

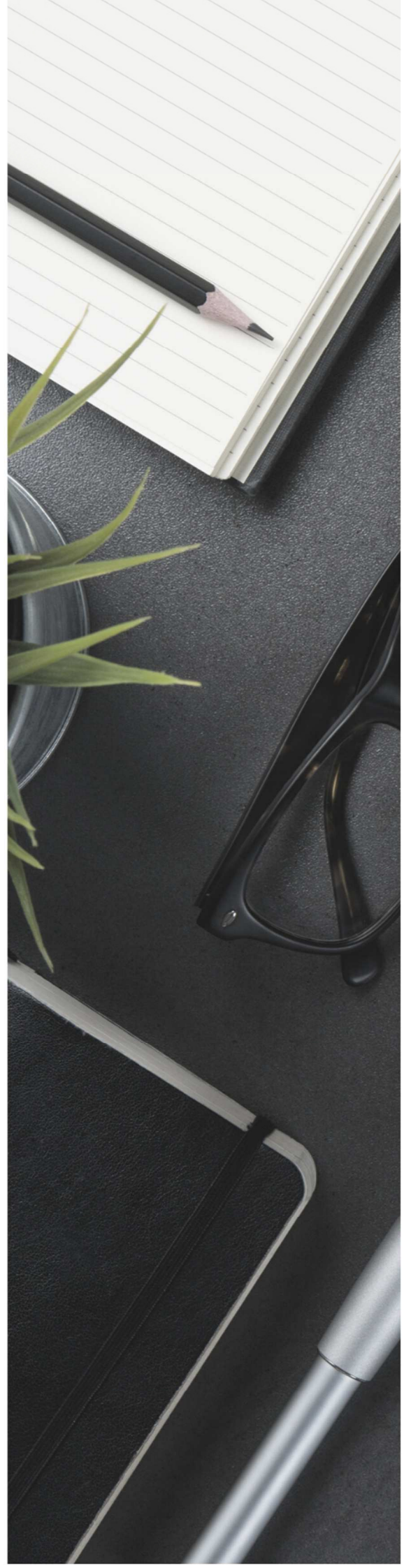


business advisors
/
chartered accountants

friends first, business later

Otorohanga Club Incorporated Performance Report

For the year ended
31 March 2023



Contents

3	Entity Information
5	Statement of Service Performance
6	Statement of Financial Performance
7	Statement of Financial Position
8	Statement of Cash Flows
9	Notes to and forming part of the Performance Report
25	Independent Auditor's Report

Entity Information

Otorohanga Club Incorporated For the year ended 31 March 2023

Otorohanga Club Incorporated is a club, registered under the Incorporated Societies Act 1908. Registration Number 214269.

Entity's Purpose or Mission

Provide hospitality and companionship in the Otorohanga Community
 Provide a large scale venue for events within the Otorohanga community.
 Provide recreation through the operation of the Waitomo Golf Club.
 Provide sporting opportunities for club members through a variety of sporting pursuits.

Nature of Business

Chartered Club

Telephone

07 873 8021

IRD Number

010962811

Entity Structure

The Otorohanga Club Inc is led by a group of club executives and employed individuals.
 The club also has a sub committee that operates the golf course.

Main Sources of Cash and Resources

Subscriptions and other Revenue from Members
 Revenue from Providing Goods & Services
 Sponsorship

Main Methods Used to Raise Funds

On site raffles sold to members, visitors and guests

Entity's Reliance on Volunteers and Donated Goods or Services

The golf club is highly reliant of the time donated by volunteers for course maintenance, secretarial services, and provision of bar services.
 Other club members donate their time for the running of various activities within the club for the benefit of members

Executive

I Gollan (President) - elected 13/09/20
 D Miers (Vice President)
 M McFall
 L Mudford
 T Ormsby
 T Morrison
 S Carr
 V Barrow

Manager

B Merrin

Auditor

Finnz Audit Ltd
80 Market Street
Te Awamutu

Life Members

B Ferguson
J Harper
D Smith
J Holt
E Tait

Solicitors

Gallie Miles

Accountants

gfa Chartered Accountants Limited
PO Box 319
Te Awamutu 3840

Bankers

BNZ Hamilton

Statement of Service Performance

Otorohanga Club Incorporated For the year ended 31 March 2023

Description of the Entity's Outcomes:

1. Providing hospitality and companionship to Otorohanga Club members.
2. Maintaining the assets of the club for future generations
3. To encourage members to engage in Club sporting activities.
4. To donate to the community via grants and sponsorship and aiding with community projects.
5. To offer a family friendly dining experience.
6. To provide recreation through the operation of the Waitomo Golf Club.
7. To provide sporting opportunities for club members through a variety of sporting pursuits.

