

Performance Report

Kerikeri Cruising Club Incorporated
For the year ended 30 June 2019

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Entity Information

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

Legal Name of Entity

Kerikeri Cruising Club Incorporated

Entity Type and Legal Basis

Incorporated Society under the Incorporated Societies Act 1908.

Registration Number

483706

Entity's Purpose or Mission

To provide a venue for the promotion and participation of all boating activities, encourage the sport of sailing, foster a safe marine environment, and encourage the younger members of our community to become active and skilled in this sport.

Main Sources of Entity's Cash and Resources

The Club's activities are funded through a variety of sources, including marina fees, restaurant trading and club subscriptions.

Entity's Reliance on Volunteers and Donated Goods or Services

The Club relies on gifts of volunteer time and expertise to complete work in many essential roles including board and committee governance.

Officers

Commodore - Peter Wilson

Vice Commodore - Dave Keen

Rear Commodore - Doug France

Treasurer - Dean Smith

Secretary - Tim Bingham

Bankers

Bank of New Zealand, Kerikeri

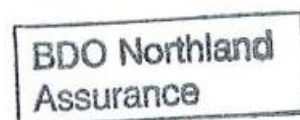
ASB Bank, Kerikeri

Solicitors

Law North Limited, Kerikeri

Auditors

BDO Northland, Kerikeri & Whangarei

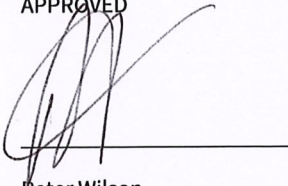


Approval of Financial Report

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

The Committee Members are pleased to present the approved financial report including the historical financial statements of Kerikeri Cruising Club Incorporated for year ended 30 June 2019.

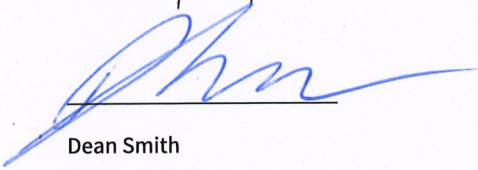
APPROVED



Peter Wilson

Commodore

Date 12/9/19



Dean Smith

Treasurer

Date 17/9/19

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Assurance

Statement of Service Performance

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

Provides a venue for the promotion & participation of all boating activities

- Clubhouse facility (prize-givings for each race & annually, theory training as required)
- Office, Boatshed & Shower/Toilets/Laundry (24/7 access enables participation in all boating activities)
- Provides marina berths (193), pile moorings (39), dinghy storage (109) & boat ramps (2) for use by Club

Encourages the sport of sailing

- Provides an annual calendar of keelboat sailing races 58 (2018: 60)
- Provides an annual calendar of centreboard sailing races 33 (2018: 23)
- Provides & maintains racing facilities (race office, course buoys)
- Recruits & enables volunteers & race committee to organise & adjudicate races
- Provides an annual calendar of boat cruises 2 (2018: 2)
- Provides Learn to Sail courses and sailing coaching and holiday programmes 61 (2018: 81)

Fosters a safe marine environment

- Ensures compliance with vessel electrical standards (monthly compliance checks, annual boat electrical warrant inspections co-ordinated by the Club)
- Mandatory public liability cover for all vessels accommodated on the Club's marina & moorings (monthly review of boat insurance status & mandatory insurance requirements applied to berth rentals)
- Maintains a safe marina & pile moorings (conditions audits, regular maintenance, refurbishment & replacement as required)
- Provides a pump out facility, waste oil disposal facility & on-shore boat rubbish & recycling
- Provides a boat haul out facility (reducing anti-foul contamination of the marine environment by extracting it on-shore)

Encourages young members of our community to become active & skilled in this sport

- Provides 6 RIBs for use in youth training & racing
- Provides on-shore venue for theory teaching
- Recruits & enables volunteers & race committee to organise & adjudicate youth races & training.



This statement should be read in conjunction with the Independent Auditors' Report and Note to the Financial Statements.

