

University Sport New Zealand Inc.
Financial Statements
For the Year Ended 31st December 2003

University Sport New Zealand Inc.
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For the Year Ended 31st December 2003

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University Sport New Zealand Inc.
Directory
As At 31st December 2003

Executive Director

President H Hopkinson

Treasurer A Campbell

Accountants Curtis McLean Limited

Auditors Grant Thornton

Bankers ASB Bank Limited

University Sport New Zealand Inc.
Statement of Financial Performance
For the Year Ended 31st December 2003

	Note	Budget	2003	2002
Income				
Grants		45,000	59,975	45,000
Sponsorship		-	-	30,000
Levies		156,820	160,077	190,192
NZ University Blues		4,000	11,319	5,866
NZ University Games		170,000	153,177	120,156
International Competition		-	213,166	2
National Competition		-	20,010	-
Interest Received		7,000	5,894	7,831
Other Income		-	638	4,743
Rental Income		-	8,960	8,973
Total Income		382,820	633,216	412,763
Less: Expenses				
Administration	2	174,820	200,187	219,427
International Competition	3	-	205,945	-
National Competition	4	8,000	28,936	4,741
NZ University Blues	5	11,000	14,860	18,972
NZ University Games	6	154,700	142,665	131,460
Training & Development	7	9,000	22,483	14,503
Sports Council Grants	8	10,000	4,841	13,026
Total Expenses		367,520	619,917	402,129
Net Surplus For Year		\$ 15,300	\$ 13,299	\$ 10,634

University Sport New Zealand Inc.
Statement of Movements in Equity
For the Year Ended 31st December 2003

	2003	2002
Opening Accumulated Funds	118,609	107,976
Plus:		
Net Surplus for Year	13,299	10,633
Accumulated Funds as at 31st December 2003	<u>\$131,908</u>	<u>\$118,609</u>

University Sport New Zealand Inc.
Statement of Financial Position
As At 31st December 2003

	Note	2003	2002
Current Assets			
Cash on Hand		-	14
ASB Bank Ltd		59,225	60,912
ASB Bank Ltd - Games Account		3,841	2,071
ASB Bank Ltd - Term Deposit		95,003	125,025
Resident Withholding Tax		20	20
Accounts Receivable		2,257	2,865
Prepayments		3,256	21,952
Visa Account		12	-
Goods and Services Tax			2,546
		-----	-----
Total Current Assets		163,614	215,405
Fixed Assets	10	5,368	11,128
		-----	-----
Total Assets		168,982	226,533
Less Liabilities:			
Current Liabilities			
Accounts Payable		13,685	19,367
Unearned Income		-	68,000
Visa Account			1,323
Sports Council Liabilities		19,733	19,234
Goods and Services Tax		3,656	
		-----	-----
Total Current Liabilities		37,074	107,924
		-----	-----
Total Liabilities		37,074	107,924
		-----	-----
Net Assets		\$131,908	\$118,609
		-----	-----
Represented By:			
Accumulated Funds as at 31st December 2003		\$131,908	\$118,609
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For and on Behalf of the Board

_____ **Executive Director**

_____ **President**

_____ **Date**

University Sport New Zealand Inc.
Statement of Cashflows
For the Year Ended 31st December 2003

	2003	2002
Cashflows from Operating Activities		
Cash was Provided From:		
Receipts from Levies	160,449	188,713
Receipt of GST	6,398	-
Interest Received	6,084	7,642
Sports Council Liabilities	-	19,233
Other Income	173,290	257,740
	346,221	473,328
Cash was Distributed To:		
Payments to Suppliers and Employees	376,175	402,751
GST Paid	-	5,974
	376,175	408,725
Net Cashflows from Operating Activities	(29,954)	64,603
Cashflows from Investing Activities		
Cash was Distributed To:		
Payment of Resident Withholding Tax	-	-
Purchase of Fixed Assets	-	2,910
Net Cashflows from Investing Activities	-	2,910
Net Increase (Decrease) in Cash Held	(29,954)	61,693
Add: Opening Cash Balance	188,023	126,330
Closing Cash Carried Forward	\$158,069	\$188,023
Closing Cash Comprises		
Cash on Hand	-	15
ASB Cheque Account	59,225	60,912
ASB Games Account	3,841	2,071
Term Deposit	95,003	125,025
Cash at end of year	\$158,069	\$188,023

University Sport New Zealand Inc.
Notes to the Financial Statements
For the Year Ended 31st December 2003

1. Accounting Policies

Reporting Entity

The Financial Statements have been prepared in accordance with the requirements of the Constitution of University Sport New Zealand Inc. and generally accepted accounting principles. University Sport New Zealand Inc. is an Incorporated Society under the Incorporated Societies Act 1908.

