

**SQUASH WELLINGTON DISTRICTS INC.**

**ANNUAL REPORT**

**FOR THE YEAR TO 31 DECEMBER 2020**

# **SQUASH WELLINGTON DISTRICTS INC.**

## **Compilation Report**

**For the Year Ended 31st December 2020**

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Compilation Report for the Board of SQUASH WELLINGTON DISTRICTS INC.

### **Scope**

On the basis of information you provided we have compiled, in accordance with Service Engagement Standard No. 2: Compilation of Financial Information, the financial statements of SQUASH WELLINGTON DISTRICTS INC. for the year ended 31 December 2020. These financial statements have been prepared in accordance with the policies as detailed in the notes to the financial statements.

### **Responsibilities**

You are solely responsible for the information contained in the financial statements and have determined that the accounting policies used are appropriate to meet your needs and for the purpose that the financial statements were prepared. The financial statements were prepared exclusively for your benefit. We do not accept responsibility to any other person for the contents of the financial statements.

### **No Audit or Review Engagement Undertaken**

Our procedures use accounting expertise to undertake the compilation of the financial statements from information you provided. Our procedures do not include verification or validation procedures. No audit or review engagement has been performed and accordingly no assurance is expressed.

### **Disclaimer**

As mentioned earlier in our report, we have compiled the financial information based on information provided to us which has not been subject to an audit or review engagement. Accordingly, neither we, nor any of our employees accept any responsibility for the reliability, accuracy or completeness of the compiled financial information nor do we accept any liability of any kind whatsoever, including liability by reason of negligence, to any person for losses incurred as a result of placing reliance on the compiled financial information.



S Johnston Ltd  
Chartered Accountants

Wellington  
13th March 2021

**SQUASH WELLINGTON DISTRICT INC.**  
**FINANCE REPORT**  
**FOR THE YEAR ENDED 31 DECEMBER 2020**

The reports are showing a net loss for the year to 31 December 2020 of \$5,346 (2019 year – Profit \$11,726). Net Assets totaled \$89,859 as at 31 December 2020 with bank and investment balances of \$104,244.

The loss for the year is mainly on the back of reduced funding due to Covid 19. The District Manager and Board were able to offset these losses in revenue with applying for Covid 19 wage subsidies through MSD and the resilience fund offered through Sport Wellington. Expenditure has been kept in check to match the reduced income levels. With a number of the national events being postponed or cancelled this reduced expenditure. The Statement of Financial Performance below shows the figures consolidated into groups with the detailed Profit and Loss account attached as a note providing a full breakdown of the sources of income and expenditure.

The challenge for the Board and District Manager for 2021 is being able to access Grant funding to similar levels to pre Covid. Also looking at other revenues options and growing playing numbers, to in turn increase affiliation fees. The district has reasonable cash reserves as mentioned above to invest in growth, but any significant change to Grant funding can alter the financial position very quickly, so this always needs to be factored into any planned increase in spending. The Board may need to consider targeted spending even if this results in a deficit to help to grow the sport.

**Squash Wellington District Inc.**  
**Statement of Financial Performance**  
**For the Year Ended 31 December 2020**

	Dec-20	Dec-19	Dec-18	Dec-17
<b>INCOME</b>				
Grants	9,333	46,935	44,476	35,493
Levies (refer note 2)	43,369	49,189	49,494	52,026
Sponsorship	3,389	3,190	3,014	9,702
User Fees & Charges	4,696	7,454	6,283	2,680
Community Resilience Fund	4,428	-	-	-
Covid 19 Salary Subsidy	11,716	-	-	-
Interest Income	1,516	2,131	2,153	2,114
Other Income	-	2,300	1,290	1,200
<b>Total Income</b>	<b>78,447</b>	<b>111,199</b>	<b>106,710</b>	<b>103,215</b>
<b>Less Operating Expenses</b>				
Representative Teams	15,500	22,500	22,056	15,837
Events & Competitions	20,000	19,000	22,500	27,056
Coaching	10,000	17,000	17,500	17,388
Growth	18,000	18,148	31,000	10,879
Admin & Management	20,088	22,500	23,600	21,938
<b>Total Operating Expenses</b> <b>(SEE DETAIL ATTACHED)</b>	<b>83,588</b>	<b>99,148</b>	<b>116,656</b>	<b>93,098</b>
<b>Profit Before F/Asset Charges</b>	<b>(5,141)</b>	<b>12,051</b>	<b>(9,946)</b>	<b>10,117</b>
Less Fixed Asset Charges	205	325	526	543
<b>NET PROFIT (LOSS)</b>	<b>(5,346)</b>	<b>11,726</b>	<b>(10,472)</b>	<b>9,574</b>

Read in conjunction with the notes and the detailed Profit & Loss report.

