

**THE NEW ZEALAND GENERAL SERVICE BOARD OF
ALCOHOLICS ANONYMOUS INCORPORATED**

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2014**

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF THE
NEW ZEALAND GENERAL SERVICES BOARD
OF ALCOHOLICS ANONYMOUS (INC)**

I have audited the financial statements of the Board. The financial statements provide information about the past financial performance and the financial position of the General Services Board as at 31 December 2014.

The Board's Responsibilities

The Board is responsible for the preparation of a financial report which gives a true and fair view of the financial position of the Board as at 31 December 2014 and the results of the operations for the year ended on that date.

Auditor's Responsibilities

It is my responsibility to express to you an independent opinion of the financial statements presented by the Committee and report my opinion to you.

Basis of Opinion

An audit includes examining on a test basis, evidence relevant to the amounts and disclosures in the financial statements. It also includes assessing:

- The significant estimates and judgements made by the Board in the preparation of the financial statements, and
- Whether the accounting policies are appropriate to the circumstances of the Board applied and adequately disclosed.

I conducted my audit in accordance with International Standards on Auditing (New Zealand). I planned and performed the audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatements, whether caused by fraud or error. In forming my opinion I also evaluated the overall adequacy of the presentation of the information in the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion:

- Proper accounting records have been kept by the Board as far as appears from my examination of those records, and
- The financial statements comply with generally accepted accounting practice in New Zealand; and give a true and fair view of the financial position of the Board as at 31 December 2014 and the results of its operations for the year ended on that date.

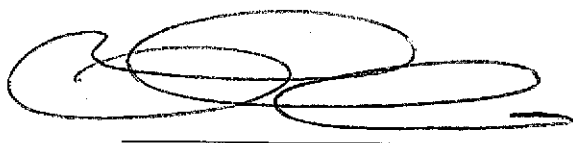
My audit was completed on 6 March 2015 and my unqualified opinion is expressed on that date.


Robert Ting
Chartered Accountant
Wellington

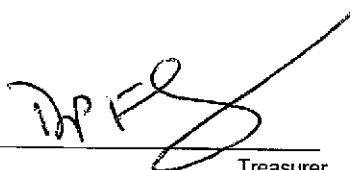
**THE NEW ZEALAND GENERAL SERVICE BOARD OF
ALCOHOLICS ANONYMOUS INCORPORATED**

Statement of Financial Position at 31 December 2014

2013 \$	CURRENT ASSETS	2014 \$
29,800	Bank	28,667
60,000	Term Deposits	60,000
8,003	Literature Debtors	8,017
670	Mainstay Debtors	2,226
351	Accruals	403
2,892	GST refund receivable	2,640
870	Pre paid Expenses	5,316
	Convention Advance	1,000
<u>34,960</u>	Literature Stocks	<u>29,437</u>
<u>137,546</u>	TOTAL CURRENT ASSETS	<u>137,706</u>
<u>60,000</u>	Prudent Reserve Investments	<u>60,000</u>
<u>3,359</u>	Fixed Assets (Cost less Depreciation)	<u>2,610</u>
<u>200,905</u>	TOTAL ASSETS	<u>200,316</u>
	Less CURRENT LIABILITIES	
6,203	Accounts Payable	4,122
3,745	Prepaid Mainstay Subscriptions	3,775
<u>9,949</u>	TOTAL CURRENT LIABILITIES	<u>7,897</u>
<u>190,956</u>	TOTAL NET ASSETS	<u>192,419</u>
	Represented By:	
	ACCUMULATED FUNDS & RESERVES	
<u>60,000</u>	Prudent Reserve	<u>60,000</u>
	Initiatives Fund	
	Opening Balance 1 January 2014	20,393
40,000	Transfer to Initiatives Fund from Accumulated Funds	37,560
-19,607	Expended Current Year (Note 7)	-31,410
<u>20,393</u>	Initiatives Fund Balance	<u>26,543</u>
	Accumulated Funds	
103,195	Opening Balance 1 January 2014	110,563
-40,000	(Less Transfer to Initiatives Fund)	-37,560
<u>47,368</u>	Surplus (Deficit) for Period	<u>32,874</u>
<u>110,563</u>	Closing Balance 31 December 2014	<u>105,877</u>
<u>190,956</u>	ACCUMULATED FUNDS & RESERVES AS AT 31 DEC 2014	<u>192,419</u>



