

Te Anau Boating Club Incorporated

Performance Report

For the Year Ended 30 June 2024

Te Anau Boating Club Incorporated
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For the Year Ended 30 June 2024

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PRESIDENT'S REPORT - 30 JUNE 2024

MEMBERSHIP

As at 30 June 2024, our total membership was 692, 30 above last year and I believe an all time record. There is a trending floating membership over the last few years, where people are joining up only for a year or two and then not paying their next years fees, and not resigning. Management of these 20-30 members each year has been time consuming as they become bad debtors and have to be followed up.

BERTHS

Although it may look like many of the Berths are vacant, approximately 100 of the 160 available, are allocated. Again, we have had 3 berths come available on the Floating Marina, for various reasons, and these have been re-allocated quickly from, our waiting list. The Floating Marina will this year return \$23,800 back to Club funds, with \$9.375 of this being paid back to the Community Trust to cover the interest free loan we took out for this facility. Three yearly payments are left on this loan. There is always a movement in demand for moorings as different boats and owners come and go.

HARBOUR WARDEN

John Hefford remains our current Harbour Warden, doing a great job, and on site early most mornings over the year. Yearly high lake levels can create mooring rope problems and if you are unable to attend your own boat during especially high Lake levels, please notify John on 027 224 5694, so he may keep an extra eye on it. A constant reminder to Berth Holders to check their ropes regularly for decay, as most of the newer polypropylene ropes do not last many seasons in the Fiordland climate.

HARBOUR/MARINA CASUAL KEYS

Committee Member Iain Campbell
from; Te Anau Photo Centre,
62 Town Centre,
Te Anau 9600
Phone 03 249 7620

Iain and his wife Sheree are the contact point for casual hires, replacement keys, new memberships and a Te Anau point to pay subscriptions, if you have left home 'forgetting' to pay these. All transactions on a 'Cash Only Basis' please!! Iain's services are greatly appreciated by the Club and his shop is full of a variety of interesting articles and well worthy of a visit when in town.

MAINTENANCE

Our Maintenance team, ably led by Russell McDonald has tackled several items this past year, but a lot of effort has gone into the control of rabbits at the site. The undermining of the old concrete apron around the original Harbour has been very bad and the public official departments charged with pest control are doing nothing. Russell McDonald and committee member Chris McKenzie, have developed a system with a product that is now working on reducing the rabbit numbers, but it is amazing the damage that these critters do in a short time. Remember, if you see something at the Harbour that needs fixed or repaired don't be shy to step in and do it, or direct myself or the committee's attention to it.

GROUNDS

Our grass cutting and weed eating is looked after by Ebel Kremer of Mr Green Te Anau. Ebel does an excellent job for us but as a Club member and contractor he has aired his concerns over some new habits starting among members. Members are using rocks/large stones to place around trailer wheels when parked. They then shift the trailer and leave the rocks for the grass to grow around. These rocks if unsighted and covered in leaves, are wrecking havoc on the mowers.

PLEASE! If you place rocks/stones around trailer wheels – have the courtesy to throw the rocks under trees where mowing is not done.

On Ebel's first mow in October this year, 2024, someone had left a short length of rope in the grass over winter. Surrounded in long grass and covered in leaves his mower picked it up and nearly destroyed itself. PLEASE pick up your own belongings and rubbish.

PROJECTS

Our new steel framed 'Totalspan' storage shed is completed, has had its final inspection, and we are waiting on its Code of Compliance Certificate.

We have had to jump over many Bureaucratic hurdles to build this shed in a 'flood zone'. Its location is in one of the highest points in the Marina, and from flood photos we installed an extra higher gravel base. Construction materials are all coated steel, no timbers, so if ever flooded, it can be simply hosed out. Metal shelving will be installed in the next month to keep everything above floor level and orderly and I am donating a used 3 x man inflatable with outboard for use in the harbour. Inflatable & outboard have done less than 4 hours work. If anybody has any hand tools, rakes, shovels, etc of good quality, they would like to donate please contact me personally on 0274 328 536. We are also on the lookout for a good steel/metal work bench and vice.

FINANCE

The Statement of Financial Performance for the year shows a net surplus of \$47,360, up \$21,000 on last year. A very strong result.

