

TREASURER'S REPORT MANUREWA BUSINESS ASSOCIATION FOR THE YEAR ENDED 30 JUNE 2025

Presented by: Gigesh Pala, Treasurer

To be presented at: Annual General Meeting - Monday, 2 November 2026

1. EXECUTIVE SUMMARY & AUDIT ASSURANCE

Tēnā koutou katoa,

It is my pleasure to present the Treasurer's Report for the Manurewa Business Association Inc. (MBA) for the financial year ended 30 June 2026.

The historical financial statements have been compiled by Bay Accounting & Taxation Limited in accordance with Tier 3 NFP Simple Format Reporting (Accrual) standards and fully audited by Blackmore Virtue & Owens (BVO Audit). I am pleased to confirm that the auditor has issued an unqualified audit opinion, confirming that our Group Performance Report presents fairly, in all material respects, the financial position and service performance of the association as at 30 June 2026.

Despite ongoing economic pressures affecting the retail sector, the association maintained a solvent, highly resilient financial position, concluding the year with a net operating surplus of \$39,532 and accumulated funds growing to \$227,286.

2. FINANCIAL PERFORMANCE (STATEMENT OF FINANCIAL PERFORMANCE)

A summary of operating revenue and expenditure for the year ended 30 June 2026 compared with the prior year is set out below:

FINANCIAL METRIC	FY2025/26 (\$)	FY2024/25 (\$)	VARIANCE (\$ / %)
Core BID Targeted Rate Grant	\$400,208	\$363,825	+\$36,383 (+10.0%)
Non-BID Council Grants	\$240,650	\$171,795	+\$68,855 (+40.1%)
MSD Employment Subsidies	\$15,157	\$0	+\$15,157 (New)
Other Grants & Sponsorships	\$105,465	\$168,891	-\$63,426 (-37.6%)
Insurance Recoveries & Sundry Income	\$42,254	\$36,618	+\$5,636 (+15.4%)
TOTAL OPERATING REVENUE	\$803,734	\$741,129	+\$62,605 (+8.4%)
Volunteer & Employee Related Costs	\$349,513	\$240,102	+\$109,411 (+45.6%)
Costs of Providing Goods & Services	\$318,522	\$259,285	+\$59,237 (+22.8%)
Events & Public Fundraising	\$70,517	\$75,270	-\$4,753 (-6.3%)
Governance, Audit & Depreciation	\$25,649	\$21,368	+\$4,281 (+20.0%)
TOTAL OPERATING EXPENSES	\$764,201	\$596,026	+\$168,175 (+28.2%)
NET OPERATING SURPLUS	\$39,532	\$145,103	-\$105,571 (-72.8%)

3. KEY REVENUE & EXPENDITURE DRIVERS

Analysis of major income streams and expenditure line items:

BID Targeted Rate Grant (\$400,208): Core rate funding increased by 10% (\$36,383) as approved at the 2024 AGM, funding expanded frontline Ambassador and CCTV operations.

Auckland Council Grants (\$240,650): Non-BID council funding comprised \$120,000 from the Manurewa Local Board for town centre safety and placemaking, \$50,000 for the free Manurewa Link Bus, \$15,000 for the BID Expansion campaign, and \$11,000 for Āpōpō Studios creative workshops.

MSD Subsidies & Other Grants (\$108,322): Includes \$15,157 in MSD Flexi-Wage grants supporting staff placements, plus \$93,165 in contestable grants and corporate sponsorships for Kai for Kids and Santa Parade delivery.

Insurance Recovery (\$20,698): One-off insurance claim recovery received during the year.

Ambassador & Staffing Wages (\$349,513): Represents our largest investment, including \$203,185 in gross wages for Town Centre Ambassadors across Manurewa and Clendon, \$84,996 in Town Centre Manager contracting fees, and dedicated CCTV operator wages.

Goods & Services Outlays (\$318,522): Includes \$43,675 for Manurewa Link Bus shuttle operations, \$30,509 for the Santa Parade, \$27,156 for Āpōpō Studios facility lease, \$15,600 for strategic software/planning licences, \$15,000 for Auror crime reporting integration, and \$14,288 for BID expansion consultancy.

4. BALANCE SHEET & FINANCIAL POSITION (STATEMENT OF FINANCIAL POSITION)

As at 30 June 2026, the association held a strong net asset position:

Current Assets (\$208,196): Includes \$190,630 in liquid bank deposits across ASB current, savings, and project accounts, plus \$12,878 in debtors/prepayments.

Non-Current Assets (\$49,693): Reflects fixed assets net of depreciation, including \$35,818 in motor vehicles following the capital acquisition of an operational patrol vehicle (\$38,095 purchase cost).

Current Liabilities (\$30,603): Consists of \$22,809 in creditors/accounts payable, \$4,644 in employee leave provisions, and \$3,150 in staff loans. Unused conditional grant liabilities were fully reduced from \$183,651 to \$0 as all grant conditions were satisfied during the year.

Accumulated Funds (\$227,286): Net assets grew from \$187,754 to \$227,286, reflecting our positive \$39,532 operating surplus.

5. GOING CONCERN STATEMENT & CONCLUSION

The Executive Committee confirms the adoption of the Going Concern basis in preparing these financial statements. The association holds \$190,630 in liquid bank reserves, zero debt, and positive net assets of \$227,286. Financial sustainability is further reinforced by our proposed 10% BID targeted rate grant increase for FY2027/28 (\$462,240 total grant) and ongoing local board grant partnerships.

I would like to thank our accounting team at Bay Accounting, our auditors at Blackmore Virtue & Owens, and Town Centre Manager Neil Punja for their diligent financial management.

I move that the Audited Group Performance Report for the Manurewa Business Association Inc. for the year ended 30 June 2026 be received and approved.

Formal Motion:

"That the Audited Group Performance Report for the Manurewa Business Association Inc. for the financial year ended 30 June 2026 be received and approved."