Chairman



Treasurer

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

**THE NEW ZEALAND GENERAL SERVICE BOARD OF
ALCOHOLICS ANONYMOUS INCORPORATED**

Statement of Financial Performance for the year ended 31 December 2014

2013 \$	INCOME	Note:	2014 \$
21,124	Literature Trading	1	21,985
122,914	Donations	2	102,158
14,093	Other Income	3	11,008
19,607	Initiatives Fund Allocation	7	31,410
<hr/> 177,738	TOTAL INCOME		<hr/> 166,561
	LESS EXPENSES		
48,032	Administration & Staff Expenses	4	47,703
27,712	Premises & Rental Costs	5	27,939
(737)	Membership Services	6	(1,918)
19,607	Initiatives Fund Expenditure	7	31,410
8,901	Conference & Board Meetings	8	6,015
14,265	Public Information	9	16,119
12,589	World Service	10	6,419
<hr/> 130,370	TOTAL EXPENSES		<hr/> 133,687
<hr/> 47,368	SURPLUS (DEFICIT) FOR PERIOD		<hr/> 32,874

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**THE NEW ZEALAND GENERAL SERVICE BOARD OF
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Notes to the Financial Statements

2013		2014
\$	Note 1: Literature Account for the year ended 31 December 2014	\$
80,003	Sales	85,363
561	Freight Received	660
<u>80,564</u>	Literature Proceeds	<u>86,022</u>
	Less Literature Costs:	
37,039	Purchases Literature	41,751
5,122	Freight Paid	4,353
48	Purchases Literature	
(43)	Stock Take Adjustments	358
<u>17,274</u>	Wages Literature	<u>17,575</u>
59,441	Total Cost of Sales	64,037
<u>21,124</u>	Surplus on Literature Sales	<u>21,985</u>

Note 2: Donations for the year ended 31 December 2014

33,063	7th Tradition Northern Area	28,689
13,176	7th Tradition Central Area	12,474
49,942	7th Tradition Southern Area	41,786
18,261	Gratitude Fund	12,677
<u>8,472</u>	Gratitude Week	<u>6,532</u>
122,914	Total Donations	<u>102,158</u>

Note 3: Other Income for the year ended 31 December 2014

9,188	Convention Excess	5,836
<u>4,904</u>	Interest Received	<u>5,172</u>
14,093	Total Other Income	11,008

Note 4: Administration & Staff Expenses for the year ended 31 December 2014

1,050	Audit Fees	1,050
128	Accident Compensation Levy	258
	Bad Debts	17
1,186	Bank Fees	1,334
2,531	Carpark Rental	3,214
331	Computer Expenses	234
1,219	Depreciation	1,287
215	General Expenses	44
2,501	Insurance	3,011
220	Office Equipment	
2,681	Printing Postage Stationery	1,649
2,399	Professional Services	2,540
28,791	Salaries and Wages Admin	29,294
1,589	KiwiSaver Employer Contbns	1,758
1,467	Staff Training	
<u>1,725</u>	Telephones and Tolls	<u>2,011</u>
48,032	Total Administration and Staff NZGSO	<u>47,703</u>

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THE NEW ZEALAND GENERAL SERVICE BOARD OF
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2013		2014
\$	Note 5: Premises & Rental Costs for the year ended 31 December 2014	\$
2,300	Other Premises Expenses	2,790
20,599	Rent	20,599
4,812	Archives Expenses	4,550
<u>27,712</u>	Total NZGSO	<u>27,939</u>

Note 6: Membership Services Expenses for the year ended 31 December 2014

7	Complimentary Literature	3
7	Total Newsletter/Literature	3
	Mainstay	
2,922	Mainstay Wages	2,929
2,036	Mainstay Postage	2,072
3,145	Mainstay Printing	3,199
(7,753)	(Mainstay Subs)	(9,631)
(1,094)	(Mainstay Donations)	(491)
<u>(744)</u>	Total Mainstay	<u>(1,921)</u>
<u>(737)</u>	Total Membership Services	<u>(1,918)</u>

