

**Statement of Financial Performance  
for the year ended 31 May 2015**

	Note	2015 \$	2014 \$
<b>Revenue</b>			
Affiliation Fees		4,000	4,000
Capitation Fees		144,422	147,410
Coaching	7	50,000	43,133
Training Camps	7	81,190	48,294
International Youth Levy	13	4,995	4,935
White Sox Programme Levy	14	20,200	20,700
Interest		26,119	19,246
Other Income	7	3,987	18,732
International Tours	7	524,068	246,327
Sponsorship and support	7	1,065,154	847,602
Tournaments	7	58,617	49,721
		<u>1,982,752</u>	<u>1,450,100</u>
<b>Expenses</b>			
AGM	12	8,626	10,799
Audit fees		7,400	7,200
Other assurance fees - paid to auditor (grant audit)		1,269	1,278
Board	12	24,760	33,824
Coaching		173,860	232,757
Depreciation	5	8,551	7,106
International Tours		733,264	275,427
Office	12	61,384	67,344
Other	12	277,460	269,497
Promotions		30,376	14,544
Salaries		353,207	334,433
Tournaments		115,166	103,753
Training Camps		85,662	68,340
		<u>1,880,985</u>	<u>1,426,302</u>
<b>Surplus for Year</b>		<u><u>101,767</u></u>	<u><u>23,798</u></u>

**Statement of Movements in Equity  
for the year ended 31 May 2015**

Balance as at 1 June	402,546	378,748
Plus Surplus for Year	<u>101,767</u>	<u>23,798</u>
<b>Total recognised revenue and expenses</b>	<u>101,767</u>	<u>23,798</u>
<b>Closing Equity 31 May</b>	<u><u>504,313</u></u>	<u><u>402,546</u></u>

These statements are to be read in conjunction with the notes to the financial statements



**Statement of Financial Position**  
**as at 31 May 2015**

	Note	2015 \$	2014 \$
<b>Current Assets</b>			
Cash at bank	8	154,039	382,730
Cash Imprest		450	450
Prepayments		220,328	310,751
Sundry Debtors		20,483	6,154
GST Receivable		2,463	-
Loans to Associations	6	-	16,176
Stock		4,577	5,694
Investments	9	951,491	584,710
<b>Total Current Assets</b>		<b>1,353,831</b>	<b>1,306,665</b>
<b>Fixed Assets</b>	5	<b>10,970</b>	<b>19,521</b>
<b>Total Assets</b>		<b>1,364,801</b>	<b>1,326,186</b>
<b>Current Liabilities</b>			
Sundry Creditors		195,940	249,755
GST Payable		-	22,650
Income in Advance		664,548	651,235
<b>Total Current Liabilities</b>		<b>860,488</b>	<b>923,640</b>
<b>Net Assets</b>		<b>504,313</b>	<b>402,546</b>
<b>Represented By:</b>			
<b>Total Equity</b>		<b>504,313</b>	<b>402,546</b>

Tony Giles  
 Chief Executive  
 Dated 27 July 2015

*Lorena Stephen*  
 Lorena Stephen  
 Director

These statements are to be read in conjunction with the notes to the financial statements

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**Notes to the Financial Statements  
for the year ended 31 May 2015**

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**1. Reporting Entity**

The New Zealand Softball Association Inc. is an incorporated society registered under the Incorporated Societies Act 1908. The financial statements have been prepared according to generally accepted accounting practice. These are the financial statements of the New Zealand Softball Association (Inc) and do not represent any individual clubs or regions. Clubs and regions are governed independently.

**2. Measurement Base**

The general accounting policies recognised as appropriate for the measurement and reporting of results and the financial position of the Association are set out below and unless otherwise stated are on a historical basis.

**3. Differential Reporting**

The New Zealand Softball Association (Inc) is a qualifying entity within the External Reporting Board's Differential Reporting framework. The Association qualifies on the basis that it is not publicly accountable and it is not large as defined within the Framework for Differential reporting. The Association has taken advantage of all reporting concessions available to it with the exception of FRS 19 - Goods and services tax with which it has fully complied.

**4. Significant Accounting Policies**

**a) Accounts Receivable**

Accounts Receivable are stated at expected realisable value.

**b) Stock**

Stock is valued at the lower of cost (using a first-in-first-out basis) and net realisable value. In arriving at net realisable value an allowance has been made for obsolescence and deterioration.

**c) Fixed Assets**

Fixed Assets are stated at cost less accumulated depreciation.

**d) Depreciation**

Depreciation is provided on a Diminishing Value Basis. Depreciation is applied on a monthly basis from when any capital addition is made. Replacement uniforms are expensed rather than depreciated.

