

CANTERBURY SPORTS FOUNDATION
(Incorporated)

ANNUAL REPORT

AND

FINANCIAL STATEMENTS

FOR YEAR ENDED 31 DECEMBER 2012

CANTERBURY SPORTS FOUNDATION (Incorporated)

OFFICE BEARERS AND HONOURS BOARD - 2012

OFFICERS

Patron	-	M A Henshall
President	-	P G Crowhen
Vice President	-	D L Gallop
Secretary	-	J W Grocott
Hon. Auditors	-	Walker Davey & Co.

MANAGEMENT COMMITTEE

J Bland, Mrs R Clancy, Mrs J Clark, G P Dwyer, W Grogan, Mrs L Miles, M Perry, Mrs E Tillman, G Scammell, M Wall.

LIFE MEMBERS

M A Henshall (2007)

ROLL OF HONOUR

H C Blazey C.B.E., (1904-1991) - Life Member 1988
 B R Walker (1913-2000) - Life Member 1999
 Sir Hamish Hay (1927 - 2008) - Life Member 1992
 C H J Rhodes (1924 - 2008) - Life Member 2003
 A W Barrett (1934-2011) – Life Member 1992

PATRONS

1978 - 2006 Sir Hamish Hay
 2006 - 2008 C H J Rhodes
 2009 - M A Henshall

PRESIDENTS

1978 - 1980 Sir Ronald Scott
 1980 - 1995 M F Hunter
 1996 - 1999 B R Walker
 1999 - 2003 C H J Rhodes
 2003 - 2006 M A Henshall
 2006 - P G Crowhen

CHAIRMAN

1978 - 1988 H C Blazey
 1988 - 1999 C H J Rhodes
 1999 - 2000 M A Henshall
 2000 - P G Crowhen

SECRETARY

1978 - 1988 A W Barrett
 1988 - J W Grocott

BUSINESS SCHOLARSHIPS

Rainbow Print Group

2008 -Nicki McFadzien - Cross Country/Athletics
 2008 -Allie McGlenn - Ski-ing
 2009 - Lucy Spoons - Rowing
 2009 - Nick Prebble - Ski Racing
 2010 – Alasdair Shillito - Swimming
 2010 – Margot Gibson – Cross Country/Athletics
 2011 – Dylan Kennett – Cycling
 2011 – Charlotte Sullivan – Gymnastics
 2012 – Sophie Shingleton - Rowing

Deloitte

2008 - QEII U/18 Water Polo Team
 2009 - Hannah Newbould - Cross Country/Athletics
 2009 - Sophia Batchelor - Swimming
 2010 - Michael Vink - Cycling
 2010 - Holly Moon – Gymnastics
 2011 – Grace Prendergast - Rowing
 2011 – Emily Wright – Ski-ing
 2012 – Hayden Hall - Athletics
 2012 – Rosa Flanagan – Cross Country/Athletics

Vero New Zealand

2010 - Paul Coll – Squash
 2011 – Rebecca Morrison - Gymnastics

Smiths City

2008 - James O'Connor - Rowing
 2008 - Thomas Hubbard - Cycling

Couplands Bakeries

2009 - Ruraidh(Rory) McLeod - Cycling

Patron's Trophy

2009 - Jamie Prebble - Ski Racing

BERNIE WALKER AWARDS

2006 - Sam O'Connor - Rowing
 2007 - Natasha Hansen - Cycling
 2008 - Annabelle Carey - Swimming
 2009 - Jordan Kelly-Houston - Tennis
 2010 - Jenny Storey - Rowing
 2011 – Nathan Flannery – Rowing
 2012 - Lawson Morris-Whyte - Rowing

**CANTERBURY SPORTS FOUNDATION
(Incorporated)**

ANNUAL REPORT - 2012

We have much pleasure presenting our Annual Report for year ended 31 December 2012. The year was one of continued recovery for the sporting community and although grant applications are down, it has still been a reasonable year for the Foundation with three Business Scholarships awarded, the annual Bernie Walker Award and three grants. Details of the Scholarships and Awards are listed on the facing page. Our warm thanks to our business sponsors for their support. With their assistance we contributed \$11,884 to junior sporting activities in Canterbury during the year. Another round of Scholarships will be announced shortly and presented at the AGM. Other matters are as follows.

