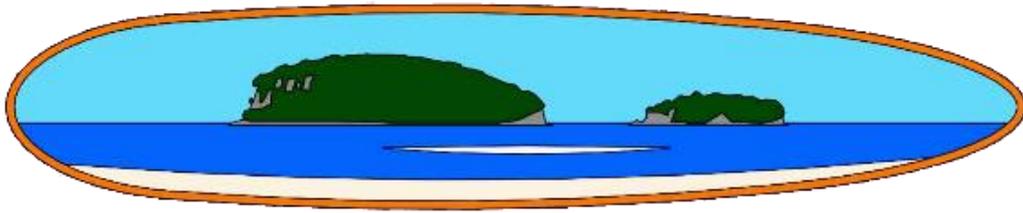


Whangamata



Club

AGM

11th July 2021

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WHANGAMATA CLUB (INC)

In terms of Rule 15. (1), Notice is hereby given that the Annual General Meeting of the Whangamata Club (Inc), will be held at the Clubrooms, 404 Port Road, Whangamata on Sunday 11th July 2021 at 10.00am.

AGENDA

President's Welcome

Minute Silence

Apologies

Minutes of the 2020 Annual Meeting

President's Report

Financial Report & Balance Sheet

Presidents Honorarium (Motion)

Notices of Motion close 20th June 2021 (None)

Executive Remits (None)

Results of Election of Executive Committee (Announced)

Subscription Fee (Motion)

Appointment of Auditor for the 2021/2022 year

(Motion: M Burt)

General Business

Closure.

All Full Financial Members are welcome to attend. Please present your Membership card for entry into the Meeting.

Ian McAuley

President

Ian McAuley presented John Stevens with his Life Membership Badge and Sandra Perry presented Sue Stevens with a bouquet of flowers.

John Stevens advised he had retired and come back and had been on the Committee for 12 or 14 years on and off. It was pretty good times. The Club use to struggle to get through Winters and the pokies fell off. But we are rich again. It was great to be on the team with Brian, Anita and the other Life Members.

Ian McAuley advised that the Committee had to decided to keep the Subscription Fee the same at \$35 per annum:

No discussion was held. It would be kept as is.

Appointment of Auditor for 2020/21 year: We will re-elect Michael Burt as Auditor this coming year.

Moved/Seconded: Sandra Perry/Kay Baker

All in favour: All

Against: Nil

Carried.

Strategic Plan The President advised the Committee had developed a Strategic Plan as asked at last years Annual General Meeting with Elizabeth Hughes. There are six points. The booklet outlines what we will be happening over the next few months. We will not be able to do all at once. We will be getting Sub Committees together to start working through to get up and running. We may advise in the newsletter we are looking for input or Members who want to be on the Sub Committee. If you are interested see a Committee Member and they will put your name forward.

General Business

No General Business from the Members.

The President welcomed everyone to stay back for a couple of drinks and bite to eat.

The President thanked the outgoing Committee and welcomed in the new Committee.

The President thanked the Welfare Officer Barbara Collett and her husband Ray Collett for their valuable work in Welfare.

Jill Thomas #1069 thanked whoever thought up the idea of the Heat N Eat delivery Meals. She gave a heartfelt thanks for the fact that during Covid they could get a cooked meal which was a ray of sunshine during that time.

The Manager thanked all the Members for supporting the Club.

The President thanked everyone for attending and making it a real AGM.

There being no further business the Meeting closed at 10.39am.

I McAuley

President

M Williams

Secretary/Manager.

Presidents Report.

2020 - 2021

Well, amazing what a Pandemic can do to shake up the running of a Club, from shutdown to partially open, back to open then another partially open, tough on all of us but so much more pressure on our Staff when things aren't fully operating.

A huge thankyou to Mike our Manager and our Staff, who all did a fantastic job during a difficult time. They all stepped up.

Thanks to our Committee for a hard working year and I must say, the best make up of people I've ever had the pleasure to work with in the success of this Club. The Strategic Plan Working Groups have been doing a great job over the last 12 months and this will be reported on by Steve McDowell, who has done a fantastic job in the lead position.

We are moving into an exciting period now with the Club mortgage fully paid off. Plans are being worked through to get a direction of remodelling the Club to improve the appeal and useability of the Clubs different areas. There will be more information coming out as we move forward.

We must say a big high five to Noddy and his Beach Hop Team for their dedication and hard work to successfully running 2 Beach Hops in a very short space of time. A great achievement which is well supported by the wider Community and a win win for us all.

Our Treasurer Stu Duff, after being coerced into the position, has been invaluable to us and will be reporting on our Financials. It must be noted that if it weren't for our Staff, Committee and past Committees and their foresight, we wouldn't be in this great position that we are now, especially when we hear of Clubs closing down, believed to be 9 last year.

I must compliment Carl our Chef and his Team; they are doing great meals and service which is going from strength to strength. Well done.

I look forward to an exciting year ahead with the same Committee, albeit, without Kay Baker. We wish her and Leyden happy travels as they experience NZ in their camper. All the best.

