



ANNUAL REPORT 2023

New Zealand Milking Shorthorn
Association (Inc)

**Official Publication
of the NEW ZEALAND
MILKING SHORTHORN
ASSOCIATION (INC)**

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Board of Directors | 2022-2023

President	David Wood	Palmerston North
Directors	Ross Soffe Chris Bailey Logan Kelly Sandy Simmons Bronwyn Brown	Stratford Kaiapoi Kaitangata Invercargill Otautau
Patron	David Murphy	Invercargill

Notice of the 110th ANNUAL GENERAL MEETING 2023 &

REPORT and STATEMENT OF FINANCIAL PERFORMANCE

for the year ended 31 December 2022

The Annual General Meeting of members of the New Zealand Milking Shorthorn Assn (Inc) to be held at the Devon Park Hotel, New Plymouth on Wednesday 8 March 2023, commencing at 9.00 am.

BUSINESS

1. Welcome
2. Present
3. Notice of Meeting
4. Apologies
5. Obituaries
6. Minutes of the 2022 Annual General Meeting
7. Matters arising from the previous minutes
8. To receive and adopt the Presidents Report
9. To receive and adopt the Statement of Financial Performance
10. Results of Director Elections
 - (i) Ward 1 - Northland
 - (ii) Ward 4 - Lower North Island
11. Remits
12. Notices of Motion
13. Reports
 - (i) Red Breed Genetics
 - (ii) Youth
 - (iii) Promotions
 - (iv) Secretary
14. Board Meeting Report
15. Election of Officers
 - (i) President
 - (ii) Vice President
 - (iii) Treasurer
 - (iv) Patron
16. General Business

By order of the Board
Mrs P M Goodin, Secretary
290 Tristram Street, Hamilton 3240

Notice of Special Meeting to be held on conclusion of the AGM. Confirmation of Notice of Motion.

CONFERENCE PROGRAMME

Date

6 th	Board Meeting & RBG meeting Optional sightseeing
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7 th	Bus trip departing 8.45 am Dinner & Sale
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8 th	Annual General Meeting Dinner & Prizegiving
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It is great to be able to meet in person once again for our Annual Conference here in Taranaki.

As you are aware the 2022 Conference had to move to Zoom thanks to Covid restrictions. This was the second time our Association had to do this with the 2020 Conference in Southland held over to 2021 due to Covid restrictions. I would like to thank, on behalf of the association and its members, the Taranaki Branch for putting their 2022 Conference on hold and transferring their plans to 2023. Let's ensure that this Conference is a great one.

Reflecting on the 2022 year it was another Covid impacted year and another year where the weather threw us in the agricultural world some curve balls. Despite this, the Association continued to undertake several events and activities.

Local branches held on-farm competitions and it would be fair to say that the numbers entered in these competitions across the country are going from strength to strength with increasing numbers of entries. A big thank you to the local branch members who help with the organisation of these competitions whether that be with driving many kilometres to ensure all entries can be judged, preparing food to ensure our judges and drivers are fed along the way, or our judges. Without your support and commitment we wouldn't be able to hold or grow these competitions. I also want to mention those who keep our social media channels updated. It is good to see the photos on our phones, in our own space, of the animals that are placed and it also keeps the Milking Shorthorn visible.

During 2022, several shows were affected by covid restrictions. For example, NZDE 2022 in January was restricted by a change in alert levels. In particular, I would like to thank those exhibitors from our Association who decided not to attend to enable NZDE to go ahead. I know that the organisers appreciated this. Unfortunately though it meant that the Combined Breed numbers were severely reduced. Once again, 2022 saw a good number of Milking Shorthorn calves shown at local school pet days. Thank you to those members who provide calves for these events as this is another way that our breed can be seen.

The bidr platform continues with dairy sales and a number of our members have either contributed to a Conference sale or held their own sales. It is pleasing

to see that the sales of 2022 attracted a lot of interest with many cattle going to homes of people outside our traditional membership. Noting this, it would be good if we can find ways to encourage these purchasers to think about joining NZMSA. Maybe it could be free membership for a year with the local branch or nationally or registration of the progeny is free? It is something for us to think about.

Further interest in our breed can be seen in the sale of semen from our breed scheme in conjunction with Semex. In 2022, several of the bulls sold out and the new bulls were popular as well. I would like to thank the members of the Red Breed Genetics Committee for the work that they do on our behalf. I know that there will be more details of their work in their report.

Financially, the Association is doing well but like many organisations we have seen an increase in costs, some of which will be passed on to members. Chris and Pam will explain the rationale for this when they present the financial report for 2022.

I would like to thank Pam and her team on behalf of us all for the work they do in pulling together the magazine which is a pleasure to be able to hand out to anyone interested in Milking Shorthorns. Thanks, also, for all the day-to-day work that the staff do to keep our Association ticking over. It is appreciated.

Finally, I would like to thank my fellow Board members for the work that they do in the background and the time they contribute as Directors of the Association.

I wish you all an enjoyable, exciting and refreshing conference and a good 2023.