**Squash Wellington District Inc.**  
**Movements in Equity**  
**For the Year Ended 31 December 2020**

	Dec-20	Dec-19	Dec-18	Dec-17
Equity at Start of Period	95,205	83,479	93,950	84,376
Net Profit (Loss)	(5,346)	11,726	(10,472)	9,574
<b>Equity at End of Period</b>	<b>89,859</b>	<b>95,205</b>	<b>83,479</b>	<b>93,950</b>

Read in conjunction with the notes and the detailed Profit & Loss report.

**Squash Wellington District Inc.**  
**Statement of Financial Position**  
**As at 31 December 2020**

	Dec-20	Dec-19	Dec-18	Dec-17
<b>Equity</b>				
Opening Members Equity	95,205	83,479	93,950	84,376
Retained Earnings for Year	(5,346)	11,726	(10,472)	9,574
<b>TOTAL EQUITY</b>	<b>89,859</b>	<b>95,205</b>	<b>83,479</b>	<b>93,950</b>
<i>Represented By</i>				
<b>Current Assets</b>				
Westpac Current & Credit Card	29,480	1,528	9,418	6,592
Westpac Savings & Term Deposit	69,722	68,244	71,412	83,964
Booster Investment	5,042	15,009	-	-
Accruals / Payments in Advance	533	10,178	24	23
Inventory / Equipment on Hand	550	2,490	1,600	2,400
GST Balance	1,355	1,087	656	1,867
<b>Total Current Assets</b>	<b>106,682</b>	<b>98,537</b>	<b>84,397</b>	<b>94,846</b>
Fixed Assets as per Schedule	338	543	868	1,394
<b>Total Assets</b>	<b>107,020</b>	<b>99,080</b>	<b>85,265</b>	<b>96,240</b>
<b>Current Liabilities</b>				
Accounts Payable	494	3,875	1,786	2,290
Other Payables & Accruals	16,667	-	-	-
<b>Total Current Liabilities</b>	<b>17,161</b>	<b>3,875</b>	<b>1,786</b>	<b>2,290</b>
<b>NET ASSETS</b>	<b>89,859</b>	<b>95,205</b>	<b>83,479</b>	<b>93,950</b>

Read in conjunction with the notes and the detailed Profit & Loss report.

**Squash Wellington Districts Inc.**  
**Statement of Accounting Policies and Notes to the Accounts**  
**For the Year Ended 31st December 2020**

Squash Wellington Districts (Inc) ("The Association") is incorporated under the Incorporated Societies Act 1908. The Association runs squash in the Wellington district, and reports to the members of the Association.

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice applying the framework of Differential Reporting. The Association is a not for profit entity. The financial statements are prepared in New Zealand dollars.

**Change of Balance Date**

A balance date change from 30 September to 31 December was approved in 2015 with the first financial statements prepared to 31 December 2015, being for a period of 15 months.

**General Accounting Policies**

The measurement base adopted is that of historical cost. Reliance is placed on the fact that the Association is a going concern. Accrual accounting is used to match expenses with revenues.

**Accounting Policies**

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

- Accounts receivable are shown at their net realisable value.
- The entity is registered for GST. The financial statements have been prepared on a GST exclusive basis with the exception of accounts receivable and accounts payable which are shown inclusive of GST.

**Revenue**

Revenue is recognised on an accrual basis, with revenue recognised in the period to which it is earned.

**Tax**

The Association is exempt from income tax as a result of its incorporated society/charitable status.

**Fixed Assets and Depreciation**

Fixed assets are initially carried at cost and depreciated as per the attached schedule. Depreciation is calculated on a diminishing value basis to allocate the cost of an asset over its useful life. The estimated useful lives are as follows:

- |                              |             |
|------------------------------|-------------|
| • Vehicle                    | 3 – 4 years |
| • Computer & Video Equipment | 2 – 3 years |
| • Squash Coaching Equipment  | 1 – 2 years |

**Changes in Accounting Policies**

All accounting policies have been applied consistently with those in the previous financial year.

**Differential Reporting**

The Incorporation qualifies for differential reporting as it is not publically accountable and is not considered large. All applicable differential report exemptions have been applied.

**Contingent Liabilities**

At balance date there are no contingent liabilities (2019 year - \$-).

As at 31 December 2017 a \$20,000 pledge had been made to support the new sports centre to be constructed at Fraser Park by Fraser Park Sportville. The pledge was conditional on the design incorporating 6 squash courts, inclusive of 4 doubles squash courts. The \$20,000 was paid on 6 December 2018 providing extra support to an additional \$300,000 grant from Pelorus Trust, funded through Squash NZ.

**Squash Wellington Districts Inc.**  
**Statement of Accounting Policies and Notes to the Accounts**  
**For the Year Ended 31st December 2020**

**NOTE 2 - Other Payables and Accruals:** This amount of income in advance relates to a Lion Foundation Grant received towards the District Manager salary. The grant for \$20,000 applies to the 6 month period from December 2020 to May 2021. We have accounted for \$3,333 in 31/12/2020.

