

Financial Statements

Sport Waikato

For the year ended 30 June 2023

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Directory

Sport Waikato

For the year ended 30 June 2023

Board of Trustees

Brian Hanna
Chris Milne
Dameion Toby Adams (resigned 6 December 2022)
Jacquelyn Gage - Brown
Jennifer Palmer
John Latimer
Parekawhia McLean
Phil Taylor
Sharleen Nathan
Susan O'Regan (appointed 28 February 2023)
Taylah Johnson

Registered Office

51 Akoranga Road
Hamilton
New Zealand

Nature of Business

Inspires and enables the people of the Waikato community to be active and healthy for life.

Charities Commission Registration Number

CC21193

Auditors

PKF Hamilton Audit Ltd

Statement of Service Performance

Sport Waikato

For the year ended 30 June 2023

“Mahia te mahi, hei painga mo te iwi – do the work for the betterment of the people” (Te Puea Herangi). In 2020 Sport Waikato underwent a transformational change to breathe new life into this gifted Tongikura from Waikato Tainui. We exist to increase both the levels and enjoyment of physical activity for people in the Waikato region and to create a lifelong love of being active in all its forms. We do this by providing high-value strategic and influential regional leadership in play, active recreation, and sport to improve physical activity outcomes and access for the people of the Waikato, and by doing so increasing wellbeing outcomes for our communities.

“Kotahi te koohao o te ngira e kuhuna ai te miro maa te miro where me te miro pango - There is but one eye of the needle through which the white, red and black threads must pass” (Kingi Potatau). Our second gifted Tongikura talks to our role as a strategic influencer and guide which sees us working in the strength of partnership both internally and externally to achieve positive outcomes for our communities. As a data driven and evidenced-led organisation we use the information we have access to working collaboratively with those that either make decisions about or deliver, play, active recreation, and sport opportunities. We do this by helping them to understand the barriers and preferences of our communities and this ensures that well informed decision making, and good investment of time, effort and money takes place.

Moving Waikato, the partnered, regional strategy for Play, Active Recreation, and Sport for which Sport Waikato is the lead partner, guides our work. Moving Waikato was first developed in 2015 and has been broken into different stages or horizons of which we are currently in the middle of horizon 2. The focus under Moving Waikato for the last 3 years has been the provision of quality experiences for play, active recreation, and sport opportunities with an emphasis on the 5–18-year-old age group, maaori, young women and girls, high deprivation areas and those that are less active.

Motivating us to achieve the desired outcomes from Moving Waikato is our big, hairy, audacious goal (our BHAG) of having 75% of Waikato adults and youth meeting the national physical activity guidelines by 2030. Sport Waikato has and continues to develop a set of measures and markers for our strategic objectives and progress on some of the key indicators for our current focus areas, Tamariki and Rangatahi, are detailed below. Over the last 3 years Sport Waikato has built up a significant bank of data, insights and evidence that is highly valued by the stakeholders and partners with which we work most closely.

The quality of experience for physical activity for young people

While our ultimate strategic objective is to see 75% of the region regularly participating in quality physical activity and building a lifelong love of these experiences, it is the “quality” aspect which is Sport Waikato’s current focus. Understanding what a positive experience means for our Tamariki and Rangatahi is key to us being able to support those that deliver play, active recreation, and sport opportunities.

As a quality experience is a predetermining factor in participation in physical activity, we use key metrics from our Voice of Rangatahi survey, for which we partner with Sport NZ and our own Voice of Tamariki survey. The results of each are detailed below.

Tamariki (5-11 years) results for 2023

Key indicator question - “I like doing Physical Education with my class”			
	Total Responses	Schools involved	Positive response rate
Baseline measure from Voice of Tamariki survey 2022 calendar year	1828	24	62%
Voice of Tamariki - January 2023 – August 2023 Responses	1040	13	63%

The Voice of Tamariki survey is only in its second year and is a partnership between Sport Waikato and Primary and Intermediate schools that we are directly working with. 13 schools participated in the inaugural survey in 2022 and it is expected that these same schools will also participate in 2023 by the time the school year concludes. In addition to this we have introduced new schools to the survey in 2023 and expect to have over 20 schools in total participating by the end of the 2023 year. This is a



positive reflection of the value that the regions' Primary and Intermediate schools place on the work that Sport Waikato engages in with them.