David Wood

President

PRODUCTION AWARDS 2021-22

Unfortunately the Production data for the 2021/22 season is not available at this time. While BreedIT is now operational, the data share agreement with LIC is not yet fully implemented. Notification of the Production Awards for the 2021/22 season will be made once the data is available and the awards have been calculated.

Webster Trophy

For herd with the highest increase over previous season, minimum 10 cows.

Association Cup

Highest Cow by milksolids.

Barwell Trophy

Highest cow by milksolids, 9years and over

Mahora Challenge Cup

Highest Herd Average 10-100 cows.

Penberthy Willowdale Award

Highest cow by Litres of Milk

Kaiwharehau Trophy

Highest herd average 101 cows & over.

Merit Awards

For Exc and VHC cows who have produced 500-630 kg milksolids in not more than 305 days.

Gillett Trophy

Highest producing two year old by fat by a NZ bull.

Elite Awards

For Exc and VHC cows who have produced more than 630 kg milksolids in not more than 305 days.

Totara Park Trophy

Highest producing two year old by protein by a NZ bull.

OTHER AWARDS

Tairanga Milking Shorthorn Trophy - For outstanding contribution to Red Breed Genetics

C & M Bailey

Ken Hall Memorial Trophy - For highest NZ born Milking Shorthorn bull enrolled with Animal Evaluation on initial proof

2021/22 Brecon Kaikoura S1S - Red Cow Farms Ltd

Ken & Betty Baker Award - Supreme Milking Shorthorn Champion at NZ Dairy Event

2022/23 Brecon Taika Rachael S1S, Red Cow Farms Ltd

Oregon Park Trophy - For the highest TOP score overall in 2022

Brydale Jerseys - Simmons Family

ROYAL SHOW AWARDS 2022/23 (Horowhenua 2023) - no Milking Shorthorns exhibited

Jenkins Perpetual Cup - Two year old in milk - not awarded

Fitzhugh Challenge Cup - Champion yearling heifer - not awarded

Supreme Champion - Gold Medal - not awarded

Park Challenge Cup - Best male + female - not awarded

English Dairy Shorthorn Cup - Type & Production - not awarded

There are no remits

That Rule 5 be amended as follows:

CONSTITUTION

5. It is declared, for the purpose of registration, that the number of members of this Association shall not be limited, but must not be less than fifteen.
- (a) The Association will be **governed** by a Board of Directors which shall consist of six (6) members who shall be elected and hold office.
 - (b) **A person seeking appointment, election, or to remain in office as a Director, shall be eligible to do so whether or not they are a Member of the New Zealand Milking Shorthorn Association (Inc) as outlined in Rule 8, but the following persons shall not be eligible for appointment, election, or to remain in office as a Director:**
 - (i) **A person who is an undischarged bankrupt or is subject to a condition not yet fulfilled or any order under the Insolvency Act 1967, or any equivalent provisions under any previous or replacement legislation.**
 - (ii) **A person who has been convicted of any offence punishable by a term of imprisonment of two (2) or more years (whether or not a term of imprisonment is imposed) unless that person has obtained a pardon.**
 - (iii) **A person who is prohibited from being a director or promoter of or being concerned or taking part in the management of a company under the Companies Act 1993 or the Charities Act 2005.**
 - (iv) **A person who is subject to a property order made that the person is lacking in competence to manage their own affairs under the Protection of Personal and Property Rights Act 1988.**
- If any of the circumstances listed in Rule 5(b) occur to a Director, that the Director shall be deemed to have vacated their office upon the relevant authority making an order or finding against the Director of any of those circumstances. If a Director becomes or holds any position in Rule 5 then upon appointment to such a position, that Director shall be deemed to have vacated their office as a Director.**
- (c) There shall be a President and a Vice President of the Association who shall be elected from members of the Board of Directors by Association members present at the Annual General Meeting annually.
 - (d) Members of the Board of Directors will be elected in rotation every three (3) years. Sitting Directors will be eligible for re-election.
 - (i) **Effective from 2023 each Ward Director will retire as per the order of retirement below, and will be eligible for re-election under Rule 5(a). From the conclusion of the election process in 2025 this clause will be rendered null and void.**

2023: Wards 1 & 4

2024: Wards 5 & 6

2025: Wards 2 & 3

The secretary shall at least three months prior to the Annual General Meeting send by post to each member of the Association, notice of the intended election of a member to the Board of Directors. Any financial member of the Association will be entitled to nominate any other financial member, such nominee to own and be actively engaged in breeding Milking Shorthorn Cattle. Such nomination to be in writing, signed by the proposing member and the member nominated and be in the hands of the Secretary no later than the 1st day of February preceding the Annual General Meeting.

If the number of candidates does not exceed the vacancies, such candidates shall be deemed to be duly elected and reported to the Annual General Meeting and represent the members at subsequent meetings of the Board for the term of their election.

If the number of candidates does not exceed the vacancies, such candidates shall be deemed to be duly elected and reported to the Annual General Meeting and represent the members at subsequent meetings of the Board for the term of their election.

