

INDEPENDENT AUDITOR'S REPORT

To the Members of Hagley Park Tennis Club (Inc)

Report on the Financial Statements

I have audited the financial statements of Hagley Park Tennis Club (Inc) on pages 1 to 7, which comprise the Statement of Financial Position as at 30 April 2017, the Statement of Financial Performance, and Statement of Movements in Equity for the year then ended, and a summary of significant accounting policies and other explanatory information

Committee' Responsibility for the Financial Statements

The Committee are responsible for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand and that give a true and fair view of the matters to which they relate, and for such internal control as the Committee determine is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing (New Zealand). Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view of the matters to which they relate in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion on financial position and financial performance.

Basis for Qualified Opinion

Control over income prior to being recorded is limited, and there are no practical audit procedure I could adopt to determine the effect of this limited control.

Qualified Opinion

In my opinion, except for the effects of the matter described in the Basis for Qualified Opinion paragraph the financial statements present fairly, in all material respects, (or give a true and fair view of) the financial position of Hagley Park Tennis Club (Inc) as at 30 April 2017, and its financial performance for the year then ended.



M J Mowat
25th July 2017

Hagley Park Tennis Club (Inc)

Statement of Financial Performance

For the Year ended 30 April 2017

	Note	2,017 \$	2,016 \$
<u>Income</u>			
Subscriptions		28,344	27,963
Court Hire - Bulk Schools		16,174	27,935
Affiliation Fees		4,553	4,644
Donations & Grants	4	33,619	28,695
Green Fees & Court Hire		3,701	6,944
Interest Received		1,858	2,296
Veterans Tournament		1,747	1,860
Hire of Facilities		348	435
Refreshment and Social Functions		196	1,517
Entertainment Book Sales		260	305
T-Shirt Sales		209	383
TNZ Seniors Tournament Income		3,894	
Total Income		94,903	102,977
<u>Expenditure</u>			
Wages		21,235	36,534
Coaching and Administration	6	8,492	9,742
Affiliation Fees		4,460	4,801
Repairs - General (including carpet)		20,186	3,581
Insurance and ACC Levies		5,319	4,072
Depreciation		2,951	3,704
Rent of Ground		2,580	2,580
Electricity		2,091	1,901
Petrol and Oil		1,318	1,548
Interclub		1,039	843
General Expenses		900	1,051
Employer Expenses - Kiwisaver		494	1,250
Tennis Balls and Product		2,096	270
T-Shirt Purchases		273	318
Fertiliser, Seeds and Soil		2,465	1,829
Repairs - Mowers		5,320	100
Telephone		627	628
Security		384	416
Refreshments & Social Function Expenses		212	431
Stamps and Stationery		441	389
Website Expenses		159	159
Bank Charges			103
Hot Shot Expenses		1,949	
Total Expenditure		84,991	76,250
Net Surplus/(Deficiency) for the year		9,912	26,727

Hagley Park Tennis Club (Inc)

Statement of Financial Position As at 30 April 2017

	Note	2017	2016
		\$	\$
Current Assets			
Westpac Cheque Account No 1		42,194	41,250
Rhodes & Co - Deposits		50,000	50,000
Accounts Receivable		199	232
Prepayments		1,075	1,075
Total Current Assets		93,468	92,557
Current Liabilities			
Accounts Payable		4,642	3,174
GST Payable		1,814	4,323
Accrued Holiday Pay		1,556	
Grant Income Received in Advance			10,000
HJ Fund still to be spent	5	250	656
Loan - B Stedman	8	50,000	50,000
Loan Club Member	8	11,000	11,000
Total Current Liabilities		69,262	79,153
Net current assets surplus		24,206	13,404
Fixed Assets			
All Weather Courts			
Watering System		781	868
Floodlights		5,191	5,704
Sundry Plant		6,494	6,784
Total Fixed Assets		12,466	13,356
Net Assets		36,672	26,760
Represented by:			
Opening Members Funds		26,760	33
Surplus/(Deficiency) for the Year		9,912	26,727
Closing Members Funds		36,672	26,760

Hagley Park Tennis Club (Inc)

Statement of Movements in Equity For the Year Ended 30 April 2017

	2017	2016
	\$	\$
Net Surplus/(Deficiency) for the year	<u>9,912</u>	<u>26,727</u>
Total Recognised Revenues and Expenses for the year	9,912	26,727
Equity at beginning of the year	26,760	33
Equity at the end of the year	<u><u>36,672</u></u>	<u><u>26,760</u></u>

Hagley Park Tennis Club (Inc)