ADMINISTRATION

The Management Committee has met quarterly to approve grants and awards and consider future activities, projects and strategies. An extra meeting was held this year to consider future directions. Sub-committees make recommendations and suggestions on matters to be considered. Meetings are held at the Christchurch Netball Centre and the use of this facility is much appreciated. Our main objective remains the promotion and enhancement of junior sport in Canterbury. This is done through our considerable support for the “grass roots” as in the past and the scholarship program which is providing additional assistance to those who have potential to go further.

Our website is beneficial. The site contains historical information, grant and scholarship application forms and other relevant matters. The address is www.canterburysportsfoundation.co.nz.

GRANTS

Three grants totalling \$4,528 were distributed during the year. Full details are set out in Note 2 of the accounts. This compares with four grants totalling \$5,285 in 2011. The total distributed by the Foundation since formation in 1978 is now \$468,613. 522 grants have been made over this period averaging about \$898 per grant.

With Scholarships and B R Walker Award, well over \$500,000 has now been provided to young sportsmen and women in Canterbury!

The level of grants provided depends on a number of factors including the amount of income received. As a matter of general policy, all available income is distributed on an annual basis if possible.

Grant Application Forms are now available on our website.

BUSINESS PARTNER SCHOLARSHIPS

Our thanks to the Rainbow Print Group and Deloitte for their support for this year’s scholarship awards. The recipients are listed on the Honours Board. We reported on their performances in previous newsletters and all are making good progress and have achieved good results.

Sophie Shingleton has made promising progress. She represented NZ at the junior world champs in Bulgaria and her four were 3rd in the final. Since then she has done well in a number of age group events winning several titles. She has been selected for the Regional Performance Centre and is a 2013 trialist for the NZ four.

Hayden Hall was placed 2nd in the senior men’s discus at the recent National Athletics champs.

Rosa Flanagan has also had a successful season in athletics. Starting off at the NZSSAA Track and Field Champs she was 1st in both 3000m and 1500m. In a Young Olympian Tour she got PB’s in 800m (2.14) and mile (4.44.55). Then in the Classic Capital in Wellington, she was 2nd in NZ Senior Women 3000m and qualified for World Youths (9.21.26). At the Canterbury Champs she was 1st in the senior 1500 (4.27), also

qualifying for World Youths in this distance and was 2nd in senior 800m. At the Australian Junior champs in Perth she was 1st in the U18 3000m and 3rd equal in the 1500m.

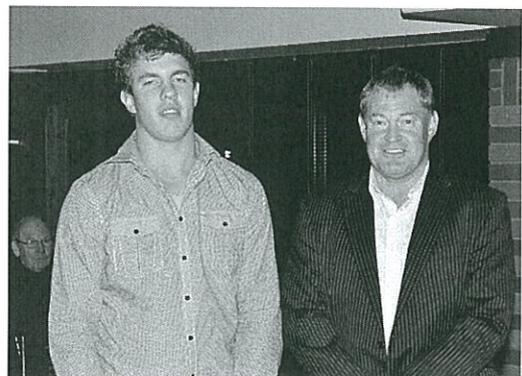
Previous recipients also continue to perform well. Dylan Kennett is making good progress. During 2012 he travelled to Australia, Europe, USA and Scotland and achieved excellent results. At the World Junior Track Champs in Invercargill in August, he won three silver medals and a bronze. His future looks bright and he hopes to be in the team for the 2014 Commonwealth Games. The gymnast, Charlotte Sullivan, has also been busy. In 2012 she went to Singapore for an International event but suffered an injury and couldn't compete. After recovering, she attended the Australian Youth Olympic Festival in Sydney with 1700 athletes from 30 nations. Competition was fierce with Great Britain and China taking all the medals. An Olympic like experience! From there she went to an International Challenge event in Perth and won gold on the beam, bar and vault. A great experience. In 2013, her coaches are planning trips to Australia, Japan and the Czech Republic with a view to qualifying for the 2014 Commonwealth Games.

Among others, Sophia Batchelor continues to perform well winning two national titles and making a NZ record in the 50m butterfly at the recent National Swimming champs. Michael Vink is also progressing well and won the recent Le Race from Christchurch to Akaroa before heading for Belgium for an overseas campaign with BikeNZ men's track squad. Grace Prendergast has made a breakthrough to NZ Elite status being selected for the NZ women's eight competing in recent Sydney World Cup events and aiming for Rio.

A previous Bernie Walker recipient, Natasha Hansen, now in Invercargill, represented NZ at the Olympics and performed with credit. Nathan Flannery has had a meteoric rise in rowing being 2013 World U23 champion in the pairs and now in the elite squad competing in Sydney.