Measurement Base

The accounting base recognised as appropriate for the measurement and reporting of results and the financial position, unless otherwise stated, is historic cost.

Specific Accounting Policies

The following are the particular accounting policies which have a material effect on the measurement of results and financial position.

Going Concern

The Financial Statements are prepared on a going concern basis, the validity of which depends on future funding being available. University Sport New Zealand Inc. is reliant upon the ongoing financial support of the seven student bodies. The Executive are of the opinion this financial support will be available for the subsequent year.

Differential Reporting

University Sport New Zealand Inc. qualifies for differential reporting because it is not publicly accountable and it is not deemed to be large. University Sport New Zealand Inc. has taken advantage of all differential reporting exemptions available except in respect of FRS-10.

Accounts Receivable

Accounts Receivable are valued at expected realisable value.

Stock

Stock is valued at the lower of cost using a first-in-first-out basis and net realisable value. In arriving at net realisable value an allowance has been made for obsolescence and deterioration.

Depreciation

Fixed Assets have been depreciated using the following rates:

Computer Equipment	20.0% - 36.0%	Straight Line
Furniture & Equipment	13.0% - 28.8%	Straight Line
Leasehold Improvements	11.4%	Diminishing Value

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

Fixed Assets

Fixed Assets are recorded at cost less depreciation to date.

Goods and Services Tax

The Financial Statements have been prepared on a Goods and Services Tax exclusive basis. The GST payment due at Balance Date is included in Current Liabilities.

Changes in Accounting Policies

There have been no changes in accounting policies during the year. All policies have been applied on a basis consistent with previous years.

	Budget	2003	2002
2. Administration			
ACC Levies	750	2,173	1,213
Accounting Fees	5,000	10,722	10,420
Audit Fees	4,500	5,009	4,918
Bad Debts	-	1,024	2,316
Bank Fees & Interest	350	315	383
Depreciation	5,000	5,760	7,821
Electricity	500	292	165
General Expenses	1,750	372	1,577
Honoraria	5,000	1,243	3,926
Insurance	1,750	1,858	1,554
Consultancy	-	8,027	-
IT Costs	4,000	2,516	4,678
IRD Penalties	-	69	103
Legal Fees	4,000	37,104	22,982
Maintenance	200	-	65
Marketing	2,000	874	371
Memberships	750	861	717
Petty Cash	-	-	85
Photocopying	1,000	1,217	1,098
Postage & Couriers	1,000	508	858
Press Clippings	1,250	1,230	1,107
Recruitment	500	4,142	584
Rent	11,560	20,833	20,556
Salaries	110,000	76,574	104,914
Staff Training	500	428	1,093
Stationery	2,000	770	2,261
Telecommunications	7,000	8,585	13,090
Travel	460	1,521	890
Travel - Executive	4,000	3,584	7,806
Wages - Temporary Staff	-	2,576	1,878
Total Administration Expenses	\$ 174,820	\$ 200,187	\$ 219,429

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

	Budget	2003	2002
3. International Competition			
Summer Universiade	-	3,143	-
Competitors Entries - Winter	-	8,660	-
Accommodation - Summer	-	55,900	-
Flights - Summer	-	96,915	-
Insurance - Summer	-	5,227	-
Registration - Summer	-	2,316	-
Uniforms - Summer	-	11,761	-
Travel - Winter	-	6,842	-
Miscellaneous Expenses - Winter	-	489	-
Universiade - Refunds	-	9,047	-
Misc Expenses - Universiade	-	5,645	-
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Total International Competition Expenses	\$ -	\$ 205,945	\$ -
	<hr/>	<hr/>	<hr/>
4. National Competition			
Cricket Tournament	1,250	-	2,000
Winter Games	3,250	29,380	1,914
Tertiary Rowing	2,500	(444)	827
Kapa Haka	1,000	-	-
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Total National Competition Expenses	\$ 8,000	\$ 28,936	\$ 4,741
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5. NZ University Blues			
Catering & Venue	4,500	5,952	6,536
Entertainment	1,000	1,240	2,903
Miscellaneous	250	750	1,272
Panel	500	505	672
Transport	-	772	899
Trophies & Scrolls	4,750	5,641	6,690
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Total NZ University Blues Expenses	\$ 11,000	\$ 14,860	\$ 18,972
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University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