	2023	2022
Description and Quantification of the Entity's Outputs:		
Club Memberships	1,706	1,352
Golf Club Memberships	195	164
Sporting Adjuncts	11	11
Community Grants Paid	12	-

Statement of Financial Performance

Otorohanga Club Incorporated For the year ended 31 March 2023

	NOTES	2023	2022
Revenue			
Donations, fundraising and other similar revenue	2	67,192	24,561
Fees, Subscriptions and other revenue from members	3	180,305	166,302
Revenue from providing goods or services	4	2,024,309	1,184,237
Interest, dividends and other investment revenue	5	1,539	20
Other Revenue	6	25,982	204,954
Total Revenue		2,299,327	1,580,074
Expenses			
Volunteer and employee related costs	7	746,640	640,478
Costs related to providing goods or services	8	1,180,835	822,629
Grants and Donations	9	18,287	12,513
Expenses Related to Public Fundraising	10	7,939	-
Other Expenses	11	162,715	176,950
Total Expenses		2,116,416	1,652,570
Surplus/(Deficit)		182,911	(72,496)

This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.



Statement of Financial Position

Otorohanga Club Incorporated

As at 31 March 2023

	NOTES	31 MAR 2023	31 MAR 2022
Accumulated Funds			
Total Accumulated Funds	23	2,237,070	2,054,159
Total Accumulated Funds		2,237,070	2,054,159
Assets			
Current Assets			
Cash and Bank	18	294,545	137,203
Gaming License Prepayment		3,627	-
Inventories		25,274	12,949
Trade and Other Receivables		15,502	11,275
Total Current Assets		338,948	161,427
Non-Current Assets			
Property, Plant and Equipment	19	2,239,732	2,244,407
Total Non-Current Assets		2,239,732	2,244,407
Total Assets		2,578,680	2,405,834
Liabilities			
Current Liabilities			
Trade and Other Payables	20	182,125	173,251
GST Payable		9,162	8,953
Loans - Current Portion	21	29,410	136,524
Total Current Liabilities		220,697	318,728
Non-Current Liabilities			
Loans - Non-Current Portion	22	120,913	32,947
Total Non-Current Liabilities		120,913	32,947
Total Liabilities		341,610	351,675
Net Assets		2,237,070	2,054,159

David Meeks
Chairperson

28-6-2023
Date

Tomy Morrison
Committee Member

28-6-2023
Date



Statement of Cash Flows

Otorohanga Club Incorporated For the year ended 31 March 2023

	2023	2022
Cash Flows from Operating Activities		
Cash was received from:		
Donations, fundraising and other similar receipts	59,573	24,561
Fees, subscriptions and other revenue from members	180,305	166,302
Revenue from providing goods and services	2,046,616	1,397,423
Interest, dividends & other investment receipts	(10,786)	12,449
Other revenue	-	-
Total Cash was received from:	2,275,708	1,600,735
GST Movement		
GST Movement	1,890	(6,791)
Total GST Movement	1,890	(6,791)
Cash was applied to:		
Payments to suppliers and employees	(1,957,210)	(1,465,115)
Grants & Donations	(18,287)	(12,513)
Total Cash was applied to:	(1,975,497)	(1,477,628)
Total Cash Flows from Operating Activities	302,101	116,316
	2023	2022

Cash Flows from Investing and Finance Activities

Cash was received from:		
Receipts from sale of property, plant & equipment	-	-
Loans borrowed from other parties	-	-
Total Cash was received from:	-	-
Cash was applied to:		
Payments to acquire property, plant & equipment	(125,613)	(57,902)
Repayment of loans borrowed from other parties	(19,149)	(21,753)
Total Cash was applied to:	(144,762)	(79,655)
Total Cash Flows from Investing and Finance Activities	(144,762)	(79,655)
	2023	2022

Net Cash Flows

Net Cash Flows	157,339	36,662
	2023	2022

Closing Bank Balances

Opening Bank Balances	137,203	100,542
Movement	157,339	36,662
Total Closing Bank Balances	294,542	137,204

Notes to and forming part of the Performance Report

Otorohanga Club Incorporated For the year ended 31 March 2023

1. Statement of Accounting Policies

Otorohanga Club Incorporated is a club, registered under the Incorporated Societies Act 1908.

