



Nelson Cricket Association Incorporated

Performance Report

**FOR THE YEAR ENDED
30 June 2019**

Nelson Cricket Association Incorporated
Performance Report
For the year ended
30 June 2019

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Nelson Cricket Association Incorporated

Entity Information

"Who are we?", "Why do we exist?"

For the year ended
30 June 2019

Legal Name of Entity:*	Nelson Cricket Association Incorporated
Other Name of Entity (if any):	Nelson Cricket Association
Type of Entity and Legal Basis (if any):*	Incorporated Society
Registration Number:	529571

Entity's Purpose or Mission: *

Nelson Cricket Association Incorporated purpose is to facilitate, promote and co-ordinate the sport of Cricket in the Nelson region.

Entity Structure: *

Nelson Cricket Association Inc is managed by a General Manager (David Leonard). The General Manager reports to a Board comprising:

Jeff Rackley (President)

Rod Baxendine (Chair)

Tony Pratt

Jemma McGowan

Nettles Lamont

David Leonard resigned as General Manager post 30 June 2019

Nelson Cricket Association Incorporated

Entity Information

"Who are we?", "Why do we exist?"

For the year ended
30 June 2019

Main Sources of the Entity's Cash and Resources:*

Nelson Cricket Association Inc's main source of cash is income from First Class matches as well as ground fees charged to individual cricket clubs. In addition Nelson Cricket relies on Grants and Donations from Gaming Trusts and other similar funders.

Main Methods Used by the Entity to Raise Funds:*

Nelson Cricket submits grant applications to Gaming Trusts and other funders. In addition a close relationship with New Zealand Cricket has meant that a number of successful international matches have been held in Nelson - proven performance will lead to further matches being held.

Entity's Reliance on Volunteers and Donated Goods or Services: *

Many of Nelson Cricket's events and fixtures would not be possible without the services of volunteers and local businesses who freely give their time and services to enable the successful operation of matches and events.

Contact details

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Postal Address:	PO Box 593, Nelson 7040
Phone:	03 548 2204
Email/Website:	david@nelsoncricket.org.nz www.nelsoncricket.org.nz
	www.facebook.com/nelson.cricket.7/
	

Nelson Cricket Association Incorporated

Statement of Service Performance

"What did we do?", When did we do it?"

For the year ended
30 June 2019

Description of the Entity's Outcomes*:

To promote the game of cricket in Nelson to existing and potential players as well as the general public. This will be achieved through the provision of a vibrant local competition structure, quality coaching and development of younger players in schools and clubs. In addition attracting international matches to the region will promote cricket as a viable leisure and entertainment option for the Nelson region as well as bringing economic benefit to the region.

	Actual*	Budget	Actual*
Description and Quantification (to the extent practicable) of the Entity's Outputs:*	2019	2019	2018
International Matches held	1	2	3
First Class Matches held	3	3	3
Local Competition matches	4	3	2
Active Cricket Clubs	20	20	20
Participating players in Nelson region	1,700	1,800	1,700

Nelson Cricket Association Incorporated

Statement of Financial Performance

"How was it funded?" and "What did it cost?"

For the year ended

30 June 2019

	Note	Actual* 2019 \$	Actual* 2018 \$
Revenue			
Donations, fundraising and other similar revenue*	1	225,614	147,677
Fees, subscriptions and other revenue from members*	1	6,394	9,171
Revenue from providing goods or services*	1	348,764	482,850
Interest, dividends and other investment revenue*	1	128	30
Other revenue	1	800	4,926
Total Revenue*		581,700	644,654
Expenses			
Volunteer and employee related costs*	2	227,839	222,793
Costs related to providing goods or services*	2	407,154	418,075
Grants and donations made*	2	29,296	44,517
Other expenses	2	37,588	33,539
Total Expenses*		701,877	718,923
Surplus/(Deficit) for the Year*		(120,177)	(74,269)

Nelson Cricket Association Incorporated

Statement of Financial Position

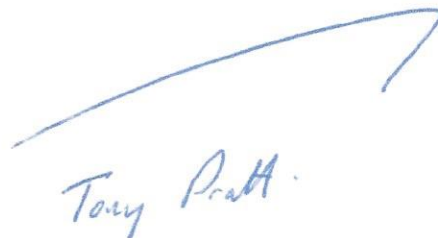
"What the entity owns?" and "What the entity owes?"