Statement of Financial Performance

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

	NOTES	2019	2018
Trading income			
Sales - Bar		68,439	71,331
Sales - Food		131,277	132,447
Sales - Ropes & Shackles		409	2,117
Sales - Rule Books & Safety Regs		-	7
Sales - Shirts, Badges & Burgees		495	1,030
Keelboat Income - Bar		1,475	-
Total Trading income		202,094	206,933
Cost of sales			
Purchases			
Purchases - Bar		29,769	34,221
Purchases - Food		64,456	72,229
Purchases - Ropes & Shackles		818	633
Purchases - Shirts, Badges & Burgees		391	752
Other Cost of Sales		7,050	6,119
Total Purchases		102,484	113,954
Total Cost of sales		102,484	113,954
Gross profit		99,610	92,979
Other income			
Sales of Service			
Advertising Sales		3,496	3,683
Annual Marina Fees		250,379	236,391
Club Activities		14,074	19,320
Coastguard Course Fees Received		155	1,458
Entry Fees - Keelboat		2,440	3,007
Etchel Income inc sailing fees & sponsorship		652	-
Haul Out Income		13,322	13,600
Learn to Sail & Holiday Programme Fees Income		13,473	20,735
Licence Transfer Fees		20,696	15,478
School Community Sailing Experience Income		1,670	-
Sponsorship - Keelboat		6,565	5,365
Sponsorship - Centreboard		-	1,304
Sponsorship - LTS		2,000	4,000
Subscriptions		95,096	95,263
Yacht Use Maintenance Fee Charged		1,535	1,033
Total Sales of Service		425,552	420,637
Commission			
Commission on Fuel		1,698	1,651
Total Commission		1,698	1,651

This statement should be read in conjunction with the Independent Auditors' Report and Note to the Financial Statements.

	NOTES	2019	2018
Rents			
Club Hire		875	868
Rental Bach		3,000	3,120
Rental - Pile Moorings & Trailer Parks		27,132	24,197
Rental - Dinghy Storage		4,722	4,061
Mooring & Berth Fees Received		25,387	42,608
Participatory Security Licence Income		120,724	482,897
Visitor Pool Income Received by Club		15,511	13,115
Total Rents		197,351	570,865
Other Operating Income			
Donations & Grants Received		3,507	414
Donations & Grants Received for Centreboard Capital Items		53,400	1,200
Gain on Disposal of Fixed Assets		217	1,405
Interest Received		29,538	16,096
Sundry Income		27,176	21,386
Total Other Operating Income		113,839	40,501
Total Other income		738,440	1,033,654
Total income		838,050	1,126,633
Expenses			
Audit of Financial Statements		15,449	13,494
Accounting Services		6,085	5,077
Depreciation		329,405	330,105
Insurance		43,621	35,450
Legal Expenses		7,540	24,832
Licences & Levies		56,202	53,505
Light, Power & Heating		22,880	30,527
Marina Annual Maintenance		17,974	26,977
Printing & Stationary		10,808	13,821
Refurbishment Expenses		51,166	4,527
Repairs & Maintenance		37,471	51,242
School & Community Sailing Experience/Course Expenses		720	-
Statutory Supervisor Fees		-	3,997
Wages		236,567	235,794
Other expenses		83,539	94,658
Total Expenses		919,426	924,004
Surplus / (Deficit) for the Year		(81,376)	202,629

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This statement should be read in conjunction with the Independent Auditors' Report and Note to the Financial Statements.