Sophie Shingleton with Frank Brierton of Rainbow Print



Grant Jarrold of Deloitte with Hayden Hall



Lawson Morris-Whyte with Peter Crowhen

Criteria and nomination forms for the scholarships and Bernie Walker Award are available on our website.

BR WALKER AWARD

The announcement for the 2013 award will be made shortly and will be presented at the AGM.

Lawson Morris-Whyte, the 2012 recipient, was a member of the NZ Junior (U19) eight who won the world title in Europe last year – but did not race. Since then he has competed in the 2013 nationals with limited success and chose not to trial for the Regional Performance Centre. Although his progress is a little disappointing he still has considerable potential and hopefully this will come through.

The award is covered by income attributed to the special fund set aside as the B R Walker Memorial Fund as shown in the accounts. This is part of the Foundation's total investments and is not supported by a specific investment. Movements in the balance of the fund include interest received and costs of the award and trophy.

MEMBERSHIP

Membership has declined slightly which is disappointing but we appreciate the support we receive. New members are always welcome. We would like to increase membership but without much success in recent times. An important benefit of membership is the opportunity for all members, including individual and corporate members, to nominate candidates for scholarships and awards. This is to encourage interest from a wider base. We are also fortunate to receive a number of donations and this support is also much appreciated. We intend applying for charitable status, which if approved, will qualify future donations for tax credits. Rule alterations are required and these will be considered at the AGM

Association, club and school members also have the opportunity to apply for grants. Many are heavily committed to coaching and development programmes for juniors on a voluntary basis at grass roots level and we encourage and support these activities. We keep members informed of their entitlements through our newsletters and the website.

We have a donor member category for substantial donations. If you know of anyone who may be interested in making a contribution to the development of junior sport in Canterbury, this can be discussed in confidence with the Secretary.

FINANCE

The financial position remains satisfactory with a surplus of \$3,088 for 2012 compared to a surplus of \$2,246 in 2011. This is despite a reduction in income and is mainly due to a lower level of grants and a reduction in the number of scholarships awarded. As a result equity has increased slightly. Our standard policy is to distribute all available funds and aim for a break-even position but this is not always achieved due to a variety of factors.

As mentioned, total income is down on 2011 with a reduction in grants received and reduced sponsorship the main factors. The support of the Air Rescue Trust is much appreciated but they were unable to provide the same amount as the previous year. We were unsuccessful with an application for a City Council grant. We have difficulty meeting their criteria, following changes to their grants policy. Interest has increased marginally. Sponsorship for the business partner program reflects the scholarship arrangements with the Foundation providing an equal amount. We endeavour to keep costs to a minimum and expenses are similar to 2011. Meeting expenses are up due to an extra committee meeting and the wider use of email for contacting members has kept these costs in check. The secretarial fee has been unchanged for some time. The allocation of interest to the B R Walker Memorial Fund is based on its share of investments as mentioned (refer Note 3). A provisional budget for 2013 indicates the amount available for grants will again be tight unless additional funding can be obtained. As previously, the accounts are prepared on a GST exclusive basis.

The assets and liabilities of the Foundation at 31 December 2012 are set out in the Statement of Financial Position. With the surplus, there is a small increase in members' equity and total funds including the B R Walker Memorial Fund are now \$185,970 (last year \$182,874). The cash position is satisfactory with a reasonable amount in the bank account and on call. Receivables are high but are in hand. There have been no changes to investments. The Bonds and Notes are providing a reasonable return given current interest rates. Total investments remain the same as last year at \$169,864. Full details of the current interest rates

and due dates are shown. Accrued interest is similar to last year. Accounts payable include accruals for audit fees and secretarial / office costs.

The financial base remains strong but future income may still be less than desirable due to lower returns on investments.

APPRECIATION

In conclusion, we extend our sincere thanks to everyone who has supported the Foundation in the past year and particularly the following.

Christchurch City Council for their representation on the Management Committee.

Selwyn District Council for their representation on the Management Committee

The Air Rescue Trust for their financial support.

O'Sheas Public House for their assistance with social functions

Christchurch Netball Centre for the use of their meeting rooms.

Individual and Corporate members for their support of our aims and objectives.

Associations and Clubs for their contribution to the development of junior sport in Canterbury.

The Management Committee for their time and effort during the year.

Our special thanks to our Scholarship Business partners, **Rainbow Print Group and Deloitte** for their contribution this year.

For and on behalf of the Foundation -



P G Crowhen - President/Chairman
25 March 2013



J W Grocott - Secretary

CANTERBURY SPORTS FOUNDATION INC.

