

**BASKETBALL OTAGO INCORPORATED**  
**SPECIAL PURPOSE FINANCIAL REPORT**  
**FOR THE YEAR ENDED**  
**31 DECEMBER 2018**

**BASKETBALL OTAGO INCORPORATED**  
**Financial Statements**  
**For the Year Ended 31 December 2018**

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# **BASKETBALL OTAGO INCORPORATED**

## **Statement of Financial Responsibility For the Year Ended 31 December 2018**

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The Board is responsible for preparing the financial statements and have determined the Special Purpose Reporting Framework used is appropriate to meet your needs and for the purpose that the financial statements were prepared for the year ended 31 December 2018.

The Board consider that the financial statements of Basketball Otago Incorporated have been prepared using appropriate accounting policies, consistently applied and supported by reasonable judgements and estimates and that all relevant aspects of the Special Purpose Framework have been followed.

The Board believe that proper accounting records have been kept which enable, with reasonable accuracy, the determination of the financial position of Basketball Otago Incorporated and facilitate compliance with the Special Purpose Reporting Framework.

The Board consider that they have taken adequate steps to safeguard the assets of Basketball Otago Incorporated and to prevent and detect fraud and other irregularities. Internal control procedures are also considered to be sufficient to provide a reasonable assurance as to the integrity of the Special Purpose Financial Report.

The Board is pleased to present the Special Purpose Financial Report of Basketball Otago Incorporated for the year ended 31 December 2018.

For and on Behalf of the Board:

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Board Chair

Date:

# **BASKETBALL OTAGO INCORPORATED**

## **Directory**

**As at 31 December 2018**

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### **Registered Office**

The Edgar Centre, Dunedin

### **Board Members**

Angela Ruske (Chairperson)

Farrell Cameron (Deputy Chair)

Karl Andrews

Rene Sterk

Daniel Piebenga

Mike Simpson

Fraser Jopson

### **Auditors**

Audit Professionals

### **Solicitors**

Wilkinson Rodgers Lawyers

### **Bankers**

SBS Bank

### **Date of Formation**

12 February 1996

### **Objects of Society**

To promote, foster, develop and control the game of amateur basketball throughout the Otago province.

# BASKETBALL OTAGO INCORPORATED

## Statement of Financial Performance For the Year Ended 31 December 2018

		2018	2017 <i>Restated</i>
		\$	\$
<b>REVENUE</b>			
Team Entry Fees		180,874	145,743
Player Receipts		131,213	157,380
Door Receipts		1,377	-
BBNZ Affiliation Fees		131	6,274
Playing Income Other		-	575
Donations	Note 2	185,954	142,286
Sponsorship		6,673	20,500
Apparel Sales		280	134
Interest Received		39	47
Other Income		22,158	5,446
<b>TOTAL INCOME</b>		528,699	478,385
<b>LESS EXPENSES</b>			
Apparel Costs		7,596	10,404
Balls, Equipment etc		2,818	13,828
BBNZ Affiliation Payment		7,174	10,100
Coaching Costs		3,068	3,502
Corporate Catering		9,214	2,811
Court Hire		42,413	52,873
Entry Fees		19,600	13,375
Facility Hire		291	991
First Aid Costs		325	417
Player Expenses		12,981	-
Prizes / Presentations		2,123	2,864
Referee Costs		48,760	52,606
Sponsor Costs		1,249	973
Ticket Costs		6,387	-
Travel Costs		108,237	106,411
Accident Compensation Levies		1,711	2,077
Advertising		1,995	2,334
Audit Fees		2,300	2,300
Bank Fees		72	-
Computer Expenses		5,194	6,919
General Expenses		7,470	5,288
Insurance		4,809	4,263
Office Rental		5,507	5,507
Photocopy Charges		2,243	1,921
Postage & Stationery		848	922
Printing & Marketing Costs		4,114	1,772
Subscriptions		800	1,960
Staff & Volunteer Costs		9,941	1,713
Telephone & Tolls		3,968	3,568
Vehicle Expenses		14,526	9,818
Wages and Salaries		185,204	170,661
<b>TOTAL</b>		522,938	492,178