A huge thanks to our Members, this is your Club and we look forward to you using it for your entertainment and enjoyment.

All the best for the coming year.

Regards

Ian McAuley (Macca)

President

Whangamata Club Inc Strategic Plan

Update AGM 2021

Lead: S McDowell

The Strategic Plan was adopted in 2020. Our focus over the last year has been setting a timeframe for each strategic outcome and getting action underway on our year one priorities.

The following is a summary of progress over the last year:

Outcome Statement - 1. Taking care of our existing membership base – and aiming to steadily grow it.

1.1 Purchase a modern Customer Relationship Management/contact database for communication and marketing purposes.

85% complete. Testing due end of June 2021 on the use of the database to communicate with members.

1.2 Install entry/purchasing scanners.

Entry scanner for guest and affiliates kiosk is in place. Members swipe in system to be completed Q3 2021 (July – September 2021).

1.6 Conduct an annual members' survey in May/June each year.

Survey completed in June 2021 – see separate report to the 2021 AGM.

1.7 Formalise a process enabling sub-clubs [adjuncts] voices to be heard by the Committee – with a view to growing this area of Club membership.

Adjuncts are a key part of the activities offered at the Club. We are working on a terms of reference for the combined adjunct chairs to work with the committee on communication and coordination of adjunct activities.

1.8 (New strategy) – review transport options for members as part of being a responsible host

New van purchase agreed at June 2021 meeting.

Outcome Statement - 2. Progressive development of our building and site – to meet a wider range of community and commercial needs.

2.1 Establish a building reference group to determine options for development of site. This group to include three members of the existing Committee, Club manager and independent advisor to develop scope and Terms of Reference.

RM Design Limited are a company that specialises in Club building projects. They have been engaged to provide concepts for the future development of the Club. Process in place to put in place a building reference group from the membership once we get these concepts nailed down.

2.7 Future use and operation of the three residential properties.

The issue of staff accommodation has been part of the committees work this year. We are looking at options for the future use of the three residential properties that the Club owns with a view to providing additional accommodation in the future.

2.8 Electric sign and outdoor deck resource consent.

These projects front Port Road. We are working with a planning advisor to progress the consent re the electric sign with Council. The potential outdoor deck will form part of the overall site development plan.

Outcome Statement - 3. Strengthening our relationships and partnerships with the Whangamata community.

3.2 Establish formal links to key organisations at governance level.

This includes the Whangamata Residents and Ratepayers Association and Whangamata Business Association (Enterprise Whangamata), and TCDC. This will be a focus of the committee in the second half of 2021.

Outcome Statement - 4. Focusing on long term financial sustainability.

4.2 Develop an asset management plan for the Club's portfolio of property and investments.

Work is underway to develop an assessment of the main Club building and each property to set a maintenance schedule. This is tied in with the progressive development of our building and site set out in Outcome Statement 2 above.

Outcome Statement - 5. Ensuring our Club's governance and management are match-fit to address change and progression.

5.1 Committee to undertake an audit of current policies to determine gaps and to address those that are out of date or non-existent.

We have developed a governance set of policies that relate to the operation of the committee. These include roles and responsibilities, health and safety, code of ethics, conflicts of interest, financial management, budgeting and planning, and committee meetings. Work is underway to develop policies relating to the authority and delegations of the Club manager.

We are reviewing our disciplinary policy for members, financial policies and audit and risk processes.

We have completed our risk management framework and policy, whistle blowing policy and our grants policy called "Giving is Good".

5.2 Develop annual Key Performance Indicators for governance and management to report against.

We have prepared a performance review document for review this year and to set KPI's for balance of the current performance year.

5.4 Identify future risks and mitigations.

The committee will finalise its key risks in July and develop actions to either reduce, accept, or remove each risk.

5.6 Publish an annual report for members.

We are aiming to have a full report against governance / management KPIs for example attendance at committee meetings throughout the year, strategic plan update, governance report. This year is the start of that report.

Outcome Statement - 6. Have the best skilled, loyal, and friendliest staff team in Whangamata.

6.1 Establish a clearer management structure and lines of accountability.

A programme of work has been agreed to action this strategy in the second half of 2021.

6.2 Share this Strategic Plan with staff and invite their feedback.

This is a good way to ensure that staff appreciate the future for the Club and can see their place in supporting the Club's direction. It enables staff to have input into the discussions and actions in the strategic plan. The Club manager is continuing to work with staff on this strategy.

6.4 Create an induction process for new staff.

A programme of work has been agreed to action this strategy in the second half of 2021.

6.5 Establish a system and process for more regular staff appraisals.

A programme of work has been agreed to action this strategy in the second half of 2021.

6.6 Provide staff learning and training opportunities for progression.

A programme of work has been agreed to action this strategy in the second half of 2021.

6.9 Staff satisfaction survey.

The committee has agreed to complete a confidential staff survey annually. The survey is to be completed by September 2021. We have also put in place a process for staff leaving the Club to have a formal exit interview should they so wish.

