

Notes to the Statements of Financial Position and Performance as at 31 March 2022

Income

- **Subscription income** is \$937,336, compared with \$766,571 at the same time last year. However, it should be noted that a new billing system was introduced this financial year which shows the total amount billed in the accounting system (as opposed to the amount actually received). \$192,000 of this remains unpaid and is reflected in both the statement of financial performance and statement of financial position as doubtful debts.

Expenses

- **Salaries** –salaries expenditure is slightly over budget. This is due to a high leave balance for the outgoing CEO which was paid out in February. It should be noted that from April 2022, due to restructuring, the overall salaries budget has been reduced from \$910,000 (as at September 2021) to \$600,000

Notes to the Statement of Financial Performance as at 31 March 2022

- Doubtful Debts – as noted above, this is subscription revenue which has been billed but is unlikely to be received
- Benevolent Fund reserves – the Benevolent Fund reserves were gifted to the NZMA by a Deed of Trust and can only be used for the purposes outlined in the Trust Deed, ie to financially assist legally qualified members of the profession or their families who are in financial distress so are not available to cover day to day operations of the Association
- Benevolent Fund expenses are repaid by the Benevolent Fund