If the number of candidates so nominated exceeds the vacancies, the Secretary shall forthwith after closing of nomination, prepare a voting paper, approved by the Board, and shall post one voting paper to each member. Such voting paper to be returned to the Secretary by a date set by the Board.

Each Senior, Associate, Life and Honorary Life financial member of the Association shall have one vote and no proxy voting will be permitted.

The Board shall appoint two (2) scrutineers to count votes validly recorded and the said scrutineers shall report in writing to the Annual General Meeting, the names of the members with the highest number of votes. The case of equity of votes, the member so elected shall be decided by lot by the Chairman of the Annual General Meeting.

- (e) Members of the Board of Directors shall continue to hold office until their successors are elected.
- (f) Vacancies occurring in the Board may be filled by the Board of Directors. Any such appointed Board Member shall remain in office until the original expiry of the term for which they were appointed.
- (g) The President of the Association, or in their absence the Vice President, shall be Chairman of all meetings of the Board of Directors and/or the Association. In their absence, members shall elect a member of the Board to preside.
- (h) The president may call a meeting of the Board at any time. The quorum of the Board shall be four (4).
- (i) The President of the Association shall be ex-officio a member of all committees set up by the Association.
- (j) **The Patron of the NZ Milking Shorthorn Assn shall be ex-officio a member of the Board of Directors, but shall not hold any voting rights.**

That Rules 3(h); 4; 13(j) and 19 be updated to reference the Incorporated Societies Act 2022.

That Rule 24 be added DISPUTES OR COMPLAINTS

- 24 (a) Where the Board has received a notice in writing in relation to one of the following matters, the Board will investigate and as soon as practicable resolve or otherwise decide on that matter:
- (i) The Board has been notified of a dispute between two members;
 - (ii) The Board has been notified of a dispute between a member or members, and the Board;
 - (iii) The Board receives a written complaint about the actions of any Board member; or
 - (iv) The Board receives a complaint about any member or any Board member from a non-member, where the complainant is able to be contacted (provide a verifiable name, postal address and telephone number) and participated in the process (not anonymous).
- (b) Consideration of a Dispute or Complaint by the Board
- The Board may at its discretion:
- (i) Hold the making of a decision, or referral to the Disputes Panel where there is either a criminal or civil court, or Tribunal decision pending until the outcome of that is made available to the Board; and/or
 - (ii) Decline to investigate the matter, if in the opinion of the Board the dispute or complaint is considered petty, frivolous or inconsequential.
 - (iii) Decline to investigate or consider the dispute or complaint if during enquiries being made on behalf of the Board, it becomes apparent to the Board that it is not appropriate to further investigate the dispute or complaint.
 - (iv) Refer the matter to a Disputes Panel as provided in Rule 24.4.
- (c) Any Board member who in the opinion of the Disputes Panel may be considered to have a conflict of interest shall not take part in any decision-making discussion.
- (d) Investigation of Disputes and Complaints
- The Board will select a Disputes Panel to investigate and report to the Board on the matter and make recommendations to the Board. The Disputes Panel will be selected by the Board at the next Board meeting following the receipt of a Notice pursuant to Rule 24.1.
- (i) The Disputes Panel may request that a member or the members making the dispute or complaint lodge with the Society such sum as the Disputes Panel thinks fit to reimburse the Society wholly or partly for the costs of those making the enquiries or considering the complaint and/or the Society's professional advisor's fees before further investigating or considering the dispute or complaint.
 - (ii) At all times the Disputes Panel will act within the rules of natural justice. The Disputes Panel may contact any necessary person or persons for obtaining information in respect of the matter to assist with the investigation. Any member will provide any information requested by the Disputes Panel as soon as practicable following receipt of any such request. Any members unwilling to give information must write to the Disputes Panel with that member's explanation. The Disputes Panel may take any refusal to provide any information reasonably requested into account when considering the Disputes Panel's recommendation to the Board.
- (e) The Board will receive recommendations from the Disputes Panel and after consideration the Board will make a determination as to how the dispute or complaint is then to proceed in accordance with the Rules of the Society.

There were fewer animals nominated for consideration this season, but we appreciate and thank the members that were involved.

Semex is only taking on two young bulls again this season. Brecon Rua, an A2A2 Sonic Boom son out of the North Island champion cow Brecon Rachel; and Northbrook Chief, an A1A2 Bounty son. His dam is a very good show cow Northbrook Wok. Semex had four Bulls to pick from and obviously went for type animals and were happy to take on an A1A2 bull.

Brecon Kaikoura has come through with a very strong proof. He has 45 milking daughters in 17 herds. He has very good TOP results with an udder overall of .22 and dairy conformation of .49. Northbrook Noah also has 40 milking daughters in 16 herds. TOP results with 29 daughters with udder overall 0 and dairy conformation is -.11. BW is a wee bit lower sitting at -130.

Our sales were strong again this season, with a number of the older bulls selling out. Semex has

agreed to recollect Kaikoura with more semen ready for export to Australia.

Westell Arlo will also be recollected. Thanks to Ian Dibble for rehoming him and making it possible for recollection.

Thank you to the RBG team for all their hard work. Looking forward to an in-person meeting at the Taranaki Conference in March.

