

Financial Statements

Plastics New Zealand Incorporated
For the year ended 31 December 2024

Prepared by Acclime New Zealand Limited

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Entity Information

Plastics New Zealand Incorporated For the year ended 31 December 2024

'Who are we?', 'Why do we exist?'

Legal Name of Entity

Plastics New Zealand Incorporated

Entity Type and Legal Basis

Incorporated Society registered under the Incorporated Societies Act 2022

Registration Number

507543

NZBN

9429042811077

Entity's Purpose or Mission

The primary purposes of the Society are:

- a) To promote, aid, foster, develop and protect the interests of the Plastics Industry in New Zealand by whatever means the Society shall determine.
- b) To maintain liaison with other organisations representing interests concerned with the manufacture and use of plastics; to collect and disseminate statistics and other information likely to be of interest to the Society and its Members; to conduct education or publicity activities; to promote training within the industry.
- c) To promote any legislation, regulation or Government action which the Society may consider beneficial to the Membership and to provide all lawful means for the opposing of any legislation, regulation or Government action which the Society may consider to be inimical to it or to the interests of its Members.
- d) To do such other things as may facilitate the carrying into effect of any of the foregoing objects.

Entity Structure

Plastics New Zealand Incorporated is governed by a National Executive Board consisting of a President, Vice President, Immediate Past President, four Branch Presidents, Corporate Suppliers Representative, a Committee Chairperson from Training, Industrial Relations and Environmental Committees and Chairs of the Sector Groups – EPS & PIPA along with 4 additional nominated Members.

Main Sources of Entity's Cash and Resources

Plastics New Zealand Incorporated's activities are funded by revenue from corporate membership fees, sponsorship of Branch Events by the Corporate Suppliers Sponsorship Pool, sponsorship of the National Conference, managed events and training courses (Diploma in Design & Specification of Plastics – DDSP) and interest revenue from term deposits.

Main Methods Used by Entity to Raise Funds

Plastics New Zealand Incorporated raises funds through Corporate membership fees, sponsorship of Branch Events by the Corporate Suppliers Sponsorship Pool, sponsorship of the National Conference, managed events and training courses (Diploma in Design & Specification of Plastics – DDSP) and interest revenue from term deposits.

Entity's Reliance on Volunteers and Donated Goods or Services

Plastics New Zealand Incorporated relies on National Executive Members and Members of Plastics New Zealand volunteering their time and expertise to complete work in essential roles such as governance, the various Committees and Branch Executives.

Physical Address

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Approval of Financial Report

Plastics New Zealand Incorporated For the year ended 31 December 2024

The National Executive is pleased to present the approved financial report including the historical financial statements of Plastics New Zealand Incorporated for year ended 31 December 2024.

APPROVED



Bob Gutsell

President

Dated: 28 February 2025



Rachel Barker

CEO

Dated: 28 February 2025

Statement of Financial Performance

Plastics New Zealand Incorporated
For the year ended 31 December 2024

'How was it funded?' and 'What did it cost?'

	NOTES	2024	2023
Revenue			
Donations, fundraising and other similar revenue	1	35,460	50,898
Fees, subscriptions and other revenue from members	1	492,575	484,241
Revenue from providing goods or services	1	474,332	394,633
Interest, dividends and other investment revenue	1	48,443	42,870
Other revenue	1	5,577	1,845
Total Revenue		1,056,387	974,487
Expenses			
Volunteer and employee related costs	2	394,738	376,691
Costs related to providing goods or service	2	549,659	577,985
Other expenses	2	8,101	8,896
Total Expenses		952,498	963,572
Surplus for the Year		103,889	10,915

The accompanying notes on pages 10-15 form part of these financial statements.



Statement of Financial Position

Plastics New Zealand Incorporated
As at 31 December 2024

'What the entity owns?' and 'What the entity owes?'

	NOTES	31 DEC 2024	31 DEC 2023
Assets			
Current Assets			
Bank accounts and cash	3	333,406	108,261
Debtors and prepayments	3	171,530	306,604
Other Current Assets	3	439,401	733,355
Total Current Assets		944,337	1,148,220
Non-Current Assets			
Property, Plant and Equipment	5	4,012	9,306
Other non-current assets	3	303,369	-
Total Non-Current Assets		307,381	9,306
Total Assets		1,251,718	1,157,526
Liabilities			
Current Liabilities			
Creditors and accrued expenses	4	82,916	95,459
Employee costs payable	4	57,592	57,018
Total Current Liabilities		140,508	152,477
Non-Current Liabilities			
Other non-current liabilities	4	50,543	48,271
Total Non-Current Liabilities		50,543	48,271
Total Liabilities		191,051	200,748
Total Assets less Total Liabilities (Net Assets)		1,060,667	956,778
Accumulated Funds			
Branch Current Accounts and Special Funds	6	546,389	551,669
Accumulated surpluses or (deficits)	6	514,278	405,109
Total Accumulated Funds		1,060,667	956,778

The accompanying notes on pages 10-15 form part of these financial statements.