Note 7: Initiatives Fund for the year ended 31 December 2014

(19,607)	Initiatives Fund Allocation	(31,410)
9,315	Public Information Week	7,870
	PI Courier Costs for stands	66
	PI Posters	896
	PI Pull Up Screens	3,113
	PI Week TV on Demand	6,000
	Maori Pamphlets	1,818
990	Dr's Packs	86
1,026	Cutting Edge Literature	1,878
	Cutting Edge Regn/Travel	1,496
2,776	Police Initiative	1,005
	Police Init Phase 2	2,910
	Prison Literature	670
2,000	WS Annual Donation	2,103
1,000	WS Lit Fund	1,000
2,000	WS Ins Loss	
500	AOSM Biennial Donation	500
<u>19,607</u>	Initiatives Fund Expenditure	<u>31,410</u>
<u>0</u>	Net Initiatives Fund	<u>0</u>

Note 8: Conference/Board Meeting Expenses for year ended 31 December 2014

8,521	April	7,889
10,302	October	8,281
170	Other Conference Expenses	
1,410	Board Meeting Expenses	1,347
	(Equalisation)	
(3,801)	(Northern Equalisation)	(3,801)
(3,800)	(Central Equalisation)	(3,800)
(3,900)	(Southern Equalisation)	(3,900)
<u>(11,501)</u>	Total (Equalisation)	<u>(11,501)</u>
<u>8,901</u>	Total Conference/Board Meetings	<u>6,015</u>

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2013		2014
₤	Note 9: Public Information Expenses for the year ended 31 December 2014	₤
27	Standing Committee Funding	870
3,135	0800 Ph Number	4,799
2,509	Website costs	1,663
8,595	Wages Website	8,787
<u>14,265</u>	Total Public Information	<u>16,119</u>

Note 10: World Service Expenses for the year ended 31 December 2014

12,589	Asia Oceania	
	World Service Meeting	6,419
<u>12,589</u>	Total World Service	<u>6,419</u>

Note 11: Annual Leave

At 31 December 2014, Annual Leave liability was \$7110 (2013: \$2807)

GENERAL SERVICE BOARD OF ALCOHOLICS ANONYMOUS

STATEMENT OF ACCOUNTING POLICIES FOR THE YEAR ENDED 31 DECEMBER 2014

The General Service Board of Alcoholics Anonymous is incorporated under the Incorporated Societies Act 1908. It is a registered charity with the Charities Commission, and provides services to Alcoholics Anonymous groups throughout New Zealand.

1. BASIS OF REPORTING

The financial statements have been prepared in accordance with the requirements of the Financial Reporting Act 1993. The general accounting policies recognised as appropriate for the measurement of earnings, and financial position under the historical cost method have been followed in the preparation of these financial statements. The principles of accrual accounting have been adopted and are reported on a GST exclusive basis.

2 DIFFERENTIAL REPORTING

The Board is a qualifying entity for differential reporting purposes. The grounds upon which the Board qualifies are:

- The Board is not publicly accountable as defined in the Framework for Differential Reporting; and
- The Board is not large as, in the last two reporting periods, the total revenue has not exceeded \$5.0 million and the total assets have not exceeded \$2.5 million in carrying value.

The financial statements have been prepared taking advantage of all available differential reporting concessions except that GST exclusive accounting has been adopted and IRD specified depreciation rates have not been adopted.

3 ACCOUNTING POLICIES

The following accounting policies have been used in the preparation of the financial statements.

Cash at Bank

Cash is those sums held on current accounts or in notes and coins for use in the day to day management of the Board.

Investments

Investments are sums held on deposit at a Registered Bank. Deposit accounts are carried at face value together with accrued interest.

Debtors

Debtors are carried at their estimated realisable value.

Stock on hand

Literature stocks are valued on an average cost basis after adjustment for obsolete items.

Fixed Assets and Depreciation

Fixed assets are stated at historic cost less accumulated depreciation.

Fixed Assets are depreciated on a reducing balance basis as follows:

Furniture and fittings	15%
Office Equipment	33%
Computer Equipment and Software	40%
Convention Banners	33%

Taxation

As the Board is a not for profit charitable organisation no income tax is payable or has been provided for.

4 CHANGES IN ACCOUNTING POLICIES

There have been no changes in accounting policies in the current year.