In terms of the results of the survey for 2023 and bearing in mind that not all survey responses have yet been received, what we can see is that the Primary and Intermediate Schools Sport Waikato is currently working with have maintained positive engagement with physical activity at the same level, year on year. Two thirds of Tamariki are reporting that they are enjoying physical education with their classmates.

To put some context into what a great achievement this is, it is important to remember that these results have been recorded while the region, like the rest of the nation, was still in the grip of the Covid-19 pandemic during both survey periods. The halo effect of the peak of the pandemic from 2020 and 2021 into the following two years and the impact that has had on students' willingness to engage in in-person education as a whole, let alone physical education cannot be underestimated. Additionally, the pressure that Primary and Intermediate Principals and Teachers have experienced during this time, including managing their own health while covid-19 continued to infect and reinfect their staff, really casts these results in the positive light they deserve. It is a testament to the genuine partnership between Sport Waikato and our regional educational stakeholders willingness to try a different approach to incorporating physical activity into the curriculum at a time of crisis and it has served our tamariki well.

Rangatahi (12-17 years) results for 2022

Key indicator question - "How satisfied are you with your overall experience of physical activity at school?"			
	Total Responses	Schools involved	Positive response rate
Baseline measure from Voice of Rangatahi survey 2021 calendar year	1070	9	27%
Voice of Rangatahi 2022 calendar year results	4937	20	22%

The Voice of Rangatahi survey is a Sport NZ initiative which they conduct across all regions within New Zealand in partnership with Regional Sports Trusts such as Sport Waikato. Over the last two years Sport Waikato has made a concerted effort to engage both schools and students to participate so that we can accurately assess the satisfaction levels of Rangatahi with the experience of physical activity in a school setting. Like the Voice of Tamariki, an immediate indicator of success for Sport Waikato from this survey is the increased uptake in survey participants. We have more than doubled the number of schools participating in the survey and the number of respondents has increased by over 450%. This latter point goes some way to explaining the drop in satisfaction ratings for Rangatahi as the larger sample size in 2022, both in respondents and schools participating, is giving us a more accurate representation. In addition, like Tamariki, Secondary Schools have been significantly impacted by Covid-19 and the fallout in 2022 has been a lack of school attendance, a slow return to school sport, and mounting educational pressures as schools and students struggle to play catch up from 2 years of rolling lockdowns.

Rangatahi are a hard-to-reach target group as they transition from childhood into adulthood and their physical activity needs change dramatically. How Secondary Schools cater to these needs is the challenge that has been laid down by the satisfaction results we are seeing amongst Rangatahi. The long-entrenched Secondary School sport system is a challenge to influence and in the face of these results, Sport Waikato has had to step back and start from the beginning with schools and the Waikato Secondary School Sport Association to ensure that they are listening to what their students are telling them they would like in the delivery of sport and in so doing, that they are actually delivering this. Sport Waikato is thankful to the WSSSA and the secondary schools we have engaged with for their partnership and the progress we have made together in understanding the barriers that exist and for their willingness to work with us to bring about change.

Concluding Statement

The information contained within this Statement of Service Performance gives a vital snapshot of two specific target groups for Sport Waikato. Greater context and a deeper look at the many initiatives Sport Waikato has underway to understand and overcome the barriers to physical activity as part of its revitalised strategy is contained within the rest of the annual report and this statement needs to be read in conjunction with it.