As at
30 June 2019

	Note	Actual* 2019 \$	Actual* 2018 \$
Assets			
Current Assets			
Bank accounts and cash*	3	91,070	19,040
Debtors and prepayments*	3	31,880	50,221
Total Current Assets		122,950	69,261
Non-Current Assets			
Property, plant and equipment*	4	208,441	235,211
Total Non-Current Assets		208,441	235,211
Total Assets*		331,391	304,472
Liabilities			
Current Liabilities			
Creditors and accrued expenses*	3	221,907	98,250
Employee costs payable*	3	13,962	9,521
Unused donations and grants with conditions*	3	58,824	39,826
Other current liabilities	3	-	-
Total Current Liabilities		294,693	147,597
Total Liabilities*		294,693	147,597
Total Assets less Total Liabilities (Net Assets)*		36,698	156,875
Accumulated Funds			
Capital contributed by owners or members*		-	-
Accumulated surpluses or (deficits)*	5	36,698	156,875
Reserves*		-	-
Total Accumulated Funds*		36,698	156,875



N A Lamont



14 November 2019

Nelson Cricket Association Incorporated

Statement of Cash Flows

"How the entity has received and used cash"

For the year ended
30 June 2019

	Actual* 2019 \$	Actual* 2018 \$
Cash Flows from Operating Activities*		
Cash was received from:		
Donations, fundraising and other similar receipts*	244,612	207,503
Fees, subscriptions and other receipts from members*	6,394	13,947
Receipts from providing goods or services*	347,296	462,418
Interest, dividends and other investment receipts*	128	30
Other Income	800	
Net GST	4,522	(12,213)
Cash was applied to:		
Payments to suppliers and employees*	498,645	615,743
Donations or grants paid*	29,296	44,517
Net Cash Flows from Operating Activities*	75,811	11,425
Cash flows from Investing and Financing Activities*		
Cash was received from:		
Proceeds from sales of Property, Plant and Equipment	5,000	
Cash was applied to:		
Payments to acquire property, plant and equipment*	8,780	56,958
Repayments to loans borrowed from other parties*		
Net Cash Flows from Investing and Financing Activities*	(3,780)	(56,958)
Net Increase / (Decrease) in Cash*	72,031	(45,533)
Opening Cash*	19,040	64,573
Closing Cash*	91,070	19,040
This is represented by:		
Bank Accounts and Cash*	91,070	19,040

Nelson Cricket Association Incorporated

Statement of Accounting Policies

"How did we do our accounting?"

**For the year ended
30 June 2019**

Basis of Preparation*

Nelson Cricket Association Incorporated 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 of 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.

Goods and Services Tax (GST)*

All amounts are recorded exclusive of GST, except for Debtors and Creditors which are stated inclusive of GST.

Income Tax

No provision for Income Tax has been made as Nelson Cricket Association (Inc) is exempt from Income Tax under the amateur sports exemption contained in Section CW46 of the Income Tax Act 2007

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.

Fixed Assets and Depreciation

All fixed assets are recorded at cost less accumulated depreciation.

Depreciation of the assets has been calculated at the maximum rates permitted by the Income Tax Act 2007.

The entity has the following asset classes:

Facilities Asset. 16% Diminishing Value

Office Equipment. 20% - 50% Diminishing Value

Plant & Equipment. 14.4% - 60% Diminishing Value

Changes in Accounting Policies*

There have been no changes in accounting policies during the financial year (last year - nil).