This is principally due to better interest rates on term deposits and \$11,000 of additional revenue from membership fees.

A careful eye to ongoing expenses is maintained with items like Insurance, Secretarial Fees, Lease charges etc, always under review.

GENERAL

In accordance to the Rules; At this AGM, Bill Randle, Chis McKenzie and Neil Hodges, are due to retire by rotation. Chris McKenzie and Neil Hodges both offer themselves for re-election and have been excellent committee members and are heavily involved in the Club maintenance.

Bill Randle wishes to retire from the committee. He has been a tower of strength since joining the committee in 2016. Bill is a retired builder and his expertise in this field has seen him invaluable in the floating marina, maintenance jetty, boat ramp widening, floating jetty and storage shed projects. He has been a real "go to, get it done" guy and will be sorely missed at the committee table and on 'Projects'. His concrete finishing skills are legendary.

"Bill, we wish you and Suzanne, all the best in your 'real retirement'.

Unfortunately, due to ill health Wayne 'Ox' McEwan had to retire from the committee, and has since suddenly passed away. Ox, through his many contacts had been able to get results and jobs done and had even been the Minute Secretary for a meeting. A hard case guy who made an impact in a short time.

The Club offers its sincere condolences to his partner Ann and family. R.I.P. Ox.

Chris Shaw became the Club Secretary in 1989. During this time he has helped drive and shape the Club into what is the biggest fresh water Boating Club in New Zealand. In his time we have created an amazing Marina, debt free and providing southern boaties with a facility to match any available.

Chris's steady quiet manner, always highly professional, has helped steer myself and the Club through many meetings with bureaucrats and we have won almost every battle. His recall of past matters is amazing with the facts always at his fingertips.

Chris is retiring from McIntyre Dick & Partners in March and standing down as our Secretary. He will be truly missed by myself and the committee, and we wish him well in his retirement. Chris is currently 'grooming' his replacement for us, Craig McCallum.

Again, I offer myself for re-election as your President. Vice President, Russell McDonald and I are a good team and the whole committee works extremely well behind the scenes.

We offer members quality facilities at the cheapest cost in New Zealand and we will continue to fight for that for our future generations of boaties to enjoy and benefit from.

Rodger Cunninghame
President

Te Anau Boating Club Incorporated

Entity Information

For the Year Ended 30 June 2024

Entity's Purpose or Mission	To provide facilities for boat owners using Lake Te Anau
Legal Name of Entity	Te Anau Boating Club Incorporated
Type of Entity & Legal Basis	Incorporated Society (Registered number 225484)
Accountants	McIntyre Dick & Partners Limited Invercargill
IRD Number	011-009-026
Entity Structure	Members elect a committee, which includes a President, Senior Vice President, Junior Vice President, Immediate Past President, six general committee members and a Secretary.
Main Sources of Cash and Resources	Membership subscriptions and berth fees
Main Methods Used to Raise Funds	Annual membership subscriptions and annual berth fee charges
Entity's Reliance on Volunteers and Donated Goods or Services	The entity is not reliant on donations

Te Anau Boating Club Incorporated

Statement of Service Performance

For the Year Ended 30 June 2024

Description of the Club's Outcomes

The club aims to provide well maintained facilities including launching ramps, berthage areas, jetties and hard stands for it's members and for any non members seeking casual use of the facilities.

Description and Quantification of the Club's Outputs

	Actual 2024	Actual 2023
Members at 30 June	692	663
Berths allocated at 30 June	121	108

Te Anau Boating Club Incorporated
Statement of Financial Performance
For the Year Ended 30 June 2024

