

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

PERFORMANCE REPORT FOR YEAR ENDED 31 DECEMBER 2017

Contents

<u>Non – Financial Information</u>	<u>Page</u>
Entity Information	1
Statement of Service Performance	2/3
<u>Financial Information</u>	
Statement of Financial Performance	4
Statement of Movements in Equity	5
Statement of Financial Position	6
Statement of Cash Flows	7
Statement of Accounting Policies	8
Notes to the Financial Statements	8/9
Audit Report	10

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

ENTITY INFORMATION FOR YEAR ENDED 31 DECEMBER 2017

Legal Name of Entity:	New Zealand Basketball Foundation Incorporated
Type of Entity and Legal Basis:	Registered Charity.
Registration Number:	CC43468
Entity's Purpose or Mission:	<p>To foster the growth, promotion and development of the sport of basketball. To create and support opportunities for all participants to take part and reach their potential and do all such things as may incidental to the attainment of the foregoing objects.</p> <p>To record the history of the sport in New Zealand and to compile archives of supportive material. To promote the sport of basketball through appropriate marketing and promotional activities.</p>
Entity Structure:	<p>The management of the Foundation is vested in the Board of Management comprising a Chairperson, Deputy Chairperson, the Chief Executive Officer of Basketball New Zealand and three other elected members. The Board can also co-opt two other members from time to time as required on terms established at the time of appointment. All members of the Board of Management are volunteers.</p> <p>Current Board members are: Hilary Carr (Chairperson), Peter Crowhen (Deputy Chairperson), Bob Bishop, Bill Eldred, Pauline Paterson and Iain Potter (CEO, BBNZ).</p>
Main Source of Cash and Resources:	The Foundation relies on subscriptions and income from investments for its income.
Main method used to raise Funds:	Membership Fees from the basketball community.
Reliance on Volunteers and donated Goods and Services:	The Foundation is reliant on its Board of Management to carry out its objectives and the effectiveness of their efforts will determine the achievements of the Foundation. A limited amount of donated goods and services are received.
Physical Address:	C/- Pauline Paterson 132 Victoria Street ASHBURTON 8024
Postal Address:	P O Box 43 ASHBURTON 7740
Phone:	03 308 7474
Email:	patersons.ashburton@xtra.co.nz
Bankers:	ANZ Bank Ltd, Wellington
Auditor:	J W Grocott, C.A. Christchurch.

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

STATEMENT OF SERVICE PERFORMANCE

FOR YEAR ENDED 31 DECEMBER 2017

Description of Outcomes: Promote and support the basketball community and consider opportunities for all participants to reach their potential.
Recording of the history of the sport in New Zealand by archiving appropriate material.

Description of Outputs: Regular Board of Management meetings were held to manage the affairs of the Foundation and consider opportunities to promote and support the basketball community. This includes maintaining a special project compiling information on the history of basketball in New Zealand at all levels.

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

STATEMENT OF FINANCIAL PERFORMANCE

FOR YEAR ENDED 31 DECEMBER 2017

	<u>2017</u>	<u>2016</u>
<u>INCOME</u>		
<u>Donations, Fundraising and other similar revenue</u>		
Donations	500	200
	<u>500</u>	<u>200</u>
<u>Fees, Subscriptions and other Revenue from members</u>		
“1000” Club	1,800	1,800
Association Subscriptions	3,500	3,200
	5,300	5,000
<u>Interest Revenue</u>		
Interest	<u>9,555</u>	<u>8,286</u>
TOTAL INCOME	\$ <u>15,355</u>	<u>13486</u>
LESS EXPENDITURE		
<u>Other Expenses</u>		
AGM and Meeting Expenses	1,704	535
Audit Fee	288	230
General Expenses	116	116
Memorabilia Projects (Note: 6)		
Archives	4,675	6,855
Banner	2,248	-
Book Publication	<u>2,033</u>	<u>-</u>
	<u>8,956</u>	<u>6,855</u>
Total Other Expenses	<u>11,064</u>	<u>7,736</u>
TOTAL EXPENDITURE	\$ <u>11,064</u>	<u>7,736</u>
Surplus for Year	\$ 4,291	\$5,750

The accompanying Notes and Audit Report form part of these Accounts

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

STATEMENT OF MOVEMENTS IN EQUITY

FOR THE YEAR ENDED 31 DECEMBER 2017

	<u>2017</u>	<u>2016</u>
MEMBERS' FUNDS		
General Funds at beginning of Year	181,396	175,646
Surplus for year	<u>4,291</u>	<u>5,750</u>
General Funds at 31 December 2017	185,687	181,396
General Reserve (Note 5)	<u>100,000</u>	<u>100,000</u>
<u>Total Funds at 31 December 2017</u>	\$ <u>285,687</u>	\$ <u>281,396</u>

The accompanying Notes and Audit Report form part of these Accounts.

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2017

	<u>2017</u>	<u>2016</u>
MEMBERS' FUNDS (Note 5)	\$	\$
General Funds	185,687	181,396
General Reserve	<u>100,000</u>	<u>100,000</u>
Total Funds, 31 December 2017	\$ <u>285,687</u>	<u>281,396</u>
 Represented by		
CURRENT ASSETS		
ANZ Bank - Cheque Account	22,732	25,265
INVESTMENTS		
ANZ Bank - Term Deposits (Note 2)	153,952	152,239
Heartland Bank (Note 2)	55,150	53,377
Nelson Building Society (Note 2)	<u>54,808</u>	<u>52,520</u>
	263,910	258,136
TOTAL ASSETS	\$ <u>286,642</u>	<u>283,401</u>
LESS LIABILITIES		
CURRENT LIABILITIES		
Accounts Payable	<u>955</u>	<u>2,005</u>
TOTAL LIABILITIES	<u>955</u>	<u>2,005</u>
NET ASSETS	\$ <u>285,687</u>	<u>281,396</u>

On behalf of the Board of Management

[Signature]
Chairperson

[Signature: P. Paterson]
Board Member

Date: 15 April 2018

The accompanying Notes and Audit Report form part of these Accounts.