The rates in use are: Training Equipment 33 - 39.6% DV Office Equipment 20 - 48% DV

**e) Goods and Services Tax**

The Financial Statements have been prepared on a Goods and Services Tax exclusive basis, except for receivables and payables, which are presented on a GST inclusive basis.

**f) Sponsorship Income**

All sponsorship income is recognised on a seasonal basis, with the exception of funding for specific projects, which are allocated according to the timing of the projects.

**g) Income in Advance**

Income in advance is recognised for funds already received which relate to events, tours and activities occurring after balance date where there is an obligation to spend the funds received in the manner for which that are received. Where funds are not spent on the purpose for which they are received, the funds are repayable.

**h) Investments**

All investments are shown at cost other than when in the opinion of the Board there has been a permanent impairment in the value of the investment and in this instance the investment is shown at net realisable value.

**i) Changes in Accounting Policies**

There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in the previous year.

Notes to the Financial Statements continued  
for the year ended 31 May 2015

## 5. Fixed Assets

	Uniforms / Training Equipment \$	Fittings & Office Equipment \$	Total \$
<b>2015</b>			
Opening net book value	257	19,262	19,521
Additions	-	-	-
Disposals	-	-	-
Depreciation Expense	(88)	(8,463)	(8,551)
Closing Net Book Value	<b>169</b>	<b>10,799</b>	<b>10,970</b>
Comprised of:			
Cost	17,205	141,503	158,708
Accumulated depreciation	17,036	130,704	147,740
	<b>169</b>	<b>10,799</b>	<b>10,970</b>
<b>2014</b>			
Opening net book value	6,793	15,724	22,518
Additions	-	10,508	10,508
Disposals	(6,400)	-	(6,400)
Depreciation Expense	(136)	(6,970)	(7,106)
Closing Net Book Value	<b>257</b>	<b>19,262</b>	<b>19,521</b>
Comprised of:			
Cost	17,205	141,503	158,708
Accumulated depreciation	16,948	122,241	139,189
	<b>257</b>	<b>19,262</b>	<b>19,521</b>

## 6. Loans to Associations

	2015 \$	2014 \$
Amounts due in less than one year	-	16,176
Sub Total Current Portion	-	16,176
Amounts due in 1-2 years	-	-
Sub Total Long Term Portion	-	-
	-	16,176

New Zealand Softball Assn Inc. entered into a loan agreement with Canterbury Softball Assn Inc. (2014 \$16,176) which was repaid in 2015.

**Notes to the Financial Statements continued  
for the year ended 31 May 2015**

**7. Income**

	2015	2014
	\$	\$

Major contributors to income in the areas of Coaching, Training Camps, Tours and Sponsorship are provided by Sport NZ and NZCT. The contributions related to the current financial year are as follows :

**SPORT NEW ZEALAND**

Sport development and administration	276,890	253,520
Coaching	5,000	7,500
2013 Mens World Championships (including legacy for intl events in NZ)	9,333	69,339
	<b>291,223</b>	<b>330,359</b>

**HIGH PERFORMANCE SPORT NEW ZEALAND (HPSNZ)***Men:*

Support services	29,049	1,625
Elite Coaching support	45,000	35,000
North America tour	121,936	-
Domestic (test series v Aust)	-	32,891
Training Camps	32,920	22,726
Halbergs	-	13,081
World Championships Qualifier	26,997	-
Planning meetings	3,065	-
Trials	17,430	-
	<b>276,397</b>	<b>105,323</b>

**NEW ZEALAND COMMUNITY TRUST (NZCT)**

Administration/Softball Officers	332,268	339,884
Contracts for services	4,600	11,983
	<b>336,868</b>	<b>351,867</b>

**Notes to the Financial Statements continued  
for the year ended 31 May 2015**

**7. Income continued**

	2015	2014
	\$	\$
<i>Reconciliation</i>		
Income source:		
Sport NZ	291,223	330,359
HPSNZ	276,397	105,323
NZCT	336,868	351,867
Other sources	878,528	466,260
	<b>1,783,016</b>	<b>1,253,809</b>
Income category:		
Coaching	50,000	43,133
Training camps	81,190	48,294
Other	3,987	18,732
International Tours	524,068	246,327
Sponsorship and support	1,065,154	847,602
Tournaments	58,617	49,721
	<b>1,783,016</b>	<b>1,253,809</b>

**8. Cash at bank**

Current Account	149,937	378,710
Serious Saver	4,102	4,020
	<b>154,039</b>	<b>382,730</b>

**9. Investments**

Maturing within 6 months	951,491	584,710
	<b>951,491</b>	<b>584,710</b>

**10. Lease commitments**

Current	58,836	49,604
Non Current	71,602	89,496
	<b>130,438</b>	<b>139,100</b>

The lease commitments relate to:

- The lease and outgoings for office premises \$35,340 (2014 \$1,460). The lease has a right of renewal on 1 August 2017 with a final expiry date of 31 July 2020.
- The lease of vehicles \$95,098 (2014 \$137,640). The leases have expiry dates of 31 October 2016, 31 May 2017 and 30 June 2017. Lease commitments are secured by the related assets held under operating leases.