	Note	Actual 2024 \$	Actual 2023 \$
Revenue			
Donations, fundraising and other similar revenue			
Grants & Donations		500	-
		<u>500</u>	<u>-</u>
Fees, subscriptions and other revenue from members			
Entrance Fees Received		9,477	9,865
Subscriptions & Casual Hire		157,999	146,252
		<u>167,475</u>	<u>156,118</u>
Interest, dividends and other investment revenue			
Interest Received		11,194	5,907
Total Revenue		179,170	162,025
Less Expenses			
Volunteer and employee related costs			
President's Honorarium		2,000	2,000
Costs related to providing goods or services			
Electricity		925	826
General & Harbour Maintenance		8,890	10,814
Harbour Warden		9,394	9,975
Keys & Locks		3,393	2,611
Lease Charges		2,000	1,500
		<u>24,603</u>	<u>25,726</u>
Other expenses			
AGM Expenses		530	678
Audit Fee		5,231	4,145
Bank Fees & Charges		83	85
Depreciation		42,268	43,340
Doubtful Debts		4,080	6,737
General Expenses		252	1,558
Insurance		10,681	9,603
Legal Fees		624	-
Printing, Stationery & Postage		2,802	2,324
Secretarial Fees		38,655	38,945
		<u>105,206</u>	<u>107,415</u>
Total Expenses		131,809	135,142
Surplus/(Deficit)		47,360	26,883

The accompanying notes form part of this Performance Report.


Te Anau Boating Club Incorporated

Statement of Financial Position

As at 30 June 2024

	Note	2024 \$	2023 \$
Accumulated Funds			
Accumulated Surpluses or (Deficits)		1,014,593	967,233
Total Accumulated Funds		1,014,593	967,233
Represented by:			
Current Assets			
Cash and Short-term Deposits	2	60,015	12,432
Debtors and Prepayments		3,634	4,482
GST Receivable		1,879	747
Investments	3	146,161	183,838
Total Current Assets		211,689	201,500
Non Current Assets			
Property, Plant & Equipment	4	845,563	816,877
Total Assets		1,057,253	1,018,377
Current Liabilities			
Creditors and Accrued Expenses		14,534	13,644
Loan - Community Trust South		9,375	9,375
Total Current Liabilities		23,909	23,019
Non Current Liabilities			
Loan - Community Trust South		18,750	28,125
Total Liabilities		42,659	51,144
Net Assets		1,014,593	967,233

This performance report has been approved by the Committee, for and on behalf of Te Anau Boating Club Incorporated.

Signed by: 
DF70E583593E0DE5
R Cunninghame
President
Date 28/10/2024

Signed by: 
7B05881E1B596643
C Shaw
Secretary
Date 24/10/2024

The accompanying notes form part of this Performance Report.

Te Anau Boating Club Incorporated

Statement of Cash Flows

For the Year Ended 30 June 2024

	Note	2024 \$	2023 \$
Cash Flows from Operating Activities			
Cash was provided from:			
Donations, fundraising and other similar receipts		500	-
Fees, subscriptions and other receipts from members		168,212	155,026
Interest, dividends and other investment receipts		9,854	5,907
		178,566	160,933
Net GST		(1,036)	3,946
Cash was disbursed to:			
Payments to suppliers and employees		88,636	91,546
		88,636	91,546
Net Cash Flows from Operating Activities		88,894	73,333
Cash Flows from Investing and Financial Activities			
Cash was provided from:			
Sale of investments		39,018	-
		39,018	-
Cash was disbursed to:			
Payments to acquire property, plant or equipment		70,954	8,531
Payments to purchase investments		-	49,476
Repayments of loans		9,375	9,375
		80,329	67,382
Net Cash Flows from Investing and Financial Activities		(41,311)	(67,382)
Net Increase/(Decrease) in Cash Held		47,583	5,951
Cash at the Beginning of the Year		12,432	6,481
Cash at the End of the Year		60,015	12,432
This is represented by:			
Cash and Short-term Deposits		60,015	12,432

The accompanying notes form part of this Performance Report.

Te Anau Boating Club Incorporated
Notes to and forming part of the Financial Statements
For the Year Ended 30 June 2024

1 Statement of Accounting Policies

Reporting Entity

Te Anau Boating Club Incorporated is an incorporated society, registered under the Incorporated Societies Act 1908.

Statement of Compliance and Basis of Preparation

Te Anau Boating Club Incorporated is eligible to apply Tier 3 PBE Accounting Standards : (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 or less than \$5,000,000. The incorporated society 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 Performance Report is prepared under the assumption that the entity will continue to operate in the foreseeable future.

