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NEW ZEALAND BRIDGE INC.

SPECIAL PURPOSE REPORT

For the year ended 31 March 2020



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For the Year Ended 31 March 2020

The Board is pleased to present the special purpose report, including the financial statements of New Zealand Bridge Incorporated, for the year ended 31 March 2020.

For and on behalf of the Board



Executive Chair

Date 7 September 2020



Board Member Responsible for Finance

Date 7 September 2020

As at 31 March 2020

Location of business	544 Ruahine Street Palmerston North 4410
IRD Number	011-665-772
Board	Allan Morris Karen Martelletti Jane Stearns (Resigned 29 July 2019) Clare Coles Greg Whitten Anne Barrowclough John Skipper
Accountants	BDO Central (NI) Limited Chartered Accountants Palmerston North
Auditor	David Macdonald, FCA
Bankers	Bank of New Zealand Cameron Road Banking Centre 607-613 Cameron Road Tauranga
Secretary	Alister Stuck
Address for communication	PO Box 5242 Terrace End Palmerston North 4441

New Zealand Bridge Incorporated

Statement of financial performance

For the Year Ended 31 March 2020

	Note	2020 \$	2019 \$
Levies (net)	3	193,376	193,542
Masterpoints		266,335	279,245
Levies & Masterpoints		459,711	472,787
Regional committees' surplus	1	3,857	7,505
Congress surplus	2	13,451	29,782
Sundry income	4	4,425	2,226
Interest received		10,534	10,649
		32,267	50,162
Gross income		491,978	522,949
Expenses			
International (net)	5	172,193	55,923
Inter-provincial (net)		20,827	22,473
Grants and bridge activities	6	38,096	27,233
Administration	7	277,909	316,243
Depreciation and amortisation	9	1,752	2,314
Total expenses		510,777	424,186
Net (deficit) / surplus for the year		(18,799)	98,763

These financial statements are to be read in conjunction with the accompanying Notes and Auditor's report.

New Zealand Bridge Incorporated

Statement of movements in equity

For the Year Ended 31 March 2020

	2020 \$	2019 \$
Accumulated funds at the beginning of the year	886,407	787,644
Net (deficit) / surplus for the year	(18,799)	98,763
Equity at end of year	867,608	886,407

New Zealand Bridge Incorporated

Statement of Financial Position

As at 31 March 2020

	Note	2020 \$	2019 \$
Equity	10	867,608	886,407
Current Assets			
Cash and bank balances	11	469,678	421,111
Accounts receivable		55,656	80,326
GST receivable		-	5,300
Prepayments		2,440	24,134
Short term investments	12	358,182	347,928
		885,956	878,799
Non Current Assets			
Plant and equipment	13	17,682	26,912
		17,682	26,912
Total Assets		903,638	905,711
Current Liabilities			
Accounts payable		22,795	19,304
GST payable		347	-
Revenue received in advance		12,888	-
Total Liabilities		36,030	19,304
Net Assets		867,608	886,407

These financial statements are to be read in conjunction with the accompanying Notes and Auditor's report.

For the Year Ended 31 March 2020

Basis of preparation

New Zealand Contract Bridge Association Incorporated was established on 19 May 1938 under the Incorporated Societies Act 1908. On 23 October 2007 the Trustees passed a unanimous resolution to change the name of the Association to New Zealand Bridge Incorporated.

The financial statements comprise statements of the following: accounting policies; financial performance; movements in equity; financial position; as well as notes to these statements.

The financial statements are special purpose financial statements and have been prepared for the reporting requirements of the Members and Board of New Zealand Bridge Incorporated only.

The financial statements have been prepared on the basis of historical cost with the exception of certain items for which specific accounting policies have been identified. Accordingly they may not contain all the disclosures necessary for fair presentation in accordance with generally accepted accounting practice.

The information is presented in New Zealand dollars. All values are rounded to the nearest \$.

Plant and equipment

Plant and equipment is stated at cost less accumulated depreciation and impairment losses.