	Budget	2003	2002
6. NZ University Games			
Administration	7,700	4,916	3,818
Functions & Ceremonies	27,000	19,696	22,364
Human Resources	36,100	44,079	34,582
Medical	1,500	1,108	774
Marketing	13,400	8,255	8,496
Sports Events	55,000	38,361	48,243
Transport	6,500	16,032	6,285
Volunteers	7,500	10,218	6,898
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Total NZ University Games Expenses	\$ 154,700	\$ 142,665	\$ 131,460
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7. Training & Development			
Accommodation & Food - CDO	-	880	1,429
General Expenses - Executive	1,000	1,518	2,685
General Meetings	500	668	268
General Expenses - SA's	-	169	345
Meeting Expenses	-	840	-
General Expenses - CDO	1,000	64	647
Telecommunications	-	670	-
Travel - CDO	3,000	2,317	2,147
Travel - SA's	-	341	-
Travel to Constituents	3,500	866	6,982
Hui	-	14,150	-
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Total Training & Development Expenses	\$ 9,000	\$ 22,483	\$ 14,503
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8. Sports Council			
Debating	1,250	-	560
Fencing	-	(133)	-
Hockey	1,250	178	1,880
Rowing	1,250	1,940	4,382
Shooting	1,250	-	500
Soccer - Mens & Womens	1,250	778	3,040
Squash	1,250	-	1,292
Touch Rugby	1,250	1,500	50
Golf	1,250	578	1,322
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Total Sports Council Expenses	\$ 10,000	\$ 4,841	\$ 13,026
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University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

9. Taxation

University Sport New Zealand is exempt from income tax under section CB 4 (i) of the Income Tax Act 1994 due to its status as an amateur sports body.

10. Fixed Asset Schedule

The following gives details of the cost of assets and depreciation written off to date:

<u>This Year</u>	<u>Cost or Valuation</u>	<u>Depreciation For Year</u>	<u>Accumulated Depreciation</u>	<u>Book Value 2003</u>
Computer Equipment	33,316	4,025	30,912	2,404
Office Furniture & Equipment	48,452	1,687	45,864	2,588
Leasehold Improvements	534	48	158	376
	<u>82,302</u>	<u>5,760</u>	<u>76,934</u>	<u>5,368</u>

<u>Last Year</u>	<u>Cost or Valuation</u>	<u>Depreciation For Year</u>	<u>Accumulated Depreciation</u>	<u>Book Value 2002</u>
Computer Equipment	33,316	5,091	26,887	6,429
Office Furniture & Equipment	48,452	2,676	44,177	4,275
Leasehold Improvements	534	54	110	424
	<u>82,302</u>	<u>7,821</u>	<u>71,174</u>	<u>11,128</u>

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

11. Cash Flow Reconciliation

	2003	2002
Net Surplus (Deficit) for Year (as per Statement of Financial Performance)	13,299	10,634
Plus:		
Net Decrease in Interest Receivable	-	-
Net Decrease in Stock on Hand	-	-
Net Increase in Income in Advance	-	43,000
Net Increase in Accounts Payable	-	-
Net Increase in Sports Council Liabilities	-	19,233
Net Receipt of GST	6,398	-
Net Decrease in Accounts Receivable & Prepayments	18,474	11,144
Depreciation	5,760	7,821
	30,632	81,198
	43,931	91,832
Less:		
Net Decrease in Accounts Payable	3,890	21,255
Net Decrease in Income in Advance	68,000	-
Net Payment of GST	-	5,974
Net Decrease in Sports Council Liabilities	1,995	-
	73,885	27,229
Net Cash Flows From Operating Activities	<u>\$(29,954)</u>	<u>\$64,603</u>
(as per Cash Flow Statement)		

12. Contingent Liabilities and Capital Commitments

The Society is liable for the sublease of the current premises situated at 73-89 Boulcott Street, Wellington.

	2003	2002
Within 1 year	20,807	20,807
1 - 2 years	1,734	20,807
3 - 5 years	-	1,734

At Balance Date the Company had no other capital commitments or contingent liabilities (2002 Nil).

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2003

13. Nature of Business

University Sport New Zealand is one of two national University Student Bodies. University Sport New Zealand is supported both financially, through student levies and actively by student participation in university tournaments, USNZ tours and coaching activities, and the World Student Games.

University Sport New Zealand administers the affairs and oversees the programmes of these tournaments and events.