The performance report of Otorohanga Club Incorporated has been prepared according to generally accepted accounting practice in New Zealand as determined by the External Reporting Board.

Statement of Compliance and Basis of Preparation

Otorohanga Club Incorporated is eligible to apply Tier 3 PBE Accounting Requirements : PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit), on the basis that it does not have public accountability and has total annual expenses of equal to or less than \$2,000,000. Club has elected to report in accordance with PBE SFR-A (NFP). All transactions in the Performance Report are reported using the accrual basis of accounting.

The accounting principles recognised as appropriate for the measurement and reporting of the Statement of Financial Performance and Statement of Financial Position on a historical cost basis are followed by club, unless otherwise stated in the Specific Accounting Policies.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$

Specific Accounting Policies

The following specific accounting policies which materially affect the measurement of the Statement of Financial Performance and Statement of Financial Position have been applied;

(a) Revenue Recognition

Revenue is measured at the fair value of the consideration received or receivable for the sale of goods and services, to the extent it is probable that the economic benefits will flow to club and revenue can be reliably measured.

Gaming Revenue is recognised according to the gaming machine profits per the Electronic Monitoring Systems (EMS)

Subscriptions are recognised for the period for which the subscription relates.

Interest Received is recognised as interest accrues, gross of refundable tax credits received.

Grants are recognised as revenue when the funding is received unless there is an obligation to return the funds if conditions of the grant are not met. If there is such an obligation, the grant is initially recorded as a liability and recognised as revenue when conditions of the grant are satisfied.

(b) Inventories

Inventories are recognised at the lower of cost and net realisable value determined on the weighted average costs method.

(c) Trade Receivables

Trade Receivables are recognised at estimated realisable value.

(d) Bank Accounts and Cash

Bank accounts and cash comprise cash balances and bank balances (including short term deposits with original maturities of 90 days or less)

(e) Property, Plant & Equipment

Property, plant and equipment are stated at historical cost less any accumulated depreciation and impairment losses. Historical cost includes expenditure directly attributable to the acquisition of assets and includes the cost of replacements that are eligible for capitalisation when these are incurred. All other repairs and maintenance expenditure is recognised in profit or loss as incurred.

Depreciation is calculated on a straight line/diminishing value basis over the estimated useful life of the asset based on estimates by management. Assets estimated useful life is reassessed annually. The following estimated depreciation rates/useful lives have been used:

Land and Land Improvements	0%-5% DV
Buildings	2%-20% SL
Gaming Machines	20% SL
Golf Plant & Equipment	10%-50% DV
Motor Vehicles	30% DV
Plant & Equipment	8%-40% SL
Plant & Equipment	10%-25% DV

An item of property, plant and equipment is derecognised upon disposal or when no further future economic benefits are expected from its use or disposal. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is included in profit or loss in the year the asset is derecognised.

(f) Income Tax

The Incorporation is partially exempt from New Zealand income tax having fully complied with all statutory conditions for these exemptions under Section CW 46 of the Income Tax Act 2007, as a body promoting amateur games or sports.

(g) Employee Benefits

Employee benefit obligations are presented as current liabilities in the Statement of Financial Position if the entity does not have an unconditional right to defer settlement for at least 12 months after the reporting period, regardless of when the actual settlement is expected to occur.

(h) Goods and Services Taxation (GST)

The Club is GST registered. All amounts are recorded exclusive of GST, except for debtors and creditors which are stated inclusive of GST.

(i) Accounts Payable

Accounts payable are obligations on the basis of normal credit terms and do not bear interest

(j) Changes in Accounting Policies

During the year the Club installed a new inventory system which calculates inventory costs using the weighted average method. In the prior year inventory costs were determined using the first-in, first-out method.

The impact on the financial statements due to the change in cost method can not be determined as the information is not available. The impact of this change is not deemed material. All other policies have been applied in line with the prior year.

