

Treasurer's Report

The ATU financial year runs from June 2019 - May 2020. This report reflects the finances of the society as at 29 September 2019 (three months into the financial year).

The ATU was founded in October 2018, so this report will also include information from the previous financial year up to June 2019.

Duck Lawn has been brought on board as an interim Treasurer, to hold the position until a candidate has been formally elected by our members. This report has been prepared by Duck on behalf of the ATU. During this first year of ATU operations, they have mostly been charged with initial setup of due process.

This began with a spreadsheet to track expenses and reimbursements while the founding members of the ATU paid founding fees and lead to setting up Kiwibank bank accounts, configuring Stripe to collect membership fees, and setting up a ledger in Xero to track expenses and income.

They have also contacted Naked Accounting, an Auckland-based accounting firm to provide the ATU with advice and insights into our finances. As a third party, they will keep the ATU accountable to their membership base. Naked Accounting's first report will be made available to our members as soon as we have it.

During the 2018 financial year, the ATU had a gross profit of \$7,332.32 and operating expenses of \$612.50, leaving us with a net profit of \$6,719.82 on 31 May 2019.

Operating expenses primarily includes NationBuilder fees to manage our memberships and website content, Microsoft Office 365 for triaging incoming member emails, domain registration costs, and accounting work. Additional taxation requirements are expected in the coming months, as Naked Accounting review our reports.

The ATU aim to keep all expenses as low as possible while in the early stages of founding, and will work towards having a reserve of funding that can be used to provide services for our members as needed. Our long term plans also include paying a living wage to people who work for the union, such as admin workers and delegates. For now, the ATU is run entirely by volunteer workers who are dedicated to providing for the union.

For the financial year ending in May 2020, the ATU has a gross profit of \$1,297.07 and operating expenses of \$226.66, leaving us with a net profit of \$1,070.41 as of September 28th 2019. Both profit and expenses for the year are expected to increase over the next 9 months. The ATU's current balance is \$7,786.16.

Looking forward, our financial future looks positive. We are steadily increasing our membership base and our expenses are lower than our projected income. We expect to raise our membership fees in the coming months to help the union achieve its goals in providing campaign work and support for members.



Duck Lawn
Interim Treasurer

aotearoa tech
union 

Profit and Loss

Aotearoa Tech Union Incorporated For the year ended 31 May 2020

	2020	2019
Trading Income		
Interest Income	1.78	2.36
Member Fees	1,295.29	7,329.96
Total Trading Income	1,297.07	7,332.32
Gross Profit	1,297.07	7,332.32
Operating Expenses		
General Expenses	-	102.22
Realised Currency Gains	3.72	1.18
Subscriptions	222.94	509.10
Total Operating Expenses	226.66	612.50
Net Profit	1,070.41	6,719.82

Balance Sheet

Aotearoa Tech Union Incorporated As at 31 May 2019

	31 MAY 2019	31 MAY 2018
Assets		
Bank		
MAIN 2 SIGN	6,464.49	-
VISA DEBIT	254.54	-
Total Bank	6,719.03	-
Current Assets		
Withholding tax paid	0.79	-
Total Current Assets	0.79	-
Total Assets	6,719.82	-
Net Assets	6,719.82	-
Equity		
Current Year Earnings	6,719.82	-
Total Equity	6,719.82	-

Balance Sheet

Aotearoa Tech Union Incorporated As at 27 September 2019

27 SEP 2019

Assets

Bank

MAIN 2 SIGN	7,560.98
VISA DEBIT	225.18
Total Bank	7,786.16

Current Assets

Withholding tax paid	1.37
Total Current Assets	1.37

Total Assets

7,787.53

Liabilities

Current Liabilities

GST	(2.70)
Total Current Liabilities	(2.70)

Total Liabilities

(2.70)

Net Assets

7,790.23

Equity

Current Year Earnings	1,070.41
Retained Earnings	6,719.82
Total Equity	7,790.23

Naked Accounting
88 Clarence Street
Ponsonby
Auckland 1011



22/10/2019

Tēnā koe,

We have completed a review of your accounts and have noted a couple of points for the organisation going forward.

- Currently the certificate of incorporation is in the subscriptions account. This is a non-deductible expense so it will need to be recoded into a non-deductible expense account.
- We recommend re-coding payments for NationBuilder (along with any other website-related fees) into a specific account. While this isn't required, it would allow for more accurate tracking of expenses.
- We notice that there have been no payments for rent, utilities, travel and phone charges. As you are incorporated, one of you can claim expenses related to running your organisation. Including these expenses in the company accounts will reduce both your personal cost and the income tax of the organisation at year end. Because you all work from various parts of the country, unfortunately the person who currently resides at [REDACTED] (the registered company address) is the only one who can claim these. However, each person can claim all the above on their personal tax returns, so long as they are operating as contractors to ATU.

We are happy to make these changes in Xero if you would like, but felt it was worth bringing them to your attention to help going forward.

If you would like to discuss these points or any other matters, please feel free to get in touch.

Ngā mihi nui,
Mia Drew
Naked Accounting