

# **New Zealand Specialty Coffee Association Incorporated Annual Report.**

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**For the 12 months ended 31 March 2023.**

*Prepared by Opportuna CA Limited.*

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# Compilation Report

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

Compilation Report to the Directors and Officers of New Zealand Specialty Coffee Association.

### Scope

On the basis of information provided and in accordance with Service Engagement Standard 2 Compilation of Financial Information, we have compiled the financial statements of New Zealand Specialty Coffee Association Incorporated for the year ended 31 March 2023.

These statements have been prepared in accordance with the accounting policies described in the notes to these financial statements.

### Responsibilities

The Directors have determined that the basis upon which the financial statements have been prepared is appropriate to meet your needs and for the purpose that the special purpose financial statements were prepared. The Directors are solely responsible for the information contained in the financial statements and have determined that special purpose financial reporting is appropriate to meet your needs and for the purpose that the financial statements were prepared.

The financial statements were prepared exclusively for your benefit. Neither we nor any of our employees accept responsibility on any grounds whatsoever, including liability in negligence, for the contents of the special purpose financial statements to any other person.

### No Audit or Review Engagement Undertaken

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

### Independence

Opportuna CA Limited has no involvement with New Zealand Specialty Coffee Association Incorporated other than for the preparation of financial statements and management reports and offering advice based on the financial information provided.

### Disclaimer

We have compiled these financial statements based on information provided which has not been subject to an audit or review engagement. Accordingly, we do not accept any responsibility for the reliability, accuracy or completeness of the compiled financial information contained in the financial statements. Nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on these financial statements.



### Opportuna CA Limited

113 Gill Street  
New Plymouth

Dated:

# Directory

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

### Nature of Business

Advancement of Specialty Coffee in New Zealand

### IRD Number

097-462-127

### Directors & Officers

Roz Cattell – President

Nic McClean – Treasurer & Banking Officer

Emma Jean McDougall - Communications and Administration

### Accountants

Opportuna CA Limited

113 Gill Street

New Plymouth

### Bankers

ANZ Bank

Courtenay Place

Wellington

### Registered Office

27 College Street

Wellington

### Address for Communication

PO Box 1213

Nelson 7010

### Date of Incorporation

10 October 2005

### Incorporation Number

1710343

### New Zealand Business Number

9429043057054

# Approval of Financial Report

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

The Directors and Officers are pleased to present the approved financial report including the historical financial statements of the New Zealand Specialty Coffee Association Incorporated for year ended 31 March 2023.

APPROVED

For and on behalf of the Board of Directors and Officers.

*Roz Cattell*

[Roz Cattell \(May 8, 2023 10:51 GMT+12\)](#)

Roz Cattell

Date .....

*Nic McClean*

[Nic McClean \(May 5, 2023 09:50 GMT+12\)](#)

Nic McClean

Date .....

# Statement of Profit or Loss

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

	NOTES	2023	2022
<b>Operating Revenues</b>			
Income - Events		19,018	3,830
Membership Fees		64,666	68,550
Sponsorship Income		189,750	25,194
Workshop income		2,565	-
Donations received		-	50
Covid wages subsidy utilised		359	4,308
Covid Resurgence Payment Received		-	4,400
<b>Total Operating Revenues</b>		<b>276,359</b>	<b>106,332</b>
<b>Total Operating Revenues</b>		<b>276,359</b>	<b>106,332</b>
<b>Other Income</b>			
Interest Received		440	47
<b>Total Other Income</b>		<b>440</b>	<b>47</b>
<b>Expenses</b>			
ACC		74	55
Accounting Fees		6,780	9,763
Bank Charges		302	247
Committee Expenses		177	-
Depreciation (refer Depreciation Schedule)		76	93
Design & Signage		5,739	-
Doubtful debts		1,000	1,800
DropBox Annual Sub		370	344
Event Management/Contractor Fee		65,770	18,112
Event Expenses		65,862	6,314
Food & Beverage Expenses		6,898	6,720
General Expenses		124	368
Insurance		920	585
PR & Communication		1,410	2,119
Printing & Stationary		2,630	1,718
Salaries & Wages		31,195	34,777
Subscriptions		1,439	1,432
Travel & Accommodation (Competitors)		7,910	8,000
Travel & Accommodation (Staff)		5,974	2,779
Venue Costs		3,885	-
Website Expense		387	344
<b>Total Expenses</b>		<b>208,924</b>	<b>95,569</b>
<b>Net Profit (Loss) Before Taxation</b>		<b>67,874</b>	<b>10,809</b>
<b>Taxation and Adjustments</b>			