Club Member Survey Summary

June 2021

The Club wants to thank all 610 members who responded to our recent satisfaction survey conducted in May. We received hundreds of useful comments and feedback that we can now use to direct the Committee on decisions for the future development of the Club for you.

A very brief summary of the things you told us:

- there is a generally high level of satisfaction with what the Club does with 82% saying that the customer service was more than satisfactory.
- improvements since the last survey are:
 - (1) Information provided to members and
 - (2) Access to the Club.
- the lowest score was about 'the quality and choices' of food with 38% saying they were less than satisfied (noting however that most of the comments and feedback on this related to a desire for greater diversity and varieties of food options and were not about poor food quality).
- there is room for improvement on a range of things such as:
 - the range of food we offer.
 - the environment of the Club i.e making it more relaxing and comfortable and with a greater use of outdoor space.
 - entertainment that caters for different age groups.

Most importantly we were pleased to receive the feedback that you ranked "having the best staff team in Whangamata" as your number one priority.

The Committee values your input and will be using your feedback in our work to deliver on the Club Strategic Plan. There is a separate paper on progress of the Strategic Plan that forms part of the 2021 AGM papers.

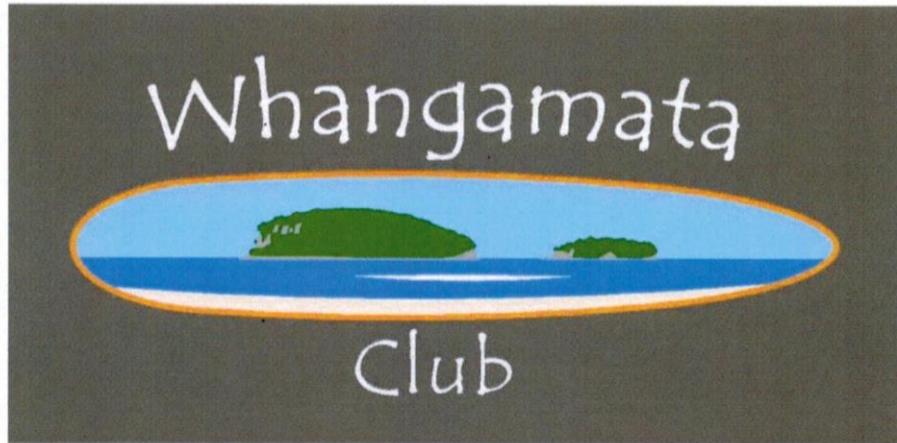
You may wish to make further comment. If so email manager@whangamataclub.co.nz

The full version of the Survey which was independently commissioned can be read on our website www.whangamataclub.co.nz

The winners of the \$50 Club vouchers were:

Bradley Hide
Carrissa Te Wharau
Anita Donovan
Bill Penney

\$50.00 has been added to your Club Card.



WHANGAMATA CLUB INCORPORATED

Financial Statements

For The Year Ended 31 March 2021



Whangamata Club Incorporated
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For the year ended
31 March 2021

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Whangamata Club Incorporated

Directory

For the year ended

31 March 2021

		Meetings Attended
President	Ian McAuley	12
Vice Presidents	Michael Green	12
	Sandra Perry	11
Treasurer	Stuart Duff	
Secretary/Manager	Mike Williams	
Committee	Jill Witehira	10
	Kay Baker	8
	Peter Clarke	11
	Richard Upton	11
	Steven McDowell	10
	Grant Hurley (<i>new Committee Member 2021</i>)	5
Registered Office	404 Port Road Whangamata 3620	
Nature of business	To provide a place for members to meet, join in sporting and social activities and help out in the community	
Incorporation Number	213243	



Whangamata Club Incorporated
Statement of Comprehensive Revenue and Expenses

For the year ended
31 March 2021

	Notes	2021	2020
Revenue from exchange transactions			
Membership fees		149,070	134,833
Providing goods and services			
Bar Sales	7	1,252,106	1,191,455
Coffee Sales	10	7,177	9,279
Entry Fees		0	91
Off-licence sales	10	13,440	12,155
Other income		272,989	6,432
Rent Received		40,220	29,939
Restaurant rent		0	-609
Restaurant Sales	8	630,653	533,061
Sundry Sales	10	6,826	5,870
TAB Commissions		3,961	5,192
		<u>2,227,372</u>	<u>1,792,864</u>
Interest		156	18
Total revenue from exchange transactions		<u>2,376,598</u>	<u>1,927,715</u>
Revenue from non-exchange transactions			
Fundraising			
Gaming machine proceeds	5	910,902	976,139
Raffle proceeds	9	80,715	81,298
Sponsorship		3,950	2,973
Sweepstake proceeds	10	16,989	20,210
		<u>1,012,556</u>	<u>1,080,620</u>
Donations		3,160	
Total revenue from non-exchange transactions		<u>1,015,716</u>	<u>1,080,620</u>
Adjunct Income	22	103,860	129,018
Total Revenue		<u>3,496,175</u>	<u>3,137,354</u>



These financial statements should be read in conjunction with the notes to the financial statements and Audit report.