Revenue Policy

Fundraising and Grant income is accounted for depending on whether or not it has a "use or return" condition attached. Where no use or return conditions are attached, the revenue is recorded as income when the cash is received. Where income includes a use or return condition, it is initially recorded as a liability on receipt. The income is then subsequently recognised within the Statement of Financial Performance as the performance conditions are met.

Tier 2 PBE Accounting Standards

The Society has not adopted any Tier 2 PBE Accounting Standards in the preparation of the performance report.

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended
30 June 2019

Note 1 : Analysis of Revenue

Revenue Item	Analysis	2019 \$	2018 \$
Fundraising revenue	Mainland Foundation	114,469	40,174
	NZ Community Trust	15,000	25,000
	Rata Foundation	-	-
	Pub Charity	-	-
	Lion Foundation	-	10,000
	Air Rescue Trust	-	4,000
	Trillian Trust	-	-
	KiwiSport and other	13,000	8,800
	ODI Sponsorship	-	-
	Pelorus Trust	-	-
	Sponsorships	83,144	47,703
	Pub Charity	-	-
	NZ Cricket	-	12,000
	Total	225,614	147,677
Revenue Item	Analysis	2019 \$	2018 \$
Fees, subscriptions and other revenue from members	Affiliation Fees	6,394	9,171
	Total	6,394	9,171
Revenue Item	Analysis	2019 \$	2018 \$
Revenue from providing goods or services	First Class Fixture	69,920	243,015
	Ground Fees	45,409	41,367
	NZC and CDCA	75,351	75,750
	Rep Teams	26,262	29,826
	Coaching fees	18,963	24,002
	Indoor Centre Venue Hire	54,337	10,007
	Events	58,522	58,882
	Total	348,764	482,850
Revenue Item	Analysis	2019 \$	2018 \$
Interest, dividends and other investment revenue	Interest	128	30
	Total	128	30
Revenue Item	Analysis	2019 \$	2018 \$
Other revenue	Other Income	800	4,926
	Total	800	4,926

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended
30 June 2019

Note 2 : Analysis of Expenses

Expense Item	Analysis	2019 \$	2018 \$
Volunteer and employee related costs	ACC levies	5,854	4,136
	Salaries and Wages	215,142	213,725
	KiwiSaver contributions	6,413	3,212
	Other employee/staff/volunteer costs	430	1,719
	Total	227,839	222,792

Expense Item	Analysis	2019 \$	2018 \$
Costs related to providing goods or services	Cricket operations	103,740	68,494
	Finance operating expenditure	7,656	8,132
	First Class Matches	87,480	102,245
	General Operations	91,585	140,442
	Ground Fees	47,962	41,671
	Representative Teams	65,731	53,839
	Audit Fee	3,000	3,252
	Total	407,153	418,076

Expense Item	Analysis	2019 \$	2018 \$
Grants and donations made	Club Coaching Grant	29,296	44,517
	Total	29,296	44,517

Expense Item	Analysis	2019 \$	2018 \$
Other expenses	Loss on disposal of assets	-	170
	Bad Debts written off	7,349	4,100
	Depreciation	30,238	29,269
	Total	37,587	33,539

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended
30 June 2019

Note 3 : Analysis of Assets and Liabilities

Asset Item	Analysis	2019 \$	2018 \$
Bank accounts and cash	Cheque account balance	90,667	13,978
	Call account balance	278	278
	Bank accounts held on behalf account balance	115	4,776
	Indoor Centre account balance	9	9
	Total	91,069	19,040

Asset Item	Analysis	2019 \$	2018 \$
Debtors and prepayments	Accounts receivable	25,295	17,252
	Prepayments and other debtors	60	5,344
	GST Receivable	6,525	11,047
	Employee payback transactions	-	4,323
	Stock	-	12,255
	Total	31,880	50,221

Liability Item	Analysis	2019 \$	2018 \$
Creditors and accrued expenses	Accounts payables	208,239	85,524
	Accrued expenses	11,267	6,506
	Bank Accounts held - On behalf	115	4,776
	Credit Card	2,286	1,444
	Total	221,907	98,250