**NOTE 3 - Affiliation Fees & Statistics for the 2020 Season**

Club	Courts	2020 SWD LEVY \$ (exc gst)	2019 SWD LEVY \$ (exc gst)
Club Kelburn	8	1,991	2,564
Hutt City	6	6,102	6,650
Island Bay	3	3,229	2,950
Kapiti	3	3,453	4,150
Khandallah	4	3,623	4,350
Mana	3	4,169	4,250
Martinborough	2	2,818	3,400
Masterton	4	1,949	2,100
Otaki	3	530	625
Red Star	3	3,242	4,075
Tawa	3	5,424	6,350
Thorndon	4	3,093	3,575
Upper Hutt	3	1,992	2,500
Wainuiomata	3	1,754	1,650
<b>Totals: 14 Clubs</b>	<b>52</b>	<b>\$43,369</b>	<b>\$49,189</b>

The 2020 Levy was based on 2019 Grading List Numbers at a Senior player rate of \$50.85 (2019 year - \$50) and Junior player rate of \$25.42 (2019 year - \$25) and incorporates club interclub fees. Credit notes were issues to provide relief for 2 months period relating to Covid 19 lockdown.

***Signed on behalf of Squash Wellington Districts Inc. by:***

**Ann Smith**  
**Chairperson**

**Brad Watts**  
**Finance Board Member**

## For the Year Ended 31st December 2020

**TOTAL**



# Profit & Loss

## SQUASH WELLINGTON DISTRICTS INC. For the 12 months ended 31 December 2020

	Dec-20	Dec-19	Dec-18	Dec-17
<b>Income</b>				
<b>GROSS PROFIT</b>	-	-	-	-
<b>Other Income</b>				
Club K Affiliation	1,991	2,564	2,544	3,626
Club Levy - Affiliation Fees	41,378	46,625	46,950	48,400
Community Resilience Fund	4,428	-	-	-
Grant - Infinity Foundation (HP Funding)	6,000	6,000	5,000	6,000
Grant - Lion Foundation (Willie's Salary)	3,333	20,000	20,000	10,000
Grant - NZ Community Trust (Willie's Salary)	-	10,000	10,000	10,000
Grant - Pelorus Trust (Masters Nationals)	-	5,000	939	-
Grant - Pelorus Trust (Senior Nationals)	-	-	-	1,658
Grant - Pelorus Trust (Wgtn Senior and Junior Opens)	-	-	2,500	2,500
Grant - Pub Charity (Junior Nationals)	-	-	1,800	1,000
Grant - Pub Charity (Senior Nationals)	-	-	4,237	-
Grant Infinity Foundation (Junior Nationals)	-	3,934	-	4,335
Grant Infinity Foundation (Senior Nationals)	-	2,000	-	-
Interest Income	1,516	2,131	2,153	2,114
Miscellaneous Income	-	-	143	-
MSD Covid 19 Salary Subsidy	11,716	-	-	-
Player Contributions (Nationals and Squads)	4,696	7,454	6,283	2,255
Schools Contributions	-	-	-	424
Sponsorship	3,389	3,190	3,014	9,702
Squash NZ - Coachforce & Coach Funding	-	2,300	1,148	1,200
<b>Total Other Income</b>	<b>78,447</b>	<b>111,199</b>	<b>106,710</b>	<b>103,215</b>
<b>Less Operating Expenses</b>				
Accident Compensation Levy	281	375	404	434
Accommodation	3,391	7,944	5,958	3,478
Accounting Services	980	880	880	880
AGM, Annual Award & Board Expenses	4,086	2,946	2,771	3,202
Apparel Expenses	1,940	1,438	1,353	2,767
Bank Fees and Charges	58	73	74	60
CFT - Sportsville donation	-	-	20,000	-
Coachforce Module Costs	-	-	300	519
Contract Services - Regional Coaches	3,528	7,372	8,226	6,869
Depreciation	205	325	526	303
Entry Fees (Wgtn District Teams)	3,683	2,726	2,361	1,552
Inland Revenue Charges	346	92	66	-
Interclub Convenor Fees	-	1,400	1,400	1,400
Loss on Scrapping Fixed Assets	-	-	-	240
Motor Vehicle Expenses	1,054	3,202	3,311	2,837
Printing, Postage and Stationery	57	126	163	443
Promotion / Marketing	1,248	-	-	-

# Profit & Loss

	<b>Dec-20</b>	<b>Dec-19</b>	<b>Dec-18</b>	<b>Dec-17</b>
Salary - District Manager	54,529	54,529	54,529	54,529
Squash in Schools and Microcourt costs	-	-	-	3,879
Super Champs Contribution - Teams and Individuals	1,400	3,000	3,000	3,043
Telephone and Tolls	825	989	939	939
Travelling Expenses (National Events)	4,885	8,667	7,357	3,040
Venue Hire (Wgtn Open Events)	783	2,561	2,935	2,935
Website & Computer Expenses	516	827	629	290
<b>Total Operating Expenses</b>	<b>83,793</b>	<b>99,473</b>	<b>117,182</b>	<b>93,640</b>
<b>NET PROFIT</b>	<b>(5,346)</b>	<b>11,726</b>	<b>(10,472)</b>	<b>9,574</b>