Statement of Financial Position

Kerikeri Cruising Club Incorporated

As at 30 June 2019

	NOTES	30 JUN 2019	30 JUN 2018
Assets			
Current Assets			
Bank accounts and cash	1	1,117,043	417,663
Debtors and prepayments	1	49,235	48,916
Inventory	1	9,527	9,144
Other Current Assets	1	247,609	887,139
Total Current Assets		1,423,414	1,362,862
Non-Current Assets			
Property, Plant and Equipment	2	5,775,368	6,035,543
Total Non-Current Assets		5,775,368	6,035,543
Total Assets		7,198,782	7,398,405
Liabilities			
Current Liabilities			
Creditors and accrued expenses	3	166,096	167,497
Employee costs payable	3	20,666	17,757
Other current liabilities	3	7,109	126,864
Total Current Liabilities		193,871	312,118
Total Liabilities		193,871	312,118
Total Assets less Total Liabilities (Net Assets)		7,004,912	7,086,288
Accumulated Funds			
Accumulated surpluses or (deficits)	5	7,004,912	7,086,288
Total Accumulated Funds		7,004,912	7,086,288

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This statement should be read in conjunction with the Independent Auditors' Report and Note to the Financial Statements.

Statement of Cash Flows

Kerikeri Cruising Club Incorporated

For the year ended 30 June 2019

Cash Basis

	NOTES	2019	2018
Statement of Cash Flows			
Cash Flows from Operating Activities			
Cash was received from			
Receipts from providing goods or services		800,301	732,875
Interest, dividends and other investment receipts		21,829	22,996
Goods and Services Tax received		10,417	-
Total Cash was received from		832,547	755,871
Cash was applied to			
Interest Paid		-	(1,920)
Goods and Services Tax Paid		-	(6,864)
Payments to suppliers		(460,838)	(464,187)
Payments to employees		(233,658)	(230,437)
Total Cash was applied to		(694,496)	(703,408)
Total Cash Flows from Operating Activities		138,051	52,463
Cash Flows from Investing and Financing Activities			
Cash was received from			
Sale of investments		860,563	-
Total Cash was received from		860,563	-
Cash was applied to			
Payments to acquire property, plant and equipment		(69,234)	(14,822)
Purchase of Investments		(230,000)	(90,154)
Total Cash was applied to		(299,234)	(104,976)
Total Cash Flows from Investing and Financing Activities		561,329	(104,976)
Net Increase/(Decrease) in Cash		699,380	(52,513)
Opening Cash Balance			
Bank accounts and cash		417,663	470,176
Total Opening Cash Balance		417,663	470,176
Closing Cash Balance		1,117,043	417,663
Bank Accounts and Cash		1,117,043	417,663

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This statement should be read in conjunction with the Independent Auditors' Report and Note to the Financial Statements.

Statement of Accounting Policies

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

Basis of Preparation

The entity has elected to apply 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 equal to or less than \$2,000,000. All transactions in the Performance Report are reported using the accrual basis of accounting. The Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

Presentation Currency

The Performance Report is presented in New Zealand dollars (NZ\$) and all values are rounded to the nearest NZ\$.

Revenue Recognition

Sale of goods is recorded when the goods are sold (usually when the goods are received by the purchaser).

Donations - Revenue is recorded when the cash is received, except where there are use or return conditions, in which case the revenue recorded as the conditions are met.

Donated assets - Significant donated assets are recorded on receipt at readily obtainable values. Other donated assets are not recognised as revenue and are detailed in the Notes to the Performance Report.

Commission - Revenue is recorded when the commission is receivable.

Provision of services are recognised on a stage of completion basis.

Rental revenue is recorded on a straight line basis unless another systematic basis is representative of the user's benefit.

Interest income is recorded as it is earned.

Participatory Securities - The participatory securities are the licences to use marina berths within the Marina. The full value of the licences was received as an upfront payment at the time they were originally sold, and was recorded as income in advance. The revenue is recognised on a straight line basis over the term of the licences, which expired 21 September 2018. There was no obligation for the club to purchase the Marina Berth Licences on the 21st of September 2018 from the licencees.

Bank Accounts and Cash

Bank accounts and cash in the Statement of Cash Flows comprise cash balances and bank balances (including short term deposits) with original maturities of 90 days or less.

Inventories

Inventories are recorded at cost and if become impaired, written down to lower of cost and selling price.

