, with the exception of accounts receivable and accounts payable, which are shown inclusive of GST.

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31 MARCH 2017 (Continued)

f) Revenue:

Subscriptions are recognised in the year to which the subscription relates. Subscriptions are billed on an annual basis. Any portion of the subscription falling outside the income year is treated as unearned income and transferred to Income in Advance in the Statement of Financial Position.

Sponsorship and registrations for Conferences and Seminars are recognised when the event or function takes place.

Interest and all other income is recognised when it is earned.

Changes in accounting policies

There have been no changes in accounting policies.

2. Taxation

	31 Mar 17	31 Dec 15
Net Surplus/(Deficit)	(50,494)	(32,869)
Prima Facie Income Tax at 28%	(14,138)	(9,203)
Add/deduct Tax Effect of Permanent Differences		
Non taxable Income on Member Activities	13,479	8,162
Non-deductible expenses	(951)	308
Tax Losses not recognised	1,610	733
Taxation Expense	0	0

There are tax losses of \$767,751 (2015: \$762,001) carried forward to set off against future assessable income.

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31 MARCH 2017 (Continued)

3. Retained Earnings

	31 Mar 17	31 Dec 15
Equity at Beginning of the period	24,528	57,397
Net Surplus/(Deficit)	(50,494)	(32,869)
Total recognised Revenue and Expenses for the period	(50,494)	(32,869)
EQUITY AT THE END OF THE PERIOD	(25,966)	24,528

4. Income in Advance

Income in advance is made up of membership invoices sent out to members in February 2017 which is for membership for the period 1st April 2017 to 31st March 2018.

5. Property, Plant & Equipment

As at 31 March 2017	Cost	Accum Depn	Book Value
Computer Equipment	1,129	1,027	102
Total Property, Plant and Equipment	1,129	1,027	102
As at 31 December 2015	Cost	Accum Depn	Book Value
Exhibition Equipment	20,635	20,635	-
Computer Equipment	2,789	2,179	610
Office Equipment	480	480	-
Total Property, Plant and Equipment	23,904	23,294	610

6. Cash

A deposit of \$10,000 (2015:\$10,000) is held as security by the bank for credit card balances.

TELECOMMUNICATIONS USERS ASSOCIATION OF NZ INC.

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE PERIOD ENDING 31 MARCH 2017 (Continued)

7. Related Parties

TUANZ received fees from its members during the year. There are no other related parties to be disclosed for the Association.

8. Capital Commitments and Contingencies

The Association has no capital budget so there are no capital commitments in existence at the end of the period nor any known capital commitments for the following financial year.

There are no contingent liabilities at 31 March 2017 (2015:Nil).

9. Operating Lease Commitments

There were no operating service commitments.

10. Subsequent Events

There were no significant subsequent events noted for the year ended 31 March 2017 (2015:Nil)

11. Going Concern

The economic climate that the Association is operating in continues to be challenging.

The validity of the going concern assumption on which the financial statements are prepared depends on the ongoing support of its members through membership renewals and the success of the other revenue generating activities. The Board, with plans in place and encouraged by very recent events, is closely managing financial affairs, and while confident that it can continue for the foreseeable future, recognises that there remains a material uncertainty.

INDEPENDENT AUDITOR'S REPORT

To the Members of the Telecommunications Users Association of NZ Inc.

Opinion

We have audited the financial statements of the Telecommunications Users Association of NZ Inc. on pages 4 to 10 which comprise the Statement of Financial Position as at 31 March 2017, the Statements of Financial Performance and Movements in General Funds for the period then ended, and the Notes to the Financial Statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Telecommunications Users Association of NZ Inc. as at 31 March 2017 and its financial performance for the period then ended in accordance with the special purpose reporting requirements stated in Note 1 of the accounting policies.

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 Telecommunications Users Association of NZ Inc. 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 we have fulfilled our other ethical 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 qualified opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Telecommunications Users Association of NZ Inc.

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 for management purposes and to report to the members. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Material Uncertainty Related to Going Concern

We draw attention to the financial statements which indicate that the Association incurred a net loss of \$50,494 for the fifteen months to 31 March 2017 and, as of that date, the Association's current liabilities exceeded its total assets by \$25,966. These conditions along with other matters as set forth in Note 11, indicate that a material uncertainty exists that may cast significant doubt on the Association's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

Restriction on Responsibility

This report is made solely to the Members as a body, in accordance with the Constitution of the Association. Our audit work has been undertaken so that we might state to the Members those matters 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 Members, as a body, for our audit work, for this report, or for the opinions we have formed.

Boards's Responsibility for the Financial Statements

The Board are responsible on behalf of the entity for determining that the special purpose reporting adopted is acceptable in the Telecommunications Users Association of NZ Inc.'s circumstances, the preparation of financial statements, and for such internal control as the Board determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board are responsible on behalf of the entity for assessing the entity'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 Board either intend to liquidate the entity 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 decisions of users taken on the basis of these financial statements.

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

- Identify and assess the risks of material misstatement of the financial statements, 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 the entity's internal control.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the Board and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the entity'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 financial statements 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 the entity to cease to continue as a going concern.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

We communicate with the Board 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.

Tyler & Associates Ltd.

Tyler & Associates Ltd
Auckland
14 September 2017