	NOTES	2023	2022
2. Donations, Fundraising and other similar revenue			
Donations		9,016	2,192
Donations Received - Veterans/Van		1,190	1,028
Sponsorship - Golf		19,414	19,218
Raffles		37,572	2,122
Total Donations, Fundraising and other similar revenue		67,192	24,561

	NOTES	2023	2022
3. Fees, Subscriptions and other revenue from members			
Membership Subscriptions		57,317	46,871
Membership - Golf		74,150	60,611
Membership Contributions (Sub-Groups)		48,838	58,820
Total Fees, Subscriptions and other revenue from members		180,305	166,302

	NOTES	2023	2022
4. Revenue from providing goods or services			
Golf - Bar Sales		50,256	32,147
Restaurant Sales		348,837	198,918
Bar Sales		750,392	390,470
Shop Sales		3,627	1,562
Gaming Machine Revenue		779,886	488,499
Green Fees		41,283	22,612
Tournament Income		6,418	6,634
Sports Income		-	3,802
Cart Hire		25,768	16,505
Clubhouse & Course Hire		150	2,239
Venue Hire		9,141	4,743
ATM Commission		4,441	2,300
TAB Receipts		4,109	13,805
Total Revenue from providing goods or services		2,024,309	1,184,237

	NOTES	2023	2022
5. Interest, dividends and other investment revenue			
Interest Received		1,473	20
Interest Received - Gaming		66	-
Total Interest, dividends and other investment revenue		1,539	20

	NOTES	2023	2022
6. Other Revenue			
Advertising		2,800	200
Covid-19 Wage Subsidy Income		1,918	94,966
Covid-19 Support Payments		-	27,200
Depreciation Recovered		954	-
MSD Apprenticeship Boost Scheme		3,000	-
Other Income		-	2,428
Residential Income		17,180	14,560
Resurge Support Payment		-	65,600
Sundry Income		130	-
Total Other Revenue		25,982	204,954
	NOTES	2023	2022

7. Volunteer and employee related costs

Wages & Salaries		437,443	343,627
Wages Restaurant		148,905	175,050
Wages Golf		120,116	95,168
ACC Levy		3,518	3,577
ACC Levy - Golf		720	733
Gaming Admin Wages		20,592	16,940
Travel Expenses		50	237
Honorarium		10,256	5,146
Conference Expenses		5,039	-
Total Volunteer and employee related costs		746,640	640,478
	NOTES	2023	2022

8. Costs related to providing goods or services

COGS - Golf		17,929	11,382
COGS - Bar		285,007	171,600
COGS - Restaurant		181,443	88,005
Accounting Fees		15,594	9,500
Advertising		3,040	1,286
Affiliation Fees		5,805	4,353
Affiliation Fees - Golf		6,920	6,121
ANZAC Day Expenses		1,446	-
Bank Fees		380	890
Bike & Mower Expenses		4,753	5,887
Bridge Expenses		-	400
Buildings		5,195	13,119
Cleaning & Laundry		16,994	15,682
Computer Expenses		2,002	1,939
Consultant		-	1,583

This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.



	NOTES	2023	2022
Courtesy Van		13,702	7,968
DIA Monitoring Fees		12,205	8,665
Eftpos Fees		7,564	4,913
Electricity		11,341	7,740
EMS Expenses		650	618
Entertainment		23,473	3,550
Equipment Hire		998	457
Fees & Permits		1,786	765
Gaming Duty		179,374	112,355
Gaming Licence		169	27,199
Gaming Machine Maintenance		19,987	46,327
General Expenses		347	923
Gifts		522	739
Glassware		749	451
Golf Cart Expenses		498	2,602
Golf Shop Purchases		3,013	976
Grounds & Gardens		2,209	1,312
Hospitality		2,952	1,720
Insurance		34,794	38,086
Jackpot Prizes		20,400	2,824
Lease Charges		2,193	1,746
Licences		4,589	6,251
Low Cost Assets		6,043	1,545
Office Expenses		7,480	2,986
Osborne's/ITM Tournament - Expenses		12,178	8,704
Other Expenses		-	757
Petrol, Diesel & Oil		16,279	4,847
Plant Misc. - Golf		2,264	2,948
POS System		465	985
Postage		1,177	875
Power & Heating		37,814	24,245
Printing & Stationery		7,184	10,308
Problem Gambling Levy		9,017	4,382
R & M - Water Reticulation System		4,556	3,464
R&M Clubhouse		56	3,496
Rates		18,525	17,610
Repairs & Maintenance - Club		28,597	4,148
R & M - Rental House		596	-
Repairs & Maintenance - Golf		5,525	443
Resource Consent Charges		968	800
Rubbish Removal		12,184	10,422
Security		1,042	2,588
Sky TV		17,543	13,585
Sports Expenditure		61,417	51,912
Staff Expenses		1,587	10,581



This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.

