

NEW ZEALAND SECONDARY SCHOOLS ROWING ASSOCIATION

BOARD'S FINANCE REPORT

This Board finance report covers the 12 month period from 1 September 2017 to 31 August 2018. And the comparison covers a 12 month period from 01 September 2016 to 31 August 2017.

For this report we show a profit of \$270.83.

INCOME

Subscriptions income is \$24,800 (from 155 schools @ \$160 per school). The Subscriptions Discount is -\$5,680 (142 schools @ \$40 per school).

Interest received on the Term Deposit is \$499.18. This Term Deposit is re-invested with interest every 180 days. Interest income of \$91.88 has been accrued to 31 August 2018.

The naming rights income of \$12,500 is part of the Sponsorship Management Agreement we have with Rowing NZ in relation to Aon as the Major Sponsor of Maadi. Aon remains committed to sponsoring Maadi.

EXPENDITURE

There were no bad debt expenses for the 2018 financial year.

Honorarium expense \$500.

Memberships are \$125 paid to the New Zealand Rowing Foundation and the \$287.50 Local Association levy paid to Rowing New Zealand.

In miscellaneous expenses the \$6,037.50 is a bulk purchase of Top 10 badges, which are expected to last approximately 5 years.

NZRA AGM was the cost of sending NZSSRA representatives (including our Volunteer of the Year: Sean Durkin) to the Rowing NZ AGM.

Services of \$22,500 were the Maadi 2018 Webcast and production cost contribution.

ASSETS

Term Deposit Account – This is currently invested with the BNZ for 180 days at 3.25% p.a. maturing on 24 December 2018.

LIABILITIES

There were Trade Creditors of \$6,037.50 as at the 31 August 2018 which is payable to Mayer and Toye Limited for the purchase of Top 10 Badges.

BUDGET

The following budget has been prepared based on the past 12 months' expenditure.

The budget includes Subscriptions of \$25,120 (based on 157 schools @ \$160). But it no longer includes an allowance for discounts, as those have been discontinued.

There are no lines for general operating expenses because Rowing NZ cover those.

There is another increase in the budgeted cost of the Maadi webcast services. As previously indicated NZSSRA used to pay 100% of this cost. But over time Rowing NZ has been picking up an increasing proportion of the cost. There was a significant jump in this cost after the death of Russell Baxter, which exposed the exceptional generosity of the rates he provided to NZSSRA. In the 2017-18 year NZSSRA paid 54% of the \$41,750 cost. This year we have increased that to \$30,000.

Until the annual subscriptions have been increased and NZSSRA can meet its commitments we have no funds available for Grants. The line remains in the budget as we aspire to be in a position to resume granting in the future.

The Bank Charges budget has increased by \$25 to cover transaction costs.

Memberships and Donations are our Rowing Foundation membership and the NZRA Local Association Levy.

Funds have also been budgeted so NZSSRA's delegates can attend the NZRA AGM, along with our Volunteer of the Year. And contingency has been made for costs associated with being the NZRA Local Association hosting the AGM.

Top Ten badges do not appear as an expense this year because they have been replenished and we have a 5-year supply. But Trophy Maintenance remains a standard item; in case it's needed.

The Special Projects fund has been rolled over for the new year. This is earmarked for updating our constitution when the new societies legislation is adopted.

As 2019-2020 is the year the Schools Committee is required to review the Annual Subscription the Board is directing the Schools Committee to review the 2008 decision to use annual subscription income to cover the costs of the webcast (as opposed to increasing entry fees or ceasing to film the regatta).

Income	2018 - 2019
Subscriptions - Current	\$25,120
Interest Received	\$510
Naming Rights	\$12,500
Total Income	\$38,130
Expenses	
Honorarium	\$500
Services (web cast)	\$30,000
Grants (naming rights)	\$0
Bank Charges	\$150
Bad Debts - Subscriptions	\$0
Memberships & Donations	\$550
NZRA AGM	\$4,500
Trophy Maintenance	\$1,000
Special Projects	\$1,000
Total Expenses	\$37,200
Net Profit/(Loss)	\$930

New Zealand Secondary Schools Rowing Association

Income & Expenditure: 1 September 2017 to 31 August 2018

	12 months to 31 August 2018	12 months to 31 August 2017
Income		
Subscriptions - Current	\$24,800.00	\$24,160.00
Subscriptions - Discount	(\$5,680.00)	(\$5,480.00)
Interest Received	\$499.18	\$474.71
Naming Rights	\$12,500.00	\$12,500.00
Total Income	\$32,119.18	\$31,654.71
Expenses		
Bank Charges	\$103.75	\$90.15
Grants (naming rights)	\$0.00	\$5,000.00
Honorarium	\$500.00	\$500.00
Memberships others	\$412.50	\$537.50
Miscellaneous Expense	\$6,037.50	\$41.40
NZRA AGM	\$2,294.60	\$0.00
Services	\$22,500.00	\$18,400.00
Special Projects	\$0.00	\$4,000.00
Total Expenses	\$31,848.35	\$28,569.05
Net Profit/(Loss)	\$270.83	\$3,085.66

Balance Sheet: as at 31 August 2018

	12 months to 31 August 2018	12 months to 31 August 2017
Assets		
BNZ Cheque Account	\$32,874.94	\$32,225.79
Term Deposit Account	\$15,967.89	\$15,468.71
Petty Cash	\$43.00	\$43.00
Trophies	\$1,015.50	\$1,015.50
Total Assets	\$49,901.33	\$48,753.00
Liabilities		
Trade Creditors	\$6,037.50	\$160.00
Other Creditors	\$0.00	\$5,000.00
Total Liabilities	\$6,037.50	\$5,160.00
Net Assets	\$43,863.83	\$43,593.00
Equity		
Retained Earnings	\$43,593.00	\$40,507.34
Current Earnings	\$270.83	\$3,085.66
Total Equity	\$43,863.83	\$43,593.00

Declaration of interest:

Board & Schools Committee Member, Andrew Carr-Smith, has a declared interest in rowIT Ltd, which provides IT services to rowing.

This statement of Income and Expenditure and Balance Sheet of the assets and liabilities of the Association was prepared by the Board from the books of accounts of the Association.

Signature: _____ Signature: _____ Signature: _____

Name: _____ Name: _____ Name: _____

Date: _____ Date: _____ Date: _____

1. Statement of Accounting Policies

a. Reporting Entity

The New Zealand Secondary Schools Rowing Association (NZSSRA) is an unincorporated society. NZSSRA qualifies for differential reporting because it is not publically accountable and is not classified as a large entity. NZSSRA has taken advantage of all differential reporting exemptions.

b. Measurement Base

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

Reliance is placed on the fact that the entity is a going concern.

c. Particular Accounting Policies

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

i. Accounts Receivable

Accounts receivable are stated at their estimated net realisable value.

ii. Fixed Assets and Depreciation

Fixed assets are valued at cost less aggregate depreciation. Depreciation has been calculated using the maximum rates permitted for taxation purposes.

iii. Goods and Services Tax

The Financial Statements have been prepared on a GST inclusive basis. All income and expenditure items are inclusive of GST. The entity is not registered for GST purposes.

d. Changes in Accounting Policies

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