Where an item of plant or equipment is disposed of, the gain or loss recognised in the statement of financial performance is calculated as the difference between the sale price and the carrying amount of the asset.

Amortisation

Congress website development expenditure in the year ended 31 March 2016 was capitalised and was amortised over the three years to 31 March 2018. Ongoing NZ Bridge website expenditure is expensed as incurred.

Depreciation

Depreciation is provided on a 33.0% diminishing value basis for all plant and equipment.

Accounts receivable

Accounts receivable are stated at estimated realisable value after providing against debts where collection is doubtful. Bad debts are written off during the period in which they are identified.

Taxation

The entity is exempt from income tax under sections CW41 and CW42 of the Income Tax Act 2007.

Goods and services tax

All amounts are shown exclusive of Goods & Services Tax (GST), except for accounts receivable and accounts payable which are shown inclusive of GST.

Changes in accounting policies

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

1	Regional committees	2020 \$	2019 \$
	Income		
	Interest	549	963
	IP travel subsidies received	870	87
	Levies income	82,728	82,649
	Sundry income	6,465	13,554
	Tournament income	42,013	44,382
		132,625	141,635
	Less expenses		
	Coaching and training	27,509	22,010
	Computer and website expenditure	2,474	1,722
	Honoraria	4,500	7,051
	Interprovincial championships	24,073	28,325
	Printing and stationery	237	1,841
	Sundry	3,252	7,451
	Tournament expenditure	59,607	56,082
	Travel and accommodation	5,837	8,358
	Depreciation	1,279	1,290
		128,768	134,130
	Surplus	3,857	7,505

For the Year Ended 31 March 2020

2	Congress	2020 \$	2019 \$
	Income		
	Congress entries	183,624	176,002
	Interest received	343	3
	Sundry income	15,031	21,526
	Youth teams income	76	4,066
		199,074	201,597
	Less expenses		
	Bank charges	1,735	1,070
	Card dealing	3,104	3,643
	Computer and website expenditure	971	1,724
	Congress convenors salary	10,000	10,000
	Entertainment	14,132	12,075
	Equipment hire	485	1,642
	Housekeeping	1,602	2,391
	Masterpoint charges	20,332	19,231
	Meeting expenditure	828	514
	Printing and stationery	7,427	9,850
	Prizes	22,308	16,464
	Staffing	58,651	59,531
	Storage	4,518	3,748
	Sundry	4,454	4,438
	Telecommunications	-	98
	Travel and accommodation	5,491	4,770
	Venue hire	23,909	15,574
	Depreciation	5,676	5,052
		185,623	171,815
	Surplus	13,451	29,782
3	Levies	2020 \$	2019 \$
	Levies		
	Income	276,106	276,191
		276,106	276,191
	Less: Distribution to Regional Committees		
	Auckland/Northland	18,807	19,029
	Canterbury	11,114	11,009
	Central Districts	12,227	11,870
	Otago/Southland	9,450	9,707
	Top of the South	4,946	4,659
	Waikato/Bays	13,319	13,290
	Wellington	12,867	13,085
		82,730	82,649
	Net levy income	193,376	193,542

4	Sundry income	2020	2019
		\$	\$
	Grants	-	1,200
	Government wage subsidy	1,172	-
	Regulations income	2,083	1,026
	Teaching seminar	1,170	-
		4,425	2,226
5	International expenses	2020	2019
		\$	\$
	International committee	6,948	4,509
	International competition (net)	132,787	14,873
	Youth test, international, training programme	32,458	36,541
		172,193	55,923
6	Grants and bridge activities	2020	2019
		\$	\$
	Bridge development - other	18,059	15,664
	Directors training and assessment	18,643	11,569
	Teaching Seminar	1,394	-
		38,096	27,233