Staff Uniforms	1,705	983
Staff Meals	617	321
Staff Training (Bar)	2,000	535
Staff Training (Gaming)	70	65
Staff Expenses - Golf	470	-
Staff Training (Restaurant)	774	-
Tees, Greens & Course	17,397	14,479
Telephone	7,228	7,210
Tournament Expenses Golf	1,620	2,062
Tractor & Tractor Expenses	4,395	3,566
Trade Waste	2,039	871
Travel Expenses - Golf	-	970
Total Costs related to providing goods or services	1,180,835	822,629

NOTES 2023 2022

9. Grants and Donations

Community Donations	16,706	11,002
Members Welfare	1,581	1,511
Total Grants and Donations	18,287	12,513

NOTES 2023 2022

10. Expenses Related to Public Fundraising

Raffle Expenses	7,939	-
Total Expenses Related to Public Fundraising	7,939	-

NOTES 2023 2022

11. Other Expenses

AGM Expenses	2,368	522
Audit Fees	10,741	10,094
Depreciation	137,904	155,671
Interest - Other	3,879	2,661
Interest - Loans	7,823	7,460
Legal Expenses	-	542
Total Other Expenses	162,715	176,950

12. Related Parties

Description of Related Party Relationship	Description of the Transaction	\$	Amount owing at Balance Date
2023 Year: Todd Ormsby Builders <i>Todd Ormsby (Committee Member) is a director of Todd Ormsby Builders</i>	Provided services	\$3,808	\$615
2023 Year: Waitomo Liquid Waste Disposal <i>Marilyn McFall (Committee Member) is a director of Waitomo Liquid Waste Disposal</i>	Provided services	\$2,039	nil
2023 Year: Mudford Contracting Limited <i>Lee Mudford (Committee Member) is the Director of Mudford Contracting Limited</i>	Provided services	\$1,434	nil
2022 Year: Todd Ormsby Builders <i>Todd Ormsby (Committee Member) is a director of Todd Ormsby Builders</i>	Provided services	\$7,989	nil

Transactions:

	2023	2022
Honorarium	\$10,256	\$5,146

Year End Balances

	2023	2022
Honorarium	\$4,031	-

	NOTES	2023	2022
13. Gaming Trading Account			
Operating Revenue			
Gaming Machine Revenue		779,886	488,499
Total Operating Revenue		779,886	488,499
Direct Costs			
EMS Expenses		650	-
Gaming Licence		169	27,199
Gaming Machine Maintenance		19,987	46,327
Problem Gambling Levy		9,017	4,382
DIA Monitoring Fees		12,205	8,665
Gaming Duty		179,374	112,355
Interest - Loans		7,823	7,460
Total Direct Costs		229,225	206,388
Gross Surplus		550,661	282,111
Depreciation			
Depreciation		28,363	39,102
Total Depreciation		28,363	39,102
Less Indirect Gaming Costs			
Accounting Fees		2,500	-
Audit Fees		2,500	10,094
Electricity - Gaming		4,202	1,276
Gaming Admin Wages		20,592	16,940
Telephone (Gaming)		720	720
Insurance		1,254	2,351
Total Less Indirect Gaming Costs		31,768	31,381
Authorised Purpose Payments	14	295,078	256,165
Percentage of GMP		38	52
Total Gaming Expenditure		584,434	533,035
Net Surplus/(Deficit)	23	195,452	(44,536)
	NOTES	2023	2022
Undistributed Gaming Funds			
Undistributed Gaming Funds Brought Forward		(53,015)	(8,479)
Surplus/(Deficit)		195,452	(44,536)
Undistributed Gaming Funds Carried Forward	23	142,437	(53,015)

This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.



	NOTES	2023	2022
14. Authorised Purpose Payments			
Accounting Fees		13,094	9,500
Advertising		3,040	-
Audit Fees		8,241	-
Affiliation Fees		5,805	4,353
ANZAC Day Expenses		1,447	-
Billiard Expenses		1,342	-
Rates		16,067	15,880
Cleaning		11,120	7,140
Conference Expenses		5,039	-
Community Grants		16,706	-
Rubbish Removal		12,184	10,422
Repairs & Maintenance		21,425	648
Insurance		25,938	27,526
Power & Heating		25,209	24,245
Sky TV		17,543	13,585
Printing & Stationery		7,184	10,308
Telephone		5,133	4,827
Allowance for Managers Wages (Non-Commercial)		14,000	41,250
New Assets		77,742	78,697
Security		1,042	2,588
Members Welfare		1,581	1,511
Lease Charges		2,193	1,746
Computer Expenses		2,002	1,939
Total Authorised Purpose Payments		295,078	256,165