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

	NOTES	2023	2022
<b>Non Deductible Expenses</b>			
Non Deductible Portion of AGM Event		2,155	1,782
<b>Total Non Deductible Expenses</b>		<b>2,155</b>	<b>1,782</b>
<b>Total Taxation and Adjustments</b>		<b>2,155</b>	<b>1,782</b>
<b>Net Profit (Loss) for the Year</b>		<b>65,719</b>	<b>9,027</b>

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

# Balance Sheet

## New Zealand Specialty Coffee Association Incorporated As at 31 March 2023

	NOTES	31 MAR 2023	31 MAR 2022
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Bank		86,105	103,322
Trade and Other Receivables	5	41,051	12,779
Prepayments	6	11,182	21,822
GST Receivable		-	660
Income Tax Receivable	3	123	13
<b>Total Current Assets</b>		<b>138,460</b>	<b>138,595</b>
<b>Non-Current Assets</b>			
Property, Plant and Equipment (refer Depreciation Schedule)		384	460
<b>Total Non-Current Assets</b>		<b>384</b>	<b>460</b>
<b>Total Assets</b>		<b>138,844</b>	<b>139,055</b>
<b>Liabilities</b>			
<b>Current Liabilities</b>			
Trade and Other Payables		6,231	3,139
GST Payable		3,399	-
Employee Entitlements		5,143	8,247
Income Received In Advance		26,000	95,316
<b>Total Current Liabilities</b>		<b>40,772</b>	<b>106,702</b>
<b>Total Liabilities</b>		<b>40,772</b>	<b>106,702</b>
<b>Net Assets</b>		<b>98,072</b>	<b>32,353</b>
<b>Equity</b>			
<b>Retained Earnings</b>			
Retained earnings/Accumulated funds		98,072	32,353
<b>Total Retained Earnings</b>		<b>98,072</b>	<b>32,353</b>
<b>Total Equity</b>		<b>98,072</b>	<b>32,353</b>

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# Statement of Changes in Equity

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

	2023	2022
<b>Equity</b>		
Opening Balance	32,353	23,326
<b>Increases</b>		
<b>Profit for the Period</b>		
Current year earnings (losses)	65,719	9,027
<b>Total Profit for the Period</b>	<b>65,719</b>	<b>9,027</b>
<b>Total Increases</b>	<b>65,719</b>	<b>9,027</b>
<b>Total Equity</b>	<b>98,072</b>	<b>32,353</b>

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

# Notes to the Financial Statements

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

### 1. Reporting Entity

The New Zealand Specialty Coffee Association Incorporated is an incorporated society registered under The Incorporated Societies Act 1908.

### 2. Statement of Accounting Policies

The notes below form part of these financial statements.

#### Basis of Preparation

The financial statements have been specifically prepared on a special purposes basis for the purposes of meeting the Society's income tax and management requirements and reporting obligations under, "Rule 14 of the Society's Constitution."

#### Measurement System

These financial statements have been prepared on a historical cost basis. The financial statements are presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$, except when otherwise indicated.

#### Revenue

Revenue is measured at the fair value of the consideration received or receivable for the provision of services, to the extent that it is probable that the economic benefits will flow to the society and revenue can be reliably measured.

Interest income is recognised as it is earned. Sponsorship for Events and Event Income are not recognised until an event is held.

#### Expenses

Expenses have been classified on their business function.

#### Income Tax

Income tax is accounted for using the taxes payable method. The income tax expense in profit or loss represents the estimated current obligation payable to Inland Revenue in respect of each reporting period after adjusting for any variances between estimated and actual income tax payable in the prior reporting period.

#### Property, Plant and Equipment

Property, Plant and equipment are stated at historical cost less any accumulated depreciation. Historical cost includes expenditure directly attributable to the acquisition of assets, and includes the cost of replacements that are eligible for capitalisation when these are incurred.

Depreciation is calculated on a diminishing value basis over the estimated useful life of the asset using depreciation rates published by the Inland Revenue. The following depreciation rates have been used:

Account	Method	Rate
Plant and Equipment	Diminishing Value & Straight Line	16% - 100%

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## Goods and Services Tax

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

## 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.

## Related Parties

Board members and Officers of the New Zealand Specialty Coffee Association Incorporated are involved in the coffee industry. Some of their businesses pay membership fees to the New Zealand Specialty Coffee Association Incorporated.