Whangamata Club Incorporated
Statement of Comprehensive Revenue and Expenses Continued

For the year ended
31 March 2021

	Notes	2021	2020
Expenses			
Employee related costs			
ACC levies		6,526	6,513
Administration wages		202,059	197,892
Bar wages		439,007	316,311
Cleaner/Maintenance wages		55,436	47,699
Gaming wages		39,600	39,600
KiwiSaver employer contribution		21,974	19,413
Service wages		-	23,364
Restaurant Wages		319,478	301,481
Security wages		19,249	17,586
Staff/committee expenses		18,518	11,205
Uniforms		3,236	-
Welfare expenses		4,772	5,617
		<u>1,129,855</u>	<u>986,681</u>
Fundraising expenses			
Gaming machines	5	258,890	284,394
Members draws		34,275	39,390
Raffles	9	55,313	52,996
Sweepstakes	10	760	1,135
Other		5,877	1,868
		<u>355,114</u>	<u>379,783</u>
Costs related to providing goods and services			
Bar cost of sales	7	429,358	464,821
Coffee cost of sales	10	10,460	10,537
Off-licence cost of sales	10	9,620	9,992
Restaurant cost of sales	8	267,157	227,659
Sundry cost of sales	10	4,510	4,367
		<u>721,104</u>	<u>717,377</u>
Grants and donations		12,120	23,638
Depreciation and amortisation	16	157,440	166,234
Other expenses	11	591,675	673,352
Total Expenses		<u>2,967,309</u>	<u>2,947,063</u>
Adjunct Expenses	22	97,897	135,954
Surplus/(Deficit) for the Year		<u>430,969</u>	<u>54,337</u>

These financial statements should be read in conjunction with the notes to the financial statements and Audit report.



Whangamata Club Incorporated

Statement of Changes in Net Assets

For the year ended
31 March 2021

	Notes	Gaming Equity	Other Equity	Total
Opening Balance 1 April 2020		0	3,672,662	3,672,662
Surplus/(Deficit)	5	41,003	389,966	430,969
Closing Balance	6	<u>41,003</u>	<u>4,062,628</u>	<u>4,103,632</u>
Opening Balance 1 April 2019		16,835	3,601,490	3,618,325
Surplus/(Deficit)		(16,835)	71,172	54,337
Closing Balance		<u>0</u>	<u>3,672,662</u>	<u>3,672,662</u>



These financial statements should be read in conjunction with the notes to the financial statements and Audit report.

Whangamata Club Incorporated
Statement of Financial Position

As at
31 March 2021

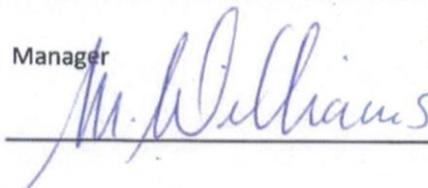
Assets	Notes	2021	2020
Current Assets			
Cash and cash equivalents	13	593,368	507,078
Investments	14	13,637	13,636
Receivables from exchange transactions		15,810	243
Prepayments		42,610	41,175
Inventories	15	85,008	76,806
Total Current Assets		750,432	638,938
Non-Current Assets			
Property, plant and equipment	16	4,726,628	4,784,165
Total Non-Current Assets		4,726,628	4,784,165
Total Assets		5,477,060	5,423,103
Liabilities			
Current Liabilities			
Trade and other creditors		270,604	207,683
Employee entitlements		90,804	198,817
Loans and borrowings	17	92,442	234,607
Total Current Liabilities		453,850	641,107
Non-Current Liabilities			
Loans and borrowings	17	919,579	1,109,334
Total Non-Current liabilities		919,579	1,109,334
Total Liabilities		1,373,429	1,750,441
Net Assets		4,103,632	3,672,662
Equity			
Accumulated comprehensive revenue and expense		4,062,628	3,672,662
Gaming	6	41,003	0
Total Accumulated Funds		4,103,632	3,672,662

Signed for and on behalf of the executive committee who authorised these financial statements for issue on

President



Manager




These financial statements should be read in conjunction with the notes to the financial statements and Audit report.

Whangamata Club Incorporated

Statement of Cash Flows

For the year ended
31 March 2021

	2021	2020
Cash Flows from Operating Activities		
Cash was received from:		
Donations, grants and fundraising	1,168,074	1,242,713
Fees, subscriptions and other receipts from members	171,431	155,058
Receipts from providing goods or services	2,545,912	2,113,682
Interest	154	(147)
Cash was applied to:		
Employees	1,237,869	854,545
Suppliers	1,687,544	1,656,138
Donations, grants and fundraising	419,485	460,388
Interest	7,575	57,574
Net Cash Flows from Operating Activities	533,098	482,661
Cash flows from Investing and Financing Activities		
Cash was received from:		
Receipts from loans borrowed from other parties	-	674,000
Cash was applied to:		
Payments to acquire property, plant and equipment	114,887	926,282
Repayments of loans borrowed from other parties	331,920	199,261
Net Cash Flows from Investing and Financing Activities	(446,807)	(451,543)
Net Increase / (Decrease) in Cash	86,290	31,118
Opening Cash	507,078	475,960
Closing Cash	593,368	507,078
This is represented by:		
Bank accounts and cash	593,368	507,078



These financial statements should be read in conjunction with the notes to the financial statements and Audit report.

Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

1. Basis of Preparation

Whangamata Club Incorporated (Whangamata Club) is an Incorporated Society.

The financial statements of Whangamata Club are for the year ended 31 March 2021. These financial statements and the accompanying notes summarise the financial results of activities carried out by Whangamata Club. Whangamata Club provides a place for members to meet, join in sporting and social activities and help out in the community. As at 31 March 2021 the club has 4674 members (2020: 4290 members).

These financial statements have been approved and were authorised for issue by the Committee on 25th June 2021.

2. Statement of Compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, the Whangamata Club is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Committee has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions.

The accounting policies adopted in these financial statements are consistent with those of the previous financial year.

3. Summary of accounting policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

(a) Basis of measurement

These consolidated financial statements have been prepared on the basis of historical cost, as modified by the fair value measurement of non-derivative financial instruments and land and buildings which are measured at fair value.

(b) Presentation currency

These financial statements are presented in New Zealand dollars (\$), rounded to the nearest dollar.

(c) Revenue Recognition

Revenue is recognised to the extent that it is probable that the economic benefit will flow to the club and revenue can be reliably measured. Revenue is measured on an accrual basis. The following specific recognition criteria must be met before revenue is recognised.



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

Revenue from non-exchange transactions

Donations are recognised as revenue upon receipt and include donations from the general public, donations received for specific programme or services or donations in-kind. Donations in-kind include donations received for services, furniture and volunteer time and is recognised in revenue and expense when the service or good is received. Donations in-kind are measured at their fair value as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred by the Whangamata Club.

Fundraising income which includes gaming machine, raffle, sponsorship and sweepstake proceeds is recognised as revenue upon receipt.

Revenue from exchange transactions

Fees and subscriptions received in exchange for annual access to members' facilities and income from providing goods and services, are recognised as income upon receipt.

Interest revenue is recognised using cash basis.

Financial Instruments

Financial assets and financial liabilities are recognised when the Whangamata Club becomes a party to the contractual provisions of the financial instrument.

Whangamata Club financial assets included cash and cash equivalent, short term investments and receivables from exchange transactions.

The Whangamata Club derecognises a financial asset or, where applicable, a part of a financial asset or part of a Whangamata Club of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or the Whangamata Club has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

the Whangamata Club has transferred substantially all the risks and rewards of the asset; or

the Whangamata Club has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

All financial assets are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or a group of financial assets is impaired.



Whangamata Club Incorporated

Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

Financial Liabilities

The Whangamata Club's financial liabilities include trade and other creditors, employee entitlements, loans and borrowings.

All financial liabilities are initially recognised at fair value and are measured subsequently at amortised cost using the effective interest method.

(d) Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(e) Short term investments

Short term investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents.

(f) Inventories

Inventories held for consumption in the provision of goods and services are measured at the lower of cost and net realisable value.

(g) Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a straight line basis over the useful life of the asset, except for land and buildings. Land and buildings are not depreciated. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

Plant and equipment	5% - 50% DV
Furniture and Fittings	10% - 50% DV
Gaming Machines	33% DV

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

(h) Leases

Payments on operating lease agreements, where the lessor retains substantially the risk and rewards of ownership of an asset, are recognised as an expense on a straight-line basis over the lease term.

(i) Borrowing costs

All borrowing costs are expensed in the period they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds. The Whangamata Club have chosen not to capitalise borrowing costs directly attributable to the acquisition, construction or production of assets.

(j) Employee benefits

Liabilities for wages and salaries, annual leave and accumulating sick leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

(k) Income Tax

Whangamata Club is exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions. This is due to its not for profit status in dealing with its circle of membership only.

(k) Goods and service tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the statement of financial position.

Cashflows are included in the statement of cashflows on a gross basis.

(l) Equity

Equity is the community's interest in the Group, measured as the difference between total assets and total liabilities. Equity is made up of the following components:

Accumulated comprehensive revenue and expense

Accumulated comprehensive revenue and expense is the Whangamata Club's accumulated surplus or deficit since its formation.



Whangamata Club Incorporated

Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

Gaming Equity

Accumulated gaming revenue and expense is Whangamata Clubs accumulated surplus or deficit since its first Gaming Licence. The Department of Internal Affairs controls Whangamata Club's Gaming Licence and at year end the gaming bank balance equals the amount of undistributed gaming machine funds.

4. Significant accounting judgments, estimates and assumptions

The preparation of the Whangamata Club's financial statements requires the Executive Committee to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Whangamata Club based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of the Whangamata Club. Such changes are reflected in the assumptions when they occur.

Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset

The estimated useful lives of the asset classes held by the Whangamata Club are listed in Note 3 (g).