Logan Kelly

Red Breed Genetics Convenor

Youth Report

Great to see two of our young members Kimberley Simmons and Ella Pirie involved in the International Dairy Event Australia. Both girls went over to help and look after Landovery Illawarras. Both were showing in the youth show, Kimberley was placed first in her class and Ella placed third in her class. Thank you to the Hayes family, I'm sure the girls learnt heaps.

The girls were also selected to be part of the JerseyNZ team to represent NZ in the team challenge. Their team was placed sixth out of eleven teams, which was a great effort. Thank you to Julie Pirie for organizing the team and everyone involved.

At NZ Dairy Event, once again Kimberley and Ella teamed up to make another team for the Youth Challenge. Their team Hot Shots competed against five other teams, this time coming to the top with a convincing win. Well done girls.

Kimberley got placed third in the handlers class 18-25 years.

Megan Thomas, a new member in our Otago Southland Club, attended the NZ Dairy in Feilding competing in the Young Judge competitions. Megan won the Murray Harnett Challenge for Jersey NZ.

Kimberley Simmons won the senior handlers and overall handlers for the Southland All Breeds points competition, and received the Craig Morton Memorial Shield which ended in Gore A & P Show.

Youth Photo Competition entries are now open, closing 31 March. We had great entries last year, let's hope we can get more. Clubs need to encourage their youth to get involved. Competition has been advertised on Facebook pages and emailed to members. We are working on a sponsor for this competition.

The National All Breeds Youth Camp run by Holstein Friesian New Zealand was held at Rangiora, Canterbury with 21 attendees. We are hoping to get more of our youth attending this camp in 2024.

Central Districts Milking Shorthorn Club held a calf day at the Woods family farm on November 19. Twelve youth attended, the Wood's supplied some calves and some children took their own. Well supported day, great day for the kids to learn.

Sandy Simmons

Youth Coordinator

After a few years with events affected by first the Mycoplasma Bovis outbreak and then the Covid-19 global pandemic, it has been great to return to a more even keel during the last few months. While I am proud of the way that the Board, members and our own team were able to pivot many events to ensure continuation, the additional workload created does take its toll on everyone.

The year wasn't all easy though. Covid Protection Framework Red from mid January to mid-April 2022 meant that while the office team was able to come to work, there were no visits or meetings. The Annual Conference scheduled for March 2022 was again affected and was moved to 2023 in New Plymouth. That meant that the Annual General Meeting was held via Zoom. It will be great to be able to meet in person again this year.

The Photo Competitions go from strength to strength, with entries increasing each year. These competitions now feature in our social media, in the magazine and on the website.

BreedIT is almost complete. All registrations and TOP are now utilising BreedIT, and for the Milking Shorthorn breed in particular the fact the registrations rules are now embedded into the programming means significant time savings in the office processing registrations. There are still areas of concern however, and at this stage we cannot complete the Herd Book & Production Register until the all data is flowing into DIGAD under the Data Access Agreement with LIC.

Our social media presence continues to be a great form of promotion for the breed, with over 2,900 followers on Facebook now both nationally and internationally. The website is also regularly updated, and most activities and competitions are now available as online forms, reducing our reliance on paper. We continue to use our bulk email function to remain in regular contact with members.

The North and South Island Championships were both back this year, at NZ Dairy Event and Winton A & P Show respectively. It was fantastic to see so many Milking Shorthorns back in the ring at NZ Dairy Event this year, after well-documented Covid issues in 2022. Once again, there was just one team member in attendance to collate results and take photos across three rings after Sean suffered a serious football injury just days prior and was not able to travel. The Ken & Betty Baker Award for the Supreme Milking Shorthorn Champion was able to be presented for the first time.

There have been significant increases over the past few years in the activities undertaken and operational support provided by the JerseyNZ team on behalf of NZ Milking Shorthorn. This is reflected in the move from a Memorandum of Understanding to a service contract for the provision of all work undertaken, which will be reviewed regularly.

The JerseyNZ team has changed a little in the last 12 months, but these changes will only benefit the members of the NZ Milking Shorthorn Assn. Sean Bresnahan remains on the team with a title change to Digital Design Coordinator. This allows him to focus more on the graphic design aspect of his role, the website and social media. Michelle Calcott continues in her role as Business Administrator, and Karen Maxwell is now a permanent team member as Member Services Administrator following the resignation of Robyn Gordon after her maternity leave. Former team member Jackie Kennedy returned to the fold in August as Communications and Promotions Coordinator. Jackie has taken responsibility for the organisation of all publications, communications and competitions. Most importantly, Jackie's employment means that we have an additional 20 hours per week capacity across the team.

On behalf of myself and the JerseyNZ team, I thank the Board and all members for their continued support. We in turn look forward to continuing to support members through all their activities with the Association.

Pam Goodin

Breed Secretary

What a year, I would like to thank the Waikato branch for taking me on as their Board member. Even with me being in the bottom of the South Island they have included me in their club. In June I went up for a Board meeting and carried on over to meet some of the club members, and doing a herd walk at Ian Dibble's.