STATEMENT OF FINANCIAL PERFORMANCE

FOR YEAR ENDED 31 DECEMBER 2012

	\$	<u>2011</u> \$
<u>Income</u>		
Subscriptions -		
Individuals	348	435
Companies	1400	1400
Clubs & Schools	973	1117
Associations	<u>1244</u>	<u>1291</u>
	3965	4243
<u>Grants</u>		
Air Rescue Trust	2000	4000
Sponsorships - Business Partner Scholarship Programme	3000	5000
Donations	435	425
Interest Received	<u>11086</u>	<u>10641</u>
<u>Total</u>	20486	24309
<u>Less Expenditure</u>		
Audit Fees	300	300
Domain Name	22	-
Meeting Expenses	703	527
Postages, Printing & Stationery	350	382
Scholarship Awards & Trophies	140	243
Secretarial - Office Costs	<u>4000</u>	<u>4000</u>
	5515	5452
Scholarships - Business Partner Programme	6000	10000
Grants - As Per Note 2	<u>4528</u>	<u>5285</u>
<u>Total</u>	16043	20737
<u>Surplus for Year</u>	4443	3572
<u>Less</u> Transfer to B R Walker Memorial Fund (Note 3)		
Interest Allocation	<u>1355</u>	<u>1326</u>
Surplus (Deficit) Transferred to Members' Equity	\$ <u>3088</u>	<u>2246</u>
<u>B R WALKER MEMORIAL FUND (Note 3)</u>		
Opening Balance	22894	22917
Interest Allocation	1355	1326
<u>Less</u> 2012 Award Costs	<u>(1347)</u>	<u>(1349)</u>
Closing Balance	\$ <u>22902</u>	<u>22894</u>

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

CANTERBURY SPORTS FOUNDATION INC.

STATEMENT OF FINANCIAL POSITION

AS AT 31 DECEMBER 2012

MEMBERS EQUITY AND SPECIAL FUNDS

	\$	<u>2011</u> \$
Balance, 1 January 2012	159980	157734
Surplus for Year	<u>3088</u>	<u>2246</u>
<u>Balance, 31 December 2012</u>	<u>163068</u>	<u>159980</u>
B R Walker Memorial Fund (Note 3)	<u>22902</u>	<u>22894</u>
<u>TOTAL FUNDS</u>	<u>\$ 185970</u>	<u>182874</u>

Represented by -

CURRENT ASSETS

Westpac Current Account	4257	5185
Rabobank Call Account	12358	8659
Receivables	3450	3630
Subscriptions in Arrears	<u>35</u>	<u>55</u>
	20100	17529

INVESTMENTS (NOTE 3)

Heartland Bank (5.25% due 18.03.2013)	26685	26685
Southland Building Society (4.3% due 18.03.2013)	40000	40000
IAG Bonds (Face value \$23000 7.5% due 15.12.16)	23000	23000
Fonterra Bonds (Face value \$43000 7.75% due 10.03.15)	44273	44273
Westpac Notes (Face value \$20000 7.045% due 28.11.13)	20906	20906
Goodman Fielder Bonds (Face value \$15000 7.54% due 16.05.16)	<u>15000</u>	<u>15000</u>
	169864	169864
<u>Add</u> Interest Accrued	<u>1066</u>	<u>1080</u>
	170930	170904
	191030	188473

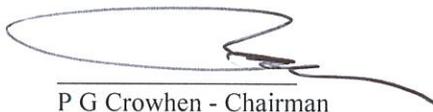
LESS LIABILITIES

Accounts Payable	5042	5051
GST Payable	<u>18</u>	<u>548</u>
	5060	5599

EXCESS ASSETS OVER LIABILITIES

\$ 185970 **182874**

Signed this 12th day of March 2013


P G Crowhen - Chairman


J W Grocott - Secretary

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

CANTERBURY SPORTS FOUNDATION (INC.)

NOTES TO THE ACCOUNTS FOR YEAR ENDED 31 DECEMBER 2012

1. STATEMENT OF ACCOUNTING POLICIES

Reporting Entity

The Canterbury Sports Foundation (Inc.) is an incorporated society, registered under the Incorporated Societies Act, 1908. The Canterbury Sports Foundation (Inc.) does not qualify as a reporting entity under the terms of the Financial Reporting Act 1993. The financial statements have been prepared in accordance with generally accepted accounting practice. A Statement of Movements in Equity has not been prepared as all relevant information is clearly shown in the reports provided.