15. Golf Trading Account

Operating Revenue

Golf - Bar Sales	50,256	32,147
Membership - Golf	74,150	60,611
Green Fees	41,283	22,612
Tournament Income	6,418	6,634
Donations	9,016	2,192
Sponsorship - Golf	19,414	19,218
Residential Income	17,180	14,560
Cart Hire	25,768	16,505
Shop Sales	3,627	1,562
Clubhouse & Course Hire	150	2,239
Total Operating Revenue	247,262	178,281

Cost of Sales

Opening Stock - Golf	1,563	1,088
Purchases - Golf	18,954	11,857
Closing Stock - Golf	(2,588)	(1,563)
Total Cost of Sales	17,929	11,382

Gross Surplus from Trading	229,333	166,899
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Direct Costs

Repairs & Maintenance - Golf	5,525	443
R&M Clubhouse	56	3,496
R & M - Rental House	596	-
R & M - Water Reticulation System	4,556	3,464
Tractor & Trailor Expenses	4,395	3,566
Petrol, Diesel & Oil	16,279	4,847
Bike & Mower Expenses	4,753	5,887
Plant Misc. - Golf	2,264	2,948
Golf Cart Expenses	498	2,602
Wages - Golf	120,116	83,650
Covid-19 Subsidy - Golf Wages	-	11,518
Total Direct Costs	159,038	122,422

Gross Surplus	70,294	44,477
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Operating Expenses

Bridge Expenses	-	400
Electricity - Golf	7,139	6,464
Golf Shop Purchases	3,013	976
Tournament Expenses Golf	1,620	2,062
Total Operating Expenses	11,772	9,903

	NOTES	2023	2022
Repairs & Maintenance			
General Expenses - Golf		-	923
Total Repairs & Maintenance		-	923
Administration Expenses			
Affiliation Fees - Golf		6,920	6,121
Resource Consent Charges		968	800
Fees & Permits - Golf		786	765
Office Expenses - Golf		5,310	587
Other Expenses		-	757
Telephone/Internet		1,374	1,664
Travel Expenses - Golf		-	970
Total Administration Expenses		15,358	11,664
Standing Charges			
ACC Levy - Golf		720	733
Bank Fee - Golf		-	450
Insurance		7,602	8,209
Rates - Golf		2,458	1,730
Total Standing Charges		10,781	11,122
Non Cash Expenses			
Depreciation		20,440	15,129
Total Non Cash Expenses		20,440	15,129
Total Expenses		58,351	48,741
Surplus/(Deficit)		11,944	(4,264)

	NOTES	2023	2022
16. Bar Trading Account			
Operating Revenue			
Bar Sales		750,392	390,470
Total Operating Revenue		750,392	390,470
Less Cost of Sales			
Opening Stock		7,398	19,454
Purchases - Bar		292,247	159,544
Closing Stock - Bar		(14,638)	(7,398)
Total Less Cost of Sales		285,007	171,600
Gross Surplus/(Deficit) from Trading		465,385	218,870
	NOTES	2023	2022

17. Restaurant Trading Account

Operating Revenue			
Restaurant Sales		348,837	198,918
Total Operating Revenue		348,837	198,918
Less Cost of Sales			
Opening Stock		3,989	4,836
Purchases - Restaurant		185,502	87,158
Closing Stock		(8,048)	(3,989)
Total Less Cost of Sales		181,443	88,005
Gross Surplus from Trading		167,395	110,912
Direct Costs			
Wages - Restaurant		148,905	150,122
Total Direct Costs		148,905	150,122
Gross Surplus (Deficit) from Trading		18,490	(39,210)
	NOTES	2023	2022

18. Cash & Bank Balances

BNZ - Main Trading		16,232	1,195
BNZ - Gaming		198,571	48,067
BNZ - Sports		5,977	8,942
BNZ - Kitchen		22,326	726
BNZ - Golf Club		27,731	58,270
BNZ - Savings		66	60
Cash on Hand		21,590	15,740
Cash on Hand - Golf		492	602
ATM Account		1,560	3,600
Total Cash & Bank Balances		294,545	137,203



This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.