I would also like to thank the members of the New Zealand Milking Shorthorn Association for nominating me to be part of NZ Dairy Event as an Associate Judge. What an awesome experience. Great to see the Milking Shorthorns back in the ring and also the sales coming forward in the next few weeks & months.

So as an Association we should start by promoting the sales and the breed in local sales. At present I am

working on an ad to promote the sales coming up and also the one year free membership.

Something I have noticed is when having a herd walk within your club open it up to outside people it helps getting new members within the breed.

It has been amazing to see the local clubs around New Zealand promoting the on-farm competitions within our breed.

Bronwyn Brown

Promotions Coordinator

Membership	2023				
	2023	2022	2021	2020	2019
Senior	29	34	31	32	34
Associate	40	36	32	32	28
Paid Life	8	9	9	9	9
Honorary Life	4	4	5	4	4
Junior	12	7	7	5	4
Retired	0	0	0	0	0
TOTAL	93	90	84	82	79

TOP Statistics	2023				
	2022	2021	2020	2019	2018
Two year olds	399	371	428	371	385
Older	14	69	125	107	148
Herds	11	12	14	13	13

Registrations	2023				
	2022	2021	2020	2019	2018
Females	1116	1215	539	713	966
Males	73	61	44	34	46
TOTAL	1189	1276	583	747	1012

Vision – New Zealand Milking Shorthorn Association

Grow the breed profitably within the NZ Dairy Industry.

Values:

- To encourage and expect all members and staff to display a progressive, confident and positive breed image.
- To promote unique and economically important breed advantages.

12 Month Action Plan:

- To implement changes to the Herd Book to better reflect the current registration practices.
- To clarify and redefine the current eligibility for showing and production awards.
- Improve the promotion of the breed with the intent to increase semen sales.

THE NEW ZEALAND MILKING SHORTHORN ASSOCIATION (INCORPORATED)

SPECIAL PURPOSE STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31 DECEMBER 2022

2021	INCOME	2022
\$		\$
2,906	Red Breed Genetics	3,981
2,227	TOP Classification	2,383
928	Interest	2,120
4,225	Magazine Advertising	3,750
7,262	Registrations	6,572
6,415	Subscriptions	6,669
-	Merchandise Income	258
-	Other Income	88
70	Photo Competition	162
958	Three Generation Pedigrees	1,024
24,991		27,007
	Less Expenditure	
6,600	Administration to Jersey NZ	7,300
2,109	Advertising	1,204
2,131	Financial Review	2,325
166	Bank Charges	188
839	BreedIT Support	3,768
2,436	TOP Classification	2,785
1,237	Council and Travelling Expenses	1,586
50	Depreciation	308
1,544	Magazine	1,687
532	Herd Book	-
1,750	Photocopying, Printing and Postage	1,290
96	Registrations	-
1,031	Administration	745
729	Three Generation Pedigree expenses	761
-	Merchandise Expenses	238
900	Sponsorship	900
116	Royal Agricultural Society and Other Subs	629
1,913	Stock Obsolescence	-
2,084	Opening Stock	2,030
(2,030)	Closing stock	(2,022)
		25,721
24,233		25,721
758	Excess (deficit) of Income over Expenditure	1,285

These special purpose financial statements should be read in conjunction with the accompanying notes and independent reviewer's report



THE NEW ZEALAND MILKING SHORTHORN ASSOCIATION (INCORPORATED)

SPECIAL PURPOSE STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2022

2021	Accumulated Funds	2022
\$		\$
103,245	Opening Balance	104,003
758	Income over Expenditure (Expenditure over Income)	1,285
<u>104,003</u>		<u>105,288</u>
	Represented By:	
	Current Assets:	
2,030	Stock on Hand	2,023
7,723	Westpac Cheque account	5,973
6,367	Westpac on Call account	6,408
88,170	Westpac Deposits	89,416
449	Accrued Interest	1,245
1,066	Goods & Services Tax	1,056
(1,913)	Provision for Stock Obsolescence	(1,913)
6,881	Outstanding Debtors	8,920
<u>110,773</u>		<u>113,128</u>
	Less Current Liabilities:	
7,078	Outstanding Creditors	7,840
<u>7,078</u>		<u>7,840</u>
<u>103,695</u>	Working Capital	<u>105,288</u>
	Fixed Assets:	
308	Semen Bank	0
<u>104,003</u>	Net Assets	<u>105,288</u>



 President



 Treasurer

 16 February 2023

Date

These special purpose financial statements should be read in conjunction with the accompanying notes and independent reviewer's report



THE NEW ZEALAND MILKING SHORTHORN ASSOCIATION (INCORPORATED)

NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2022

1) Statement of Accounting Policies

The New Zealand Milking Shorthorn Association (Incorporated) is an Incorporated Society registered under the Incorporated Societies Act 1908. The financial statements are a special purpose report which has been prepared in accordance with the accounting policies below and the Rules of the Association.