Statement of Cash Flows

Plastics New Zealand Incorporated
For the year ended 31 December 2024

	2024	2023
Cash Flows from Operating Activities		
Cash was received from:		
Donations, fundraising and other similar receipts	35,460	50,898
Fees, subscriptions and other receipts from members	529,278	566,776
Receipts from providing goods or services	568,418	218,761
Interest, dividends and other investment receipts	38,617	22,728
Other Revenue	5,577	1,845
Net GST	7,955	(22,920)
Total Cash was received from:	1,185,305	838,088
Cash was applied to:		
Payments to suppliers and employees	(959,147)	(920,001)
Total Cash was applied to:	(959,147)	(920,001)
Net Cash Flows from Operating Activities	226,158	(81,913)
	2024	2023

Cash flows from Investing and Financing Activities

Cash was received from:		
Receipts from the sale and maturity of investments	300,000	-
Receipts from Income Tax	8,556	-
Total Cash was received from:	308,556	-
Cash was applied to:		
Payments to acquire property, plant and equipment	(1,164)	(6,698)
Payments to purchase investments	(300,000)	(200,000)
Payments of Income Tax	(8,405)	(1,533)
Total Cash was applied to:	(309,569)	(208,231)
Total Cash flows from Investing and Financing Activities	(1,013)	(208,231)
	2024	2023

Cash Movement

Net Increase/(Decrease) in Cash	225,145	(290,144)
Opening Cash	108,261	398,405
Closing Cash	333,406	108,261
This is represented by:		
Bank Account and Cash	333,406	108,261



Statement of Accounting Policies

Plastics New Zealand Incorporated For the year ended 31 December 2024

'How did we do our accounting?'

Basis of Preparation

The entity has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) on the basis that it does not have public accountability and has total annual expenses equal to or less than \$5,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

The entity will implement and follow the new Tier 3 (NFP) Standard - Reporting Requirements for the financial period starting 1 January 2025 and beyond.

Goods and Services Tax (GST)

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

Income Tax

Income tax is recognised using the taxes payable method. No provision for income tax has been made as there is no current or deferred tax payable.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Fixed Assets Valuation and Depreciation

Fixed Assets are stated at cost less accumulated depreciation. Depreciation has been calculated using the straight line method so as to allocate the cost of the fixed asset over its estimated useful life.

Accounts Receivable

Accounts Receivable have been valued at their expected realisable value.

Lease Commitments

The annual costs associated with property leases are included in the Statement of Financial Performance as expenses. No account has been taken of any future commitments arising from current leases.

Investments

Investments are shown at cost. Bank term deposits with maturity of more than one year from end of reporting period is presented under other non-current assets in the statement of financial position.

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.



Notes to the Performance Report

Plastics New Zealand Incorporated For the year ended 31 December 2024

	2024	2023
1. Analysis of Revenue		
Fundraising Revenue		
Corporate Supplier Sponsorship	35,460	50,898
Total Fundraising Revenue	35,460	50,898
Fees, subscriptions and other revenue from members		
Fees and Subscriptions from Members	308,968	270,936
Branch Income - Subscriptions	8,800	8,800
Branch Income - Other	14,639	6,071
Conference	159,968	159,385
PIPA	-	35,149
EPS Group	-	1,500
Environmental Income	200	2,400
Total Fees, subscriptions and other revenue from members	492,575	484,241
Revenue from providing goods or services		
Diploma Recovery	212,733	185,082
WMF Funding	257,849	209,551
Operation Clean Sweep	3,750	-
Total Revenue from providing goods or services	474,332	394,633
Interest, dividends and other investment revenue		
Interest Income	48,443	42,870
Total Interest, dividends and other investment revenue	48,443	42,870
Other revenue		
Credit Card Fees Collected	1,345	1,845
Miscellaneous Income	4,232	-
Total Other revenue	5,577	1,845
Total	1,056,387	974,487

Changes to Revenue Recognition Policy - Membership fees

In the prior years, revenue was allocated across membership periods using a traditional accrual method, with membership fees recognised over the period the membership covered.

To simplify our processes, this year revenue from membership fees will be recognised when the fee is received or when a member joins. This simplified revenue recognition approach means that membership revenue will be recognised fully at the time of payment rather than being prorated or spread across multiple periods. This approach eliminates the need for spreading revenue across multiple financial periods, streamlining the administrative process, particularly given the challenges of overlapping membership and financial years.