19. Property, Plant & Equipment**Land**

Opening Book Value	721,697	724,047
Purchases	-	-
Sales	-	-
Profit/(Loss) on Sale	-	-
Current Year Depreciation	(2,262)	(2,350)
Total Land	719,435	721,697

Buildings

Opening Book Value	1,216,902	1,275,917
Purchases	-	-
Sales	-	-
Profit/(Loss) on Sale	-	-
Current Year Depreciation	(58,711)	(59,015)
Total Buildings	1,158,191	1,216,902

Gaming Machines

Opening Book Value	115,991	117,098
Purchases	32,995	37,995
Sales	-	-
Profit/(Loss) On Sale	-	-
Current Year Depreciation	(28,363)	(39,102)
Total Gaming Machines	120,623	115,991

Golf Plant & Equipment

Opening Book Value	94,578	74,759
Purchases	10,053	34,948
Sales	1,043	-
Profit/(Loss) on Sale	954	-
Current Year Depreciation	(20,440)	(15,129)
Total Golf Plant & Equipment	84,101	94,578

Motor Vehicles

Opening Book Value	1,432	2,046
Purchases	-	-
Sales	-	-
Profit/(Loss) on Sale	-	-
Current Year Depreciation	(430)	(614)
Total Motor Vehicles	1,003	1,432

	NOTES	2023	2022
Plant & Equipment			
Opening Book Value		93,806	89,519
Purchases		90,271	43,749
Sales		-	-
Profit/(Loss) on Sale		-	-
Current Year Depreciation		(27,699)	(39,461)
Total Plant & Equipment		156,379	93,806
Total Property, Plant & Equipment		2,239,732	2,244,407

	NOTES	2023	2022
20. Creditors and Accrued Expenses			
Creditors		100,487	83,368
Employee Costs Payable		58,256	62,172
Accruals		23,382	27,711
Total Creditors and Accrued Expenses		182,125	173,251

	NOTES	2023	2022
21. Loans - Current Portion			
BNZ Loan 01		-	84,319
BNZ Loan 02		-	35,342
BNZ Loan 03 (Current Portion)		5,460	-
BNZ Loan 04 - (Current Portion)		2,088	-
De Lage Landen Finance - Golf Carts		8,752	6,599
Finance Now - POS System		11,207	10,263
Finance Now - POS System 2 (Current Portion)		1,903	-
Total Loans - Current Portion		29,410	136,524

	NOTES	2023	2022
22. Loans - Non - Current Portion			
BNZ Loan 03 - (Non Current Portion)		73,637	-
BNZ Loan 04 - (Non Current Portion)		31,069	-
De Lage Landen Finance - Golf Carts		12,988	21,740
Finance Now - POS System		-	11,207
Finance Now - POS System 2 (Non-Current Portion)		3,219	-
Total Loans - Non - Current Portion		120,913	32,947

This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.



Term Loan Security

The BNZ Bank holds the following security: Registered First Mortgage over the property situated at 107 Maniapoto Street, Otorohanga (as detailed in Certificate/s of Title No. SA1785/100) given by Otorohanga Club (Incorporated).

2022

Account Number	Security Held	Repayment Program	Interest Rate %	Balance \$
93191522-00003	Yes	Start Date 16/11/22 Monthly Payment \$1,013.07 Maturity Date 16/11/27	8.74	\$79,097
93191522-00004	Yes	Start Date 16/11/22 Monthly Payment \$424.68 Maturity Date 16/11/27	8.74	\$33,157

Contingent Liabilities and Commitments

The BNZ Bank has granted a \$10,000 guarantee on behalf of the Club in relation to a bond required by the New Zealand Racing Board. The Guarantee is on-going while the Club holds a TAB agency. There are no other contingent liabilities at year end. (2022: same)

Operating Lease Commitment

The Club has the following operating leases in place:

	Duration (mnths)	End Date	Monthly Payment
Finance Now	36	October 2025	\$220.40
Wireless Nation	36	April 2026	\$348.97
Finance Now	36	August 2023	\$460.03
United Gaming Limited - Servicenet	36	April 2024	\$1,685.00

Events After Balance Date

2023: There have been no significant events after balance date.