Trade Receivables

Trade receivables are initially measured at the amount owed. When it is likely that the amount owed, or some portion, will not be collected, an impairment adjustment is recorded. Interest charged on overdue amounts are added to the individual debtor balance.



Property, Plant and Equipment

Items of property, plant and equipment are initially recognised at cost. Historic cost includes items of expenditure directly attributable to the acquisition of assets and includes the cost of replacements that are eligible for capitalisation when these are incurred. Land, buildings and the marina were historically measured under the revaluation model. With the transition to PBE standards the society ceased to revalue for financial reporting with 1 July 2014 forming the effective date for deemed cost.

Items of property, plant and equipment are subsequently measured under the:

- Cost model: Cost less accumulated depreciation and impairment.

All other repairs and maintenance expenditure is recognised in the Statement of Financial Performance as incurred.

Depreciation is calculated on a straight line for buildings and a diminishing value or straight line bases for plant and equipment, furniture and fittings and office equipment which will write off the costs of the assets over their expected useful lives. The following estimated useful lives have been used:

Land: not depreciated
Buildings: 10 - 40 years
Plant & Equipment: 1 - 18 years
Club Furniture & Fittings: 2 - 5 years
Marina Plant & Equipment: 2 - 18 years
Marina Office Equipments: 2 - 18 years
Property Improvements - Marina: 8 - 50 years
Marina: 15 - 25 years

Investments

Investments are recorded when purchased and are recorded at cost. If it appears that the carrying amount of the investment will not be recovered, it shall be written down to the current market price. Any impairment expense is recorded in the Statement of Financial Performance.

Creditors and Accrued Expenses

Creditors and accrued expenses are recorded at the amount owing at balance date.

Employee Costs Payable

Employee costs payable include wages and salaries, annual leave and PAYE payable at balance date. They are recorded at the amount to be paid.

Goods and Services Tax (GST)

The entity is registered for GST. All amounts are stated exclusive of goods and services tax (GST) except for accounts payable and accounts receivable which are stated inclusive of GST.

Income Tax

No income tax asset or liability has been provided for in the financial statements as the club is an amateur sporting organisation and is exempt from all income tax pursuant to section CW 46 of the Income Tax Act 2007.

Changes in Accounting Policies

There have been no changes in accounting policies. Policies have been applied on a consistent basis with those of the previous reporting period.



Notes to the Performance Report

Kerikeri Cruising Club Incorporated For the year ended 30 June 2019

	2019	2018
1. Analysis of Assets		
Bank accounts and cash		
ASB Marina 00 Operating Acc	52,868	11,707
ASB Marina 52 Savings Acc	66,894	71,440
Berth Rentals	172,539	179,403
BNZ 00 Account	39,095	29,283
BNZ 02 Account	2,125	3,789
Cash on Hand	535	595
Major Maintenance	38,872	23,164
Marina Trust Operating	20,802	-
Marina Trust Savings Account	88,706	-
Marina Trust Term Deposit 75	400,000	-
Marina Trust Term Deposit 76	207,100	-
Refurbishment Account	-	96,440
Visitor Pool Payments - BNZ 01	1,844	1,842
BNZ 81 Term Deposit Acc - Vila	25,664	-
Total Bank accounts and cash	1,117,043	417,663
Debtors and prepayments		
Accounts Receivable	12,861	24,394
Accrued Interest	17,477	9,768
Prepayments	18,897	14,754
Total Debtors and prepayments	49,235	48,916
Inventory		
Stock on Hand	9,527	9,144
Total Inventory	9,527	9,144
Other current assets		
Bank Deposits		
BNZ 81 Term Deposit Acc - Vila	-	30,561
Marina Refurbishment - Term Deposits	-	830,000
Marina Trust Term Deposit 74	230,000	-
Total Bank Deposits	230,000	860,561
GST Receivable	16,549	19,957
Marina Unclaimed GST - current portion	-	5,561
Withholding tax paid	1,060	1,060
Total Other current assets	247,609	887,139



