

Palmerston North Bridge Club Inc
Financial Statements
For the Year Ended 31 December 2019

**Accountants Report to the Members of the
Palmerston North Bridge Club Incorporated**

We have reviewed the financial statements of the Palmerston North Bridge Club Incorporated on pages 1 to 9. The financial statements provide information about the past financial performance of the Palmerston North Bridge Club Incorporated and its financial position as at 31 December 2019. This information is stated in accordance with standard accounting policies set out on pages 8 & 9.

Palmerston North Bridge Club Incorporated Members Responsibilities

The Palmerston North Bridge Club Incorporated is responsible for the preparation of a financial report which fairly reflects the financial position of the Palmerston North Bridge Club as at 31 December 2019 and of the results of its operations for the year ended 31 December 2019.

Accountants Responsibilities

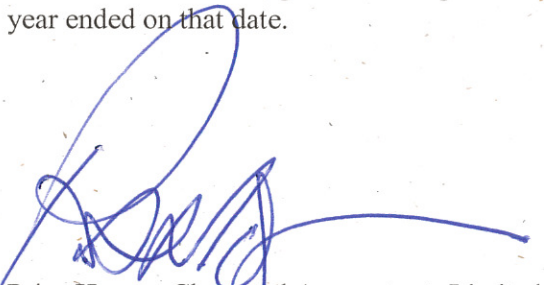
It is our responsibility to express an independent review of the financial report presented by the Palmerston North Bridge Club Incorporated and report our review to you.

Basis of Review

A review is limited primarily to enquiries of the Palmerston North Bridge Club's personnel and analytical review procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly we do not express an audit opinion.

As with other organisations of a similar nature, control over income prior to it being recorded is limited and no practical review procedures exist to determine the effect of this limited control. The Palmerston North Bridge Club also has inventory (bar stocks and playing supplies) on hand in the Statement of Financial Position and Cost of Sales included in the Statement of Financial Performance. As we did not attend the physical stock take count as at 31 December 2019 we are unable to determine whether any adjustments to the reported amounts are necessary.

Subject to any adjustments arising from the limited control over income and inventory referred to in the above paragraph, based on our review, nothing has come to our attention that causes us to believe that the accompanying financial statements¹ do not give a true and fair view of the financial position of the Palmerston North Bridge Club Incorporated as at 31 December 2019 and the results of its operations for the year ended on that date.



Price Horgan Chartered Accountants Limited
Chartered Accountants

7th April 2020
PALMERSTON NORTH

Statement of Financial Performance
Palmerston North Bridge Club Inc.
For the 12 months ended 31 December 2019

	Dec-19	Dec-18
Income		
Other Income		
500 Evenings Income	\$983	\$1,057
Bar Receipts - Playing Sessions	\$1,343	\$1,560
Bar Receipts - Tournaments	\$956	\$1,402
Book Sales	\$0	\$26
Bridge Lesson Fees Received	\$913	\$0
Donations Received	\$68	\$150
Grants Received	\$2,601	\$13,000
Interest Income	\$1,021	\$3,023
Room Hire	\$9,394	\$8,277
Sale of Playing Supplies	\$17	\$92
Sponsorship Received	\$711	\$0
Sundry Income	\$136	\$0
Total Other Income	\$18,142	\$28,585
Subscriptions		
Subscriptions Received	\$12,215	\$12,818
Total Subscriptions	\$12,215	\$12,818
Table Money		
Friday Lunchtime Table Money	\$4,054	\$3,138
Junior Table Money	\$3,278	\$3,196
Monday Ungraded Table Money	\$7,291	\$7,547
Multigrade Table Money	\$5,363	\$5,950
Summer Afternoon Table Money	\$1,307	\$989
Summer Bridge Table Money	\$908	\$795
Table Cards	\$2,239	\$353
Tuesday Table Money - Open/Teams	\$2,226	\$2,209
Total Table Money	\$26,666	\$24,175
Tournaments		
Christmas Cheer Entry Fees	\$5,531	\$4,283
Intermediate / Junior Tournament Entry Fees	\$870	\$678
North Island Teams Entry Fees	\$0	\$6,470
Open Tournament Entry Fees	\$2,052	\$1,235
Raffle Income - Christmas Cheer	\$299	\$417
Raffle Income - Intermediate / Junior Tournament	\$164	\$114
Raffle Income - Open Tournament	\$0	\$156
Raffle Income - Spring/Winter Tournament	\$200	\$130
Spring/Winter Tournament Income	\$165	\$652
Total Tournaments	\$9,281	\$14,136
Total Income	\$66,303	\$79,713