For the year ended
30 June 2019

Note 5 : Analysis of Assets and Liabilities			
		2019	2018
Liability Item	Analysis	\$	\$
Employee costs payable	Provision for Holiday Pay	13,962	9,521
	Total	13,962	9,521
Liability Item	Analysis	2019	2018
Unused donations and grants with conditions	Mainland Foundation	\$ 58,824	\$ 39,826
	Total	58,824	39,826
Liability Item	Analysis	2019	2018
Other current liabilities		\$	\$
	Total	-	-

Note 4 : Property, Plant and Equipment

2019							PPE7 - PPE8	
Asset Class	Opening Carrying Amount	Purchases	Sales/ Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount		Current Valuation	Source and Date of Valuation
Facilities	16,052			2,568	13,484			
Indoor Centre - fit out & equipment	148,181			18,094	130,087			None
Plant and Equipment	54,045	1,561	5,311	7,705	42,590			
Office equipment	2,209			1,097	1,112			
Indoor Centre - lease improvements	14,724	7,219		775	21,168			
Total	235,211	8,780	5,311	30,239	208,441			

2018							PPE7 - PPE8	
Asset Class	Opening Carrying Amount	Purchases	Sales/ Disposals	Current Year Depreciation and Impairment	Closing Carrying Amount		Current Valuation	Source and Date of Valuation
Facilities	19,110			3,058	16,052			
Indoor Centre - fit out & equipment	163,877	2,051		17,747	148,181			
Plant and Equipment	20,252	40,280	170	6,317	54,045			
Office equipment	3,582			1,373	2,209			
Indoor Centre - lease improvements	15,499	-		775	14,724			
Total	222,320	42,331	170	29,270	235,211			

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended

30 June 2019

Note 5: Accumulated Funds

2019				
Description*	Capital Contributed by Owners or Members*	Accumulated Surpluses or Deficits*	Reserves*	Total*
Opening Balance	-	156,875	-	156,875
Capital contributed by owners or members *	-	-	-	-
Capital returned to owners or members *	-	-	-	-
Surplus/(Deficit)*	-	(120,177)	-	(120,177)
Distributions paid to owners or members *	-	-	-	-
Transfer to Reserves*	-	-	-	-
Transfer from Reserves*	-	-	-	-
Closing Balance	-	36,698	-	36,698

2018				
Description*	Capital Contributed by Owners or Members*	Accumulated Surpluses or Deficits*	Reserves*	Total*
Opening Balance	-	231,145	-	231,145
Capital contributed by owners or members *	-	-	-	-
Capital returned to owners or members *	-	-	-	-
Surplus/(Deficit)*	-	(74,269)	-	(74,269)
Distributions paid to owners or members *	-	-	-	-
Transfer to Reserves*	-	-	-	-
Transfer from Reserves*	-	-	-	-
Closing Balance	-	156,875	-	156,875

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended
30 June 2019

Note 6 : Commitments and Contingencies

Commitment*	Explanation and Timing*	At balance date	At balance date
		2019	2018
		\$	\$
Commitments to lease or rent	The Car Company Toyota JYS970	1,700	-
	The Car Company Ssanyong Korando HMM190	2,610	-
	The Car Company Ssanyong Rhino MDA103	810	-
	LDV60 Ute LCT 449		9,720
	Tasman Regional Sports Trust - Office	11,300	11,300

Commitments

Contingent Liabilities and Guarantees

There are no contingent liabilities or guarantees as at balance date (Last Year - nil)

Nelson Cricket Association Incorporated

Notes to the Performance Report

For the year ended
30 June 2019

Notes 7-12

Note 7: Other

Significant Grants Donations with Conditions which have been Recorded as a Liability*

Description*	Original Amt*	Not Fulfilled Amt*	Purpose and Nature of the Condition(s)*
Mainland MF 21255	4,991	-	Salaries
Nelson Pine Industries	45,833	-	Sponsorship
Signature Homes	5,000	-	Sponsorship
Port Nelson Ltd	3,000	-	Sponsorship