Statement of Comprehensive Revenue and Expenses

Sport Waikato

For the year ended 30 June 2023

	NOTES	2023	2022
Revenue			
Revenue from non-exchange transactions			
Sport NZ Grants		1,786,858	1,930,386
Other Government Grants		1,319,500	1,300,000
Lion Foundation Grant		120,000	115,000
Other Grants	5	968,564	704,049
Trust Waikato Donations		750,000	750,000
Events and Activities		92,239	46,868
Total Revenue from non-exchange transactions		5,037,161	4,846,303
Revenue from exchange transactions			
Events and Activities		-	1,710
Dividends		85,626	80,261
Interest		181,445	69,716
Unrealised Gain/(Loss) on Investments		270,835	(512,000)
Realised Gain/(Loss) on Investments		(13,519)	(17,268)
Other Operating Revenue		95,240	93,439
Total Revenue from exchange transactions		619,626	(284,141)
Total Revenue		5,656,788	4,562,162
Expenses			
Employee Related Costs		3,177,024	3,024,736
Events and Activities		709,913	278,897
Depreciation	11	58,885	66,667
Loss on Sale of Fixed Assets		22,867	-
Amortisation	12	2,981	7,296
Audit Fees		22,169	22,060
Other Operating Expenses	6	935,464	876,784
Total Expenses		4,929,303	4,276,440
Total Surplus/(Deficit) for the Year		727,485	285,722
Other Comprehensive Revenue and Expenses			
Other Comprehensive Revenue and Expenses		-	-
Total Other Comprehensive Revenue and Expenses		-	-
Total Comprehensive Revenue and Expenses for the Year		727,485	285,722

These financial statements should be read in conjunction with the notes to the financial statements.

Statement of Changes in Net Assets / Equity

Sport Waikato

For the year ended 30 June 2023

	2023	2022
Net Assets / Equity		
Trust Fund		
Opening Balance	1,500,000	1,500,000
Total Trust Fund	1,500,000	1,500,000
Accumulated Comprehensive Revenue and Expenses		
Opening Balance - Retained Earnings	6,608,762	6,323,041
Surplus/(Deficit) for the Year	727,485	285,722
Total Accumulated Comprehensive Revenue and Expenses	7,336,247	6,608,762
Total Net Assets / Equity	8,836,247	8,108,762

These financial statements should be read in conjunction with the notes to the financial statements.



Statement of Financial Position

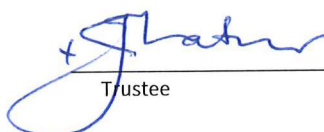
Sport Waikato

As at 30 June 2023

	NOTES	30 JUN 2023	30 JUN 2022
Assets			
Current Assets			
Cash and Cash Equivalents	8	1,328,560	1,649,168
GST		23,186	91,598
Investments	9	2,662,936	2,611,602
Prepayments		31,609	30,353
Receivables from Exchange Transactions	10	91,075	15,088
Receivables from Non Exchange Transactions	10	410,740	409,076
Total Current Assets		4,548,106	4,806,885
Non-Current Assets			
Intangible Assets	12	994	3,974
Investments	9	4,856,369	4,549,366
Property, Plant and Equipment	11	387,140	162,314
Total Non-Current Assets		5,244,503	4,715,654
Total Assets		9,792,609	9,522,539
Liabilities			
Current Liabilities			
Trade and Other Creditors	13	136,899	191,972
Employee Entitlements		267,959	255,747
Income in Advance		551,503	966,058
Total Current Liabilities		956,362	1,413,777
Total Liabilities		956,362	1,413,777
Net Assets		8,836,247	8,108,762
Equity			
Trust Fund		1,500,000	1,500,000
Accumulated comprehensive revenue and expenses		7,336,247	6,608,762
Total Equity		8,836,247	8,108,762

Signed for and on behalf of the Board of Trustees who authorised these financial statements for issue on 6 November 2023.


Chairperson


Trustee

These financial statements should be read in conjunction with the notes to the financial statements.

Statement of Cash Flow

Sport Waikato

For the year ended 30 June 2023

	NOTES	2023	2022
Cash flow from operating activities			
Non exchange receipts			
Sport NZ funding		1,573,456	1,673,603
Other Government grants		1,319,500	1,300,000
Other grants		1,168,781	1,046,884
Donations		750,000	750,000
Events and activities		90,093	46,868
Total Non exchange receipts		4,901,830	4,817,355
Exchange receipts			
Events and activities		-	11,634
Interest and dividends received		49,244	13,390
Other receipts		93,399	110,098
Sport NZ Tu Manawa funding		1,946,011	1,946,012
Total Exchange receipts		2,088,654	2,081,134
Payments			
Suppliers		1,613,851	1,730,492
Employees		3,164,812	3,008,710
Sport NZ Tu Manawa funding		2,226,899	1,380,944
Total Payments		7,005,562	6,120,146
Net cash flows from operating activities		(15,078)	778,343

	NOTES	2023	2022
Cash flows from investing activities			
Receipts			
Sale of property plant and equipment		393,836	-
Withdrawal of investments		2,500,000	1,700,559
Total Receipts		2,893,836	1,700,559
Payments			
Purchase of property, plant and equipment		699,366	61,886
Purchase of investments		2,500,000	2,848,579
Total Payments		3,199,366	2,910,465
Net cash flows from investing activities		(305,530)	(1,209,906)

These financial statements should be read in conjunction with the notes to the financial statements.