Statement of Financial Performance
Palmerston North Bridge Club Inc.
For the 12 months ended 31 December 2019

	Dec-19	Dec-18
Less Cost of Sales		
Bar - cost of goods sold	\$0	\$512
Bar Purchases	\$1,305	\$2,325
Total Cost of Sales	\$1,305	\$2,837
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Gross Profit	\$64,998	\$76,877
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Less Operating Expenses		
Costs of Events		
Christmas Cheer Catering	\$2,774	\$3,745
Christmas Cheer Directors Fee	\$650	\$300
Christmas Cheer Prizes	\$809	\$0
Christmas Cheer Sundry	\$333	\$0
Intermediate / Junior Tournament Catering	\$259	\$480
Intermediate / Junior Tournament Directors Fee	\$200	\$200
Intermediate / Junior Tournament Prizes	\$261	\$0
North Island Teams Expenses	\$0	\$4,087
Open Tournament Catering	\$404	\$887
Open Tournament Directors Fee	\$200	\$200
Open Tournament Prizes	\$626	\$0
Raffle Expenses - Open Tournament	\$0	\$48
Raffle Expenses - Spring/Winter Tournament	\$0	\$42
Rejuvenation Project	\$2,372	\$0
Spring/Winter Tournament Catering	\$134	\$444
Spring/Winter Tournament Directors Fee	\$100	\$150
Spring/Winter Tournament Prizes	\$0	\$23
Total Costs of Events	\$9,122	\$10,606
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Employment costs		
ACC Levies	\$127	\$149
Daytime Director	\$7,793	\$8,345
Honoraria	\$700	\$3,100
KiwiSaver Employee contributions	\$334	\$34
Kiwisaver Employer contribution	\$59	\$317
Multigrade Director	\$3,335	\$1,050
Novice Director	\$2,802	\$450
Salaries & Wages	\$8,667	\$8,283
Senior Director	\$195	\$0
Summer Director	\$846	\$200
Total Employment costs	\$24,858	\$21,928

Statement of Financial Performance
Palmerston North Bridge Club Inc.
For the 12 months ended 31 December 2019

	Dec-19	Dec-18
Other Expenses		
Audit Fees	\$1,000	\$1,975
Bank Fees	\$65	\$65
Consulting & Accounting	\$589	\$0
General Expenses	\$160	\$37
Interest Expense	\$0	\$1,682
Office Expenses	\$82	\$0
Postage, Printing & Stationery	\$1,191	\$3,921
Total Other Expenses	\$3,087	\$7,679
Playing Costs		
Advertising	\$0	\$160
Bridge lessons expenses	\$428	\$300
Hostess	\$334	\$264
Library	\$0	\$137
Master Points	\$3,014	\$4,248
NZ Bridge Levies	\$2,945	\$3,843
Playing Supplies	\$869	-\$1,471
Prizes - Sessions	\$525	\$365
Prizes and Trophies	\$384	\$279
Total Playing Costs	\$8,499	\$8,125
Premises Costs		
Bar/Food Licenses	\$376	\$587
Building Compliance	\$344	\$1,008
Cleaning	\$2,697	\$1,872
Computer expenses	\$764	\$2,300
Household	\$1,625	\$1,249
Insurance	\$4,287	\$4,872
Power	\$4,767	\$4,649
Rates	\$2,860	\$4,107
Repairs and Maintenance	\$2,498	\$3,368
Security	\$511	\$493
Telephone & Internet	\$1,059	\$1,131
Total Premises Costs	\$21,789	\$25,633
Total Operating Expenses	\$67,355	\$73,971
Operating Profit	-\$2,357	\$2,906
Non-operating Expenses		
Capital purchases	\$2,601	\$0
Depreciation	\$15,342	\$16,302
Total Non-operating Expenses	\$17,943	\$16,302
Net Profit	-\$20,301	-\$13,397

Movements in Equity
Palmerston North Bridge Club Inc.
As at 31 December 2019

	31 Dec 2019	31 Dec 2018
<u>Equity at start of period</u>	\$556,046	\$569,442
Surplus and revaluations		
Net surplus	-\$20,301	-\$13,397
<u>Total Surplus and Revaluations</u>		
<u>Equity at end of period</u>	\$535,745	\$556,046

Statement of Financial Position
Palmerston North Bridge Club Inc.
As at 31 December 2019