For the Year Ended 31 March 2020

7 Administration expenses	2020	2019
	\$	\$
Accident compensation	378	373
Accounting	17,706	12,664
Affiliation fees	7,118	20,326
Annual general meeting	4,056	4,176
Audit fees	902	796
Bank charges	837	377
Board meeting expenses	1,261	7,466
Computer expenses	3,329	729
Foreign currency revaluation	1,967	566
Honoraria	12,000	8,500
Insurance	1,451	1,340
Loss on disposal of fixed assets	413	-
National conference expenses	3,423	2,947
Office expenses	11,051	10,412
Postage and courier	1,722	137
Printing and stationery	2,663	6,762
Salaries and wages	128,573	123,685
Special projects	51,291	78,830
Sundry expenditure	2,856	2,996
Telecommunications	5,976	5,705
Website development and improvements	18,936	27,456
	277,909	316,243

8 Special projects	2020	2019
	\$	\$
Constitution review project	-	39
Regional Bridge mates	51,291	78,774
Tournament review project	-	17
	51,291	78,830

9 Depreciation and amortisation	2020	2019
	\$	\$
Plant and equipment		
NZ Bridge	1,752	2,314
Congress	5,676	5,052
Regional committees	1,279	1,290
	8,707	8,656
Depreciation from other trading accounts	(6,955)	(6,342)
	1,752	2,314

For the Year Ended 31 March 2020

10 Equity	2020 \$	2019 \$
Accumulated funds		
Balance brought forward	886,407	787,644
Net (deficit) / surplus for the year	(18,799)	98,763
	867,608	886,407
Equity	867,608	886,407

11 Cash and bank balances	2020 \$	2019 \$
Bank Account Balances		
BNZ - NZ Bridge main cheque account	3,998	890
BNZ - NZ Bridge main call account	332,574	286,089
BNZ - OS Bridge Congress	1,831	1,819
BNZ - NZ Bridge Congress account	2,260	2,420
BNZ - NZ Bridge EUR Foreign currency account	260	218
BNZ - NZ Bridge USD Foreign currency account	30	155
BNZ - Auckland 00	48	282
BNZ - Auckland 25	16,084	15,120
BNZ - Canterbury 00	10,806	9,470
BNZ - Canterbury 25	-	507
BNZ - Central Districts 00	15,600	12,775
BNZ - Central Districts 25	10,472	10,462
BNZ - Otago/Southland 00	19,473	18,728
BNZ - Otago/Southland 25	7,710	7,702
BNZ - Top of the South 00	2,388	2,695
BNZ - Top of the South 25	5,821	5,816
BNZ - Waikato/Bays 00	10,341	10,474
BNZ - Waikato/Bays 01	2,704	1,508
BNZ - Waikato/Bays 25	6,015	6,009
BNZ - Wellington 00	8,766	6,543
BNZ - Wellington 25	12,497	21,429
Total Cash and bank balances	469,678	421,111

12 Short term investments	2020	2019
	\$	\$
BNZ - Waikato/Bays Term Deposit	13,980	13,980
ANZ - NZ Bridge Term Deposit	316,077	305,823
TSB - Wellington Term Deposit	11,125	11,125
TSB - Wellington Term Deposit	5,000	5,000
BNZ - Canterbury Term Deposit	12,000	12,000
Total Short term investments	358,182	347,928

13 Plant and equipment	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Plant and equipment 2020	\$	\$	\$	\$
NZ Bridge	53,681	1,752	50,131	3,550
Congress	120,543	5,676	109,007	11,536
Regional Committees	12,491	1,279	9,895	2,596
Total Plant and equipment	186,715	8,707	169,033	17,682

	Cost	Depreciation Charged	Accumulated Depreciation	Closing Book Value
Plant and equipment 2019	\$	\$	\$	\$
NZ Bridge	57,245	2,314	51,529	5,716
Congress	124,543	5,052	107,222	17,321
Regional Committees	12,491	1,290	8,616	3,875
Total Plant and equipment	194,279	8,656	167,367	26,912

Further information can be found in the supplementary schedule Statement of plant and equipment included at the back of this annual report.