Goods or Services Provided to the Entity in Kind*

Description*	Amount*
Nelson Cricket relies on considerable volunteer hours. These are estimated to be 1000 hours at \$18 per hour	18,000

Assets Used as Security for Liabilities*

Nature and Amount of Borrowing*

Nelson Cricket has not used any assets as security for liabilities

Nature and Amount of Asset Used as Security*

Note 8: Assets Held on Behalf of Others*

Description of the Assets Held*

Bank Accounts

Name of Entity of Whose Behalf Assets are Held*

Two BNZ accounts are held by Nelson Cricket on behalf of the Nelson Cricket Representative Team and Ramblers Cricket Club

Related Party Disclosures:

There were no material transactions involving related parties during the financial year. (Last Year - Nil)

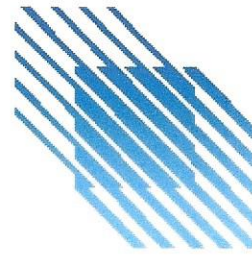
Note 10: Events After the Balance Date*

Events After the Balance Date:

There were no events that have occurred after the balance date that would have a material impact on the Performance Report. (Last Year Nil)

Note 11: Going Concern*

The year ended 30 June 2019 has seen a further loss incurred which has eroded accumulated funds along with a negative liquidity position. The Trustees have produced and reviewed the cash flow forecast for the next year which produces a small surplus after depreciation. However, this is after the inclusion of income related to sponsorship and grants which cannot be completely confirmed at this stage. If these revenue streams were not to come to fruition then the trust may not be able to meet its liabilities as they fall due. Despite this the Trustees believe that the Trust is a going concern and as such the performance report has been prepared on the going concern basis.



NMA Nelson Marlborough Audit Ltd

INDEPENDENT AUDITOR'S REPORT

To the Members of Nelson Cricket Association Incorporated

Report on the Performance report

Qualified Opinion

We have audited the performance report of Nelson Cricket Association Incorporated, which comprise the entity information, the statement of financial position as at 30 June 2019, the statement of service performance, the statement of financial performance, and statement of cash flows for the year then ended, and notes to the performance report, including a summary of significant accounting policies.

In our opinion, except for the possible effects of the matter described in the Basis for Qualified Opinion paragraph, the performance report presents fairly, in all material respects;

- the entity information for the year then ended; and
- the financial position of Nelson Cricket Association Incorporated 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).

Basis for Qualified Opinion

As per organisations of a similar nature, the control over cash income from some activities of the Association, prior to it being recorded, is limited, and there are no practical procedures that can determine the effect of this limited control.

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 in accordance with the International Standard on Assurance Engagements (New Zealand) 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 Association 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 the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants (IESBA Code)*, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code.

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 Association.

Material Uncertainty Related to Going Concern

We draw your attention to note 11 in the performance report which describes the Association's poor financial performance and negative liquidity position and its reliance on future external income generation through donations, grants, sponsorships and other fundraising activities, and the possible effect on the Association of decreases in this ongoing income. These circumstances indicate that a material uncertainty exists that may cast significant doubt on the Association's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

The Responsibility of the Committee for the Performance Report

The Committee are responsible on behalf of the entity 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 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 in New Zealand by the New Zealand Accounting Standards Board, and

- (c) for such internal control as the Committee determine 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 Committee are responsible on behalf of the Association for assessing the Association'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 intend to liquidate the Association or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibility 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) 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 be reasonably expected to influence the decisions of users taken on the basis of the performance report.

As part of an audit in accordance with ISAs (NZ), 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 Association'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 Association'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 Association 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.

We communicate with those charged with governance 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.

NMA Nelson Marlborough Audit Ltd

NMA Nelson Marlborough Audit Limited
PO Box 732
Nelson 7040

14 November 2019