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

5. Gaming Machine Account	2021	2020
Gross income from gaming machines	910,901	976,139
Direct gaming costs		
Bank fees	0	85
Computer and copier	1,100	3,397
DIA monitoring fees	11,587	12,974
Gaming duty	209,507	224,806
Gaming licence fees	10,616	15,482
Gaming service contracts/maintenance	17,024	17,657
Gaming Problem gambling levy	8,171	9,992
Power & Gas	884	2,155
	<u>258,890</u>	<u>286,548</u>
Depreciation on gaming assets	53,512	24,000
Gaming machine wages	39,600	39,600
Total direct costs	352,002	350,148
Indirect gaming costs (apportioned costs)		
Accounting fees	10,950	7,391
Audit fees	1,000	1,500
Insurance	12,783	11,323
Total indirect costs	24,733	20,214
Total costs	376,735	370,362
Net Gaming Income	534,166	605,777
Less Authorised Purposes (Note 21)	493,163	622,612
Gaming Surplus / (Deficit)	41,003	(16,835)

6. Gaming Funds Reconciliation	2021	2020
Gaming Bank Account	85,485	19,776
Less		
Gaming duty and levies for March	19,106	11,459
Gaming GST	9,322	8,317
Other March Creditors	16,054	0
	<u>44,482</u>	<u>19,776</u>
Gaming Equity	41,003	-

Change in comparatives

2020 Gaming Equity was adjusted post balance date as requested by the Department of Internal Affairs. The Club had overspent on authorised purposes in 2020 by \$2,807 due to Covid-19 shutdown at year end and therefore had a negative balance to take into the next financial year. This is not a practice the Department allows so an amendment was made to the authorised payment to match the amount available to apply to authorised purposes. This has allowed the Club to take a \$0 balance into the 2021 year.



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

7. Bar Trading	2021	2020
Sales	1,252,106	1,191,455
Less Cost of Sales		
Opening stock	45,045	63,388
Purchases	433,493	446,478
Closing stock	<u>(49,180)</u>	<u>(45,045)</u>
	<u>429,358</u>	<u>464,821</u>
Gross Profit from bar	<u>822,748</u>	<u>726,634</u>
Gross Profit %	65.71%	60.99%

8. Restaurant Trading	2021	2020
Sales	630,653	533,061
Less Cost of Sales		
Opening stock	23,845	12,933
Purchases	272,423	238,571
Closing stock	<u>(29,111)</u>	<u>(23,845)</u>
	<u>267,157</u>	<u>227,659</u>
Gross Profit from restaurant	<u>363,496</u>	<u>305,401</u>
Gross Profit %	57.64%	57.29%

9. Raffles	2021	2020
Sales	80,715	81,298
Less Cost of Sales		
Opening stock	3,302	4,747
Purchases	55,627	51,551
Closing stock	<u>(3,679)</u>	<u>(3,302)</u>
	<u>55,250</u>	<u>52,996</u>
Gross Profit from raffles	<u>25,465</u>	<u>28,302</u>
Gross Profit %	31.55%	34.81%

10. Net Proceeds Other	2021	2020
Coffee Trading	(3,282)	(1,259)
Off-licence trading	3,820	2,162
Sweepstakes	16,229	19,075
Sundry Trading	2,316	1,504



Whangamata Club Incorporated

Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

11. Other expenses	2021	2020
Accounting fees	28,589	25,063
Advertising	11,701	12,580
Audit fees	4,400	4,400
Bank fees	4,399	1,186
Cleaning	20,234	24,809
Computer and copier	13,642	9,878
Computer Training/Software	10,207	1,873
Contract Services	-	-
Entertainment	33,873	57,232
Hospitality	21,109	28,334
Insurance	45,692	47,330
Interest	49,029	57,574
Leasing and rental costs	7,575	9,042
Licence fees and subscriptions	16,489	20,837
Loss / (Gain) on disposal of assets	5,799	5,711
Members expenses	18,369	21,985
Power and gas	58,860	70,114
Other	78,480	49,638
Rates	25,641	23,934
Restaurant expenses	-	55,430
Repairs and maintenance	93,041	93,626
Sky TV	16,232	20,487
Stationery and printing	8,527	10,745
Taxi Charges	11,773	13,453
Telephone and internet	5,856	6,025
Travel and accommodation	2,157	2,067
	<u>591,675</u>	<u>673,352</u>

12. Auditors Remuneration

M A Burt provides audit services to Whangamata Club, total cost 2021 \$4,400 (2020: \$4,400). M A Burt does not provide any non-audit services.

