

University Sport New Zealand Inc.
Financial Statements
For the Year Ended 31st December 2005

University Sport New Zealand Inc.
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For the Year Ended 31st December 2005

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University Sport New Zealand Inc.
Directory
As At 31st December 2005

Executive Director	J Ellis
President	H Hopkinson
Treasurer	I Galloway
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 2005

	Note	Budget	2005	2004
Income				
Grants		45,000	67,500	22,500
Sponsorship		15,000	-	-
Levies		208,276	208,276	200,874
NZ University Blues		8,000	11,789	8,971
NZ University Games		175,000	160,828	137,539
International Competition	2	-	447,980	-
National Competition	3	-	44,609	40,191
Interest Received		10,000	18,646	11,245
Other Income		1,000	-	2,048
Rental Income		-	-	747
Total Income		<u>462,276</u>	<u>959,628</u>	<u>424,115</u>
Less: Expenses				
International Competition	4	8,000	420,657	8,833
National Competition	5	27,000	54,980	47,520
Administration	6	219,300	236,572	168,685
NZ University Blues	7	17,000	24,367	20,497
NZ University Games	8	160,000	137,243	100,481
Training & Development	9	15,000	12,812	9,628
Sports Council Grants	10	17,500	12,166	11,655
Total Expenses		<u>463,800</u>	<u>898,797</u>	<u>367,299</u>
Net Surplus (Loss) before Transfer to Reserves		(1,524)	60,831	56,816
Less:				
Transfer to WUSG Reserve		-	41,853	-
Net Surplus after Transfer to Reserves		<u>\$ (1,524)</u>	<u>\$ 18,978</u>	<u>\$ 56,816</u>

University Sport New Zealand Inc.
Statement of Movements in Equity
For the Year Ended 31st December 2005

	2005	2004
Opening Accumulated Funds	188,724	131,908
Plus:		
Net Surplus before Transfers to Reserves	18,978	56,816
World University Summer Games Reserve	41,853	-
Accumulated Funds as at 31st December 2005	<u>\$249,555</u>	<u>\$188,724</u>

University Sport New Zealand Inc.
Statement of Financial Position
As At 31st December 2005

	Note	2005	2004
Current Assets			
ASB Bank Ltd	21,864		33,800
ASB Bank Ltd - International Account	663		251
ASB Bank Ltd - Term Deposit	277,912		200,000
Resident Withholding Tax	20		20
Accounts Receivable	876		256
Interest Receivable	2,576		2,287
Prepayments	-		17,384
Goods and Services Tax			84
		_____	_____
Total Current Assets		303,911	254,082
Fixed Assets	12	8,540	5,053
		_____	_____
Total Assets		312,451	259,135
Less Liabilities:			
Current Liabilities			
Accounts Payable	25,202		40,684
Holiday Pay Accrual	5,787		-
Income in Advance	1,500		10,752
Sports Council & International Liabilities	25,445		18,975
Goods and Services Tax	4,962		
		_____	_____
Total Current Liabilities		62,896	70,411
		_____	_____
Total Liabilities		62,896	70,411
		_____	_____
Net Assets		\$249,555	\$188,724
		_____	_____
Represented By:			
Accumulated Funds as at 31st December 2005		207,702	188,724
World University Summer Games Reserve		41,853	-
		_____	_____
Total Accumulated Funds as at 31st December 2005		\$249,555	\$188,724
		_____	_____

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 2005

	2005	2004
Cashflows from Operating Activities		
Cash was Provided From:		
Receipts from Levies	224,756	202,624
Receipt of GST	4,694	-
Interest Received	18,356	8,957
Sports Council Liabilities	-	-
Other Income	727,007	174,682
	974,813	386,263
Cash was Distributed To:		
Payments to Suppliers and Employees	901,484	304,061
GST Paid	-	2,643
	901,484	306,704
Net Cashflows from Operating Activities	73,329	79,559
Cashflows from Investing Activities		
Cash was Distributed To:		
Payment of Resident Withholding Tax	-	-
Purchase of Fixed Assets	6,941	3,577
Net Cashflows from Investing Activities	(6,941)	(3,577)
Net Increase (Decrease) in Cash Held	66,388	75,982
Add: Opening Cash Balance	234,051	158,069
Closing Cash Carried Forward	\$300,439	\$234,051
Closing Cash Comprises		
Cash on Hand	-	-
ASB Cheque Account	21,864	33,800
ASB Games Account	663	251
Term Deposit	277,912	200,000
Cash at end of year	\$300,439	\$234,051

University Sport New Zealand Inc.
Notes to the Financial Statements
For the Year Ended 31st December 2005

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 ten 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.