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 31 DECEMBER 2017

	<u>2017</u>	<u>2016</u>
<u>Cash Flows from Operating Activities</u>	\$	\$
Cash was received from:		
Donations, Fundraising and other similar receipts	500	200
Subscriptions and Levies	5,300	5,000
Interest from Investments	<u>9,555</u>	<u>8,286</u>
	15,355	13,486
Cash was applied to:		
Payments for Expenses	<u>12,114</u>	<u>6,612</u>
Net Cash Flow from Operating Activities	3241	6,874
<u>Cash Flows from Investing and Financing Activities</u>		
Cash was received from:		
Maturing Term Investment	-	-
Loan Repayment	<u>-</u>	<u>-</u>
	-	-
Cash was applied to:		
Purchase of Assets	-	-
Reinvestment of Term Investments	<u>5,774</u>	<u>4,773</u>
Net Cash Flows from Investing and Financing Activities	(5,774)	(4,773)
Net Increase/(Decrease) in Cash	(2,533)	2,101
Opening Cash	25,265	23,164
Closing Cash	<u>\$22,732</u>	<u>\$25,265</u>
This is represented by:		
ANZ Bank – Cheque Account	<u>22,732</u>	<u>25,265</u>
Total	<u>\$22,732</u>	<u>\$25,265</u>

The accompanying Notes and Audit Report form part of these accounts.

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

1. Statement of Accounting Policies

Special Purpose Report

The New Zealand Basketball Foundation Incorporated is an incorporated society and a charitable organisation registered with the Charities Commission, CC43468. The financial statements have been prepared as special purpose reports for the Board of Management and members.

Basis of Preparation

The New Zealand Basketball Foundation Incorporated has elected to apply PBE SFR-A (NFP) Public Benefit Entity Simple Format Reporting - Accrual (Not for Profit) on the basis 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

The Foundation is not registered for GST. All amounts are recorded inclusive of GST, where applicable.

Income Tax

The New Zealand Basketball Foundation Incorporated is wholly exempt from New Zealand income tax having complied with all statutory conditions for these exemptions.

Bank Accounts and Cash

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

Tier 2 PBE Accounting Standards Applied (if any)

The Board has not applied any Tier 2 PBE Accounting Standards in the preparation of these accounts.

Changes in Accounting Policies

Apart from the adoption of Tier 3 Reporting Standards, there have been no changes in accounting policies during the financial year.

2. Investments

Investments are carried at the lower of cost and net realisable value. Details of movements for the year and the current amount invested at balance date are as follows.

a) Movements for year -	<u>2017</u>	<u>2016</u>
Balance 1 January 2017	258,136	253,363
Additions/Withdrawals	-	-
Interest Received	<u>5,774</u>	<u>4,773</u>
Balance 31 December 2017	\$ <u>263,910</u>	\$ <u>258,136</u>

NEW ZEALAND BASKETBALL FOUNDATION INCORPORATED

NOTES TO AND FORMING PART OF THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2017 (CONTINUED)

b) Current Investments -	<u>Amount</u>	<u>Term</u>	<u>Int Rate</u>	<u>Due</u>
ANZ Bank Ltd Term Deposit	100,000	12 months	3.30%	24/12/2018
ANZ Bank Ltd Term Deposit	30,881	182 days	3.30%	09/04/2018
ANZ Bank Ltd Term Deposit	23,071	182 days	3.30%	11/06/2018
Heartland Bank Ltd	55,150	6 months	3.30%	2/03/2018
Nelson Building Society	<u>54,808</u>	6 months	3.30%	29/03/2018
	\$ <u>263,910</u>			

Interest of \$ Nil has been accrued for the period from reinvestment to 31/12/2017 (last year \$ Nil)

These term deposits support the general reserve included in Members' Funds.

3. Contingent Liabilities

At balance date there were no contingent liabilities. (2016: Nil). New Zealand Basketball Foundation Incorporated has not granted any securities in respect of liabilities payable by any other party whatsoever.

4. Related Parties

From time to time members of the Board of Management incur expenditure on behalf of the Foundation. This expenditure is approved by the Board of Management and fully reimbursed. The transactions are on a normal commercial basis and the amounts are generally minor in nature.

5. General Reserve \$100,000

The general reserve has been established to provide for future opportunities. The fund is supported by general investments and cash at bank.

6. Future Commitments

The Foundation has entered into an arrangement to meet the costs of special work relating to a NZ Basketball Memorabilia/Archive project. An initial amount of up to \$10,000 was allocated for this purpose and subsequently extended to \$15,000. This has now been exceeded. The work is ongoing and the Foundation is continuing to meet agreed costs subject to a regular review of progress. During year ended 31 December 2017 an amount of \$8,956 was expended on this project (2015: \$6,855). Total expenditure to date is \$29,521 (2016: \$ 20,565).

7. Audit

These financial statements have been subject to audit. Please refer to the Auditor's Report.