	31 Dec 2019	31 Dec 2018
Assets		
Bank		
ANZ 00 Account	\$2,590	\$10,395
ANZ Serious Saver 02	\$0	\$13,930
BNZ 00 Account	\$4,514	\$0
BNZ Rapid Saver 001	\$5,001	\$0
BNZ Term Deposit 001	\$30,000	\$0
Term Deposit 26 Feb 2018 3.60%	\$0	\$24,435
Total Bank	\$42,106	\$48,760
Current Assets		
Accounts Receivable	\$953	\$1,365
GST	-\$496	-\$114
Interest Due	\$0	\$729
Inventory	\$3,079	\$3,707
Prepayments	\$4,176	\$2,858
Total Current Assets	\$7,711	\$8,545
Fixed Assets		
Building	\$419,256	\$419,256
Electronic Equipment	\$12,376	\$12,376
Less Accumulated Depreciation on Electronic Equipm	-\$11,678	-\$10,514
Furniture and Fittings	\$65,001	\$64,458
Improvements	\$81,034	\$81,034
Land	\$250,000	\$250,000
Less Accum Depn on Building	-\$221,527	-\$213,141
Less Accum Depn on Furniture and Fittings	-\$59,984	-\$58,831
Less Accum Depn on Improvements	-\$44,165	-\$39,524
Office Equipment	\$3,478	\$3,478
Less Accumulated Depreciation on Office Equipment	-\$3,478	-\$3,478
Total Fixed Assets	\$490,313	\$505,113
Total Assets	\$540,130	\$562,418
Liabilities		
Current Liabilities		
Accounts Payable	\$614	\$1,442
Accrued Creditors	\$1,824	\$5,018
PAYE Payable	\$198	-\$87
Wages Payable - Payroll	\$1,749	\$0
Total Current Liabilities	\$4,385	\$6,372
Total Liabilities	\$4,385	\$6,372
Net Assets	\$535,745	\$556,046

Equity

Current Year Earnings	-\$20,301	-\$13,397
Retained Earnings	\$556,046	\$569,442
Total Equity	\$535,745	\$556,046

Treasurer

WAL

Dated: 2 April 2020

B. S. & T.

President

Dated: 2 April 2020

Palmerston North Bridge Club Inc
Notes to the Financial Statements
For the Year Ended 31 December 2019

1. Statement of Accounting Policies

These are the financial statements of the Palmerston North Bridge Club Inc an Incorporated Society established under the Incorporated Societies Act 1908. The special purpose financial statements of Palmerston North Bridge Club Incorporated have been prepared in accordance with the accounting policies of the society for the benefit of its members.

Measurement System

The measurement system adopted is that of historical cost

Property, Plant and Equipment

Items of property, plant and equipment are stated at cost less accumulated depreciation and impairment losses. Where an item of property, plant or equipment is disposed of, the gain or loss recognized in the Statement of Financial Performance is calculated as the difference between the sale price and the carrying amount of the asset.

Depreciation

Depreciation has been charged against the operation of the Society in the Statement of Financial Performance. The following rates have been used:

Building	2% straight line
Electronic Equipment	0-33% straight line
Improvements	10% diminishing value, 13% for new carpet
Office Equipment	30% straight line
Furniture and Fittings	20% diminishing value

Taxation

The Entity is exempt from payment of income tax as it is treated by the IRD as a body promoting amateur games and sport under section CW46 of the Income Tax Act 2007. Accordingly, no income tax has been provided for.

Goods and Services Tax (GST)

All amounts are shown exclusive of Goods and Services Tax (GST), except for receivables and payables which are shown inclusive of GST.

Changes in Accounting Policies

The accounting policies adopted are consistent with those of the previous year.

Inventory

Inventories are stated at the lower of cost and net realisable value. The inventory figure in the financial accounts is made up as follows:

Bar Stocks	\$873	Bar Stocks	\$632
Playing Supplies	<u>\$2,206</u>	Playing Supplies	<u>\$1,559</u>
Total 2019	<u>\$3,079</u>	Total 2018	<u>\$2,191</u>

2. Statement of Commitments & Contingent Liabilities

There are no commitments or contingent liabilities, 2018 Nil.

3. Investments

The Club has no investments other than funds held at the BNZ. Investments are reported at cost.

4. Security

The ANZ Bank holds a mortgage over the land and buildings of the Club. There has been no drawdown of this mortgage as at 31 December 2019.

5. Related Party Transactions

2018: NIL, however, the Honorarium for the Treasurer William Laing has been accrued.