14 Capital Commitments / Contingent Liabilities

There are no capital commitments or contingent liabilities as at 31 March 2020 (2019:Nil).

New Zealand Bridge Incorporated

Statement of plant and equipment

For the Year Ended 31 March 2020

	% PVT USE	Cost on HAND	OPENING WDV	ADJ & ADD	SALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	RATE & TYPE	DEPN	ACC DEPN	CLOSING WDV
NZ Bridge											
Bidding screens		10,289	84	-	-	-		33.00D	28	10,233	56
Bridgemates		6,696	102	-	-	-		33.00D	34	6,628	68
Boards & cards		9,056	138	-	-	-		33.00D	46	8,964	92
Computers		6,291	125	-	-	-		33.00D	41	6,207	84
Document centre		5,930	234	-	-	-		33.00D	77	5,773	157
Computer - R Solomon		2,560	90	-	-	-		33.00D	30	2,500	60
Apple MacBook		-	29	-	-	(29)	31/03/20	33.00D	-	-	-
Laptop HP DV6-7029tx		1,694	111	-	-	-		33.00D	37	1,620	74
Laptop - Chairperson		-	68	-	-	(68)	31/03/20	33.00D	-	-	-
Office furniture		1,091	103	-	-	-		33.00D	34	1,022	69
Apple iPad		-	116	-	-	(116)	31/03/20	33.00D	-	-	-
Laptop		1,043	192	-	-	-		33.00D	64	915	128
Laptop - Archivist		1,137	238	-	-	-		33.00D	79	978	159
Apple iPad - Finance Chair		-	200	-	-	(200)	31/03/20	33.00D	-	-	-
Computer		2,893	630	-	-	-		33.00D	208	2,471	422
Laptop - Chairman		697	326	-	-	-		33.00D	107	478	219
Apple iPad Pro 9.7" Cellular		1,250	583	-	-	-		33.00D	193	860	390
Desk - Richard Soloman		212	103	-	-	-		33.00D	34	143	69
Laptop		1,897	1,427	-	-	-		33.00D	471	941	956
Cellphone		944	815	-	-	-		33.00D	269	398	546
		53,681	5,715	-	-	(413)			1,752	50,131	3,550
Congress											
Plant & equipment		12,812	194	-	-	-		33.00D	64	12,682	130
Sound system		-	109	-	450	341	30/08/19	33.00D	-	-	-
Bridge pads		13,513	594	-	-	-		33.00D	196	13,115	398
TV monitors (2)		2,607	115	-	-	-		33.00D	38	2,530	77
Congress cards & boards		10,445	563	-	-	-		33.00D	186	10,068	377
Computer software upgrade		2,020	119	-	-	-		33.00D	39	1,940	80
Computers		2,246	55	-	-	-		33.00D	18	2,209	37
Stands		1,778	47	-	-	-		33.00D	15	1,746	32
Bidding boxes		993	30	-	-	-		33.00D	10	973	20
Plazma screens (4)		5,600	153	-	-	-		33.00D	50	5,497	103
Boards & cards		25,268	944	-	-	-		33.00D	311	24,635	633
Stands for monitors		3,111	92	-	-	-		33.00D	30	3,049	62
3 Laptops		3,893	425	-	-	-		33.00D	140	3,608	285
Congress playing cards		3,030	331	-	-	-		33.00D	109	2,808	222
Boards and cards		8,546	1,249	-	-	-		33.00D	412	7,709	837
Laptop		812	137	-	-	-		33.00D	45	720	92
Data Projector		1,750	343	-	-	-		33.00D	113	1,520	230
Bridgemates (40)		9,070	2,128	-	-	-		33.00D	702	7,644	1,426
Laptop		884	185	-	-	-		33.00D	61	760	124
Waikato Communications Laptop		702	176	-	-	-		33.00D	58	584	118
Laptop Computer		792	297	-	-	-		33.00D	98	593	199

These financial statements are to be read in conjunction with the accompanying Notes and the compilation report. These statements have been compiled without undertaking an audit or review engagement.