Depreciation

Fixed Assets have been depreciated using the following rates:

Computer Equipment	20.0% - 36.0%	Straight Line
	48.0%	Diminishing Value
Furniture & Equipment	13.0% - 28.8%	Straight Line
	18.0% - 60.0%	Diminishing Value
Leasehold Improvements	11.4%	Diminishing Value

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

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	2005	2004
2. International Competition			
World University Summer Games	-	444,040	-
World University Winter Games	-	3,940	-
International Representation	-	-	-
	<hr/>	<hr/>	<hr/>
Total International Competition Income	\$ -	\$ 447,980	\$ -
	<hr/>	<hr/>	<hr/>
3. National Competition			
Bersatu Games	-	-	-
NZU Cricket Tournament Income	-	4,322	-
NZU Winter Games	-	40,287	40,191
NZU Winter Games	-	-	-
NZU Rowing	-	-	-
Maori Sports Event	-	-	-
Regional Competition	-	-	-
NZU Debating	-	-	-
Snow Games	-	-	-
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Total National Competition Income	\$ -	\$ 44,609	\$ 40,191
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4. International Competition			
World University Summer Games	4,250	410,522	5,256
World University Winter Games	1,750	7,440	3,577
International Representation	2,000	2,695	-
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Total International Competition Expenses	\$ 8,000	\$ 420,657	\$ 8,833
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University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

	Budget	2005	2004
5. National Competition			
Bersatu Games	-	-	1,000
NZU Cricket Tournament	2,000	6,190	17
NZU Winter Games	5,000	44,300	39,226
NZU Rowing	2,000	239	1,166
Maori Sports Event	2,000	-	5,000
Regional Competition	10,000	3,873	-
NZU Debating	1,000	378	-
Fijian Games	-	-	1,111
NZU Swimming	2,000	-	-
External Events Grant	3,000	-	-
Total National Competition Expenses	\$ 27,000	\$ 54,980	\$ 47,520
6. Administration			
ACC Levies	1,250	1,109	(478)
Accounting Fees	9,000	10,626	10,109
Audit Fees	6,000	5,000	6,040
Bank Fees & Interest	350	496	300
Depreciation	5,000	3,454	3,892
Office Utilities	500	1,971	700
General Expenses	1,000	1,624	670
Executive General Expenses	3,000	2,691	4,277
Executive Honorarium	11,000	12,631	8,900
Insurance	2,000	1,937	2,211
IT Costs	2,500	2,928	12,321
IRD Penalties	-	-	55
Legal Fees	3,000	1,478	4,270
Office Maintenance	200	103	-
Marketing	5,000	2,030	3,582
Memberships	750	499	500
Petty Cash	-	97	-
Photocopying	500	722	224
Postage & Couriers	500	215	790
Press Clippings	500	-	1,065
Recruitment	1,000	3,733	25,391
Office Rent	20,000	19,860	20,331
Salaries	130,000	144,839	49,987
Staff Training	2,000	1,504	(48)
Stationery	1,500	1,391	3,160
Telecommunications	7,000	10,244	6,750
Staff Travel & Meetings	3,000	204	2,670
Sub-Committee Expenses	2,250	2,588	-
Wages - Temporary Staff	500	2,509	640
Stock Write-Off	-	89	-
Loss on Sale of Fixed Assets	-	-	376
Total Administration Expenses	\$ 219,300	\$ 236,572	\$ 168,685