	NOTES	2023	2022
Cash flows from financing activities			
Receipts			
Proceeds from borrowings		-	-
Total Receipts		-	-
Payments			
Repayment of borrowings		-	-
Total Payments		-	-
Net cash flows from investing activities		-	-
	NOTES	2023	2022
Cash and Cash Equivalents			
Net increase/ (decrease) in cash and cash equivalents		(320,608)	(431,563)
Cash and cash equivalents at 1 July	8	1,649,168	2,080,731
Cash and cash equivalents at 30 June		1,328,560	1,649,168

These financial statements should be read in conjunction with the notes to the financial statements.

Notes to the Financial Statements

Sport Waikato

For the year ended 30 June 2023

1. Reporting Entity

The reporting entity is domiciled in New Zealand and is a Charitable Trust registered under the Charities Act 2005.

The financial statements of Sport Waikato are presented for the year ended 30 June 2023.

These financial statements and the accompanying notes summarise the financial results of activities carried out by Sport Waikato. Sport Waikato inspires and enables the people of the Waikato community to be active and healthy for life.

These financial statements have been approved and were authorised for issue by the Board of Trustees on 6 November 2023.

2. Statement of Compliance

The financial statements have been prepared in accordance with Generally Accepted Accounting Practice in New Zealand ("NZ GAAP"). They comply with Public Benefit Entity International Public Sector Accounting Standards ("PBE IPSAS") and other applicable financial reporting standards as appropriate that have been authorised for use by the External Reporting Board for Not-For-Profit entities. For the purposes of complying with NZ GAAP, Sport Waikato is a public benefit not-for-profit entity and is eligible to apply Tier 2 Not-For-Profit PBE IPSAS on the basis that it does not have public accountability and it is not defined as large.

The Board of Trustees has elected to report in accordance with Tier 2 Not-For-Profit PBE Accounting Standards and in doing so has taken advantage of all applicable Reduced Disclosure Regime ("RDR") disclosure concessions.

The accounting policies adopted in these financial statements are consistent with those of the previous financial year.

3. Summary of Accounting Policies

The significant accounting policies used in the preparation of these financial statements as set out below have been applied consistently to both years presented in these financial statements.

New and amended standards adopted during the year

Sport Waikato has applied the following amendments for the first time for the annual reporting period commencing 1 July 2022:

PBE IPSAS 41 financial instruments

This standard has been applied retrospectively, except where a prospective application is permitted by the standard. On initial application, Sport Waikato did not reclassify any financial assets or liabilities. Except for investments held with registered fund managers which are measured at fair value, all other financial assets and liabilities continue to be measured at amortised costs. Sport Waikato has historically measured investments held with fund managers at fair value. Consequently, there is no impact on retained earnings.

PBE FRS 48 service performance reporting

This standard has been applied retrospectively.

Basis of measurement

These financial statements have been prepared on the basis of historical cost.

Functional and presentational currency

Sport Waikato's financial statements are presented in New Zealand dollars (\$), which is the entity's functional currency.



Revenue

Revenue is recognised to the extent that it is probable that the economic benefit will flow to Sport Waikato and revenue can be reliably measured. Revenue is measured at the fair value of the consideration received. The following specific recognition criteria must be met before revenue is recognised.

Revenue from non-exchange transactions

Donations

Donations are recognised as revenue upon receipt and include donations from the general public donations received for specific programme or services or donations in-kind. Donations in-kind include donations received for services, furniture and volunteer time and is recognised in revenue and expenses when the service or good is received. Donations in-kind are measured at their fair value as at the date of acquisition, ascertained by reference to the expected cost that would be otherwise incurred by Sport Waikato.