New Zealand Bridge Incorporated

Depreciation Schedule (continued)

For the Year Ended 31 March 2020

	% PVT USE	Cost on HAND	OPENING WDV	ADJ & ADD	SALE PRICE	PROFIT (LOSS)	DISPOSAL DATE	RATE & TYPE	DEPN	ACC DEPN	CLOSING WDV
Bridgemates (10)		2,015	904	-	-	-		33.00D	298	1,409	606
Laptop		1,142	828	-	-	-		33.00D	273	587	555
Laptop		1,737	1,688	-	-	-		33.00D	557	606	1,131
Card Dealing Machine		5,778	5,616	-	-	-		33.00D	1,853	2,015	3,763
		120,543	17,321	-	450	341			5,676	109,007	11,536
Regional Committees											
Card dealing machine - Auckland		5,000	181	-	-	-		33.00D	60	4,879	121
Data Projector & Show Unit - Wellington		3,996	938	-	-	-		33.00D	309	3,367	629
Laptop		870	679	-	-	-		33.00D	224	415	455
Laptop		870	679	-	-	-		33.00D	224	415	455
Laptop		738	576	-	-	-		33.00D	190	352	386
Boards and Cards		1,018	823	-	-	-		33.00D	272	467	551
		12,491	3,875	-	-	-			1,279	9,895	2,596
TOTAL		186,715	26,912	-	450	(72)			8,707	169,033	17,682
Fixed Asset Summary											
Opening Value		26,912									
Depreciation		(8,707)									
Sales		(450)									
Depreciation Recovered		341									
Loss on Sale		(413)									
Closing Value		17,682									

These financial statements are to be read in conjunction with the accompanying Notes and the compilation report. These statements have been compiled without undertaking an audit or review engagement.

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF NEW ZEALAND BRIDGE INCORPORATED (NZ BRIDGE)

Opinion

I have audited the financial statements of NZ Bridge; comprising the statement of financial performance on page 4, the statement of movements in equity on page 5, the statement of financial position on page 6, the statement of accounting policies on page 7, and the Notes to the financial statements on pages 8 to 13.

In my opinion, the financial statements present fairly, in all material respects, the financial position of NZ Bridge at 31 March 2020 and the results of its operations for the year ended on that date in accordance with Public Benefit Entity Standards issued by the New Zealand Accounting Standards Board.

Basis for my Opinion

I conducted my audit in accordance with International Standards on Auditing (New Zealand). My responsibilities under those standards are further described in the Auditor's Responsibilities section of my report. I am independent of NZ Bridge in accordance with Professional and Ethical Standard 1 (Revised) of the Code of Ethics for Assurance Practitioners issued by the New Zealand Auditing and Assurance Standards Board and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence that I have obtained is sufficient and appropriate to provide a basis for my opinion.

Other than in my capacity as auditor and as a bridge player, I have no relationships with or interests in NZ Bridge.

Responsibilities of the Directors of NZ Bridge for the financial statements

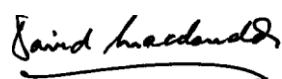
The Directors are responsible on behalf of NZ Bridge:

- for the preparation and presentation of the financial statements (in accordance with Public Benefit Entity Standards) that fairly present the financial position of NZ Bridge at 31 March 2020 and the results of its operations for the year ended on that date;
- for such internal control as they deem necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- for assessing NZ Bridge'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 Directors either intend to liquidate NZ Bridge or to cease operations, or have no realistic alternative but to do so.

Auditor's Responsibilities for the audit of the financial statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an audit report that includes my 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 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 decisions of users taken on the basis of these financial statements.

A further description of my responsibilities for the audit of the financial statements is located on the XRB website at <http://www.xrb.govt.nz/standards-for-assurance-practitioners/auditors-responsibilities/audit-report-8/>



David Macdonald, FCA
Wellington, New Zealand
7 September 2020