13. Cash and cash equivalents

Cash and cash equivalents include the following components:

	2021	2020
BNZ main account	344,272	389,869
BNZ gaming account	85,485	19,776
BNZ subscriptions account	0	161
BNZ rental properties	361	419
BNZ adjunct accounts	84,751	77,107
Cash floats	78,500	19,745
	<u>593,368</u>	<u>507,078</u>



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

14. Investments	2021	2020
Term deposits – Maturing within 12 months of balance date		
Indoor Bowls Adjunct	5,777	5,777
Golf Adjunct	7,860	7,859
Term deposits – Maturing 12 months after balance date	-	-
	<u>13,637</u>	<u>13,636</u>

15. Stock on Hand	2021	2020
Bar stock	49,180	45,045
Restaurant stock	29,111	23,845
Coffee stock	1,629	2,206
Off-licence stock	186	167
Raffles stock	3,679	3,302
Sundry stock	1,223	2,242
	<u>85,008</u>	<u>76,806</u>

16. Property, plant and equipment

2021 Asset Class	OBV	Additions	Disposals	Depreciation	NBV
Land & Buildings	4,021,651		0	4,028	4,017,623
Furniture and fixtures	104,378	10,046		22,537	91,888
Kitchen plant and equipment	20,827	25,919		5,381	41,365
Plant and equipment	510,834	19,538	968	71,982	457,422
Gaming machines	126,475	50,198	4,830	53,512	118,330
Total	<u>4,784,165</u>	<u>105,702</u>	<u>5,799</u>	<u>157,440</u>	<u>4,726,628</u>

2021 Asset Class	Cost	Accumulated Depreciation	NBV
Land & Buildings	4,538,275	520,652	4,017,623
Furniture and fixtures	521,440	429,552	91,888
Kitchen plant and equipment	56,010	14,645	41,365
Plant and equipment	1,459,036	1,001,615	457,422
Gaming machines	497,569	379,239	118,330
Total	<u>7,072,330</u>	<u>2,345,703</u>	<u>4,726,628</u>

2020 Asset Class	Cost	Accumulated Depreciation	NBV
Land & Buildings	4,538,275	516,624	4,021,651
Furniture and fixtures	511,246	406,868	104,378
Kitchen plant and equipment	30,091	9,264	20,827
Plant and equipment	1,461,015	950,181	510,834
Gaming machines	659,740	533,265	126,475
Total	<u>7,200,367</u>	<u>2,416,202</u>	<u>4,784,165</u>



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

17. Loans

	Effective Interest Rate	Start Date	Maturity Date	2021	2020
Current interest bearing loans and borrowings					
BNZ Loan 03022	3.74%	11/08/2015	11/08/2028	24,000	18,600
BNZ Loan 03023	3.74%	11/08/2015	11/10/2031	24,000	22,687
BNZ Loan 03025	3.41%	20/06/2018	20/06/2023	30	150,000
BNZ Loan 03026	4.14%	30/05/2019	30/08/2043	44,412	43,319
				<u>92,442</u>	<u>234,607</u>
Non-Current interest bearing loans and borrowings					
BNZ Loan 03022	3.74%	11/08/2015	11/08/2028	131,148	148,511
BNZ Loan 03023	3.74%	11/08/2015	11/10/2031	184,854	196,810
BNZ Loan 03025	3.41%	20/06/2018	20/06/2023	0	146,380
BNZ Loan 03026	4.14%	30/05/2019	30/08/2043	603,576	617,633
				<u>919,579</u>	<u>1,109,334</u>

The loans are secured by registered first mortgages over property situated at 400-408 Port Road, 103A Philomel Road and 103B Philomel Road and 105 Philomel Road in Whangamata.

18. Related party transactions

Related Party	Description of Transaction	2021 Value of Transactions	2020 Value of Transactions	2021 Amount Outstanding	2020 Amount Outstanding
Michael Williams (Club Manager)	Rental of Club House	14,300	13,000	-	-
Jill Witehira (Committee Member)	Organising Raffles	2,595	3,266	-	-
100% Whangamata (John Stevens Committee Member)	Goods and Services	0	180	-	-
Homesafe Locksmith (Ian McAuley Committee Member)	Goods and Services	672	1,419	-	-
Accountants@Whanga (Jeremy Mace Previous Treasurer)	Accountancy fees	0	3,374	-	-
Coastline Property Painters (Richard Upton Committee Member)	Repairs & Maintenance	345	1,785	-	-



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

19. Key Personnel

The key management personnel, as defined by PBE IPSAS 20 Related Party Disclosures, are the members of the governing body which is comprised of the Committee and General Manager, which constitutes the Executive Committee. No remuneration is paid to members of the Committee. The aggregate remuneration of key management personnel and the number of individuals, determined on a full-time equivalent basis, receiving remuneration is as follows:

Committee member honorarium	2021	2020
Total Remuneration	5,485	5,485
Number of Persons	1	1
Management remuneration	2021	2020
Total Remuneration	325,937	230,325
Number of Persons	5	3

Remuneration and compensation provided to close family members of key management personnel

During the reporting period, there was no remuneration or compensation provided by the Whangamata Club to employees who are close family members of key management personnel.