6. Grants Received	2019	2018
NZ Community Trust		\$2,000
Eastern & Central Trust		\$4,000
Lion Foundation		\$2,000
Pub Charity	<u>\$2,601</u>	<u>\$5,000</u>
Total	<u>\$2,601</u>	<u>\$13,000</u>

Grants received are not recognised in the Profit and Loss until the requirements have been met. For the 2019 financial year grants were utilized to purchase the capital purchases listed in the Statement of Financial Performance. Any grants for which the requirements under the grant agreement have not been completed are carried as liabilities until all the conditions have been fulfilled.

7. Bank Accounts

Bank balances on the Statement of Financial Position comprise bank balances (including term deposits).

8. Prior Period Adjustment

2019: Following the completion of the 2018 financial statements income adjustments of \$1,371 were made in the year increasing the reported 2018 Operating Profit from \$1,535 to the currently reported \$2,906.

2018: Nil

Depreciation Schedule

Palmerston North Bridge Club Inc. 1 January 2019 to 31 December 2019

Name	Number	Type	Cost	Rate	Purchased	Disposed	1-Jan-19	Purchases	Depreciation	Disposals	Accum Dep	31-Dec-19
Building												
Building	FA-0002	Building	419,256	2.0%SL	31 Dec 2012		206,115	-	8,385	-	221,527	197,729
Total Building			419,256				206,115	-	8,385	-	221,527	197,729
Electronic Equipment												
Acer PC	FA-0006	Electronic Equipment	443	33.0%SL	16 Oct 2013		-	-	-	-	443	-
Bridge Scorers	FA-0009	Electronic Equipment	4,500	33.0%SL	1 Jan 2013		-	-	-	-	4,500	-
Google Cromaca	FA-0012	Electronic Equipment	51	0.0%None	19 Jun 2015		51	-	-	-	-	51
Heartstart Difibrilator	FA-0013	Electronic Equipment	2,836	30.0%DV	20 Nov 2015		924	-	277	-	2,189	647
Laptop	FA-0007	Electronic Equipment	888	33.0%SL	16 Oct 2013		-	-	-	-	888	-
Ofa Smart	FA-0011	Electronic Equipment	28	33.0%SL	19 Jun 2015		-	-	-	-	28	-
Tablets	FA-0017	Electronic Equipment	3,110	33.0%SL	14 Nov 2016		886	-	886	-	3,110	-
TV Sreen Veon	FA-0010	Electronic Equipment	521	33.0%SL	19 Jun 2015		-	-	-	-	521	-
Total Electronic Equipment			12,376				1,862	-	1,163	-	11,678	698
Furniture and Fittings												

Depreciation Schedule

Name	Number	Type	Cost	Rate	Purchased	Disposed	1-Jan-19	Purchases	Depreciation	Disposals	Accum Dep	31-Dec-19
Arms for chairs	FA-0016	Furniture/Fittings	192	20.0%DV	30 Apr 2016		105	-	21	-	109	84
Burgess Chair backs & seats	FA-0014	Furniture/Fittings	7,862	20.0%DV	30 Apr 2016		4,277	-	855	-	4,441	3,422
Furniture/Fittings	FA-0003	Furniture/Fittings	56,404	20.0%DV	31 Dec 2012		1,245	-	249	-	55,408	996
Water Cooler, Playing Supplies Cupboard (Balance after grant)	FA-0019	Furniture/Fittings	542	20.0%DV	15 Oct 2019		-	542	27	-	27	515
Total Furniture and Fittings			65,001				5,627	542	1,152	-	59,984	5,017
Improvements												
Carpet	FA-0018	Improvements	18,551	13.0%DV	28 Feb 2018		16,341	-	2,124	-	4,335	14,216
Improvements	FA-0004	Improvements	62,482	10.0%DV	31 Dec 2012		25,169	-	2,517	-	39,830	22,652
Total Improvements			81,034				41,510	-	4,641	-	44,165	36,869
Land												
Land	FA-0001	Land	250,000	0.0%None	31 Dec 2012		250,000	-	-	-	-	250,000
Total Land			250,000				250,000	-	-	-	-	250,000
Office Equipment												
DocuCentre IV C2263CPS-	FA-0008	Office Equipment	3,478	30.0%SL	5 Sep 2014		-	-	-	-	3,478	-

Depreciation Schedule

Name	Number	Type	Cost	Rate	Purchased	Disposed	1-Jan-19	Purchases	Depreciation	Disposals	Accum Dep	31-Dec-19
4TSerial No 2263296338			3,478				-	-	-	-	3,478	-
Total Office Equipment			831,145		542		505,113	542	15,342	-	340,832	490,313
Total												