The accounting principles recognised as appropriate for the measurement and reporting of the Income Statement and Statement of Financial Position on a historical cost basis are followed by the incorporated society, 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 Income Statement and Statement of Financial Position have been applied:

(a) Income Tax

The Club is an Incorporated Society and is therefore exempt from income tax in accordance with the provisions of Section CW 44 of the Income Tax Act 2007.

(b) Revenue Recognition

Revenue shown in the statement of financial performance comprise the amounts received and receivable by the club for goods and services supplied to members in the ordinary course of business. Subscriptions are recognised when invoiced.

Interest is recognised as it accrues, using the effective interest method.

(c) Investments

Investments are valued at cost plus accrued interest and have an original maturity of twelve months or less.

(d) Property, Plant & Equipment and Investment Property

The depreciation rates and methods applied are as set out on the accompanying fixed assets and depreciation schedule and are as follows:

Property Improvements - 2% Straight Line & 2-10% Diminishing Value

Plant & Equipment - 8-50% Diminishing Value

The cost of purchased assets is the value of consideration given to acquire the assets and the value of other directly attributable costs which have been incurred in bringing the assets to the location and condition necessary for their intended service.

Te Anau Boating Club Incorporated

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 30 June 2024

(e) Goods and Services Taxation (GST)

Revenues and expenses have been recognised in the financial statements exclusive of GST except that irrecoverable GST input tax has been recognised in association with the expense to which it relates. All items in the Statement of Financial Position are stated exclusive of GST except for receivables and payables which are stated inclusive of GST. The entity is registered for GST.

(f) Changes in Accounting Policies

There have been no changes in accounting policies. All policies have been applied on a basis consistent with those from previous financial statements.

2 Cash and Short-term Deposits

	2024	2023
	\$	\$
Bank Account Balances		
Westpac Account	10,458	10,841
SBS Bank On Call Accounts	49,557	1,592
Total Cash and Short-term Deposits	60,015	12,432

3 Investments

	2024	2023
	\$	\$
SBS Bank Term Deposits	44,479	87,418
Westpac Term Deposits	101,682	96,420
Total Investments	146,161	183,838

4 Property, Plant & Equipment

	Opening Carrying Amount	Purchases / (Sales or Disposals)	Depreciation & Impairment	Closing Carrying Amount
	\$	\$	\$	\$
Property, Plant & Equipment 2024				
Property Improvements	801,207	70,954	39,419	832,742
Plant & Equipment	15,670	-	2,849	12,821
Total Property, Plant & Equipment	816,877	70,954	42,268	845,563
Property, Plant & Equipment 2023				
Property Improvements	838,153	4,431	41,377	801,207
Plant & Equipment	13,533	4,100	1,963	15,670
Total Property, Plant & Equipment	851,686	8,531	43,340	816,877

The accompanying notes form part of this Performance Report.

Te Anau Boating Club Incorporated

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 30 June 2024

5 Operating Lease Commitments

	2024	2023
	\$	\$
Less than 1 year	2,000	2,000
Between 1-5 years	8,000	8,000
Over 5 years	58,000	60,000
Total Operating Lease Commitments	68,000	70,000

The Society entered into a lease with the Southland District Council on 1 October 1993 for the use of approximately 5 hectares of land at Bluegum Point, Te Anau for a term of 33 years, expiring in September 2026. The lease has been extended for a further term of 33 years from 1 October 2026 so now expires 30 September 2059.

6 Term Loan - Unsecured

	2024	2023
	\$	\$
Non Current Liability	18,750	28,125
Current Liability	9,375	9,375
Total Term Loan - Unsecured	28,125	37,500

The loan from the Community Trust South was advanced on the 26th of November 2018 for a term of 8 years. It carries a current interest rate of 0% per annum and is repayable in annual instalments of \$9,375.00.

7 Contingent Liabilities and Guarantees

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

8 Capital Commitments

There are no capital commitments as at balance date. (Last Year - Nil)

9 Related Parties

Rodger Cunninghame, President of Te Anau Boating Club Incorporated received an Honorarium of \$2,000 (2023: \$2,000) during the year for work completed.