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

Opening Carrying Amount	1,948,080	1,948,080
Total Land	1,948,080	1,948,080

Property Improvement - Club

Opening Carrying Amount	55,021	56,401
Depreciation for the Year	(1,379)	(1,380)
Total Property Improvement - Club	53,642	55,021

Buildings

Opening Carrying Amount	989,008	1,031,359
Depreciation for the Year	(44,249)	(42,351)
Total Buildings	944,759	989,008

Marina

Opening Carrying Amount	2,875,463	3,131,909
Additions	10,125	-
Disposals	-	-
Depreciation for the Year	(256,063)	(256,446)
Total Marina	2,629,525	2,875,463

Property Improvements - Marina

Opening Carrying Amount	5,920	6,123
Depreciation for the Year	(196)	(203)
Total Property Improvements - Marina	5,724	5,920

Plant and Equipment

Opening Carrying Amount	142,958	150,307
Additions	58,864	17,952
Disposals	-	(1,726)
Depreciation for the Year	(23,048)	(23,575)
Total Plant and Equipment	178,774	142,958

Marina Plant & Equipment

Opening Carrying Amount	7,735	9,189
Additions	-	-
Depreciation for the Year	(1,371)	(1,454)
Total Marina Plant & Equipment	6,364	7,735

Marina office Equipment

Opening Carrying Amount	2,630	5,042
Additions	244	-
Disposals	-	-
Depreciation for the Year	(1,296)	(2,412)
Total Marina office Equipment	1,578	2,630

Club Furniture & Fittings

Opening Carrying Amount	8,726	11,010
Additions	-	-

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	2019	2018
Depreciation for the Year	(1,804)	(2,284)
Total Club Furniture & Fittings	6,922	8,726
Total Property, Plant & Equipment	5,775,368	6,035,541

Significant Donated Assets - Not Recorded

During the year the Club was donated a 40Ft container (Last year - nil).

	2019	2018
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3. Analysis of Liabilities

Creditors and accrued expenses

Accounts Payable	166,096	167,497
Total Creditors and accrued expenses	166,096	167,497

Employee costs payable

Employee Benefits Accrued	20,666	17,757
Total Employee costs payable	20,666	17,757

Other current liabilities

Income Received in Advance	7,109	6,140
Participatory Securities - Current Portion	-	120,724
Total Other current liabilities	7,109	126,864

4. Participatory Securities

The Participatory Securities are governed by a Deed of Participation, both of which came to an end on 30 September 2018.

	2019	2018
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5. Accumulated Funds

Accumulated Funds

Opening Balance	7,086,288	6,883,658
Accumulated surpluses or (deficits)	(81,376)	202,630
Total Accumulated Funds	7,004,912	7,086,288
Total Accumulated Funds	7,004,912	7,086,288

6. Commitments

There are no commitments as at 30 June 2019 (Last year - nil).

7. Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at 30 June 2019 (Last year - nil).

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8. Related Parties

The Club is wholly owned by its members and governed by an elected committee of members.

Contracted services provided to the Club by elected committee members of the Club staff are at all times on an arms length, commercial basis and approved in advance by the elected committee

The following Interests are disclosed:

Committee Member	Organisation / Nature	Position	Value of Transactions	Balance Outstanding at Year End
R McCready	Scottronic	Owner	Nil (2018: \$2,445)	Nil (2018: Nil)
Phil Harris	Wages	Employee	\$982 (2018: \$1,801)	Nil (2018: Nil)
Tim Bingham	Northland Sea Safety	Owner	\$1,254 (2018: \$1,137)	Nil (2018: Nil)
K Staff			Nil (2018: \$64)	Nil (2018: Nil)
Royce Clark	Roycom Ltd	Owner	\$1,000 (2018: Nil)	Nil (2018: Nil)

The following committee members hold berth licences with the Club which were transacted on the same terms as all other berth licence holders:-