Schedule of Property, Plant & Equipment
For the Year ended 30 April 2017

	Purchase Date	Original Cost	Opening WDV	Additions/ Sales	Period Months	Depreciation Method	YTD Depn	Closing WDV
<u>Plant & Equipment</u>								
Alarm System			62		12	10.0%DV	6	56
Nets			52		12	20.0%DV	10	42
Carpet			27		12	20.0%DV	5	22
Loose Tools					12	1.00DV		
Miscellaneous Plant			151		12	10.0%DV	15	136
Tables and Chairs			25		12	20.0%DV	5	20
Court Seating	03-Oct-08	1,804	334		12	20.0%DV	69	265
Spray Units			69		12	10.0%DV	7	62
Hedge Clippers			2		12	33.0%DV	1	1
Sofas (4)			153		12	20.0%DV	31	122
Auto Hand Driers			118		12	20.0%DV	24	94
Lockers	28/01/2008	1,202	500		12	10.0%DV	50	450
Stihl Blower & Cutter	30/09/2010	2,581	3		12	67.0%DV	2	1
Protrim Petrol Mower	08/07/2011	13,364	1,155		12	40.0%DV	462	693
Fridge Freezer	05/01/2012	521	151		12	25.0%DV	38	113
Toro Greenmaster 3150 mower	05/09/2014	6,000	2,640		12	40.0%DV	1,056	1,584
Line Marker	20/10/2015	1,533	1,342		12	25.0%DV	336	1,006
Bench	19/10/2016			1,670	7	20.0%DV	195	1,475
Mower	13/02/2017			391	3	40.0%DV	39	352
			6,784	2,061			2,351	6,494
<u>Building and Fixtures</u>								
Pavilion		84,250				5.0%CP		
Floodlights			5,704		12	9.0%DV	513	5,191
Watering System			868		12	10.0%DV	87	781
<u>Courts</u>								
All Weather		8,222			12	25.0%DV		
All Weather	09/11/2009	40,720			12	25.0%DV		
Deco Turf		32,938			12	25.0%DV		
			6,572				600	5,972
Total Assets			13,356	2,061			2,951	12,466

Hagley Park Tennis Club (Inc)

Notes to the Accounts

For the Year ended 30 April 2017

1 Statement of Accounting Policies

Reporting Entity

Hagley Park Tennis Club (Inc) is registered under the Incorporated Societies Act 1908.

The financial statements of Hagley Park Tennis Club (Inc) have been prepared according to generally accepted accounting practice.

Measurement Base

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on a historical basis are followed by the Club.

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of financial performance and financial position have been applied:

A - Fixed Assets

The Club's fixed assets are valued at cost less accumulated depreciation written off to date.

B - Depreciation

Diminishing value rates of depreciation have been adopted by the Club. The Committee have allocated each asset an estimated useful life span and depreciation has been charged accordingly. Commencing 1 May 2007, depreciation claimed on the wall weather and deco courts has been changed to 25% of cost price. The Committee notes that the buildings have been fully depreciated to a book value of nil.

C - Interest

Interest from fixed deposit investments have been recognised when credited to the account or paid out.

D - Insurance

The pavilion, contents, stock and lights are covered by a replacement policy with JLT Risk Services as managing agent of Lumley General Insurance Limited as at 30 April 2017 for:

	2017	2016
	\$	\$
Buildings	750,000	507,000
Plant, contents \$ stock	97,000	97,000

E - GST

The financial statements have been prepared on a GST exclusive basis.

F - Accounts Receivable

Accounts receivable are stated at their estimated realisable value.

G - Investments

Investments have been stated at cost.

H - Income Tax

The Club has charitable status and is exempt from income tax.

Hagley Park Tennis Club (Inc)

Notes to the Accounts

For the Year ended 30 April 2017

2 Differential Reporting

The Club qualifies for differential reporting as it is not publicly accountable and is not large as defined within the terms of the Institute of Chartered Accountants Australia & NZ in the framework of differential reporting. The Club has taken advantage of all available differential reporting exemptions.

3 Changes in Accounting Policies

There has been no change in accounting policies. All policies have been applied on bases consistent with those used in the previous years.

4 Donations and Grants

	2017	2016
	\$	\$
Donations Received from Club members	6,890	9,700
Christ's College	5,000	
Pub Charity - from previous financial year - for Court Renovation	1,929	(582)
Rata Foundation 18-Feb-2015 - was Canterbury Community Trust - \$5,000.00 prepayment from FY2015 - for Court Maintenance & Interclub Program	-	5,000
Tennis Canterbury 12-May-2015 - for Maintenance of Irrigation System & Grass Courts	-	4,578
NZ Community Trust 01-Jun-2015 - for Goundsman's Wages	-	10,000
Rata Foundation 8-Mar-2016 - for Groundsman's Wages	10,000	10,000
Less portion not yet spent by year end	-	(10,000)
Southern Trust - 12 January 2017 for Nets & Tennis Balls	4,000	
Cert Grant - 30 November 2016 (Carpet)	4,000	
CCC - Hot Shots Garnt	1,800	
	\$33,619	\$28,695

Hagley Park Tennis Club (Inc)

Notes to the Accounts

For the Year ended 30 April 2017

5 HJ Fund

A fund set up by a donation from Mike Ashburn and is named after his 2 children Harry and Jade who were Juniors at the Club in 2014. He donated \$2,000 for the coaching and advancement of Juniors, in appreciation of the enjoyment his 2 children had received from the Club.

The balance of the fund now stands at \$250.

	2017	2016
6 Coaching and Administration	\$	\$
Coaching	3,287	3,933
Treasurer, Payroll and Junior Administrators	5,000	5,600
MYOB Accountitng package service fee	205	209
	<u>8,492</u>	<u>9,742</u>

7 Accounts Receivables

The balance of Accounts Receivables in 2017 includes unpaid Subscriptions which have been credited by Credit Note since balance date.

8 Capital Liabilities

Capital liabilities and their repayment terms are as follows:

	2017	2016
	\$	\$
Brian Stedman - on demand	50,000	50,000
Club Member - on demand	11,000	11,000

9 Contingent Liabilities and Commitments

There were no Contingent Liabilities or Capital Commitments at 30 April 2017.