Specific Accounting Policies

The following specific accounting policies having material effect on the measurement of results and financial position have been applied.

a) Accounts Receivable

Accounts receivable are stated at their net realisable value.

b) Fixed Assets

Fixed assets have been valued at cost less accumulated depreciation.

c) Depreciation

Depreciation is charged to the Statement of Financial Performance. The following rates and methods have been used to depreciate the assets.

<i>Asset</i>	<i>Rate & Method</i>
Semen Bank	14% DV

d) Bad and Doubtful Debts

All known losses have been written off against income during the financial year. A provision has been created for doubtful debts.

e) GST

The financial statements have been prepared on a GST exclusive basis, except for accounts payable and accounts receivable which are recorded inclusive of GST.

f) Stock

Stock is stated at cost.

g) Taxation Policy

The Association is not subject to income tax in accordance with CW51 (Herd Improvement Bodies) of the Income Tax Act 2007.

h) Revenue

Revenue is recognised in the accounting period in which the service is provided (in the rendering of services), and in the period in which the interest is accrued.

i) Creditors and other payables

Trade creditors and other payables are stated at cost.

j) Cash and cash equivalents

Cash is classified as the cash in the bank balance at the end of the financial year.



k) Investments

All term deposits in investment are classified as current assets as they have a term greater than 3 months and less than a year.

Changes in Accounting Policies

Policies have been applied on a consistent basis during the reporting period.

2) Stock On Hand

		2022	2021
Badges	14 @ \$7.75	\$ 109	\$ 116
Centenary Books	67 @ \$28.56	\$ 1,914	\$ 1,914
Provision for stock obsolescence		(1,914)	(1,914)
		<u>\$ 109</u>	<u>\$ 116</u>

These figures have been confirmed by a stock take.

3) Contingent Liabilities

There were no contingent liabilities at balance date. (2021: Nil)

4) Principal Activity

The principal activity of the association is to administer the breeding of Milking Shorthorn cattle.

5) Capital Commitments

There are no capital expenditure commitments as at balance date (2021: Nil)

6) Events after Balance Date

At the date of signing the Review Report, there are no matters or events that have arisen, or been disclosed, subsequent to balance date that would require adjustment, or disclosure in, these financial statements.

7) Related Parties

All Directors are members of the Association in their own right and as such use the services of the Association on an Annual basis. Examples of services they use are registrations, classification of animals, purchases of semen, participants in joint venture projects and advertising in the NZ Milking Shorthorn magazine. All transactions are charged at normal commercial rate.

INDEPENDENT ASSURANCE PRACTITIONER'S REVIEW REPORT TO THE BOARD OF THE NEW ZEALAND MILKING SHORTHORN ASSOCIATION (INCORPORATED)

We have reviewed the special purpose financial statements of The New Zealand Milking Shorthorn Association Incorporated ("the Association"), which comprises the statement of financial performance for the year ended 31 December 2022, the statement of financial position as at 31 December 2022, and notes to the special purpose financial statements, including a summary of significant accounting policies. The special purpose financial statements have been prepared in accordance with the accounting policies as disclosed in Note 1 of the special purpose financial statements.

Board's Responsibility for the Financial Statements

The Board are responsible for the preparation and fair presentation of these special purpose financial statements in accordance with the accounting policies as disclosed in Note 1 of the special purpose financial statements and for such internal control as they determine is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

Practitioner's Responsibility

Our responsibility is to express a conclusion on the financial statements based on our review. We conducted our review in accordance with ISRE (NZ) 2400 *Review of Historical Financial Statements Performed by an Assurance Practitioner who is Not the Auditor of the Entity*, those standards require us to conclude whether anything has come to our attention that causes us to believe that the special purpose financial statements, taken as a whole, is not prepared in all material respects, in accordance with the applicable financial reporting framework. Those standards also require us to comply with relevant ethical requirements.

A review of special purpose financial statements in accordance with ISRE (NZ) 2400 is a limited assurance engagement. It consists primarily of making inquiries of management and others within the entity involved in financial and accounting matters, applying analytical procedures, and evaluating the sufficiency and appropriateness of evidence obtained. A review also requires performance of additional procedures when the practitioner becomes aware of matters that cause the practitioner to believe the special purpose financial statements as a whole may be materially misstated.

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 these financial statements.

We believe that the evidence we have obtained in our review is sufficient and appropriate to provide a basis for our conclusion.

Other than in our capacity as assurance practitioner we have no relationship with, or interests in, the Association.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the special purpose financial statements do not present fairly, in all material respects, the financial position of the New Zealand Milking Shorthorn Association (Incorporated) as at 31 December 2022, and its financial performance for the year then ended in accordance with the accounting policies as disclosed in Note 1 of the special purpose financial statements.

Emphasis of Matter

The special purpose financial statements have been prepared and presented for the members of the Association. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Association and the Association's members, and should not be distributed to or used by parties other than the Association.



Director
PKF Hamilton Audit Ltd

Hamilton

New Zealand

16 February 2023



NEW ZEALAND MILKING SHORTHORN ASSOCIATION

Minutes of the New Zealand Milking Shorthorn Association Annual General Meeting held on 9 March 2022 via Zoom at 7.05 pm

The 2022 Annual Conference was cancelled due to the Covid-19 global pandemic and Omicron variant outbreak. The 2022 AGM was therefore held via Zoom.