20. Leases

As at the reporting date, the Executive Committee has entered into the following non-cancellable operating leases

	2021	2020
Not later than one year	8,526	7,575
Later than one year and no later than five years	10,077	18,603
Later than five years	-	-
	<u>18,603</u>	<u>26,178</u>

Financial Assets	2021	2020
<i>Financial assets at fair value through surplus or deficit</i>		
Investments	13,637	13,636

Loans & receivables		
Cash and cash equivalents	593,368	507,078
Receivables from exchange transactions	11,952	243
	<u>605,320</u>	<u>507,321</u>

Financial Liabilities		
At amortised cost		
Trade and other creditors	270,604	207,683
Employee entitlements	90,804	198,817
Loans and borrowings	1,012,021	1,343,941
	<u>1,373,429</u>	<u>1,750,441</u>



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

21. Authorised Purposes	2021	2020
Accounting Fees	3,400	4,400
Administration wages	64,807	117,193
Audit	-	-
Computer & Copier	2,570	3,355
Entertainment	-	6,101
Executive expenses	885	24
Fixed Assets Non Gaming	42,130	22,056
Grants	12,550	23,523
Insurance	2,182	4,117
Insurance prepayment	35,153	33,969
Interest	47,698	57,743
Licence Fees & Subscriptions	13,390	15,788
Loan Repayments	184,200	189,092
Member Expenses	3,660	879
Plant & Equipment Asset Purchase	-	3,240
Plant & Equipment Rental	566	156
Professional Fees	2,830	6,693
Rates	25,641	22,643
Repairs & Maintenance	33,214	87,667
Sky TV	16,232	20,487
Telephone & postage	1,680	3,228
Travel & Accommodation	374	261
	<u>493,163</u>	<u>622,612</u>



Whangamata Club Incorporated
Notes to and Forming part of the Financial Statements

For the year ended
31 March 2021

22. Adjuncts **2021** **2020**

The adjunct bank balances at year end were:

Coastal Rockers	8,054	6,341
Darts	9,930	9,836
Fishing	13,011	15,537
Golf	2,436	8,068
Indoor bowls	10,354	4,506
Maj Jong	7,412	11,475
Outdoor bowls	9,313	9,790
Pool	8,141	4,935
Poker	3,800	-
Snooker	12,297	6,621
	84,751	77,107

	2021		
	Revenue	Expenses	Profit / (Loss)
Coastal Rockers	6,045	4,558	1,487
Darts	8,440	8,400	41
Fishing	3,254	5,711 -	2,457
Golf	26,613	31,804 -	5,191
Indoor bowls	15,408	12,071	3,337
Maj Jong	4,109	7,642 -	3,533
Outdoor bowls	2,822	1,557	1,266
Pool	9,353	6,565	2,788
Poker	13,065	9,740	3,325
Snooker	14,750	9,846	4,904
	103,860	97,893	5,968

23. Capital commitments

There were no capital commitments at the reporting date. (2020: \$Nil).

24. Contingent assets and liabilities

There are no contingent assets or liabilities at the reporting date. (2020: \$Nil).

25. Events after the reporting date

The Executive Committee is not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly or may significantly affect the operations of the club. (2020: \$Nil).



INDEPENDENT AUDITOR'S REPORT

To the Members of Whangamata Club Incorporated.

I have audited the financial report of Whangamata Club Incorporated, which comprises the statement of financial position as at 31 March 2021, and the directory, statement of comprehensive income, statement of changes in net assets, statement of cash flows, for the year then ended, and the statement of accounting policies and other explanatory information.

Opinion

In my opinion, the accompanying financial report presents fairly in all material aspects, the financial position of the Incorporation as at 31 March 2021 and of its financial performance for the year then ended in accordance with Public Benefit Entity International Public Sector Accounting Standards (PBE IPSAS) or Tier 2.

Basis for Opinion

I conducted my audit of the statement of financial position as at 31 March 2021, and the directory, statement of comprehensive income, statement of changes in net assets, statement of cash flows and the statement of accounting policies and other explanatory information in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Whangamata Club Incorporated in accordance with Professional and Ethical Standard 1 (Revised) Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other than in my capacity as auditor I have no relationship with, or interests in, the Incorporation.

Responsibilities of the Committee for the Financial Report.

The Committee are responsible for the preparation and fair presentation of the financial report which comprises the statement of financial position, directory, statement of comprehensive income, statement of changes in net assets, statement of cash flows and the statement of accounting policies and other explanatory information in accordance with the public benefit entity accounting standards (tier 2), and for such internal control as the Committee determine is necessary to enable the preparation of the financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Committee are responsible for assessing Whangamata Club Incorporated's ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Committee either intend to liquidate the Whangamata Club Incorporated or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Financial Report

My objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (NZ) will always detect a material



misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs (NZ), I exercise professional judgement and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of the use of the going concern basis of accounting by the committee, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the incorporation's ability to continue as a going concern. If I conclude that a material uncertainty exists, I'm required to draw attention in my auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the incorporation to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.
- Perform procedures to obtain evidence about and evaluate whether the reported outcomes and outputs, and quantification of the outputs to the extent practicable, are relevant, reliable, comparable and understandable.

I communicate with the committee regarding, among other matters the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



Michael A Burt
Chartered Accountant

10 Orchard Rd, PO Box 188, Waihi
29 June 2021