The shift to this approach is expected to have minimal material impact on overall finances. The management estimates that less than 10% of subscriptions are being transferred between financial periods currently, with only around half of those having a significant impact on revenue recognition.



	2024	2023
2. Analysis of Expenses		
Volunteer and employee related costs		
Salaries and Wages and Other Employment Costs	393,998	376,214
ACC Expenses	740	477
Total Volunteer and employee related costs	394,738	376,691
Costs related to providing goods or services		
Accountancy Fee	4,440	4,440
Audit Fee	8,000	-
Bad Debts	1,270	1,405
Branch Expenses	28,719	18,097
Communications	6,223	6,111
Computer & Other Maintenance	14,124	20,102
Conference	119,766	142,311
Consultants Fees	7,555	20,451
Diploma/Training	116,558	89,374
Environmental Expenses	367	26,223
General Expenses	4,066	1,433
Industry Relations	19,570	13,226
Insurance - General	2,486	1,240
Interest Expense	6	-
Lease - Server	-	5,594
Meeting Expenses	7,841	22,217
National Exec & Branch Training	-	16,770
Operation Clean Sweep	12,974	8,180
PIPA	-	35,914
PNZ - Marketing & Media	804	1,240
Rent & Rates	19,602	17,433
Printing & Stationery/Publications	1,471	1,472
Staff Training	1,490	453
Subscriptions	4,353	3,390
Training & Seminars	-	1,100
Travel Expenses	8,130	9,020
Website Expenses	3,493	4,126
WMF Expenses	156,351	106,663
Total Costs related to providing goods or services	549,659	577,985
Other expenses		
Bank Charges	1,643	1,912
Depreciation	6,458	6,984
Total Other expenses	8,101	8,896
Total	952,498	963,572



	2024	2023
3. Analysis of Assets		
Bank accounts and cash		
ANZ Bank - Cheque Account	97,404	98,062
ANZ Bank - Premium Call Account	236,002	10,199
Total Bank accounts and cash	333,406	108,261
Debtors and prepayments		
Tax Refund Due	3,027	3,177
Accounts Receivable	129,468	55,436
Other Receivables and Prepayments	39,035	247,991
Total Debtors and prepayments	171,530	306,604
Term Deposits		
ANZ Bank - Term Deposit 1002	439,401	420,445
ANZ Bank - Term Deposit 1003	-	106,740
ANZ Bank - Term Deposit 1004	-	206,170
Total Term Deposits	439,401	733,355
Other non-current assets		
ANZ BANK - Term Deposit 1005	303,369	-
Total Other non-current assets	303,369	-
	2024	2023
4. Analysis of Liabilities		
Creditors and accrued expenses		
Trade Payables	31,539	31,483
Accruals and Income in Advance	20,500	41,055
GST Payable	30,877	22,921
Total Creditors and accrued expenses	82,916	95,459
Employee costs payable		
Holiday Pay Accrual	44,348	48,304
PAYE Tax Payable	13,244	8,714
Total Employee costs payable	57,592	57,018
Other Non-Current liabilities		
CADs Fund	5,178	3,978
EPS Sector Group Fund	8,566	7,127
PIPA NZ PE Fund	7,246	7,613
PIPA NZ PVC Fund	29,553	29,553
Total Other Non-Current liabilities	50,543	48,271



2024

2023

5. Property, Plant and Equipment**Furniture and Fittings**

Furniture and fittings owned	19,453	19,453
Accumulated depreciation - furniture and fittings owned	(18,269)	(17,926)
Total Furniture and Fittings	1,184	1,527

Plant and Equipment

Plant and machinery owned	237,274	236,110
Accumulated depreciation - plant and machinery owned	(234,446)	(228,331)
Total Plant and Equipment	2,828	7,779

Total Property, Plant and Equipment	4,012	9,306
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6. Accumulated Funds - 2024 Year

Description	Branch Current Accounts and Special Funds	Accumulated Surpluses	Reserves	Total
Opening Balance	551,669	405,109	-	956,778
Capital returned to owners or members	(5,280)	-	-	(5,280)
Surplus	-	103,889	-	103,889
Surplus - Branches	-	5,280	-	5,280
Closing Balance	546,389	514,278	-	1,060,667

Accumulated Funds - 2023 Year

Description	Branch Current Accounts and Special Funds	Accumulated Surpluses	Reserves	Total
Opening Balance	554,894	390,968	-	945,862
Capital returned to owners or members	(3,225)	-	-	(3,225)
Surplus	-	10,916	-	10,916
Surplus - Branches	-	3,225	-	3,225
Closing Balance	551,669	405,109	-	956,778