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

	Budget	2005	2004
7. NZ University Blues			
Travel	3,500	369	3,142
Audio-Visual	1,000	3,548	-
Catering	5,000	9,821	-
Venue	1,000	1,000	7,144
Trophies & Scrolls	2,500	7,213	5,275
Panel Meeting Costs	500	614	968
Entertainment & Speakers	3,000	1,460	3,366
Miscellaneous	500	342	602
	<hr/>	<hr/>	<hr/>
Total NZ University Blues Expenses	\$ 17,000	\$ 24,367	\$ 20,497
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8. NZ University Games			
Administration	20,000	3,686	13,187
Functions & Ceremonies	20,000	36,046	17,069
Human Resources	30,000	29,231	33,698
Medical	5,000	3,144	433
Marketing	16,000	20,160	5,124
Pre-Games Costs	-	4,087	-
Sports Events	60,000	37,272	22,731
Transport	5,000	1,856	5,827
Volunteers	4,000	1,761	2,412
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Total NZ University Games Expenses	\$ 160,000	\$ 137,243	\$ 100,481
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9. Training & Development			
CDO Training & Development	4,000	7,631	1,444
USNZ General Meetings	-	1,551	1,946
Presidents' Induction	-	2,868	3,921
Venue & Equipment Hire	-	-	666
Travel to Constituents	-	-	1,416
On-campus liaison/development	5,000	711	235
Sports Council Training	2,000	51	-
Recreation Campaign	2,000	-	-
Schools Sport Liason	2,000	-	-
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Total Training & Development Expenses	\$ 15,000	\$ 12,812	\$ 9,628
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University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

	Budget	2005	2004
10. Sports Council			
Basketball	1,000	-	-
Debating	2,000	-	-
Fencing	2,000	-	1,549
Hockey	2,000	2,000	2,000
Rowing	2,000	2,000	2,000
Rugby Union	500	51	-
Shooting	500	44	50
Soccer	2,000	2,071	1,778
Touch Rugby	2,000	-	1,778
Volleyball	1,000	2,000	-
Golf	2,000	2,000	2,000
Rugby League	500	2,000	500
Total Sports Council Expenses	\$ 17,500	\$ 12,166	\$ 11,655

11. 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.

12. 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 2005</u>
Computer Equipment	42,119	2,666	35,847	6,272
Office Furniture & Equipment	50,543	788	48,275	2,268
	<u>92,662</u>	<u>3,454</u>	<u>84,122</u>	<u>8,540</u>
<u>Last Year</u>	<u>Cost or Valuation</u>	<u>Depreciation For Year</u>	<u>Accumulated Depreciation</u>	<u>Book Value 2004</u>
Computer Equipment	37,048	2,269	33,181	3,867
Office Furniture & Equipment	48,673	1,623	47,487	1,186
	<u>85,721</u>	<u>3,892</u>	<u>80,668</u>	<u>5,053</u>

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

13. Cash Flow Reconciliation

	2005	2004
Net Surplus (Deficit) for Year (as per Statement of Financial Performance)	18,978	56,816
Plus:		
Transfer to WUSG Reserve	41,853	-
Net Decrease in Interest Receivable	-	-
Net Increase in Income in Advance	-	10,752
Net Increase in Accounts Payable	-	28,150
Net Increase in Sports Council Liabilities	12,257	-
Net Receipt of GST	4,694	-
Net Decrease in Accounts Receivable & Prepayments	16,736	-
Depreciation	3,454	3,892
	78,994	42,794
	97,972	99,610
Less:		
Net Increase in Interest Receivable	289	2,287
Net Increase in Accounts Receivable & Prepayments	-	12,253
Net Decrease in Accounts Payable	15,102	-
Net Decrease in Income in Advance	9,252	-
Net Payment of GST	-	2,643
Net Decrease in Sports Council Liabilities	-	2,868
	24,643	20,051
Net Cash Flows From Operating Activities	\$73,329	\$79,559
(as per Cash Flow Statement)		

14. Contingent Liabilities and Capital Commitments

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

	2005	2004
Within 1 year	-	1,734
1 - 2 years	-	-
3 - 5 years	-	-

At Balance Date the Society had no other capital commitments or contingent liabilities (2004 Nil).

University Sport New Zealand Inc.
Notes to the Financial Statements (Continued)
For the Year Ended 31st December 2005

15. Subsequent Events

On 24/03/2006 University Sport New Zealand entered into a finance lease with Fuji Xerox New Zealand Limited. This lease is for a term of 36 months at \$131 per month (excl GST).

16. 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 University Games.

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