**11. Taxation**

The Association is exempt from income tax as its purpose is to promote softball for the recreation or entertainment of the general public. This exemption is specifically provided by section CW46 of the Income Tax Act 2007.



**Notes to the Financial Statements continued  
for the year ended 31 May 2015**

**12. Analysis of Expenses Items**

	2015 \$	2014 \$
AGM		
Travel	4,130	6,223
General	4,496	4,576
	<u>8,626</u>	<u>10,799</u>
Board expenses		
Accommodation and meals	6,427	7,779
Travel	18,333	26,045
	<u>24,760</u>	<u>33,824</u>
Other - major items separately identified		
Accommodation and meals	26,254	10,187
ACC	3,632	6,537
Bad Debts	276	497
Bank Fees	734	777
Cost of stock	1,117	3,320
2013 Softball World Championships	-	14,469
Training & Development	759	-
General expenses	2,950	2,418
Insurance	11,185	13,254
Legal	-	2,000
Manual purchases	4,004	1,692
Motor Vehicle lease costs	60,659	56,150
Player payments (Black Sox squad)	9,700	-
Halbergs (Black Sox)	-	13,081
International Events (played in NZ)	35,472	25,745
Projects (National Softball Game Development Plan)	26,890	3,520
Merchandise	-	1,432
Loss on disposal of fixed assets	-	6,400
FBT	9,530	10,706
Scorers	1,043	3,237
Grants	1,500	-
State of the game	-	4,931
Travel	50,120	45,155
Sponsor servicing	31,146	43,364
All other items	489	625
	<u>277,460</u>	<u>269,497</u>

*Office* - This includes operating lease expenses of \$7,507 (2014 \$10,428).

*Salaries* - This does not include Softball Officers which are contained within the total coaching expenditure.

**13. International Youth Levy Reserve**

Opening balance	19,114	14,179
Current year levy	4,995	4,935
Allocated to U19 Girls or Boys	-	-
Closing balance	<u>24,109</u>	<u>19,114</u>

The International Youth Levy Reserve is held within Accumulated Funds.

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**Notes to the Financial Statements continued  
for the year ended 31 May 2015**


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**14. White Sox Programme Levy Reserve**

	2015	2014
	\$	\$
Opening balance	14,689	-
Current year levy	20,200	20,700
Allocated to NZ Womens Selection for Aust U23 State Champs in Brisbane	(6,200)	-
Allocated to White Sox for Southern Cross Challenge	-	(3,250)
Allocated to White Sox for Gilleys Shield Australia	-	(2,761)
Closing balance	28,689	14,689

The White Sox Programme Levy Reserve is held within Accumulated Funds.

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**15. Assets Purchased with Grants**

During the current financial period the Association purchased fixed assets from grant funding of nil (2014 \$10,000).

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**16. Commitments**

There are no commitments at balance date (2014 nil).

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**17. Contingencies**

There are no contingencies at balance date (2014 nil).

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**18. Related Parties***Time Trust Group*

The Association has not consolidated the results of the Time Trust, as it is not considered material to the financial statements. Time Out Holdings Ltd is the sole trustee of Time Trust. The Association expended \$24,211 (2014 \$43,364) in the financial year towards finalising the activities of the Time Trust.

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# Independent Auditor's Report

## Audit

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## To the Members of New Zealand Softball Association Inc.

### Report on the financial statements

We have audited the financial statements of New Zealand Softball Association Inc. on pages 1 to 8, which comprise the statement of financial position as at 31 May 2015, and the statement of financial performance and statement of movements in equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

#### Board Members' responsibilities

The board members are responsible for the preparation of financial statements in accordance with generally accepted accounting practice in New Zealand and for such internal control as the board members determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### Auditor's responsibilities

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing (New Zealand). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that present fairly the matters to which they relate 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.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates, as well as evaluating the presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our firm carries out a grant audit for the Association. The firm has no other interest in the Association.

#### Opinion

In our opinion, the financial statements on pages 1 to 8 present fairly, in all material respects, the financial position of New Zealand Softball Association Inc. as at 31 May 2015, and its financial performance, for the year then ended in accordance with generally accepted accounting practice in New Zealand.



**Grant Thornton New Zealand Audit Partnership**  
Wellington, New Zealand  
27 July 2015