# BASKETBALL OTAGO INCORPORATED

## Statement of Financial Performance For the Year Ended 31 December 2018

		<b>2018</b>	<b>2017</b> <i>Restated</i>
		<b>\$</b>	<b>\$</b>
<b>Less Depreciation Adjustments</b>			
Depreciation of Fixed Assets	2,005		2,239
Depreciation Recovered of Fixed Assets	<u>-</u>		<u>(1,000)</u>
Net Depreciation Adjustment		2,005	1,239
<b>TOTAL EXPENSES</b>		<u>524,943</u>	<u>493,417</u>
<b>SURPLUS (DEFICIT) FOR THE YEAR</b>		<u><u>3,756</u></u>	<u><u>(\$15,032)</u></u>

**BASKETBALL OTAGO INCORPORATED**  
**Statement of Movements in Equity**  
**For the Year Ended 31 December 2018**

	<b>2018</b>	<b>2017</b>
	<b>\$</b>	<b>Restated</b>
		<b>\$</b>
<b>EQUITY AT START OF PERIOD</b>	12,898	27,930
<b>SURPLUS &amp; REVALUATIONS</b>		
Surplus (Deficit) for the Year	<u>3,756</u>	<u>(15,032)</u>
<b>Total recognised revenues &amp; expenses</b>	3,756	(15,032)
	<u>16,654</u>	<u>12,898</u>
<b>EQUITY AT END OF PERIOD</b>	<u><u>\$16,654</u></u>	<u><u>\$12,898</u></u>

# BASKETBALL OTAGO INCORPORATED

## Statement of Financial Position

As at 31 December 2018

	<i>Note</i>	<b>2018</b>	<b>2017</b>
		\$	<i>Restated</i>
			\$
<b>CURRENT ASSETS</b>			
SBS Bank		5,441	10,895
SBS Bank - Savings Account		50,197	50,031
SBS - Debit Card		55	92
SBS - Representative Account		600	-
Petty Cash		8	8
GST Refund Due		8,875	1,600
Accounts Receivable		9,236	11,822
Owing by Basketball Otago Development Trust	4	3,500	3,500
<b>Total Current Assets</b>		<u>77,912</u>	<u>77,948</u>
<b>NON-CURRENT ASSETS</b>			
Fixed Assets as per Schedule	6	4,055	3,560
<b>Total Non-Current Assets</b>		4,055	3,560
<b>TOTAL ASSETS</b>		<u>81,967</u>	<u>81,508</u>
<b>CURRENT LIABILITIES</b>			
Accounts Payable		10,813	10,739
Funding Received in Advance	7	54,500	57,871
<b>Total Current Liabilities</b>		<u>65,313</u>	<u>68,610</u>
<b>TOTAL LIABILITIES</b>		65,313	68,610
<b>EXCESS ASSETS OVER LIABILITIES</b>		<u>\$16,654</u>	<u>\$12,898</u>
<b>REPRESENTED BY</b>			
<b>EQUITY</b>			
Members Equity		16,654	12,898
<b>TOTAL EQUITY</b>		<u>\$16,654</u>	<u>\$12,898</u>



# BASKETBALL OTAGO INCORPORATED

## Notes to the Financial Statements For the Year Ended 31 December 2018

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### 1. STATEMENT OF ACCOUNTING POLICIES

The financial statements presented here are for the entity BASKETBALL OTAGO INCORPORATED, a registered society under the Incorporated Societies Act 1908 with the objective to promote, foster, develop and control the game of amateur basketball throughout the Otago Province.

These financial statements have been prepared in accordance with the Special Purpose Framework for use by Not For Profit Entities published by the Chartered Accountants of Australia and New Zealand.

(a) **Changes in Accounting Policies**

There have been no changes in accounting policies during the year.

(b) **Measurement Base**

The accounting principles recognised as appropriate for the measurement and reporting of earnings and financial position on an historical basis are followed by Basketball Otago Incorporated. The financial statements have been prepared on the assumption that the society continues as a going concern.

(c) **Fixed Assets & Depreciation**

The entity has the following classes of fixed assets;

Motor Vehicles  
Office Equipment  
Computer Equipment

All fixed assets are initially recorded at cost with depreciation being deducted on all tangible fixed Assets over their useful life which ranges from 3 to 5 years.

(d) **Goods & Services Tax**

The Statement of Financial Performance has been prepared so that all components are stated exclusive of GST. All items in the Statement of Financial Position are stated net of GST, with the exception of account receivables and payables.

(e) **Accounts Receivable**

Receivables are stated at their estimated realisable value. Bad debts are written off in the year in which they are identified.

(f) **Revenue Recognition**

Donations and Grants are recorded as income as received unless there are unfulfilled conditions attaching to the amounts received, in which case the amount relating to the unfulfilled conditions is recognised as a liability to income as the conditions are fulfilled.