	NOTES	2023	2022
23. Accumulated Funds			
Opening Balance		2,054,156	2,126,652
Surplus/(Deficit)		182,911	(72,496)
Total Accumulated Funds		2,237,067	2,054,156
Accumulated Surplus or Deficit			
Amount Brought Forward		(318,694)	(290,734)
Add Current Year Surplus/(Deficit)		182,911	(72,496)
Less Transfer to Restricted Reserve - Reserve - Gaming Surplus/(Deficit)	13	195,452	44,536
Total Accumulated Surplus or Deficit		59,669	(318,694)
Restricted Reserves - Undistributed Gaming Funds			
Restricted Reserve amount brought forward		(53,015)	(8,479)
Gaming Surplus/(Deficit) for year	13	195,452	(44,536)
Total Restricted Reserves - Undistributed Gaming Funds		142,437	(53,015)

On transition to the new PBE SFR-A (NFP) reporting framework, the equity has been divided into the funds contributed from members and the accumulated surplus and deficits. The amount identified as the accumulated surpluses is the income or loss from the 2012 and later years

Revenue from the Gaming Machines can be used to pay for direct and indirect operating costs of those machines. Surplus funds can then be used for Authorised Purpose Payments as defined by the Department of Internal Affairs guidelines. Where funds are not spent they are able to be carried forward for future use on Authorised Purpose Payments. The above surplus funds are therefore identified as a Restricted Reserve.

The Ability to Continue Operating

The members of the committee in determining that the performance report be prepared on a going concern basis have taken into account events subsequent to balance date.

Golf Club Funds

All golf income and expenditure is paid from the golf club bank account. Those transactions are kept separate from the other activities of the club. There were no funds transferred from the main account to the golf club bank account. (2022: \$nil).

Biological Assets

The club has a small stand of pine trees on the golf club property. These are coming to maturity and may be harvested in the near future. Returns from the trees, net of the harvest and extraction costs, are not known with any certainty and therefore the trees are not recognised as an asset of the club. Any net proceeds from the sale of the trees will be recognised in the year they are received.

Other Information

As per Note 14 Golf Trading Account, Ladies Golf & Mens Golf have been removed from the comparatives as these are sporting adjuncts of the club, not operating revenue of the Golf Club. This does not impact the statement of financial performance.



This Performance Report is to be read in conjunction with the accompanying Notes and Audit Report.

INDEPENDENT AUDITOR'S REPORT

To the Members of Otorohanga Club Incorporated

Opinion

We have audited the performance report of Otorohanga Club Incorporated (the "Club") on pages 3 to 24, which comprises the statement of financial position as at 31 March 2023, the entity information, statement of service performance, statement of financial performance and statement of cash flows for the year then ended, and the statement of accounting policies and notes to the performance report.

In our opinion, the reported outcomes and outputs, and quantification of the outputs to the extent practicable in the statement of service performance are suitable, and the performance report presents fairly, in all material respects, the entity information for the year then ended, the service performance for the year then ended and the financial position of Otorohanga Club as at 31 March 2023, and its financial performance, and cash flows for the year then ended in accordance with Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board.

We conducted our audit in accordance with International Standards on Auditing (New Zealand) ('ISAs (NZ)'), and the audit of the entity information and statement of service performance in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information* (NZ). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Performance Report* section of our report. We are independent of the Club in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards (New Zealand))* issued by the New Zealand Auditing and Assurance Standards Board and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our unqualified opinion.

Other than in our capacity as auditor, we have no relationship with or interests in Otorohanga Club Incorporated.

Restriction on Responsibility

This report is made solely to the Members of Otorohanga Club Incorporated. Our audit work has been undertaken so that we might state to them those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Members of Otorohanga Club Incorporated, for our audit work, for this report, or for the opinions we have formed.

Responsibilities of the Committee for the Performance Report

The Committee are responsible on behalf of the Otorohanga Club Incorporated for:

- The preparation and fair presentation of the performance report in accordance with *Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit)* issued by the New Zealand Accounting Standards Board;
- Choosing service performance criteria that are suitable in order to prepare service performance information in accordance with the *Public Benefit Entity Simple Format Reporting – Accrual (Not-For-Profit)* framework; and
- Such internal control as the Committee determine is necessary to enable the preparation of a Performance Report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the Committee is responsible on behalf of the entity for assessing the entity's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Committee either intends to liquidate the entity or to cease operations, or has no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the Performance Report

Our objectives are to obtain reasonable assurance about whether the performance report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 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 this performance report.

As part of an audit in accordance with ISAs (NZ) and NZ AS 1, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the performance 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 our 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 entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the performance report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the performance report, including the disclosures, and whether the performance 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.

We 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 we identify during our audit.

The logo for Finnz Audit, featuring the words "Finnz Audit" in a stylized, handwritten-style font.

Finnz Audit Limited
Te Awamutu

28 June 2023