2019	2018
Lane Ayr	Lane Ayr
Peter Williams (until Sep 2018)	Peter Williams
Jim Murdoch	Jim Murdoch
Paul Pederson	Paul Pederson
Tony Dalbeth-Hudson	Tony Dalbeth-Hudson
Mike Carere	Mike Carere (appointed September 2017)
Phil Harris	Phil Harris
Doug France	Doug France
Dave Keen	Kit Staff
Phil Stocker	Peter Wilson
Alaistrair Stephenson	Dave Keen
	Phil Stocker

During 2019 the Club received funds from committee members totaling \$15,906 (2018: \$18,343). These were for Marina fees, club subscriptions, pile moorings, private club hire, trailer parks and dinghy locker hire.

During 2019 the Club paid committee members a total of \$982 (2018: \$1,801) for visitor pool payments.

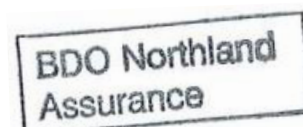
There were no other material related party transactions with the Club staff or organisations that the staff have the power to influence.

9. Events After the Balance Date

There are no events after balance date that have a material impact on the Performance Report.

10. Ability to Continue Operating

The entity will continue to operate for the foreseeable future.



INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF KERIKERI CRUISING CLUB INCORPORATED

Report on the Performance Report

Opinion

We have audited the performance report of Kerikeri Cruising Club Incorporated ("the Club"), which comprises the entity information, the statement of service performance, the statement of financial performance and statement of cash flows for the year ended 30 June 2019, the statement of financial position as at 30 June 2019, and the statement of accounting policies and other explanatory information.

In our opinion:

- a) the reported outcomes and outputs, and quantification of the outputs to the extent practicable, in the statement of service performance are suitable;
- b) the accompanying performance report presents fairly, in all material respects:
 - the entity information for the year ended 30 June 2019;
 - the service performance for the year then ended; and
 - the financial position of the Club as at 30 June 2019, 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.

Basis for Opinion

We conducted our audit of the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report 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 International Standard on Assurance Engagements (New Zealand) ISAE (NZ) 3000 (Revised) *Assurance Engagements Other than Audits or Reviews of Historical Financial Information* ("ISAE (NZ) 3000 (Revised)"). 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 (Revised) *Code of Ethics for Assurance Practitioners* 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 opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Club other than we format the financial statements of the incorporation.

Other Information

The General Committee is responsible for the other information. The other information obtained at the date of this auditor's report is information contained in the annual report, but does not include the performance report and our auditor's report thereon.

Our opinion on the performance report does not cover the other information and we do not express any form of audit opinion or assurance conclusion thereon.

In connection with our audit of the performance report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the performance report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the General Committee for the Performance Report

The General Committee is responsible for:

- a) Identifying outcomes and outputs, and quantifying the outputs to the extent practicable, that are relevant, reliable, comparable and understandable, to report in the statement of service performance;
- b) the preparation and fair presentation of the performance report on behalf of the Club which comprises:
 - the entity information;
 - the statement of service performance; and
 - the statement of financial performance, statement of financial position, statement of cash flows, statement of accounting policies and notes to the performance report

in accordance with Public Benefit Entity Simple Format Reporting - Accrual (Not-For-Profit) issued by the New Zealand Accounting Standards Board; and

- c) such internal control as the General Committee determines is necessary to enable the preparation of the performance report that is free from material misstatement, whether due to fraud or error.

In preparing the performance report, the General Committee is responsible on behalf of the Club for assessing the Club'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 General Committee either intends to liquidate the Club 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 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 ISAE (NZ) 3000 (Revised) 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 ISAE (NZ) 3000 (Revised), 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 General 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 Club'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 Club 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 General 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.

Who we Report to

This report is made solely to the Club's members, as a body. Our audit work has been undertaken so that we might state those matters which 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 Club and the Club's members, as a body, for our audit work, for this report or for the opinions we have formed.



BDO Northland
Kerikeri
New Zealand
12 September 2019