# BASKETBALL OTAGO INCORPORATED

## Notes to the Financial Statements For the Year Ended 31 December 2018

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### 2. GRANTS

Grants income comprises:

	<b>2018</b>	<b>2017</b>
		<i>Restated</i>
	\$	\$
Bendigo Valley	26,000	29,000
BBNZ	21,400	-
CERT	13,743	6,200
Kiwisport	9,200	-
Lion Foundation	40,000	40,000
Otago Community Trust	52,000	50,000
Southern Victorian Charitable Trust	10,600	10,400
Southern Trust	10,000	2,000
Other	904	-
The Trusts Community Trust	<u>2,107</u>	<u>4,686</u>
<b>Total</b>	<b><u>185,954</u></b>	<b><u>142,286</u></b>

The Board expresses its appreciation to all who have provided Grants to the Society.

### 3. RELATED PARTIES

There have been no related party transactions between Basketball Otago Incorporated and its Board Members. (2017 Nil)

### 4. OWING BY BASKETBALL OTAGO DEVELOPMENT TRUST

A separate Basketball Otago Development Trust was established in 2013 to promote the development of basketball for young persons in New Zealand. The \$3,500 unsecured interest free loan was made to the Trust to assist it to acquire equipment.

### 5. COMMITMENTS AND CONTINGENCIES

The Society has leased a motor vehicle for a term of 36 months and the commencement date was the 17<sup>th</sup> August 2017 with a termination date of 25<sup>th</sup> of August 2020. (2017 Nil)

# BASKETBALL OTAGO INCORPORATED

## Notes to the Financial Statements For the Year Ended 31 December 2018

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### 6. FIXED ASSETS

	Cost	Accumulated Depreciation	2017 Book Value	2018 Book Value
	\$	\$    \$	\$	
Computer Equipment	14,321	11,903	2,418	1,460
Office Equipment	4,062	2,888	1,174	1,377
Motor Vehicles	12,609	12,146	463	723
<b>Total</b>	<b>30,992</b>	<b>26,937</b>	<b>4,055</b>	<b>3,560</b>

### 7. FUNDING RECEIVED IN ADVANCE

The \$54,500 funding received in advance includes \$20,000 (excluding GST) from the Lion Foundation, \$34,500 (excluding GST) from the Otago Community Trust.

### 8. INCOME TAX

The Society is exempt from income tax as a promoter of amateur sport under CW 46 of the Income Tax Act 2007.

### 9. Restatement of the 31 December 2017 Annual Accounts

The 31 December 2017 annual accounts were restated to reflect the incorrect treatment of Income in Advance.

# BASKETBALL OTAGO INCORPORATED

## Fixed Asset and Depreciation Schedule For the Year Ended 31 December 2018

Asset	Private Use	Cost Price	Book Value 01/01/2018	Additions Disposals	Gain/Loss on Disposal	Capital Profit	Mth	---- Depreciation ---- Rate	Accum Deprec 31/12/2018	Book Value 31/12/2018
<b>Motor Vehicles - at Cost</b>										
Toyota Ipsum 2002		12,609	723					12 36.0% DV	12,146	463
<b>Total Motor Vehicles</b>		<b>12,609</b>	<b>723</b>						<b>12,146</b>	<b>463</b>
<b>Office Equipment - at Cost</b>										
Mobile Desk		266						12 0.0% DV	0	266
Ticket Printer		1,950						12 0.0% DV	0	1,950
Samsung TV		647	269					12 22.0% DV	59	437
Standing Desk		1,199	1,108					12 13.0% DV	144	235
<b>Total Office Equipment</b>		<b>4,062</b>	<b>1,377</b>						<b>2,888</b>	<b>1,174</b>
<b>Computer Equipment - at Cost</b>										
Toshiba Laptop		800	17					12 33.0% DV	6	789
Dynamix Server		6,022	18					12 33.0% DV	6	6,010
Mac Air Book		1,500						33.0% CP	0	1,500
Lenovo Notebook		948	469					12 50.0% DV	235	714
Lenovo Harddrives x 3		2,551	956					12 50.0% DV	478	2,073
Website				2,500				8 49.0% DV	817	1,683
<b>Total Plant &amp; Equipment</b>		<b>11,821</b>	<b>1,460</b>	<b>2,500</b>					<b>11,903</b>	<b>2,418</b>
<b>TOTAL</b>		<b>28,492</b>	<b>3,560</b>	<b>2,500</b>					<b>26,937</b>	<b>4,055</b>