Grant Revenue

Grant revenue includes grants given by other charitable organisations, government organisations, philanthropic organisations and businesses. Grant revenue is recognised when the conditions attached to the grant has been complied with. Where there are, unfulfilled conditions attaching to the grant, the amount relating to the unfulfilled condition is recognised as a liability and released to revenue as the conditions are fulfilled. Conditions are not fulfilled until they have been used for the purposes applied for or on the basis for which a grant is made.

Revenue from exchange transactions

Function and event income

Fees for function and events are recorded as revenue when the function or event takes place.

Interest Income

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

Realised and unrealised gains & losses

Realised and unrealised gains & losses are recognised as profit or loss based on the market value movements of the investment portfolios at month end.

Financial instruments

Financial assets and financial liabilities are recognised when Sport Waikato becomes a party to the contractual provisions of the financial instrument.

Sport Waikato financial assets include: cash and cash equivalents, short-term investments, receivables from non-exchange transactions, receivables from exchange transactions and investments.

Sport Waikato derecognises a financial asset or, where applicable, a part of a financial asset or part of a group of similar financial assets when the rights to receive cash flows from the asset have expired or are waived, or Sport Waikato has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party; and either:

- Sport Waikato has transferred substantially all the risks and rewards of the asset; or
- Sport Waikato has neither transferred nor retained substantially all the risks and rewards of the asset but has transferred control of the asset.

All financial assets are subject to review for impairment at least at each reporting date. Financial assets are impaired when there is any objective evidence that a financial asset or group of financial assets is impaired.

Sport Waikato's financial liabilities include trade and other creditors (excluding GST and PAYE), employee entitlements, and deferred income (in respect to grants whose conditions are yet to be complied with).

All financial liabilities are initially recognised at fair value (plus transaction cost for financial liabilities not at fair value through surplus or deficit) and are measured subsequently at amortised cost using the effective interest method except for financial liabilities at fair value through surplus or deficit.

Cash and cash equivalents

Cash and cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

Short term investments

Short term investments comprise term deposits which have a term of greater than three months and therefore do not fall into the category of cash and cash equivalents and Investments managed by Craigs Investments Partners and Forsyth Barr that mature within 12 months.

Long term investments

Long term investments comprise of investments managed by Craigs Investment Partners and Forsyth Barr that mature later than 12 months. The investments are valued at market value. Equities and property investments are also considered long term investments as they are held for capital appreciation over the long term, and are not actively traded.

Intangible assets

Intangible assets acquired separately are measured on initial recognition at cost. The cost of intangible assets acquired in a non-exchange transaction is their fair value at the date of the exchange. Following initial recognition, intangible assets are carried at cost less any accumulated amortisation and accumulated impairment losses. Internally generated intangibles, excluding capitalised development costs, are not capitalised and the related expenditure is reflected in surplus or deficit in the period in which the expenditure is incurred.

The useful lives of intangible assets are assessed as either finite or indefinite.

Intangible assets with finite lives are amortised over the useful economic life and assessed for impairment whenever there is an indication that the intangible asset may be impaired.

The amortisation period and the amortisation method for an intangible asset with a finite useful life are reviewed at least at the end of each reporting period. Changes in the expected useful life or the expected pattern of consumption of future economic benefits or service potential embodied in the asset are considered to modify the amortisation period or method, as appropriate, and are treated as changes in accounting estimates.

Sport Waikato does not hold any intangible assets that have an indefinite life.

The amortisation periods for Sport Waikato's assets are as follows:

Asset Name	Rate
Licenses	40%
Software	40%

Property, plant and equipment

Items of property, plant and equipment are measured at cost less accumulated depreciation and impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset. Where an asset is acquired through a non-exchange transaction, its cost is measured at its fair value as at the date of acquisition.

Depreciation is charged on a straight-line basis over the useful life of the asset. Depreciation is charged at rates calculated to allocate the cost or valuation of the asset less any estimated residual value over its remaining useful life:

Asset Name	Depreciation Method	Rate
Motor Vehicles	Straight Line	14% - 21%
Furniture, Fittings and Equipment	Straight Line	8.4% - 67%

Depreciation methods, useful lives and residual values are reviewed at each reporting date and are adjusted if there is a change in the expected pattern of consumption of the future economic benefits or service potential embodied in the asset.

Leases

Payments on operating lease agreements, where the lessor retains substantially the risk and rewards of ownership of an asset, are recognised as an expense on a straight-line basis over the lease term.