Measurement Base

The measurement base adopted is that of historical cost. The accounting principles recognised as appropriate for the measurement and reporting of performance and financial position on an historical cost basis are followed by the Foundation.

Specific Accounting Policies

- a) Subscriptions are incorporated in the accounts in the year they fall due. Due allowance has been made for arrears.
- b) Interest income is recorded on an accrual basis and other income is recorded when received.
- c) The Foundation is GST registered and the accounts are prepared on a GST exclusive basis.
- d) Changes in Accounting Policies:
There have been no changes in accounting policies. All policies have been applied on bases consistent with those used in previous years.
- e) Investments are stated at cost. No provision has been made for impairment.
- f) Liabilities are stated at the estimated amounts payable and include obligations which can be reliably estimated.
- g) There are no contingent liabilities (2011: Nil).

Differential Reporting

The Foundation qualifies for differential reporting exemptions as it is not publicly accountable and not large. All available exemptions have been applied.

2. SCHEDULE OF GRANTS FOR YEAR ENDED 31 DECEMBER 2012

Canterbury Primary and Intermediate Sports Assn	2000.00
East Christchurch Shirley Cricket Club	528.00
School Sport Canterbury	<u>2000.00</u>
<u>Total</u>	\$ <u>4528.00</u>

3. B R WALKER MEMORIAL FUND \$22902

The Fund is supported by a share of the Foundation's general investments. Details are listed below. Interest income from the investments is allocated to the fund annually.

	<u>2012</u>	<u>2011</u>
Share of Investments	<u>22902</u>	<u>22894</u>
<u>Balance, 31 December 2012</u>	\$ <u>22902</u>	<u>22894</u>

Chartered AccountantsTelephone (03) 379-1620
Fax (03) 379-7638

AUDIT REPORT
TO THE READERS OF THE FINANCIAL REPORT OF
CANTERBURY SPORTS FOUNDATION INCORPORATED

We have audited the financial report of Canterbury Sports Foundation Incorporated. The financial report provides information about the past financial performance of the Foundation and its financial position as at 31 December 2012. This information is stated in accordance with the accounting policies set out in the financial report.

The Foundation's Responsibilities

The Foundation is responsible for the preparation of a financial report which fairly reflects the financial position of the Foundation as at 31 December 2012 and of the results of operations for the year ended on 31 December 2012.

Auditors' Responsibilities

It is our responsibility to express an independent opinion on the financial report presented by the Foundation and report our opinion to you.

Basis of Opinion

An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial report. It also includes assessing:

- The significant estimates and judgments made by Canterbury Sports Foundation Incorporated in the preparation of the financial report and
- Whether the accounting policies are appropriate for Canterbury Sports Foundation Incorporated circumstances, consistently applied and adequately disclosed.

We conducted our audit in accordance with generally accepted auditing standards in New Zealand except that our work was limited as explained below. We planned and performed our audit so as to obtain all the information and explanations, which we considered necessary. We have obtained sufficient evidence to give reasonable assurance that the financial report is free from material misstatements, whether caused by fraud or error. In forming our opinion we have evaluated the overall adequacy of the presentation of information in the financial report.

Other than in our capacity as auditors we have no relationship with or interests in the Foundation.

Qualified Opinion

Control over the revenues prior to being recorded is limited, and there are not practical audit procedures to determine the effect of this limited control.

PartnersGraeme N. Davey, B.Com C.A
Simon J. Abbot, B.Com C.A
Matthew J.W. Donaldson, B.Com C.AJohn M. Abbot, B.Com C.A
John G. Hendry, B.Com C.A
Craig P. Burrowes, B.Com C.A**Associates**

Mike T. Ansett, B.Com C.A

In this respect alone we have not obtained all the information and explanations that we have required. In our opinion, except for adjustments that might have been found to be necessary had we been able to obtain sufficient evidence concerning revenue, the financial report fairly reflects the results of operations for the year ended 31 December 2012.

Our audit report was completed on 21 March 2013 and our qualified opinion is expressed as at that date.

Walker Davey & Co

WALKER DAVEY & CO
Chartered Accountants

21 ST MARCH 2013

Partners

Graeme N. Davey, B.Com C.A
Simon J. Abbot, B.Com C.A
Matthew J.W. Donaldson, B.Com C.A

John M. Abbot, B.Com C.A
John G. Hendry, B.Com C.A
Craig P. Burrowes, B.Com C.A

Associates

Mike T. Ansett, B.Com C.A