1. **Welcome** Mr D Wood welcomed 18 members to the 109th Annual General Meeting.
2. **Present** Chris & Margaret Bailey, Bronwyn Brown, Paul & Jennifer Penberthy, David & Johanna Wood, Logan & Nicky Kelly, Ian & Robyn Dibble, Alan & Sue Moore, Zac Tocker, David Murphy, Ross & Joanne Soffe, Sandy Simmons.
3. **Notice of Meeting** The Notice of Meeting was read aloud by Mrs P Goodin.
4. **Apologies**
Lynton Simmons, Anja, Karl & Richard Wood, Barry Peake, Noah Dibble, Teena Simmons.
That the apologies as listed be accepted.
A Moore / I Dibble - *Carried*.
5. **Bereavements**
The meeting noted the bereavement of Mrs Mollie Kroon and stood for a moment's silence.
6. **Minutes of the Previous Meeting of 9 March 2021**
That the minutes of the Annual General Meeting on 9 March 2021 are taken as a true and correct record.
J Wood / S Simmons - *Carried*.
7. **Matters Arising from the Previous Minutes** Nil
8. **To Receive and adopt the Presidents Report**
D Wood took his Presidents Report as read.
That the Presidents Report is adopted.
D Wood / R Soffe - *Carried*
The report was opened for discussion. There was no discussion.
9. **To Receive and Adopt the Statement of Financial Performance**
C Bailey spoke to the reviewed accounts for the 2021 year, it has been a good financial year but we need to focus on income with new BreedIT costs. This was discussed by the Board today. P Goodin also spoke to the stock obsolescence regarding the Centenary Books.
That the Statements of Financial Performance and Financial Position are adopted.
C Bailey / P Penberthy - *Carried*
The report was opened for discussion. There was no discussion.
10. **Results of Director Elections**
D Wood advised the meeting that there was no Waikato based nomination for the Waikato ward, but a nomination was received for Bronwyn Brown (Southland based). As a result and with the approval of the branch, Bronwyn Brown has been appointed as Director for the Waikato ward.
R Soffe was re-elected as the Director for the Taranaki ward unopposed.
11. **Remits** There were no remits
12. **Notices of Motion**
P Goodin advised the meeting that the Notices of Motion was to deal with updating to gender neutral language and current membership types.
That Rule 5 (c) be amended as follows:
5. (c) Members of the Board of Directors will be elected in rotation every three (3) years. Sitting members will be eligible for re-election.
The secretary shall at least three months prior to the Annual General Meeting send by post to each member of the Association resident in a Ward in which an election is to be held, notice of the intended election of a member to the Board of Directors.
Any financial member of the Association resident within such Ward will be entitled to nominate any other financial member residing in that Ward, such nominee to own and be actively engaged in breeding Milking Shorthorn Cattle. Such nomination to be in writing, signed by the proposing member and the member nominated and be in the hands of the Secretary no later than the 1st day of February preceding the Annual General Meeting.

If the number of candidates does not exceed the vacancies, such candidates shall be deemed to be duly elected and reported to the Annual General Meeting and represent that Ward at subsequent meetings of the Board for the term of their election.

If the number of candidates so nominated exceeds the vacancies, the Secretary shall forthwith after closing of nomination, prepare a voting paper, approved by the Board, for each Ward in which an election is necessary and shall post one voting paper to each member resident within such Ward. Such voting paper to be returned to the Secretary by a date set by the Board.

Each **Senior, Associate, Life and Honorary Life** financial member of the Association shall have one vote and no proxy voting will be permitted.

The Board shall appoint two (2) scrutineers to count votes validly recorded and the said scrutineers shall report in writing to the Annual General Meeting, the names of the members with the highest number of votes. The case of equity of votes, the member so elected shall be decided by lot by the Chairman of the Annual General Meeting.

That Rule 5 (f) be amended as follows:

- 5.(f) The President of the Association, or in **their** absence the Vice President, shall be Chairman of all meetings of the Board of Directors and/or the Association. In their absence, members shall elect a member of the Board to preside.

That Rule 8 be amended as follows:

8. (a) Any person taking an interest in Milking Shorthorn Cattle, who shall signify to the Board **their** desire to become a member, may, at the discretion of the Board, be admitted as a member and entered on the Register of Members. The Board may refuse to admit any person as a member without giving any reason for such refusal. **Such** member shall be either an annual member or a Life member.
- (b) Persons showing **an** interest in and wishing to support the Association but who are not breeding Milking Shorthorn Cattle shall be, at the discretion of the Board, accepted as Associate Members at a lesser subscription fee as prescribed by the Board from time to time, than those persons who are breeding Milking Shorthorn Cattle. Associate members shall have full voting rights.
- (c) **Persons showing an interest in and wishing to support the Association, who may or may not be breeding Milking Shorthorn cattle, and are under the age of 18 at the commencement of their membership, shall be, at the discretion of the Board, accepted as Junior Members at a lesser subscription fee as prescribed by the Board from time to time, than those persons who are breeding Milking Shorthorn Cattle. Junior members shall have no voting rights. The Junior member on reaching 18 years of age will change to Senior or Associate member as appropriate, on the next 1 April.**
- (d) **Persons showing an interest in and wishing to support the Association, who are no longer breeding Milking Shorthorn cattle, shall be, at the discretion of the Board, accepted as Retired Members at a lesser subscription fee as prescribed by the Board from time to time, than those persons who are breeding Milking Shorthorn Cattle. Retired members shall have no voting rights.**
- (e) The Board of Directors may at any time elect as an Honorary Life Member of the Association any person whom they consider to have advanced or to be calculated to advance the objects of the Association. Honorary Life Members shall not be required to make any payments. Honorary Life Members shall be eligible to hold office and to vote at any meeting of the Association. The number of Honorary Life Members shall not be allowed to exceed five percent of the total membership of the Association at any one time.
- (f) The rights and privileges of every member of the Association shall be personal to **themselves** and shall not transferable or transmittable either by **their** own act or by operation of law.

That Rule 10 be amended as follows:

10. Any member may at any time retire **from** the Association on giving notice in writing to that effect to the Secretary provided that if an annual member **they** shall be liable and be required to pay any subscription or any other payments due by **them** at the time of **their** retirement.

That Rule 11 (a) be amended as follows:

11. (a) Any member of the Association or of the Board who shall fail in the observance of any lawful rule, regulation or by-law made by the Board, or whose conduct in any respect shall be, in the opinion of the Board, derogatory to the character or prejudicial to the objects and interests of the Association, may be expelled from membership of the Association (and if a member of the Board from the Board) by a resolution of the Board to that effect passed by a majority of at least two-thirds of such of the members of the Board as shall be present, and vote at a Special Board Meeting, of which not less than 21 days previous notice specifying the intention to propose a motion to such effect shall have been sent to all of the members of the Board, and at which not less than three members of the Board exclusive of the member whose expulsion is in question, if **they** happen to be a member of the Board, shall be present.

That Rule 11 (e) be amended as follows:

11. (e) It shall be the duty of every member of the Association to give information in writing to the Board without delay, of every case of alleged misrepresentation or inaccuracy in the particulars furnished by any Member or other person with reference to the pedigree or identity of any animal or the entry of any animal in the Herd Book, or to the notification of the birth of any animals, or

the exhibition, sale or transfer of any animal, or to the milk or butterfat yield of any cow or heifer which shall come to **their** knowledge, and to assist the Board by every means in **their** power to investigate every such case.

That Rule 16 (g) be added as follows:

16. (g) For the purposes of these Rules, any Annual, Special or Extraordinary General meeting may be held either in person or virtually at the discretion of the Board.

J Wood / B Brown - *Carried*

13. Reports

13.1 Red Breed Genetics. L Kelly took his report as printed in the Annual Report as read and opened the report for discussion. There was no discussion.

That the Red Breed Genetics Committee Report is adopted.

L Kelly / S Simmons – *Carried*.

13.2 Youth. S Simmons spoke to his report as printed in the Annual Report, new opportunities are being established including a Youth Points Competition. Discussion followed on the Youth Photo Competition.

That the Youth Report is adopted.

S Simmons / L Kelly - *Carried*.

13.3 Secretary's Report.

P Goodin took her report as read and opened it for discussion. On request, she gave an update on BreedIT developments, discussion followed.

That the Breed Secretary's report is adopted.

D Wood / R Soffe – *Carried*

14. Board Meeting Report

D Wood reported on today's Board meeting:

- Ian Dibble has retired from the Board after a long period of service to the breed, with the Boards thanks
- Exciting new face at the Board table with Bronwyn Brown
- Accepted VR Vario as an approved bull
- Initial discussions around membership pricing, to be fully reviewed once full BreedIT costs are confirmed
- Magazine will move to full colour

15. Election of Officers

D Wood vacated the chair and L Kelly called for nominations for President.

President **D Wood** C Bailey / L Kelly

There were no further nominations, D Wood was declared re-elected and resumed the chair.

Vice President **L Kelly** D Wood / A Moore

There being no further nominations, L Kelly was declared re-elected as Vice-President.

Treasurer **C Bailey** J Wood / R Soffe

There being no further nominations, C Bailey was declared re-elected as Treasurer.

Patron **D Murphy** D Wood / S Simmons

There being no further nominations, D Murphy was declared re-elected as Patron.

16. General Business

16.1 Annual Conference 2022. J Wood commented on behalf of all those present in the meeting that they are sorry they can't be in Taranaki this year following the cancellation of Conference and look forward to resuming in 2023. It's a difficult time for everyone managing through the current outbreak. D Wood advised that the Board has confirmed Taranaki for 2023 and the conference rotation will update accordingly.

That being all the business the meeting closed at 7.43 pm.

These minutes are unconfirmed and will be confirmed at the Annual General Meeting on 8 March 2023.

New Zealand Milking Shorthorn
Association (Inc)



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