Payments on finance lease agreements, where the lessor assumes substantially all the risks and rewards of ownership of an asset are recognised as finance leases and are capitalised. The asset and corresponding liability are recorded at inception of the lease at the fair value of the leased asset and minimum lease payments due.

Finance charges are apportioned over the terms of the respective leases using a straight-line basis. In some cases, Sport Waikato has the option to purchase the leased assets at the termination of the lease. Capitalised leased assets are depreciated over their expected lives in accordance with rates established for other similar property, plant and equipment.

Employee benefits

Wages, salaries and annual leave

Liabilities for wages and salaries and annual leave are recognised in surplus or deficit during the period in which the employee provided the related services. Liabilities for the associated benefits are measured at the amounts expected to be paid when the liabilities are settled.

Long service leave

Employees of Sport Waikato become eligible for long service leave after a certain number of years of employment, depending on their contract. The liability for long service leave is recognised and measured as the present value of expected future payments to be made in respect of services provided by employees up to the reporting date using the projected unit credit method.

Income Tax

Due to its charitable status, Sport Waikato is exempt from income tax.

Goods and services tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST except for receivables and payables, which are stated with the amount of GST included.

The net amount of GST recoverable from, or payable to, the Inland Revenue Department is included as part of receivables or payables in the statement of financial position.

Equity

Equity is made up of Sport Waikato's original Trust Fund of \$1,500,000 and accumulated comprehensive revenue and expenses.

Accumulated comprehensive revenue and expenses

Accumulated comprehensive revenue and expenses is Sport Waikato's accumulated surplus or deficit since its formation, adjusted for transfers to/from specific reserves.



4. Significant accounting judgements, estimates and assumptions

The preparation of Sport Waikato's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of assets or liabilities affected in future periods.

Judgements

In the process of applying Sport Waikato's accounting policies, management has made the following judgements, which have the most significant effect on the amounts recognised in the financial statements:

(i) Lease commitments

Sport Waikato has entered into a number of vehicle leases, photocopier lease and building lease.

Sport Waikato has determined, based on an evaluation of the terms and conditions of the arrangements, such as whether the lease term does or does not constitute a substantial portion of the economic life of the vehicle, whether it or does not retain all the significant risks and rewards of ownership of the vehicle and accounts for the contracts as finance or operating leases where appropriate.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. Sport Waikato based its assumptions and estimates on parameters available when the financial statements were prepared. Existing circumstances and assumptions about future developments, however, may change due to market changes or circumstances arising beyond the control of Sport Waikato. Such changes are reflected in the assumptions.

(i) Useful lives and residual values

The useful lives and residual values of assets are assessed using the following indicators to determine potential future use and value from disposal:

- The condition of the asset
- The nature of the asset, its susceptibility and adaptability to changes in technology and processes
- The nature of the processes in which the asset is deployed
- Availability of funding to replace the asset
- Changes in the market in relation to the asset.

The estimated useful lives of the asset classes held by Sport Waikato are listed in Intangible assets and Property, plant and equipment policies.

	2023	2022
5. Revenue from non-exchange transactions		
Other Grants		
District Councils	901,845	606,434
Secondary Schools	19,219	40,974
Gaming Trust Grants	47,500	56,641
Total Other Grants	968,564	704,049
Total Revenue from non-exchange transactions	968,564	704,049

	2023	2022
6. Other operating expenses		
Leasing and Rental Costs	247,623	308,585
Trustees' Fees and Expenses	10,400	12,200
Operating and Administration	677,441	555,999
Total Other operating expenses	935,464	876,784

7. Auditor's remuneration

PKF Hamilton Audit Limited provided audit services to Sport Waikato for \$22,000 (2022: Baker Tilly Staples Rodway Audit Limited \$21,500).

No non-audit services were provided by PKF Hamilton Audit Limited during the period. (2022: Baker Tilly Staples Rodway Audit Limited Nil).