	2023	2022
<b>3. Income Tax Expense</b>		
Net Profit (Loss) Before Tax	65,719	9,027
<b>Additions to Taxable Profit</b>		
Non Deductible Portion of AGM Event	2,155	1,782
Non Deductible Portion of Salary	29,821	26,907
Current Year Holiday Pay	2,327	7,348
Non Deductible Membership Expenses	29,889	33,143
Deductible Doubtful Debts	2,500	-
<b>Total Additions to Taxable Profit</b>	<b>66,692</b>	<b>69,180</b>
<b>Deductions from Taxable Profit</b>		
Losses Brought Forward	125,883	107,456
Incorporated Society Deduction	-	-
Non Taxable Membership Fees	64,666	68,550
Non Taxable Sponsorship	-	19,194
Covid Wage Subsidy Received	359	4,308
Covid Resurgence Payment Received	-	4,400
Last Year Non Deductible Holiday Pay	7,348	182
<b>Total Deductions from Taxable Profit</b>	<b>198,256</b>	<b>204,090</b>
Taxable Profit (Loss)	(65,846)	(125,883)
Tax Payable at 28%	-	-
<b>Opening Balance</b>		
Opening balance	13	5
<b>Total Opening Balance</b>	<b>13</b>	<b>5</b>
<b>Deductions from Tax Payable</b>		
Dividend Imputation Credits	-	-
Resident Withholding Tax Paid	123	13
Income Tax Paid/(Refunded)	(13)	(5)
<b>Total Deductions from Tax Payable</b>	<b>110</b>	<b>8</b>
Income Tax Payable (Refund Due)	(123)	(13)

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	2023	2022
<b>4. Tax Losses</b>		
Opening Balance	125,883	107,456
Losses incurred this year	-	18,427
Losses utilised this year	(60,037)	-
<b>Total Tax Losses</b>	<b>65,846</b>	<b>125,883</b>
	2023	2022

<b>5. Accounts Receivable</b>		
Accounts Receivables	43,851	14,579
Provision for doubtful debts	(2,800)	(1,800)
<b>Total Accounts Receivable</b>	<b>41,051</b>	<b>12,779</b>
	2023	2022

<b>6. Prepayments</b>		
Prepayments	11,182	21,822
<b>Total Prepayments</b>	<b>11,182</b>	<b>21,822</b>

2023 Prepayments are made up of deposits in preparation for the 2023 AGM to be held in Queenstown in May 2023, and Latte Art & Cup Tasters being held in August 2023.

#### 7. Contingent Liabilities

The Society has committed to paying flights and accommodation to the World Barista Champs & Latte Art Champs for the Winner of the Barista Champs & Latte Art Champs as at 31 March 2023. However, at 31 March 2023 these costs have not been able to be reliably estimated. (2022: Nil).

#### 8. Capital Commitments

The Society has no capital commitments as at 31 March 2023 (2022: Nil)

#### 9. Subsequent Events

The Board and Officers are not aware of any matter or circumstance since the end of the financial year, not otherwise dealt with in this report of financial statements, that has significantly affected, or may significantly affect the operations of the New Zealand Specialty Coffee Association Incorporated.

These financial statements have been prepared without conducting an audit or review engagement, and should be read in conjunction with the attached Compilation Report.

# Depreciation Schedule

## New Zealand Specialty Coffee Association Incorporated For the year ended 31 March 2023

NAME	RATE	METHOD	COST	OPENING VALUE	PURCHASES	DISPOSALS	DEPRECIATION	CLOSING VALUE
<b>Plant and Equipment</b>								
Apple Mac Air Laptop	50.00%	DV	1,087	6	-	-	3	3
Barista Station	21.00%	SL	3,802	-	-	-	-	-
Barista Station Skirt	21.00%	SL	642	-	-	-	-	-
Noel Leeming Istant Camera & film for barista champs		Full	391	-	-	-	-	-
Plugs for lage power cables x 8 to power up machines	16.00%	DV	1,019	453	-	-	73	381
Television	30.00%	SL	750	-	-	-	-	-
Website		Full	2,500	-	-	-	-	-
<b>Total Plant and Equipment</b>			<b>10,192</b>	<b>460</b>	<b>-</b>	<b>-</b>	<b>76</b>	<b>384</b>
<b>Total</b>			<b>10,192</b>	<b>460</b>	<b>-</b>	<b>-</b>	<b>76</b>	<b>384</b>

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