Officers of the club paid subscriptions, berth fees and trailer parking (exclusive of GST) as follows:

Subscription only \$160.87 each - Rodger Cunninghame, Chris McKenzie and Robert Crawford. (2023: \$152.17 each)

Subscription, berth fee \$347.83 Iain Campbell. (2023: Subscription, berth fee and trailer parking fee \$417.39)

Subscription \$160.87 - Jeremy Knowles (2023: Subscription and floating berth \$847.82)

Subscription and floating berth - \$856.52 - Wayne McEwan. (2023: \$847.82)

Subscription and berth fees \$347.83 - Bill Randall. (2023: \$339.13)

Subscription, wide berth fee and third share of trailer parking fee \$442.02 - Russel McDonald. (2023: \$430.43)

Subscription and berth fees \$347.83 - Neil Hodges. (2023: \$339.13)

There were no other transactions involving related parties during the year.

Te Anau Boating Club Incorporated

Notes to and forming part of the Financial Statements (continued)

For the Year Ended 30 June 2024

10 Events Occurring After 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)

Te Anau Boating Club Incorporated

Depreciation Schedule

For the Year Ended 30 June 2024

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PROFIT (LOSS)	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	CLOSING WDV
Property Improvements												
Harbour Facilities	2.00P		10,108	1,508	-	01/06/99	-	-	-	202	8,802	1,306
Revaluation	2.00P		100,000	14,869	-	01/06/99	-	-	-	2,000	87,131	12,869
Lagoon & Blue Gum Point Development	2.00P		53,842	10,026	-	01/06/99	-	-	-	1,077	44,893	8,949
Launching Ramp Extensions	2.00P		6,311	2,406	-	01/06/99	-	-	-	126	4,031	2,280
Kiosk	2.00P		7,655	2,364	-	01/06/99	-	-	-	153	5,444	2,211
Gate & Fencing	2.00P		1,307	616	-	01/06/99	-	-	-	26	717	590
Roading	4.00D		767	260	-	01/06/99	-	-	-	10	517	250
Jetty	4.80D		39,806	11,835	-	01/06/99	-	-	-	568	28,539	11,267
Retaining Wall	9.00D		330,241	82,538	-	30/06/00	-	-	-	7,428	255,131	75,110
Retaining Wall - Additions	9.00D		2,023	508	-	20/11/08	-	-	-	46	1,561	462
Lagoon Jetty - Additions	4.80D		3,318	1,123	-	01/05/01	-	-	-	54	2,249	1,069
Water Connection	9.60D		3,003	726	-	30/06/09	-	-	-	70	2,347	656
Floating Jetties (2)	4.80D		117,051	61,420	-	05/05/10	-	-	-	2,948	58,579	58,472
Harbour Moorings (20)	4.80D		9,377	4,809	-	31/12/09	-	-	-	231	4,799	4,578
Jetties	4.80D		882	482	-	28/04/11	-	-	-	23	423	459
Marina Inner Harbour Development	2.00D		77,737	64,015	-	01/06/11	-	-	-	1,280	15,002	62,735
Retaining Wall & Concrete Embankment Materials (for when lake levels drop)	2.00D		8,704	8,530	-	30/06/16	-	-	-	171	345	8,359
Maintenance Jetty, Walkway & Retaining Wall	4.00D		78,765	61,469	-	30/06/17	-	-	-	2,459	19,755	59,010
Floating Marina, Walkway & Retaining Wall	4.80D		418,061	343,412	-	30/06/19	-	-	-	16,484	91,133	326,928
Floating Walkway	4.80D		43,847	41,742	-	30/06/21	-	-	-	2,004	4,109	39,738
Ramp Addition and Retaining Wall	2.00D		85,848	82,448	-	30/04/22	-	-	-	1,649	5,049	80,799
Retaining Wall Safety Fence	10.00D		4,431	4,100	-	31/10/22	-	-	-	410	741	3,690
Storage Shed - in progress	.00D		70,954	-	70,954	22/05/24	-	-	-	-	-	70,954
			1,474,039	801,207	70,954					39,419	641,297	832,742
Plant & Equipment												
Equipment, Signs etc	10.00D		265	-	-	01/06/99	-	-	-	-	265	-
Kiosk Sign	10.00D		350	11	-	01/06/99	-	-	-	1	340	10
Harbour Lights	10.00D		2,032	53	-	01/06/99	-	-	-	5	1,984	48
Camera	10.00D		270	7	-	01/06/99	-	-	-	1	264	6
Harbour Lights	12.50D		911	17	-	01/06/99	-	-	-	2	896	15
Fire Extinguisher	12.50D		350	7	-	01/06/99	-	-	-	1	344	6
Harbour Lighting	9.00D		2,365	432	-	30/06/05	-	-	-	39	1,972	393
Power Box Main Harbour	12.50D		882	143	-	26/11/09	-	-	-	18	757	125
Oil Boom	14.40D		279	11	-	31/12/02	-	-	-	2	270	9
Flood Lights	12.50D		7,909	579	-	22/12/03	-	-	-	72	7,402	507
Jetty Power Point	12.50D		1,070	83	-	01/05/04	-	-	-	10	997	73