	2023	2022
8. Cash and cash equivalents		
Cash at Bank	1,018,763	1,346,436
Craigs Investments Ltd	197,879	182,369
Forsyth Barr	111,918	120,362
Total Cash and cash equivalents	1,328,560	1,649,168

	2023	2022
9. Investments		
Maturing within 12 months of balance date		
Term Deposits	2,500,000	2,500,000
Craigs Investment Partners Ltd	162,936	73,527
Forsyth Barr	-	38,075
Total Maturing within 12 months of balance date	2,662,936	2,611,602
Maturing after 12 months of balance date		
Craigs Investment Partners Ltd	2,828,747	2,722,416
Forsyth Barr	2,027,622	1,826,949
Total Maturing after 12 months of balance date	4,856,369	4,549,366

	2023	2022
10. Accounts Receivable		
Receivables		
Accounts Receivable	186,083	189,425
Accrued Accounts Recivable	232,467	226,668
Interest Accrued	83,266	8,071
Total Receivables	501,816	424,164



	2023	2022
Exchange and Non Exchange Receivables		
Receivables from Exchange Transactions	91,075	15,088
Receivables from Non Exchange Transactions	410,740	409,076
Total Exchange and Non Exchange Receivables	501,815	424,164
	2023	2022

11. Property plant and equipment

Motor Vehicles		
Cost	108,778	108,778
Accumulated Depreciation	(85,875)	(64,013)
Net Book Value	22,903	44,764
Furniture, Fittings & Equipment		
Cost	623,623	677,370
Accumulated Depreciation	(309,205)	(589,754)
Net Book Value	314,419	87,616
Work in Progress		
BPSH Refit	-	9,554
CRM Development	-	4,770
Website Replacement	49,819	15,610
Total Work in Progress	49,819	29,934
Total Property plant and equipment	387,140	162,314

Reconciliation of the carrying amount at the beginning and end of period:

	Motor Vehicles	Furniture, Fittings & Equipment	Work in Progress	Total
Opening Balance	44,764	87,616	29,934	162,314
Additions	-	287,128	29,439	316,567
Disposals	-	(23,301)	(9,554)	(32,855)
Depreciation	(21,861)	(37,024)	-	(58,885)
Closing Balance	22,903	314,419	49,819	387,140

	2023	2022
12. Intangible Assets		
Software		
Cost	141,000	141,000
Accumulated Amortisation	(141,000)	(141,000)
Net Book Value	-	-

15. Related Party Transactions

Sport Waikato's related parties only include board members and key management personal. Transactions and balances other than remuneration (disclosed in Note 12) are shown below.

Related Party	Description of the Transaction	2023	2022	2023	2022
		Value of transactions	Value of transactions	Amount owing	Amount owing
Phil Taylor (Board Member)	Tompkins Wake provided legal advice on various matters. Phil Taylor is a partner of this firm.	14,034	1,064	5,000	-
Phil Taylor (Board Member)	Tompkins Wake provided sponsorship. Phil Taylor is a partner of this firm.	5,000	-	-	-
Dameion Toby Adams (Board Member)	Hauraki District Council provided grant income for contracting services. Dameion Adams is the Mayor of this Council.	29,470	62,641	-	-
Jacquelyn Gage-Brown (Board Member)	Harcourt & Gage-Brown Ltd provided strategic marketing and planning services. Jacquelyn Gage-Brown is a director of this firm.	-	17,149	-	-
Jacquelyn Gage-Brown (Board Member)	Tairua Surf Life Saving Club received Tu Manawa funding. Jacquelyn Gage-Brown is a club committee member.	5,000	-	-	-
Jennifer Palmer (Board Member)	The Home of Cycling Charitable Trust provided room hire. Jennifer Palmer is a Trustee of this Trust.	1,925	-	-	-
Jennifer Palmer (Board Member)	The Home of Cycling Charitable Trust received Tu Manawa funding. Jennifer Palmer is a Trustee of the Trust.	16,700	-	-	-
Sharleen Nathan (Board Member)	University of Waikato provided sponsorship. Sharleen Nathan is a University Director.	5,000	-	-	-
Sharleen Nathan (Board Member)	University of Waikato provided education. Sharleen Nathan is a University Director.	40,703	-	-	-
Susan O'Regan (Board Member)	Waipa District Council provided grant income for contracting services. Susan O'Regan is the Mayor of this Council.	41,000	-	-	-



Taylah Johnson (Board Member)	KPMG provided services relating to CRM. Taylah Johnson is a senior advisor at KPMG	2,775	6,544	-	5,485
Matthew Cooper (Management)	Halberg Disability Sport Foundation paid for rent at Brian Perry Sports House. Matthew Cooper was a Trustee of the Foundation.	1,825	3,881	-	-