	2024	2023
7. Breakdown of Capital Contributed by Owners/Members		
Transfer to/from Branch Accounts		
Net (Deficit) from Auckland Branch	(5,716)	(953)
Net Surplus from Wellington Branch	400	300
Net Surplus/(Deficit) from Waikato Branch	279	(2,882)
Net Surplus/(Deficit) from South Island	(243)	310
Total Transfer to/from Branch Accounts	(5,280)	(3,225)
Branch Current Accounts		
Auckland Branch Current Account	80,024	85,740
Wellington Branch Current Account	26,286	25,886
South Island Current Account	62,277	62,519
Waikato Branch Current Account	4,441	4,163
SIB Affiliates Current Account	183	183
Total Branch Current Accounts	173,211	178,491
Special Funds		
Plastics Environmental Fund	231,462	231,462
National Plastics Training Fund	141,716	141,716
Total Special Funds	373,178	373,178

Special Funds

Plastics New Zealand Incorporated maintains two Board-approved special purpose funds. The National Plastics Training Fund is designated to support initiatives that advance industry training and capability development. The Environmental Fund is allocated to initiatives that promote or support environmental stewardship. Use of either fund requires prior approval from the Board.

	2024	2023
8. Tax Reconciliation		
Operating Surplus Before Tax	103,889	10,915
Adjustments for Timing Differences		
Interest Accrual	(411)	(17,632)
Movement in Holiday Pay	(3,955)	20,338
Provisions Adjustment	8,500	-
Total Adjustments for Timing Differences	4,134	2,707
Adjustments for Permanent Differences		
Non Assessable Income	(181,058)	(154,338)
Tax Loss Before Loss Offsets		
Tax Loss Before Loss Offsets	(73,035)	(140,716)
Losses Brought Forward		
Losses Brought Forward	(904,092)	(763,376)
Tax Loss to Carry Forward		
Tax Loss to Carry Forward	(977,127)	(904,092)



9. Commitments

There are no commitments as at balance date (Last Year - Nil).

10. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at balance date (Last Year - Nil).

11. Related Parties

There were no transactions involving related parties during the financial year (Last Year - Nil).

12. Events After the Balance Date

There were no events that have occurred after the balance date that would have a material impact on the Performance Report (Last Year Nil).

13. Operating Lease Commitments

Plastics NZ Incorporated has no future commitments under operating leases.



INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT

To the Members of Plastics New Zealand Incorporated

We have reviewed the accompanying Performance Report of Plastics New Zealand Incorporated, which comprises Entity Information, the Statement of Financial Position as at 31 December 2024, and the Statement of Financial Performance and Cash Flows for the year then ended, and Notes to the Performance Report.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying performance report does not present fairly, in all material respects:

- The financial position of Plastics New Zealand Incorporated as at 31 December 2024, and of its financial performance and cash flows for the year then ended; and
- The entity information and its service performance for the year then ended in accordance with the PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting-Accrual (Not-For-Profit).

Emphasis of Matter

We draw attention to Note 1 to the financial statements, specifically title Analysis of Revenue which describes the changes in the revenue recognition policy for membership fees wherein the revenue is recognised when the fee is received or when a member joins. This departs from the traditional accrual method. This does not have a material effect on the revenue reported.

Secondly, Plastics New Zealand Incorporated has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting- Accrual (Not-For-Profit) in the preparation of its Performance Report as at 31 December 2024. However, the executive committee have concluded not to report on service performance as considered this will not add value to the members. As a result, the Performance Report may not be suitable for another purpose.

Executive Committee' Responsibility for the Performance Report

The Executive Committee are responsible for the preparation and fair presentation of this Performance Report in accordance with the PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting- Accrual (Not-For-Profit) and for such internal control as the Executive Committee determine is necessary to enable the preparation of a Performance Report that is free from material misstatement, whether due to fraud or error.

Assurance Practitioner's Responsibility

Our responsibility is to express a conclusion on the accompanying Performance Report. We conducted our review in accordance with International Standard on Review Engagements (New Zealand) (ISRE (NZ)) 2400, Review of Historical Financial Statements Performed by an Assurance Practitioner who is not the Auditor of the Entity. ISRE (NZ) 2400 requires us to conclude whether anything has come to our attention that causes us to believe that the Performance Report, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of the Performance Report in accordance with ISRE (NZ) 2400 is a limited assurance engagement. The Statement of Service Performance was reviewed in accordance with ISAE (NZ) 3000 (Revised). The assurance practitioner performs procedures, primarily consisting of making enquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand). Accordingly, we do not express an audit opinion on the Performance Report.

Other than in our capacity as assurance practitioner we have no relationship with, or interests in, Plastics New Zealand Incorporated.

Other Matters

This is our first-year engagement as Independent Reviewer, last year the financial statements were not reviewed or audited. We have not reviewed the comparative information and therefore do not conclude on this information

Forbes

Forbes Audit and Accounting Limited

1 May 2025

Auckland