The accompanying notes form part of this Performance Report.

Te Anau Boating Club Incorporated

Depreciation Schedule (continued)

For the Year Ended 30 June 2024

	RATE & TYPE	% PVT USE	Cost on HAND	OPENING WDV	ADDITIONS	DATE of ADDITION	SALE PRICE	PROFIT (LOSS)	CAPITAL GAIN/LOSS	DEPN	ACC DEPN	CLOSING WDV
Security Cameras (3)	10.00D		978	269	-	28/04/11	-	-	-	27	736	242
Signs	10.00D		525	165	-	07/01/13	-	-	-	17	377	148
Jetty Gate & Hydraulic Opener	13.00D		1,995	439	-	27/12/12	-	-	-	57	1,613	382
Security Camera	10.00D		406	128	-	16/07/12	-	-	-	13	291	115
Inner Harbour Jetty Gates (2)	13.00D		5,598	1,390	-	31/10/13	-	-	-	181	4,389	1,209
Hoist For Disabled	8.00D		13,112	5,697	-	05/03/14	-	-	-	456	7,871	5,241
Website Development	50.00D		6,432	3,449	-	30/06/16	-	-	-	1,724	4,707	1,725
Flood lights (2) inner harbour	8.00D		2,288	1,305	-	05/10/16	-	-	-	104	1,087	1,201
Lighting - Floating Marina	8.00D		2,254	1,486	-	13/06/19	-	-	-	119	887	1,367
			50,270	15,670	-		-	-	-	2,849	37,449	12,821
TOTAL			1,524,309	816,877	70,954		-	-	-	42,268	678,746	845,563

The accompanying notes form part of this Performance Report.

INDEPENDENT AUDITOR'S REPORT
TO THE MEMBERS OF TE ANAU BOATING CLUB INCORPORATED

Report on the Performance Report

Opinion

We have audited the statement of financial performance and statement of cash flows for the year ended 30 June 2024, the statement of financial position as at 30 June 2024, and the statement of accounting policies and other explanatory information ("the financial information") in the performance report of Te Anau Boating Club Incorporated ("the Society").

In our opinion the financial information in the accompanying performance report presents fairly, in all material respects, the financial position of the Society as at 30 June 2024, 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 financial information in the performance report in accordance with International Standards on Auditing (New Zealand) ("ISAs (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 Society 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 opinion.

Other than in our capacity as auditor we have no relationship with, or interests in, the Society.

Other Information

The Committee is responsible for the other information. The other information obtained at the date of this auditor's report is the President's Report, entity information and the statement of service performance, which are included in the performance report.

Our opinion on the financial information in 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 financial information in 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 financial information in 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 Committee for the Performance Report

The 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 Society 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 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 committee is responsible on behalf of the Society for assessing the Society'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 Society 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 financial information in 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) 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 the financial information in this 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 financial information in 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 Society'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 Society to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial information in the performance report, including the disclosures, and whether the financial information in the performance report represents the underlying transactions and events in a manner that achieves fair presentation.

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.

Who we Report to

This report is made solely to the Society'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 Society and the Society's members, as a body, for our audit work, for this report or for the opinions we have formed.

BDO Invercargill

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Invercargill
New Zealand
28 October 2024