16. Leases

As at the reporting date, the Board of Trustees has entered into the following non-cancellable operating leases for motor vehicles, photocopier and building:

	2023	2022
Not later than one year	159,960	160,882
Later than one year and no later than five years	280,875	14,334
	440,835	175,216
	2023	2022

17. Categories of financial assets and liabilities

Financial Assets

At fair value

Investments	7,519,305	7,160,968
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At amortised cost

Cash and Cash Equivalents	1,323,430	1,643,528
Receivables from exchange transactions	91,075	15,088
Receivables from non-exchange transactions	410,740	409,076
Total	1,825,245	2,067,692
Total	9,344,551	9,228,660

Financial Liabilities

At amortised cost

Trade and Other Creditors	136,899	191,972
Total	136,899	191,972

18. Capital commitments

At balance date Sport Waikato has no capital commitments. (2022: Nil)

19. Contingent assets and liabilities

There are no contingent assets for liabilities at the reporting date. (2022: Nil)

20. Events after the reporting date

The Board of Trustees and management is not aware of any other matters or circumstances since the end of the reporting period, not otherwise dealt with in these financial statements that have significantly affected the operations of Sport Waikato.



INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF SPORT WAIKATO

Opinion

We have audited the general purpose financial report of Sport Waikato the Trust", which comprise the financial statements on pages 6 to 21 and the statement of service performance on pages 4 to 5. The complete set of financial statements comprises the statement of financial position as at 30 June 2023, the statement of comprehensive revenue and expenses, the statement of changes in net assets/ equity, the cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying general purpose financial report presents fairly, in all material respects:

- the financial position of the Trust as at 30 June 2023, and its financial performance and its cash flows for the year then ended; and
- the service performance for the year ended 30 June 2023, in accordance with the entity's service performance criteria,

in accordance with Public Benefit Entity Standards Reduced Disclosure Regime ("PBE Standards RDR") issued by the New Zealand Accounting Standards Board.

Basis for Opinion

We conducted our audit of the financial statements in accordance with International Standards on Auditing (New Zealand) (ISAs (NZ)) and the audit of the service performance information in accordance with the ISAs and New Zealand Auditing Standard (NZ AS) 1 *The Audit of Service Performance Information (NZ)*. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the General Purpose Financial Report* section of our report. We are independent of the Trust in accordance with Professional and Ethical Standard 1 (Revised) *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 Trust.

Other Matters

The financial statements of the Trust for the year ended 30 June 2023 were audited by Baker Tilly Staples Rodway Audit Limited who expressed an unmodified opinion on those financial statements on 6 December 2022.

The statement of service performance is prepared for the first time and corresponding figures are unaudited.

Trustee's Responsibilities for the General Purpose Financial Report

Those charged with governance are responsible on behalf of the Trust for:

- (a) the preparation and fair presentation of the financial statements and statement of service performance in accordance with PBE Standards RDR issued by the New Zealand Accounting Standards Board;
- (b) service performance criteria that are suitable in order to prepare service performance information in accordance with PBE Standards RDR; and
- (c) such internal control as those charged with governance determine is necessary to enable the preparation of the financial statements and statement of service performance that are free from material misstatement, whether due to fraud or error.

In preparing the general purpose financial report, those charged with governance are responsible for assessing the Trust'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 those charged with governance either intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the Audit of the General Purpose Finance Report

Our objectives are to obtain reasonable assurance about whether the statement of service performance and financial statements as a whole are free from material misstatement, whether due to fraud or error and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (NZ) and NZ AS 1 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, or collectively, they could reasonably be expected to influence the decisions of users taken on the basis of this general-purpose financial report.

A further description of the auditor's responsibilities for the audit of the financial statements is located at the External Reporting Board's website at:

<https://www.xrb.govt.nz/standards/assurance-standards/auditors-responsibilities/audit-report-14/>

Who we Report to

This report is made solely to the Trustees, 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 Trust and the Trustees, as a body, for our audit work, for this report or for the opinions we have formed.



Director
PKF Hamilton Audit Limited
Hamilton
New Zealand
6 November 2023